

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

BATESVILLE COMMUNITY SCHOOL CORPORATION  
RIPLEY COUNTY, INDIANA

July 1, 2013 to June 30, 2015



**FILED**  
12/19/2017



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SCHEDULE OF OFFICIALS

| <u>Office</u>                    | <u>Official</u>                      | <u>Term</u>                                  |
|----------------------------------|--------------------------------------|--|
| Treasurer                        | Todd W. Nobbe                        | 07-01-13 to 06-30-18                         |
| Superintendent<br>of Schools     | Dr. James S. Roberts<br>Paul Ketcham | 07-01-13 to 12-31-16<br>01-01-17 to 06-30-18 |
| President of the<br>School Board | Chris R. Lowery<br>Jeremy Raver      | 07-01-13 to 08-18-14<br>08-19-14 to 12-31-17 |



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE BATESVILLE COMMUNITY SCHOOL CORPORATION, RIPLEY COUNTY, INDIANA

**Report on the Financial Statement**

We have audited the accompanying financial statement of the Batesville 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 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 November 2, 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

November 2, 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 BATESVILLE COMMUNITY SCHOOL  
CORPORATION, RIPLEY 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 Batesville 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 November 2, 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 a deficiency in internal control over financial reporting that we consider to be a material weakness.

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 deficiency described in the accompanying Schedule of Findings and Questioned Costs as item 2015-001 to be a 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Batesville Community School Corporation's Response to Findings**

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

**Purpose of This Report**

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

  
Paul D. Joyce, CPA  
State Examiner

November 2, 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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BATESVILLE 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

|   | Cash and<br>Investments |                      | Other<br>Financing<br>Sources (Uses) |                     | Cash and<br>Investments |                      | Other<br>Financing<br>Sources (Uses) |                  | Cash and<br>Investments |  |
|---|-------------------------|----------------------|--------------------------------------|---------------------|-------------------------|----------------------|--------------------------------------|------------------|-------------------------|--|
|   | 07-01-13                | Receipts             | Disbursements                        |                     | 06-30-14                | Receipts             | Disbursements                        |                  | 06-30-15                |  |
| General                                     | \$ 962,956              | \$ 13,105,289        | \$ 12,936,087                        | \$ 6,802            | \$ 1,138,960            | \$ 13,246,185        | \$ 13,262,554                        | \$ 3,423         | \$ 1,126,014            |  |
| Debt Service                                | 1,914,048               | 1,544,870            | 2,377,342                            | -                   | 1,081,576               | 1,791,480            | 1,744,809                            | -                | 1,128,247               |  |
| Capital Projects                            | 1,499,480               | 2,577,371            | 2,861,161                            | 12,115              | 1,227,805               | 2,578,577            | 2,614,116                            | 8,532            | 1,200,798               |  |
| School Transportation                       | 786,379                 | 1,283,236            | 1,136,536                            | (67,083)            | 865,996                 | 1,343,379            | 1,177,782                            | 14,749           | 1,046,342               |  |
| School Bus Replacement                      | 218,623                 | 162,556              | 140,921                              | -                   | 240,258                 | 166,127              | 199,690                              | -                | 206,695                 |  |
| Rainy Day                                   | 10,593                  | -                    | 83,544                               | 75,000              | 2,049                   | -                    | -                                    | -                | 2,049                   |  |
| Ivy Tech Bond                               | 1,031,244               | -                    | 1,031,169                            | (75)                | -                       | -                    | -                                    | -                | -                       |  |
| BPS Bond - 2014                             | -                       | -                    | 45,406                               | 1,998,000           | 1,952,594               | -                    | 1,938,632                            | 6,684            | 20,646                  |  |
| School Lunch                                | 399,468                 | 963,570              | 1,045,962                            | -                   | 317,076                 | 986,970              | 1,093,825                            | -                | 210,221                 |  |
| Textbook Rental                             | 137,393                 | 229,754              | 278,064                              | -                   | 89,083                  | 274,127              | 274,256                              | -                | 88,954                  |  |
| Levy Excess                                 | -                       | -                    | -                                    | -                   | -                       | 68                   | -                                    | -                | 68                      |  |
| Child Care Program                          | (648)                   | 19,500               | 15,552                               | -                   | 3,300                   | 29,379               | 17,747                               | -                | 14,932                  |  |
| Educational License Plates                  | 700                     | 263                  | -                                    | -                   | 963                     | 225                  | -                                    | -                | 1,188                   |  |
| Nora Wenning Scholarship                    | 80,704                  | 81,378               | 161,000                              | -                   | 1,082                   | 85,544               | 86,600                               | -                | 26                      |  |
| OCOF  | 12,843                  | -                    | 2,055                                | -                   | 10,788                  | 4,160                | 4,124                                | -                | 10,824                  |  |
| Donations, Horstmam                         | -                       | 25,912               | 3,761                                | -                   | 22,151                  | -                    | 1,000                                | -                | 21,151                  |  |
| Donations, Gifts (BPS Reading)              | 28,185                  | -                    | 14,500                               | -                   | 13,685                  | 8,000                | 16,200                               | -                | 5,485                   |  |
| PBL Weisenback                              | -                       | 125                  | 125                                  | -                   | -                       | -                    | -                                    | -                | -                       |  |
| Project Lead the Way                        | 8,497                   | 10,000               | 12,269                               | 772                 | 7,000                   | 1,110                | 8,385                                | 300              | 25                      |  |
| Coca-Cola Sponsorship                       | -                       | 2,500                | -                                    | -                   | 2,500                   | 2,500                | 1,637                                | -                | 3,363                   |  |
| Batesville Community Foundation             | 687                     | 16,670               | 16,670                               | -                   | 687                     | 6,931                | 2,011                                | -                | 5,607                   |  |
| Donation for 1 to 1 BMS                     | 15,000                  | 10,000               | 15,000                               | -                   | 10,000                  | 7,500                | 10,000                               | -                | 7,500                   |  |
| Donation Royalty                            | -                       | 953                  | -                                    | -                   | 953                     | 625                  | 222                                  | -                | 1,356                   |  |
| Create Foundation                           | 2,702                   | 6,383                | 11,322                               | -                   | (2,237)                 | 7,899                | 31,716                               | -                | (26,054)                |  |
| Lightspeed Grant                            | -                       | 5,000                | 702                                  | -                   | 4,298                   | -                    | 4,283                                | -                | 15                      |  |
| Student Incentive Fund                      | 1,256                   | 1,695                | 2,616                                | -                   | 335                     | -                    | 96                                   | -                | 239                     |  |
| Cultural Arts                               | -                       | 1,075                | -                                    | -                   | 1,075                   | 9,818                | 6,513                                | -                | 4,380                   |  |
| Instrument Cleaning & Repair                | -                       | -                    | -                                    | -                   | -                       | 1,332                | 740                                  | -                | 592                     |  |
| Donation Staff Appreciation                 | 938                     | 3,760                | 3,865                                | -                   | 833                     | 4,715                | 3,371                                | -                | 2,177                   |  |
| Donation ETC ID Tags Computer               | 1,064                   | -                    | 512                                  | -                   | 552                     | -                    | -                                    | -                | 552                     |  |
| Food Day Event 10/24/13                     | 1,000                   | -                    | 931                                  | -                   | 69                      | -                    | -                                    | -                | 69                      |  |
| Miscellaneous Programs                      | 500                     | 500                  | 701                                  | -                   | 299                     | 100                  | 145                                  | -                | 254                     |  |
| Ripley Co. Grant Flower Power               | -                       | 3,750                | 3,678                                | -                   | 72                      | -                    | 72                                   | -                | -                       |  |
| Rising Sun Regional Grant                   | 31,925                  | 46,546               | 42,596                               | -                   | 35,875                  | 46,115               | 48,264                               | -                | 33,726                  |  |
| Vision Grants                               | -                       | 3,972                | 5,502                                | -                   | (1,530)                 | 5,874                | 7,768                                | -                | (3,424)                 |  |
| Instruction Support                         | 17,569                  | -                    | 17,569                               | -                   | -                       | -                    | -                                    | -                | -                       |  |
| Tech Prep                                   | -                       | 34,326               | 32,475                               | -                   | 1,851                   | -                    | 1,851                                | -                | -                       |  |
| High Ability 14-15                          | -                       | -                    | -                                    | -                   | -                       | 33,904               | 33,904                               | -                | -                       |  |
| Scholarships and Awards                     | -                       | 3,999                | 3,999                                | -                   | -                       | -                    | -                                    | -                | -                       |  |
| NESP 2014-2015                              | -                       | -                    | -                                    | -                   | -                       | 4,489                | 4,489                                | -                | -                       |  |
| Non-English Speaking Programs P.L. 273-1999 | 775                     | -                    | 775                                  | -                   | -                       | -                    | -                                    | -                | -                       |  |
| School Technology                           | 3,228                   | 7,620                | 3,621                                | -                   | 7,227                   | 7,671                | 2,460                                | -                | 12,438                  |  |
| Summer of Elearning 2014 Conf.              | -                       | 1,875                | 50                                   | -                   | 1,825                   | 4,050                | 7,104                                | -                | (1,229)                 |  |
| Senator David Ford Technology               | -                       | -                    | 7,732                                | -                   | (7,732)                 | 73,360               | 73,103                               | -                | (7,475)                 |  |
| Safe Routes to School                       | -                       | -                    | -                                    | -                   | -                       | 2,500                | 36,725                               | -                | (34,225)                |  |
| SPF-SIG Strategic Prevention                | 383                     | -                    | 101                                  | -                   | 282                     | -                    | -                                    | -                | 282                     |  |
| Title I 2012-13                             | (26,879)                | 68,266               | 41,387                               | -                   | -                       | -                    | -                                    | -                | -                       |  |
| Title I 2014-2015                           | -                       | -                    | -                                    | -                   | -                       | 129,913              | 144,511                              | -                | (14,598)                |  |
| Title I 2013-2014                           | -                       | 125,688              | 136,302                              | -                   | (10,614)                | 43,232               | 32,618                               | -                | -                       |  |
| Team Nutrition Training Grants              | 828                     | -                    | 828                                  | -                   | -                       | -                    | -                                    | -                | -                       |  |
| Secured School Safety Grant ST              | -                       | 39,421               | 39,421                               | -                   | -                       | -                    | 37,500                               | -                | (37,500)                |  |
| Medicaid Reimbursement - Federal            | 1,734                   | 4,816                | 838                                  | (1,558)             | 4,154                   | 9,192                | 1,035                                | -                | 12,311                  |  |
| Title II Part A FY2012                      | (9,053)                 | 18,710               | 11,958                               | -                   | (2,301)                 | 12,145               | 9,844                                | -                | -                       |  |
| Title II FY 2013                            | -                       | -                    | -                                    | -                   | -                       | 20,230               | 26,339                               | -                | (6,109)                 |  |
| Title II E-Learning Conference              | -                       | -                    | 382                                  | -                   | (382)                   | 15,500               | 15,318                               | -                | (200)                   |  |
| Title III - Language Instruction            | (8,772)                 | 1,022                | 285                                  | -                   | (8,035)                 | 7,973                | (62)                                 | -                | -                       |  |
| Title III 2013-2014                         | -                       | -                    | 6,496                                | -                   | (6,496)                 | -                    | 340                                  | -                | (6,836)                 |  |
| Title III 2014-2016                         | -                       | -                    | -                                    | -                   | -                       | -                    | 7,958                                | -                | (7,958)                 |  |
| Prepaid School Lunch                        | -                       | -                    | -                                    | -                   | -                       | 314,219              | 286,387                              | -                | 27,832                  |  |
| Self-Group Insurance                        | 10,928                  | 92,955               | 95,647                               | -                   | 8,236                   | 134,130              | 126,518                              | -                | 15,848                  |  |
| Payroll                                     | 50,636                  | 3,496,119            | 3,488,602                            | -                   | 58,153                  | 3,578,404            | 3,578,167                            | -                | 58,390                  |  |
| <b>Totals</b>                               | <b>\$ 7,186,914</b>     | <b>\$ 24,001,445</b> | <b>\$ 26,138,017</b>                 | <b>\$ 2,023,973</b> | <b>\$ 7,074,315</b>     | <b>\$ 24,999,652</b> | <b>\$ 26,982,667</b>                 | <b>\$ 33,688</b> | <b>\$ 5,124,988</b>     |  |

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

BATESVILLE 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.

BATESVILLE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

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

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

*E. Disbursements*

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

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

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

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

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

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

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

*F. Other Financing Sources and Uses*

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

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

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

BATESVILLE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

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

**G. Fund Accounting**

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

**Note 2. Budgets**

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

**Note 3. Property Taxes**

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

**Note 4. Deposits and Investments**

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

BATESVILLE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

**Note 5. Risk Management**

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

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

**Note 6. Pension Plans**

*A. Public Employees' Retirement Fund*

*Plan Description*

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

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

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

*Funding Policy and Annual Pension Cost*

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

BATESVILLE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*B. Teachers' Retirement Fund*

*Plan Description*

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

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

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

*Funding Policy and Annual Pension Cost*

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

**Note 7. Cash Balance Deficits**

The financial statement contains some funds with deficits in cash. This is a result of funds being set up for reimbursable grants with reimbursements not received by June 30 of the reporting year.

**Note 8. Holding Corporation**

The School Corporation has entered into various capital leases with Batesville School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the years ending June 30, 2014, and June 30, 2015, totaled \$2,235,000 and \$1,489,000, respectively.

BATESVILLE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 9. Subsequent Event**

On August 24, 2016, the School Corporation entered into a \$9,520,000 capital lease with Batesville School Building Corporation (the lessor). The primary purpose of the lease is to renovate and make additions to Batesville High School. The lease requires semiannual lease payments through December 31, 2035.

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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.

BATESVILLE 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 | Capital Projects | School Transportation | School Bus Replacement | Rainy Day | Ivy Tech Bond | BPS Bond - 2014 | School Lunch |
|---|--------------|--------------|------------------|-----------------------|------------------------|-----------|---------------|-----------------|--------------|
| Cash and investments - beginning  | \$ 962,956   | \$ 1,914,048 | \$ 1,499,480     | \$ 786,379            | \$ 218,623             | \$ 10,593 | \$ 1,031,244  | \$ -            | \$ 399,468   |
| Receipts:   |              |              |                  |                       |                        |           |               |                 |              |
| Local sources   | 849,371      | 1,544,870    | 2,577,371        | 1,281,961             | 162,556                | -         | -             | -               | 563,165      |
| Intermediate sources  | 55           | -            | -                | -                     | -                      | -         | -             | -               | -            |
| State sources   | 12,255,863   | -            | -                | -                     | -                      | -         | -             | -               | 17,847       |
| Federal sources   | -            | -            | -                | -                     | -                      | -         | -             | -               | 371,321      |
| Other receipts  | -            | -            | -                | 1,275                 | -                      | -         | -             | -               | 11,237       |
| Total receipts  | 13,105,289   | 1,544,870    | 2,577,371        | 1,283,236             | 162,556                | -         | -             | -               | 963,570      |
| Disbursements:  |              |              |                  |                       |                        |           |               |                 |              |
| Instruction   | 9,552,283    | -            | -                | -                     | -                      | -         | -             | -               | -            |
| Support services  | 3,120,174    | -            | 1,966,246        | 1,136,536             | 140,921                | 83,544    | -             | -               | -            |
| Noninstructional services   | 263,630      | -            | -                | -                     | -                      | -         | -             | -               | 1,045,962    |
| Facilities acquisition and construction   | -            | -            | 894,915          | -                     | -                      | -         | 1,031,169     | 45,406          | -            |
| Debt service  | -            | 2,377,342    | -                | -                     | -                      | -         | -             | -               | -            |
| Nonprogrammed charges   | -            | -            | -                | -                     | -                      | -         | -             | -               | -            |
| Total disbursements   | 12,936,087   | 2,377,342    | 2,861,161        | 1,136,536             | 140,921                | 83,544    | 1,031,169     | 45,406          | 1,045,962    |
| Excess (deficiency) of receipts over disbursements  | 169,202      | (832,472)    | (283,790)        | 146,700               | 21,635                 | (83,544)  | (1,031,169)   | (45,406)        | (82,392)     |
| Other financing sources (uses):   |              |              |                  |                       |                        |           |               |                 |              |
| Proceeds of long-term debt  | -            | -            | -                | -                     | -                      | -         | (75)          | 1,998,000       | -            |
| Sale of capital assets  | 5,244        | -            | 12,115           | 7,917                 | -                      | -         | -             | -               | -            |
| Transfers in  | 1,558        | -            | -                | -                     | -                      | 75,000    | -             | -               | -            |
| Transfers out   | -            | -            | -                | (75,000)              | -                      | -         | -             | -               | -            |
| Total other financing sources (uses)  | 6,802        | -            | 12,115           | (67,083)              | -                      | 75,000    | (75)          | 1,998,000       | -            |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 176,004      | (832,472)    | (271,675)        | 79,617                | 21,635                 | (8,544)   | (1,031,244)   | 1,952,594       | (82,392)     |
| Cash and investments - ending   | \$ 1,138,960 | \$ 1,081,576 | \$ 1,227,805     | \$ 865,996            | \$ 240,258             | \$ 2,049  | \$ -          | \$ 1,952,594    | \$ 317,076   |

BATESVILLE 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

|   | Textbook<br>Rental | Levy<br>Excess | Child<br>Care<br>Program | Educational<br>License<br>Plates | Nora<br>Wenning<br>Scholarship | OCOF             | Donations,<br>Horstman | Donations,<br>Gifts<br>(BPS<br>Reading) | PBL<br>Weisenback |
|---|--------------------|----------------|--------------------------|----------------------------------|--------------------------------|------------------|------------------------|---|-------------------|
| Cash and investments - beginning  | \$ 137,393         | \$ -           | \$ (648)                 | \$ 700                           | \$ 80,704                      | \$ 12,843        | \$ -                   | \$ 28,185                               | \$ -              |
| Receipts:   |                    |                |                          |                                  |                                |                  |                        |   |                   |
| Local sources   | 185,901            | -              | 19,500                   | -                                | 81,378                         | -                | 25,912                 | -                                       | 125               |
| Intermediate sources  | -                  | -              | -                        | 263                              | -                              | -                | -                      | -                                       | -                 |
| State sources   | 43,853             | -              | -                        | -                                | -                              | -                | -                      | -                                       | -                 |
| Federal sources   | -                  | -              | -                        | -                                | -                              | -                | -                      | -                                       | -                 |
| Other receipts  | -                  | -              | -                        | -                                | -                              | -                | -                      | -                                       | -                 |
| Total receipts  | <u>229,754</u>     | <u>-</u>       | <u>19,500</u>            | <u>263</u>                       | <u>81,378</u>                  | <u>-</u>         | <u>25,912</u>          | <u>-</u>                                | <u>125</u>        |
| Disbursements:  |                    |                |                          |                                  |                                |                  |                        |   |                   |
| Instruction   | -                  | -              | -                        | -                                | 161,000                        | -                | -                      | 14,500                                  | 125               |
| Support services  | 278,064            | -              | -                        | -                                | -                              | 2,055            | 3,761                  | -                                       | -                 |
| Noninstructional services   | -                  | -              | 15,552                   | -                                | -                              | -                | -                      | -                                       | -                 |
| Facilities acquisition and construction   | -                  | -              | -                        | -                                | -                              | -                | -                      | -                                       | -                 |
| Debt service  | -                  | -              | -                        | -                                | -                              | -                | -                      | -                                       | -                 |
| Nonprogrammed charges   | -                  | -              | -                        | -                                | -                              | -                | -                      | -                                       | -                 |
| Total disbursements   | <u>278,064</u>     | <u>-</u>       | <u>15,552</u>            | <u>-</u>                         | <u>161,000</u>                 | <u>2,055</u>     | <u>3,761</u>           | <u>14,500</u>                           | <u>125</u>        |
| Excess (deficiency) of receipts over disbursements  | <u>(48,310)</u>    | <u>-</u>       | <u>3,948</u>             | <u>263</u>                       | <u>(79,622)</u>                | <u>(2,055)</u>   | <u>22,151</u>          | <u>(14,500)</u>                         | <u>-</u>          |
| Other financing sources (uses):   |                    |                |                          |                                  |                                |                  |                        |   |                   |
| Proceeds of long-term debt  | -                  | -              | -                        | -                                | -                              | -                | -                      | -                                       | -                 |
| Sale of capital assets  | -                  | -              | -                        | -                                | -                              | -                | -                      | -                                       | -                 |
| Transfers in  | -                  | -              | -                        | -                                | -                              | -                | -                      | -                                       | -                 |
| Transfers out   | -                  | -              | -                        | -                                | -                              | -                | -                      | -                                       | -                 |
| Total other financing sources (uses)  | <u>-</u>           | <u>-</u>       | <u>-</u>                 | <u>-</u>                         | <u>-</u>                       | <u>-</u>         | <u>-</u>               | <u>-</u>                                | <u>-</u>          |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | <u>(48,310)</u>    | <u>-</u>       | <u>3,948</u>             | <u>263</u>                       | <u>(79,622)</u>                | <u>(2,055)</u>   | <u>22,151</u>          | <u>(14,500)</u>                         | <u>-</u>          |
| Cash and investments - ending   | <u>\$ 89,083</u>   | <u>\$ -</u>    | <u>\$ 3,300</u>          | <u>\$ 963</u>                    | <u>\$ 1,082</u>                | <u>\$ 10,788</u> | <u>\$ 22,151</u>       | <u>\$ 13,685</u>                        | <u>\$ -</u>       |

BATESVILLE 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

|   | Project<br>Lead<br>the<br>Way | Coca-Cola<br>Sponsorship | Batesville<br>Community<br>Foundation | Donation<br>for<br>1 to 1<br>BMS | Donation<br>Royalty | Create<br>Foundation | Lightspeed<br>Grant | Student<br>Incentive<br>Fund | Cultural<br>Arts |
|---|-------------------------------|--------------------------|---------------------------------------|----------------------------------|---------------------|----------------------|---------------------|------------------------------|------------------|
| Cash and investments - beginning  | \$ 8,497                      | \$ -                     | \$ 687                                | \$ 15,000                        | \$ -                | \$ 2,702             | \$ -                | \$ 1,256                     | \$ -             |
| Receipts:   |                               |                          |                                       |                                  |                     |                      |                     |                              |                  |
| Local sources   | 10,000                        | 2,500                    | 16,670                                | 10,000                           | 953                 | 6,383                | -                   | 1,695                        | 1,075            |
| Intermediate sources  | -                             | -                        | -                                     | -                                | -                   | -                    | 5,000               | -                            | -                |
| State sources   | -                             | -                        | -                                     | -                                | -                   | -                    | -                   | -                            | -                |
| Federal sources   | -                             | -                        | -                                     | -                                | -                   | -                    | -                   | -                            | -                |
| Other receipts  | -                             | -                        | -                                     | -                                | -                   | -                    | -                   | -                            | -                |
| Total receipts  | 10,000                        | 2,500                    | 16,670                                | 10,000                           | 953                 | 6,383                | 5,000               | 1,695                        | 1,075            |
| Disbursements:  |                               |                          |                                       |                                  |                     |                      |                     |                              |                  |
| Instruction   | 12,269                        | -                        | 16,670                                | -                                | -                   | -                    | -                   | 2,616                        | -                |
| Support services  | -                             | -                        | -                                     | 15,000                           | -                   | 11,322               | 702                 | -                            | -                |
| Noninstructional services   | -                             | -                        | -                                     | -                                | -                   | -                    | -                   | -                            | -                |
| Facilities acquisition and construction   | -                             | -                        | -                                     | -                                | -                   | -                    | -                   | -                            | -                |
| Debt service  | -                             | -                        | -                                     | -                                | -                   | -                    | -                   | -                            | -                |
| Nonprogrammed charges   | -                             | -                        | -                                     | -                                | -                   | -                    | -                   | -                            | -                |
| Total disbursements   | 12,269                        | -                        | 16,670                                | 15,000                           | -                   | 11,322               | 702                 | 2,616                        | -                |
| Excess (deficiency) of receipts over disbursements  | (2,269)                       | 2,500                    | -                                     | (5,000)                          | 953                 | (4,939)              | 4,298               | (921)                        | 1,075            |
| Other financing sources (uses):   |                               |                          |                                       |                                  |                     |                      |                     |                              |                  |
| Proceeds of long-term debt  | -                             | -                        | -                                     | -                                | -                   | -                    | -                   | -                            | -                |
| Sale of capital assets  | 772                           | -                        | -                                     | -                                | -                   | -                    | -                   | -                            | -                |
| Transfers in  | -                             | -                        | -                                     | -                                | -                   | -                    | -                   | -                            | -                |
| Transfers out   | -                             | -                        | -                                     | -                                | -                   | -                    | -                   | -                            | -                |
| Total other financing sources (uses)  | 772                           | -                        | -                                     | -                                | -                   | -                    | -                   | -                            | -                |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (1,497)                       | 2,500                    | -                                     | (5,000)                          | 953                 | (4,939)              | 4,298               | (921)                        | 1,075            |
| Cash and investments - ending   | \$ 7,000                      | \$ 2,500                 | \$ 687                                | \$ 10,000                        | \$ 953              | \$ (2,237)           | \$ 4,298            | \$ 335                       | \$ 1,075         |

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
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 For the Year Ended June 30, 2014

|   | Instrument<br>Cleaning<br>& Repair | Donation<br>Staff<br>Appreciation | Donation<br>ETC<br>ID<br>Tags<br>Computer | Food<br>Day<br>Event<br>10/24/13 | Miscellaneous<br>Programs | Ripley Co.<br>Grant<br>Flower Power | Rising<br>Sun<br>Regional<br>Grant | Vision Grants | Instruction<br>Support |
|---|------------------------------------|-----------------------------------|---|----------------------------------|---------------------------|-------------------------------------|------------------------------------|---------------|------------------------|
| Cash and investments - beginning  | \$ -                               | \$ 938                            | \$ 1,064                                  | \$ 1,000                         | \$ 500                    | \$ -                                | \$ 31,925                          | \$ -          | \$ 17,569              |
| Receipts:   |                                    |                                   |   |                                  |                           |                                     |                                    |               |                        |
| Local sources   | -                                  | 3,760                             | -   | -                                | 500                       | 3,750                               | 46,546                             | -             | -                      |
| Intermediate sources  | -                                  | -                                 | -   | -                                | -                         | -                                   | -                                  | 3,972         | -                      |
| State sources   | -                                  | -                                 | -   | -                                | -                         | -                                   | -                                  | -             | -                      |
| Federal sources   | -                                  | -                                 | -   | -                                | -                         | -                                   | -                                  | -             | -                      |
| Other receipts  | -                                  | -                                 | -   | -                                | -                         | -                                   | -                                  | -             | -                      |
| Total receipts  | -                                  | 3,760                             | -   | -                                | 500                       | 3,750                               | 46,546                             | 3,972         | -                      |
| Disbursements:  |                                    |                                   |   |                                  |                           |                                     |                                    |               |                        |
| Instruction   | -                                  | -                                 | -   | 931                              | 701                       | 3,678                               | -                                  | 5,502         | 17,569                 |
| Support services  | -                                  | 3,865                             | 512                                       | -                                | -                         | -                                   | -                                  | -             | -                      |
| Noninstructional services   | -                                  | -                                 | -   | -                                | -                         | -                                   | 42,596                             | -             | -                      |
| Facilities acquisition and construction   | -                                  | -                                 | -   | -                                | -                         | -                                   | -                                  | -             | -                      |
| Debt service  | -                                  | -                                 | -   | -                                | -                         | -                                   | -                                  | -             | -                      |
| Nonprogrammed charges   | -                                  | -                                 | -   | -                                | -                         | -                                   | -                                  | -             | -                      |
| Total disbursements   | -                                  | 3,865                             | 512                                       | 931                              | 701                       | 3,678                               | 42,596                             | 5,502         | 17,569                 |
| Excess (deficiency) of receipts over disbursements  | -                                  | (105)                             | (512)                                     | (931)                            | (201)                     | 72                                  | 3,950                              | (1,530)       | (17,569)               |
| Other financing sources (uses):   |                                    |                                   |   |                                  |                           |                                     |                                    |               |                        |
| Proceeds of long-term debt  | -                                  | -                                 | -   | -                                | -                         | -                                   | -                                  | -             | -                      |
| Sale of capital assets  | -                                  | -                                 | -   | -                                | -                         | -                                   | -                                  | -             | -                      |
| Transfers in  | -                                  | -                                 | -   | -                                | -                         | -                                   | -                                  | -             | -                      |
| Transfers out   | -                                  | -                                 | -   | -                                | -                         | -                                   | -                                  | -             | -                      |
| Total other financing sources (uses)  | -                                  | -                                 | -   | -                                | -                         | -                                   | -                                  | -             | -                      |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | -                                  | (105)                             | (512)                                     | (931)                            | (201)                     | 72                                  | 3,950                              | (1,530)       | (17,569)               |
| Cash and investments - ending   | \$ -                               | \$ 833                            | \$ 552                                    | \$ 69                            | \$ 299                    | \$ 72                               | \$ 35,875                          | \$ (1,530)    | \$ -                   |

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
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 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2014

|   | Tech<br>Prep | High Ability<br>14-15 | Scholarships<br>and<br>Awards | NESP<br>2014-15 | Non-English<br>Speaking<br>Programs<br>P.L. 273-1999 | School<br>Technology | Summer of<br>Elearning<br>2014 Conf. | Senator<br>David<br>Ford<br>Technology | Safe Routes<br>to School |
|---|--------------|-----------------------|-------------------------------|-----------------|--|----------------------|--------------------------------------|--|--------------------------|
| Cash and investments - beginning  | \$ -         | \$ -                  | \$ -                          | \$ -            | \$ 775   | \$ 3,228             | \$ -                                 | \$ -                                   | \$ -                     |
| Receipts:   |              |                       |                               |                 |  |                      |                                      |  |                          |
| Local sources   | -            | -                     | -                             | -               | -  | -                    | 1,875                                | -                                      | -                        |
| Intermediate sources  | -            | -                     | -                             | -               | -  | -                    | -                                    | -                                      | -                        |
| State sources   | 34,326       | -                     | 3,999                         | -               | -  | 7,620                | -                                    | -                                      | -                        |
| Federal sources   | -            | -                     | -                             | -               | -  | -                    | -                                    | -                                      | -                        |
| Other receipts  | -            | -                     | -                             | -               | -  | -                    | -                                    | -                                      | -                        |
| Total receipts  | 34,326       | -                     | 3,999                         | -               | -  | 7,620                | 1,875                                | -                                      | -                        |
| Disbursements:  |              |                       |                               |                 |  |                      |                                      |  |                          |
| Instruction   | 32,475       | -                     | 3,999                         | -               | 775  | -                    | -                                    | -                                      | -                        |
| Support services  | -            | -                     | -                             | -               | -  | 3,621                | 50                                   | 7,732                                  | -                        |
| Noninstructional services   | -            | -                     | -                             | -               | -  | -                    | -                                    | -                                      | -                        |
| Facilities acquisition and construction   | -            | -                     | -                             | -               | -  | -                    | -                                    | -                                      | -                        |
| Debt service  | -            | -                     | -                             | -               | -  | -                    | -                                    | -                                      | -                        |
| Nonprogrammed charges   | -            | -                     | -                             | -               | -  | -                    | -                                    | -                                      | -                        |
| Total disbursements   | 32,475       | -                     | 3,999                         | -               | 775  | 3,621                | 50                                   | 7,732                                  | -                        |
| Excess (deficiency) of receipts over disbursements  | 1,851        | -                     | -                             | -               | (775)  | 3,999                | 1,825                                | (7,732)                                | -                        |
| Other financing sources (uses):   |              |                       |                               |                 |  |                      |                                      |  |                          |
| Proceeds of long-term debt  | -            | -                     | -                             | -               | -  | -                    | -                                    | -                                      | -                        |
| Sale of capital assets  | -            | -                     | -                             | -               | -  | -                    | -                                    | -                                      | -                        |
| Transfers in  | -            | -                     | -                             | -               | -  | -                    | -                                    | -                                      | -                        |
| Transfers out   | -            | -                     | -                             | -               | -  | -                    | -                                    | -                                      | -                        |
| Total other financing sources (uses)  | -            | -                     | -                             | -               | -  | -                    | -                                    | -                                      | -                        |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 1,851        | -                     | -                             | -               | (775)  | 3,999                | 1,825                                | (7,732)                                | -                        |
| Cash and investments - ending   | \$ 1,851     | \$ -                  | \$ -                          | \$ -            | \$ -   | \$ 7,227             | \$ 1,825                             | \$ (7,732)                             | \$ -                     |

BATESVILLE 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

|   | SPF-<br>SIG<br>Strategic<br>Prevention | Title I<br>2012-13 | Title I<br>2014-2015 | Title I<br>2013-2014 | Team<br>Nutrition<br>Training<br>Grants | Secured<br>School Safety<br>Grant ST | Medicaid<br>Reimbursement -<br>Federal | Title II<br>Part A<br>FY2012 | Title II<br>FY 2013 |
|---|--|--------------------|----------------------|----------------------|---|--------------------------------------|--|------------------------------|---------------------|
| Cash and investments - beginning  | \$ 383                                 | \$ (26,879)        | \$ -                 | \$ -                 | \$ 828                                  | \$ -                                 | \$ 1,734                               | \$ (9,053)                   | \$ -                |
| Receipts:   |  |                    |                      |                      |   |                                      |  |                              |                     |
| Local sources   | -                                      | -                  | -                    | -                    | -                                       | -                                    | -                                      | -                            | -                   |
| Intermediate sources  | -                                      | -                  | -                    | -                    | -                                       | -                                    | -                                      | -                            | -                   |
| State sources   | -                                      | -                  | -                    | -                    | -                                       | 39,421                               | -                                      | -                            | -                   |
| Federal sources   | -                                      | 68,266             | -                    | 125,688              | -                                       | -                                    | 4,816                                  | 18,710                       | -                   |
| Other receipts  | -                                      | -                  | -                    | -                    | -                                       | -                                    | -                                      | -                            | -                   |
| Total receipts  | -                                      | 68,266             | -                    | 125,688              | -                                       | 39,421                               | 4,816                                  | 18,710                       | -                   |
| Disbursements:  |  |                    |                      |                      |   |                                      |  |                              |                     |
| Instruction   | -                                      | 41,387             | -                    | 136,302              | -                                       | -                                    | -                                      | 591                          | -                   |
| Support services  | -                                      | -                  | -                    | -                    | -                                       | -                                    | 838                                    | 11,367                       | -                   |
| Noninstructional services   | 101                                    | -                  | -                    | -                    | 828                                     | -                                    | -                                      | -                            | -                   |
| Facilities acquisition and construction   | -                                      | -                  | -                    | -                    | -                                       | 39,421                               | -                                      | -                            | -                   |
| Debt service  | -                                      | -                  | -                    | -                    | -                                       | -                                    | -                                      | -                            | -                   |
| Nonprogrammed charges   | -                                      | -                  | -                    | -                    | -                                       | -                                    | -                                      | -                            | -                   |
| Total disbursements   | 101                                    | 41,387             | -                    | 136,302              | 828                                     | 39,421                               | 838                                    | 11,958                       | -                   |
| Excess (deficiency) of receipts over disbursements  | (101)                                  | 26,879             | -                    | (10,614)             | (828)                                   | -                                    | 3,978                                  | 6,752                        | -                   |
| Other financing sources (uses):   |  |                    |                      |                      |   |                                      |  |                              |                     |
| Proceeds of long-term debt  | -                                      | -                  | -                    | -                    | -                                       | -                                    | -                                      | -                            | -                   |
| Sale of capital assets  | -                                      | -                  | -                    | -                    | -                                       | -                                    | -                                      | -                            | -                   |
| Transfers in  | -                                      | -                  | -                    | -                    | -                                       | -                                    | -                                      | -                            | -                   |
| Transfers out   | -                                      | -                  | -                    | -                    | -                                       | -                                    | (1,558)                                | -                            | -                   |
| Total other financing sources (uses)  | -                                      | -                  | -                    | -                    | -                                       | -                                    | (1,558)                                | -                            | -                   |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (101)                                  | 26,879             | -                    | (10,614)             | (828)                                   | -                                    | 2,420                                  | 6,752                        | -                   |
| Cash and investments - ending   | \$ 282                                 | \$ -               | \$ -                 | \$ (10,614)          | \$ -                                    | \$ -                                 | \$ 4,154                               | \$ (2,301)                   | \$ -                |

BATESVILLE 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

|   | Title II<br>E-Learning<br>Conference | Title III -<br>Language<br>Instruction | Title III<br>2013-2014 | Title III<br>2014-2016 | Self-Group<br>Insurance | Payroll   | Totals       |
|---|--------------------------------------|--|------------------------|------------------------|-------------------------|-----------|--------------|
| Cash and investments - beginning  | \$ -                                 | \$ (8,772)                             | \$ -                   | \$ -                   | \$ 10,928               | \$ 50,636 | \$ 7,186,914 |
| Receipts:   |                                      |  |                        |                        |                         |           |              |
| Local sources   | -                                    | -                                      | -                      | -                      | -                       | -         | 7,397,817    |
| Intermediate sources  | -                                    | -                                      | -                      | -                      | -                       | -         | 9,290        |
| State sources   | -                                    | -                                      | -                      | -                      | -                       | -         | 12,402,929   |
| Federal sources   | -                                    | 1,022                                  | -                      | -                      | -                       | -         | 589,823      |
| Other receipts  | -                                    | -                                      | -                      | -                      | 92,955                  | 3,496,119 | 3,601,586    |
| Total receipts  | -                                    | 1,022                                  | -                      | -                      | 92,955                  | 3,496,119 | 24,001,445   |
| Disbursements:  |                                      |  |                        |                        |                         |           |              |
| Instruction   | -                                    | 285                                    | 6,496                  | -                      | -                       | -         | 10,010,154   |
| Support services  | 382                                  | -                                      | -                      | -                      | -                       | -         | 6,786,692    |
| Noninstructional services   | -                                    | -                                      | -                      | -                      | -                       | -         | 1,368,669    |
| Facilities acquisition and construction   | -                                    | -                                      | -                      | -                      | -                       | -         | 2,010,911    |
| Debt service  | -                                    | -                                      | -                      | -                      | -                       | -         | 2,377,342    |
| Nonprogrammed charges   | -                                    | -                                      | -                      | -                      | 95,647                  | 3,488,602 | 3,584,249    |
| Total disbursements   | 382                                  | 285                                    | 6,496                  | -                      | 95,647                  | 3,488,602 | 26,138,017   |
| Excess (deficiency) of receipts over disbursements  | (382)                                | 737                                    | (6,496)                | -                      | (2,692)                 | 7,517     | (2,136,572)  |
| Other financing sources (uses):   |                                      |  |                        |                        |                         |           |              |
| Proceeds of long-term debt  | -                                    | -                                      | -                      | -                      | -                       | -         | 1,997,925    |
| Sale of capital assets  | -                                    | -                                      | -                      | -                      | -                       | -         | 26,048       |
| Transfers in  | -                                    | -                                      | -                      | -                      | -                       | -         | 76,558       |
| Transfers out   | -                                    | -                                      | -                      | -                      | -                       | -         | (76,558)     |
| Total other financing sources (uses)  | -                                    | -                                      | -                      | -                      | -                       | -         | 2,023,973    |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (382)                                | 737                                    | (6,496)                | -                      | (2,692)                 | 7,517     | (112,599)    |
| Cash and investments - ending   | \$ (382)                             | \$ (8,035)                             | \$ (6,496)             | \$ -                   | \$ 8,236                | \$ 58,153 | \$ 7,074,315 |

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
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 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2015

|   | General      | Debt Service | Capital Projects | School Transportation | School Bus Replacement | Rainy Day | Ivy Tech Bond | BPS Bond - 2014 |
|---|--------------|--------------|------------------|-----------------------|------------------------|-----------|---------------|-----------------|
| Cash and investments - beginning  | \$ 1,138,960 | \$ 1,081,576 | \$ 1,227,805     | \$ 865,996            | \$ 240,258             | \$ 2,049  | \$ -          | \$ 1,952,594    |
| Receipts:   |              |              |                  |                       |                        |           |               |                 |
| Local sources   | 795,627      | 1,791,480    | 2,577,157        | 1,338,068             | 166,127                | -         | -             | -               |
| Intermediate sources  | 40           | -            | -                | -                     | -                      | -         | -             | -               |
| State sources   | 12,450,518   | -            | 1,420            | -                     | -                      | -         | -             | -               |
| Federal sources   | -            | -            | -                | -                     | -                      | -         | -             | -               |
| Other receipts  | -            | -            | -                | 5,311                 | -                      | -         | -             | -               |
| Total receipts  | 13,246,185   | 1,791,480    | 2,578,577        | 1,343,379             | 166,127                | -         | -             | -               |
| Disbursements:  |              |              |                  |                       |                        |           |               |                 |
| Instruction   | 9,679,514    | -            | -                | -                     | -                      | -         | -             | -               |
| Support services  | 3,320,911    | 21,275       | 1,951,673        | 1,177,782             | 199,690                | -         | -             | -               |
| Noninstructional services   | 262,129      | -            | -                | -                     | -                      | -         | -             | -               |
| Facilities acquisition and construction   | -            | -            | 662,443          | -                     | -                      | -         | -             | 1,938,632       |
| Debt service  | -            | 1,723,534    | -                | -                     | -                      | -         | -             | -               |
| Nonprogrammed charges   | -            | -            | -                | -                     | -                      | -         | -             | -               |
| Total disbursements   | 13,262,554   | 1,744,809    | 2,614,116        | 1,177,782             | 199,690                | -         | -             | 1,938,632       |
| Excess (deficiency) of receipts over disbursements  | (16,369)     | 46,671       | (35,539)         | 165,597               | (33,563)               | -         | -             | (1,938,632)     |
| Other financing sources (uses):   |              |              |                  |                       |                        |           |               |                 |
| Proceeds of long-term debt  | -            | -            | -                | -                     | -                      | -         | -             | 6,684           |
| Sale of capital assets  | 3,423        | -            | 8,532            | 14,749                | -                      | -         | -             | -               |
| Total other financing sources (uses)  | 3,423        | -            | 8,532            | 14,749                | -                      | -         | -             | 6,684           |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (12,946)     | 46,671       | (27,007)         | 180,346               | (33,563)               | -         | -             | (1,931,948)     |
| Cash and investments - ending   | \$ 1,126,014 | \$ 1,128,247 | \$ 1,200,798     | \$ 1,046,342          | \$ 206,695             | \$ 2,049  | \$ -          | \$ 20,646       |

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
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 For the Year Ended June 30, 2015

|   | School<br>Lunch | Textbook<br>Rental | Levy<br>Excess | Child<br>Care<br>Program | Educational<br>License<br>Plates | Nora<br>Wenning<br>Scholarship | OCOF      | Donations,<br>Horstman |
|---|-----------------|--------------------|----------------|--------------------------|----------------------------------|--------------------------------|-----------|------------------------|
| Cash and investments - beginning  | \$ 317,076      | \$ 89,083          | \$ -           | \$ 3,300                 | \$ 963                           | \$ 1,082                       | \$ 10,788 | \$ 22,151              |
| Receipts:   |                 |                    |                |                          |                                  |                                |           |                        |
| Local sources   | 591,217         | 231,483            | 68             | 29,379                   | -                                | 85,544                         | 4,160     | -                      |
| Intermediate sources  | -               | -                  | -              | -                        | 225                              | -                              | -         | -                      |
| State sources   | 18,357          | 42,644             | -              | -                        | -                                | -                              | -         | -                      |
| Federal sources   | 366,774         | -                  | -              | -                        | -                                | -                              | -         | -                      |
| Other receipts  | 10,622          | -                  | -              | -                        | -                                | -                              | -         | -                      |
| Total receipts  | 986,970         | 274,127            | 68             | 29,379                   | 225                              | 85,544                         | 4,160     | -                      |
| Disbursements:  |                 |                    |                |                          |                                  |                                |           |                        |
| Instruction   | -               | -                  | -              | -                        | -                                | 86,600                         | -         | 1,000                  |
| Support services  | -               | 274,256            | -              | -                        | -                                | -                              | 4,124     | -                      |
| Noninstructional services   | 1,093,825       | -                  | -              | 17,747                   | -                                | -                              | -         | -                      |
| Facilities acquisition and construction   | -               | -                  | -              | -                        | -                                | -                              | -         | -                      |
| Debt service  | -               | -                  | -              | -                        | -                                | -                              | -         | -                      |
| Nonprogrammed charges   | -               | -                  | -              | -                        | -                                | -                              | -         | -                      |
| Total disbursements   | 1,093,825       | 274,256            | -              | 17,747                   | -                                | 86,600                         | 4,124     | 1,000                  |
| Excess (deficiency) of receipts over disbursements  | (106,855)       | (129)              | 68             | 11,632                   | 225                              | (1,056)                        | 36        | (1,000)                |
| Other financing sources (uses):   |                 |                    |                |                          |                                  |                                |           |                        |
| Proceeds of long-term debt  | -               | -                  | -              | -                        | -                                | -                              | -         | -                      |
| Sale of capital assets  | -               | -                  | -              | -                        | -                                | -                              | -         | -                      |
| Total other financing sources (uses)  | -               | -                  | -              | -                        | -                                | -                              | -         | -                      |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (106,855)       | (129)              | 68             | 11,632                   | 225                              | (1,056)                        | 36        | (1,000)                |
| Cash and investments - ending   | \$ 210,221      | \$ 88,954          | \$ 68          | \$ 14,932                | \$ 1,188                         | \$ 26                          | \$ 10,824 | \$ 21,151              |

BATESVILLE 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

|   | Donations,<br>Gifts<br>(BPS<br>Reading) | PBL<br>Weisenback | Project<br>Lead<br>the<br>Way | Coca-Cola<br>Sponsorship | Batesville<br>Community<br>Foundation | Donation<br>for<br>1 to 1<br>BMS | Donation<br>Royalty | Create<br>Foundation |
|---|---|-------------------|-------------------------------|--------------------------|---------------------------------------|----------------------------------|---------------------|----------------------|
| Cash and investments - beginning  | \$ 13,685                               | \$ -              | \$ 7,000                      | \$ 2,500                 | \$ 687                                | \$ 10,000                        | \$ 953              | \$ (2,237)           |
| Receipts:   |   |                   |                               |                          |                                       |                                  |                     |                      |
| Local sources   | 8,000                                   | -                 | 1,110                         | 2,500                    | 6,931                                 | 7,500                            | 625                 | 7,899                |
| Intermediate sources  | -                                       | -                 | -                             | -                        | -                                     | -                                | -                   | -                    |
| State sources   | -                                       | -                 | -                             | -                        | -                                     | -                                | -                   | -                    |
| Federal sources   | -                                       | -                 | -                             | -                        | -                                     | -                                | -                   | -                    |
| Other receipts  | -                                       | -                 | -                             | -                        | -                                     | -                                | -                   | -                    |
| Total receipts  | 8,000                                   | -                 | 1,110                         | 2,500                    | 6,931                                 | 7,500                            | 625                 | 7,899                |
| -29- Disbursements:   |   |                   |                               |                          |                                       |                                  |                     |                      |
| Instruction   | 16,200                                  | -                 | 8,385                         | -                        | 2,011                                 | -                                | -                   | -                    |
| Support services  | -                                       | -                 | -                             | 1,637                    | -                                     | 10,000                           | 222                 | 31,716               |
| Noninstructional services   | -                                       | -                 | -                             | -                        | -                                     | -                                | -                   | -                    |
| Facilities acquisition and construction   | -                                       | -                 | -                             | -                        | -                                     | -                                | -                   | -                    |
| Debt service  | -                                       | -                 | -                             | -                        | -                                     | -                                | -                   | -                    |
| Nonprogrammed charges   | -                                       | -                 | -                             | -                        | -                                     | -                                | -                   | -                    |
| Total disbursements   | 16,200                                  | -                 | 8,385                         | 1,637                    | 2,011                                 | 10,000                           | 222                 | 31,716               |
| Excess (deficiency) of receipts over disbursements  | (8,200)                                 | -                 | (7,275)                       | 863                      | 4,920                                 | (2,500)                          | 403                 | (23,817)             |
| Other financing sources (uses):   |   |                   |                               |                          |                                       |                                  |                     |                      |
| Proceeds of long-term debt  | -                                       | -                 | -                             | -                        | -                                     | -                                | -                   | -                    |
| Sale of capital assets  | -                                       | -                 | 300                           | -                        | -                                     | -                                | -                   | -                    |
| Total other financing sources (uses)  | -                                       | -                 | 300                           | -                        | -                                     | -                                | -                   | -                    |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (8,200)                                 | -                 | (6,975)                       | 863                      | 4,920                                 | (2,500)                          | 403                 | (23,817)             |
| Cash and investments - ending   | \$ 5,485                                | \$ -              | \$ 25                         | \$ 3,363                 | \$ 5,607                              | \$ 7,500                         | \$ 1,356            | \$ (26,054)          |

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
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|   | Lightspeed<br>Grant | Student<br>Incentive<br>Fund | Cultural<br>Arts | Instrument<br>Cleaning<br>& Repair | Donation<br>Staff<br>Appreciation | Donation<br>ETC<br>ID<br>Tags<br>Computer | Food<br>Day<br>Event<br>10/24/13 | Miscellaneous<br>Programs |
|---|---------------------|------------------------------|------------------|------------------------------------|-----------------------------------|---|----------------------------------|---------------------------|
| Cash and investments - beginning  | \$ 4,298            | \$ 335                       | \$ 1,075         | \$ -                               | \$ 833                            | \$ 552                                    | \$ 69                            | \$ 299                    |
| Receipts:   |                     |                              |                  |                                    |                                   |   |                                  |                           |
| Local sources   | -                   | -                            | 9,818            | 1,332                              | 4,715                             | -   | -                                | 100                       |
| Intermediate sources  | -                   | -                            | -                | -                                  | -                                 | -   | -                                | -                         |
| State sources   | -                   | -                            | -                | -                                  | -                                 | -   | -                                | -                         |
| Federal sources   | -                   | -                            | -                | -                                  | -                                 | -   | -                                | -                         |
| Other receipts  | -                   | -                            | -                | -                                  | -                                 | -   | -                                | -                         |
| Total receipts  | -                   | -                            | 9,818            | 1,332                              | 4,715                             | -   | -                                | 100                       |
| Disbursements:  |                     |                              |                  |                                    |                                   |   |                                  |                           |
| Instruction   | -                   | 96                           | 6,513            | -                                  | -                                 | -   | -                                | 145                       |
| Support services  | 4,283               | -                            | -                | 740                                | 3,371                             | -   | -                                | -                         |
| Noninstructional services   | -                   | -                            | -                | -                                  | -                                 | -   | -                                | -                         |
| Facilities acquisition and construction   | -                   | -                            | -                | -                                  | -                                 | -   | -                                | -                         |
| Debt service  | -                   | -                            | -                | -                                  | -                                 | -   | -                                | -                         |
| Nonprogrammed charges   | -                   | -                            | -                | -                                  | -                                 | -   | -                                | -                         |
| Total disbursements   | 4,283               | 96                           | 6,513            | 740                                | 3,371                             | -   | -                                | 145                       |
| Excess (deficiency) of receipts over disbursements  | (4,283)             | (96)                         | 3,305            | 592                                | 1,344                             | -   | -                                | (45)                      |
| Other financing sources (uses):   |                     |                              |                  |                                    |                                   |   |                                  |                           |
| Proceeds of long-term debt  | -                   | -                            | -                | -                                  | -                                 | -   | -                                | -                         |
| Sale of capital assets  | -                   | -                            | -                | -                                  | -                                 | -   | -                                | -                         |
| Total other financing sources (uses)  | -                   | -                            | -                | -                                  | -                                 | -   | -                                | -                         |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (4,283)             | (96)                         | 3,305            | 592                                | 1,344                             | -   | -                                | (45)                      |
| Cash and investments - ending   | \$ 15               | \$ 239                       | \$ 4,380         | \$ 592                             | \$ 2,177                          | \$ 552                                    | \$ 69                            | \$ 254                    |

BATESVILLE COMMUNITY SCHOOL CORPORATION  
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 For the Year Ended June 30, 2015

|   | Ripley Co.<br>Grant<br>Flower Power | Rising<br>Sun<br>Regional<br>Grant | Vision Grants | Instruction<br>Support | Tech<br>Prep | High Ability<br>14-15 | Scholarships<br>and<br>Awards | NESP<br>2014-15 |
|---|-------------------------------------|------------------------------------|---------------|------------------------|--------------|-----------------------|-------------------------------|-----------------|
| Cash and investments - beginning  | \$ 72                               | \$ 35,875                          | \$ (1,530)    | \$ -                   | \$ 1,851     | \$ -                  | \$ -                          | \$ -            |
| Receipts:   |                                     |                                    |               |                        |              |                       |                               |                 |
| Local sources   | -                                   | 46,115                             | 1,000         | -                      | -            | -                     | -                             | -               |
| Intermediate sources  | -                                   | -                                  | 4,874         | -                      | -            | -                     | -                             | -               |
| State sources   | -                                   | -                                  | -             | -                      | -            | 33,904                | -                             | 4,489           |
| Federal sources   | -                                   | -                                  | -             | -                      | -            | -                     | -                             | -               |
| Other receipts  | -                                   | -                                  | -             | -                      | -            | -                     | -                             | -               |
| Total receipts  | -                                   | 46,115                             | 5,874         | -                      | -            | 33,904                | -                             | 4,489           |
| Disbursements:  |                                     |                                    |               |                        |              |                       |                               |                 |
| Instruction   | 72                                  | -                                  | 7,768         | -                      | 1,851        | 33,904                | -                             | 4,489           |
| Support services  | -                                   | -                                  | -             | -                      | -            | -                     | -                             | -               |
| Noninstructional services   | -                                   | 48,264                             | -             | -                      | -            | -                     | -                             | -               |
| Facilities acquisition and construction   | -                                   | -                                  | -             | -                      | -            | -                     | -                             | -               |
| Debt service  | -                                   | -                                  | -             | -                      | -            | -                     | -                             | -               |
| Nonprogrammed charges   | -                                   | -                                  | -             | -                      | -            | -                     | -                             | -               |
| Total disbursements   | 72                                  | 48,264                             | 7,768         | -                      | 1,851        | 33,904                | -                             | 4,489           |
| Excess (deficiency) of receipts over disbursements  | (72)                                | (2,149)                            | (1,894)       | -                      | (1,851)      | -                     | -                             | -               |
| Other financing sources (uses):   |                                     |                                    |               |                        |              |                       |                               |                 |
| Proceeds of long-term debt  | -                                   | -                                  | -             | -                      | -            | -                     | -                             | -               |
| Sale of capital assets  | -                                   | -                                  | -             | -                      | -            | -                     | -                             | -               |
| Total other financing sources (uses)  | -                                   | -                                  | -             | -                      | -            | -                     | -                             | -               |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (72)                                | (2,149)                            | (1,894)       | -                      | (1,851)      | -                     | -                             | -               |
| Cash and investments - ending   | \$ -                                | \$ 33,726                          | \$ (3,424)    | \$ -                   | \$ -         | \$ -                  | \$ -                          | \$ -            |

BATESVILLE 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

|   | Non-English<br>Speaking<br>Programs<br>P.L. 273-1999 | School<br>Technology | Summer of<br>Elearning<br>2014 Conf. | Senator<br>David<br>Ford<br>Technology | Safe Routes<br>to School | SPF-<br>SIG<br>Strategic<br>Prevention | Title I<br>2012-13 | Title I<br>2014-2015 |
|---|--|----------------------|--------------------------------------|--|--------------------------|--|--------------------|----------------------|
| Cash and investments - beginning  | \$ -   | \$ 7,227             | \$ 1,825                             | \$ (7,732)                             | \$ -                     | \$ 282                                 | \$ -               | \$ -                 |
| Receipts:   |  |                      |                                      |  |                          |  |                    |                      |
| Local sources   | -  | -                    | 4,050                                | -                                      | 2,500                    | -                                      | -                  | -                    |
| Intermediate sources  | -  | -                    | -                                    | -                                      | -                        | -                                      | -                  | -                    |
| State sources   | -  | 7,671                | -                                    | 73,360                                 | -                        | -                                      | -                  | -                    |
| Federal sources   | -  | -                    | -                                    | -                                      | -                        | -                                      | -                  | 129,913              |
| Other receipts  | -  | -                    | -                                    | -                                      | -                        | -                                      | -                  | -                    |
| Total receipts  | -  | 7,671                | 4,050                                | 73,360                                 | 2,500                    | -                                      | -                  | 129,913              |
| Disbursements:  |  |                      |                                      |  |                          |  |                    |                      |
| Instruction   | -  | -                    | -                                    | -                                      | -                        | -                                      | -                  | 128,011              |
| Support services  | -  | 2,460                | 7,104                                | 18,299                                 | 36,725                   | -                                      | -                  | 16,500               |
| Noninstructional services   | -  | -                    | -                                    | -                                      | -                        | -                                      | -                  | -                    |
| Facilities acquisition and construction   | -  | -                    | -                                    | 54,804                                 | -                        | -                                      | -                  | -                    |
| Debt service  | -  | -                    | -                                    | -                                      | -                        | -                                      | -                  | -                    |
| Nonprogrammed charges   | -  | -                    | -                                    | -                                      | -                        | -                                      | -                  | -                    |
| Total disbursements   | -  | 2,460                | 7,104                                | 73,103                                 | 36,725                   | -                                      | -                  | 144,511              |
| Excess (deficiency) of receipts over disbursements  | -  | 5,211                | (3,054)                              | 257                                    | (34,225)                 | -                                      | -                  | (14,598)             |
| Other financing sources (uses):   |  |                      |                                      |  |                          |  |                    |                      |
| Proceeds of long-term debt  | -  | -                    | -                                    | -                                      | -                        | -                                      | -                  | -                    |
| Sale of capital assets  | -  | -                    | -                                    | -                                      | -                        | -                                      | -                  | -                    |
| Total other financing sources (uses)  | -  | -                    | -                                    | -                                      | -                        | -                                      | -                  | -                    |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | -  | 5,211                | (3,054)                              | 257                                    | (34,225)                 | -                                      | -                  | (14,598)             |
| Cash and investments - ending   | \$ -   | \$ 12,438            | \$ (1,229)                           | \$ (7,475)                             | \$ (34,225)              | \$ 282                                 | \$ -               | \$ (14,598)          |

BATESVILLE 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

|   | Title I<br>2013-2014 | Team<br>Nutrition<br>Training<br>Grants | Secured<br>School Safety<br>Grant ST | Medicaid<br>Reimbursement -<br>Federal | Title II<br>Part A<br>FY2012 | Title II<br>FY 2013 | Title II<br>E-Learning<br>Conference | Title III -<br>Language<br>Instruction |
|---|----------------------|---|--------------------------------------|--|------------------------------|---------------------|--------------------------------------|--|
| Cash and investments - beginning  | \$ (10,614)          | \$ -                                    | \$ -                                 | \$ 4,154                               | \$ (2,301)                   | \$ -                | \$ (382)                             | \$ (8,035)                             |
| Receipts:   |                      |   |                                      |  |                              |                     |                                      |  |
| Local sources   | -                    | -                                       | -                                    | -                                      | 879                          | -                   | -                                    | -                                      |
| Intermediate sources  | -                    | -                                       | -                                    | -                                      | -                            | -                   | -                                    | -                                      |
| State sources   | -                    | -                                       | -                                    | -                                      | -                            | -                   | -                                    | -                                      |
| Federal sources   | 43,232               | -                                       | -                                    | 9,192                                  | 11,266                       | 20,230              | 15,500                               | 7,973                                  |
| Other receipts  | -                    | -                                       | -                                    | -                                      | -                            | -                   | -                                    | -                                      |
| Total receipts  | 43,232               | -                                       | -                                    | 9,192                                  | 12,145                       | 20,230              | 15,500                               | 7,973                                  |
| Disbursements:  |                      |   |                                      |  |                              |                     |                                      |  |
| Instruction   | 32,618               | -                                       | -                                    | -                                      | 4,355                        | 12,864              | -                                    | (62)                                   |
| Support services  | -                    | -                                       | -                                    | 1,035                                  | 5,489                        | 13,475              | 15,318                               | -                                      |
| Noninstructional services   | -                    | -                                       | -                                    | -                                      | -                            | -                   | -                                    | -                                      |
| Facilities acquisition and construction   | -                    | -                                       | 37,500                               | -                                      | -                            | -                   | -                                    | -                                      |
| Debt service  | -                    | -                                       | -                                    | -                                      | -                            | -                   | -                                    | -                                      |
| Nonprogrammed charges   | -                    | -                                       | -                                    | -                                      | -                            | -                   | -                                    | -                                      |
| Total disbursements   | 32,618               | -                                       | 37,500                               | 1,035                                  | 9,844                        | 26,339              | 15,318                               | (62)                                   |
| Excess (deficiency) of receipts over<br>disbursements   | 10,614               | -                                       | (37,500)                             | 8,157                                  | 2,301                        | (6,109)             | 182                                  | 8,035                                  |
| Other financing sources (uses):   |                      |   |                                      |  |                              |                     |                                      |  |
| Proceeds of long-term debt  | -                    | -                                       | -                                    | -                                      | -                            | -                   | -                                    | -                                      |
| Sale of capital assets  | -                    | -                                       | -                                    | -                                      | -                            | -                   | -                                    | -                                      |
| Total other financing sources (uses)  | -                    | -                                       | -                                    | -                                      | -                            | -                   | -                                    | -                                      |
| Excess (deficiency) of receipts and other<br>financing sources over disbursements<br>and other financing uses | 10,614               | -                                       | (37,500)                             | 8,157                                  | 2,301                        | (6,109)             | 182                                  | 8,035                                  |
| Cash and investments - ending   | \$ -                 | \$ -                                    | \$ (37,500)                          | \$ 12,311                              | \$ -                         | \$ (6,109)          | \$ (200)                             | \$ -                                   |

BATESVILLE 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

|   | Title III<br>2013-2014 | Title III<br>2014-2016 | Prepaid<br>School Lunch | Self-Group<br>Insurance | Payroll   | Totals       |
|---|------------------------|------------------------|-------------------------|-------------------------|-----------|--------------|
| Cash and investments - beginning  | \$ (6,496)             | \$ -                   | \$ -                    | \$ 8,236                | \$ 58,153 | \$ 7,074,315 |
| Receipts:   |                        |                        |                         |                         |           |              |
| Local sources   | -                      | -                      | -                       | -                       | -         | 7,715,384    |
| Intermediate sources  | -                      | -                      | -                       | -                       | -         | 5,139        |
| State sources   | -                      | -                      | -                       | -                       | -         | 12,632,363   |
| Federal sources   | -                      | -                      | -                       | -                       | -         | 604,080      |
| Other receipts  | -                      | -                      | 314,219                 | 134,130                 | 3,578,404 | 4,042,686    |
| Total receipts  | -                      | -                      | 314,219                 | 134,130                 | 3,578,404 | 24,999,652   |
| Disbursements:  |                        |                        |                         |                         |           |              |
| Instruction   | 340                    | 7,958                  | -                       | -                       | -         | 10,034,632   |
| Support services  | -                      | -                      | -                       | -                       | -         | 7,118,085    |
| Noninstructional services   | -                      | -                      | -                       | -                       | -         | 1,421,965    |
| Facilities acquisition and construction   | -                      | -                      | -                       | -                       | -         | 2,693,379    |
| Debt service  | -                      | -                      | -                       | -                       | -         | 1,723,534    |
| Nonprogrammed charges   | -                      | -                      | 286,387                 | 126,518                 | 3,578,167 | 3,991,072    |
| Total disbursements   | 340                    | 7,958                  | 286,387                 | 126,518                 | 3,578,167 | 26,982,667   |
| Excess (deficiency) of receipts over disbursements  | (340)                  | (7,958)                | 27,832                  | 7,612                   | 237       | (1,983,015)  |
| Other financing sources (uses):   |                        |                        |                         |                         |           |              |
| Proceeds of long-term debt  | -                      | -                      | -                       | -                       | -         | 6,684        |
| Sale of capital assets  | -                      | -                      | -                       | -                       | -         | 27,004       |
| Total other financing sources (uses)  | -                      | -                      | -                       | -                       | -         | 33,688       |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (340)                  | (7,958)                | 27,832                  | 7,612                   | 237       | (1,949,327)  |
| Cash and investments - ending   | \$ (6,836)             | \$ (7,958)             | \$ 27,832               | \$ 15,848               | \$ 58,390 | \$ 5,124,988 |

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

| Lessor                                 | Purpose                         | Annual<br>Lease<br>Payment | Lease<br>Beginning<br>Date | Lease<br>Ending<br>Date |
|--|---------------------------------|----------------------------|----------------------------|-------------------------|
| Governmental activities:               |                                 |                            |                            |                         |
| Apple Financial Services               | 1 to 1 devices BMS              | \$ 153,754                 | 5/9/2013                   | 2/15/2017               |
| Apple Financial Services               | 1 to 1 Devices BPS              | 48,392                     | 2/14/2014                  | 2/15/2018               |
| Apple Financial Services               | 1 to 1 Devices BIS              | 55,161                     | 2/14/2014                  | 2/15/2018               |
| Apple Financial Services               | 1 to 1 Devices BHS              | 148,908                    | 4/6/2015                   | 8/15/2018               |
| Apple Financial Services               | Staff Devices                   | 66,464                     | 5/15/2015                  | 2/15/2019               |
| Batesville School Building Corporation | BMS & BHS Renovations           | 966,265                    | 8/24/2005                  | 12/31/2018              |
| Batesville School Building Corporation | BHS/BIS Renovations & Additions | <u>523,000</u>             | 5/25/2011                  | 12/31/2028              |
| Total governmental activities          |                                 | <u>1,961,944</u>           |                            |                         |
| Total of annual lease payments         |                                 | <u>\$ 1,961,944</u>        |                            |                         |

| Description of Debt           |                | Ending<br>Principal<br>Balance | Principal and<br>Interest Due<br>Within One<br>Year |
|-------------------------------|----------------|--------------------------------|---|
| Type                          | Purpose        |                                |   |
| Governmental activities:      |                |                                |   |
| General obligation bonds      | BPS Bonds 2014 | \$ 1,935,000                   | \$ 252,733  |
| General obligation bonds      | IVY Tech Bonds | <u>835,000</u>                 | <u>115,200</u>                                      |
| Total governmental activities |                | <u>2,770,000</u>               | <u>367,933</u>                                      |
| Totals                        |                | <u>\$ 2,770,000</u>            | <u>\$ 367,933</u>                                   |

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BATESVILLE COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF CAPITAL ASSETS  
June 30, 2015

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

|                                    | <u>Ending<br/>Balance</u>       |
|------------------------------------|---------------------------------|
| Governmental activities:           |                                 |
| Buildings                          | \$ 34,431,579                   |
| Machinery, equipment, and vehicles | <u>2,373,879</u>                |
| <br>Total governmental activities  | <br><u>36,805,458</u>           |
| <br>Total capital assets           | <br><u><u>\$ 36,805,458</u></u> |

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SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



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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 BATESVILLE COMMUNITY SCHOOL  
CORPORATION, RIPLEY COUNTY, INDIANA

**Report on Compliance for Each Major Federal Program**

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

***Management's Responsibility***

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

***Auditor's Responsibility***

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

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

***Opinion on Each Major Federal Program***

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

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

**Other Matters**

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

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

**Report on Internal Control over Compliance**

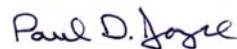
Management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Corporation's internal control over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

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or 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, 2015-004, and 2015-005 to be material weaknesses.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

  
Paul D. Joyce, CPA  
State Examiner

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#### SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

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

| Federal Grantor Agency<br>Cluster Title/Program Title/Project Title | Pass-Through Entity or Direct Grant | Federal<br>CFDA<br>Number | Pass-Through<br>Entity (or Other)<br>Identifying<br>Number | Pass-Through<br>To Subrecipient<br>06-30-14 | Total<br>Federal Awards<br>Expended<br>06-30-14 | Pass-Through<br>To Subrecipient<br>06-30-15 | Total<br>Federal Awards<br>Expended<br>06-30-15 |
|---|-------------------------------------|---------------------------|--|---|---|---|---|
| <b>Department of Agriculture</b>                                    |                                     |                           |  |   |   |   |   |
| Child Nutrition Cluster   |                                     |                           |  |   |   |   |   |
| School Breakfast Program  | Indiana Department of Education     | 10.553                    |  |   |   |   |   |
| School Breakfast  |                                     |                           | FY 2014  | \$ -  | \$ 60,823                                       | \$ -  | \$ -  |
| School Breakfast  |                                     |                           | FY 2015  | -   | -   | -   | 58,121  |
| Total - School Breakfast Program                                    |                                     |                           |  | -   | 60,823  | -   | 58,121  |
| National School Lunch Program                                       | Indiana Department of Education     | 10.555                    |  |   |   |   |   |
| School Lunch  |                                     |                           | FY 2014  | -   | 310,428   | -   | -   |
| School Lunch Commodities  |                                     |                           | FY 2014  | -   | 68,396  | -   | -   |
| School Lunch Commodities  |                                     |                           | FY 2015  | -   | -   | -   | 74,479  |
| School Lunch  |                                     |                           | FY 2015  | -   | -   | -   | 308,653   |
| Total - National School Lunch Program                               |                                     |                           |  | -   | 378,824   | -   | 383,132   |
| Total - Child Nutrition Cluster                                     |                                     |                           |  | -   | 439,647   | -   | 441,253   |
| Total - Department of Agriculture                                   |                                     |                           |  | -   | 439,647   | -   | 441,253   |
| <b>Department of Education</b>                                      |                                     |                           |  |   |   |   |   |
| Special Education Cluster (IDEA)                                    |                                     |                           |  |   |   |   |   |
| Special Education_Grants to States                                  | Indiana Department of Education     | 84.027                    |  |   |   |   |   |
| Special Ed  |                                     |                           | 14213-052-PN01   | -   | 209,663   | -   | -   |
| Special Ed  |                                     |                           | 14214-052-PN01   | -   | 141,069   | -   | 213,802   |
| Special Ed  |                                     |                           | 14215-052-PN01   | -   | -   | -   | 148,013   |
| Special Ed  |                                     |                           | 99914-052-TA01   | -   | 2,212   | -   | 5,821   |
| Total - Special Education_Grants to States                          |                                     |                           |  | -   | 352,944   | -   | 367,636   |
| Special Education_Preschool Grants                                  | Indiana Department of Education     | 84.173                    |  |   |   |   |   |
| Special Ed  |                                     |                           | 45713-052-PN01   | -   | 1,858   | -   | -   |
| Special Ed  |                                     |                           | 45714-052-PN01   | -   | 44  | -   | 16,481  |
| Special Ed  |                                     |                           | 45715-052-PN01   | -   | -   | -   | 1,855   |
| Total - Special Education_Preschool Grants                          |                                     |                           |  | -   | 1,902   | -   | 18,336  |
| Total - Special Education Cluster (IDEA)                            |                                     |                           |  | -   | 354,846   | -   | 385,972   |

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

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

| Federal Grantor Agency<br>Cluster Title/Program Title/Project Title   | Pass-Through Entity or Direct Grant            | Federal<br>CFDA<br>Number | Pass-Through<br>Entity (or Other)<br>Identifying<br>Number | Pass-Through<br>To Subrecipient<br>06-30-14 | Total<br>Federal Awards<br>Expended<br>06-30-14 | Pass-Through<br>To Subrecipient<br>06-30-15 | Total<br>Federal Awards<br>Expended<br>06-30-15 |
|---|--|---------------------------|--|---|---|---|---|
| <b>Department of Education (continued)</b>  |  |                           |  |   |   |   |   |
| Title I Grants to Local Educational Agencies  | Indiana Department of Education                | 84.010                    |  |   |   |   |   |
| Title I   |  |                           | 13-6895  | -   | 68,267  | -   | -   |
| Title I   |  |                           | 14-6895  | -   | 125,688   | -   | -   |
| Title I   |  |                           | 14-6895  | -   | -   | -   | 43,232  |
| Title I   |  |                           | 15-6895  | -   | -   | -   | 129,913   |
| Total - Title I Grants to Local Educational Agencies  |  |                           |  | -   | 193,955   | -   | 173,145   |
| English Language Acquisition State Grants   | Franklin Township Community School Corporation | 84.365                    |  |   |   |   |   |
| Title III   |  |                           | FY 12-13   | -   | 1,022   | -   | -   |
| Title III   |  |                           | FY 12-13   | -   | -   | -   | 7,973   |
| Total - English Language Acquisition State Grants   |  |                           |  | -   | 1,022   | -   | 7,973   |
| Supporting Effective Instruction State Grants   | Indiana Department of Education                | 84.367                    |  |   |   |   |   |
| Title II  |  |                           | 12-6895  | -   | 18,710  | -   | -   |
| Title II  |  |                           | 12-6895  | -   | -   | -   | 12,146  |
| Title II  |  |                           | 13-6895  | -   | -   | -   | 20,230  |
| E-Learning Grant  |  |                           | FY 14  | -   | -   | -   | 15,500  |
| Total - Supporting Effective Instruction State Grants   |  |                           |  | -   | 18,710  | -   | 47,876  |
| Total - Department of Education   |  |                           |  | -   | 568,533   | -   | 614,966   |
| <b>Department of Health and Human Services</b>  |  |                           |  |   |   |   |   |
| Assistance Programs for Chronic Disease<br>Prevention and Control Indiana to Prevent &<br>Control and Promote School Health | Indiana Department of Health                   | 93.945                    |  |   |   |   |   |
|   |  |                           | FY 14  | -   | -   | -   | 1,200   |
| Total - Department of Health and Human Services   |  |                           |  | -   | -   | -   | 1,200   |
| Total federal awards expended   |  |                           |  | \$ -  | \$ 1,008,180                                    | -   | 1,057,419                                       |

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

BATESVILLE 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.

BATESVILLE 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<br>as to Regulatory Basis |
| Internal control over financial reporting:           |  |
| Material weaknesses identified?                      | yes  |
| Significant deficiencies identified?                 | none reported  |
| Noncompliance material to financial statement noted? | no   |

Federal Awards:

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

Identification of Major Programs:

| CFDA<br>Number | Name of Federal Program or Cluster  |
|----------------|---|
| 84.010         | Child Nutrition Cluster<br>Special Education Cluster (IDEA)<br>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: Internal Controls over Financial Transactions and Reporting  
Audit Finding: Material Weakness

*Repeat Finding*

This is a repeat finding from the immediate prior year. The prior year finding numbers were 2013-001 and 2013-002.

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

*Condition*

There were deficiencies, including a lack of segregation of duties, in the internal control system of the School Corporation related to financial transactions and reporting. The School Corporation had not separated incompatible activities related to receipts, disbursements, and the preparation of the Schedule of Expenditures of Federal Awards (SEFA).

*Context*

1. Receipts: The Treasurer was primarily responsible for issuing receipts, posting receipts, and making bank deposits. There was no segregation of duties documented, such as an oversight, review or approval process, or other compensating control.
2. Disbursements: The Treasurer was primarily responsible for approving claims and writing, posting, and signing checks. There was no segregation of duties documented, such as an oversight, review or approval process, or other compensating control.
3. Preparation of the Schedule of Expenditures of Federal Awards (SEFA): The Treasurer was solely responsible for preparing and submitting the SEFA. There was no segregation of duties documented, such as an oversight, review or approval process, or other compensating control.

*Criteria*

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

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

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

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

*Cause*

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

*Effect*

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

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

*Recommendation*

We recommended that the School Corporation's management establish controls, including segregation of duties, related to financial transactions and reporting and the preparation 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.

**Section III - Federal Award Findings and Questioned Costs**

**FINDING 2015-002**

Subject: Special Education Cluster (IDEA) - Cash Management and Reporting

Federal Agency: Department of Education

Federal Programs: Special Education\_Grants to States, Special Education\_Preschool Grants

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): 14213-052-PN01, 14214-052-PN01,  
14215-052-PN01, 99914-052-TA01,  
45713-052-PN01, 45714-052-PN01,  
45715-052-PN01

Pass-Through Entity: Indiana Department of Education

Compliance Requirements: Cash Management, Reporting

Audit Finding: Material Weakness

*Repeat Finding*

This is a repeat finding from the immediate prior year. The prior year finding number was 2013-005.

*Condition*

Management of the School Corporation had not established an effective internal control system related to the Cash Management and Reporting compliance requirements.

*Cash Management*

The School Corporation designated a Fiscal Agent to receive and manage the Special Education programs. Management of the School Corporation had not implemented controls over the Fiscal Agent related to the Cash Management compliance requirement. Reimbursement requests were prepared by the Fiscal Agent's Treasurer. There was no control in place to ensure that expenditures were paid prior to requesting reimbursement.

*Reporting*

The School Corporation designated a fiscal agent to manage the Special Education programs. Management of the School Corporation had not implemented controls over the Fiscal Agent related to the Reporting compliance requirement. Grant reports were prepared and submitted by the Fiscal Agent's Treasurer. There was no control in place to ensure that the reports were accurate prior to submission.

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

*Context*

The lack of controls was a systemic problem over the requirements listed above during the entire audit period.

*Criteria*

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

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

*Cause*

Management had not developed a system of internal controls to provide oversight of duties performed by the Fiscal Agent to ensure compliance with the compliance requirements of the grant.

*Effect*

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

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

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

*Views of Responsible Officials*

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

**FINDING 2015-003**

Subject: Child Nutrition Cluster - Procurement and Suspension and Debarment  
Federal Agency: Department of Agriculture  
Federal Programs: School Breakfast Program, National School Lunch Program  
CFDA Numbers: 10.553, 10.555  
Federal Award Numbers and Years (or Other Identifying Numbers): FY 2014, FY 2015  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Procurement and Suspension and Debarment  
Audit Findings: Material Weakness, Other Matters

*Repeat Finding*

This is not a repeat finding.

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

*Condition*

Management of the School Corporation had not established an effective internal control system related to the grant agreement and the Procurement and Suspension and Debarment compliance requirement. The School Corporation did not have procedures in place to determine if vendors had been suspended or debarred from participating in federal programs.

*Context*

Management was not aware of the requirement and no controls were in place to ensure that vendors had not been suspended or debarred. This was a systemic problem for the entire 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. . . ."

2 CFR 180.300 states:

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

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

*Cause*

Management was not aware of the program requirements regarding the Procurement and Suspension and Debarment compliance requirement.

*Effect*

The failure to establish internal controls enabled material noncompliance to go undetected. The failure to comply with the compliance requirement could have resulted in the loss of federal funds to the School Corporation.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

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

BATESVILLE COMMUNITY SCHOOL CORPORATION  
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 2015-004**

Subject: Internal Controls over Child Nutrition Cluster

Federal Agency: Department of Agriculture

Federal Programs: School Breakfast Program, National School Lunch Program

CFDA Numbers: 10.553, 10.555

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

Pass-Through Entity: Indiana Department of Education

Compliance Requirements: Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Program Income, Cash Management, Eligibility, Equipment and Real Property Management, Reporting, Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP)

Audit Finding: Material Weakness

*Repeat Finding*

This is a repeat finding from the immediate prior year. The prior year finding number was 2013-003.

*Condition*

Management of the School Corporation had not established an effective internal control system over the following compliance requirements: Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Program Income, Cash Management, Eligibility, Equipment and Real Property Management, Reporting, and Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP).

*Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Program Income*

The School Lunch fund was maintained on the School Corporation's Extra-Curricular ledger. One employee was primarily responsible for writing checks and posting checks to the School Lunch fund. There was no documentation of an oversight, review process, or other compensating control to ensure that disbursements from the School Lunch fund were in accordance with program requirements.

*Cash Management*

A control process had not been established to ensure that the School Lunch fund's net cash resources were limited to three months' average expenditures.

*Eligibility*

The School Corporation had not established an effective control over the determination of eligibility for free and reduced priced meals. The School Corporation had one employee who determined eligibility during the audit period. There was no documentation of an oversight, review process, or other compensating control to ensure eligibility was properly determined.

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

*Equipment and Real Property Management*

A control process had not been established to ensure equipment purchased with federal funds was included on the school corporation's capital asset ledger. There was no documentation of an oversight, review process, or other compensating control.

*Reporting*

A control process had not been established to ensure the Annual Financial Reports and Verification Summary Reports were accurate prior to submission. One person was responsible for preparing and submitting the reports. There was no documentation of an oversight, review process, or other compensating control.

*Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP)*

A control process had not been established to ensure the verification of free and reduced priced applications was performed in accordance with program requirements. One person was responsible for entering data from the applications into the computer system. The same person performed the required eligibility verifications. There was no documentation of an oversight, review process, or other compensating control.

*Context*

The lack of controls was a systemic problem over the requirements listed above during the entire audit period.

*Criteria*

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

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

*Cause*

Management had not developed a system of internal controls that would ensure compliance with the requirements outlined above.

*Effect*

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

*Questioned Costs*

There were no questioned costs identified.

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

*Recommendation*

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

*Views of Responsible Officials*

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

**FINDING 2015-005**

Subject: Internal Controls over Title I Grants to Local Educational Agencies

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): 13-6895, 14-6895, 15-6895

Pass-Through Entity: Indiana Department of Education

Compliance Requirements: Eligibility, Reporting, and Special Tests and  
Provisions - Participation of Private School Children,  
Special Tests and Provisions - Annual Report Card,  
High School Graduation Rate

Audit Finding: Material Weakness

*Repeat Finding*

This is a repeat finding from the immediate prior year. The prior year finding number was 2013-004.

*Condition*

Management of the School Corporation had not established an effective internal control system over the following compliance requirements: Eligibility, Reporting, Special Tests and Provisions - Participation of Private School Children, and Special Tests and Provisions - Annual Report Card, High School Graduation Rate.

*Eligibility - Individuals*

The School Corporation had not designed or implemented adequate policies or procedures to ensure that private school children were eligible to receive Title I services. There was no documentation of an oversight, review process, or other compensating control.

*Eligibility - Group or Area*

The School Corporation had not designed or implemented adequate policies or procedures to ensure that the enrollment and poverty data for both public and nonpublic schools reported in the grant applications was accurate. One person was responsible for preparing and submitting the grant application. There was no documentation of an oversight, review process, or other compensating control.

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

*Reporting*

The School Corporation had not designed or implemented adequate policies or procedures to ensure that Final Expenditure Reports were accurate. One person was responsible for preparing and submitting the report. There was no documentation of an oversight, review process, or other compensating control.

*Special Tests and Provisions - Participation of Private School Children*

The School Corporation had one employee solely responsible for performing consultations with private school officials and completing and signing the Affirmation of Consultation with Private School Officials. There was no documentation of an oversight, review process, or other compensating control in place to ensure consultation with the private school officials took place.

*Special Tests and Provisions - Annual Report Card, High School Graduation Rate*

The School Corporation did not have adequate internal controls over the Special Tests and Provisions - Annual Report Card, High School Graduation Rate compliance requirement. The School Corporation had one employee primarily responsible for obtaining documentation to support a student's removal from a cohort. There was no documentation of an oversight or review process in place to ensure compliance with this requirement.

*Context*

The lack of controls was a systemic problem over the requirements listed above during the entire audit period.

*Criteria*

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

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

*Cause*

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

*Effect*

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

*Questioned Costs*

There were no questioned costs identified.

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

*Recommendation*

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

*Views of Responsible Officials*

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

#### AUDITEE-PREPARED DOCUMENTS

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



P.O. Box 121, 626 North Huntersville Road, Batesville, IN 47006 batesvilleinschools.com T: 812-934-2194 F: 812-933-0833

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### FINDING 2013-003

Fiscal year in which the finding initially occurred: FY 2012  
Pass-Through Entity: Indian Department of Education  
Contact Person Responsible for Corrective Action: Todd Nobbe  
Title: Treasurer  
Contact Phone Number: 812-934-2194

Status of Audit Finding: Activities Allowed or Unallowed and Allowable Costs/Cost Principles and Cash Management a second individual is review monthly reimbursements SY15-16, Eligibility fixed SY 15-16. Special Tests and Provisions fixed 16-17. Procurement and Suspension and Debarment, Program Income, Reporting will be corrected SY 17-18.

### FINDING 2013-004

Fiscal year in which the finding initially occurred: FY 2012  
Pass-Through Entity: Indian Department of Education  
Contact Person Responsible for Corrective Action: Todd Nobbe  
Title: Treasurer  
Contact Phone Number: 812-934-2194

Status of Audit Finding: Activities Allowed or Unallowed and Allowable Costs/Cost Principles, Cash Management, Eligibility, Matching, Level of Effort, Earmarking, Period of Availability, Reporting, and Special Test and Provisions fixed SY 17-18

### FINDING 2013-005

Fiscal year in which the finding initially occurred: FY 2012  
Pass-Through Entity: Indian Department of Education  
Contact Person Responsible for Corrective Action: Todd Nobbe  
Title: Treasurer  
Contact Phone Number: 812-934-2194

Status of Audit Finding: Activities Allowed or Unallowed and Allowable Costs/Cost Principles fixed SY16-17. Superintendents review and sign a form at the monthly ROD board meetings that details each fund along with fund balances, date of availability, cash balances, and other reporting information requests and final reports are received and filed locally fixed SY16-17. Special Test and Provisions – American Reinvestment and Recovery Act (ARRA) No longer applicable

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FINDING 2013-006

Fiscal year in which the finding initially occurred: FY 2012  
Pass-Through Entity: Indian Department of Education  
Contact Person Responsible for Corrective Action: Todd Nobbe  
Title: Treasurer  
Contact Phone Number: 812-934-2194

Status of Audit Finding: Activities Allowed or Unallowed and Allowable Costs/Cost Principles, Cash Management, Period of Availability, Reporting, Special Tests and Provisions fixed SY13-14

FINDING 2013-007

Fiscal year in which the finding initially occurred: FY 2012  
Pass-Through Entity: Indian Department of Education  
Contact Person Responsible for Corrective Action: Todd Nobbe  
Title: Treasurer  
Contact Phone Number: 812-934-2194

Status of Audit Finding: Special Tests and Provisions fixed SY13-14



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## Corrective Action Plan

### FINDING 2015-001

Contact Person Responsible for Corrective Action: Todd Nobbe  
Views of Responsible Official: We concur with the finding.  
Contact Phone Number: 812-934-2194

Receipts: Cash and Checks received will be recorded on control form held by someone other than the person who reconciles the bank accounts.

Disbursements: All disbursement and adjustments are presented to the School Board monthly for review.

Schedule of Expenditures of Federal Awards will be reviewed by Superintendent.

Completion Date: December 2017

### FINDING 2015-002

Contact Person Responsible for Corrective Action: Todd Nobbe  
Views of Responsible Official: We concur with the finding.  
Contact Phone Number: 812-934-2194

Superintendents review and sign a form at the monthly ROD board meetings that details each fund along with fund balances, date of availability, cash balances, and other reporting information requests and final reports are received and filed locally

Completion Date: August 2016

### FINDING 2015-003

Contact Person Responsible for Corrective Action: Todd Nobbe  
Views of Responsible Official: We concur with the finding.  
Contact Phone Number: 812-934-2194

Vendors will be review for suspension or debarment for federal programs. Supporting documentation will be kept for audit.

Completion Date: December 2017

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FINDING 2015-004

Contact Person Responsible for Corrective Action: Todd Nobbe  
Views of Responsible Official: We concur with the finding.  
Contact Phone Number: 812-934-2194

A Food Service Director was hired in August 2017. They will be reviewing monthly expense reports to verify proper posting of expenses, reviewing cash balances, and maintaining list of equipment. Corporation Treasurer will review Annual Financial Reports and Verification Summary Reports for accuracy. As for Verification of Free and Reduced Price Application this was corrected it the 16-17 SY.

Completion Date: November 2017

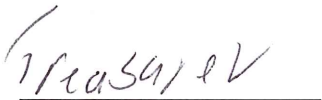
FINDING 2015-005

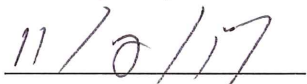
Contact Person Responsible for Corrective Action: Todd Nobbe  
Views of Responsible Official: We concur with the finding.  
Contact Phone Number: 812-934-2194

Private School supporting data will requested and reviewed by the Title I Grant Coordinator. Grant Coordinator and Corporation Treasurer will review Final Expenditure Report. A second individual from the Corporation Office will review the grant application. After completing the Annual Report Card, High School Graduation Rate information the Registrar will have the appropriate supervisor review and sign off on the information,

Completion Date: November 2017

  
\_\_\_\_\_  
(Official Signature)

  
\_\_\_\_\_  
(Title)

  
\_\_\_\_\_  
(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/>.