

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT

OF

DUNELAND SCHOOL CORPORATION  
PORTER COUNTY, INDIANA

July 1, 2014 to June 30, 2016



**FILED**  
12/21/2017



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer/Chief Financial Officer	Lynn A. Kwilasz	07-01-14 to 06-30-18
Superintendent of Schools	Dr. David L. Pruis Dr. Ginger Bolinger	07-01-14 to 06-30-17 07-01-17 to 06-30-18
President of the School Board	Ralph Ayres Kristin Kroeger	01-01-14 to 03-29-16 03-30-16 to 12-31-17



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE DUNELAND SCHOOL CORPORATION, PORTER COUNTY, INDIANA

**Report on the Financial Statement**

We have audited the accompanying financial statement of the Duneland School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2014 to June 30, 2016, 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, 2014 to June 30, 2016.

***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, 2014 to June 30, 2016, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

***Other Matters***

*Supplementary Information*

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


*Other Information*

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

INDEPENDENT AUDITOR'S REPORT  
(Continued)

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated 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 DUNELAND SCHOOL CORPORATION, PORTER 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 Duneland School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2014 to June 30, 2016, 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.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control that we consider to be significant deficiencies. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as item 2016-001 to be a significant deficiency.

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*.

**Duneland 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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DUNELAND SCHOOL CORPORATION  
STATEMENT OF RECEIPTS, DISBURSEMENTS,  
OTHER FINANCING SOURCES (USES), AND CASH AND  
INVESTMENT BALANCES - REGULATORY BASIS  
For the Years Ended June 30, 2015 and 2016

Fund	Cash and Investments			Other Financing Sources (Uses)	Cash and Investments			Other Financing Sources (Uses)	Cash and Investments
	07-01-14	Receipts	Disbursements		06-30-15	Receipts	Disbursements		
General	\$ 3,413,132	\$ 35,584,572	\$ 33,801,156	\$ (1,020,570)	\$ 4,175,978	\$ 36,632,946	\$ 34,675,165	\$ (1,200,000)	\$ 4,933,759
Referendum Tax Levy	3,144,888	6,096,233	4,119,968	(500,000)	4,621,153	6,312,072	4,495,244	(300,000)	6,137,981
Debt Service	3,824,993	7,584,815	7,265,382	43,584	4,188,010	7,606,843	7,453,051	(80,439)	4,261,363
Retirement/Severance Bond Debt Service	855,472	1,646,604	1,598,546	-	903,530	1,440,849	1,547,586	-	796,793
Capital Projects	2,837,216	8,364,439	8,153,474	-	3,048,181	8,247,275	7,456,110	-	3,839,346
School Transportation	2,415,680	3,068,226	3,304,657	500	2,179,749	3,248,717	3,317,410	6,606	2,117,662
School Bus Replacement	893,693	682,363	612,120	-	963,936	646,574	507,024	-	1,103,486
Rainy Day	4,870,509	-	45,151	-	4,825,358	-	30,000	-	4,795,358
Retirement/Severance Bond	853,170	427	264,359	-	589,238	771	258,570	-	331,439
Post-Retirement/Severance Future Benefits	-	-	-	-	-	-	-	1,500,000	1,500,000
Construction	-	-	-	-	-	-	-	-	-
G.O. Bond Projects	-	2,318	255,742	7,500,000	7,246,576	56,096	3,465,432	-	3,837,240
School Lunch	472,807	2,471,815	2,406,431	-	538,191	2,483,278	2,374,268	-	647,201
Textbook Rental	993,809	650,531	731,517	74,969	987,792	672,129	697,858	80,439	1,042,502
Self-Insurance	3,500,263	7,094,987	7,461,176	1,500,000	4,634,074	7,100,431	7,035,367	-	4,699,138
Levy Excess	-	6,606	-	-	6,606	-	-	(6,606)	-
Alternative Education	75,693	13,400	44,070	-	45,023	10,903	49,809	-	6,117
Early Intervention Grant	-	-	-	-	-	-	-	-	-
Guidance Grant	334	-	-	-	334	1,000	898	-	436
Extra-Curricular Activities	21,393	28,346	34,471	-	15,268	30,311	37,305	-	8,274
Scholarships and Awards	6,049	-	-	-	6,049	201	-	-	6,250
Miscellaneous Programs	(12,200)	6,600	14,470	20,070	-	-	-	-	-
DEF CHS Media Center	(987)	2,812	616	-	1,209	-	817	-	392
DEF Grant - CHS Media Center	-	-	-	-	-	14,142	8,135	-	6,007
STEM Grant - LIS	-	-	-	-	-	4,535	4,535	-	-
Friends of Duneland	2,500	-	2,500	-	-	-	-	-	-
Local Donations	-	300	300	-	-	250	250	-	-
Donations	22,530	39,960	50,530	-	11,960	1,866	4,539	-	9,287
Donations - CHS	5,000	6,763	11,763	-	-	18,120	18,120	-	-
Roof Settlement	617,815	-	-	-	617,815	-	368,123	-	249,692
High Ability Grant	13,617	55,046	63,773	-	4,890	55,656	58,620	-	1,926
Secured Schools Safety Grant	-	34,395	34,395	-	-	-	48,808	-	(48,808)
Non-English Speaking Programs	1,642	4,306	5,416	-	532	9,091	9,624	-	(1)
School Technology	1,696	8,715	5,827	-	4,584	10,908	12,684	-	2,808
B.H. RDC Grant	-	-	-	-	-	91,921	-	-	91,921
Senator David Ford Technology	-	-	-	-	-	568	1,000	-	(432)
Title I - Grants to LEAs	(46,762)	356,248	416,607	-	(107,121)	519,230	456,616	-	(44,507)
2010 General Obligation Refund	822	-	-	(822)	-	-	-	-	-
LSTA Grant	-	9,954	9,954	-	-	6,035	6,035	-	-
Improving Teacher Quality, No Child Left, Title II, Part A	(15,176)	98,150	92,334	-	(9,360)	115,803	116,210	-	(9,767)
e-Learn State Grant	-	9,906	9,907	-	(1)	-	-	-	(1)
Title III - English Proficiency Migrant	(2,989)	4,574	4,386	-	(2,801)	14,568	11,767	-	-
Clearing Account	354,724	8,002,800	8,033,207	-	324,317	9,903,132	9,925,194	-	302,255
<b>Totals</b>	<b>\$ 29,121,333</b>	<b>\$ 81,936,211</b>	<b>\$ 78,854,205</b>	<b>\$ 7,617,731</b>	<b>\$ 39,821,070</b>	<b>\$ 85,256,221</b>	<b>\$ 84,452,174</b>	<b>\$ -</b>	<b>\$ 40,625,117</b>

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

DUNELAND 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.

DUNELAND SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

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

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

*E. Disbursements*

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

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

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

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

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

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

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

*F. Other Financing Sources and Uses*

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

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

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

DUNELAND SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

**G. Fund Accounting**

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

**Note 2. Budgets**

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

**Note 3. Property Taxes**

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

**Note 4. Deposits and Investments**

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

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

DUNELAND SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 5. Risk Management**

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

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

**Note 6. Pension Plans**

*A. Public Employees' Retirement Fund*

*Plan Description*

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

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

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

*Funding Policy and Annual Pension Cost*

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

*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

DUNELAND SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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 that were established as reimbursable grants. The reimbursements for expenditures made by the School Corporation were not received by June 30, 2015 and 2016.

**Note 8. Holding Corporation**

The School Corporation has entered into capital leases with the Duneland 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 2015 and 2016 totaled \$6,196,238 and \$6,201,563, respectively.

**Note 9. Other Postemployment Benefits**

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

## 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.

DUNELAND 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

	General	Referendum Tax Levy	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond
Cash and investments - beginning	\$ 3,413,132	\$ 3,144,888	\$ 3,824,993	\$ 855,472	\$ 2,837,216	\$ 2,415,680	\$ 893,693	\$ 4,870,509	\$ 853,170
Receipts:									
Local sources	933,206	6,096,233	7,584,815	1,646,604	8,246,298	3,063,562	682,363	-	427
Intermediate sources	25,328	-	-	-	-	-	-	-	-
State sources	34,624,038	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	2,000	-	-	-	118,141	4,664	-	-	-
Total receipts	35,584,572	6,096,233	7,584,815	1,646,604	8,364,439	3,068,226	682,363	-	427
Disbursements:									
Instruction	22,851,679	2,199,062	-	-	-	-	-	-	136,500
Support services	10,394,719	1,903,022	-	-	3,481,283	3,304,657	612,120	45,151	127,779
Noninstructional services	554,758	17,884	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	4,672,191	-	-	-	80
Debt service	-	-	7,265,382	1,598,546	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	33,801,156	4,119,968	7,265,382	1,598,546	8,153,474	3,304,657	612,120	45,151	264,359
Excess (deficiency) of receipts over disbursements	1,783,416	1,976,265	319,433	48,058	210,965	(236,431)	70,243	(45,151)	(263,932)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	117,731	-	-	-	-	-	-
Transfers in	-	-	822	-	-	500	-	-	-
Transfers out	(1,020,570)	(500,000)	(74,969)	-	-	-	-	-	-
Total other financing sources (uses)	(1,020,570)	(500,000)	43,584	-	-	500	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	762,846	1,476,265	363,017	48,058	210,965	(235,931)	70,243	(45,151)	(263,932)
Cash and investments - ending	\$ 4,175,978	\$ 4,621,153	\$ 4,188,010	\$ 903,530	\$ 3,048,181	\$ 2,179,749	\$ 963,936	\$ 4,825,358	\$ 589,238

DUNELAND SCHOOL CORPORATION  
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 For the Year Ended June 30, 2015

	Post- Retirement/ Severance Future Benefits	Construction	G.O. Bond Projects	School Lunch	Textbook Rental	Self- Insurance	Levy Excess	Alternative Education	Early Intervention Grant
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 472,807	\$ 993,809	\$ 3,500,263	\$ -	\$ 75,693	\$ -
Receipts:									
Local sources	-	-	2,318	1,473,701	528,030	7,094,987	6,606	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	34,106	121,676	-	-	13,400	-
Federal sources	-	-	-	964,008	-	-	-	-	-
Other receipts	-	-	-	-	825	-	-	-	-
Total receipts	-	-	2,318	2,471,815	650,531	7,094,987	6,606	13,400	-
Disbursements:									
Instruction	-	-	-	-	1,009	-	-	44,070	-
Support services	-	-	-	-	730,508	72,831	-	-	-
Noninstructional services	-	-	-	2,406,431	-	-	-	-	-
Facilities acquisition and construction	-	-	255,742	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	7,388,345	-	-	-
Total disbursements	-	-	255,742	2,406,431	731,517	7,461,176	-	44,070	-
Excess (deficiency) of receipts over disbursements	-	-	(253,424)	65,384	(80,986)	(366,189)	6,606	(30,670)	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	7,500,000	-	-	-	-	-	-
Transfers in	-	-	-	-	74,969	1,500,000	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	7,500,000	-	74,969	1,500,000	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	7,246,576	65,384	(6,017)	1,133,811	6,606	(30,670)	-
Cash and investments - ending	\$ -	\$ -	\$ 7,246,576	\$ 538,191	\$ 987,792	\$ 4,634,074	\$ 6,606	\$ 45,023	\$ -

DUNELAND SCHOOL CORPORATION  
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	Guidance Grant	Extra- Curricular Activities	Scholarships and Awards	Miscellaneous Programs	DEF CHS Media Center	DEF Grant - CHS Media Center	STEM Grant - LIS	Friends of Duneland	Local Donations
Cash and investments - beginning	\$ 334	\$ 21,393	\$ 6,049	\$ (12,200)	\$ (987)	\$ -	\$ -	\$ 2,500	\$ -
Receipts:									
Local sources	-	28,346	-	6,600	2,812	-	-	-	300
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	28,346	-	6,600	2,812	-	-	-	300
Disbursements:									
Instruction	-	34,471	-	14,470	616	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	300
Facilities acquisition and construction	-	-	-	-	-	-	-	2,500	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	34,471	-	14,470	616	-	-	2,500	300
Excess (deficiency) of receipts over disbursements	-	(6,125)	-	(7,870)	2,196	-	-	(2,500)	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	20,570	-	-	-	-	-
Transfers out	-	-	-	(500)	-	-	-	-	-
Total other financing sources (uses)	-	-	-	20,070	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(6,125)	-	12,200	2,196	-	-	(2,500)	-
Cash and investments - ending	\$ 334	\$ 15,268	\$ 6,049	\$ -	\$ 1,209	\$ -	\$ -	\$ -	\$ -

DUNELAND SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
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	Donations	Donations - CHS	Roof Settlement	High Ability Grant	Secured Schools Safety Grant	Non-English Speaking Programs	School Technology	B.H. RDC Grant	Senator David Ford Technology
Cash and investments - beginning	\$ 22,530	\$ 5,000	\$ 617,815	\$ 13,617	\$ -	\$ 1,642	\$ 1,696	\$ -	\$ -
Receipts:									
Local sources	-	6,763	-	-	-	-	-	-	-
Intermediate sources	39,960	-	-	-	-	-	-	-	-
State sources	-	-	-	55,046	34,395	4,306	8,715	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	39,960	6,763	-	55,046	34,395	4,306	8,715	-	-
Disbursements:									
Instruction	34,427	11,763	-	61,241	-	4,535	-	-	-
Support services	16,103	-	-	2,532	-	881	5,827	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	34,395	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	50,530	11,763	-	63,773	34,395	5,416	5,827	-	-
Excess (deficiency) of receipts over disbursements	(10,570)	(5,000)	-	(8,727)	-	(1,110)	2,888	-	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(10,570)	(5,000)	-	(8,727)	-	(1,110)	2,888	-	-
Cash and investments - ending	\$ 11,960	\$ -	\$ 617,815	\$ 4,890	\$ -	\$ 532	\$ 4,584	\$ -	\$ -

DUNELAND SCHOOL CORPORATION  
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	Title I - Grants to LEAs	2010 General Obligation Refund	LSTA Grant	Improving Teacher Quality, No Child Left, Title II, Part A	e-Learn State Grant	Title III - English Proficiency Migrant	Clearing Account	Totals
Cash and investments - beginning	\$ (46,762)	\$ 822	\$ -	\$ (15,176)	\$ -	\$ (2,989)	\$ 354,724	\$ 29,121,333
Receipts:								
Local sources	-	-	-	-	-	-	-	37,403,971
Intermediate sources	-	-	-	-	-	-	-	65,288
State sources	-	-	-	-	-	-	-	34,895,682
Federal sources	356,248	-	9,954	98,150	9,906	4,574	-	1,442,840
Other receipts	-	-	-	-	-	-	8,002,800	8,128,430
Total receipts	356,248	-	9,954	98,150	9,906	4,574	8,002,800	81,936,211
Disbursements:								
Instruction	385,489	-	-	92,084	-	4,386	-	25,875,802
Support services	30,000	-	9,954	250	9,907	-	-	20,747,524
Noninstructional services	1,118	-	-	-	-	-	-	2,980,491
Facilities acquisition and construction	-	-	-	-	-	-	-	4,964,908
Debt service	-	-	-	-	-	-	-	8,863,928
Nonprogrammed charges	-	-	-	-	-	-	8,033,207	15,421,552
Total disbursements	416,607	-	9,954	92,334	9,907	4,386	8,033,207	78,854,205
Excess (deficiency) of receipts over disbursements	(60,359)	-	-	5,816	(1)	188	(30,407)	3,082,006
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	7,617,731
Transfers in	-	-	-	-	-	-	-	1,596,861
Transfers out	-	(822)	-	-	-	-	-	(1,596,861)
Total other financing sources (uses)	-	(822)	-	-	-	-	-	7,617,731
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(60,359)	(822)	-	5,816	(1)	188	(30,407)	10,699,737
Cash and investments - ending	\$ (107,121)	\$ -	\$ -	\$ (9,360)	\$ (1)	\$ (2,801)	\$ 324,317	\$ 39,821,070

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	General	Referendum Tax Levy	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond
Cash and investments - beginning	\$ 4,175,978	\$ 4,621,153	\$ 4,188,010	\$ 903,530	\$ 3,048,181	\$ 2,179,749	\$ 963,936	\$ 4,825,358	\$ 589,238
Receipts:									
Local sources	686,476	6,312,072	7,606,843	1,440,849	8,247,275	3,239,467	646,574	-	771
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	35,944,470	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	2,000	-	-	-	-	9,250	-	-	-
Total receipts	36,632,946	6,312,072	7,606,843	1,440,849	8,247,275	3,248,717	646,574	-	771
Disbursements:									
Instruction	23,321,405	2,269,946	-	-	-	-	-	-	146,974
Support services	10,768,895	2,171,680	-	-	3,478,511	3,317,410	507,024	-	111,596
Noninstructional services	584,865	43,888	-	-	-	-	-	-	-
Facilities acquisition and construction	-	9,730	-	-	3,977,599	-	-	30,000	-
Debt service	-	-	7,453,051	1,547,586	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	34,675,165	4,495,244	7,453,051	1,547,586	7,456,110	3,317,410	507,024	30,000	258,570
Excess (deficiency) of receipts over disbursements	1,957,781	1,816,828	153,792	(106,737)	791,165	(68,693)	139,550	(30,000)	(257,799)
Other financing sources (uses):									
Transfers in	-	-	-	-	-	6,606	-	-	-
Transfers out	(1,200,000)	(300,000)	(80,439)	-	-	-	-	-	-
Total other financing sources (uses)	(1,200,000)	(300,000)	(80,439)	-	-	6,606	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	757,781	1,516,828	73,353	(106,737)	791,165	(62,087)	139,550	(30,000)	(257,799)
Cash and investments - ending	\$ 4,933,759	\$ 6,137,981	\$ 4,261,363	\$ 796,793	\$ 3,839,346	\$ 2,117,662	\$ 1,103,486	\$ 4,795,358	\$ 331,439

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	Post- Retirement/ Severance Future Benefits	Construction	G.O. Bond Projects	School Lunch	Textbook Rental	Self- Insurance	Levy Excess	Alternative Education	Early Intervention Grant
Cash and investments - beginning	\$ -	\$ -	\$ 7,246,576	\$ 538,191	\$ 987,792	\$ 4,634,074	\$ 6,606	\$ 45,023	\$ -
Receipts:									
Local sources	-	-	56,096	1,461,579	544,297	7,100,431	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	34,159	127,232	-	-	10,903	-
Federal sources	-	-	-	987,540	-	-	-	-	-
Other receipts	-	-	-	-	600	-	-	-	-
Total receipts	-	-	56,096	2,483,278	672,129	7,100,431	-	10,903	-
Disbursements:									
Instruction	-	-	-	-	1,267	-	-	49,809	-
Support services	-	-	-	-	696,591	42,774	-	-	-
Noninstructional services	-	-	-	2,374,268	-	-	-	-	-
Facilities acquisition and construction	-	-	3,465,432	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	6,992,593	-	-	-
Total disbursements	-	-	3,465,432	2,374,268	697,858	7,035,367	-	49,809	-
Excess (deficiency) of receipts over disbursements	-	-	(3,409,336)	109,010	(25,729)	65,064	-	(38,906)	-
Other financing sources (uses):									
Transfers in	1,500,000	-	-	-	80,439	-	-	-	-
Transfers out	-	-	-	-	-	-	(6,606)	-	-
Total other financing sources (uses)	1,500,000	-	-	-	80,439	-	(6,606)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,500,000	-	(3,409,336)	109,010	54,710	65,064	(6,606)	(38,906)	-
Cash and investments - ending	\$ 1,500,000	\$ -	\$ 3,837,240	\$ 647,201	\$ 1,042,502	\$ 4,699,138	\$ -	\$ 6,117	\$ -

DUNELAND SCHOOL CORPORATION  
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	Guidance Grant	Extra- Curricular Activities	Scholarships and Awards	Miscellaneous Programs	DEF CHS Media Center	DEF Grant - CHS Media Center	STEM Grant - LIS	Friends of Duneland	Local Donations
Cash and investments - beginning	\$ 334	\$ 15,268	\$ 6,049	\$ -	\$ 1,209	\$ -	\$ -	\$ -	\$ -
Receipts:									
Local sources	1,000	30,311	201	-	-	14,142	4,535	-	250
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	1,000	30,311	201	-	-	14,142	4,535	-	250
Disbursements:									
Instruction	500	37,305	-	-	817	8,135	4,535	-	-
Support services	398	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	250
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	898	37,305	-	-	817	8,135	4,535	-	250
Excess (deficiency) of receipts over disbursements	102	(6,994)	201	-	(817)	6,007	-	-	-
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	102	(6,994)	201	-	(817)	6,007	-	-	-
Cash and investments - ending	\$ 436	\$ 8,274	\$ 6,250	\$ -	\$ 392	\$ 6,007	\$ -	\$ -	\$ -

DUNELAND SCHOOL CORPORATION  
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	Donations	Donations - CHS	Roof Settlement	High Ability Grant	Secured Schools Safety Grant	Non-English Speaking Programs	School Technology	B.H. RDC Grant	Senator David Ford Technology
Cash and investments - beginning	\$ 11,960	\$ -	\$ 617,815	\$ 4,890	\$ -	\$ 532	\$ 4,584	\$ -	\$ -
Receipts:									
Local sources	-	18,120	-	-	-	-	-	-	-
Intermediate sources	1,866	-	-	-	-	-	-	91,921	-
State sources	-	-	-	55,656	-	9,091	10,908	-	-
Federal sources	-	-	-	-	-	-	-	-	568
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	1,866	18,120	-	55,656	-	9,091	10,908	91,921	568
Disbursements:									
Instruction	3,665	3,120	-	58,620	-	9,624	-	-	1,000
Support services	874	-	-	-	-	-	12,684	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	15,000	368,123	-	48,808	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	4,539	18,120	368,123	58,620	48,808	9,624	12,684	-	1,000
Excess (deficiency) of receipts over disbursements	(2,673)	-	(368,123)	(2,964)	(48,808)	(533)	(1,776)	91,921	(432)
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,673)	-	(368,123)	(2,964)	(48,808)	(533)	(1,776)	91,921	(432)
Cash and investments - ending	\$ 9,287	\$ -	\$ 249,692	\$ 1,926	\$ (48,808)	\$ (1)	\$ 2,808	\$ 91,921	\$ (432)

DUNELAND SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2016

	Title I - Grants to LEAs	2010 General Obligation Refund	LSTA Grant	Improving Teacher Quality, No Child Left, Title II, Part A	e-Learn State Grant	Title III - English Proficiency Migrant	Clearing Account	Totals
Cash and investments - beginning	\$ (107,121)	\$ -	\$ -	\$ (9,360)	\$ (1)	\$ (2,801)	\$ 324,317	\$ 39,821,070
Receipts:								
Local sources	-	-	-	-	-	-	-	37,411,289
Intermediate sources	-	-	-	-	-	-	-	93,787
State sources	-	-	-	-	-	-	-	36,192,419
Federal sources	519,230	-	6,035	115,803	-	14,568	-	1,643,744
Other receipts	-	-	-	-	-	-	9,903,132	9,914,982
Total receipts	519,230	-	6,035	115,803	-	14,568	9,903,132	85,256,221
Disbursements:								
Instruction	418,412	-	-	115,269	-	11,767	-	26,462,170
Support services	35,880	-	6,035	941	-	-	-	21,151,293
Noninstructional services	2,324	-	-	-	-	-	-	3,005,595
Facilities acquisition and construction	-	-	-	-	-	-	-	7,914,692
Debt service	-	-	-	-	-	-	-	9,000,637
Nonprogrammed charges	-	-	-	-	-	-	9,925,194	16,917,787
Total disbursements	456,616	-	6,035	116,210	-	11,767	9,925,194	84,452,174
Excess (deficiency) of receipts over disbursements	62,614	-	-	(407)	-	2,801	(22,062)	804,047
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	1,587,045
Transfers out	-	-	-	-	-	-	-	(1,587,045)
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	62,614	-	-	(407)	-	2,801	(22,062)	804,047
Cash and investments - ending	\$ (44,507)	\$ -	\$ -	\$ (9,767)	\$ (1)	\$ -	\$ 302,255	\$ 40,625,117

DUNELAND SCHOOL CORPORATION  
SCHEDULE OF PAYABLES AND RECEIVABLES  
June 30, 2016

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 6,056,103</u>	<u>\$ 103,514</u>

DUNELAND SCHOOL CORPORATION  
SCHEDULE OF LEASES AND DEBT  
June 30, 2016

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Duneland School Building Corporation	First Mortgage Bonds Series 2009	\$ 6,199,063	02/10/2009	08/01/2019
Duneland School Building Corporation	First Mortgage Bonds Series 2001	**	02/01/2002	02/01/2022
Total of annual lease payments		<u>\$ 6,199,063</u>		

Type	Description of Debt	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:				
General obligation bonds	Liberty Elementary School Addition 2009		\$ 1,560,000	\$ 1,068,750
General obligation bonds	Pension/Severance Bonds 2006		2,980,000	1,491,573
General obligation bonds	G.O. Bond of 2015		<u>7,500,000</u>	<u>205,000</u>
Totals			<u>\$ 12,040,000</u>	<u>\$ 2,765,323</u>

\*\* No payment due until 2/1/2020.

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SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF THE DUNELAND SCHOOL CORPORATION, PORTER COUNTY, INDIANA

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

We have audited the Duneland 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, 2014 to June 30, 2016. 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, 2014 to June 30, 2016.

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

**Other Matters**

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2016-002 and 2016-003. 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 and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2016-002, 2016-003, and 2016-004 to be material weaknesses.

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

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

  
Paul D. Joyce, CPA  
State Examiner

November 2, 2017

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

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

DUNELAND SCHOOL CORPORATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Years Ended June 30, 2015 and 2016

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15	Pass-Through To Subrecipient 06-30-16	Total Federal Awards Expended 06-30-16
<u>Department of Agriculture</u>							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553	FY 2015 and 2016	\$ -	\$ 181,494	\$ -	\$ 187,587
National School Lunch Program		10.555	FY 2015 and 2016	-	782,514	-	799,953
National School Lunch Program - Commodities		10.555	FY 2015 and 2016	-	155,423	-	156,035
Total - National School Lunch Program				-	937,937	-	955,988
Total - Child Nutrition Cluster				-	1,119,431	-	1,143,575
Total - Department of Agriculture				-	1,119,431	-	1,143,575
<u>Institute of Museum and Library Services</u>							
Grants to States							
Library Services & Technology Grants to States	Indiana State Library	45.310	T14-1-1(7)	-	9,954	-	-
Library Services & Technology Grants to States		45.310	A64-15-ISL-106A	-	-	-	6,035
Total - Grants to States				-	9,954	-	6,035
<u>Department of Education</u>							
Title I Grants to Local Educational Agencies							
Title I 2013-2014	Indiana Department of Education	84.010	14-6470	-	109,195	-	-
Title I 2014-15		84.010	15-6470	-	247,053	-	206,628
Title I 2015-16		84.010	16-6470	-	-	-	312,602
Total - Title I Grants to Local Educational Agencies				-	356,248	-	519,230
<u>Department of Education</u>							
Special Education Center (IDEA)							
Special Education_Grants to States	Indiana Department of Education	84.027	14213-048-PN01	-	10,049	-	-
		84.027	14214-048-PN01	-	324,044	-	-
		84.027	14215-050-PN01	-	914,414	-	327,696
		84.027	14216-089-PN01	-	-	-	976,358
		84.027	99914-050-TA01	-	16,893	-	-
Total - Special Education_Grants to States				-	1,265,400	-	1,304,054

DUNELAND SCHOOL CORPORATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Years Ended June 30, 2015 and 2016

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15	Pass-Through To Subrecipient 06-30-16	Total Federal Awards Expended 06-30-16
Special Education_Preschool Grants	Indiana Department of Education	84.173	45715-048-PN01	-	30,974	-	-
		84.173	45716-048-PN01	-	-	-	30,993
Total - Special Education_Preschool Grants				-	30,974	-	30,993
Total - Special Education Cluster (IDEA)				-	1,296,374	-	1,335,047
English Language Acquisition State Grants	Indiana Department of Education						
Title III 2013-15		84.365	01114-102-PN01	-	4,574	-	641
Title III 2014-16		84.365	01115-108-PN01	-	-	-	6,841
Title III 2015-17		84.365	01116-130-PN01	-	-	-	7,086
Total - English Language Acquisition State Grants				-	4,574	-	14,568
Improving Teacher Quality State Grants	Indiana Department of Education						
Title II Part A 2012-2014		84.367	12-6470	-	250	-	-
Title II Part A 2013-2015		84.367	13-6470	-	32,378	-	-
Title II Part A 2014-2016		84.367	14-6470	-	65,522	-	-
Title II Part A State Activities		84.367	A58-4-14CI-1970	-	9,906	-	-
Title II Part A 2013-2015		84.367	13-6470	-	-	-	941
Title II Part A 2014-16		84.367	14-6470	-	-	-	41,604
Title II Part A 2015-17		84.367	15-6470	-	-	-	73,258
Total - Improving Teacher Quality State Grants				-	108,056	-	115,803
Total - Department of Education				-	1,765,252	-	1,984,648
Total federal awards expended				\$ -	\$ 2,894,637	\$ -	\$ 3,134,258

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

DUNELAND 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, 2015 and 2016. The information in the SEFA is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the SEFA presents only a select portion of the operations of the School Corporation, it is not intended to and does not present the financial position of the School Corporation.

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

**Note 2. Summary of Significant Accounting Policies**

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

**Note 3. Special Education Cooperative**

The School Corporation is a member of a Special Education Cooperative. As a result, some activity for the Special Education Cluster (IDEA) that is presented as federal awards expended in the SEFA is not presented as receipts and disbursements in the financial statement for the School Corporation. This activity is reported on the financial statement of the Special Education Cooperative.

DUNELAND SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Section I - Summary of Auditor's Results**

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weakness identified?	no
Significant deficiency identified?	yes
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiency identified?	yes
Type of auditor's report issued on compliance for major programs:	Unmodified

Any audit findings disclosed that are required to be reported in accordance with section .510(a) of OMB Circular A-133?   yes

Identification of Major Programs:

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

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

Auditee qualified as low-risk auditee?   no

**Section II - Financial Statement Findings**

**FINDING 2016-001**

Subject: Financial Transactions and Reporting and Preparation of the Schedule of Expenditures of Federal Awards  
Audit Finding: Significant Deficiency

*Condition*

There were deficiencies in the internal control system of the School Corporation related to financial transactions and reporting of payroll expenditures and the preparation of the Schedule of Expenditures of Federal Awards (SEFA).

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

1. Payroll: Payroll expenditures were recorded based on final payroll reports which were reviewed for approval by the Deputy Treasurer and verified against a control sheet. However, this review was not documented.
2. SEFA: The School Corporation failed to properly document review of the federal grant information prepared and submitted in the Indiana Gateway for Government Units financial reporting system (Gateway), which is the source for the SEFA. One employee prepared the grant information for the federal awards and submitted it in Gateway without a documented review.

*Context*

The lack of controls over financial transactions and reporting of payroll expenditures and the preparation of the SEFA were systemic problems which occurred throughout the audit period.

*Criteria*

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

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

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

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

*Cause*

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

*Effect*

The failure to establish and properly implement controls could have enabled material mis-statements or irregularities to remain undetected.

*Recommendation*

We recommended that the School Corporation establish a system of internal controls related to financial transactions and reporting and preparation of the SEFA.

DUNELAND 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.

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

**FINDING 2016-002**

Subject: Title I Grants to Local Educational Agencies - Special Tests and Provisions - Annual Report Card, High School Graduation Rate  
Federal Agency: Department of Education  
Federal Program: Title I Grants to Local Educational Agencies  
CFDA Number: 84.010  
Federal Award Numbers and Years (or Other Identifying Numbers): 14-6470, 15-6470, 16-6470  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Special Tests and Provisions - Annual Report Card, High School Graduation Rate  
Audit Findings: Material Weakness, Other Matters

*Condition*

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

The School Corporation did not comply with the Special Tests and Provisions - Annual Report Card, High School Graduation Rate requirements that students removed from the High School cohort graduation rate for mobility reasons have written documentation to support the student's removal from the cohort.

*Context*

This was a systemic problem. Ten percent of the population of students who were removed from the cohort during the audit period were tested. The School Corporation did not have supporting documentation for fifteen percent of these students.

*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. . . ."

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

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

34 CFR 200.19(b) states in part:

"*High schools*—(1) *Graduation rate*. Consistent with paragraphs (b)(4) and (b)(5) of this section regarding reporting and determining AYP, respectively, each State must calculate a graduation rate, defined as follows, for all public high schools in the State:

(i)(A) A State must calculate a 'four-year adjusted cohort graduation rate,' defined as the number of students who graduate in four years with a regular high school diploma divided by the number of students who form the adjusted cohort for that graduating class. . . .

(ii) The term 'adjusted cohort' means the students who enter grade 9 (or the earliest high school grade) and any students who transfer into the cohort in grades 9 through 12 minus any students removed from the cohort.

(A) The term "students who transfer into the cohort" means the students who enroll after the beginning of the entering cohort's first year in high school, up to and including in grade 12.

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

(1) To confirm that a student transferred out, the school or LEA must have official written documentation that the student enrolled in another school or in an educational program that culminates in the award of a regular high school diploma. . . ."

*Cause*

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

*Effect*

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

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

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation establish controls to ensure compliance and comply with the Special Tests and Provisions - Annual Report Card, High School Graduation Rate compliance requirement.

*Views of Responsible Officials*

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

**FINDING 2016-003**

Subject: Title I Grants to Local Educational Agencies - Special Tests and Provisions - Assessment System Security  
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): 14-6470, 15-6470, 16-6470  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Special Tests and Provisions - Assessment System Security  
Audit Findings: Material Weakness, Other Matters

*Condition*

The School Corporation had not established an effective internal control system related to the grant agreement and the Special Tests and Provisions - Assessment System Security compliance requirement. Evidence of a review or approval process to ensure that the School Corporation followed their testing policy was not retained or presented for audit.

*Context*

This was a systemic problem which occurred throughout the audit period.

*Criteria*

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

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

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

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

34 CFR 80.42(a) states:

"*Applicability.* (1) This section applies to all financial and programmatic records, supporting documents, statistical records, and other records of grantees or subgrantees which are:

- (i) Required to be maintained by the terms of this part, program regulations or the grant agreement, or
- (ii) Otherwise reasonably considered as pertinent to program regulations or the grant agreement."

*Cause*

The School Corporation had not developed a system of internal controls to ensure that documentation of a review or approval process ensuring the School Corporation followed its testing policy was retained and presented for audit relating to the Special Tests and Provisions - Assessment System Security compliance requirement.

*Effect*

The failure to retain and present for audit documentation of a review or approval process ensuring the School Corporation followed its testing policy prevented the determination of the School Corporation's compliance with the Special Tests and Provisions - Assessment System Security.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation establish controls to ensure that proper documentation was retained and presented for audit relating to the Special Tests and Provisions - Assessment System Security compliance requirement.

*Views of Responsible Officials*

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

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

***FINDING 2016-004***

Subject: Child Nutrition Cluster - Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility, Program Income, and Reporting

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 2015 and 2016

Pass-Through Entity: Indiana Department of Education

Compliance Requirements: Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility, Program Income, Reporting

Audit Finding: Material Weakness

*Condition*

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the following compliance requirements: Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility, Program Income, and Reporting.

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

Vendor disbursements for the Child Nutrition Cluster were prepared by the Food Service Systems Coordinator. An internal control process was established that required the Food Service Director to review and approve the disbursements as evidenced by her initials. However, the control was not properly implemented. The accounts payable vouchers tested did not include initials of the Food Service Director.

One employee changed from an hourly employee to a contracted employee in January 2015. The employee's pay was then split evenly between the School Lunch fund and the General fund. However, there was no evidence of a review of the employee's allocation of their salary between the two funds.

*Eligibility*

The Food Service Department used the Horizon OneSource software to receive online applications for free and reduced priced meals. The software determined eligibility based on income guidelines entered into the software from the federal government's website. The Food Service Systems Coordinator and the Food Service Operations Coordinator reviewed the guidelines to ensure that they were entered correctly. However, there was no documentation of this review.

*Program Income*

There was no effective control in place at the School Corporation that would have ensured that correct amounts for program income were entered into the School Corporation's financial accounting system from the Food Service financial reporting system. Amounts were entered into the Corporation's financial accounting system without verification or review by anyone other than the person who calculated and entered the amounts.

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

*Reporting*

The Food Service Director independently completed and submitted the Verification Summary Report without a review or approval process.

*Context*

The lack of controls was a systemic problem. There were no documented controls over the compliance requirements noted in the *Condition* during the audit period.

*Criteria*

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

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

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

*Cause*

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

*Effect*

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

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation's management establish controls to ensure compliance with the Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility, Program Income, and Reporting compliance requirements.

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

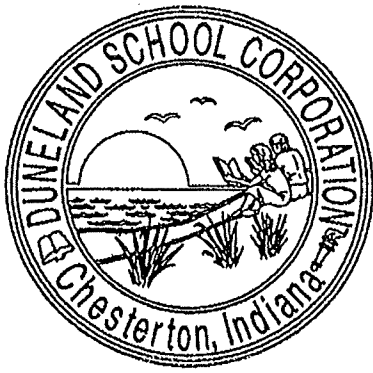
*Views of Responsible Officials*

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

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#### AUDITEE-PREPARED DOCUMENTS

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



# Duneland School Corporation

ADMINISTRATION CENTER

601 West Morgan Avenue

Chesterton, Indiana 46304-2205

Phone: 219-983-3601 FAX: 219-983-3614

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### **FINDING 2014-002 Internal Controls over Title I Grants to Local Educational Agencies**

Fiscal year in which the finding initially occurred: 2012-13

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

Contact Person Responsible for Corrective Action: Lynn Kwilas/ Dr. Linda Rugg

Contact Phone Number: 219-98-3604/219-983-3680

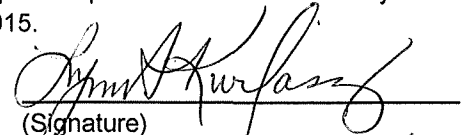
#### Status of Audit Finding:

Cash Management: Reimbursement requests are completed on-line by the Treasurer. A review of the cash request is conducted by the Superintendent. A hard-copy of the reimbursement request along with the detail reports from the financial accounting system are provided for the review. The review is evidenced by signature and date. Documentation is maintained in the Business Office financial grant files in accordance with Title I program and state record retention guidelines. This process was implemented in August 2014. Cash management procedures were prepared in written format in January 2017.

Activities Allowed, Allowable Costs and Period of Availability: Title I certified teachers are assigned at the beginning of the grant period and contracts are issued to each teacher. Contract data is input into the payroll system and is reviewed by the Business Office staff. Instructional Aides are approved by the board specifically as Title I aides and for each specific Title I school. Title I accounts are established in the financial system and provided to the payroll system. Each Title I aide completes a time sheet which is reviewed and approved by the school principal. Following the posting of each P/R into the financial accounting system, reports are provided to each principal and Title I Director to review and verify that the employees paid were eligible for payment through the grant. Review is evidenced by signature/initial and date. Reviewed reports are returned to the Business Office for retention in accordance with all appropriate record retention guidelines. Reports are filed in the fiscal Title I file in the Business Office. Payroll errors are noted and appropriate corrections are made on next P/R using the verified report as documentation for the correction. A copy of a report related to P/R correction is retained in the P/R processing files. P/R review process began 9/5/15.

Eligibility: Selection criteria is documented by the Title I Director and distributed to the principals. Selection Lists are compiled, signed and dated by the principals and returned to the Title I Director. The Title I director randomly audits a sample of each school's list to verify that the selection criterial was met for students selected for audit review. Title I Director evidences the results of the review by signature and date on the lists. Review process began with the 2015-16 student selection.

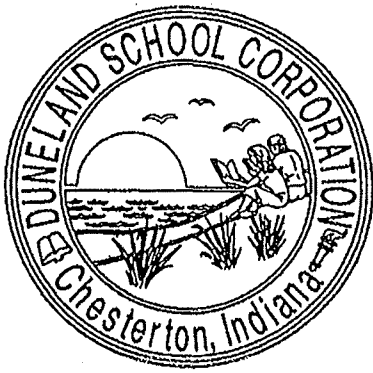
Special Test and Provisions for Comparability: The Title I Director prepares the Comparability report and then reviews it and all supporting documentation with the Treasurer and Assistant Superintendent for Curriculum & Instruction. Evidence of the review is by signature/initial and date by Assistant Supt and Treasurer on a hard-copy of the report. Report is submitted on-line by the Title I Director. This control began with the 2014-15 comparability report in October 2015.

  
(Signature)

Chief Financial Officer  
(Title)

September 18, 2017  
(Date)

\* An Equal Opportunity Employer \*



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## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### ***FINDING 2014-003 Internal Control over Title II, Part A, Improving Teacher Quality Grants***

Fiscal year in which the finding initially occurred: 2010-11

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

Contact Person Responsible for Corrective Action: James Goetz/ Lynn Kwilas

Contact Phone Number: 219-983-3601/219-98-3604

Status of Audit Finding:

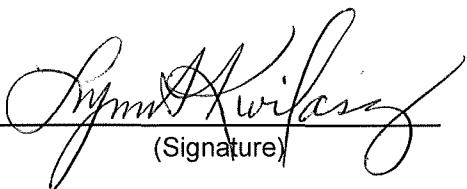
#### Activities Allowed, Allowable Costs and Period of Availability

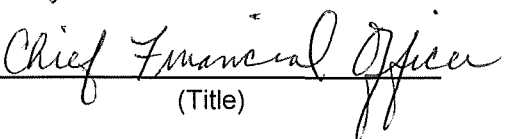
Internal controls have been established to verify that the allowable costs (salary) as outlined in the approved grant agreement, are reviewed after each payroll by the Title II Program Coordinator who evidences that review by signature and date. The corporation Business Office retains this documentation in the fiscal grant file. These procedures and reviews began with the payroll of 9/5/15.

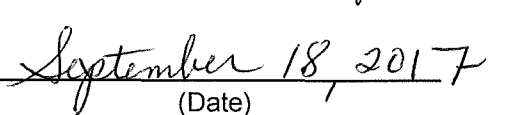
#### Cash Management and Reporting

Internal controls have been implemented to include a signed/dated review of all cash reimbursement requests related to Title II, Part A grants. That process began with reimbursement requests during November 2014.

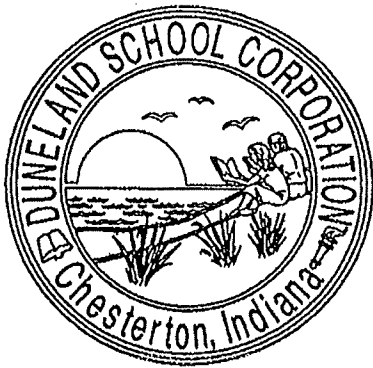
Internal controls were already established and followed to include a signed/dated review of the final, fiscal grant reports. That process is evident with the final grant report of December 2012 for the 10-6470 grant. Evidence of that review process is retained by the corporation Business Office in the fiscal grant file.

  
(Signature)

  
(Title)

  
(Date)

\* An Equal Opportunity Employer \*



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## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### **FINDING 2014-004 Internal Control of Child Nutrition Cluster**

Fiscal year in which the finding initially occurred: 2012-13

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

Contact Person Responsible for Corrective Action: Lynn Kwilasz/Kay Nallenweg

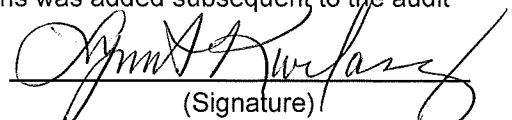
Contact Phone Number: 219-98-3604/219-983-3723 x 6162

#### Status of Audit Finding:

Cash Management: The 3-month average expenditure cash balance calculation was established in March 2016 and became a part of the overall financial review and monthly bank reconciliation procedure. Calculations are made by the Business Office and reviewed by the Food Service Department. Reviews are evidenced by signature/initials and date. Report is maintained by the Food Service Department. The Business Office also maintains copy as a part of the reconciliation process where it is reviewed and evidenced by signature/initials and date. Reports are maintained in accordance with record retention guidelines.

Procurement, Suspension, and Debarment: Duneland participates in the annual bread and milk bids conducted by the Northwest Indiana Education Service Center (NWIESC). Effective August 2015 for the 2015-2016 school year, the Duneland Board of School Trustees approves the vendors recommended by the Food Service Director as a result of the NWIESC bid. NWIESC reviews bids for responsiveness and responsibility along with verification of non-suspension/debarment of the selected vendor. The bid-tabulation sheet is provided to participating schools for review and recommendation to their boards. Bid documentation is maintained at the NWIESC in accordance with all record retention guidelines and is available for member review.

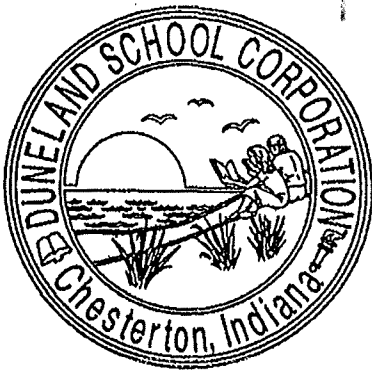
Special Test and Provisions – Verification of Free & Reduced Price Meal Applications: Effective during the 2015-16 school year, the Food Service Director completes the verification process in accordance with the requirements of the Free & Reduced Lunch program. Documentation of the applications chosen for verified and status of those applications as a result of verification shall be maintained in accordance with the F/R Lunch program. Additional review of the verified applications was added subsequent to the audit period (August 2017).

  
(Signature)

Chief Financial Officer  
(Title)

September 18 2017  
(Date)

\* An Equal Opportunity Employer \*



# Duneland School Corporation

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## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### **FINDING 2014-005 Allowable Costs**

Fiscal year in which the finding initially occurred: 2012-13

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

Contact Person Responsible for Corrective Action: Lynn Kwilasz/Kay Nallenweg

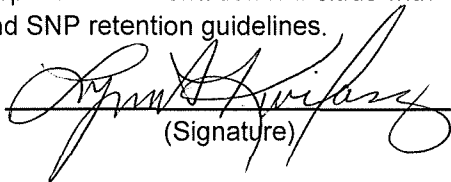
Contact Phone Number: 219-98-3604/219-983-3723 x 6162

Status of Audit Finding:

Allowable Costs – Non-Food Service Personnel: Effective July 1, 2015, non-food service personnel are no longer paid from the Food Service Fund.

Allowable Costs – Food Service Personnel: Effective with the 9/5/15 payroll, which was the start of the 2015-2016 school year, internal controls were established to insure that food service personnel who were approved by the Board of School Trustees and who worked in the food service department were paid from the Food Service Fund. Payroll sheets are verified by school cafeteria managers, review is done by Food Service department coordinators, and by food service director before being forwarded to payroll department for payment. Review is evidenced by signature/initials and date. After payroll is input and run, a report of employees whose time was paid through the Food Service Fund is run by the Business Office and forwarded to the Food Service Director for review. Review is evidenced by signature/initial and date. Those reports are maintained by the Food Service Department. Any corrections/errors are noted by the Food Service Director and returned to the Business Office for correction. Correction documentation is retained in the payroll files. All documentation is maintained in accordance with the School Nutrition Program and state record retention guidelines.

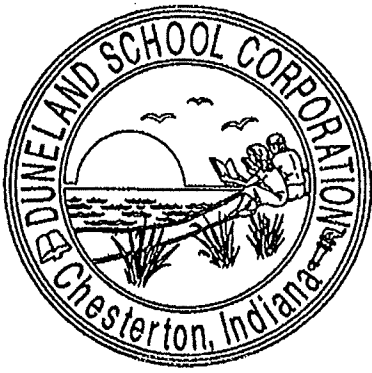
Allowable Costs – Vendor Invoices: Internal controls to insure that only allowable non-personnel expenditures are paid from the Food Service Fund have been developed and will be fully implemented effective 11/1/2017. Invoices must have detailed documentation to support the expenditure. The Food Service Director or her designee shall review, and evidence the review by signature on the Accounts Payable Voucher, indicating that the cost is allowable and that appropriate documentation is included with the A/P claim. Documentation is maintained as required by state and SNP retention guidelines.

  
(Signature)

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

October 11, 2017  
\_\_\_\_\_  
(Date)

\* An Equal Opportunity Employer \*



# Duneland School Corporation

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## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### **FINDING 2014-006 Eligibility**

Fiscal year in which the finding initially occurred: 2012-2013

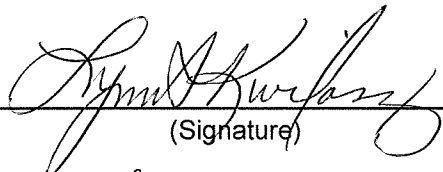
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education

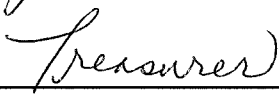
Contact Person Responsible for Corrective Action: Kay Nallenweg/ Lynn Kwilas

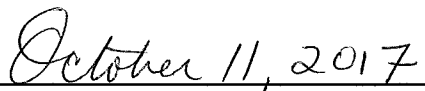
Contact Phone Number: 219-983-3723 x-6162 / 219-98-3604

#### Status of Audit Finding:

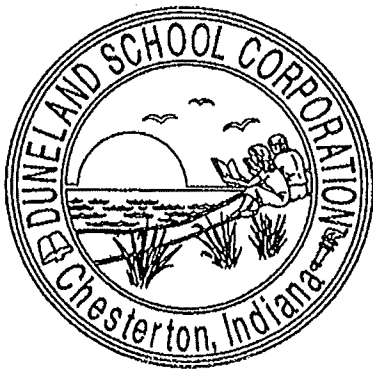
An additional review of free and reduced applications has been added to provide internal controls that insure the accurate determination for free or reduced price meal eligibility. Documentation to support the eligibility determination is retained as required by the Student Nutrition Program and in accordance with state record retention guidelines. Such data is archived by the food service student information system. These controls will be fully operational after November 1, 2017.

  
(Signature)

  
(Title)

  
(Date)

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## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### ***FINDING 2014-007 Equipment and Real Property Management***

Fiscal year in which the finding initially occurred: 2012-2013

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

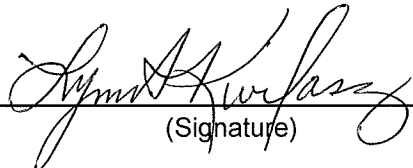
Contact Person Responsible for Corrective Action: Kay Nallenweg/ Lynn Kwilas

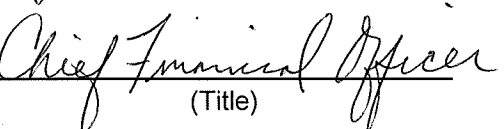
Contact Phone Number: 219-983-3723 x-6162 / 219-98-3604

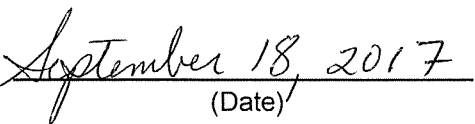
#### Status of Audit Finding:

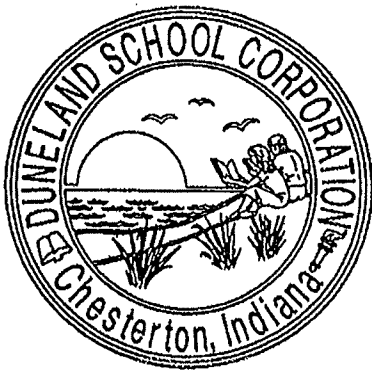
The Food Service Department retained the services of a food service equipment company to update the equipment inventory district-wide. This process was completed during the 2015-2016 school year.

Subsequent equipment purchases have been asset-tagged and manually added to the initial inventory list.

  
(Signature)

  
(Title)

  
(Date)



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## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### **FINDING 2014-008 Program Income, Child Nutrition Cluster**

Fiscal year in which the finding initially occurred: 2012-13

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

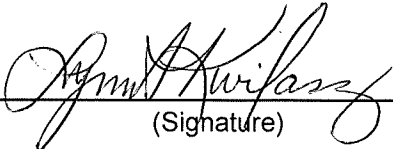
Contact Person Responsible for Corrective Action: Lynn Kwilasz/Kay Nallenweg

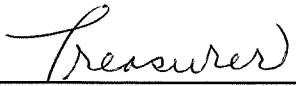
Contact Phone Number: 219-98-3604/219-983-3723 x 6162

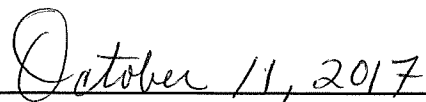
#### Status of Audit Finding:

The Pre-Paid Food Clearing account was established in the school corporation accounting records, July 1, 2015. Procedures and documentation have been developed to recognize income, transfer it from the Pre-Paid Food Clearing account to the Corporation Food Service Fund 0800 and to reconcile and document these transactions on a monthly basis. Internal controls have been developed and partially implemented to separate the duties of determining the amount of income to recognize from the accounting for those transactions. The process is reviewed as a part of the monthly bank and financial reconciliation conducted by the Business Office.

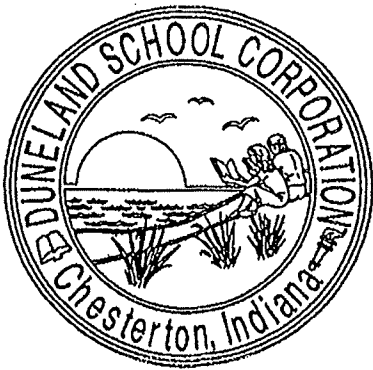
These controls shall be fully implemented after 11/1/2017. Both the Food Service Department and the Corporation Business Office maintain documentation to support and evidence these transactions and reviews.

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

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

  
\_\_\_\_\_  
(Date)

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## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### ***FINDING 2014-009 Reporting***

Fiscal year in which the finding initially occurred: 2012-13

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

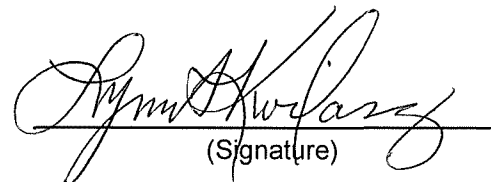
Contact Person Responsible for Corrective Action: Lynn Kwilasz/Kay Nallenweg

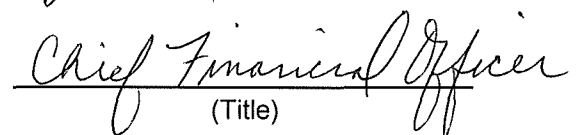
Contact Phone Number: 219-98-3604/219-983-3723 x 6162

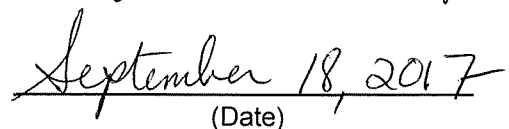
#### Status of Audit Finding:

The Annual Financial Report (AFR) is completed by the personnel within the food service department and reviewed for completeness and accuracy by the Food Service Director. After that review has taken place, the report is reviewed by the Business Office. Supporting documentation from both the food service system along with the corporation accounting system records is used to complete and verify the report. Reviews are evidenced by initial and date on the food service copy of the report by each reviewer. Reporting is completed within the state reporting window, all documentation is retained as required by state and federal record retention guidelines, and the report and all supporting data and documentation is available for audit.

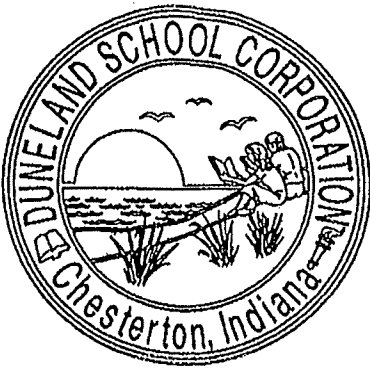
These processes and controls were implemented effective July 2015 with the preparation and filing of the 2014-2015 AFR.

  
(Signature)

  
(Title)

  
(Date)

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## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### **FINDING 2014-010 Special Tests and Provisions – Paid Lunch Equity, Child Nutrition Cluster**

Fiscal year in which the finding initially occurred: 2012-13

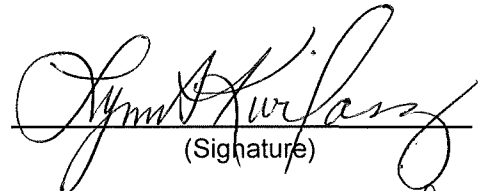
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education

Contact Person Responsible for Corrective Action: Lynn Kwilasz/Kay Nallenweg

Contact Phone Number: 219-98-3604/219-983-3723 x 6162

#### Status of Audit Finding:

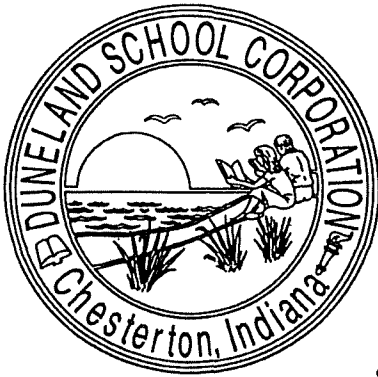
The Food Service Department annually completes the paid lunch equity (PLE) calculator program using the food service system paid lunch count data. The results of the calculation along with the supporting data and documentation are reviewed by the Director of Food Service. The PLE calculator results along with the USDA PLE rules are used by the Food Service Director to make a recommendation to the superintendent and ultimately to the board of school trustees, regarding lunch prices for the subsequent school year. The board take public action on the recommendation and the board minutes serve as evidence of approval. A copy of the report and all supporting documentation are retained by the Food Service Department as required by state and federal record retention guidelines. This process and related internal controls, began in August 2015 effective for the 2015-16 school year.

  
(Signature)

Chief Financial Officer  
(Title)

September 18, 2017  
(Date)

\* An Equal Opportunity Employer \*



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## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### **FINDING 2014-011** Special Education Cluster

Fiscal year in which the finding initially occurred: 2012-2013

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: IDOE

Contact Person Responsible for Corrective Action:

Quinn Van Rys, CFO, Porter County Education Service (PCES) Cooperative

Lynn A. Kwilasz, Treasurer, Duneland School Corporation

Contact Phone Number: Quinn Van Rys, 219-850-1911

Lynn A. Kwilasz, 219-983-3604

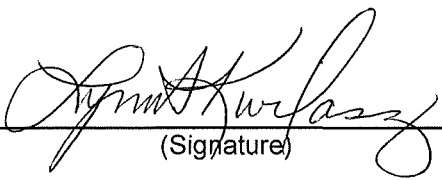
Status of Audit Finding:

Cash Management and Reporting: A process was established and evidenced effective in FY 2015.

Activities Allowed, Allocable Costs: A process in which both the PCES hourly employees' time sheets are matched with the payroll accounting reports and certified staff payrolls are reviewed to insure that employees were paid correctly from the correct grant was established and evidenced beginning with the FY 2015-16 payroll of 9/18/2015.

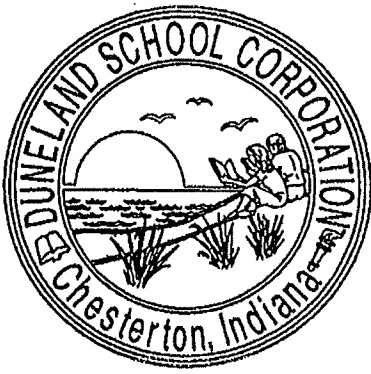
Period of Availability: A procedure was established for PCES accounting personnel to review the summary of receipts and expenditures for each grant fund. This procedure and evidence of review began in September 2015 (FY 2015-16).

Level of Effort – Maintenance of Effort (MOE): A procedure was established by which PCES accounting personnel calculate MOE and provide the calculation and summary data to each member school corporation for review. Evidence of the member district's review is done by return e-mail acknowledgement to PCES. The e-mail serves as documentation. This process began in September 2016 for the 2017 IDEA, Part B-Part 2 MOE assurance.

  
(Signature)

Treasurer  
(Title)

October 9, 2017  
(Date)



# *Duneland School Corporation*

*ADMINISTRATION CENTER*

*601 West Morgan Avenue*

*Chesterton, Indiana 46304-2205*

*Phone: 219-983-3601 FAX: 219-983-3614*

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## CORRECTIVE ACTION PLAN

### **FINDING 2016-001**

Contact Person Responsible for Corrective Action: Lynn A. Kwilasz, Chief Financial Officer/Treasurer  
Contact Phone Number: 219-983-3600

Views of Responsible Official: We concur with the findings.

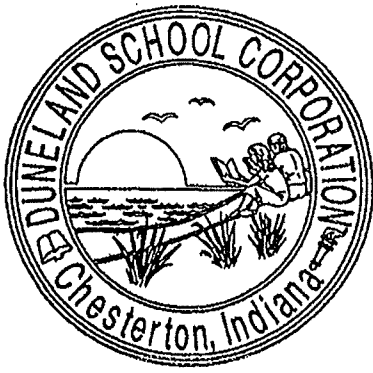
### Description of Corrective Action Plan:

1. Payroll: An internal control will be added to the payroll process to verify that the payroll input data balances with the final payroll reports. An EXCEL payroll master spreadsheet will be updated by the Accounting Assistant after initial data is input into the system. The spreadsheet will be reviewed by the Payroll Processor against the system-generated payroll claim. Discrepancies will be noted, researched and changes will be made based upon research results. The Business Manager/Deputy Treasurer will review the final payroll claim, the final payroll master spreadsheet and all notes and other related documentation. Each step will be evidenced by reviewer's initials and date. All reports and documentation will be retained as a part of the payroll processing file.
2. SEFA: The annual SEFA grant report will be completed by either the Treasurer or Deputy Treasurer and reviewed by the other prior to submitting the SEFA data to the Indiana GATEWAY for Government Units financial reporting system. Completion and review will both be evidenced by the initials and date of each person with notation that indicates who reviewed versus who completed the report. The reviewed and evidenced report copy will be retained in the SEFA file.

### Anticipated Completion Date:

1. This control process will begin with the December 5, 2017 payroll processing.
2. This will begin with the 2017-18 SEFA filing in August 2018.

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# *Duneland School Corporation*

**ADMINISTRATION CENTER**

601 West Morgan Avenue

Chesterton, Indiana 46304-2205

Phone: 219-983-3601 FAX: 219-983-3614

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## CORRECTIVE ACTION PLAN

### **FINDING 2016-002**

Contact Person Responsible for Corrective Action: James Goetz, Assistant Superintendent for Curriculum & Instruction

Contact Phone Number: (219) 983-3600

Views of Responsible Official: We concur with the findings.

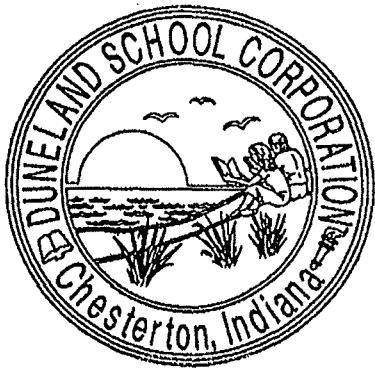
#### Description of Corrective Action Plan:

An internal control will be added to ensure proper coding has been entered for all students withdrawing/transferring from the Duneland School Corporation. Periodic review will be conducted by an individual who is knowledgeable of the withdrawal process and codes to verify that withdrawn students have been coded in the student information system and that such coding matches the corresponding withdrawal reason. This process will be evidenced by the initials of the reviewer and the date of the review. This report along with the required supporting documentation shall be retained.

#### Anticipated Completion Date:

This control process will be implemented starting November 3, 2017.

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## CORRECTIVE ACTION PLAN

### **FINDING 2016-003**

Contact Person Responsible for Corrective Action: James Goetz, Assistant Superintendent for Curriculum & Instruction

Contact Phone Number: (219) 983-3600

Views of Responsible Official: We concur with the finding.

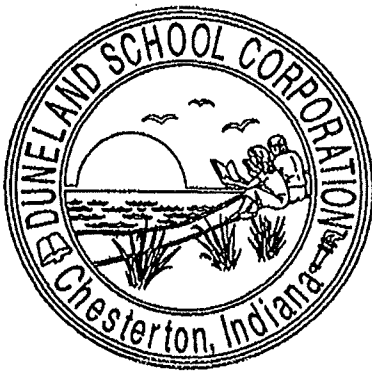
### Description of Corrective Action Plan:

Internal controls will be developed to assure that the existing policy related to test security and integrity is followed. This will be evidenced by documentation that will be retained.

### Anticipated Completion Date:

These internal controls will be established prior to the next testing window.

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## CORRECTIVE ACTION PLAN

### **FINDING 2016-004**

Contact Person Responsible for Corrective Action: Kay Nallenweg, Director of Food Service

Contact Phone Number: (219) 983-3723

Views of Responsible Official: We concur with the findings

Description of Corrective Action Plan:

Activities Allowed or Unallowed, Allowable Cost/Cost Principles:

- Accounts Payable Vouchers: Vouchers will be reviewed and approved by the Director of Food Service. Such review shall be evidenced by initial of the Director or, in her absence, by the Food Service Operations Coordinator.
- Split-Funded Employee Payroll: Only employees who work exclusively under the Child Nutrition cluster grant programs shall be paid from the food service fund.

Eligibility: Annually, the Food Service Operations and Food Service Systems Coordinators will maintain written documentation that the federal income guidelines have been correctly input into the Horizon OneSource on-line system which is used to process free/reduced meal eligibility. Documentation shall be evidenced by initial and date and maintained with the F/R application data.

Program Income: An internal control will be added to review all Food Service financial data prior to it being posted into the corporation financial accounting system. The food service financial data compiled by the Food Service Systems Coordinator will be reviewed along with all supporting documentation by the Director of Food Service who will evidence the review by initial and date on the report that is provided to the Corporation Business Office. An evidenced copy of the report and supporting documentation shall be maintained in the Food Service Department.

Reporting: An internal control shall be implemented that includes a review by the Food Service Operations Coordinator of the Verification Summary Report that is produced by the Director of Food Service. Such review shall be evidenced by initial and date of the reviewer and a copy of the evidenced report shall be maintained in the Food Service Department along with the verification documentation.

Anticipated Completion Dates:

- A/P Voucher Review shall begin effective 11/3/2017.
- Split-Funded Employee Payroll will no longer occur effective on the 11/20/2017 payroll.
- Income guideline review documentation shall be maintained effective with the 2018-2019 Free/Reduced application processing cycle.
- Program Income data shall be reviewed and evidenced beginning with the November 2017 month-end data provided to the corporation business office.
- Review of the Verification Summary Report shall be conducted after 11/3/2017 with the 2017-2018 Report.

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#### 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/>.