

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

WEST LAFAYETTE COMMUNITY
SCHOOL CORPORATION
TIPPECANOE COUNTY, INDIANA

July 1, 2013 to June 30, 2015



FILED
03/09/2018

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Ross Sloat Tim Clary Ross Sloat	07-01-13 to 06-30-15 07-01-15 to 12-31-15 01-01-16 to 06-30-18
Superintendent of Schools	Rocky D. Killion	07-01-13 to 06-30-18
President of the School Board	Alan R. Karpick	07-01-13 to 06-30-18



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE WEST LAFAYETTE COMMUNITY SCHOOL CORPORATION, TIPPECANOE COUNTY, INDIANA

Report on the Financial Statement

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

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Opinion on Regulatory Basis of Accounting

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

Other Matters

Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statement. The Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis 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 January 31, 2018, 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 solely 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 effectiveness of the School Corporation's 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

January 31, 2018



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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 WEST LAFAYETTE COMMUNITY SCHOOL
CORPORATION, TIPPECANOE 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 West Lafayette Community School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2013 to June 30, 2015, and the related notes to the financial statement, and have issued our report thereon dated January 31, 2018, wherein we noted the School Corporation followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

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

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

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

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

Compliance and Other Matters


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

West Lafayette Community School Corporation's Response to Findings

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

Purpose of This Report

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


Paul D. Joyce, CPA
State Examiner

January 31, 2018

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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.

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

Fund	Cash and Investments 07-01-13		Disbursements	Other Financing Sources (Uses)		Cash and Investments 06-30-14		Other Financing Sources (Uses)		Cash and Investments 06-30-15	
	Receipts					Receipts	Disbursements			Receipts	Disbursements
General	\$ 92,307	\$ 13,231,541	\$ 14,055,319	\$ 2,100,421	\$ 1,368,950	\$ 13,348,801	\$ 14,401,613	\$ -	\$ -	\$ 316,138	
Referendum Tax Levy	5,712,351	4,140,489	2,451,953	(2,100,000)	5,300,887	4,389,879	2,867,490	-	-	6,823,276	
Debt Service	951,931	4,157,705	4,756,602	-	353,034	4,460,274	3,694,451	(17,067)	-	1,101,790	
Capital Projects	1,550,002	2,028,407	1,876,422	-	1,701,987	2,073,305	2,101,068	(600,000)	-	1,074,224	
School Transportation	133,422	616,253	590,006	-	159,669	633,905	577,747	-	-	215,827	
School Bus Replacement	8,893	315,572	204,138	-	120,327	343,763	309,587	-	-	154,503	
Rainy Day	968,147	-	86,986	-	881,161	-	20,000	822,212	-	1,683,373	
Retirement/Severance Bond	15,272	-	-	-	15,272	-	-	-	-	15,272	
Post-Retirement/Severance Future Benefits	122,451	69,463	116,080	-	75,834	50,009	111,457	-	-	14,386	
Construction Clearing Account	-	-	-	-	-	16,223	38,347	-	-	(22,124)	
Common School Fund Loan A1712 (#12)	-	157,000	157,000	-	-	-	-	-	-	-	
Common School Fund Loan A1779 (#13)	-	27,359	41,178	-	(13,819)	15,641	1,822	-	-	-	
Common School Fund Loan A1805 (#14)	-	-	299	-	(299)	149,583	146,899	-	-	2,385	
Common School Fund Loan A1854 (#15)	-	-	-	-	-	138,242	173,000	-	-	(34,758)	
Common School Fund Loan A1913 (#16)	-	-	-	-	-	-	25,697	-	-	(25,697)	
GOB 2012	475,177	-	475,177	-	-	-	-	-	-	-	
GOB 2013	1,514,313	-	1,239,297	-	275,016	-	275,016	-	-	-	
Construction: GOB 2014	-	-	25,000	2,020,000	1,995,000	-	935,167	-	-	1,059,833	
School Lunch	(110,398)	915,563	743,702	-	61,463	844,637	745,664	-	-	160,436	
Textbook Rental	279,270	390,041	331,966	-	337,345	431,534	348,010	17,067	-	437,936	
Self-Insurance	992,197	144,804	(28,105)	-	1,165,106	460,241	6,222	-	-	1,619,125	
Levy Excess	-	-	-	-	-	942	-	-	-	942	
WVEC - Control	618,198	677,060	587,398	326	708,186	660,763	642,271	-	-	726,678	
Playground	204,608	73,340	52,794	-	225,154	29,694	32,636	(222,212)	-	-	
Educational License Plates	10,611	581	463	-	10,729	525	169	-	-	11,085	
Donations - General	-	-	-	-	-	5,000	-	-	-	5,000	
Donations - Arts	174	-	-	-	174	-	-	-	-	174	
Backpack Program	10,108	75,600	30,747	-	54,961	4,462	14,411	-	-	45,012	
Instruction Support	1,356	-	1,356	-	-	-	-	-	-	-	
Cultural Arts	-	16,691	16,691	-	-	9,577	9,577	-	-	-	
Non-English Speaking Programs P.L. 273-1999	2,547	-	2,547	-	-	-	-	-	-	-	

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

Fund	Cash and Investments 07-01-13	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-14	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-15
13/14 Non-English Speaking Program (NESP)	-	10,227	10,227	-	-	-	-	-	-
14/15 Non-English Speaking Program (NESP)	-	-	-	-	-	13,375	13,375	-	-
School Technology	(89)	24,105	16,590	-	7,426	23,889	1,340	-	29,975
WVEC State Connectivity Grant	(987)	7,500	5,899	-	614	5,931	5,878	-	667
Indiana School Academic Improvement Program (ISAIIP)	1,500	-	1,500	-	-	-	-	-	-
13/14 High Ability	-	35,023	35,023	-	-	-	-	-	-
14/15 High Ability	-	-	-	-	-	34,839	34,839	-	-
Title I	(22,596)	60,641	38,045	-	-	-	-	-	-
13/14 Title I	-	123,262	123,359	-	(97)	30,273	30,176	-	-
14/15 Title I	-	-	-	-	-	89,075	128,306	-	(39,231)
Title I Migrant	-	329,142	329,142	-	-	-	-	-	-
WVEC 12/13 Title I: Part C	-	110,533	118,083	-	(7,550)	345,693	338,143	-	-
WVEC 13/14 Title I: Part C	-	-	-	-	-	289,747	359,251	-	(69,504)
Improving Teaching Quality, No Child Left, Title II, Part A	(7,989)	7,989	-	-	-	-	-	-	-
13/14 Title II	-	-	36,736	-	(36,736)	44,871	8,135	-	-
14/15 Title II	-	-	-	-	-	20,659	40,205	-	(19,546)
12/13 Title III Part A	(464)	1,576	1,112	-	-	-	-	-	-
13/15 Title III Part A	-	14,561	14,853	-	(292)	-	878	-	(1,170)
14/16 Title III Part A	-	-	-	-	-	18,917	18,917	-	-
WVEC 11/12 Title III	(2,453)	8,698	6,245	-	-	-	-	-	-
WVEC 12/13 Title III	-	22,715	22,715	-	-	7,859	7,859	-	-
WVEC 13/15 Title III	-	48,448	56,055	-	(7,607)	17,468	9,861	-	-
WVEC 14/16 Title III	-	-	-	-	-	50,447	68,135	-	(17,688)
Prepaid Food	87,984	651,879	707,799	-	32,064	616,232	607,222	-	41,074
WVEC Payroll	(15,437)	377,482	414,007	-	(51,962)	567,551	551,143	-	(35,554)
COBRA	607	11,128	11,850	-	(115)	9,177	45,518	-	(36,456)
Payroll Clearing	-	8,583,047	8,390,411	-	192,636	8,510,000	8,492,021	-	210,615
Totals	\$ 13,593,013	\$ 37,465,425	\$ 38,154,667	\$ 2,020,747	\$ 14,924,518	\$ 38,763,003	\$ 38,239,523	\$ -	\$ 15,447,998

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

WEST LAFAYETTE 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.

WEST LAFAYETTE 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.

Temporary loans. Amounts received from a loan obtained to pay current expenses prior to the receipt of revenue from taxes levied for that purpose. These loans, sometimes designated tax anticipation warrants, must be repaid from the next semiannual distribution of local property taxes levied for such fund.

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.

WEST LAFAYETTE COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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 lien date (March 1 in a year ending before January 1, 2016 and January 1 in a year beginning after December 31, 2015) 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.

WEST LAFAYETTE 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.

WEST LAFAYETTE 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.

C. Additional Pension Plans

The School Corporation also contributes to additional pension plans unique to the School Corporation. Information regarding these plans may be obtained from the School Corporation. These plans include contributions to a 401-a, VEBA, and a Post Severance 403-b plan.

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. Most are a result of federal reimbursements for expenditures made by the School Corporation that were not received by June 30, 2014 or 2015. The COBRA fund was overdrawn at June 30, 2014 and 2015, due to expenditures exceeding receipts.

WEST LAFAYETTE COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. *Holding Corporation*

The School Corporation has entered into a capital lease with West Lafayette 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 fiscal years 2013-2014 and 2014-2015 totaled \$2,888,000 and \$2,884,500, respectively.

Note 9. *Subsequent Events*

The School Corporation is in the process of constructing a new elementary building and renovating other school buildings. The total estimated cost of the entire project is currently \$76,968,608. In 2016, the School Corporation issued a bond anticipation note to start construction. This note was repaid in full with the proceeds from its \$46,495,000 bond that was issued through the West Lafayette School Building Corporation. As the remaining phases are scheduled for completion, additional bonds will be sold. The entire project has an estimated completion date of September 2020.

Note 10. *Other Postemployment Benefits*

The School Corporation provides to eligible retirees and their spouses the following benefits: retired staff may remain on the health insurance plan at their own expense and receive a severance payment based on unused sick days. 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.

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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 for Governmental Units 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.

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

	General	Referendum Tax Levy	Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	Post- Retirement/ Severance Future Benefits
Cash and investments - beginning	\$ 92,307	\$ 5,712,351	\$ 951,931	\$ 1,550,002	\$ 133,422	\$ 8,893	\$ 968,147	\$ 15,272	\$ 122,451
Receipts:									
Local sources	969,658	4,140,489	4,157,705	2,028,407	616,253	315,572	-	-	69,463
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	12,261,883	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	13,231,541	4,140,489	4,157,705	2,028,407	616,253	315,572	-	-	69,463
Disbursements:									
Instruction	9,405,963	1,221,056	-	-	-	-	-	-	-
Support services	4,488,307	905,115	-	1,150,064	590,006	180,578	-	-	116,080
Noninstructional services	161,049	325,782	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	726,358	-	23,560	86,986	-	-
Debt service	-	-	4,756,602	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	14,055,319	2,451,953	4,756,602	1,876,422	590,006	204,138	86,986	-	116,080
Excess (deficiency) of receipts over disbursements	(823,778)	1,688,536	(598,897)	151,985	26,247	111,434	(86,986)	-	(46,617)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	421	-	-	-	-	-	-	-	-
Transfers in	2,100,000	-	-	-	-	-	-	-	-
Transfers out	-	(2,100,000)	-	-	-	-	-	-	-
Total other financing sources (uses)	2,100,421	(2,100,000)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,276,643	(411,464)	(598,897)	151,985	26,247	111,434	(86,986)	-	(46,617)
Cash and investments - ending	\$ 1,368,950	\$ 5,300,887	\$ 353,034	\$ 1,701,987	\$ 159,669	\$ 120,327	\$ 881,161	\$ 15,272	\$ 75,834

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

Construction Clearing Account	Common School Fund Loan A1712 (#12)	Common School Fund Loan A1779 (#13)	Common School Fund Loan A1805 (#14)	Common School Fund Loan A1854 (#15)	Common School Fund Loan A1913 (#16)	GOB 2012	GOB 2013	Construction: GOB 2014
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 475,177	\$ 1,514,313	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	157,000	27,359	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	157,000	27,359	-	-	-	-	-
Disbursements:								
Instruction	-	-	-	-	-	-	-	-
Support services	-	157,000	41,178	299	-	-	16,051	20,000
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	475,177	1,223,246	-
Debt service	-	-	-	-	-	-	-	5,000
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	157,000	41,178	299	-	475,177	1,239,297	25,000
Excess (deficiency) of receipts over disbursements	-	-	(13,819)	(299)	-	(475,177)	(1,239,297)	(25,000)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	2,020,000
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	2,020,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(13,819)	(299)	-	(475,177)	(1,239,297)	1,995,000
Cash and investments - ending	\$ -	\$ -	\$ (13,819)	\$ (299)	\$ -	\$ -	\$ 275,016	\$ 1,995,000

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

	School Lunch	Textbook Rental	Self- Insurance	Levy Excess	WVEC - Control	Playground	Educational License Plates	Donations - General	Donations - Arts
Cash and investments - beginning	\$ (110,398)	\$ 279,270	\$ 992,197	\$ -	\$ 618,198	\$ 204,608	\$ 10,611	\$ -	\$ 174
Receipts:									
Local sources	712,969	366,398	144,804	-	677,060	73,340	-	-	-
Intermediate sources	-	-	-	-	-	-	581	-	-
State sources	11,689	23,643	-	-	-	-	-	-	-
Federal sources	190,905	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	915,563	390,041	144,804	-	677,060	73,340	581	-	-
Disbursements:									
Instruction	-	-	-	-	-	-	-	-	-
Support services	-	331,966	-	-	525,216	52,794	463	-	-
Noninstructional services	743,702	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	62,182	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	(28,105)	-	-	-	-	-	-
Total disbursements	743,702	331,966	(28,105)	-	587,398	52,794	463	-	-
Excess (deficiency) of receipts over disbursements	171,861	58,075	172,909	-	89,662	20,546	118	-	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	326	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	326	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	171,861	58,075	172,909	-	89,988	20,546	118	-	-
Cash and investments - ending	\$ 61,463	\$ 337,345	\$ 1,165,106	\$ -	\$ 708,186	\$ 225,154	\$ 10,729	\$ -	\$ 174

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

	Backpack Program	Instruction Support	Cultural Arts	Non-English Speaking Programs P.L. 273-1999	13/14 Non-English Speaking Program (NESP)	14/15 Non-English Speaking Program (NESP)	School Technology	WVEC State Connectivity Grant
Cash and investments - beginning	\$ 10,108	\$ 1,356	\$ -	\$ 2,547	\$ -	\$ -	\$ (89)	\$ (987)
Receipts:								
Local sources	75,600	-	-	-	-	-	24,105	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	16,691	-	10,227	-	-	7,500
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	75,600	-	16,691	-	10,227	-	24,105	7,500
Disbursements:								
Instruction	-	1,356	-	2,547	10,227	-	-	-
Support services	-	-	16,691	-	-	-	16,590	5,899
Noninstructional services	30,747	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	30,747	1,356	16,691	2,547	10,227	-	16,590	5,899
Excess (deficiency) of receipts over disbursements	44,853	(1,356)	-	(2,547)	-	-	7,515	1,601
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	44,853	(1,356)	-	(2,547)	-	-	7,515	1,601
Cash and investments - ending	\$ 54,961	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,426	\$ 614

WEST LAFAYETTE COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
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 For the Year Ended June 30, 2014

	Indiana School Academic Improvement Program (ISAIP)	13/14 High Ability	14/15 High Ability	Title I	13/14 Title I	14/15 Title 1	Title I Migrant	WVEC 12/13 Title I: Part C
Cash and investments - beginning	\$ 1,500	\$ -	\$ -	\$ (22,596)	\$ -	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	35,023	-	-	-	-	-	-
Federal sources	-	-	-	60,641	123,262	-	329,142	110,533
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	35,023	-	60,641	123,262	-	329,142	110,533
Disbursements:								
Instruction	-	35,023	-	38,045	123,359	-	-	-
Support services	1,500	-	-	-	-	-	329,142	118,083
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	1,500	35,023	-	38,045	123,359	-	329,142	118,083
Excess (deficiency) of receipts over disbursements	(1,500)	-	-	22,596	(97)	-	-	(7,550)
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	(1,500)	-	-	22,596	(97)	-	-	(7,550)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ (97)	\$ -	\$ -	\$ (7,550)

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

	WVEC 13/14 Title I: Part C	Improving Teaching Quality, No Child Left, Title II, Part A	13/14 Title II	14/15 Title II	12/13 Title III Part A	13/15 Title III Part A	14/16 Title III Part A	WVEC 11/12 Title III
Cash and investments - beginning	\$ -	\$ (7,989)	\$ -	\$ -	\$ (464)	\$ -	\$ -	\$ (2,453)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	7,989	-	-	1,576	14,561	-	8,698
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	7,989	-	-	1,576	14,561	-	8,698
Disbursements:								
Instruction	-	-	36,736	-	1,112	14,853	-	-
Support services	-	-	-	-	-	-	-	6,245
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	36,736	-	1,112	14,853	-	6,245
Excess (deficiency) of receipts over disbursements	-	7,989	(36,736)	-	464	(292)	-	2,453
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	-	7,989	(36,736)	-	464	(292)	-	2,453
Cash and investments - ending	\$ -	\$ -	\$ (36,736)	\$ -	\$ -	\$ (292)	\$ -	\$ -

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

	WVEC 12/13 Title III	WVEC 13/15 Title III	WVEC 14/16 Title III	Prepaid Food	WVEC Payroll	COBRA	Payroll Clearing	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 87,984	\$ (15,437)	\$ 607	\$ -	\$ 13,593,013
Receipts:								
Local sources	-	-	-	-	-	-	-	14,371,823
Intermediate sources	-	-	-	-	-	-	-	581
State sources	-	-	-	-	-	-	-	12,366,656
Federal sources	22,715	48,448	-	-	-	-	-	918,470
Temporary loans	-	-	-	-	-	-	-	184,359
Other receipts	-	-	-	651,879	377,482	11,128	8,583,047	9,623,536
Total receipts	22,715	48,448	-	651,879	377,482	11,128	8,583,047	37,465,425
Disbursements:								
Instruction	-	-	-	-	-	-	-	10,890,277
Support services	22,715	56,055	-	-	-	-	-	9,148,037
Noninstructional services	-	-	-	-	-	-	-	1,261,280
Facilities acquisition and construction	-	-	-	-	-	-	-	2,597,509
Debt service	-	-	-	-	-	-	-	4,761,602
Nonprogrammed charges	-	-	-	707,799	414,007	11,850	8,390,411	9,495,962
Total disbursements	22,715	56,055	-	707,799	414,007	11,850	8,390,411	38,154,667
Excess (deficiency) of receipts over disbursements	-	(7,607)	-	(55,920)	(36,525)	(722)	192,636	(689,242)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	2,020,000
Sale of capital assets	-	-	-	-	-	-	-	747
Transfers in	-	-	-	-	-	-	-	2,100,000
Transfers out	-	-	-	-	-	-	-	(2,100,000)
Total other financing sources (uses)	-	-	-	-	-	-	-	2,020,747
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(7,607)	-	(55,920)	(36,525)	(722)	192,636	1,331,505
Cash and investments - ending	\$ -	\$ (7,607)	\$ -	\$ 32,064	\$ (51,962)	\$ (115)	\$ 192,636	\$ 14,924,518

WEST LAFAYETTE 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	Referendum Tax Levy	Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	Post- Retirement/ Severance Future Benefits	Construction Clearing Account
Cash and investments - beginning	\$ 1,368,950	\$ 5,300,887	\$ 353,034	\$ 1,701,987	\$ 159,669	\$ 120,327	\$ 881,161	\$ 15,272	\$ 75,834	\$ -
Receipts:										
Local sources	971,427	4,389,879	4,460,274	2,073,305	633,905	343,763	-	-	50,009	16,223
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	12,377,374	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	13,348,801	4,389,879	4,460,274	2,073,305	633,905	343,763	-	-	50,009	16,223
Disbursements:										
Instruction	9,071,454	2,285,890	-	-	-	-	-	-	-	-
Support services	5,242,780	208,018	-	1,320,519	577,747	309,587	20,000	-	111,457	-
Noninstructional services	87,379	373,582	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	780,549	-	-	-	-	-	38,347
Debt service	-	-	3,694,451	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	14,401,613	2,867,490	3,694,451	2,101,068	577,747	309,587	20,000	-	111,457	38,347
Excess (deficiency) of receipts over disbursements	(1,052,812)	1,522,389	765,823	(27,763)	56,158	34,176	(20,000)	-	(61,448)	(22,124)
Other financing sources (uses):										
Transfers in	-	4,800,000	2,000,000	-	-	-	1,822,212	-	-	-
Transfers out	-	(4,800,000)	(2,017,067)	(600,000)	-	-	(1,000,000)	-	-	-
Total other financing sources (uses)	-	-	(17,067)	(600,000)	-	-	822,212	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,052,812)	1,522,389	748,756	(627,763)	56,158	34,176	802,212	-	(61,448)	(22,124)
Cash and investments - ending	\$ 316,138	\$ 6,823,276	\$ 1,101,790	\$ 1,074,224	\$ 215,827	\$ 154,503	\$ 1,683,373	\$ 15,272	\$ 14,386	\$ (22,124)

WEST LAFAYETTE 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

	Common School Fund Loan A1712 (#12)	Common School Fund Loan A1779 (#13)	Common School Fund Loan A1805 (#14)	Common School Fund Loan A1854 (#15)	Common School Fund Loan A1913 (#16)	GOB 2012	GOB 2013	Construction: GOB 2014	School Lunch	Textbook Rental
Cash and investments - beginning	\$ -	\$ (13,819)	\$ (299)	\$ -	\$ -	\$ -	\$ 275,016	\$ 1,995,000	\$ 61,463	\$ 337,345
Receipts:										
Local sources	-	-	-	-	-	-	-	-	611,133	404,301
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	12,484	27,233
Federal sources	-	-	-	-	-	-	-	-	219,998	-
Temporary loans	-	15,641	149,583	138,242	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	1,022	-
Total receipts	-	15,641	149,583	138,242	-	-	-	-	844,637	431,534
Disbursements:										
Instruction	-	-	-	-	-	-	-	-	-	-
Support services	-	1,822	146,899	173,000	25,697	-	-	-	-	348,010
Noninstructional services	-	-	-	-	-	-	-	-	745,664	-
Facilities acquisition and construction	-	-	-	-	-	-	275,016	935,167	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	1,822	146,899	173,000	25,697	-	275,016	935,167	745,664	348,010
Excess (deficiency) of receipts over disbursements	-	13,819	2,684	(34,758)	(25,697)	-	(275,016)	(935,167)	98,973	83,524
Other financing sources (uses):										
Transfers in	-	-	-	-	-	1,800,000	-	1,000,000	-	17,067
Transfers out	-	-	-	-	-	(1,800,000)	-	(1,000,000)	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	17,067
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	13,819	2,684	(34,758)	(25,697)	-	(275,016)	(935,167)	98,973	100,591
Cash and investments - ending	\$ -	\$ -	\$ 2,385	\$ (34,758)	\$ (25,697)	\$ -	\$ -	\$ 1,059,833	\$ 160,436	\$ 437,936

WEST LAFAYETTE 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

	Self- Insurance	Levy Excess	WVEC - Control	Playground	Educational License Plates	Donations - General	Donations - Arts	Backpack Program	Instruction Support	Cultural Arts
Cash and investments - beginning	\$ 1,165,106	\$ -	\$ 708,186	\$ 225,154	\$ 10,729	\$ -	\$ 174	\$ 54,961	\$ -	\$ -
Receipts:										
Local sources	460,241	942	660,763	29,694	-	5,000	-	4,462	-	-
Intermediate sources	-	-	-	-	525	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	9,577
Federal sources	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	460,241	942	660,763	29,694	525	5,000	-	4,462	-	9,577
Disbursements:										
Instruction	-	-	-	-	-	-	-	-	-	-
Support services	16,947	-	535,794	32,636	169	-	-	-	-	9,577
Noninstructional services	-	-	-	-	-	-	-	14,411	-	-
Facilities acquisition and construction	-	-	106,477	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	(10,725)	-	-	-	-	-	-	-	-	-
Total disbursements	6,222	-	642,271	32,636	169	-	-	14,411	-	9,577
Excess (deficiency) of receipts over disbursements	454,019	942	18,492	(2,942)	356	5,000	-	(9,949)	-	-
Other financing sources (uses):										
Transfers in	1,000,000	-	-	-	-	-	-	-	-	-
Transfers out	(1,000,000)	-	-	(222,212)	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	(222,212)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	454,019	942	18,492	(225,154)	356	5,000	-	(9,949)	-	-
Cash and investments - ending	\$ 1,619,125	\$ 942	\$ 726,678	\$ -	\$ 11,085	\$ 5,000	\$ 174	\$ 45,012	\$ -	\$ -

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

	Non-English Speaking Programs P.L. 273-1999	13/14 Non-English Speaking Program (NESP)	14/15 Non-English Speaking Program (NESP)	School Technology	WVEC State Connectivity Grant	Indiana School Academic Improvement Program (ISAIP)	13/14 High Ability	14/15 High Ability	Title I	13/14 Title I
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 7,426	\$ 614	\$ -	\$ -	\$ -	\$ -	\$ (97)
Receipts:										
Local sources	-	-	-	23,889	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	13,375	-	5,931	-	-	34,839	-	-
Federal sources	-	-	-	-	-	-	-	-	-	30,273
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	13,375	23,889	5,931	-	-	34,839	-	30,273
Disbursements:										
Instruction	-	-	13,375	-	-	-	-	34,839	-	30,176
Support services	-	-	-	1,340	5,878	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	13,375	1,340	5,878	-	-	34,839	-	30,176
Excess (deficiency) of receipts over disbursements	-	-	-	22,549	53	-	-	-	-	97
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	-	-	-	22,549	53	-	-	-	-	97
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 29,975	\$ 667	\$ -	\$ -	\$ -	\$ -	\$ -

WEST LAFAYETTE 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

	14/15 Title I	Title I Migrant	WVEC 12/13 Title I: Part C	WVEC 13/14 Title I: Part C	Improving Teaching Quality, No Child Left, Title II, Part A	13/14 Title II	14/15 Title II	12/13 Title III Part A	13/15 Title III Part A	14/16 Title III Part A
Cash and investments - beginning	\$ -	\$ -	\$ (7,550)	\$ -	\$ -	\$ (36,736)	\$ -	\$ -	\$ (292)	\$ -
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	89,075	-	345,693	289,747	-	44,871	20,659	-	-	18,917
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	89,075	-	345,693	289,747	-	44,871	20,659	-	-	18,917
Disbursements:										
Instruction	128,306	-	-	-	-	8,135	40,205	-	878	18,917
Support services	-	-	338,143	359,251	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	128,306	-	338,143	359,251	-	8,135	40,205	-	878	18,917
Excess (deficiency) of receipts over disbursements	(39,231)	-	7,550	(69,504)	-	36,736	(19,546)	-	(878)	-
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	(39,231)	-	7,550	(69,504)	-	36,736	(19,546)	-	(878)	-
Cash and investments - ending	\$ (39,231)	\$ -	\$ -	\$ (69,504)	\$ -	\$ -	\$ (19,546)	\$ -	\$ (1,170)	\$ -

WEST LAFAYETTE 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

	WVEC 11/12 Title III	WVEC 12/13 Title III	WVEC 13/15 Title III	WVEC 14/16 Title III	Prepaid Food	WVEC Payroll	COBRA	Payroll Clearing	Totals
Cash and investments - beginning	\$ -	\$ -	\$ (7,607)	\$ -	\$ 32,064	\$ (51,962)	\$ (115)	\$ 192,636	\$ 14,924,518
Receipts:									
Local sources	-	-	-	-	-	-	-	-	15,139,210
Intermediate sources	-	-	-	-	-	-	-	-	525
State sources	-	-	-	-	-	-	-	-	12,480,813
Federal sources	-	7,859	17,468	50,447	-	-	-	-	1,135,007
Temporary loans	-	-	-	-	-	-	-	-	303,466
Other receipts	-	-	-	-	616,232	567,551	9,177	8,510,000	9,703,982
Total receipts	-	7,859	17,468	50,447	616,232	567,551	9,177	8,510,000	38,763,003
Disbursements:									
Instruction	-	-	-	-	-	-	-	-	11,632,175
Support services	-	7,859	9,861	68,135	-	-	-	-	9,871,126
Noninstructional services	-	-	-	-	-	-	-	-	1,221,036
Facilities acquisition and construction	-	-	-	-	-	-	-	-	2,135,556
Debt service	-	-	-	-	-	-	-	-	3,694,451
Nonprogrammed charges	-	-	-	-	607,222	551,143	45,518	8,492,021	9,685,179
Total disbursements	-	7,859	9,861	68,135	607,222	551,143	45,518	8,492,021	38,239,523
Excess (deficiency) of receipts over disbursements	-	-	7,607	(17,688)	9,010	16,408	(36,341)	17,979	523,480
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	12,439,279
Transfers out	-	-	-	-	-	-	-	-	(12,439,279)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	7,607	(17,688)	9,010	16,408	(36,341)	17,979	523,480
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (17,688)	\$ 41,074	\$ (35,554)	\$ (36,456)	\$ 210,615	\$ 15,447,998

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities: West Lafayette School Building Corporation	Building improvements JR/SR high	\$ 2,887,000	6/30/2008	6/30/2019
Total of annual lease payments		<u>\$ 2,887,000</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	QSCB building improvements	\$ 343,000	\$ 345,624
General obligation bonds	2012 Building Improvements	1,360,000	337,605
General obligation bonds	2013 Building Improvements	1,425,000	266,275
General obligation bonds	2014 Building Improvements	2,000,000	281,245
Notes and loans payable	CSL # 1535	50,000	20,450
Notes and loans payable	CSL#1708	121,100	35,725
Notes and loans payable	CSL#1712	141,300	32,735
Notes and loans payable	CSL#1779	35,835	14,656
Notes and loans payable	CSL#1805	149,583	31,712
Notes and loans payable	CSL#1854	<u>173,000</u>	<u>19,030</u>
Total governmental activities		<u>5,798,818</u>	<u>1,385,057</u>
Totals		<u>\$ 5,798,818</u>	<u>\$ 1,385,057</u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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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 WEST LAFAYETTE COMMUNITY SCHOOL
CORPORATION, TIPPECANOE COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Basis for Qualified Opinion on Child Nutrition Cluster

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

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

Qualified Opinion on Child Nutrition Cluster

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion on Child Nutrition Cluster* paragraph, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its Child Nutrition Cluster for the period of July 1, 2013 to June 30, 2015.

Unmodified Opinion on Each of the Other Major Federal Programs

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2015-004. Our opinion on each major federal program is not modified with respect to this matter.

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

Report on Internal Control over Compliance

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


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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2015-002, 2015-003, 2015-004, and 2015-005 to be material weaknesses.

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

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

January 31, 2018

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.

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-14	Total Federal Awards Expended 06-30-14	Total Federal Awards Expended 06-30-15
<u>Department of Agriculture</u>						
Child Nutrition Cluster	Indiana Department of Education					
School Breakfast Program		10.553	SY 13-14, SY 14-15	\$ -	\$ 16,314	\$ 17,823
National School Lunch Program Commodities		10.555	SY 13-14, SY 14-15 SY 13-14, SY 14-15	- -	174,592 42,869	202,175 47,691
Total - National School Lunch Program				-	217,461	249,866
Total - Child Nutrition Cluster				-	233,775	267,689
Total - Department of Agriculture				-	233,775	267,689
<u>Department of Education</u>						
Special Education Cluster (IDEA)						
Special Education_Grants to States	Indiana Department of Education	84.027				
FY 2013 Federal Part B 611 Grant			14213-023-PN01	-	130,564	11,789
FY 2014 Federal Part B 611 Grant			14214-023-PN01	-	252,013	114,112
FY 2015 Federal Part B 611 Funds			14215-023-PN01	-	-	300,330
FY 2014 Federal Technical Assistance Grant Part B Funds			99914-023-TA01	-	3,297	3,986
Total - Special Education_Grants to States				-	385,874	430,217
Special Education_Preschool Grants	Indiana Department of Education	84.173				
FY 2013 Federal Part B 619 Grant			45713-023-PN01	-	5,502	-
FY 2014 Federal Part B 619 Grant			45714-023-PN01	-	7,410	4,610
FY 2015 Federal Part B 619 Grant			45715-023-PN01	-	-	10,384
Total - Special Education_Preschool Grants				-	12,912	14,994
Total - Special Education Cluster (IDEA)				-	398,786	445,211
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010				
Title I FY 12-13			13-7875	-	60,641	-
Title I FY 13-14			14-7875	-	123,262	30,273
Title I FY 14-15			15-7875	-	-	89,075
Total - Title I Grants to Local Educational Agencies				-	183,903	119,348

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-14	Total Federal Awards Expended 06-30-14	Total Federal Awards Expended 06-30-15
Migrant Education_State Grant Program	Indiana Department of Education	84.011				
Title I Part C-WVEC			38213-011-PN01	-	439,675	345,693
Title I Part C-WVEC			38214-005-PN01	-	-	289,747
Total - Migrant Education_State Grant Program				-	439,675	635,440
Career and Technical Education -- Basic Grants to States	Tippecanoe School Corporation	84.048				
Perkins Grant			14-4700-7875	-	16,691	-
Perkins Grant			15-4700-7875	-	-	9,577
Total - Career and Technical Education -- Basic Grants to States				-	16,691	9,577
English Language Acquisition State Grants	Indiana Department of Education	84.365				
Title III-WVEC			01112-092-PN01	-	7,563	-
Title III Part A			01113-084-PN01	-	24,291	-
Title III Part A			01114-091-PN01	-	14,561	7,858
Title III-WVEC			01114-104-PN01	-	48,448	17,468
Title III-WVEC			01115-110-PN01	-	-	69,364
Total - English Language Acquisition State Grants				-	94,863	94,690
Improving Teacher Quality State Grants	Indiana Department of Education	84.367				
Title II Improving Teacher Quality			13-7875	-	7,989	44,871
Title II Improving Teacher Quality			14-7875	-	-	20,659
Total - Improving Teacher Quality State Grants				-	7,989	65,530
Total - Department of Education				-	743,121	924,585
Total federal awards expended				\$ -	\$ 1,375,682	\$ 1,637,485

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

WEST LAFAYETTE COMMUNITY SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Basis of Presentation

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

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

Note 2. Summary of Significant Accounting Policies

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

WEST LAFAYETTE 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?	Yes
Significant deficiency identified?	None reported
Noncompliance material to financial statement noted?	Yes

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	Yes
Significant deficiency identified?	None reported
Type of auditor's report issued on compliance for major programs:	Qualified - Child Nutrition Cluster, Unmodified - Special Education Cluster (IDEA), Title I Grants to Local Educational Agencies, Migrant Education_State Grant Program
Any audit finding(s) 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
84.011	Special Education Cluster (IDEA)
84.010	Title I Grants to Local Educational Agencies
84.011	Migrant Education_State Grant Program

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

Auditee qualified as low-risk auditee? No

Section II - Financial Statement Findings

FINDING 2015-001

Subject: Schedule of Expenditures of Federal Awards
Audit Findings: Material Weakness, Noncompliance

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

Repeat Finding

This is a repeat of finding 2013-001 from the immediate prior audit.

Condition

The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA).

Context

Due to the lack of controls, the SEFA presented for audit contained the following errors:

1. National School Lunch Program commodity expenditures were understated by \$42,869 for the year ended June 30, 2014, and \$47,691 in commodity expenditures were not properly reported for the year ended June 30, 2015.
2. Migrant Education_State Grant Program expenditures were understated by \$635,440 for the year ended June 30, 2015.
3. Special Education_Grants to States expenditures were understated by \$385,874 and \$430,217 for the years ended June 30, 2014 and 2015, respectively.

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

Criteria

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

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

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

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

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

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

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

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

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

Cause

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

Effect

Without a proper system of internal control in place that operated effectively, material misstatements of the SEFA remain undetected. The SEFA contained the errors identified in the *Context*.

Recommendation

We recommended the School Corporation's management establish controls to prevent, or detect and correct, errors on the SEFA.

Views of Responsible Officials

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

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

Section III - Federal Award Findings and Questioned Costs

FINDING 2015-002

Subject: Child Nutrition Cluster - Eligibility, Reporting, and Special Tests and Provisions -
Verification of Free and Reduced Price Applications (NSLP)

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): SY 13-14, SY 14-15

Pass-Through Entity: Indiana Department of Education

Compliance Requirements: Eligibility, Reporting, Special Test and Provisions - Verification
of Free and Reduced Price Applications (NSLP)

Audit Finding: Material Weakness

Repeat Finding

This is a repeat of finding 2013-002 from the immediate prior audit regarding the Eligibility and Reporting compliance requirements.

Condition

An effective internal control system, which would include segregation of duties, was not in place at the School Corporation in order to ensure compliance with the grant agreement and the following compliance requirements:

Eligibility

The School Corporation had not established an effective control to ensure that the eligibility determinations for free and reduced price meals were accurate. One employee processed the applications for free and reduced price meals, which included determining eligibility, without oversight or review.

Reporting

The School Corporation had not established an effective control to ensure that required reports were complete and accurate prior to submission. One employee prepared and submitted the Monthly Sponsor Claim Summaries without oversight, review, or approval.

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

The School Corporation had not established an effective control to ensure the verification of eligibility determinations for free and reduced price meals were accurate. One employee processed the verification for all selected applications without oversight or review.

Context

The lack of controls was a systemic problem, which occurred throughout the audit period.

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

Criteria

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

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

Cause

The School Corporation had not developed a system of internal controls that segregated key functions related to the Eligibility, Reporting and Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP) compliance requirements.

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 also allow noncompliance with compliance requirements and allow the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls, including segregation of duties, to ensure compliance with the grant agreement and Eligibility, Reporting, and Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP) compliance requirements.

Views of Responsible Officials

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

FINDING 2015-003

Subject: Child Nutrition Cluster - Procurement and Suspension and Debarment
Federal Agency: Department of Agriculture
Federal Programs: School Breakfast Program, National School Lunch Program
CFDA Numbers: 10.553, 10.555
Federal Award Numbers and Years (or Other Identifying Numbers): SY 13-14, SY 14-15
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Procurement and Suspension and Debarment
Audit Findings: Material Weakness, Modified Opinion

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

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with the grant agreement and the Procurement and Suspension and Debarment compliance requirement. The School Corporation did not perform, nor did they obtain documentation that its purchasing service performed, the required Procurement and Suspension and Debarment procedures.

Context

The lack of controls and noncompliance were systemic issues, which occurred throughout the audit period. The School Corporation used a purchasing service, but was unable to provide documentation that any procurement processes were performed at the local level. Additionally, the School Corporation did not perform any of the required procedures to ensure that vendors were not suspended or debarred.

Criteria

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

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

7 CFR 210.21 states in part:

"(c) *Procedures.* . . . A school food authority may use its own procurement procedures which reflect applicable State and local laws and regulations, provided that procurements made with nonprofit school food service account funds adhere to the standards set forth in this part and §§ 3016.36(b) through 3016.36(i), 3016.60 and 3019.40 through 3019.48 of this title, as applicable, and in the applicable Office of Management and Budget Circulars. School food authority procedures must include a written code of standards of conduct meeting the minimum standards of § 3016.36(b)(3) or § 3019.42 of this title, as applicable.

(1) *Pre-issuance review requirement.* . . . The school food authority must make available, upon request by the State agency, its procurement documents, including but not limited to solicitation documents, specifications, evaluation criteria, procurement procedures, proposed contracts and contract terms. . . ."

2 CFR 180.300 states:

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

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

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

Cause

The School Corporation had not developed a system of internal controls to ensure compliance with the Procurement and Suspension and Debarment compliance requirement.

Effect

The failure to establish an effective internal control system enabled noncompliance to go undetected, which could have resulted in the loss of federal funds to the School Corporation.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls to ensure compliance and comply with the Procurement and Suspension and Debarment compliance requirement.

Views of Responsible Officials

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

FINDING 2015-004

Subject: Child Nutrition Cluster - Special Tests and Provisions - Paid Lunch Equity
Federal Agency: Department of Agriculture
Federal Program: National School Lunch Program
CFDA Number: 10.555
Federal Award Numbers and Years (or Other Identifying Numbers): SY 13-14, SY 14-15
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Special Tests and Provisions - Paid Lunch Equity
Audit Findings: Material Weakness, Other Matters

Condition

An effective internal control system, which would include segregation of duties, was not in place at the School Corporation in order to ensure compliance with the grant agreement and the Special Tests and Provisions - Paid Lunch Equity compliance requirement. The School Corporation had not designed or implemented adequate policies and procedures to ensure the required Paid Lunch Equity calculations were being completed.

Context

The lack of controls and noncompliance were systemic issues and occurred throughout the audit period.

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

Criteria

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

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

7 CFR 210.14 states in part:

"(a) *Nonprofit school food service.* School food authorities shall maintain a nonprofit school food service. Revenues received by the nonprofit school food service are to be used only for the operation or improvement of such food service, *except that*, such revenues shall not be used to purchase land or buildings, unless otherwise approved by FNS, or to construct buildings. Expenditures of nonprofit school food service revenues shall be in accordance with the financial management system established by the State agency under §210.19(a) of this part. School food authorities may use facilities, equipment, and personnel supported with nonprofit school food revenues to support a nonprofit nutrition program for the elderly, including a program funded under the Older Americans Act of 1965 (42 U.S.C. 3001 *et seq.*). . . ."

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

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

(i) Determine the average price of paid lunches. The average shall be determined based on the total number of paid lunches claimed for the month of October in the previous school year, at each different price charged by the school food authority.

(ii) Calculate the difference between the per meal Federal reimbursement for paid and free lunches received by the school food authority in the previous school year (*i.e.*, the reimbursement difference);

(iii) Compare the average price of a paid lunch under paragraph (e)(1)(i) of this section to the difference between reimbursement rates under paragraph (e)(1)(ii) of this section. . . ."

Cause

The School Corporation had not developed a system of internal controls that segregated key functions related to the Special Tests and Provisions - Paid Lunch Equity compliance requirement.

Effect

The failure to establish an effective internal control system enabled noncompliance to go undetected, which could have resulted in the loss of federal funds to the School Corporation.

Questioned Costs

There were no questioned costs identified.

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

Recommendation

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

Views of Responsible Officials

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

FINDING 2015-005

Subject: Title I Grants to Local Educational Agencies - Cash Management and Reporting
Federal Agency: Department of Education
Federal Program: Title I Grants to Local Educational Agencies
CFDA Number: 84.010
Federal Award Numbers and Years (or Other Identifying Numbers): 13-7875, 14-7875, 15-7875
Pass-Through Entity: Indiana Department of Education
Compliance Requirements: Cash Management, Reporting
Audit Finding: Material Weakness

Condition

The School Corporation had not established an effective internal control system related to the grant agreement and the Cash Management and Reporting compliance requirements. The School Corporation had not designed or implemented adequate policies and procedures to ensure that program funds were expended prior to requesting reimbursements and that the Reimbursement Forms (monthly reimbursement requests) were accurate prior to submission. No review of the reports prior to submission was documented.

Context

The lack of controls 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. . . ."

Cause

The School Corporation had not developed a system of internal controls that segregated key functions related to the Cash Management and Reporting compliance requirements.

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 also allow noncompliance with compliance requirements and allow the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls, including segregation of duties, to ensure compliance with the grant agreement and the Cash Management and Reporting compliance requirements.

Views of Responsible Officials

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

AUDITEE-PREPARED DOCUMENTS

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

West Lafayette Schools Business Office

1130 North Salisbury Street ▪ West Lafayette, Indiana 47906-2447
(765) 746-1602 ▪ FAX (765) 746-1644 ▪ www.wl.k12.in.us

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2013-002 (Auditor Assigned Reference Number)

Fiscal year in which the finding initially occurred: FY 2012, FY 2013

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: School Breakfast Program, National School Lunch Program through Indiana Department of Education

Contact Person Responsible for Corrective Action: Ross Sloat and/or Janelle Wade

Contact Phone Number: 765-746-1602

Status of Audit Finding:

Cash management:

The District reviewed the office procedures and made changes in the involvement of the Business Office regarding deposits and receipting. Deposits are made daily at the building level where all monies received are credited to the child's lunch account, then sent over to the Business Office for entry in financial software with back-up reporting (from Skyward) and deposit slips. The Business Office Assistant enters the deposits and is then verified by the Deputy Treasurer. The amounts entered are reconciled monthly with the bank reconciliation process. In addition, the business manager reviews all Food Service monetary activity through a spreadsheet tracking cash flow.

Eligibility:

It was brought to our attention by the DOE that the Free/Reduced Applicants were to flow through one key person in the Corporation for approval. As a result, the following process was adopted: 1) The building applications are received and reviewed for key information, 2) applications approved by Asst. Food Service Director in Skyward, and 3) the process is completed by designated Food Service employee (at the present time, it is RoseMarie Daniels, FS Worker). It is a work in progress and we continue to establish better controls.

Reporting:

The Reimbursements/Requests for the National School Lunch Program are currently entered online by the Asst. Food Service Director. Prior to submission, the Food Service Director reviews the claims. At this time, the NSLP reports are not signed off on before sending to the Central Office where the report copies are kept and reviewed. It is a work in progress, to continue to improve the process. The person entering the NSLP numbers in for reimbursement will have the reports signed off on as documentation that there are appropriate internal controls established.

FINDING 2013-003 and 2013-004 (Auditor Assigned Reference Number)

Fiscal year in which the finding initially occurred:

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

Contact Person Responsible for Corrective Action: Ross Sloat

Contact Phone Number: 765-746-1602

Status of Audit Finding:

The finding noted that the District needed to have better Internal Controls in place for the Education Jobs Fund money, specifically. While we strive to continue to tighten Internal Controls, the Education Jobs Fund issue was not a result of controls, or lack of. The district felt that the guidelines allowed the activity conducted, and that the interpretation for tuition was allowable. However, as a result of the misunderstanding, the funds were paid back in the full amount of \$44,295.

Janelle Wade
(Signature)
Deputy Treasurer
(Title)
12-14-2017
(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)

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CORRECTIVE ACTION PLAN

FINDING 2015-001 (Auditor Assigned Reference Number)
Contact Person Responsible for Corrective Action: Ross Sloat
Contact Phone Number: 765-746-1602

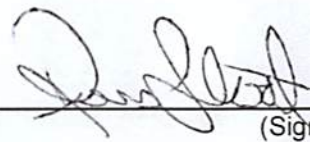
Views of Responsible Official:

Description of Corrective Action Plan:

In order to prepare and correct the SEFA report through Gateway, consistency in preparation will be implemented. The Deputy Treasurer, or whomever compiles the information for the report, will have the Business Manager/Chief Financial Officer review and initial the document prior to submission.

This report has been adjusted/corrected through the 2013-2015 audit, and will be corrected with necessary adjustments made for future years.

Anticipated Completion Date: March 1, 2018



(Signature)

Interim Chief Financial Officer

(Title)

January 31, 2018

(Date)

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CORRECTIVE ACTION PLAN

FINDING 2015-002 (Auditor Assigned Reference Number)

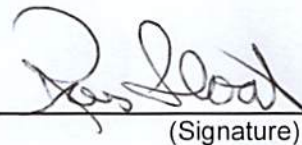
Contact Person Responsible for Corrective Action: Ross Sloat
Contact Phone Number: 765-746-1602

Views of Responsible Official: Not applicable in this case.

Description of Corrective Action Plan:

WLCSC is currently in the process to hire an additional staff member to work in the Food Service Department. Included in the job description will be the review the determinations for free reduced applications, and also do the verifications. This position will allow for segregation of duties, whereas until this time, the lack of sufficient staff has been a limiting factor. This position will also review reports before being submitted.

Anticipated Completion Date: March 1, 2018



(Signature)

Interim Chief Financial Officer

(Title)

January 31, 2018

(Date)

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CORRECTIVE ACTION PLAN

FINDING 2015-003 (Auditor Assigned Reference Number)

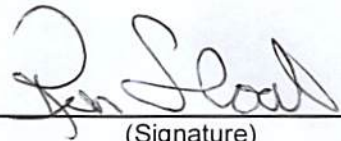
Contact Person Responsible for Corrective Action: Janelle Wade
Contact Phone Number: 765-746-1602

Views of Responsible Official: Not applicable in this case.

Description of Corrective Action Plan:

WLCSC misunderstood that belonging to HPS (co-op) still required additional information from the Food Service Department and then approval from the WL School Board. The FS Department will collect bids annually, and establish internal controls to ensure that 2 CFR 180.300 is followed by completing one of the given three options to satisfy Suspension & Debarment. Finally, these will get sent to the School Board for approval. In addition, the hiring of a Dietitian should help in this area of compliance.

Anticipated Completion Date: March 1, 2018



(Signature)

Interim Chief Financial Officer

(Title)

January 31, 2018

(Date)

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CORRECTIVE ACTION PLAN

FINDING 2015-004 (Auditor Assigned Reference Number)

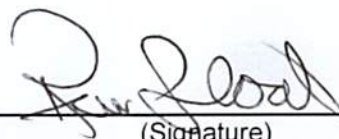
Contact Person Responsible for Corrective Action: Ross Sloat
Contact Phone Number: 765-746-1602

Views of Responsible Official: Not applicable in this case.

Description of Corrective Action Plan:

In order to comply with the Paid Lunch Equity requirement, the Dietitian that will be hired will be directed to use the proper tools to establish lunch prices which will be reviewed and approved by the School Board.

Anticipated Completion Date: March 1, 2018



(Signature)

Interim Chief Financial Officer

(Title)

January 31, 2018

(Date)

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CORRECTIVE ACTION PLAN

FINDING 2015-005 (Auditor Assigned Reference Number)

Contact Person Responsible for Corrective Action: Ross Sloat

Contact Phone Number: 765-746-1602

Views of Responsible Official: Not applicable in this case.

Description of Corrective Action Plan:

In order to comply to ensure that reimbursement forms for Title I Grants are accurate, a system will be developed whereby the CFO will review all reports and not limited to reimbursement reports for accuracy. To verify this control reports will be printed and signed off after review by the CFO/Business Manager.

Anticipated Completion Date: March 1, 2018



(Signature)

Interim Chief Financial Officer

(Title)

January 31, 2018

(Date)

OTHER REPORTS

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