

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

FINANCIAL STATEMENTS AUDIT REPORT

OF

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER

PORTER COUNTY, INDIANA

July 1, 2014 to June 30, 2017



FILED
07/24/2018

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	David Pruis	07-01-14 to 06-30-15
	Mary Naglich	07-01-15 to 04-27-16
	Julie Remschneider (interim)	04-28-16 to 08-09-16
	Kathleen Smith	08-10-16 to 06-30-18
Executive Director	Edward Schoenfelt	07-01-14 to 06-08-16
	Bill Gall (interim)	06-09-16 to 08-09-16
	Julie Remschneider	08-10-16 to 06-30-18
Chairman of the Board of Directors	Thomas Cripliver	07-01-14 to 06-30-15
	Thomas Corey	07-01-15 to 03-09-16
	Eric Kurtz	03-10-16 to 06-06-18
	Peggy Buffington (co-chair)	06-07-18 to 12-31-18
	Stacey Schmidt (co-chair)	06-07-18 to 12-31-18



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE NORTHWEST INDIANA EDUCATIONAL
SERVICE CENTER, PORTER COUNTY, INDIANA

Report on the Financial Statements

We have audited the accompanying financial statements of the Northwest Indiana Educational Service Center (Service Center), which comprise the financial position and results of operations for the period of July 1, 2014 to June 30, 2017, and the related notes to the financial statements as listed in the Table of Contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements 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 financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Service Center's preparation and fair presentation of the financial statements 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 Service Center'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 statements.

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 statements, the Service Center prepares its financial statements 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 statements 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 statements referred to above do 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 Service Center for the period of July 1, 2014 to June 30, 2017.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and results of operations of the Service Center for the period of July 1, 2014 to June 30, 2017, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.


Emphasis of Matters Regarding Going Concern

The accompanying financial statements have been prepared assuming that the Service Center will continue as a going concern. As discussed in Note 7 to the financial statements, the Service Center has been experiencing a decline in membership, funding, and personnel. Management's plans in regard to these matters are also discussed in Note 7. The financial statements do not include any adjustments that might result from the outcome of this uncertainty. Our opinion is not modified with respect to this matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the Service Center's financial statements. 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 statements. They have not been subjected to the auditing procedures applied by us in the audit of the financial statements and, accordingly, we express no opinion on them.


Paul D. Joyce, CPA
State Examiner

June 28, 2018

FINANCIAL STATEMENTS AND ACCOMPANYING NOTES

The financial statements and accompanying notes were approved by management of the Service Center. The financial statements and notes are presented as intended by the Service Center.

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
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	\$ 459,338	\$ 296,608	\$ 501,693	\$ 72,500	\$ 326,753	\$ 209,772	\$ 447,725	\$ 171,521	\$ 260,321
Joint Services and Supply - Other	45,377	78,915	66,317	(10,000)	47,975	59,617	25,336	(69,000)	13,256
Group Purchases	54,831	124,845	81,604	(50,000)	48,072	159,114	102,606	(81,000)	23,580
Global Compliance	4,063	943	-	(2,500)	2,506	1,960	1,000	(3,000)	466
Natural Gas Consortium	35,201	69,108	73,820	(10,000)	20,489	71,821	60,405	(16,000)	15,905
Pre-AP Series	6,317	-	350	-	5,967	-	1,205	-	4,762
Lake County Safe Schools	3,335	-	19	-	3,316	-	3,316	-	-
School Technology	8,087	2,229	3,802	-	6,514	1,884	4,842	(2,521)	1,035
Literacy Grant	2,779	-	-	-	2,779	-	-	-	2,779
Title III - English Proficiency Migrant	1,720	12,260	22,777	-	(8,797)	68,493	59,991	-	(295)
Clearing Accounts	1,522	85,402	85,424	-	1,500	83,521	74,717	-	10,304
Totals	\$ 622,570	\$ 670,310	\$ 835,806	\$ -	\$ 457,074	\$ 656,182	\$ 781,143	\$ -	\$ 332,113

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

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER
FINANCING SOURCES (USES), AND CASH AND
INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended June 30, 2017

Fund	Cash and Investments 07-01-16	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-17
General	\$ 260,321	\$ 252,780	\$ 196,442	\$ (5,364)	\$ 311,295
Joint Services and Supply - Other	13,256	62,376	41,840	-	33,792
Group Purchases	23,580	143,260	88,209	1,541	80,172
FACE Grant	-	11,190	11,190	-	-
Global Compliance	466	710	-	-	1,176
Natural Gas Consortium	15,905	78,753	75,069	-	19,589
Pre-AP Series	4,762	-	-	-	4,762
School Technology	1,035	4,466	9,324	3,823	-
Literacy Grant	2,779	-	550	-	2,229
Title III - English Proficiency Migrant	(295)	61,903	61,407	-	201
Clearing Accounts	10,304	27,502	37,484	-	322
Totals	<u>\$ 332,113</u>	<u>\$ 642,940</u>	<u>\$ 521,515</u>	<u>\$ -</u>	<u>\$ 453,538</u>

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

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

Various school corporations mutually promised to establish and maintain an educational service center in order to allow the participating school corporations to cooperate and share certain programs and services, which they collectively may implement. Such programs and services might include, but are not limited to, curriculum development, pupil personnel service, in-service education, instructional materials, multi-media service education, purchasing and financial management, needs assessment, computer utilization, natural gas consortium, and research development. The Service Center operates under a separate management board, which is comprised of the superintendents of each member public school corporation or their designee.

The accompanying financial statements present the financial information for the Service Center.

B. Basis of Accounting

The financial statements are 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 statements. 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, Service Center activities, revenue from community service activities, and other revenue from local sources.

State sources. Amounts received as distributions from the State of Indiana that are to be used by the Service Center 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 Service Center.

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 statements. 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.

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 Service Center, including: all expenditures for the reduction of the principal and interest of the Service Center'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 statements. The aggregate other financing sources and uses include the following:

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 Service Center. 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 Service Center. 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 Service Center 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.

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
NOTES TO FINANCIAL STATEMENTS
(Continued)

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the Service Center 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. 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 Service Center 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 4. Risk Management

The Service Center 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 Service Center to set aside money for claim settlements. The self-insurance fund would be included in the financial statements. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

Note 5. 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

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
NOTES TO FINANCIAL STATEMENTS
(Continued)

of the system, and give the Service Center 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 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 Service Center 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 Service Center 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

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
NOTES TO FINANCIAL STATEMENTS
(Continued)

Funding Policy and Annual Pension Cost

The Service Center 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 Service Center 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 6. Cash Balance Deficits

The financial statements contain one fund with deficits in cash. This is a result of the fund being set up for reimbursable grants.

Note 7. Subsequent Event

The Service Center has seen declining membership over the past few years. As of June 30, 2018, the Treasurer and Executive Director positions will be vacant. The membership dues have been reduced to a flat fee of \$100 per member public school corporation due to the transition and uncertainty regarding the future structure of the Service Center.

OTHER INFORMATION - UNAUDITED

The Service Center'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 Service Center Treasurer's office. Additionally, some financial information of the Service Center 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 statements contained in this report and the financial information presented in the Service Center'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 Service Center. It is presented as intended by the Service Center.

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NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2015

	General	Joint Services and Supply - Other	Group Purchases	Global Compliance	Natural Gas Consortium	Pre-AP Series
Cash and investments - beginning	\$ 459,338	\$ 45,377	\$ 54,831	\$ 4,063	\$ 35,201	\$ 6,317
Receipts:						
Local sources	296,608	78,915	124,845	943	69,108	-
State sources	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	296,608	78,915	124,845	943	69,108	-
Disbursements:						
Instruction	-	-	17,862	-	53	-
Support services	479,963	66,317	63,742	-	-	350
Facilities acquisition and construction	18,843	-	-	-	73,767	-
Debt service	2,887	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	501,693	66,317	81,604	-	73,820	350
Excess (deficiency) of receipts over disbursements	(205,085)	12,598	43,241	943	(4,712)	(350)
Other financing sources (uses):						
Transfers in	72,500	-	-	-	-	-
Transfers out	-	(10,000)	(50,000)	(2,500)	(10,000)	-
Total other financing sources (uses)	72,500	(10,000)	(50,000)	(2,500)	(10,000)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(132,585)	2,598	(6,759)	(1,557)	(14,712)	(350)
Cash and investments - ending	\$ 326,753	\$ 47,975	\$ 48,072	\$ 2,506	\$ 20,489	\$ 5,967

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2015

	Lake County Safe Schools	School Technology	Literacy Grant	Title III - English Proficiency Migrant	Clearing Accounts	Totals
Cash and investments - beginning	\$ 3,335	\$ 8,087	\$ 2,779	\$ 1,720	\$ 1,522	\$ 622,570
Receipts:						
Local sources	-	-	-	-	-	570,419
State sources	-	2,229	-	12,260	-	14,489
Other receipts	-	-	-	-	85,402	85,402
Total receipts	-	2,229	-	12,260	85,402	670,310
Disbursements:						
Instruction	19	-	-	-	-	17,934
Support services	-	3,802	-	22,777	-	636,951
Facilities acquisition and construction	-	-	-	-	-	92,610
Debt service	-	-	-	-	-	2,887
Nonprogrammed charges	-	-	-	-	85,424	85,424
Total disbursements	19	3,802	-	22,777	85,424	835,806
Excess (deficiency) of receipts over disbursements	(19)	(1,573)	-	(10,517)	(22)	(165,496)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	72,500
Transfers out	-	-	-	-	-	(72,500)
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(19)	(1,573)	-	(10,517)	(22)	(165,496)
Cash and investments - ending	\$ 3,316	\$ 6,514	\$ 2,779	\$ (8,797)	\$ 1,500	\$ 457,074

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2016

	General	Joint Services and Supply - Other	Group Purchases	Global Compliance	Natural Gas Consortium	Pre-AP Series
Cash and investments - beginning	\$ 326,753	\$ 47,975	\$ 48,072	\$ 2,506	\$ 20,489	\$ 5,967
Receipts:						
Local sources	209,772	59,617	159,114	1,960	71,821	-
State sources	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>209,772</u>	<u>59,617</u>	<u>159,114</u>	<u>1,960</u>	<u>71,821</u>	<u>-</u>
Disbursements:						
Instruction	-	-	25,512	-	79	-
Support services	428,496	25,336	77,094	1,000	-	1,205
Facilities acquisition and construction	15,153	-	-	-	60,326	-
Debt service	4,076	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	<u>447,725</u>	<u>25,336</u>	<u>102,606</u>	<u>1,000</u>	<u>60,405</u>	<u>1,205</u>
Excess (deficiency) of receipts over disbursements	<u>(237,953)</u>	<u>34,281</u>	<u>56,508</u>	<u>960</u>	<u>11,416</u>	<u>(1,205)</u>
Other financing sources (uses):						
Transfers in	171,521	-	-	-	-	-
Transfers out	-	(69,000)	(81,000)	(3,000)	(16,000)	-
Total other financing sources (uses)	<u>171,521</u>	<u>(69,000)</u>	<u>(81,000)</u>	<u>(3,000)</u>	<u>(16,000)</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(66,432)</u>	<u>(34,719)</u>	<u>(24,492)</u>	<u>(2,040)</u>	<u>(4,584)</u>	<u>(1,205)</u>
Cash and investments - ending	<u>\$ 260,321</u>	<u>\$ 13,256</u>	<u>\$ 23,580</u>	<u>\$ 466</u>	<u>\$ 15,905</u>	<u>\$ 4,762</u>

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2016

	Lake County Safe Schools	School Technology	Literacy Grant	Title III - English Proficiency Migrant	Clearing Accounts	Totals
Cash and investments - beginning	\$ 3,316	\$ 6,514	\$ 2,779	\$ (8,797)	\$ 1,500	\$ 457,074
Receipts:						
Local sources	-	-	-	-	-	502,284
State sources	-	1,884	-	68,493	-	70,377
Other receipts	-	-	-	-	83,521	83,521
Total receipts	-	1,884	-	68,493	83,521	656,182
Disbursements:						
Instruction	3,316	-	-	-	-	28,907
Support services	-	4,842	-	59,991	-	597,964
Facilities acquisition and construction	-	-	-	-	-	75,479
Debt service	-	-	-	-	-	4,076
Nonprogrammed charges	-	-	-	-	74,717	74,717
Total disbursements	3,316	4,842	-	59,991	74,717	781,143
Excess (deficiency) of receipts over disbursements	(3,316)	(2,958)	-	8,502	8,804	(124,961)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	171,521
Transfers out	-	(2,521)	-	-	-	(171,521)
Total other financing sources (uses)	-	(2,521)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,316)	(5,479)	-	8,502	8,804	(124,961)
Cash and investments - ending	\$ -	\$ 1,035	\$ 2,779	\$ (295)	\$ 10,304	\$ 332,113

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	General	Joint Services and Supply - Other	Group Purchases	FACE Grant	Global Compliance	Natural Gas Consortium
Cash and investments - beginning	\$ 260,321	\$ 13,256	\$ 23,580	\$ -	\$ 466	\$ 15,905
Receipts:						
Local sources	252,780	62,376	143,260	-	710	78,753
State sources	-	-	-	11,190	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>252,780</u>	<u>62,376</u>	<u>143,260</u>	<u>11,190</u>	<u>710</u>	<u>78,753</u>
Disbursements:						
Instruction	-	-	20,161	-	-	-
Support services	182,271	41,840	68,048	11,190	-	66
Facilities acquisition and construction	12,000	-	-	-	-	75,003
Debt service	2,171	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	<u>196,442</u>	<u>41,840</u>	<u>88,209</u>	<u>11,190</u>	<u>-</u>	<u>75,069</u>
Excess (deficiency) of receipts over disbursements	<u>56,338</u>	<u>20,536</u>	<u>55,051</u>	<u>-</u>	<u>710</u>	<u>3,684</u>
Other financing sources (uses):						
Transfers in	-	-	1,541	-	-	-
Transfers out	(5,364)	-	-	-	-	-
Total other financing sources (uses)	<u>(5,364)</u>	<u>-</u>	<u>1,541</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>50,974</u>	<u>20,536</u>	<u>56,592</u>	<u>-</u>	<u>710</u>	<u>3,684</u>
Cash and investments - ending	<u>\$ 311,295</u>	<u>\$ 33,792</u>	<u>\$ 80,172</u>	<u>\$ -</u>	<u>\$ 1,176</u>	<u>\$ 19,589</u>

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Pre-AP Series	School Technology	Literacy Grant	Title III - English Proficiency Migrant	Clearing Accounts	Totals
Cash and investments - beginning	\$ 4,762	\$ 1,035	\$ 2,779	\$ (295)	\$ 10,304	\$ 332,113
Receipts:						
Local sources	-	-	-	-	-	537,879
State sources	-	4,466	-	61,903	-	77,559
Other receipts	-	-	-	-	27,502	27,502
Total receipts	-	4,466	-	61,903	27,502	642,940
Disbursements:						
Instruction	-	-	-	-	-	20,161
Support services	-	9,324	550	61,407	-	374,696
Facilities acquisition and construction	-	-	-	-	-	87,003
Debt service	-	-	-	-	-	2,171
Nonprogrammed charges	-	-	-	-	37,484	37,484
Total disbursements	-	9,324	550	61,407	37,484	521,515
Excess (deficiency) of receipts over disbursements	-	(4,858)	(550)	496	(9,982)	121,425
Other financing sources (uses):						
Transfers in	-	3,823	-	-	-	5,364
Transfers out	-	-	-	-	-	(5,364)
Total other financing sources (uses)	-	3,823	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,035)	(550)	496	(9,982)	121,425
Cash and investments - ending	\$ 4,762	\$ -	\$ 2,229	\$ 201	\$ 322	\$ 453,538

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2017

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 200</u>	<u>\$ -</u>

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
 SCHEDULE OF LEASES AND DEBT
 June 30, 2017

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Duneland School Corporation	Offices 3	\$ 12,000	07/01/2014	06/30/2017
Pitney Bowes	Postage Machine	<u>1,084</u>	07/01/2013	06/30/2017
Total of annual lease payments		<u>\$ 13,084</u>		

NORTHWEST INDIANA EDUCATIONAL SERVICE CENTER
SCHEDULE OF CAPITAL ASSETS
June 30, 2017

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:	
Machinery, equipment, and vehicles	\$ 33,885
Books and other	<u>816</u>
Total capital assets	<u>\$ 34,701</u>

OTHER REPORTS

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