

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

GREENWOOD COMMUNITY SCHOOL CORPORATION
JOHNSON COUNTY, INDIANA

July 1, 2014 to June 30, 2016



FILED
07/06/2018

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Todd Pritchett Stephanie Porter	07-01-14 to 01-12-15 01-13-15 to 06-30-18
Superintendent of Schools	Kent DeKoninck	07-01-14 to 06-30-18
President of the School Board	Joseph W. Farley Jack Napier Steve Moan	07-01-14 to 12-31-16 01-01-17 to 12-31-17 01-01-18 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 GREENWOOD COMMUNITY SCHOOL CORPORATION, JOHNSON COUNTY, INDIANA

Report on the Financial Statement

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

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Opinion on Regulatory Basis of Accounting

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

Other Matters

Supplementary Information

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

Other Information

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated June 19, 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

June 19, 2018



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302 WEST WASHINGTON STREET
ROOM E418
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Telephone: (317) 232-2513
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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 GREENWOOD COMMUNITY SCHOOL
CORPORATION, JOHNSON 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 Greenwood Community School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2014 to June 30, 2016, and the related notes to the financial statement, and have issued our report thereon dated June 19, 2018, wherein we noted the School Corporation followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

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

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the School Corporation's financial statement will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency described in the accompanying Schedule of Findings and Questioned Costs as item 2016-001 to be a material weakness.

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

Compliance and Other Matters


As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2016-001.

Greenwood Community School Corporation's Response to Findings

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

Purpose of This Report

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


Paul D. Joyce, CPA
State Examiner

June 19, 2018

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES

The financial statement and accompanying notes were approved by management of the School Corporation. The financial statement and notes are presented as intended by the School Corporation.

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

Fund	Cash and Investments 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
General	\$ 584,747	\$ 24,004,992	\$ 22,638,212	\$ 42,589	\$ 1,994,116	\$ 24,616,454	\$ 22,593,691	\$ 29,258	\$ 4,046,137
Debt Service	1,702,505	3,518,186	3,465,538	66,455	1,821,608	3,640,135	3,851,369	(35,622)	1,574,752
Retirement/Severance Bond Debt Service	5,561	-	-	(5,561)	-	-	-	-	-
Capital Projects	1,388,550	3,301,448	3,065,485	-	1,624,513	3,255,670	3,038,826	(796,156)	1,045,201
School Transportation	277,522	1,595,939	1,482,087	-	391,374	1,691,222	1,407,734	3,959	678,821
School Bus Replacement	(1)	358,865	-	(37,023)	321,841	370,775	283,698	691	409,609
Rainy Day	3,294,246	-	-	-	3,294,246	1,031,403	1,217,609	879,316	3,987,356
Retirement/Severance Bond	965,613	-	20,521	5,561	950,653	-	18,582	-	932,071
Construction	394,734	-	206,022	-	188,712	-	142,228	-	46,484
School Lunch	1,294,076	1,616,331	1,446,263	-	1,464,144	1,591,507	1,382,741	-	1,672,910
Prepaid Lunch	15,077	147,498	139,674	-	22,901	104,505	99,483	-	27,923
Textbook Rental	568,235	400,066	362,024	-	606,277	406,284	540,979	41,311	512,893
Self-Insurance	-	2,560,804	1,103,175	-	1,457,629	4,444,897	3,688,381	-	2,214,145
Levy Excess	-	1,950	-	-	1,950	-	-	(1,950)	-
Educational License Plates	21,184	281	-	-	21,465	262	-	-	21,727
Donations Gifts and Trust 2012	125	-	-	-	125	-	125	-	-
Donation / Ray Skillman 2016	-	-	-	-	-	6,895	6,895	-	-
GW Sertoma Club Sponsorship 2014	2,000	-	2,000	-	-	-	-	-	-
GW Community Foundation Teacher Grant 2015	-	4,856	-	-	4,856	-	3,529	-	1,327
OASIS Donation 2015 Adcock	-	-	-	-	-	210	186	-	24
GW Community Foundation Teacher Grant 2010 / 2011	105	-	-	-	105	-	105	-	-
GW Community Foundation Drug Education 2010	468	-	-	-	468	-	468	-	-
GW Community Foundation Teacher Grant 2011 / 2012	546	-	-	-	546	-	444	-	102
2013 Lilly Teacher Grant Gross WW	250	-	-	-	250	-	250	-	-
2015 Donation - Community Health Network	-	8,500	-	-	8,500	20,000	3,115	-	25,385
2015 Kroger Grant / HS-Brunns	-	1,000	-	-	1,000	-	1,000	-	-
2016 Target Grant / Ploutz	-	-	-	-	-	700	700	-	-
2016 Play 60 Fitness / HS-Negley	-	-	-	-	-	1,150	-	-	1,150
GW Community Foundation Teacher Grant 2016	-	-	-	-	-	1,406	-	-	1,406
Donations 2012 Pepsi-Cola	7,728	-	7,728	-	-	-	-	-	-
Donations 2013 Pepsi-Cola	20,000	-	6,648	-	13,352	-	13,352	-	-
Donations 2014 Pepsi-Cola	-	22,000	2,000	-	20,000	500	5,665	-	14,835
Donations 2015 Pepsi-Cola	-	-	-	-	-	22,000	-	-	22,000

GREENWOOD COMMUNITY SCHOOL CORPORATION
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER
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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
Basic Grant 2006	565	-	-	-	565	(565)	-	-	-
High Ability Grant 2013 / 2014	335	-	335	-	-	-	-	-	-
High Ability Grant 2014 / 2015	-	39,607	39,140	-	467	-	467	-	-
High Ability Grant 2015 / 2016	-	-	-	-	-	40,716	40,143	-	573
Formative Assessment Grant	-	-	-	-	-	45,106	-	-	45,106
Drug Free Community Grant 2013 / 2014	103	-	-	-	103	-	-	-	103
Medicaid Reimbursement	23,923	73,620	17,139	(42,589)	37,815	90,056	4,795	(29,258)	93,818
Secured Schools Safety Grant	-	5,424	5,424	-	-	-	-	-	-
Non-English Speaking Program 2013 / 2014	9,094	-	9,094	-	-	-	-	-	-
Non-English Speaking Program 2014 / 2015	-	16,398	14,663	-	1,735	-	1,735	-	-
Non-English Speaking Program 2015 / 2016	-	-	-	-	-	28,208	26,220	-	1,988
School Technology	97,966	92,466	24,205	-	166,227	101,930	80,809	-	187,348
Performance Based Awards	-	165,492	159,802	-	5,690	129,223	134,913	-	-
Excess PTRC Distributions	79,316	-	-	-	79,316	-	-	(79,316)	-
Title I 2013 / 2014	(74,056)	196,866	122,810	-	-	-	-	-	-
Title I 2014 / 2015	-	478,261	511,360	-	(33,099)	201,231	168,132	-	-
Title I 2015 / 2016	-	-	-	-	-	438,833	527,373	-	(88,540)
Medicaid Reimbursement - Federal	248,246	52,563	77,319	-	223,490	69,727	54,002	-	239,215
Title II Part A FFY 2012	(5,630)	21,937	16,307	-	-	-	-	-	-
Title II Part A FFY 2013	(1)	81,369	83,613	-	(2,245)	26,121	23,876	-	-
Title II Part A FFY 2014	(1)	2,613	2,612	-	-	79,352	92,328	-	(12,976)
Title II Part A FFY 2015	-	-	-	-	-	70	2,835	-	(2,765)
Title III-LTD English Prof 2013 / 2015	-	11,584	13,488	-	(1,904)	17,944	16,040	-	-
Title III-WIDA Prof Development Grant	-	810	810	-	-	-	-	-	-
Title III-LTD English Prof 2014 / 2016	-	15,509	15,509	-	-	10,718	11,765	-	(1,047)
Title III-LTD English Prof 2015 / 2017	-	-	-	-	-	249	715	-	(466)
Payroll Withholding Clearing Accounts	259,996	5,298,204	5,466,957	-	91,243	5,117,279	5,150,479	-	58,043
Totals	<u>\$ 11,183,127</u>	<u>\$ 44,095,439</u>	<u>\$ 40,527,964</u>	<u>\$ 29,432</u>	<u>\$ 14,780,034</u>	<u>\$ 47,602,173</u>	<u>\$ 44,637,782</u>	<u>\$ 12,233</u>	<u>\$ 17,756,658</u>

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

GREENWOOD COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

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

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

GREENWOOD COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

E. Disbursements

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

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

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

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

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

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

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

F. Other Financing Sources and Uses

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

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

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.

GREENWOOD COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

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.

GREENWOOD COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

B. Teachers' Retirement Fund

Plan Description

The Indiana Teachers' Retirement Fund (TRF) is a defined benefit pension plan. TRF is a cost-sharing multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All employees engaged in teaching or in

GREENWOOD COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

Funding Policy and Annual Pension Cost

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

Note 7. Negative Receipt

The financial statement contains a receipt which appears as a negative entry. This is a result of the correction of errors from prior periods. The error made in the prior period was corrected by reversing the original entry. Since the original entry and the correction were made in separate periods, a negative receipt was shown in the current period.

Note 8. 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 and 2016.

Note 9. Restatements

For the year ended June 30, 2015, certain changes have been made to some of the beginning balances of the financial statement to more appropriately reflect financial activity of the School Corporation. The following schedule presents a summary of restated beginning balances:

GREENWOOD COMMUNITY SCHOOL CORPORATION
 NOTES TO FINANCIAL STATEMENT
 (Continued)

New Fund	Balance as of July 1, 2014
Prepaid Lunch	\$ 15,077

Note 10. Holding Corporations

The School Corporation has entered into a capital lease with Greenwood School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the years ending June 30, 2015 and 2016, totaled \$2,857,494 and \$2,641,188, respectively.

The School Corporation has entered into a capital lease with C-9 Holding Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the years ending June 30, 2015 and 2016, totaled \$151,005 and \$151,559, respectively.

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OTHER INFORMATION - UNAUDITED

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

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	Construction	School Lunch	Prepaid Lunch
Cash and investments - beginning	\$ 584,747	\$ 1,702,505	\$ 5,561	\$ 1,388,550	\$ 277,522	\$ (1)	\$ 3,294,246	\$ 965,613	\$ 394,734	\$ 1,294,076	\$ 15,077
Receipts:											
Local sources	105,366	3,518,186	-	3,300,586	1,568,874	358,865	-	-	-	628,864	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	23,800,590	-	-	-	-	-	-	-	-	13,448	-
Federal sources	-	-	-	-	-	-	-	-	-	974,019	-
Other receipts	99,036	-	-	862	27,065	-	-	-	-	-	147,498
Total receipts	24,004,992	3,518,186	-	3,301,448	1,595,939	358,865	-	-	-	1,616,331	147,498
Disbursements:											
Instruction	16,718,851	-	-	-	-	-	-	-	-	-	-
Support services	5,673,273	-	-	1,539,106	1,482,087	-	-	20,521	-	5,850	-
Noninstructional services	246,088	-	-	-	-	-	-	-	-	1,440,413	-
Facilities acquisition and construction	-	-	-	1,526,379	-	-	-	-	206,022	-	-
Debt service	-	3,465,538	-	-	-	-	-	-	-	-	139,674
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	22,638,212	3,465,538	-	3,065,485	1,482,087	-	-	20,521	206,022	1,446,263	139,674
Excess (deficiency) of receipts over disbursements	1,366,780	52,648	-	235,963	113,852	358,865	-	(20,521)	(206,022)	170,068	7,824
Other financing sources (uses):											
Proceeds of long-term debt	-	29,432	-	-	-	-	-	-	-	-	-
Transfers in	42,589	37,023	-	-	-	-	-	5,561	-	-	-
Transfers out	-	-	(5,561)	-	-	(37,023)	-	-	-	-	-
Total other financing sources (uses)	42,589	66,455	(5,561)	-	-	(37,023)	-	5,561	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,409,369	119,103	(5,561)	235,963	113,852	321,842	-	(14,960)	(206,022)	170,068	7,824
Cash and investments - ending	\$ 1,994,116	\$ 1,821,608	\$ -	\$ 1,624,513	\$ 391,374	\$ 321,841	\$ 3,294,246	\$ 950,653	\$ 188,712	\$ 1,464,144	\$ 22,901

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

	Textbook Rental	Self- Insurance	Levy Excess	Educational License Plates	Donations Gifts and Trust 2012	Donation / Ray Skillman 2016	GW Sertoma Club Sponsorship 2014	GW Community Foundation Teacher Grant 2015	OASIS Donation 2015 Adcock	GW Community Foundation Teacher Grant 2010 / 2011
Cash and investments - beginning	\$ 568,235	\$ -	\$ -	\$ 21,184	\$ 125	\$ -	\$ 2,000	\$ -	\$ -	\$ 105
Receipts:										
Local sources	261,317	2,560,804	1,950	-	-	-	-	4,856	-	-
Intermediate sources	-	-	-	281	-	-	-	-	-	-
State sources	138,749	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	400,066	2,560,804	1,950	281	-	-	-	4,856	-	-
Disbursements:										
Instruction	-	-	-	-	-	-	2,000	-	-	-
Support services	362,024	1,103,175	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	362,024	1,103,175	-	-	-	-	2,000	-	-	-
Excess (deficiency) of receipts over disbursements	38,042	1,457,629	1,950	281	-	-	(2,000)	4,856	-	-
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	38,042	1,457,629	1,950	281	-	-	(2,000)	4,856	-	-
Cash and investments - ending	\$ 606,277	\$ 1,457,629	\$ 1,950	\$ 21,465	\$ 125	\$ -	\$ -	\$ 4,856	\$ -	\$ 105

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

	GW Community Foundation Drug Education 2010	GW Community Foundation Teacher Grant 2011 / 2012	2013 Lilly Teacher Grant Gross WW	2015 Donation - Community Health Network	2015 Kroger Grant / HS-Bruns	2016 Target Grant / Ploutz	2016 Play 60 Fitness / HS-Negley	GW Community Foundation Teacher Grant 2016	Donations 2012 Pepsi-Cola	Donations 2013 Pepsi-Cola
Cash and investments - beginning	\$ 468	\$ 546	\$ 250	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,728	\$ 20,000
Receipts:										
Local sources	-	-	-	8,500	1,000	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	8,500	1,000	-	-	-	-	-
Disbursements:										
Instruction	-	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	7,728	5,914
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	734
Total disbursements	-	-	-	-	-	-	-	-	7,728	6,648
Excess (deficiency) of receipts over disbursements	-	-	-	8,500	1,000	-	-	-	(7,728)	(6,648)
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	8,500	1,000	-	-	-	(7,728)	(6,648)
Cash and investments - ending	\$ 468	\$ 546	\$ 250	\$ 8,500	\$ 1,000	\$ -	\$ -	\$ -	\$ -	\$ 13,352

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

	Donations 2014 Pepsi-Cola	Donations 2015 Pepsi-Cola	Basic Grant 2006	High Ability Grant 2013 / 2014	High Ability Grant 2014 / 2015	High Ability Grant 2015 / 2016	Formative Assessment Grant	Drug Free Community Grant 2013 / 2014	Medicaid Reimbursement	Secured Schools Safety Grant
Cash and investments - beginning	\$ -	\$ -	\$ 565	\$ 335	\$ -	\$ -	\$ -	\$ 103	\$ 23,923	\$ -
Receipts:										
Local sources	22,000	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	39,607	-	-	-	73,620	5,424
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	22,000	-	-	-	39,607	-	-	-	73,620	5,424
Disbursements:										
Instruction	-	-	-	335	39,140	-	-	-	-	-
Support services	500	-	-	-	-	-	-	-	17,139	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	5,424
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	1,500	-	-	-	-	-	-	-	-	-
Total disbursements	2,000	-	-	335	39,140	-	-	-	17,139	5,424
Excess (deficiency) of receipts over disbursements	20,000	-	-	(335)	467	-	-	-	56,481	-
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	(42,589)	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	(42,589)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	20,000	-	-	(335)	467	-	-	-	13,892	-
Cash and investments - ending	\$ 20,000	\$ -	\$ 565	\$ -	\$ 467	\$ -	\$ -	\$ 103	\$ 37,815	\$ -

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

	Non-English Speaking Program 2013 / 2014	Non-English Speaking Program 2014 / 2015	Non-English Speaking Program 2015 / 2016	School Technology	Performance Based Awards	Excess PTRC Distributions	Title I 2013 / 2014	Title I 2014 / 2015	Title I 2015 / 2016	Medicaid Reimbursement - Federal
Cash and investments - beginning	\$ 9,094	\$ -	\$ -	\$ 97,966	\$ -	\$ 79,316	\$ (74,056)	\$ -	\$ -	\$ 248,246
Receipts:										
Local sources	-	-	-	6,389	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	16,398	-	-	165,492	-	-	-	-	-
Federal sources	-	-	-	-	-	-	196,866	478,261	-	52,563
Other receipts	-	-	-	86,077	-	-	-	-	-	-
Total receipts	-	16,398	-	92,466	165,492	-	196,866	478,261	-	52,563
Disbursements:										
Instruction	8,662	10,527	-	-	159,802	-	118,830	463,601	-	15,142
Support services	-	2,883	-	24,205	-	-	(383)	23,972	-	61,831
Noninstructional services	432	1,253	-	-	-	-	4,363	23,787	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	346
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	9,094	14,663	-	24,205	159,802	-	122,810	511,360	-	77,319
Excess (deficiency) of receipts over disbursements	(9,094)	1,735	-	68,261	5,690	-	74,056	(33,099)	-	(24,756)
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(9,094)	1,735	-	68,261	5,690	-	74,056	(33,099)	-	(24,756)
Cash and investments - ending	\$ -	\$ 1,735	\$ -	\$ 166,227	\$ 5,690	\$ 79,316	\$ -	\$ (33,099)	\$ -	\$ 223,490

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

	Title II Part A FFY 2012	Title II Part A FFY 2013	Title II Part A FFY 2014	Title II Part A FFY 2015	Title III- LTD English Prof 2013 / 2015	Title III- WIDA Prof Development Grant	Title III- LTD English Prof 2014 / 2016	Title III- LTD English Prof 2015 / 2017	Payroll Withholding Clearing Accounts	Totals
Cash and investments - beginning	\$ (5,630)	\$ (1)	\$ (1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 259,996	\$ 11,183,127
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	12,347,557
Intermediate sources	-	-	-	-	-	-	-	-	-	281
State sources	-	-	-	-	11,584	810	15,509	-	-	24,281,231
Federal sources	21,937	81,369	2,613	-	-	-	-	-	-	1,807,628
Other receipts	-	-	-	-	-	-	-	-	5,298,204	5,658,742
Total receipts	21,937	81,369	2,613	-	11,584	810	15,509	-	5,298,204	44,095,439
Disbursements:										
Instruction	15,767	43,963	-	-	169	-	1,885	-	-	17,598,674
Support services	540	39,650	2,612	-	13,319	810	7,624	-	-	10,394,380
Noninstructional services	-	-	-	-	-	-	-	-	-	1,716,336
Facilities acquisition and construction	-	-	-	-	-	-	6,000	-	-	1,744,171
Debt service	-	-	-	-	-	-	-	-	-	3,605,212
Nonprogrammed charges	-	-	-	-	-	-	-	-	5,466,957	5,469,191
Total disbursements	16,307	83,613	2,612	-	13,488	810	15,509	-	5,466,957	40,527,964
Excess (deficiency) of receipts over disbursements	5,630	(2,244)	1	-	(1,904)	-	-	-	(168,753)	3,567,475
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	29,432
Transfers in	-	-	-	-	-	-	-	-	-	85,173
Transfers out	-	-	-	-	-	-	-	-	-	(85,173)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	29,432
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,630	(2,244)	1	-	(1,904)	-	-	-	(168,753)	3,596,907
Cash and investments - ending	\$ -	\$ (2,245)	\$ -	\$ -	\$ (1,904)	\$ -	\$ -	\$ -	\$ 91,243	\$ 14,780,034

GREENWOOD COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
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 For the Year Ended June 30, 2016

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	Construction	School Lunch	Prepaid Lunch
Cash and investments - beginning	\$ 1,994,116	\$ 1,821,608	\$ -	\$ 1,624,513	\$ 391,374	\$ 321,841	\$ 3,294,246	\$ 950,653	\$ 188,712	\$ 1,464,144	\$ 22,901
Receipts:											
Local sources	90,713	3,640,135	-	3,254,268	1,644,871	370,775	1,031,403	-	-	568,967	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-	-
State sources	24,476,483	-	-	-	-	-	-	-	-	13,310	-
Federal sources	-	-	-	-	-	-	-	-	-	1,009,230	-
Other receipts	49,258	-	-	1,402	46,351	-	-	-	-	-	104,505
Total receipts	24,616,454	3,640,135	-	3,255,670	1,691,222	370,775	1,031,403	-	-	1,591,507	104,505
Disbursements:											
Instruction	16,912,266	-	-	-	-	-	-	-	-	-	-
Support services	5,424,391	-	-	1,475,185	1,407,734	283,698	858,759	18,582	-	6,435	-
Noninstructional services	257,034	-	-	-	-	-	-	-	-	1,376,306	-
Facilities acquisition and construction	-	-	-	1,563,641	-	-	358,850	-	142,228	-	-
Debt service	-	3,851,369	-	-	-	-	-	-	-	-	99,483
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-	-
Total disbursements	22,593,691	3,851,369	-	3,038,826	1,407,734	283,698	1,217,609	18,582	142,228	1,382,741	99,483
Excess (deficiency) of receipts over disbursements	2,022,763	(211,234)	-	216,844	283,488	87,077	(186,206)	(18,582)	(142,228)	208,766	5,022
Other financing sources (uses):											
Proceeds of long-term debt	-	12,233	-	-	-	-	-	-	-	-	-
Transfers in	29,258	-	-	3,844	3,959	691	879,316	-	-	-	-
Transfers out	-	(47,855)	-	(800,000)	-	-	-	-	-	-	-
Total other financing sources (uses)	29,258	(35,622)	-	(796,156)	3,959	691	879,316	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,052,021	(246,856)	-	(579,312)	287,447	87,768	693,110	(18,582)	(142,228)	208,766	5,022
Cash and investments - ending	\$ 4,046,137	\$ 1,574,752	\$ -	\$ 1,045,201	\$ 678,821	\$ 409,609	\$ 3,987,356	\$ 932,071	\$ 46,484	\$ 1,672,910	\$ 27,923

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

	Textbook Rental	Self- Insurance	Levy Excess	Educational License Plates	Donations Gifts and Trust 2012	Donation / Ray Skillman 2016	GW Sertoma Club Sponsorship 2014	GW Community Foundation Teacher Grant 2015	OASIS Donation 2015 Adcock	GW Community Foundation Teacher Grant 2010 / 2011
Cash and investments - beginning	\$ 606,277	\$ 1,457,629	\$ 1,950	\$ 21,465	\$ 125	\$ -	\$ -	\$ 4,856	\$ -	\$ 105
Receipts:										
Local sources	267,037	4,444,897	-	-	-	6,895	-	-	210	-
Intermediate sources	-	-	-	262	-	-	-	-	-	-
State sources	139,247	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	406,284	4,444,897	-	262	-	6,895	-	-	210	-
Disbursements:										
Instruction	-	-	-	-	-	-	-	2,945	-	105
Support services	540,979	(1,209)	-	-	125	-	-	354	186	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	6,895	-	230	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	3,689,590	-	-	-	-	-	-	-	-
Total disbursements	540,979	3,688,381	-	-	125	6,895	-	3,529	186	105
Excess (deficiency) of receipts over disbursements	(134,695)	756,516	-	262	(125)	-	-	(3,529)	24	(105)
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Transfers in	41,311	-	-	-	-	-	-	-	-	-
Transfers out	-	-	(1,950)	-	-	-	-	-	-	-
Total other financing sources (uses)	41,311	-	(1,950)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(93,384)	756,516	(1,950)	262	(125)	-	-	(3,529)	24	(105)
Cash and investments - ending	\$ 512,893	\$ 2,214,145	\$ -	\$ 21,727	\$ -	\$ -	\$ -	\$ 1,327	\$ 24	\$ -

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

	GW Community Foundation Drug Education 2010	GW Community Foundation Teacher Grant 2011 / 2012	2013 Lilly Teacher Grant Gross WW	2015 Donation - Community Health Network	2015 Kroger Grant / HS-Bruns	2016 Target Grant / Ploutz	2016 Play 60 Fitness / HS-Negley	GW Community Foundation Teacher Grant 2016	Donations 2012 Pepsi-Cola	Donations 2013 Pepsi-Cola
Cash and investments - beginning	\$ 468	\$ 546	\$ 250	\$ 8,500	\$ 1,000	\$ -	\$ -	\$ -	\$ -	\$ 13,352
Receipts:										
Local sources	-	-	-	20,000	-	700	1,150	1,406	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	20,000	-	700	1,150	1,406	-	-
Disbursements:										
Instruction	468	296	250	-	1,000	700	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	11,756
Noninstructional services	-	148	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	3,115	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	1,596
Total disbursements	468	444	250	3,115	1,000	700	-	-	-	13,352
Excess (deficiency) of receipts over disbursements	(468)	(444)	(250)	16,885	(1,000)	-	1,150	1,406	-	(13,352)
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(468)	(444)	(250)	16,885	(1,000)	-	1,150	1,406	-	(13,352)
Cash and investments - ending	\$ -	\$ 102	\$ -	\$ 25,385	\$ -	\$ -	\$ 1,150	\$ 1,406	\$ -	\$ -

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

	Donations 2014 Pepsi-Cola	Donations 2015 Pepsi-Cola	Basic Grant 2006	High Ability Grant 2013 / 2014	High Ability Grant 2014 / 2015	High Ability Grant 2015 / 2016	Formative Assessment Grant	Drug Free Community Grant 2013 / 2014	Medicaid Reimbursement	Secured Schools Safety Grant
Cash and investments - beginning	\$ 20,000	\$ -	\$ 565	\$ -	\$ 467	\$ -	\$ -	\$ 103	\$ 37,815	\$ -
Receipts:										
Local sources	50	22,000	(565)	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	40,716	45,106	-	90,056	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	450	-	-	-	-	-	-	-	-	-
Total receipts	500	22,000	(565)	-	-	40,716	45,106	-	90,056	-
Disbursements:										
Instruction	-	-	-	-	467	40,143	-	-	107	-
Support services	3,956	-	-	-	-	-	-	-	4,688	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	1,709	-	-	-	-	-	-	-	-	-
Total disbursements	5,665	-	-	-	467	40,143	-	-	4,795	-
Excess (deficiency) of receipts over disbursements	(5,165)	22,000	(565)	-	(467)	573	45,106	-	85,261	-
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	(29,258)	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	(29,258)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(5,165)	22,000	(565)	-	(467)	573	45,106	-	56,003	-
Cash and investments - ending	\$ 14,835	\$ 22,000	\$ -	\$ -	\$ -	\$ 573	\$ 45,106	\$ 103	\$ 93,818	\$ -

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

	Non-English Speaking Program 2013 / 2014	Non-English Speaking Program 2014 / 2015	Non-English Speaking Program 2015 / 2016	School Technology	Performance Based Awards	Excess PTRC Distributions	Title I 2013 / 2014	Title I 2014 / 2015	Title I 2015 / 2016	Medicaid Reimbursement - Federal
Cash and investments - beginning	\$ -	\$ 1,735	\$ -	\$ 166,227	\$ 5,690	\$ 79,316	\$ -	\$ (33,099)	\$ -	\$ 223,490
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	28,208	8,724	129,223	-	-	-	-	-
Federal sources	-	-	-	-	-	-	201,231	438,833	69,727	-
Other receipts	-	-	-	93,206	-	-	-	-	-	-
Total receipts	-	-	28,208	101,930	129,223	-	201,231	438,833	69,727	-
Disbursements:										
Instruction	-	1,735	22,703	-	134,913	-	-	153,265	483,693	10,360
Support services	-	-	1,295	80,809	-	-	-	14,128	18,711	570
Noninstructional services	-	-	2,222	-	-	-	-	739	24,969	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	43,072
Debt service	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	1,735	26,220	80,809	134,913	-	168,132	527,373	54,002	-
Excess (deficiency) of receipts over disbursements	-	(1,735)	1,988	21,121	(5,690)	-	33,099	(88,540)	15,725	-
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(79,316)	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	(79,316)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,735)	1,988	21,121	(5,690)	(79,316)	33,099	(88,540)	15,725	-
Cash and investments - ending	\$ -	\$ -	\$ 1,988	\$ 187,348	\$ -	\$ -	\$ -	\$ -	\$ (88,540)	\$ 239,215

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

	Title II Part A FFY 2012	Title II Part A FFY 2013	Title II Part A FFY 2014	Title II Part A FFY 2015	Title III- LTD English Prof 2013 / 2015	Title III- WIDA Prof Development Grant	Title III- LTD English Prof 2014 / 2016	Title III- LTD English Prof 2015 / 2017	Payroll Withholding Clearing Accounts	Totals
Cash and investments - beginning	\$ -	\$ (2,245)	\$ -	\$ -	\$ (1,904)	\$ -	\$ -	\$ -	\$ 91,243	\$ 14,780,034
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	15,364,912
Intermediate sources	-	-	-	-	-	-	-	-	-	262
State sources	-	-	-	-	17,944	-	10,718	249	-	24,999,984
Federal sources	-	26,121	79,352	70	-	-	-	-	-	1,824,564
Other receipts	-	-	-	-	-	-	-	-	5,117,279	5,412,451
Total receipts	-	26,121	79,352	70	17,944	-	10,718	249	5,117,279	47,602,173
Disbursements:										
Instruction	-	13,512	47,069	-	2,828	-	737	249	-	17,829,811
Support services	-	10,364	45,259	2,835	5,196	-	11,028	466	-	10,226,280
Noninstructional services	-	-	-	-	-	-	-	-	-	1,661,418
Facilities acquisition and construction	-	-	-	-	8,016	-	-	-	-	2,126,047
Debt service	-	-	-	-	-	-	-	-	-	3,950,852
Nonprogrammed charges	-	-	-	-	-	-	-	-	5,150,479	8,843,374
Total disbursements	-	23,876	92,328	2,835	16,040	-	11,765	715	5,150,479	44,637,782
Excess (deficiency) of receipts over disbursements	-	2,245	(12,976)	(2,765)	1,904	-	(1,047)	(466)	(33,200)	2,964,391
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	12,233
Transfers in	-	-	-	-	-	-	-	-	-	958,379
Transfers out	-	-	-	-	-	-	-	-	-	(958,379)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	12,233
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	2,245	(12,976)	(2,765)	1,904	-	(1,047)	(466)	(33,200)	2,976,624
Cash and investments - ending	\$ -	\$ -	\$ (12,976)	\$ (2,765)	\$ -	\$ -	\$ (1,047)	\$ (466)	\$ 58,043	\$ 17,756,658

GREENWOOD COMMUNITY SCHOOL CORPORATION
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2016

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 1,369,752</u>	<u>\$ 105,794</u>

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Greenwood School Building Corporation	2007 Debt Service	\$ 1,142,388	7/15/2007	7/15/2020
Greenwood School Building Corporation	2008 Refunding 1998	1,498,800	7/15/2008	7/15/2016
C-9 Holding Corporation	2007 Bonds	81,826	1/15/2008	7/15/2018
C-9 Holding Corporation	2009 Bonds	<u>69,733</u>	1/15/2010	7/15/2020
Total of annual lease payments		<u>\$ 2,792,747</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General Obligation Bonds	2011 QSAB	\$ 300,000	\$ 305,250
General Obligation Bonds	2013 Addition and Renovation	<u>3,620,000</u>	<u>1,454,325</u>
Totals		<u>\$ 3,920,000</u>	<u>\$ 1,759,575</u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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

TO: THE OFFICIALS OF THE GREENWOOD COMMUNITY SCHOOL CORPORATION, JOHNSON COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the period of July 1, 2014 to June 30, 2016.

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

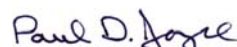
Report on Internal Control over Compliance

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

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

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

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


Paul D. Joyce, CPA
State Examiner

June 19, 2018

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15	Passed Through to Subrecipient 06-30-16	Total Federal Awards Expended 06-30-16
Department of Agriculture							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553	FY 2015 FY 2016	\$ -	\$ 179,750	\$ -	\$ 184,157
School Breakfast Program							
National School Lunch Program	Indiana Department of Education	10.555	FY 2015 FY 2016	-	789,498	-	817,380
National School Lunch Program							
National School Lunch - Commodities			FY 2015 FY 2016	-	108,196	-	105,535
Total - National School Lunch Program				-	897,694	-	922,915
Summer Food Service Program For Children	Indiana Department of Education	10.559	FY 2015 FY 2016	-	4,594	-	4,979
Summer Food Service Program For Children							
Total - Child Nutrition Cluster				-	1,082,038	-	1,112,051
Child and Adult Care Food Program	Indiana Department of Education	10.558	FY 2015 FY 2016	-	176	-	2,714
Child and Adult Care Food Program							
Total - Department of Agriculture				-	1,082,214	-	1,114,765
Department of Education							
Special Education Cluster (IDEA)							
Special Education Grants to States	Indiana Department of Education	84.027					
SY 2012-2013			14213-033-PN01	-	187	-	-
SY 2013-2014			14214-033-PN01	-	208,171	-	-
SY 2014-2015			14215-033-PN01	-	572,618	-	232,214
SY 2015-2016			14216-031-PN01	-	-	-	571,705
Federal Tech. Assistance Grant			99914-033-TA01	-	8,593	-	1,033
Total - Special Education Grants to States				-	789,569	-	804,952
Special Education Preschool Grants	Indiana Department of Education	84.173					
SY 2013-2014			45714-033-PN01	-	4,905	-	8
SY 2014-2015			45715-033-PN01	-	10,538	-	5,516
SY 2015-2016			45716-031-PN01	-	-	-	11,432
Total - Special Education Preschool Grants				-	15,443	-	16,956
Total - Special Education Cluster (IDEA)				-	805,012	-	821,908

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

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient 06-30-15	Total Federal Awards Expended 06-30-15	Passed 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					
SY 2013-2014			14-4245	-	196,866	-	-
SY 2014-2015			15-4245	-	478,261	-	201,231
SY 2015-2016			16-4245	-	-	-	438,833
Total - Title I Grants to Local Educational Agencies				<u>-</u>	<u>675,127</u>	<u>-</u>	<u>640,064</u>
English Language Acquisition State Grants	Indiana Department of Education	84.365					
Title III WIDA			01113-335-PN01	-	810	-	-
Title III 2013-15			01114-029-PN01	-	11,584	-	17,944
Title III 2014-16			01115-041-PN01	-	15,509	-	10,718
Title III 2015-17			01116-042-PN01	-	-	-	249
Total - English Language Acquisition State Grants				<u>-</u>	<u>27,903</u>	<u>-</u>	<u>28,911</u>
Improving Teacher Quality State Grants	Indiana Department of Education	84.367					
Title II Part A/FFY 2012			13-4245	-	21,937	-	-
Title II Part A/FFY 2013			14-4245	-	81,369	-	26,121
Title II Part A/FFY 2014			15-4245	-	2,613	-	79,352
Title II Part A/FFY 2015			16-4245	-	-	-	70
Total - Improving Teacher Quality State Grants				<u>-</u>	<u>105,919</u>	<u>-</u>	<u>105,543</u>
Total - Department of Education				<u>-</u>	<u>1,613,961</u>	<u>-</u>	<u>1,596,426</u>
Total federal awards expended				<u>\$ -</u>	<u>\$ 2,696,175</u>	<u>\$ -</u>	<u>\$ 2,711,191</u>

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

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

Note 1. Basis of Presentation

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

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

Note 2. Summary of Significant Accounting Policies

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

GREENWOOD COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weakness identified?	yes
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	yes

Federal Awards:

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

Identification of Major Programs:

_____ Name of Federal Program or Cluster _____
Child Nutrition Cluster
Special Education Cluster (IDEA)

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

Auditee qualified as low-risk auditee? no

Section II - Financial Statement Findings

FINDING 2016-001

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

Repeat Finding

This is a repeat of Finding 2014-001 from the immediately prior audit.

Condition

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

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

Context

The SEFA contained the following errors:

1. The National School Lunch - Commodities were understated by \$108,196 and \$105,535 for school years 2015 and 2016, respectively.
2. The Child and Adult Care Food Program expenditures were understated by \$2,714 for school year 2016.
3. The Title I Grants to Local Educational Agencies expenditures were understated by \$196,866 for school year 2015.
4. The English Language Acquisition State Grants expenditures were understated by \$810 for school year 2015.
5. The Special Education Cluster (IDEA) expenditures were overstated by \$3,888,208 for school year 2016.

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

Criteria

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

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

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

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

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

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

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

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

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

Cause

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

Effect

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

Recommendation

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

Views of Responsible Officials

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

Section III - Federal Award Findings and Questioned Costs

No matters are reportable.

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AUDITEE-PREPARED DOCUMENTS

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

Greenwood Community School Corporation

605 West Smith Valley Road Telephone: (317) 889-4060
Greenwood, IN 46142 Fax: (317) 889-4068


SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2014-002

Fiscal year in which the finding initially occurred: **2012-2013 & 2013-2014**
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: **Indiana Department of Education**
Contact Person Responsible for Corrective Action: **Todd Pritchett, Assistant Superintendent**
Contact Phone Number: **(317) 889-4060**

Status of Audit Finding:

The Earlywood Educational Services (Special Education Cooperative), formally known as Johnson County and Surrounding Schools, has established internal controls for their organization. All financial reports and grant reports are provided to the Superintendents at a monthly board meeting. The same information is provided to member schools business offices monthly for review. This is reviewed by the treasurer, asst. superintendent and utilized for preparation of MOE and Level of Effort reports.



(Signature)

Asst. Superintendent

(Title)

5-1-18

(Date)

Greenwood Community School Corporation

605 West Smith Valley Road
Greenwood, IN 46142



Telephone: (317) 889-4060
Fax: (317) 889-4068

CORRECTIVE ACTION PLAN

FINDING 2016-001

Contact Person Responsible for Corrective Action: Stephanie Porter, Treasurer
Contact Phone Number: 317-889-4060

Views of Responsible Official:

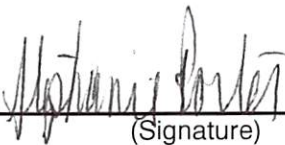
We do not dispute finding 2016-001

Description of Corrective Action Plan:

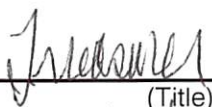
Finding will be addressed by the administrator of the specified federal grant (ex. Title 1 admin for Title 1 program etc...) reviewing and monitoring grants with the Treasurer. The Treasurer will manage and prepare appropriate reports. Once reports are prepared, the Deputy Treasurer will review for accuracy prior to presenting to Assistant Superintendent for final approval. The Treasurer will then submit appropriately. Grant Funds were included in the Greenwood School's Internal Control Document (pg. 63) adopted on 6/20/2017.

Anticipated Completion Date:

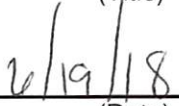
July 1, 2018



(Signature)



(Title)



(Date)

OTHER REPORTS

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