

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

KOKOMO SCHOOL CORPORATION
HOWARD COUNTY, INDIANA

July 1, 2014 to June 30, 2016



FILED
03/21/2018

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-5
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statement Performed in Accordance with <i>Government Auditing Standards</i>	6-7
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	10-11
Notes to Financial Statement	12-17
Other Information - Unaudited:	
Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	20-47
Schedule of Payables and Receivables	49
Schedule of Leases and Debt	50
Schedule of Capital Assets.....	51
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance	54-56
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards.....	59-61
Notes to Schedule of Expenditures of Federal Awards	62
Schedule of Findings and Questioned Costs	63-68
Auditee-Prepared Documents:	
Summary Schedule of Prior Audit Findings.....	70-71
Corrective Action Plan	72-74
Other Reports.....	75

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Michelle Cronk Leslie Rittenhouse Michelle Cronk	07-01-14 to 09-07-14 09-08-14 to 06-26-15 06-27-15 to 06-30-18
Superintendent of Schools	Dr. Jeff Hauswald	07-01-12 to 06-30-18
President of the School Board	Crystal Sanburn Cristi E. Brewer-Allen Marsha Bowling	01-01-14 to 12-31-14 01-01-15 to 12-31-15 01-01-16 to 12-31-18



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE KOKOMO SCHOOL CORPORATION, HOWARD COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Kokomo School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2014 to June 30, 2016, and the related notes to the financial statement as listed in the Table of Contents.

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the School Corporation for the period of July 1, 2014 to June 30, 2016.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the School Corporation for the period of July 1, 2014 to June 30, 2016, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

Supplementary Information

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


Other Information

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated March 8, 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

March 8, 2018



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

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 KOKOMO SCHOOL CORPORATION, HOWARD 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 Kokomo School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2014 to June 30, 2016, and the related notes to the financial statement, and have issued our report thereon dated March 8, 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.

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

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

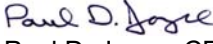
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENT PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*
(Continued)

Compliance and Other Matters

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

Purpose of This Report

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


Paul D. Joyce, CPA
State Examiner

March 8, 2018

(This page intentionally left blank.)

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.

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

Fund	Cash and Investments 07-01-14		Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-15		Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-16
	Receipts				Receipts				
General	\$ 6,548,088	\$ 43,755,215	\$ 45,661,478	\$ 3,009	\$ 4,644,834	\$ 43,487,776	\$ 44,660,688	\$ 1,465	\$ 3,473,387
Debt Service	1,565,238	6,978,806	7,346,845	48,407	1,245,606	7,259,439	7,646,554	239,888	1,098,379
Retirement/Severance Bond Debt Service	72,603	431,588	425,190	-	79,001	434,360	428,730	-	84,631
Capital Projects	3,147,041	6,096,630	7,004,248	511	2,239,934	6,082,343	5,853,448	245	2,469,074
School Transportation	1,029,913	2,389,575	2,449,951	-	969,537	2,500,809	2,735,476	-	734,870
School Bus Replacement	118,437	441,796	156,772	-	403,461	361,893	348,046	-	417,308
Rainy Day	793,983	-	37,237	-	756,746	-	237,608	-	519,138
Retirement/Severance Bond	326,134	840	19,400	-	307,574	740	4,766	-	303,548
General Obligation Bond 2012	-	1	-	858	859	1	860	-	-
General Obligation Bond 2013	106,493	63	106,556	-	-	-	-	-	-
General Obligation Bond 2014	-	4,436	355,092	2,000,000	1,649,344	1,719	1,285,015	-	366,048
2016 Go Bond	-	-	-	-	-	1,522	692,643	5,000,000	4,308,879
Lease Financing 2013	4,105,307	3,185	3,757,855	-	350,637	655	100,929	-	250,363
2015 Lease Financing	-	1,036	-	5,800,000	5,801,036	10,560	3,313,977	-	2,497,619
School Lunch	752,953	2,915,987	3,011,491	-	657,449	2,899,368	3,158,073	-	398,744
Textbook Rental	493,363	519,399	873,811	-	138,951	508,348	372,065	9,628	284,862
Self-Insurance	7,042,802	10,217,146	9,093,390	-	8,166,558	9,978,080	8,769,149	-	9,375,489
Levy Excess	-	67	-	-	67	-	-	-	67
Alternative Education 2013	13,349	-	13,349	-	-	-	-	-	-
Alternative Education 2014	86,155	-	63,558	-	22,597	-	22,596	-	1
Alternative Education 2015	-	98,611	-	-	98,611	-	86,595	-	12,016
Alternative Education 2016	-	-	-	-	-	-	-	-	99,118
Early Intervention Grant	-	-	-	-	-	70,000	70,000	-	-
Donation Fund	9,473	3,260	2,395	-	10,338	2,346	2,760	-	9,924
Nurse Office Snacks	16,414	-	-	-	16,414	-	1,049	-	15,365
Kindergarten Round-Up T-Shirts	100	-	100	-	-	-	-	-	-
Life Skills Donations	2,153	-	-	-	2,153	830	2,164	-	819
Bon Air Elementary/Kroger Donation	3,185	-	399	-	2,786	-	-	-	2,786
McKinley-Walmart Grant	80	-	80	-	-	-	-	-	-
Student Leadership Summit	2,198	8,092	8,242	-	2,048	7,823	8,826	-	1,045
CMS-Health Fair Anthem Donation	11	-	-	-	11	-	-	-	11
College Success Coalition	3,403	-	-	-	3,403	-	798	-	2,605
Duke Energy Welding Grant	-	5,000	-	-	5,000	-	-	-	5,000
Powerschool User Group	3,511	9,100	8,453	-	4,158	10,850	4,312	-	10,696
Duke Energy Science/Technology Grant	1,626	-	1,488	-	138	-	-	-	138
Stitches from the Heart Down to the Soul	2,001	-	48	-	1,953	-	-	-	1,953
Instructional Support - Preschool	30,920	110,425	110,775	-	30,570	140,111	80,030	-	90,651
Stern Instructional Support Fun	-	-	-	-	-	22,500	2,974	-	19,526
CT Havens Trust	767	2	-	-	769	2	-	-	771
Scholarships and Awards	569	2	-	-	571	1	-	-	572
Miscellaneous Programs	1,460	-	-	-	1,460	-	-	-	1,460
Mini Grant Fund	12,284	-	3,072	-	9,212	2,000	-	-	11,212
Miscellaneous Mini Grant	2,000	3,274	3,876	-	1,398	6,025	6,355	-	1,068
Wallace Mini Grants	-	-	-	-	-	746	396	-	350
Tippecanoe Arts Grant/Wallace	3,351	973	4,324	-	-	-	-	-	-
Misc Mini Grant	449	-	138	-	311	-	40	-	271
Duke Energy Foundation Summer	-	25,000	-	-	25,000	24,996	19,602	-	30,394
Intecare PBIS	-	-	-	-	-	53,957	54,394	-	(437)
Safe & Drug Free National Conference	922	-	-	-	922	-	-	-	922
Instruction Support - Work Indiana	4,892	19,713	23,178	-	1,427	49,456	35,575	-	15,308
High Ability FY 2014	11,618	-	11,618	-	-	-	-	-	-
High Ability FY 2015	-	50,472	39,497	-	10,975	-	10,975	-	-
High Ability FY 2016	-	-	-	-	-	52,006	44,298	-	7,708
Adult Ed State Grant 2013-2014	(8,476)	49,375	40,899	-	-	-	-	-	-
Adult Ed State Grant 2014-2015	-	144,292	166,233	-	(21,941)	33,523	11,582	-	-
Adult Ed State Grant 2015-2016	-	-	-	-	-	114,358	133,790	-	(19,432)
Medicaid Reimbursement	-	89	-	-	89	2,500	-	-	2,589
Secured Schools Safety Grant	(24,750)	24,750	50,000	-	(50,000)	-	-	-	(50,000)
NESP 2013-2014	375	-	375	-	-	-	-	-	-
NESP 2014-2015	-	12,093	7,293	-	4,800	-	4,800	-	-
NESP 2015-2016	-	-	-	-	-	22,523	13,766	-	8,757
School Technology	374,723	287,748	343,073	-	319,398	536,337	496,274	-	359,461
Performance Based Awards	(30,017)	30,016	(1)	-	-	-	-	-	-
Excellence in Performance Award	-	-	-	-	-	26,888	26,888	-	-
Criminal Background Checks	28	28	56	-	-	-	-	-	-
CTE Curriculum Grant	-	35,333	50,409	-	(15,076)	32,471	17,395	-	-

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

Fund	Cash and Investments 07-01-14	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-15	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-16
International Programs	-	-	-	-	-	21,600	21,600	-	-
Title I Basic Grant 2013-14	(126,352)	851,997	725,645	-	-	-	-	-	-
Title I Delinquent 2013-14	(7,896)	98,093	90,197	-	-	-	-	-	-
Title I Basic 2014-15	-	1,428,647	1,679,661	-	(251,014)	798,378	547,364	-	-
Title I Delinquent 2014-15	-	92,020	104,259	-	(12,239)	40,255	28,016	-	-
Title I Basic 2015-2016	-	-	-	-	-	1,718,775	1,838,814	-	(120,039)
Title I Delinquent 2015-16	-	-	-	-	-	71,833	76,573	-	(4,740)
Title I School Imp 1003G BAE	-	-	-	-	-	107,070	114,376	-	(7,306)
Title I -1003(A) SIG	-	-	-	-	-	14,000	14,000	-	-
Mckinney Vento Homeless Grant 2013-2014	(34,709)	34,709	-	-	-	-	-	-	-
Mckinney Vento Homeless Grant 2014-2015	-	6,040	6,040	-	-	33,960	33,960	-	-
Mckinney Vento Homeless Grant 2015-2016	-	-	-	-	-	20,000	29,267	-	(9,267)
(IDEA, Part B) LEA Capacity Building (Sliver) Grants	-	-	-	-	-	-	-	-	-
Special Education Part B IDEA 2013	(47,335)	107,708	60,373	-	-	-	-	-	-
Special Education Part B IDEA 2013-2015	(88,667)	708,530	613,773	-	6,090	37,094	43,184	-	-
Special Education FY14 Part B Tech Asst	(10,750)	21,500	10,750	-	-	-	-	-	-
Special Ed Part B 611 FY15	-	805,646	1,118,936	-	(313,290)	975,065	661,775	-	-
Special Ed Part B 611 FY16	-	-	-	-	-	800,186	1,010,531	-	(210,345)
Special Education Preschool FY14	(2,726)	51,375	48,649	-	-	-	-	-	-
Spec Ed Pt B 619 Preschl FY15	-	55,922	61,443	-	(5,521)	40,687	35,166	-	-
Special Ed Part B 619 Preschool	-	-	-	-	-	28,332	31,113	-	(2,781)
Adult Education Basic Federal 2013-2014	(2,832)	49,038	46,206	-	-	-	-	-	-
Adult Ed Fed Grant 2014-15	-	42,879	56,891	-	(14,012)	55,568	41,556	-	-
Adult Ed Prof Dev 2014-15	-	-	1,491	-	(1,491)	1,744	253	-	-
Adult Ed Fed Grant 2015-16	-	-	-	-	-	40,726	52,206	-	(11,480)
Team Nutrition	-	-	-	-	-	3,000	2,861	-	139
Carl Perkins 2013-2014	(6,349)	50,226	43,877	-	-	-	-	-	-
Carl Perkins Grant 2014-15	-	156,301	175,499	-	(19,198)	61,992	42,794	-	-
Carl Perkins Grant 2015-2016	-	-	-	-	-	171,252	175,136	-	(3,884)
Medicaid Reimbursement - Federal	-	6,834	152	-	6,682	10,426	395	-	16,713
21st Century CLC Grant 2013-14	(45,308)	50,405	5,097	-	-	-	-	-	-
21st CCLC Year 2 Kokomomentum	(463)	140,991	215,079	-	(74,551)	94,011	19,460	-	-
21st CCLC Year 3	-	-	1,891	-	(1,891)	176,165	177,829	-	(3,555)
21st CCLC Year 4	-	-	-	-	-	-	399	-	(399)
Title II Improving Teacher Quality 2012-2014	(3,556)	61,599	58,043	-	-	-	-	-	-
Title II Part A 2013-2015	(9,848)	238,187	233,024	-	(4,685)	59,849	55,164	-	-
Title II Part A 2014-2016	-	34,651	113,393	-	(78,742)	316,356	239,332	-	(1,718)
Title II Part A 2015-2017	-	-	-	-	-	59,817	98,629	-	(38,812)
Title III LEP Grant	(4,760)	5,609	849	-	-	-	-	-	-
Title III LEP Grant 2013-2015	(2,828)	3,453	3,742	-	(3,117)	3,429	312	-	-
Title III-LEP 14-16	-	11,557	12,177	-	(620)	7,796	7,176	-	-
Title III LEP 15-17	-	-	-	-	-	3,858	3,858	-	-
Head Start 2014	(114,244)	1,594,468	1,480,224	-	-	-	-	-	-
Head Start 2015	-	562,124	922,363	-	(360,239)	1,821,740	1,461,501	-	-
Head Start 2016	-	-	-	-	-	848,372	943,654	-	(95,282)
FFVP 2013-14 Oct-May	(392)	3,262	2,870	-	-	-	-	-	-
FFVP 2014-15 July-Sept	-	6,048	6,048	-	-	-	-	-	-
FFVP 2014-15 Oct-June	-	53,872	51,105	-	2,767	571	3,338	-	-
FFVP 2015-2016 July-Sept	-	-	-	-	-	2,343	2,343	-	-
FFVP 2015-2016 Oct-June	-	-	-	-	-	21,093	20,559	-	534
Qualified School Construction Bond	-	-	-	-	-	-	-	-	-
Pre-paid Trust	-	-	-	-	-	558,956	547,545	-	11,411
Payroll Clearing	178,600	9,747,207	9,762,952	-	162,855	9,654,148	9,643,086	-	173,917
Totals	\$ 26,296,714	\$ 91,754,316	\$ 98,964,942	\$ 7,852,785	\$ 26,938,873	\$ 93,519,427	\$ 98,791,386	\$ 5,251,226	\$ 26,918,140

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

KOKOMO 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.

KOKOMO SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

E. Disbursements

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

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

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

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

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

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

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

F. Other Financing Sources and Uses

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

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

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

KOKOMO SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the School Corporation in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's 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.

KOKOMO 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. Kokomo School Corporation has elected to make the 3% contributions on behalf of the PERF member to the annuity savings account.

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.

KOKOMO 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. The Kokomo School Corporation has elected to make the contributions on behalf of the TRF member to the annuity savings account.

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

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

Funding Policy and Annual Pension Cost

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

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of the funds being set up for reimbursable grants. The reimbursements for expenditures made by the School Corporation were not received by June 30, 2015 or 2016.

KOKOMO SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. *Holding Corporation*

The School Corporation has entered into a capital lease with Kokomo-Center Schools Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the years 2015 and 2016 totaled \$4,309,500 and \$4,877,000, respectively.

Note 9. *Subsequent Events*

The School Corporation entered into a lease rental agreement in the amount of \$24,357,665.80 (including offering premium) on July 14, 2016 (closing date). The School Corporation, subsequently, entered into a lease rental agreement in the amount of \$11,249,470.15 (including original offering premium) on April 19, 2017 (closing date). The School Corporation is currently in the process of a 2018 lease rental agreement. The project hearing will be held the evening of February 5, 2018. During the 2016 calendar year, the School Corporation made several purchases of telephone equipment to upgrade its corporation communications system to Voice Over IP.

Note 10. *Other Postemployment Benefits*

The School Corporation provides to eligible retirees and their spouses/dependents the following benefits: eligibility to remain on the School Corporation's medical group insurance plan after retirement until reaching the age of 65 with full premium payment amount paid by the retiree to the School Corporation. 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.

(This page intentionally left blank.)

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 Indiana Gateway for Government 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.

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	General Obligation Bond 2012
Cash and investments - beginning	\$ 6,548,088	\$ 1,565,238	\$ 72,603	\$ 3,147,041	\$ 1,029,913	\$ 118,437	\$ 793,983	\$ 326,134	\$ -
Receipts:									
Local sources	1,593,896	6,978,806	431,588	6,096,630	2,382,562	441,796	-	840	1
Intermediate sources	367	-	-	-	-	-	-	-	-
State sources	42,166,775	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	(5,823)	-	-	-	7,013	-	-	-	-
Total receipts	43,755,215	6,978,806	431,588	6,096,630	2,389,575	441,796	-	840	1
Disbursements:									
Instruction	28,047,741	-	-	-	-	-	-	-	-
Support services	16,558,259	-	-	3,631,620	2,449,951	156,772	-	19,400	-
Noninstructional services	413,531	-	-	-	-	-	-	-	-
Facilities acquisition and construction	630,447	-	-	2,401,628	-	-	37,237	-	-
Debt service	-	7,346,845	425,190	971,000	-	-	-	-	-
Nonprogrammed charges	11,500	-	-	-	-	-	-	-	-
Total disbursements	45,661,478	7,346,845	425,190	7,004,248	2,449,951	156,772	37,237	19,400	-
Excess (deficiency) of receipts over disbursements	(1,906,263)	(368,039)	6,398	(907,618)	(60,376)	285,024	(37,237)	(18,560)	1
Other financing sources (uses):									
Proceeds of long-term debt	-	48,407	-	-	-	-	-	-	858
Sale of capital assets	3,009	-	-	511	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	3,009	48,407	-	511	-	-	-	-	858
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,903,254)	(319,632)	6,398	(907,107)	(60,376)	285,024	(37,237)	(18,560)	859
Cash and investments - ending	\$ 4,644,834	\$ 1,245,606	\$ 79,001	\$ 2,239,934	\$ 969,537	\$ 403,461	\$ 756,746	\$ 307,574	\$ 859

KOKOMO 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 Obligation Bond 2013	General Obligation Bond 2014	2016 Go Bond	Lease Financing 2013	2015 Lease Financing	School Lunch	Textbook Rental	Self- Insurance	Levy Excess
Cash and investments - beginning	\$ 106,493	\$ -	\$ -	\$ 4,105,307	\$ -	\$ 752,953	\$ 493,363	\$ 7,042,802	\$ -
Receipts:									
Local sources	63	4,436	-	3,185	1,036	656,498	194,699	10,217,146	67
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	11,389	324,700	-	-
Federal sources	-	-	-	-	-	2,248,100	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	<u>63</u>	<u>4,436</u>	<u>-</u>	<u>3,185</u>	<u>1,036</u>	<u>2,915,987</u>	<u>519,399</u>	<u>10,217,146</u>	<u>67</u>
Disbursements:									
Instruction	-	-	-	-	-	-	-	-	-
Support services	-	291,574	-	161,602	-	575	873,811	83,154	-
Noninstructional services	-	-	-	-	-	3,010,916	-	-	-
Facilities acquisition and construction	106,556	63,518	-	3,596,253	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	9,010,236	-
Total disbursements	<u>106,556</u>	<u>355,092</u>	<u>-</u>	<u>3,757,855</u>	<u>-</u>	<u>3,011,491</u>	<u>873,811</u>	<u>9,093,390</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(106,493)</u>	<u>(350,656)</u>	<u>-</u>	<u>(3,754,670)</u>	<u>1,036</u>	<u>(95,504)</u>	<u>(354,412)</u>	<u>1,123,756</u>	<u>67</u>
Other financing sources (uses):									
Proceeds of long-term debt	-	2,000,000	-	-	5,800,000	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>2,000,000</u>	<u>-</u>	<u>-</u>	<u>5,800,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(106,493)</u>	<u>1,649,344</u>	<u>-</u>	<u>(3,754,670)</u>	<u>5,801,036</u>	<u>(95,504)</u>	<u>(354,412)</u>	<u>1,123,756</u>	<u>67</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 1,649,344</u>	<u>\$ -</u>	<u>\$ 350,637</u>	<u>\$ 5,801,036</u>	<u>\$ 657,449</u>	<u>\$ 138,951</u>	<u>\$ 8,166,558</u>	<u>\$ 67</u>

KOKOMO 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

-22-

	Alternative Education 2013	Alternative Education 2014	Alternative Education 2015	Alternative Education 2016	Early Intervention Grant	Donation Fund	Nurse Office Snacks	Kindergarten Round-Up T-Shirts	Life Skills Donations
Cash and investments - beginning	\$ 13,349	\$ 86,155	\$ -	\$ -	\$ -	\$ 9,473	\$ 16,414	\$ 100	\$ 2,153
Receipts:									
Local sources	-	-	-	-	-	3,260	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	98,611	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	-	98,611	-	-	3,260	-	-	-
Disbursements:									
Instruction	13,349	63,558	-	-	-	1,017	-	100	-
Support services	-	-	-	-	-	886	-	-	-
Noninstructional services	-	-	-	-	-	492	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	13,349	63,558	-	-	-	2,395	-	100	-
Excess (deficiency) of receipts over disbursements	(13,349)	(63,558)	98,611	-	-	865	-	(100)	-
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	(13,349)	(63,558)	98,611	-	-	865	-	(100)	-
Cash and investments - ending	\$ -	\$ 22,597	\$ 98,611	\$ -	\$ -	\$ 10,338	\$ 16,414	\$ -	\$ 2,153

KOKOMO 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

	Bon Air Elementary/ Kroger Donation	McKinley- Walmart Grant	Student Leadership Summit	CMS- Health Fair Anthem Donation	College Succes Coalition	Duke Energy Welding Grant	Powerschool User Group	Duke Energy Science/ Technology Grant	Stitches from the Heart Down to the Soul
Cash and investments - beginning	\$ 3,185	\$ 80	\$ 2,198	\$ 11	\$ 3,403	\$ -	\$ 3,511	\$ 1,626	\$ 2,001
Receipts:									
Local sources	-	-	8,092	-	-	-	9,100	-	-
Intermediate sources	-	-	-	-	-	5,000	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	-	8,092	-	-	5,000	9,100	-	-
Disbursements:									
Instruction	399	80	-	-	-	-	-	1,488	-
Support services	-	-	-	-	-	-	8,453	-	-
Noninstructional services	-	-	8,242	-	-	-	-	-	48
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	399	80	8,242	-	-	-	8,453	1,488	48
Excess (deficiency) of receipts over disbursements	(399)	(80)	(150)	-	-	5,000	647	(1,488)	(48)
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	(399)	(80)	(150)	-	-	5,000	647	(1,488)	(48)
Cash and investments - ending	\$ 2,786	\$ -	\$ 2,048	\$ 11	\$ 3,403	\$ 5,000	\$ 4,158	\$ 138	\$ 1,953

KOKOMO 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

	Instructional Support - Preschool	Stem Instructional Support Fund	CT Havens Trust	Scholarships and Awards	Miscellaneous Programs	Mini Grant Fund	Miscellaneous Mini Grant	Wallace Mini Grants	Tiptecanoe Arts Grant/ Wallace
Cash and investments - beginning	\$ 30,920	\$ -	\$ 767	\$ 569	\$ 1,460	\$ 12,284	\$ 2,000	\$ -	\$ 3,351
Receipts:									
Local sources	70,425	-	2	2	-	-	-	-	973
Intermediate sources	40,000	-	-	-	-	-	2,274	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	1,000	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	110,425	-	2	2	-	-	3,274	-	973
Disbursements:									
Instruction	110,375	-	-	-	-	3,072	3,876	-	4,324
Support services	400	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	110,775	-	-	-	-	3,072	3,876	-	4,324
Excess (deficiency) of receipts over disbursements	(350)	-	2	2	-	(3,072)	(602)	-	(3,351)
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	(350)	-	2	2	-	(3,072)	(602)	-	(3,351)
Cash and investments - ending	\$ 30,570	\$ -	\$ 769	\$ 571	\$ 1,460	\$ 9,212	\$ 1,398	\$ -	\$ -

KOKOMO 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

	Misc Mini Grant	Duke Energy Foundation Summer	Intecare PBIS	Safe & Drug Free National Conference	Instruction Support - Work Indiana	High Ability FY 2014	High Ability FY 2015	High Ability FY 2016	Adult Ed State Grant 2013-2014
Cash and investments - beginning	\$ 449	\$ -	\$ -	\$ 922	\$ 4,892	\$ 11,618	\$ -	\$ -	\$ (8,476)
Receipts:									
Local sources	-	-	-	-	19,713	-	-	-	-
Intermediate sources	-	25,000	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	50,472	-	-
Federal sources	-	-	-	-	-	-	-	-	49,375
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	25,000	-	-	19,713	-	50,472	-	49,375
Disbursements:									
Instruction	138	-	-	-	22,499	11,618	39,497	-	39,521
Support services	-	-	-	-	199	-	-	-	1,378
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	480	-	-	-	-
Total disbursements	138	-	-	-	23,178	11,618	39,497	-	40,899
Excess (deficiency) of receipts over disbursements	(138)	25,000	-	-	(3,465)	(11,618)	10,975	-	8,476
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	(138)	25,000	-	-	(3,465)	(11,618)	10,975	-	8,476
Cash and investments - ending	\$ 311	\$ 25,000	\$ -	\$ 922	\$ 1,427	\$ -	\$ 10,975	\$ -	\$ -

KOKOMO 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

	Adult Ed State Grant 2014-2015	Adult Ed State Grant 2015-2016	Medicaid Reimbursement	Secured Schools Safety Grant	NESP 2013-2014	NESP 2014-2015	NESP 2015-2016	School Technology	Performance Based Awards
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ (24,750)	\$ 375	\$ -	\$ -	\$ 374,723	\$ (30,017)
Receipts:									
Local sources	-	-	-	-	-	-	-	284,427	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	93,926	-	89	24,750	-	12,093	-	3,321	30,016
Federal sources	50,366	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	144,292	-	89	24,750	-	12,093	-	287,748	30,016
Disbursements:									
Instruction	166,233	-	-	-	-	4,756	-	-	(1)
Support services	-	-	-	50,000	375	2,041	-	343,073	-
Noninstructional services	-	-	-	-	-	496	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	166,233	-	-	50,000	375	7,293	-	343,073	(1)
Excess (deficiency) of receipts over disbursements	(21,941)	-	89	(25,250)	(375)	4,800	-	(55,325)	30,017
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(21,941)	-	89	(25,250)	(375)	4,800	-	(55,325)	30,017
Cash and investments - ending	\$ (21,941)	\$ -	\$ 89	\$ (50,000)	\$ -	\$ 4,800	\$ -	\$ 319,398	\$ -

KOKOMO 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

	Excellence In Performance Award	Criminal Background Checks	CTE Curriculum Grant	International Programs	Title I Basic Grant 2013-14	Title I Delinquent 2013-14	Title I Basic 2014-15	Title I Delinquent 2014-15	Title I Basic 2015-2016
Cash and investments - beginning	\$ -	\$ 28	\$ -	\$ -	\$ (126,352)	\$ (7,896)	\$ -	\$ -	\$ -
Receipts:									
Local sources	-	28	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	35,333	-	851,997	98,093	1,428,647	92,020	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	28	35,333	-	851,997	98,093	1,428,647	92,020	-
Disbursements:									
Instruction	-	-	50,319	-	430,528	86,693	1,092,142	104,259	-
Support services	-	56	90	-	269,541	690	578,498	-	-
Noninstructional services	-	-	-	-	7,179	-	9,021	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	18,397	2,814	-	-	-
Total disbursements	-	56	50,409	-	725,645	90,197	1,679,661	104,259	-
Excess (deficiency) of receipts over disbursements	-	(28)	(15,076)	-	126,352	7,896	(251,014)	(12,239)	-
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	-	(28)	(15,076)	-	126,352	7,896	(251,014)	(12,239)	-
Cash and investments - ending	\$ -	\$ -	\$ (15,076)	\$ -	\$ -	\$ -	\$ (251,014)	\$ (12,239)	\$ -

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

	Title I Delinquent 2015-16	Title I School Imp 1003G BAE	Title I -1003(A) SIG	Mckinney Vento Homeless Grant 2013-2014	Mckinney Vento Homeless Grant 2014-2015	Mckinney Vento Homeless Grant 2015-2016	(IDEA, Part B) LEA Capacity Building (Sliver) Grants	Special Education Part B IDEA 2013
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ (34,709)	\$ -	\$ -	\$ -	\$ (47,335)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	34,709	6,040	-	-	107,708
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	-	-	34,709	6,040	-	-	107,708
Disbursements:								
Instruction	-	-	-	-	-	-	-	60,373
Support services	-	-	-	-	6,040	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	6,040	-	-	60,373
Excess (deficiency) of receipts over disbursements	-	-	-	34,709	-	-	-	47,335
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	-	-	-	34,709	-	-	-	47,335
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

KOKOMO 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

	Special Education Part B IDEA 2013-2015	Special Education FY14 Part B Tech Asst	Special Ed Part B 611 FY15	Special Ed Part B 611 FY16	Special Education Preschool FY14	Spec Ed Pt B 619 Preschl FY15	Special Ed Part B 619 Preschool	Adult Education Basic Federal 2013-2014
Cash and investments - beginning	\$ (88,667)	\$ (10,750)	\$ -	\$ -	\$ (2,726)	\$ -	\$ -	\$ (2,832)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	708,530	21,500	805,646	-	51,375	55,922	-	49,038
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>708,530</u>	<u>21,500</u>	<u>805,646</u>	<u>-</u>	<u>51,375</u>	<u>55,922</u>	<u>-</u>	<u>49,038</u>
Disbursements:								
Instruction	613,773	10,750	1,084,458	-	14,936	33,984	-	45,342
Support services	-	-	34,478	-	33,713	27,459	-	864
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>613,773</u>	<u>10,750</u>	<u>1,118,936</u>	<u>-</u>	<u>48,649</u>	<u>61,443</u>	<u>-</u>	<u>46,206</u>
Excess (deficiency) of receipts over disbursements	<u>94,757</u>	<u>10,750</u>	<u>(313,290)</u>	<u>-</u>	<u>2,726</u>	<u>(5,521)</u>	<u>-</u>	<u>2,832</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>94,757</u>	<u>10,750</u>	<u>(313,290)</u>	<u>-</u>	<u>2,726</u>	<u>(5,521)</u>	<u>-</u>	<u>2,832</u>
Cash and investments - ending	<u>\$ 6,090</u>	<u>\$ -</u>	<u>\$ (313,290)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,521)</u>	<u>\$ -</u>	<u>\$ -</u>

KOKOMO 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

	Adult Ed Fed Grant 2014-15	Adult Ed Prof Dev 2014-15	Adult Ed Fed Grant 2015-16	Team Nutrition	Carl Perkins 2013-2014	Carl Perkins Grant 2014-15	Carl Perkins Grant 2015-2016	Medicaid Reimbursement - Federal
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ (6,349)	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	42,879	-	-	-	50,226	156,301	-	6,834
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>42,879</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,226</u>	<u>156,301</u>	<u>-</u>	<u>6,834</u>
Disbursements:								
Instruction	56,891	1,491	-	-	38,877	175,499	-	-
Support services	-	-	-	-	-	-	-	152
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	5,000	-	-	-
Total disbursements	<u>56,891</u>	<u>1,491</u>	<u>-</u>	<u>-</u>	<u>43,877</u>	<u>175,499</u>	<u>-</u>	<u>152</u>
Excess (deficiency) of receipts over disbursements	<u>(14,012)</u>	<u>(1,491)</u>	<u>-</u>	<u>-</u>	<u>6,349</u>	<u>(19,198)</u>	<u>-</u>	<u>6,682</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(14,012)</u>	<u>(1,491)</u>	<u>-</u>	<u>-</u>	<u>6,349</u>	<u>(19,198)</u>	<u>-</u>	<u>6,682</u>
Cash and investments - ending	<u>\$ (14,012)</u>	<u>\$ (1,491)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (19,198)</u>	<u>\$ -</u>	<u>\$ 6,682</u>

KOKOMO 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

	21st Century CLC Grant 2013-14	21st CCLC Year 2 Kokomomentum	21st CCLC Year 3	21st CCLC Year 4	Title II Improving Teacher Quality 2012-2014	Title II Part A 2013-2015	Title II Part A 2014-2016	Title II Part A 2015-2017
Cash and investments - beginning	\$ (45,308)	\$ (463)	\$ -	\$ -	\$ (3,556)	\$ (9,848)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	50,405	140,991	-	-	61,599	238,187	34,651	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	50,405	140,991	-	-	61,599	238,187	34,651	-
Disbursements:								
Instruction	775	207,904	1,891	-	-	110,804	70,768	-
Support services	-	7,175	-	-	58,043	122,220	42,625	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	4,322	-	-	-	-	-	-	-
Total disbursements	5,097	215,079	1,891	-	58,043	233,024	113,393	-
Excess (deficiency) of receipts over disbursements	45,308	(74,088)	(1,891)	-	3,556	5,163	(78,742)	-
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	45,308	(74,088)	(1,891)	-	3,556	5,163	(78,742)	-
Cash and investments - ending	\$ -	\$ (74,551)	\$ (1,891)	\$ -	\$ -	\$ (4,685)	\$ (78,742)	\$ -

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

	Title III LEP Grant	Title III LEP Grant 2013-2015	Title III LEP 14-16	Title III LEP 15-17	Head Start 2014	Head Start 2015	Head Start 2016	FFVP 2013-14 Oct-May
Cash and investments - beginning	\$ (4,760)	\$ (2,828)	\$ -	\$ -	\$ (114,244)	\$ -	\$ -	\$ (392)
Receipts:								
Local sources	-	-	-	-	(186)	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	5,609	3,453	11,557	-	1,594,654	562,124	-	3,262
Other receipts	-	-	-	-	-	-	-	-
Total receipts	5,609	3,453	11,557	-	1,594,468	562,124	-	3,262
Disbursements:								
Instruction	-	3,214	10,125	-	936,967	630,952	-	-
Support services	665	528	2,052	-	493,633	289,330	-	-
Noninstructional services	-	-	-	-	3,230	2,081	-	2,870
Facilities acquisition and construction	-	-	-	-	23,650	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	184	-	-	-	22,744	-	-	-
Total disbursements	849	3,742	12,177	-	1,480,224	922,363	-	2,870
Excess (deficiency) of receipts over disbursements	4,760	(289)	(620)	-	114,244	(360,239)	-	392
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	4,760	(289)	(620)	-	114,244	(360,239)	-	392
Cash and investments - ending	\$ -	\$ (3,117)	\$ (620)	\$ -	\$ -	\$ (360,239)	\$ -	\$ -

KOKOMO 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

	FFVP 2014-15 July-Sept	FFVP 2014-15 Oct-June	FFVP 2015-2016 July-Sept	FFVP 2015-2016 Oct-June	Qualified School Construction Bond	Pre-paid Trust	Payroll Clearing	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 178,600	\$ 26,296,714
Receipts:								
Local sources	-	-	-	-	-	-	-	29,399,085
Intermediate sources	-	-	-	-	-	-	-	72,641
State sources	-	-	-	-	-	-	-	42,816,142
Federal sources	6,048	53,872	-	-	-	-	-	9,718,051
Other receipts	-	-	-	-	-	-	9,747,207	9,748,397
Total receipts	6,048	53,872	-	-	-	-	9,747,207	91,754,316
Disbursements:								
Instruction	-	-	-	-	-	-	-	34,407,355
Support services	-	-	-	-	-	-	-	26,601,375
Noninstructional services	6,048	51,105	-	-	-	-	-	3,515,259
Facilities acquisition and construction	-	-	-	-	-	-	-	6,859,289
Debt service	-	-	-	-	-	-	-	8,743,035
Nonprogrammed charges	-	-	-	-	-	-	9,762,952	18,838,629
Total disbursements	6,048	51,105	-	-	-	-	9,762,952	98,964,942
Excess (deficiency) of receipts over disbursements	-	2,767	-	-	-	-	(15,745)	(7,210,626)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	7,849,265
Sale of capital assets	-	-	-	-	-	-	-	3,520
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	7,852,785
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	2,767	-	-	-	-	(15,745)	642,159
Cash and investments - ending	\$ -	\$ 2,767	\$ -	\$ -	\$ -	\$ -	\$ 162,855	\$ 26,938,873

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	General Obligation Bond 2012
Cash and investments - beginning	\$ 4,644,834	\$ 1,245,606	\$ 79,001	\$ 2,239,934	\$ 969,537	\$ 403,461	\$ 756,746	\$ 307,574	\$ 859
Receipts:									
Local sources	1,618,988	7,259,439	434,360	6,082,343	2,500,809	361,893	-	740	1
Intermediate sources	367	-	-	-	-	-	-	-	-
State sources	41,866,605	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	1,816	-	-	-	-	-	-	-	-
Total receipts	43,487,776	7,259,439	434,360	6,082,343	2,500,809	361,893	-	740	1
Disbursements:									
Instruction	28,087,407	-	-	-	-	-	-	-	-
Support services	15,981,613	-	-	5,070,659	2,735,476	348,046	155,035	4,766	-
Noninstructional services	407,156	-	-	-	-	-	-	-	-
Facilities acquisition and construction	166,512	-	-	782,789	-	-	82,573	-	860
Debt service	-	7,646,554	428,730	-	-	-	-	-	-
Nonprogrammed charges	18,000	-	-	-	-	-	-	-	-
Total disbursements	44,660,688	7,646,554	428,730	5,853,448	2,735,476	348,046	237,608	4,766	860
Excess (deficiency) of receipts over disbursements	(1,172,912)	(387,115)	5,630	228,895	(234,667)	13,847	(237,608)	(4,026)	(859)
Other financing sources (uses):									
Proceeds of long-term debt	-	249,516	-	-	-	-	-	-	-
Sale of capital assets	1,465	-	-	245	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	(9,628)	-	-	-	-	-	-	-
Total other financing sources (uses)	1,465	239,888	-	245	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,171,447)	(147,227)	5,630	229,140	(234,667)	13,847	(237,608)	(4,026)	(859)
Cash and investments - ending	\$ 3,473,387	\$ 1,098,379	\$ 84,631	\$ 2,469,074	\$ 734,870	\$ 417,308	\$ 519,138	\$ 303,548	\$ -

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

35

	General Obligation Bond 2013	General Obligation Bond 2014	2016 Go Bond	Lease Financing 2013	2015 Lease Financing	School Lunch	Textbook Rental	Self- Insurance	Levy Excess
Cash and investments - beginning	\$ -	\$ 1,649,344	\$ -	\$ 350,637	\$ 5,801,036	\$ 657,449	\$ 138,951	\$ 8,166,558	\$ 67
Receipts:									
Local sources	-	1,719	1,522	655	10,560	592,017	188,637	9,978,080	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	10,823	319,711	-	-
Federal sources	-	-	-	-	-	2,296,528	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	1,719	1,522	655	10,560	2,899,368	508,348	9,978,080	-
Disbursements:									
Instruction	-	-	-	-	-	-	-	-	-
Support services	-	216,794	-	5,660	4,122	189	372,065	69,989	-
Noninstructional services	-	-	-	-	-	3,064,884	-	-	-
Facilities acquisition and construction	-	1,068,221	692,643	95,269	3,309,855	18,000	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	75,000	-	8,699,160	-
Total disbursements	-	1,285,015	692,643	100,929	3,313,977	3,158,073	372,065	8,769,149	-
Excess (deficiency) of receipts over disbursements	-	(1,283,296)	(691,121)	(100,274)	(3,303,417)	(258,705)	136,283	1,208,931	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	5,000,000	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	9,628	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	5,000,000	-	-	-	9,628	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,283,296)	4,308,879	(100,274)	(3,303,417)	(258,705)	145,911	1,208,931	-
Cash and investments - ending	\$ -	\$ 366,048	\$ 4,308,879	\$ 250,363	\$ 2,497,619	\$ 398,744	\$ 284,862	\$ 9,375,489	\$ 67

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

-36-

	Alternative Education 2013	Alternative Education 2014	Alternative Education 2015	Alternative Education 2016	Early Intervention Grant	Donation Fund	Nurse Office Snacks	Kindergarten Round-Up T-Shirts	Life Skills Donations
Cash and investments - beginning	\$ -	\$ 22,597	\$ 98,611	\$ -	\$ -	\$ 10,338	\$ 16,414	\$ -	\$ 2,153
Receipts:									
Local sources	-	-	-	-	-	2,346	-	-	830
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	99,118	70,000	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	99,118	70,000	2,346	-	-	830
Disbursements:									
Instruction	-	22,596	86,595	-	70,000	908	-	-	2,164
Support services	-	-	-	-	-	1,168	-	-	-
Noninstructional services	-	-	-	-	-	684	1,049	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	22,596	86,595	-	70,000	2,760	1,049	-	2,164
Excess (deficiency) of receipts over disbursements	-	(22,596)	(86,595)	99,118	-	(414)	(1,049)	-	(1,334)
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	-	(22,596)	(86,595)	99,118	-	(414)	(1,049)	-	(1,334)
Cash and investments - ending	\$ -	\$ 1	\$ 12,016	\$ 99,118	\$ -	\$ 9,924	\$ 15,365	\$ -	\$ 819

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

	Bon Air Elementary/ Kroger Donation	McKinley- Walmart Grant	Student Leadership Summit	CMS- Health Fair Anthem Donation	College Succes Coalition	Duke Energy Welding Grant	Powerschool User Group	Duke Energy Science/ Technology Grant	Stitches from the Heart Down to the Soul
Cash and investments - beginning	\$ 2,786	\$ -	\$ 2,048	\$ 11	\$ 3,403	\$ 5,000	\$ 4,158	\$ 138	\$ 1,953
Receipts:									
Local sources	-	-	7,823	-	-	-	10,850	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	-	7,823	-	-	-	10,850	-	-
Disbursements:									
Instruction	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	4,312	-	-
Noninstructional services	-	-	8,826	-	798	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	8,826	-	798	-	4,312	-	-
Excess (deficiency) of receipts over disbursements	-	-	(1,003)	-	(798)	-	6,538	-	-
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	-	-	(1,003)	-	(798)	-	6,538	-	-
Cash and investments - ending	\$ 2,786	\$ -	\$ 1,045	\$ 11	\$ 2,605	\$ 5,000	\$ 10,696	\$ 138	\$ 1,953

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

	Instructional Support - Preschool	Stem Instructional Support Fund	CT Havens Trust	Scholarships and Awards	Miscellaneous Programs	Mini Grant Fund	Miscellaneous Mini Grant	Wallace Mini Grants	Tippecanoe Arts Grant/ Wallace
Cash and investments - beginning	\$ 30,570	\$ -	\$ 769	\$ 571	\$ 1,460	\$ 9,212	\$ 1,398	\$ -	\$ -
Receipts:									
Local sources	80,111	-	2	1	-	2,000	-	746	-
Intermediate sources	60,000	22,500	-	-	-	-	6,025	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	140,111	22,500	2	1	-	2,000	6,025	746	-
Disbursements:									
Instruction	79,535	2,974	-	-	-	-	6,355	396	-
Support services	495	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	80,030	2,974	-	-	-	-	6,355	396	-
Excess (deficiency) of receipts over disbursements	60,081	19,526	2	1	-	2,000	(330)	350	-
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	60,081	19,526	2	1	-	2,000	(330)	350	-
Cash and investments - ending	\$ 90,651	\$ 19,526	\$ 771	\$ 572	\$ 1,460	\$ 11,212	\$ 1,068	\$ 350	\$ -

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

	Misc Mini Grant	Duke Energy Foundation Summer	Intecare PBIS	Safe & Drug Free National Conference	Instruction Support - Work Indiana	High Ability FY 2014	High Ability FY 2015	High Ability FY 2016	Adult Ed State Grant 2013-2014
Cash and investments - beginning	\$ 311	\$ 25,000	\$ -	\$ 922	\$ 1,427	\$ -	\$ 10,975	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	49,456	-	-	-	-
Intermediate sources	-	24,996	53,957	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	52,006	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	24,996	53,957	-	49,456	-	-	52,006	-
Disbursements:									
Instruction	40	19,602	54,394	-	35,575	-	10,975	44,298	-
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	40	19,602	54,394	-	35,575	-	10,975	44,298	-
Excess (deficiency) of receipts over disbursements	(40)	5,394	(437)	-	13,881	-	(10,975)	7,708	-
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	(40)	5,394	(437)	-	13,881	-	(10,975)	7,708	-
Cash and investments - ending	\$ 271	\$ 30,394	\$ (437)	\$ 922	\$ 15,308	\$ -	\$ -	\$ 7,708	\$ -

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

	Adult Ed State Grant 2014-2015	Adult Ed State Grant 2015-2016	Medicaid Reimbursement	Secured Schools Safety Grant	NESP 2013-2014	NESP 2014-2015	NESP 2015-2016	School Technology	Performance Based Awards
Cash and investments - beginning	\$ (21,941)	\$ -	\$ 89	\$ (50,000)	\$ -	\$ 4,800	\$ -	\$ 319,398	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	531,833	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	114,358	2,500	-	-	-	22,523	4,504	-
Federal sources	33,523	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	<u>33,523</u>	<u>114,358</u>	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,523</u>	<u>536,337</u>	<u>-</u>
Disbursements:									
Instruction	11,582	133,790	-	-	-	4,788	13,766	-	-
Support services	-	-	-	-	-	2	-	496,274	-
Noninstructional services	-	-	-	-	-	10	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>11,582</u>	<u>133,790</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,800</u>	<u>13,766</u>	<u>496,274</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>21,941</u>	<u>(19,432)</u>	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>(4,800)</u>	<u>8,757</u>	<u>40,063</u>	<u>-</u>
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>21,941</u>	<u>(19,432)</u>	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>(4,800)</u>	<u>8,757</u>	<u>40,063</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ (19,432)</u>	<u>\$ 2,589</u>	<u>\$ (50,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,757</u>	<u>\$ 359,461</u>	<u>\$ -</u>

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

	Excellence In Performance Award	Criminal Background Checks	CTE Curriculum Grant	International Programs	Title I Basic Grant 2013-14	Title I Delinquent 2013-14	Title I Basic 2014-15	Title I Delinquent 2014-15	Title I Basic 2015-2016
Cash and investments - beginning	\$ -	\$ -	\$ (15,076)	\$ -	\$ -	\$ -	\$ (251,014)	\$ (12,239)	\$ -
Receipts:									
Local sources	-	-	-	21,600	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	26,888	-	-	-	-	-	-	-	-
Federal sources	-	-	32,471	-	-	-	798,378	40,255	1,718,775
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	26,888	-	32,471	21,600	-	-	798,378	40,255	1,718,775
Disbursements:									
Instruction	26,888	-	15,906	7,960	-	-	220,087	24,310	959,367
Support services	-	-	620	-	-	-	274,284	1,431	858,422
Noninstructional services	-	-	-	-	-	-	16,331	-	21,025
Facilities acquisition and construction	-	-	-	13,640	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	869	-	-	-	36,662	2,275	-
Total disbursements	26,888	-	17,395	21,600	-	-	547,364	28,016	1,838,814
Excess (deficiency) of receipts over disbursements	-	-	15,076	-	-	-	251,014	12,239	(120,039)
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	-	-	15,076	-	-	-	251,014	12,239	(120,039)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (120,039)

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

	Title I Delinquent 2015-16	Title I School Imp 1003G BAE	Title I -1003(A) SIG	Mckinney Vento Homeless Grant 2013-2014	Mckinney Vento Homeless Grant 2014-2015	Mckinney Vento Homeless Grant 2015-2016	(IDEA, Part B) LEA Capacity Building (Sliver) Grants	Special Education Part B IDEA 2013
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	71,833	107,070	14,000	-	33,960	20,000	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>71,833</u>	<u>107,070</u>	<u>14,000</u>	<u>-</u>	<u>33,960</u>	<u>20,000</u>	<u>-</u>	<u>-</u>
Disbursements:								
Instruction	76,573	63,933	-	-	-	-	-	-
Support services	-	45,320	14,000	-	33,960	29,267	-	-
Noninstructional services	-	5,123	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>76,573</u>	<u>114,376</u>	<u>14,000</u>	<u>-</u>	<u>33,960</u>	<u>29,267</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(4,740)</u>	<u>(7,306)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,267)</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(4,740)</u>	<u>(7,306)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,267)</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u><u>\$ (4,740)</u></u>	<u><u>\$ (7,306)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (9,267)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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

	Special Education Part B IDEA 2013-2015	Special Education FY14 Part B Tech Asst	Special Ed Part B 611 FY15	Special Ed Part B 611 FY16	Special Education Preschool FY14	Spec Ed Pt B 619 Preschl FY15	Special Ed Part B 619 Preschool	Adult Education Basic Federal 2013-2014
Cash and investments - beginning	\$ 6,090	\$ -	\$ (313,290)	\$ -	\$ -	\$ (5,521)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	37,094	-	975,065	800,186	-	40,687	28,332	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	37,094	-	975,065	800,186	-	40,687	28,332	-
Disbursements:								
Instruction	43,184	-	661,775	993,962	-	172	-	-
Support services	-	-	-	16,569	-	34,994	31,113	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	43,184	-	661,775	1,010,531	-	35,166	31,113	-
Excess (deficiency) of receipts over disbursements	(6,090)	-	313,290	(210,345)	-	5,521	(2,781)	-
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	(6,090)	-	313,290	(210,345)	-	5,521	(2,781)	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (210,345)	\$ -	\$ -	\$ (2,781)	\$ -

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

	Adult Ed Fed Grant 2014-15	Adult Ed Prof Dev 2014-15	Adult Ed Fed Grant 2015-16	Team Nutrition	Carl Perkins 2013-2014	Carl Perkins Grant 2014-15	Carl Perkins Grant 2015-2016	Medicaid Reimbursement - Federal
Cash and investments - beginning	\$ (14,012)	\$ (1,491)	\$ -	\$ -	\$ -	\$ (19,198)	\$ -	\$ 6,682
Receipts:								
Local sources	-	-	-	-	-	3,200	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	55,568	1,744	40,726	3,000	-	58,792	171,252	10,426
Other receipts	-	-	-	-	-	-	-	-
Total receipts	55,568	1,744	40,726	3,000	-	61,992	171,252	10,426
Disbursements:								
Instruction	41,556	253	52,206	-	-	38,136	175,136	-
Support services	-	-	-	-	-	-	-	395
Noninstructional services	-	-	-	2,861	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	4,658	-	-
Total disbursements	41,556	253	52,206	2,861	-	42,794	175,136	395
Excess (deficiency) of receipts over disbursements	14,012	1,491	(11,480)	139	-	19,198	(3,884)	10,031
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	14,012	1,491	(11,480)	139	-	19,198	(3,884)	10,031
Cash and investments - ending	\$ -	\$ -	\$ (11,480)	\$ 139	\$ -	\$ -	\$ (3,884)	\$ 16,713

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

	21st Century CLC Grant 2013-14	21st CCLC Year 2 Kokomomentum	21st CCLC Year 3	21st CCLC Year 4	Title II Improving Teacher Quality 2012-2014	Title II Part A 2013-2015	Title II Part A 2014-2016	Title II Part A 2015-2017
Cash and investments - beginning	\$ -	\$ (74,551)	\$ (1,891)	\$ -	\$ -	\$ (4,685)	\$ (78,742)	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	94,011	176,165	-	-	59,849	316,356	59,817
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	94,011	176,165	-	-	59,849	316,356	59,817
Disbursements:								
Instruction	-	15,591	169,363	399	-	-	130,941	69,681
Support services	-	-	5,130	-	-	55,164	108,391	28,948
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	3,869	3,336	-	-	-	-	-
Total disbursements	-	19,460	177,829	399	-	55,164	239,332	98,629
Excess (deficiency) of receipts over disbursements	-	74,551	(1,664)	(399)	-	4,685	77,024	(38,812)
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	-	74,551	(1,664)	(399)	-	4,685	77,024	(38,812)
Cash and investments - ending	\$ -	\$ -	\$ (3,555)	\$ (399)	\$ -	\$ -	\$ (1,718)	\$ (38,812)

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

	Title III LEP Grant	Title III LEP Grant 2013-2015	Title III LEP 14-16	Title III LEP 15-17	Head Start 2014	Head Start 2015	Head Start 2016	FFVP 2013-14 Oct-May
Cash and investments - beginning	\$ -	\$ (3,117)	\$ (620)	\$ -	\$ -	\$ (360,239)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	3,429	7,796	3,858	-	1,821,740	848,372	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	3,429	7,796	3,858	-	1,821,740	848,372	-
Disbursements:								
Instruction	-	54	1,013	-	-	892,649	628,417	-
Support services	-	92	6,163	3,858	-	492,078	311,755	-
Noninstructional services	-	-	-	-	-	4,886	3,482	-
Facilities acquisition and construction	-	-	-	-	-	26,650	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	166	-	-	-	45,238	-	-
Total disbursements	-	312	7,176	3,858	-	1,461,501	943,654	-
Excess (deficiency) of receipts over disbursements	-	3,117	620	-	-	360,239	(95,282)	-
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	-	3,117	620	-	-	360,239	(95,282)	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (95,282)	\$ -

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

	FFVP 2014-15 July-Sept	FFVP 2014-15 Oct-June	FFVP 2015-2016 July-Sept	FFVP 2015-2016 Oct-June	Qualified School Construction Bond	Pre-paid Trust	Payroll Clearing	Totals
Cash and investments - beginning	\$ -	\$ 2,767	\$ -	\$ -	\$ -	\$ -	\$ 162,855	\$ 26,938,873
Receipts:								
Local sources	-	-	-	-	-	-	-	29,742,561
Intermediate sources	-	-	-	-	-	-	-	167,845
State sources	-	-	-	-	-	-	-	42,589,036
Federal sources	-	571	2,343	21,093	-	-	-	10,805,065
Other receipts	-	-	-	-	-	558,956	9,654,148	10,214,920
Total receipts	-	571	2,343	21,093	-	558,956	9,654,148	93,519,427
Disbursements:								
Instruction	-	-	-	-	-	-	-	33,997,252
Support services	-	-	-	-	-	-	-	27,818,619
Noninstructional services	-	3,338	2,343	20,559	-	-	-	3,563,355
Facilities acquisition and construction	-	-	-	-	-	-	-	6,257,012
Debt service	-	-	-	-	-	-	-	8,075,284
Nonprogrammed charges	-	-	-	-	-	547,545	9,643,086	19,079,864
Total disbursements	-	3,338	2,343	20,559	-	547,545	9,643,086	98,791,386
Excess (deficiency) of receipts over disbursements	-	(2,767)	-	534	-	11,411	11,062	(5,271,959)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	5,249,516
Sale of capital assets	-	-	-	-	-	-	-	1,710
Transfers in	-	-	-	-	-	-	-	9,628
Transfers out	-	-	-	-	-	-	-	(9,628)
Total other financing sources (uses)	-	-	-	-	-	-	-	5,251,226
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(2,767)	-	534	-	11,411	11,062	(20,733)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 534	\$ -	\$ 11,411	\$ 173,917	\$ 26,918,140

(This page intentionally left blank.)

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

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 11,100,921</u>	<u>\$ 579,475</u>

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
De Lage Landen Public Finance LLC	Copier Lease Purchase Agreement	\$ 60,550	7/26/2013	7/26/2017
GE Capital Information (Ricoh Copier Lease)	Copier Lease Purchase Agreement	131,949	7/9/2013	7/9/2017
Kokomo-Center Schools Building Corporation	Renovations to KHS 2015B Lease	27,000	1/15/2016	1/15/2026
Kokomo-Center Schools Building Corporation	KHS/Career Center Renovation (Refinance of Bonds) 2010 Lease	3,114,300	7/15/2010	7/15/2017
Kokomo-Center Schools Building Corporation	Renovations and improvements to Wallace Central Middle School KHS Athletic Field and Maple Crest Middle School 2013 Lease	818,000	12/31/2013	12/31/2021
Kokomo-Center Schools Building Corporation	Renovations to CMS MCMS and Wallace 2015A Lease	291,000	1/15/2016	1/15/2026
Kokomo-Center Schools Building Corporation	KHS/Career Center Renovation 2005 Lease	<u>565,700</u>	1/15/2006	7/15/2017
Total of annual lease payments		<u>\$ 5,008,499</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	2014 GOB--Pettit Park land acquisition and office renovation, general maintenance, technology, and roofing	\$ 865,000	\$ 871,721
General obligation bonds	2010 GOB QSCB Direct Payment--Energy Conservation projects	1,950,000	104,325
General obligation bonds	2006 Pension Debt	2,000,000	426,251
General obligation bonds	2007 GOB--KHS and Career Center Expansion	1,465,000	751,131
General obligation bonds	2016 GOB--KHS general maintenance, roofing, technology	<u>5,000,000</u>	<u>109,445</u>
Totals		<u>\$ 11,280,000</u>	<u>\$ 2,262,873</u>

KOKOMO SCHOOL CORPORATION
SCHEDULE OF CAPITAL ASSETS
June 30, 2016

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

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 1,103,611
Buildings	116,692,014
Improvements other than buildings	4,106,717
Construction In Progress	17,380,200
Machinery, equipment, and vehicles	<u>13,255,007</u>
Total capital assets	<u>\$ 152,537,550</u>

(This page intentionally left blank.)

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

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

TO: THE OFFICIALS OF THE KOKOMO SCHOOL CORPORATION, HOWARD COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Kokomo School Corporation's (School Corporation) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the period of July 1, 2014 to June 30, 2016. The School Corporation's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Basis for Qualified Opinion on Title I Grants to Local Educational Agencies

As described in item 2016-002 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 Title I Grants to Local Educational Agencies. 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 Title I Grants to Local Educational Agencies

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion on Title I Grants to Local Educational Agencies* paragraph, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the Title I Grants to Local Educational Agencies for the period of July 1, 2014 to June 30, 2016.

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, 2014 to June 30, 2016.

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 2016-001. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

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


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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2016-001 and 2016-002 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

March 8, 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.

(This page intentionally left blank.)

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15	Pass-Through To Subrecipient 06-30-16	Total Federal Awards Expended 06-30-16
<u>Department of Agriculture</u>							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553	FY 2015, FY 2016	\$ -	\$ 449,352	\$ -	\$ 472,625
National School Lunch Program	Indiana Department of Education	10.555	FY 2015, FY 2016	-	1,756,695	-	1,765,698
National School Lunch Program - Commodities		10.555	FY 2015, FY 2016	-	179,039	-	181,444
Total - National School Lunch Program				-	1,935,734	-	1,947,142
Special Milk Program for Children	Indiana Department of Education	10.556	FY 2015, FY 2016	-	38	-	-
Summer Food Service Program for Children	Indiana Department of Education	10.559	FY 2015, FY 2016	-	16,910	-	20,470
Total - Child Nutrition Cluster				-	2,402,034	-	2,440,237
Child and Adult Care Food Program Head Start Snack Program	Indiana Department of Education	10.558	FY 2015, FY 2016	-	30,799	-	33,011
Team Nutrition Grants	Indiana Department of Education	10.574	FY 2016	-	-	-	2,861
Child Nutrition Discretionary Grants Limited Availability School Meals Equipment Grant	Indiana Department of Education	10.579	FY 2014	-	-	-	10,946
Fresh Fruit and Vegetable Program	Indiana Department of Education	10.582	FY 2014 FY 2015 FY 2016	- - -	3,262 59,920 -	- - -	- 571 23,436
Total Fresh Fruit and Vegetable Program				-	63,182	-	24,007
Total - Department of Agriculture				-	2,496,015	-	2,511,062
<u>Department of Education</u>							
Special Education Cluster (IDEA)							
Special Education_Grants to States	Indiana Department of Education	84.027	FY 2013 FY 2014 FY 2014 FY 2015 FY 2016	- - - - -	107,708 708,530 21,500 805,646 -	- - - - -	- 37,095 - 975,066 800,186
Total - Special Education_Grants to States				-	1,643,384	-	1,812,347
Special Education_Preschool Grants	Indiana Department of Education	84.173	FY 2014 FY 2015 FY 2016	- - -	51,375 55,922 -	- - -	- 40,687 28,332
Total - Special Education_Preschool Grants				-	107,297	-	69,019
Total - Special Education Cluster (IDEA)				-	1,750,681	-	1,881,366

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15	Pass-Through To Subrecipient 06-30-16	Total Federal Awards Expended 06-30-16
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010					
Title I Basic Grant			FY 2014	-	851,998	-	-
Title I Delinquent			FY 2014	-	98,094	-	-
Title I Basic Grant			FY 2015	-	1,428,647	-	798,378
Title I Delinquent			FY 2015	-	92,020	-	40,256
Title I Basic Grant			FY 2016	-	-	-	1,718,775
Title I Delinquent			FY 2016	-	-	-	71,833
Total - Title I Grants to Local Educational Agencies				-	2,470,759	-	2,629,242
Adult Education - Basic Grants to States	Indiana Department of Workforce Development	84.002					
Adult Ed Basic Federal 13-14			FY 2014	-	49,038	-	-
Adult Ed Basic Federal 14-15			FY 2015	-	42,879	-	50,118
Adult Ed Basic Federal 15-16			FY 2016	-	-	-	40,726
Adult Ed Professional Development 14-15			FY 2015	-	-	-	1,744
Total - Adult Education - Basic Grants to States				-	91,917	-	92,588
Career and Technical Education -- Basic Grants to States	Indiana Department of Education	84.048					
Carl Perkins 2013-2014			FY 2014	-	50,226	-	-
Carl Perkins 2014-2015			FY 2015	-	156,301	-	58,791
Carl Perkins 2015-2016			FY 2016	-	-	-	171,252
Total - Career and Technical Education -- Basic Grants to States				-	206,527	-	230,043
Education for Homeless Children and Youth	Indiana Department of Education	84.196					
McKinney Vento Homeless 13-14			FY 2014	-	34,709	-	-
McKinney Vento Homeless 14-15			FY 2015	-	6,040	-	33,960
McKinney Vento Homeless 15-16			FY 2016	-	-	-	20,000
Total - Education for Homeless Children and Youth				-	40,749	-	53,960
Twenty-First Century Community Learning Centers	Indiana Department of Education	84.287					
21st Century CLC 2013-14 Year 1			FY 2014	-	50,405	-	-
21st Century CCLC Year 2			FY 2015	-	140,991	-	-
21st Century CLC 2014-15 Year 1			FY 2016	-	-	-	94,011
21st Century CLC Grant 15-16			FY 2016	-	-	-	176,165
Total - Twenty-First Century Community Learning Centers				-	191,396	-	270,176
English Language Acquisition State Grants	Indiana Department of Education	84.365					
Title III 12-14			FY 2013	-	5,610	-	-
Title III 13-15			FY 2014	-	3,453	-	3,429
Title III 14-16			FY 2015	-	11,557	-	7,796
Title III 15-17			FY 2016	-	-	-	3,858
Total - English Language Acquisition State Grants				-	20,620	-	15,083

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15	Pass-Through To Subrecipient 06-30-16	Total Federal Awards Expended 06-30-16
Improving Teacher Quality State Grants	Indiana Department of Education	84.367					
Title IIA 2012-2014			FY 2013	-	61,599	-	-
Title IIA 2013-2015			FY 2014	-	238,187	-	59,849
Title IIA 2014-2016			FY 2015	-	34,651	-	316,356
Title IIA 2015-2017			FY 2016	-	-	-	59,817
Total - Improving Teacher Quality State Grants				-	334,437	-	436,022
School Improvement Grants	Indiana Department of Education	84.377					
School Improvement Grant 1003G			FY 2015	-	-	-	107,070
School Improvement Grant 1003A			FY 2014	-	-	-	14,000
Total - School Improvement Grants				-	-	-	121,070
College Access Challenge Grant Program	Direct Grant	84.378					
College GO Week			FY 2015	-	1,000	-	-
Total - Department of Education				-	5,108,086	-	5,729,550
Department of Health and Human Services							
Head Start	Direct Grant	93.600					
Head Start 2014			FY 2014	-	1,594,654	-	-
Head Start 2015			FY 2015	-	562,124	-	1,821,740
Head Start 2016			FY 2016	-	-	-	848,372
Total - Head Start				-	2,156,778	-	2,670,112
Medical Assistance Program	Indiana Department of Family and Social Services	93.778	FY 2015, FY 2016	-	6,834	-	10,426
Total - Department of Health and Human Services				-	2,163,612	-	2,680,538
Total federal awards expended				\$ -	\$ 9,767,713	\$ -	\$ 10,921,150

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

KOKOMO SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the School Corporation under programs of the federal government for the years ended June 30, 2015 and 2016. The information in the SEFA is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the SEFA presents only a select portion of the operations of the School Corporation, it is not intended to and does not present the financial position of the School Corporation.

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

Note 2. Summary of Significant Accounting Policies

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

KOKOMO 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 weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Type of auditor's report issued on compliance for major programs:	Unmodified for all programs except <i>Title I Grants to Local Educational Agencies</i> which was qualified
Any audit findings disclosed that are required to be reported in accordance with section .510(a) of OMB Circular A-133?	yes

Identification of Major Programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
	Child Nutrition Cluster
	Special Education Cluster (IDEA)
84.010	Title I Grants to Local Educational Agencies
93.600	Head Start

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

No matters are reportable.

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

Section III - Federal Award Findings and Questioned Costs

FINDING 2016-001

Subject: Title I Grants to Local Educational Agencies - Special Tests and Provisions - Annual Report Card, High School Graduation Rate
Federal Agency: Department of Education
Federal Program: Title I Grants to Local Education Agencies
CFDA Number: 84.010
Federal Award Numbers and Years (or Other Identifying Numbers): FY 2014, FY 2015, FY 2016
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Special Tests and Provisions - Annual Report Card, High School Graduation Rate
Audit Findings: Material Weakness, Other Matters

Condition

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

The School Corporation did not comply with the Annual Report Card, High School Graduation Rate requirement that students removed from the high school cohort graduation rate for mobility reasons have written documentation to support the students' removal from the cohort.

The School Corporation reported four students as removed from the cohort without the proper supporting documentation.

Context

Of the 107 students listed on the Graduation Cohort Status Report as mobile, 11 were tested. Of the 11 students tested, 4 students (36 percent), did not have the required supporting documentation to substantiate their removal from the cohort for mobility reasons.

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. . . ."

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

2 CFR 200.303 states in part:

"The non-Federal entity must:

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

34 CFR 200.19(b) states in part:

"*High schools*—

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

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

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

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

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

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

(2) *Transitional graduation rate.*

(i) Prior to the deadline in paragraph (b)(4)(ii)(A) of this section, a State must calculate graduation rate as defined in paragraph (b)(1) of this section or use, on a transitional basis—

(A) A graduation rate that measures the percentage of students from the beginning of high school who graduate with a regular high school diploma in the standard number or years . . .

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

(ii) For a transitional graduation rate calculated under paragraph (b)(2)(i) of this section—

(A) 'Regular high school diploma' has the same meaning as in paragraph (b)(1)(iv) of this section;

(B) 'Standard number of years' means four years unless a high school begins after ninth grade, in which case the standard number of years is the number of grades in the school; and

(C) A dropout may not be counted as a transfer. . . ."

Cause

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

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

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

Views of Responsible Officials

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

FINDING 2016-002

Subject: Title I Grants to Local Educational Agencies - Suspension and Debarment

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): FY 2014, FY 2015, FY 2016

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Procurement and Suspension and Debarment

Audit Findings: Material Weakness, Modified Opinion

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

Condition

The School Corporation had not established an effective internal control system related to the grant agreement and the Suspension and Debarment requirements of the Procurement and Suspension and Debarment compliance requirement.

The School Corporation did not perform any procedures to ensure compliance with requirements regarding verification that vendors were not suspended or debarred from participation in federal programs before entering into a contract.

Context

This was a systemic issue which occurred throughout the audit period. No verification procedures were performed for any of the contracted vendors paid from the grants.

Criteria

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

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

2 CFR 200.303 states in part:

"The non-Federal entity must:

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

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

Cause

Management had not developed a system of internal controls that would have ensured compliance with the Suspension and Debarment requirements of the Procurement and Suspension and Debarment compliance requirement.

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

Effect

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

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 Suspension and Debarment requirements of 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.

AUDITEE-PREPARED DOCUMENTS

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



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Board of School Trustees

Marsha Bowling
President

Cristi Brewer-Allen
Vice President

Karen Sosbe
Secretary

Lisa Ellison
Trustee

Michael Gault
Trustee

Stephanie McClelland
Trustee

Crystal Sanburn
Trustee

Mission Statement

Our mission is to develop global-minded and compassionate lifelong learners for a changing world.

FINDING 2014-001

Fiscal year in which the finding initially occurred: FY13/FY14
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Dept. of Education
Contact Person Responsible for Corrective Action: Michelle Cronk
Contact Phone Number: 765-455-8000 ext. 10315

Status of Audit Finding: Due to not having our audit completed until summer of 2015, we were not able to update board policy #6460 with respect to food service purchases and federal debarment until September of 2015. After passing the updated board policy, vendors were required to present proof that they were not federally disbarred during the food service bidding process. This proof was to be included in vendor bid packets and are kept on file in the Administrative Service Center. Since September of 2015, all reimbursement requests for grants have been reviewed and signed by more than one person. For all grants in the Business Office, the Grants Accountant creates the reimbursement and supporting documentation then passes along to the Director of Business or Assistant Business Manager to review and sign. For National Breakfast and Lunch reimbursements, the Food Service Accountant prepares the reimbursements and then sends to the Director of Food Service to review and sign. Lastly, beginning with the 2016-2017 school year, free and reduced applications were sent to the Food Service Office after building approval. Food Service Office staff then initialed applications as they were checked. The Director of Food Service spot-checked applications during this period and initialed if they had to be changed. Beginning with the 2017-2018 school year, the written applications were sent to the Food Service Office to be entered by staff into our food service software program. The staff members entering the applications then sat down with the Food Service Director periodically to have the majority of their work checked. The Food Service Director only initialed applications that needed changed. Also with the 2017-2018 school year, the school corporation started using eTrition food service software which has an online free and reduced application that parents fill out themselves. During 2017-2018, some parents chose to do their applications online. We plan on fully implementing the online free and reduced applications with the 2018-2019 school year. The program automatically calculates these applications with the push of a button in the Food Service Office. It will also complete the verification process for the Food Service Office. The Business Office is also ensuring that the cash balance in the food service fund does not exceed the three-month average of expenditures. The Food Service Accountant keeps a spreadsheet report with the ending cash balance each month comparing it to the three-month average expenditure from the prior year. The Director of Food Service signs off on this report each month to ensure that our cash balance is not too high.

FINDING 2014-002

Fiscal year in which the finding initially occurred: FY13/FY14
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Dept. of Education
Contact Person Responsible for Corrective Action: Michelle Cronk
Contact Phone Number: 765-455-8000 ext. 10315

Status of Audit Finding: The prepaid food trust account was established in July of 2015 and reconciled using subsidiary records on a monthly basis by the Food Service Accountant with assistance by the Assistant Business Manager. At the end of each month, the Food Service Accountant uses sales figures from our food service accounting software to prepare revenue postings from the prepaid food trust account to the Food Service 800 Fund. These revenue posting spreadsheets are given to the Assistant Business Manager to post to the funds.

FINDING 2014-003

Fiscal year in which the finding initially occurred: FY13/FY14

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Department of Health and Human Services

Contact Person Responsible for Corrective Action: Michelle Cronk

Contact Phone Number: 765-455-8000 ext. 10315

Status of Audit Finding: Beginning with the 2015-2016 school year, federal Head Start reimbursement requests have been created using information found on expenditure reports, fund reports, and fund detail reports. Once created by the Grants Accountant, they are reviewed by the Director of Business or Assistant Business Manager for final approval and a second signature. Expenditures are also reviewed on a monthly basis to ensure that they meet the grant funding period of availability in a combined effort by the Director of Head Start, the Grants Accountant, and the Director of Business.

FINDING 2014-004

Fiscal year in which the finding initially occurred: FY13/FY14

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

Contact Person Responsible for Corrective Action: Michelle Cronk

Contact Phone Number: 765-455-8000 ext. 10315

Status of Audit Finding: Beginning with the 2015-2016 school year, federal grant reimbursement requests have been created using information found on expenditure reports, fund reports, and fund detail reports. Once created by the Grants Accountant, they are reviewed by the Director of Business or Assistant Business Manager for final approval and a second signature.

Michelle Cronk
(Signature)

Director of Business
(Title)

March 5, 2018
(Date)



CORRECTIVE ACTION PLAN

FINDING 2016-001

Contact Person Responsible for Corrective Action: Dr. Michael Sargent, Assistant Superintendent
Dr. Dorothea Irwin, Assistant Superintendent

Contact Phone Number: (765) 455-8000

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

Kokomo High School implemented a student withdrawal and transfer procedure (outlined below) to ensure required documentation for all high school students exiting a cohort is collected. The procedure will accompany all withdrawal and transfer forms for any student exiting a cohort at Kokomo High School. In addition, Kokomo High School updated the building-level withdrawal and transfer form to include any additional documentation required for all exits from a cohort. Also, withdrawals and transfers for all programs associated with Kokomo High School must take place through the KHS registrar. Kokomo High School centralized all required documentation to ensure records are easily accessible. Finally, two administrator (Academy Vice Principal and Principal) signatures are required to ensure compliance with this process.

STUDENT WITHDRAWAL/TRANSFER PROCEDURE

Student Name: _____ STN #: _____ Grade: _____

Last Date of Enrollment: _____ Semester Ends: _____ Academy: _____

1. Parent/Guardian must complete Withdraw/Transfer Form and provide additional required documentation in the Kokomo High School Main Office.
2. Once the Withdrawal/Transfer Form and additional required documentation by the Indiana Department of Education (Please see Student Withdrawal/Transfer Form for additional required documentation based on exit code) is completed by the parent with signature, all documents are sent to Academy Vice Principal for first signature and verification that all documentation is accurate and received by KHS. (If interview is required, the Academy Vice Principal will conduct the interview before signing below.)
3. Withdrawal/Transfer Form and additional required sent to registrar for 2nd signature and verification. Also, the registrar will communicate to District Bookstore if fees are to be changed to parent/guardian (if applicable).
4. Withdrawal/Transfer Form and additional documentation sent to Kokomo High School Principal for final signature and signature.
5. Withdrawal/Transfer Form returned to registrar for final withdraw from Student Management System.
6. All Withdrawal/Transfer Forms and required additional documentation will be securely stored by Graduation Cohort in KHS Main Office.

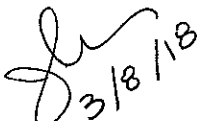
Anticipated Completion Date: Updated Withdrawal/Transfer Form was completed on January 3, 2018;
internal control to be fully implemented beginning on March 1, 2018.

Michelle Cook
Director of Business
3/8/18


(Signature)

Assistant Superintendent
(Title)

3/8/18
(Date)


3/8/18



CORRECTIVE ACTION PLAN

FINDING 2016-002

Contact Person Responsible for Corrective Action: Mrs. Michelle Cronk, Director of Business or her designee

Contact Phone Number: (765) 455-8000

Views of Responsible Official: Mrs. Cronk agrees with the finding

Description of Corrective Action Plan:

Federal grant managers will be provided with a certificate of assurance to send vendors that must be filled out prior to entering into a contract of \$25,000 or more to ensure that those vendors have not been federally suspended or debarred. Once this certificate of assurance is signed and returned by the vendor, one copy will be kept with the contract file and one copy will be filed in the federal grant folder maintained by the Grants Accountant.

Anticipated Completion Date: The plan is expected to be fully implemented by April 1, 2018

Michelle Cronk
Signature

Director of Business
Title

March 8, 2018
Date

Ju
3/8/18

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/>.