

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

VINCENNES COMMUNITY SCHOOL CORPORATION
KNOX COUNTY, INDIANA

July 1, 2014 to June 30, 2016



FILED
12/29/2017

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-5
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 <i>Government Auditing Standards</i>	6-7
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	10-11
Notes to Financial Statement	12-17
Other Information - Unaudited:	
Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	21-34
Schedule of Payables and Receivables	35
Schedule of Leases and Debt	36
Schedule of Capital Assets.....	37
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance	40-41
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards.....	44-45
Notes to Schedule of Expenditures of Federal Awards	46
Schedule of Findings and Questioned Costs	47
Other Reports.....	48

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Debbie Groves	01-01-14 to 12-31-17
Superintendent of Schools	Gregory Parsley	01-01-14 to 12-31-17
President of the School Board	Aaron Bauer Patrick Hutchison Karla Smith Barbara Toole	01-01-14 to 12-31-14 01-01-15 to 12-31-15 01-01-16 to 12-31-16 01-01-17 to 12-31-17



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE VINCENNES COMMUNITY SCHOOL
CORPORATION, KNOX COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Vincennes Community 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, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated November 14, 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 14, 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 VINCENNES COMMUNITY SCHOOL
CORPORATION, KNOX 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 Vincennes Community 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 14, 2017, wherein we noted the School Corporation followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

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

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

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


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

Compliance and Other Matters

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

Purpose of This Report

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


Paul D. Joyce, CPA
State Examiner

November 14, 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.

VINCENNES COMMUNITY 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		Cash and Investments			Other Financing		Cash and Investments
	07-01-14	Receipts	Disbursements	Sources	(Uses)	06-30-15	Receipts	Disbursements	Sources (Uses)	06-30-16	
General	\$ 3,616,622	\$ 17,828,093	\$ 15,321,084	\$ (997,641)	\$ 5,125,990	\$ 17,741,656	\$ 15,791,075	\$ (2,496,938)	\$ 4,579,633		
Debt Service	488,454	5,069,851	4,554,026	(809,519)	194,760	5,592,473	4,715,309	(661,313)	410,611		
Retirement/Severance Bond Debt Service	83,554	251,805	230,603	(141)	104,615	229,826	230,802	(19,552)	84,087		
Capital Projects	961,406	1,291,795	1,697,367	521,911	1,077,745	1,088,235	1,528,885	630,292	1,267,387		
School Transportation	727,238	719,411	1,039,965	281,821	688,505	614,376	1,066,772	354,770	590,879		
School Bus Replacement	33,965	73,566	57,185	36,967	87,313	62,125	103,161	37,066	83,343		
Rainy Day	5,856,395	5,346	947,482	976,461	5,890,720	17,409	1,055,494	2,160,505	7,013,140		
Construction	1,894,588	2,845	1,326,169	-	571,264	161	571,425	-	-		
Construction QZAB	531,931	143	532,074	-	-	-	-	-	-		
Construction Fund	-	-	-	-	-	2,750	461,404	2,000,000	1,541,346		
2016 Series A Bond	-	-	-	-	-	34	31,880	1,996,551	1,964,705		
2016 Series B Bond	-	-	-	-	-	34	32,005	1,996,551	1,964,580		
2016 Series C Bond	-	-	-	-	-	34	31,686	1,996,551	1,964,899		
2016 Series D Bond	-	-	-	-	-	34	2,400	1,996,551	1,994,185		
School Lunch	320,652	1,646,979	1,542,486	-	425,145	1,519,847	1,562,717	-	382,275		
Textbook Rental	242,140	350,167	387,685	-	204,622	355,384	383,149	-	176,857		
Self-Insurance	56,000	12,000	22,389	-	45,611	12,000	22,000	-	35,611		
Joint Services and Supply - Special Education Cooperative	185,640	897,371	889,948	-	193,063	962,256	953,177	144	202,286		
Alternative Education	-	10,050	10,050	-	-	9,912	-	-	9,912		
Early Intervention Grant	-	31,992	31,860	-	132	27,730	27,862	-	-		
Literacy Donation	1,266	-	-	-	1,266	-	-	-	1,266		
Secret Alice Fund	6,351	4,047	2,663	-	7,735	3,725	2,255	-	9,205		
Early College	-	-	-	-	-	28,125	28,125	-	-		
Faculty Recognition	100	-	100	-	-	-	-	-	-		
Elementary School Drama	-	-	-	-	-	3,146	552	-	2,594		
Donation Fund	20	30	-	-	50	-	-	-	50		
Wellness Weight Loss	-	-	-	-	-	1,590	1,590	-	-		
E Wonderland Donation	2,110	8,443	4,129	-	6,424	9,304	8,881	-	6,847		
SPARK Fund	1,164	1,820	1,862	-	1,122	1,410	1,233	-	1,299		
Project Safe Donation	-	-	-	-	-	718	-	-	718		
Duke Energy Grant	-	15,000	12,829	-	2,171	-	2,142	-	29		
VU Foundation Art	-	-	-	-	-	970	-	-	970		
Alternative Education	-	-	-	-	-	-	-	-	-		

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

VINCENNES COMMUNITY 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
(Continued)

Fund	Cash and Investments 07-01-14	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-15	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-16
Jump Start Program	-	12,600	7,513	-	5,087	9,593	7,962	-	6,718
Woodman Donation Fund	250	-	-	-	250	-	250	-	-
HHST Wellness Grant	106	1,500	1,428	-	178	-	178	-	-
Sodexo Wellness Grant	-	-	-	-	-	6,500	1,393	-	5,107
Lyons Donation	816	-	434	-	382	-	-	-	382
RC/Pepsi Donation	21,616	16,446	19,611	-	18,451	16,047	15,013	-	19,485
Urban Enterprise Zone	730	-	730	-	-	-	-	-	-
ASAI Grant 12/13	39	-	39	-	-	-	-	-	-
Formative Assessment	-	-	-	-	-	39,419	29,903	-	9,516
Gifted/Talented	18,831	37,890	44,771	-	11,950	38,071	49,722	-	299
Computer Consortium/Ed Tech Advance	-	-	-	-	-	254,100	254,100	-	-
Secured Schools Safety Grant	(8,236)	50,000	68,626	-	(26,862)	40,780	13,918	-	-
School Technology	122,020	55,533	17,970	-	159,583	36,735	73,672	-	122,646
Performance Based Awards	-	23,551	23,551	-	-	-	-	-	-
Child Care	35,958	91,256	102,284	-	24,930	100,986	122,622	-	3,294
Library Endowment	332	-	-	-	332	-	-	-	332
ISTA Settlement	315,983	-	68,806	-	247,177	1,000	225,700	-	22,477
JAG Award	200	-	200	-	-	-	-	-	-
Title I	(95,043)	826,991	795,945	-	(63,997)	934,763	949,436	-	(78,670)
Title I SWYV	-	79,228	96,455	-	(17,227)	46,337	29,110	-	-
IDEA	(81,989)	1,202,732	1,209,349	-	(88,606)	1,238,715	1,221,951	-	(71,842)
TA Grant 13-15	-	10,761	10,862	-	(101)	10,774	10,673	-	-
Preschool 15/16	(14,286)	71,055	61,694	-	(4,925)	69,700	71,596	-	(6,821)
School Wellness Grant	-	1,200	1,194	-	6	1,200	1,836	-	(630)
Improving Teacher Quality, No Child Left, Title II, Part A	(23,707)	76,636	52,929	-	-	118,494	131,372	-	(12,878)
Elearning Grant	-	16,384	16,384	-	-	16,500	29,031	-	(12,531)
Title 2A 14/15	-	118,786	142,226	-	(23,440)	73,998	50,558	-	-
Rural/Low 15/16	(3,169)	38,597	45,325	-	(9,897)	62,266	54,465	-	(2,096)
Prepaid Food	1,220	9,703	-	-	10,923	3,113	19	-	14,017
Payroll Clearing	99,555	3,669,939	3,702,806	-	66,688	3,803,997	3,826,963	-	43,722
Totals	\$ 15,400,822	\$ 34,631,542	\$ 35,103,088	\$ 9,859	\$ 14,939,135	\$ 35,208,352	\$ 35,787,424	\$ 9,991,178	\$ 24,351,241

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

VINCENNES COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

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

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

VINCENNES COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

E. Disbursements

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

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

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

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

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

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

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

F. Other Financing Sources and Uses

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

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

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

VINCENNES COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

Note 4. Deposits and Investments

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

VINCENNES COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

VINCENNES COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

B. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of expenditure of reimbursement type grants being made by the School Corporation prior to requesting and receiving the grant funds. 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 several capital leases with the Vincennes Community 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 total \$4,571,406 and \$3,991,499, respectively.

VINCENNES COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 9. Other Postemployment Benefits

The School Corporation provides to eligible retirees and their spouses the following benefits: Social Security Bridge Benefits. 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.

Note 10. Combined Funds

Funds related to federal programs were reported individually in the prior financial statement, but were combined into one fund for Title I Grants to Local Education Agencies, one fund for Title I SWYV, one fund for Special Education - Grants to States, one fund for Special Education - Preschool, and one fund for Improving Teacher Quality State Grants for the current financial statement.

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OTHER INFORMATION - UNAUDITED

The School Corporation's Financial Reports can be found on the Indiana Department of Education website: <http://www.doe.in.gov/finance/school-financial-reports>. This website is maintained by the Indiana Department of Education. More current financial information is available from the School Corporation Treasurer's office. Additionally, some financial information of the School Corporation can be found on the Gateway website: <https://gateway.ifionline.org/>.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the School Corporation's Financial Reports referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The other information presented was approved by management of the School Corporation. It is presented as intended by the School Corporation.

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Construction	Construction QZAB	Construction Fund
Cash and investments - beginning	\$ 3,616,622	\$ 488,454	\$ 83,554	\$ 961,406	\$ 727,238	\$ 33,965	\$ 5,856,395	\$ 1,894,588	\$ 531,931	\$ -
Receipts:										
Local sources	220,488	5,069,851	251,805	1,291,795	719,411	73,566	5,346	2,845	143	-
Intermediate sources	138	-	-	-	-	-	-	-	-	-
State sources	17,607,467	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	17,828,093	5,069,851	251,805	1,291,795	719,411	73,566	5,346	2,845	143	-
Disbursements:										
Instruction	10,528,151	-	-	-	-	-	-	-	-	-
Support services	4,502,164	56,738	-	943,157	1,039,965	57,185	90,189	-	-	-
Noninstructional services	290,769	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	754,210	-	-	857,293	1,326,169	532,074	-
Debt service	-	4,497,288	230,603	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	15,321,084	4,554,026	230,603	1,697,367	1,039,965	57,185	947,482	1,326,169	532,074	-
Excess (deficiency) of receipts over disbursements	2,507,009	515,825	21,202	(405,572)	(320,554)	16,381	(942,136)	(1,323,324)	(531,931)	-
Other financing sources (uses):										
Sale of capital assets	2,359	-	-	-	-	7,500	-	-	-	-
Transfers in	-	-	23,236	521,911	281,821	29,467	976,461	-	-	-
Transfers out	(1,000,000)	(809,519)	(23,377)	-	-	-	-	-	-	-
Total other financing sources (uses)	(997,641)	(809,519)	(141)	521,911	281,821	36,967	976,461	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,509,368	(293,694)	21,061	116,339	(38,733)	53,348	34,325	(1,323,324)	(531,931)	-
Cash and investments - ending	\$ 5,125,990	\$ 194,760	\$ 104,615	\$ 1,077,745	\$ 688,505	\$ 87,313	\$ 5,890,720	\$ 571,264	\$ -	\$ -

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

	2016 Series A Bond	2016 Series B Bond	2016 Series C Bond	2016 Series D Bond	School Lunch	Textbook Rental	Self- Insurance	Joint Services and Supply - Special Education Cooperative	Alternative Education
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 320,652	\$ 242,140	\$ 56,000	\$ 185,640	\$ -
Receipts:									
Local sources	-	-	-	-	535,149	221,212	12,000	841,203	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	10,078	128,805	-	56,168	10,050
Federal sources	-	-	-	-	1,100,352	-	-	-	-
Other receipts	-	-	-	-	1,400	150	-	-	-
Total receipts	-	-	-	-	1,646,979	350,167	12,000	897,371	10,050
Disbursements:									
Instruction	-	-	-	-	-	-	-	517,602	10,050
Support services	-	-	-	-	1,513	382,306	-	372,346	-
Noninstructional services	-	-	-	-	1,540,973	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	5,379	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	22,389	-	-
Total disbursements	-	-	-	-	1,542,486	387,685	22,389	889,948	10,050
Excess (deficiency) of receipts over disbursements	-	-	-	-	104,493	(37,518)	(10,389)	7,423	-
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	104,493	(37,518)	(10,389)	7,423	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 425,145	\$ 204,622	\$ 45,611	\$ 193,063	\$ -

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

	Early Intervention Grant	Literacy Donation	Secret Alice Fund	Early College	Faculty Recognition	Elementary School Drama	Donation Fund	Wellness Weight Loss	E Wonderland Donation
Cash and investments - beginning	\$ -	\$ 1,266	\$ 6,351	\$ -	\$ 100	\$ -	\$ 20	\$ -	\$ 2,110
Receipts:									
Local sources	-	-	4,047	-	-	-	30	-	8,443
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	31,992	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	<u>31,992</u>	<u>-</u>	<u>4,047</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30</u>	<u>-</u>	<u>8,443</u>
Disbursements:									
Instruction	31,860	-	2,663	-	100	-	-	-	-
Support services	-	-	-	-	-	-	-	-	4,129
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>31,860</u>	<u>-</u>	<u>2,663</u>	<u>-</u>	<u>100</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,129</u>
Excess (deficiency) of receipts over disbursements	<u>132</u>	<u>-</u>	<u>1,384</u>	<u>-</u>	<u>(100)</u>	<u>-</u>	<u>30</u>	<u>-</u>	<u>4,314</u>
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>132</u>	<u>-</u>	<u>1,384</u>	<u>-</u>	<u>(100)</u>	<u>-</u>	<u>30</u>	<u>-</u>	<u>4,314</u>
Cash and investments - ending	<u>\$ 132</u>	<u>\$ 1,266</u>	<u>\$ 7,735</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50</u>	<u>\$ -</u>	<u>\$ 6,424</u>

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

	SPARK Fund	Project Safe Donation	Duke Energy Grant	VU Foundation Art	Rotary Library Donation	Jump Start Program	Woodman Donation Fund	HHST Wellness Grant	Sodexo Wellness Grant
Cash and investments - beginning	\$ 1,164	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 250	\$ 106	\$ -
Receipts:									
Local sources	1,820	-	15,000	-	-	12,600	-	1,500	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	1,820	-	15,000	-	-	12,600	-	1,500	-
Disbursements:									
Instruction	1,862	-	12,829	-	-	5,954	-	-	-
Support services	-	-	-	-	-	1,559	-	1,428	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	1,862	-	12,829	-	-	7,513	-	1,428	-
Excess (deficiency) of receipts over disbursements	(42)	-	2,171	-	-	5,087	-	72	-
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(42)	-	2,171	-	-	5,087	-	72	-
Cash and investments - ending	\$ 1,122	\$ -	\$ 2,171	\$ -	\$ -	\$ 5,087	\$ 250	\$ 178	\$ -

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

	Lyons Donation	RC/ Pepsi Donation	Urban Enterprise Zone	ASAI Grant 12/13	Formative Assessment	Gifted/ Talented	Computer Consortium/ Ed Tech Advance	Secured Schools Safety Grant	School Technology
Cash and investments - beginning	\$ 816	\$ 21,616	\$ 730	\$ 39	\$ -	\$ 18,831	\$ -	\$ (8,236)	\$ 122,020
Receipts:									
Local sources	-	16,446	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	37,890	-	50,000	3,147
Federal sources	-	-	-	-	-	-	-	-	52,386
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	16,446	-	-	-	37,890	-	50,000	55,533
Disbursements:									
Instruction	-	11,607	730	-	-	37,021	-	-	-
Support services	434	8,004	-	39	-	7,750	-	68,626	17,970
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	434	19,611	730	39	-	44,771	-	68,626	17,970
Excess (deficiency) of receipts over disbursements	(434)	(3,165)	(730)	(39)	-	(6,881)	-	(18,626)	37,563
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(434)	(3,165)	(730)	(39)	-	(6,881)	-	(18,626)	37,563
Cash and investments - ending	\$ 382	\$ 18,451	\$ -	\$ -	\$ -	\$ 11,950	\$ -	\$ (26,862)	\$ 159,583

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

	Performance Based Awards	Child Care	Library Endowment	ISTA Settlement	JAG Award	Title I	Title I SWYV	IDEA	TA Grant 13-15
Cash and investments - beginning	\$ -	\$ 35,958	\$ 332	\$ 315,983	\$ 200	\$ (95,043)	\$ -	\$ (81,989)	\$ -
Receipts:									
Local sources	-	91,256	-	-	-	-	360	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	23,551	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	826,991	78,868	1,202,732	10,761
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	<u>23,551</u>	<u>91,256</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>826,991</u>	<u>79,228</u>	<u>1,202,732</u>	<u>10,761</u>
Disbursements:									
Instruction	23,551	-	-	54,596	200	555,707	96,455	653,181	8,193
Support services	-	105	-	14,118	-	231,462	-	556,168	2,669
Noninstructional services	-	102,179	-	92	-	8,776	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>23,551</u>	<u>102,284</u>	<u>-</u>	<u>68,806</u>	<u>200</u>	<u>795,945</u>	<u>96,455</u>	<u>1,209,349</u>	<u>10,862</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>(11,028)</u>	<u>-</u>	<u>(68,806)</u>	<u>(200)</u>	<u>31,046</u>	<u>(17,227)</u>	<u>(6,617)</u>	<u>(101)</u>
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>-</u>	<u>(11,028)</u>	<u>-</u>	<u>(68,806)</u>	<u>(200)</u>	<u>31,046</u>	<u>(17,227)</u>	<u>(6,617)</u>	<u>(101)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 24,930</u>	<u>\$ 332</u>	<u>\$ 247,177</u>	<u>\$ -</u>	<u>\$ (63,997)</u>	<u>\$ (17,227)</u>	<u>\$ (88,606)</u>	<u>\$ (101)</u>

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

	Preschool 15/16	School Wellness Grant	Improving Teacher Quality, No Child Left, Title II, Part A	Elearning Grant	Title 2A 14/15	Rural/ Low 15/16	Prepaid Food	Payroll Clearing	Totals
Cash and investments - beginning	\$ (14,286)	\$ -	\$ (23,707)	\$ -	\$ -	\$ (3,169)	\$ 1,220	\$ 99,555	\$ 15,400,822
Receipts:									
Local sources	-	-	-	-	-	-	-	-	9,396,316
Intermediate sources	-	-	-	-	-	-	-	-	138
State sources	-	-	76,636	-	118,786	-	-	-	18,154,570
Federal sources	71,055	1,200	-	16,384	-	38,597	-	-	3,399,326
Other receipts	-	-	-	-	-	-	9,703	3,669,939	3,681,192
Total receipts	71,055	1,200	76,636	16,384	118,786	38,597	9,703	3,669,939	34,631,542
Disbursements:									
Instruction	55,719	-	30,026	-	73,215	-	-	-	12,711,272
Support services	5,975	1,194	22,903	16,384	69,011	45,325	-	-	8,520,816
Noninstructional services	-	-	-	-	-	-	-	-	1,942,789
Facilities acquisition and construction	-	-	-	-	-	-	-	-	3,475,125
Debt service	-	-	-	-	-	-	-	-	4,727,891
Nonprogrammed charges	-	-	-	-	-	-	-	3,702,806	3,725,195
Total disbursements	61,694	1,194	52,929	16,384	142,226	45,325	-	3,702,806	35,103,088
Excess (deficiency) of receipts over disbursements	9,361	6	23,707	-	(23,440)	(6,728)	9,703	(32,867)	(471,546)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	9,859
Transfers in	-	-	-	-	-	-	-	-	1,832,896
Transfers out	-	-	-	-	-	-	-	-	(1,832,896)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	9,859
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	9,361	6	23,707	-	(23,440)	(6,728)	9,703	(32,867)	(461,687)
Cash and investments - ending	\$ (4,925)	\$ 6	\$ -	\$ -	\$ (23,440)	\$ (9,897)	\$ 10,923	\$ 66,688	\$ 14,939,135

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Construction	Construction QZAB	Construction Fund
Cash and investments - beginning	\$ 5,125,990	\$ 194,760	\$ 104,615	\$ 1,077,745	\$ 688,505	\$ 87,313	\$ 5,890,720	\$ 571,264	\$ -	\$ -
Receipts:										
Local sources	201,589	5,592,473	229,826	1,088,235	614,376	62,125	17,409	161	-	2,750
Intermediate sources	138	-	-	-	-	-	-	-	-	-
State sources	17,539,929	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	17,741,656	5,592,473	229,826	1,088,235	614,376	62,125	17,409	161	-	2,750
Disbursements:										
Instruction	10,728,699	-	-	-	-	-	-	-	-	-
Support services	4,765,952	56,999	-	982,958	1,066,772	103,161	112,125	-	-	-
Noninstructional services	296,424	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	545,927	-	-	943,369	571,425	-	461,404
Debt service	-	4,658,310	230,802	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	15,791,075	4,715,309	230,802	1,528,885	1,066,772	103,161	1,055,494	571,425	-	461,404
Excess (deficiency) of receipts over disbursements	1,950,581	877,164	(976)	(440,650)	(452,396)	(41,036)	(1,038,085)	(571,264)	-	(458,654)
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	2,000,000
Sale of capital assets	3,062	-	-	482	-	1,285	-	-	-	-
Transfers in	-	20,512	4,634	629,810	354,770	35,781	2,160,505	-	-	-
Transfers out	(2,500,000)	(681,825)	(24,186)	-	-	-	-	-	-	-
Total other financing sources (uses)	(2,496,938)	(661,313)	(19,552)	630,292	354,770	37,066	2,160,505	-	-	2,000,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(546,357)	215,851	(20,528)	189,642	(97,626)	(3,970)	1,122,420	(571,264)	-	1,541,346
Cash and investments - ending	\$ 4,579,633	\$ 410,611	\$ 84,087	\$ 1,267,387	\$ 590,879	\$ 83,343	\$ 7,013,140	\$ -	\$ -	\$ 1,541,346

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

	2016 Series A Bond	2016 Series B Bond	2016 Series C Bond	2016 Series D Bond	School Lunch	Textbook Rental	Self- Insurance	Joint Services and Supply - Special Education Cooperative	Alternative Education
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 425,145	\$ 204,622	\$ 45,611	\$ 193,063	\$ -
Receipts:									
Local sources	34	34	34	34	496,937	228,241	12,000	908,679	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	10,780	126,993	-	53,577	9,912
Federal sources	-	-	-	-	1,010,710	-	-	-	-
Other receipts	-	-	-	-	1,420	150	-	-	-
Total receipts	34	34	34	34	1,519,847	355,384	12,000	962,256	9,912
Disbursements:									
Instruction	-	-	-	-	-	-	-	555,457	-
Support services	-	-	-	-	2,246	380,322	-	397,720	-
Noninstructional services	-	-	-	-	1,560,471	-	-	-	-
Facilities acquisition and construction	31,880	32,005	31,686	2,400	-	2,827	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	22,000	-	-
Total disbursements	31,880	32,005	31,686	2,400	1,562,717	383,149	22,000	953,177	-
Excess (deficiency) of receipts over disbursements	(31,846)	(31,971)	(31,652)	(2,366)	(42,870)	(27,765)	(10,000)	9,079	9,912
Other financing sources (uses):									
Proceeds of long-term debt	1,996,551	1,996,551	1,996,551	1,996,551	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	144	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	1,996,551	1,996,551	1,996,551	1,996,551	-	-	-	144	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,964,705	1,964,580	1,964,899	1,994,185	(42,870)	(27,765)	(10,000)	9,223	9,912
Cash and investments - ending	\$ 1,964,705	\$ 1,964,580	\$ 1,964,899	\$ 1,994,185	\$ 382,275	\$ 176,857	\$ 35,611	\$ 202,286	\$ 9,912

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

	Early Intervention Grant	Literacy Donation	Secret Alice Fund	Early College	Faculty Recognition	Elementary School Drama	Donation Fund	Wellness Weight Loss	E Wonderland Donation
Cash and investments - beginning	\$ 132	\$ 1,266	\$ 7,735	\$ -	\$ -	\$ -	\$ 50	\$ -	\$ 6,424
Receipts:									
Local sources	-	-	3,725	28,125	-	3,146	-	1,590	9,304
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	27,730	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	27,730	-	3,725	28,125	-	3,146	-	1,590	9,304
Disbursements:									
Instruction	27,862	-	2,255	28,125	-	552	-	-	-
Support services	-	-	-	-	-	-	-	1,590	8,881
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	27,862	-	2,255	28,125	-	552	-	1,590	8,881
Excess (deficiency) of receipts over disbursements	(132)	-	1,470	-	-	2,594	-	-	423
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(132)	-	1,470	-	-	2,594	-	-	423
Cash and investments - ending	\$ -	\$ 1,266	\$ 9,205	\$ -	\$ -	\$ 2,594	\$ 50	\$ -	\$ 6,847

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

	SPARK Fund	Project Safe Donation	Duke Energy Grant	VU Foundation Art	Rotary Library Donation	Jump Start Program	Woodman Donation Fund	HHST Wellness Grant	Sodexo Wellness Grant
Cash and investments - beginning	\$ 1,122	\$ -	\$ 2,171	\$ -	\$ -	\$ 5,087	\$ 250	\$ 178	\$ -
Receipts:									
Local sources	1,410	718	-	970	433	9,593	-	-	6,500
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	1,410	718	-	970	433	9,593	-	-	6,500
Disbursements:									
Instruction	1,233	-	2,142	-	-	7,194	-	-	-
Support services	-	-	-	-	426	768	-	178	1,393
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	250	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	1,233	-	2,142	-	426	7,962	250	178	1,393
Excess (deficiency) of receipts over disbursements	177	718	(2,142)	970	7	1,631	(250)	(178)	5,107
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	177	718	(2,142)	970	7	1,631	(250)	(178)	5,107
Cash and investments - ending	\$ 1,299	\$ 718	\$ 29	\$ 970	\$ 7	\$ 6,718	\$ -	\$ -	\$ 5,107

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

	Lyons Donation	RC/ Pepsi Donation	Urban Enterprise Zone	ASAI Grant 12/13	Formative Assessment	Gifted/ Talented	Computer Consortium/ Ed Tech Advance	Secured Schools Safety Grant	School Technology
Cash and investments - beginning	\$ 382	\$ 18,451	\$ -	\$ -	\$ -	\$ 11,950	\$ -	\$ (26,862)	\$ 159,583
Receipts:									
Local sources	-	16,047	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	39,419	38,071	254,100	40,780	4,404
Federal sources	-	-	-	-	-	-	-	-	32,331
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	16,047	-	-	39,419	38,071	254,100	40,780	36,735
Disbursements:									
Instruction	-	10,121	-	-	-	44,638	-	-	-
Support services	-	4,892	-	-	29,903	5,084	254,100	13,918	73,672
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	15,013	-	-	29,903	49,722	254,100	13,918	73,672
Excess (deficiency) of receipts over disbursements	-	1,034	-	-	9,516	(11,651)	-	26,862	(36,937)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	1,034	-	-	9,516	(11,651)	-	26,862	(36,937)
Cash and investments - ending	\$ 382	\$ 19,485	\$ -	\$ -	\$ 9,516	\$ 299	\$ -	\$ -	\$ 122,646

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

	Performance Based Awards	Child Care	Library Endowment	ISTA Settlement	JAG Award	Title I	Title I SWYV	IDEA	TA Grant 13-15
Cash and investments - beginning	\$ -	\$ 24,930	\$ 332	\$ 247,177	\$ -	\$ (63,997)	\$ (17,227)	\$ (88,606)	\$ (101)
Receipts:									
Local sources	-	100,986	-	1,000	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	934,763	46,337	1,238,715	10,774
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	100,986	-	1,000	-	934,763	46,337	1,238,715	10,774
Disbursements:									
Instruction	-	-	-	177,200	-	673,613	29,110	602,804	8,219
Support services	-	-	-	48,500	-	266,792	-	619,147	2,454
Noninstructional services	-	122,622	-	-	-	9,031	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	122,622	-	225,700	-	949,436	29,110	1,221,951	10,673
Excess (deficiency) of receipts over disbursements	-	(21,636)	-	(224,700)	-	(14,673)	17,227	16,764	101
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(21,636)	-	(224,700)	-	(14,673)	17,227	16,764	101
Cash and investments - ending	\$ -	\$ 3,294	\$ 332	\$ 22,477	\$ -	\$ (78,670)	\$ -	\$ (71,842)	\$ -

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

	Preschool 15/16	School Wellness Grant	Improving Teacher Quality, No Child Left, Title II, Part A	Elearning Grant	Title 2A 14/15	Rural/ Low 15/16	Prepaid Food	Payroll Clearing	Totals
Cash and investments - beginning	\$ (4,925)	\$ 6	\$ -	\$ -	\$ (23,440)	\$ (9,897)	\$ 10,923	\$ 66,688	\$ 14,939,135
Receipts:									
Local sources	10,854	-	17,701	-	-	-	-	-	9,667,039
Intermediate sources	-	-	-	-	-	-	-	-	138
State sources	-	-	100,793	-	73,998	-	-	-	18,320,486
Federal sources	58,846	1,200	-	16,500	-	62,266	-	-	3,412,442
Other receipts	-	-	-	-	-	-	3,113	3,803,997	3,808,680
Total receipts	69,700	1,200	118,494	16,500	73,998	62,266	3,113	3,803,997	35,208,785
Disbursements:									
Instruction	65,978	-	78,754	-	30,424	-	-	-	13,074,380
Support services	5,618	1,836	52,618	29,031	20,134	54,465	-	-	9,363,655
Noninstructional services	-	-	-	-	-	-	-	-	1,988,548
Facilities acquisition and construction	-	-	-	-	-	-	-	-	2,623,173
Debt service	-	-	-	-	-	-	-	-	4,889,112
Nonprogrammed charges	-	-	-	-	-	-	19	3,826,963	3,848,982
Total disbursements	71,596	1,836	131,372	29,031	50,558	54,465	19	3,826,963	35,787,850
Excess (deficiency) of receipts over disbursements	(1,896)	(636)	(12,878)	(12,531)	23,440	7,801	3,094	(22,966)	(579,065)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	9,986,204
Sale of capital assets	-	-	-	-	-	-	-	-	4,973
Transfers in	-	-	-	-	-	-	-	-	3,206,012
Transfers out	-	-	-	-	-	-	-	-	(3,206,011)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	9,991,178
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,896)	(636)	(12,878)	(12,531)	23,440	7,801	3,094	(22,966)	9,412,113
Cash and investments - ending	\$ (6,821)	\$ (630)	\$ (12,878)	\$ (12,531)	\$ -	\$ (2,096)	\$ 14,017	\$ 43,722	\$ 24,351,248

VINCENNES COMMUNITY 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>\$ 1,564,038</u>	<u>\$ 185,471</u>

VINCENNES COMMUNITY SCHOOL CORPORATION
SCHEDULE OF LEASES AND DEBT
June 30, 2016

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Vincennes Community School Building Corporation	Renovations remodel & equipment replacement/upgrade to Tecumseh-Harrison Elementary School	\$ 64,000	6/9/2016	12/31/2035
Vincennes Community School Building Corporation	Renovations remodel & equipment replacement/upgrade to Franklin Elementary School	64,000	6/9/2016	12/31/2035
Vincennes Community School Building Corporation	Renovations remodel & equipment replacement/upgrade to Riley Elementary School	64,000	6/9/2016	12/31/2035
Vincennes Community School Building Corporation	Renovations remodel & equipment replacement/upgrade to Vigo Elementary School	64,000	6/9/2016	12/31/2035
Vincennes Community School Building Corporation	Build Equip Clark Middle School	499,500	1/12/2009	1/10/2029
Vincennes Community School Building Corporation	Build Equip Clark Middle School	1,765,000	12/1/2008	1/10/2024
Vincennes Community School Building Corporation	improvements and renovations at Lincoln High School	1,018,500	12/31/2015	12/30/2017
Vincennes Community School Building Corporation	Reimburse School Corporation for Improvements to Lincoln High School			
	Extend Building Corporation Ownership and Pay Issuance Cost	73,000	12/30/2013	12/30/2018
U S Bancorp Government Leasing and Finance Inc.	Chrome Book Purchase for Incoming Students	47,699	7/25/2014	7/25/2017
U S Bancorp Government Leasing and Finance Inc.	Chromebook purchase for students	30,766	6/30/2016	6/30/2018
U S Bancorp Government Leasing and Finance Inc.	Chrome Book Purchase for Students	<u>47,098</u>	7/25/2015	7/25/2018
Total governmental activities		<u>3,737,563</u>		
Total of annual lease payments		<u>\$ 3,737,563</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	Renovation Improvement of Facilities	\$ 1,090,000	\$ 152,159
General obligation bonds	To Fund Uncovered Pension Liability	635,000	230,172
General obligation bonds	Funding Improvements at Lincoln High School and Elementary School Facilities and Pay Issuance Costs	1,505,000	1,012,550
Common School Loan	Technology Improvements	<u>254,100</u>	<u>53,842</u>
Total governmental activities		<u>3,484,100</u>	<u>1,448,723</u>
Totals		<u>\$ 3,484,100</u>	<u>\$ 1,448,723</u>

VINCENNES COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2016

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

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 821,565
Buildings	51,158,363
Improvements other than buildings	1,514,782
Machinery, equipment, and vehicles	<u>3,475,383</u>
Total governmental activities	<u>56,970,093</u>
Total capital assets	<u>\$ 56,970,093</u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF THE VINCENNES COMMUNITY SCHOOL
CORPORATION, KNOX COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Vincennes Community School Corporation's (School Corporation) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the period of July 1, 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)

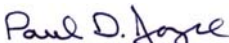
Report on Internal Control over Compliance

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.

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. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 14, 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.

VINCENNES COMMUNITY 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						
FY 14-15		10.553	FY 14/15	\$ -	\$ 242,188	\$ -	\$ -
FY 15-16			FY 15/16	-	-	-	226,863
Total - SCHOOL BREAKFAST PROGRAM				-	242,188	-	226,863
NATIONAL SCHOOL LUNCH PROGRAM	INDIANA DEPARTMENT OF EDUCATION						
FY 14-15		10.555	FY 14/15	-	821,793	-	-
FY 15-16			FY 15/16	-	-	-	752,765
NATIONAL SCHOOL LUNCH PROGRAM - COMMODITIES	INDIANA DEPARTMENT OF EDUCATION						
FY 14-15		10.555	FY 14/15	-	93,554	-	-
FY 15-16			FY 15/16	-	-	-	94,804
Total - NATIONAL SCHOOL LUNCH PROGRAM				-	915,347	-	847,569
SUMMER FOOD SERVICE PROGRAM FOR CHILDREN	INDIANA DEPARTMENT OF EDUCATION						
FY 14-15		10.559	FY 14/15	-	30,966	-	-
FY 15-16			FY 15/16	-	-	-	31,081
Total - SUMMER FOOD SERVICE PROGRAM FOR CHILDREN				-	30,966	-	31,081
Total - Child Nutrition Cluster				-	1,188,501	-	1,105,513
FRESH FRUIT AND VEGETABLE PROGRAM	INDIANA DEPARTMENT OF EDUCATION						
FY 14-15		10.582	FY 14/15	-	5,405	-	-
Total - Department of Agriculture				-	1,193,906	-	1,105,513
<u>Department of Education</u>							
Special Education Cluster (IDEA)							
SPECIAL EDUCATION GRANTS TO STATES	INDIANA DEPARTMENT OF EDUCATION						
SPECIAL EDUCATION 2012-2014		84.027	14213-034-PN01	-	319,566	-	-
SPECIAL EDUCATION 2013-2015			14214-034-PN01	-	483,035	-	293,785
SPECIAL EDUCATION 2014-2016			14215-034-PN01	-	-	-	468,155
SPECIAL EDUCATION TECHNICAL ASSISTANCE			99914-034-TA01	-	8,092	-	8,320
Total - SPECIAL EDUCATION GRANTS TO STATES				-	810,693	-	770,260
SPECIAL EDUCATION PRESCHOOL GRANTS	INDIANA DEPARTMENT OF EDUCATION						
PRESCHOOL 13/14		84.173	45713-034-PN01	-	16,630	-	-
PRESCHOOL 14-15			45714-034-PN01	-	20,953	-	14,995
PRESCHOOL 15/16			45715-034-PN01	-	-	-	21,832
Total - SPECIAL EDUCATION PRESCHOOL GRANTS				-	37,583	-	36,827
Total - Special Education Cluster (IDEA)				-	848,276	-	807,087

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

VINCENNES COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Years Ended June 30, 2015 and 2016
 (Continued)

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15	Pass-Through To Subrecipient 06-30-16	Total Federal Awards Expended 06-30-16
<u>Department of Education (continued)</u>							
TITLE I GRANTS TO LOCAL EDUCATIONAL AGENCIES	INDIANA DEPARTMENT OF EDUCATION						
TITLE I 13/14 DELINQUENT		84.010	S010A130014	-	67,034	-	-
TITLE I 13/14			S010A130014	-	252,480	-	-
TITLE I 14/15 DELINQUENT			S010A140014	-	78,868	-	46,337
TITLE I 14/15			S010A140014	-	507,477	-	246,551
TITLE I 15/16 DELINQUENT			S010A150014	-	-	-	96,103
TITLE I 15-16			S010A150014	-	-	-	592,109
Total - TITLE I GRANTS TO LOCAL EDUCATIONAL AGENCIES				-	905,859	-	981,100
RURAL EDUCATION	INDIANA DEPARTMENT OF EDUCATION						
FY 13/14		84.358	S358B130014	-	6,928	-	-
FY 14/15			S358B140014	-	31,669	-	20,364
FY 15/16			S358B150014	-	-	-	41,902
Total - RURAL EDUCATION				-	38,597	-	62,266
IMPROVING TEACHER QUALITY STATE GRANTS	INDIANA DEPARTMENT OF EDUCATION						
E-LEARNING GRANT 2014		84.367	A58-4-14C1-1983	-	15,884	-	-
E-LEARNING GRANT 2015			A58-5-15C1-2476	-	500	-	16,500
FY 13/14			S367A130013	-	76,036	-	-
FY 14/15			S367A140013	-	118,786	-	73,998
FY 15/16			S367A150013	-	600	-	118,494
Total - IMPROVING TEACHER QUALITY STATE GRANTS				-	211,806	-	208,992
Total - Department of Education				-	2,004,538	-	2,059,445
<u>Department of Health and Human Services</u>							
ASSISTANCE PROGRAMS FOR CHRONIC DISEASE PREVENTION AND CONTROL	INDIANA DEPARTMENT OF EDUCATION						
FY 14-15		93.945	FY 14/15	-	1,194	-	6
2015			FY 15/16	-	-	-	1,200
Total - ASSISTANCE PROGRAMS FOR CHRONIC DISEASE PREVENTION AND CONTROL				-	1,194	-	1,206
Total - Department of Health and Human Services				-	1,194	-	1,206
Total federal awards expended				\$ -	\$ 3,199,638	\$ -	\$ 3,166,164

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

VINCENNES COMMUNITY SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the School Corporation under programs of the federal government for the years ended June 30, 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. Knox County Special Education Cooperative

The School Corporation is a member of a Special Education Cooperative (Cooperative) and serves as the fiscal agent for the Cooperative. As a result, some activity for the Special Education Cluster (IDEA) that is presented as receipts and disbursements in the financial statement is not presented on the Schedule of Expenditures of Federal Awards.

VINCENNES COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

Internal control over major programs:	
Material weakness identified?	no
Significant deficiency identified?	none reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section .510(a) of OMB Circular A-133?	no

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.367	Child Nutrition Cluster Special Education Cluster (IDEA) Improving Teacher Quality State Grants

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

Auditee qualified as low-risk auditee?	no
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Section II - Financial Statement Findings

No matters are reportable.

Section III - Federal Award Findings and Questioned Costs

No Matters are reportable.

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/>.