

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

NORTH CENTRAL PARKE COMMUNITY
SCHOOL CORPORATION
PARKE COUNTY, INDIANA

July 1, 2014 to June 30, 2016



FILED

11/21/2018

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Vonessia Harmon	01-01-14 to 12-31-18
Superintendent of Schools	Dr. Thomas W. Rohr	01-01-14 to 12-31-18
President of the School Board	P. Scott Ramsay	01-01-14 to 12-31-18



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE NORTH CENTRAL PARKE COMMUNITY
SCHOOL CORPORATION, PARKE COUNTY, INDIANA

Report on the Financial Statement

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

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Opinion on Regulatory Basis of Accounting

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

Other Matters

Supplementary Information

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

Other Information

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated October 11, 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

October 11, 2018



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

TO: THE OFFICIALS OF THE NORTH CENTRAL PARKE COMMUNITY
SCHOOL CORPORATION, PARKE 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 North Central Parke 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 October 11, 2018, wherein we noted the School Corporation followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

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

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

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


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

Compliance and Other Matters

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

Purpose of This Report

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


Paul D. Joyce, CPA
State Examiner

October 11, 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.

NORTH CENTRAL PARKE 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	\$ 1,426,067	\$ 8,600,319	\$ 8,714,832	\$ 6,201	\$ 1,317,755	\$ 8,626,930	\$ 8,338,344	\$ -	\$ 1,606,341
Debt Service	974,170	1,588,136	1,568,500	-	993,806	1,579,223	1,567,000	-	1,006,029
Capital Projects	2,242,830	1,492,532	1,381,461	332,769	2,686,670	1,746,355	1,538,069	109,310	3,004,266
School Transportation	402,019	946,167	810,525	-	537,661	963,775	847,658	-	653,778
School Bus Replacement	265,022	130,006	168,149	5,500	232,379	133,166	-	-	365,545
Rainy Day	359,603	-	-	60,000	419,603	26,496	57,636	100,000	488,463
Supplemental Construction Fund	65,159	-	64,900	-	259	-	-	-	259
School Lunch	85,820	576,413	574,751	-	87,482	556,323	542,941	-	100,864
Textbook Rental	91,236	155,432	72,408	-	174,260	186,502	263,759	-	97,003
Levy Excess	1,685	698	-	-	2,383	-	-	-	2,383
Joint Services and Supply - Area Vocational School	-	-	-	-	-	152,475	170,668	-	(18,193)
Educational License Plates	3,525	169	-	-	3,694	94	-	-	3,788
TR Temple Inland Donation Fund	45	-	-	-	45	-	-	-	45
TR Pamida Donation Fund	86	-	86	-	-	-	-	-	-
NCP Shopko Donation Fund	2,000	-	726	-	1,274	750	-	-	2,024
TriKappa Nurse Fund	-	-	-	-	-	100	100	-	-
NCP Prom Donation Fund	-	-	-	-	-	200	200	-	-
P/V Cattlemen's FACS Meats	178	-	-	-	178	-	-	-	178
NCP Ag Pioneer Case Grant	2,500	-	2,500	-	-	-	-	-	-
TR Martin Drug Prevent Grant	1,226	-	206	-	1,020	-	-	-	1,020
International Paper Grant	7,996	-	3,119	-	4,877	-	2,573	-	2,304
RV International Paper Grant	5,927	-	5,476	-	451	-	137	-	314
TR Premier Boxboard Donation	34	-	-	-	34	-	-	-	34
PATS Literacy Mini-Grant	28	-	-	-	28	-	-	-	28
TR Employee Wellness Grant	2	6,200	6,202	-	-	-	-	-	-
RV Employee Wellness Grant	88	3,050	3,000	-	138	-	-	-	138
TR Dugdale Grant	47,116	1,200	-	-	48,316	1,000	6,608	-	42,708
Scholarships and Awards	1,483	-	37	-	1,446	-	134	-	1,312
PCCF The Leader in Me	-	-	-	-	-	2,500	-	-	2,500
TR Parke Co Comm Fundation Grant	1,822	-	-	-	1,822	-	-	-	1,822
RV PCCF Pottery Workshop Grant	-	895	875	-	20	-	20	-	-
PCCF NCP Band Supplies	-	-	-	-	-	2,500	1,992	-	508
RV Elem Kiln Donations	-	-	-	-	-	6,000	6,000	-	-
PCCF Grant Cyber Bullying	-	-	-	-	-	2,200	2,200	-	-
TR Athletic Banner Fund	634	-	-	-	634	-	-	-	634

NORTH CENTRAL PARKE 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
TR PCCF Attend Incent Grant	700	-	540	-	160	-	50	-	110
Formative Assessment	-	-	-	-	-	12,784	8,625	-	4,159
NCP High Ability Grant FY14	5,093	-	5,093	-	-	-	-	-	-
NCP High Ability Grant FY15	-	29,421	25,195	-	4,226	-	4,226	-	-
NCP High Ability Grant FY16	-	-	-	-	-	30,143	17,857	-	12,286
Drug Free Communities	500	-	-	-	500	-	-	-	500
Secured Schools Safety Grant	(198)	25,000	24,802	-	-	23,000	46,698	-	(23,698)
School Technology	22,884	10,157	7,718	-	25,323	111,271	22,097	14,084	128,581
RV School Technology Fund	19,463	14,101	8,461	-	25,103	-	11,019	(14,084)	-
Performance Based Awards	-	13,853	13,853	-	-	-	-	-	-
Title I 2013-2014	(33,660)	99,925	66,265	-	-	-	-	-	-
Title I 2014-2015	-	280,908	339,260	-	(58,352)	159,164	100,812	-	-
Title I 2015-2016	-	-	-	-	-	307,943	349,853	-	(41,910)
IDEA Part B 611 FY15	-	183,451	198,859	(36)	(15,444)	134,180	118,895	-	(159)
IDEA Part B 611 FY16	-	-	-	-	-	126,191	232,029	-	(105,838)
TR IDEA Part B	(60,131)	123,084	62,989	36	-	-	-	-	-
(IDEA, Part B) LEA Capacity Building (Sliver) Grants	64	-	-	-	64	-	64	-	-
IDEA Part B Tech Asst 2013-2014	-	2,821	3,231	-	(410)	1,881	1,471	-	-
Preschool Handicap	(492)	6,482	5,990	-	-	-	-	-	-
Fed Sped Preschool 619 FY15	-	13,572	13,843	-	(271)	1,959	1,688	-	-
Fed Sped Preschool 619 FY16	-	-	-	-	-	11,495	11,771	-	(276)
Medicaid Reimbursement - Federal	1,640	-	-	-	1,640	-	1,640	-	-
Improving Teacher Quality, No Child Left, Title II, Part A	(1,056)	12,593	11,537	-	-	-	-	-	-
NCP Title IIA FY14-15	-	31,902	36,221	-	(4,319)	17,413	22,500	-	(9,406)
Title IIA FY15	-	-	-	-	-	31,170	36,759	-	(5,589)
NCP Title IIA 2013-2014	(4,194)	27,863	24,244	-	(575)	4,504	3,929	-	-
RV Rural & Low Income 2012-2013	-	10,373	10,373	-	-	-	-	-	-
NCP Rural & Low Income 2013-2014	-	652	652	-	-	23,014	23,014	-	-
Special Education - Part B	1,291	-	-	-	1,291	-	1,291	-	-
Prepaid Food	-	-	-	-	-	186,964	182,778	-	4,186
Payroll Clearing Fund	27,515	2,207,094	2,217,540	-	17,069	2,114,367	2,129,834	-	1,602
Totals	\$ 5,967,720	\$ 16,594,469	\$ 16,454,419	\$ 404,470	\$ 6,512,240	\$ 17,284,032	\$ 16,674,939	\$ 209,310	\$ 7,330,643

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

NORTH CENTRAL PARKE 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.

NORTH CENTRAL PARKE 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:

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

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

B. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

Note 7. Cash Balance Deficits

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

Note 8. Holding Corporations

The School Corporation has entered into a capital lease with Rockville School Building Corporation and Turkey Run School Building Corporation (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessors have been determined to be related-parties of the School Corporation. Lease payments paid to Rockville School Building Corporation during the years 2015 and 2016 totaled \$1,179,000 and \$1,178,000, respectively. Lease payments paid to Turkey Run School Building Corporation during the years 2015 and 2016 totaled \$389,500 and \$389,000, respectively.

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 9. *Other Postemployment Benefits*

The School Corporation provides to eligible retirees and their spouses the following benefits: Early Retirement Incentive Plan (ERIP). For teachers that participate in ERIP, they would be payable a maximum amount of \$5,000 per year over a period of 5 years. These benefits pose a liability to the School Corporation for this year and in future years. Information regarding the benefits can be obtained by contacting the School Corporation.

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OTHER INFORMATION - UNAUDITED

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

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NORTH CENTRAL PARKE 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	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Supplemental Construction Fund	School Lunch	Textbook Rental	Levy Excess
Cash and investments - beginning	\$ 1,426,067	\$ 974,170	\$ 2,242,830	\$ 402,019	\$ 265,022	\$ 359,603	\$ 65,159	\$ 85,820	\$ 91,236	\$ 1,685
Receipts:										
Local sources	74,135	1,588,136	1,423,857	938,289	130,006	-	-	195,903	101,354	698
Intermediate sources	698	-	-	-	-	-	-	-	-	-
State sources	8,516,788	-	-	-	-	-	-	4,027	54,078	-
Federal sources	-	-	60,000	-	-	-	-	376,483	-	-
Other	8,698	-	8,675	7,878	-	-	-	-	-	-
Total receipts	8,600,319	1,588,136	1,492,532	946,167	130,006	-	-	576,413	155,432	698
Disbursements:										
Instruction	5,961,217	-	-	-	-	-	-	-	-	-
Support services	2,588,653	-	1,008,140	810,525	168,149	-	-	-	72,408	-
Noninstructional services	164,962	-	-	-	-	-	-	574,751	-	-
Facilities acquisition and construction	-	-	373,321	-	-	-	64,900	-	-	-
Debt services	-	1,568,500	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	8,714,832	1,568,500	1,381,461	810,525	168,149	-	64,900	574,751	72,408	-
Excess (deficiency) of receipts over disbursements	(114,513)	19,636	111,071	135,642	(38,143)	-	(64,900)	1,662	83,024	698
Other financing sources (uses):										
Sale of capital assets	6,201	-	392,769	-	5,500	-	-	-	-	-
Transfers in	-	-	-	-	-	60,000	-	-	-	-
Transfers out	-	-	(60,000)	-	-	-	-	-	-	-
Total other financing sources (uses)	6,201	-	332,769	-	5,500	60,000	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(108,312)	19,636	443,840	135,642	(32,643)	60,000	(64,900)	1,662	83,024	698
Cash and investments - ending	\$ 1,317,755	\$ 993,806	\$ 2,686,670	\$ 537,661	\$ 232,379	\$ 419,603	\$ 259	\$ 87,482	\$ 174,260	\$ 2,383

NORTH CENTRAL PARKE 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

	Joint Services and Supply - Area Vocational School	Educational License Plates	TR Temple Inland Donation Fund	TR Pamida Donation Fund	NCP Shopko Donation Fund	TriKappa Nurse Fund	NCP Prom Donation Fund	P/V Cattlemen's FACS Meats	NCP Ag Pioneer Case Grant	TR Martin Drug Prevent Grant
Cash and investments - beginning	\$ -	\$ 3,525	\$ 45	\$ 86	\$ 2,000	\$ -	\$ -	\$ 178	\$ 2,500	\$ 1,226
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	169	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	169	-	-	-	-	-	-	-	-
Disbursements:										
Instruction	-	-	-	86	726	-	-	-	2,500	-
Support services	-	-	-	-	-	-	-	-	-	206
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	86	726	-	-	-	2,500	206
Excess (deficiency) of receipts over disbursements	-	169	-	(86)	(726)	-	-	-	(2,500)	(206)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	169	-	(86)	(726)	-	-	-	(2,500)	(206)
Cash and investments - ending	\$ -	\$ 3,694	\$ 45	\$ -	\$ 1,274	\$ -	\$ -	\$ 178	\$ -	\$ 1,020

NORTH CENTRAL PARKE 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

	International Paper Grant	RV International Paper Grant	TR Premier Boxboard Donation	PATS Literacy Mini- Grant	TR Employee Wellness Grant	RV Employee Wellness Grant	TR Dugdale Grant	Scholarships and Awards	PCCF The Leader in Me	TR Parke Co Comm Foundation Grant
Cash and investments - beginning	\$ 7,996	\$ 5,927	\$ 34	\$ 28	\$ 2	\$ 88	\$ 47,116	\$ 1,483	\$ -	\$ 1,822
Receipts:										
Local sources	-	-	-	-	6,200	3,050	1,200	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	6,200	3,050	1,200	-	-	-
Disbursements:										
Instruction	3,119	5,476	-	-	-	-	-	-	-	-
Support services	-	-	-	-	6,202	3,000	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	37	-	-
Total disbursements	3,119	5,476	-	-	6,202	3,000	-	37	-	-
Excess (deficiency) of receipts over disbursements	(3,119)	(5,476)	-	-	(2)	50	1,200	(37)	-	-
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,119)	(5,476)	-	-	(2)	50	1,200	(37)	-	-
Cash and investments - ending	\$ 4,877	\$ 451	\$ 34	\$ 28	\$ -	\$ 138	\$ 48,316	\$ 1,446	\$ -	\$ 1,822

NORTH CENTRAL PARKE 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, 2015

	RV PCCF Pottery Workshop Grant	PCCF NCP Band Supplies	RV Elem Kiln Donations	PCCF Grant Cyber Bullying	TR Athletic Banner Fund	TR PCCF Attend Incent Grant	Formative Assessment	NCP High Ability Grant FY14	NCP High Ability Grant FY15	NCP High Ability Grant FY16
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 634	\$ 700	\$ -	\$ 5,093	\$ -	\$ -
Receipts:										
Local sources	895	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	29,421	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	895	-	-	-	-	-	-	-	29,421	-
Disbursements:										
Instruction	875	-	-	-	-	540	-	-	12,709	-
Support services	-	-	-	-	-	-	-	5,093	12,486	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	875	-	-	-	-	540	-	5,093	25,195	-
Excess (deficiency) of receipts over disbursements	20	-	-	-	-	(540)	-	(5,093)	4,226	-
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	20	-	-	-	-	(540)	-	(5,093)	4,226	-
Cash and investments - ending	\$ 20	\$ -	\$ -	\$ -	\$ 634	\$ 160	\$ -	\$ -	\$ 4,226	\$ -

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER
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 For the Year Ended June 30, 2015

	Drug Free Communities	Secured Schools Safety Grant	School Technology	RV School Technology Fund	Performance Based Awards	Title I 2013-2014	Title I 2014-2015	Title I 2015-2016	IDEA Part B 611 FY 15
Cash and investments - beginning	\$ 500	\$ (198)	\$ 22,884	\$ 19,463	\$ -	\$ (33,660)	\$ -	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	25,000	10,157	14,101	13,853	-	-	-	-
Federal sources	-	-	-	-	-	99,925	280,658	-	183,451
Other	-	-	-	-	-	-	250	-	-
Total receipts	-	25,000	10,157	14,101	13,853	99,925	280,908	-	183,451
Disbursements:									
Instruction	-	-	-	-	13,853	64,172	292,692	-	198,859
Support services	-	-	7,718	8,461	-	1,656	45,205	-	-
Noninstructional services	-	-	-	-	-	437	1,363	-	-
Facilities acquisition and construction	-	24,802	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	24,802	7,718	8,461	13,853	66,265	339,260	-	198,859
Excess (deficiency) of receipts over disbursements	-	198	2,439	5,640	-	33,660	(58,352)	-	(15,408)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	(36)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	(36)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	198	2,439	5,640	-	33,660	(58,352)	-	(15,444)
Cash and investments - ending	\$ 500	\$ -	\$ 25,323	\$ 25,103	\$ -	\$ -	\$ (58,352)	\$ -	\$ (15,444)

NORTH CENTRAL PARKE 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, 2015

	IDEA Part B 611 FY 16	TR IDEA Part B	(IDEA, Part B) LEA Capacity Building (Sliver) Grants	IDEA Part B Tech Asst 2013-2014	Preschool Handicap	Fed Sped Preschool 619 FY15	Fed Sped Preschool 619 FY16	Medicaid Reimbursement - Federal	Improving Teacher Quality, No Child Left, Title II, Part A
Cash and investments - beginning	\$ -	\$ (60,131)	\$ 64	\$ -	\$ (492)	\$ -	\$ -	\$ 1,640	\$ (1,056)
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	123,084	-	2,821	6,482	13,512	-	-	12,593
Other	-	-	-	-	-	60	-	-	-
Total receipts	-	123,084	-	2,821	6,482	13,572	-	-	12,593
Disbursements:									
Instruction	-	62,989	-	-	5,990	13,843	-	-	-
Support services	-	-	-	3,231	-	-	-	-	11,537
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	62,989	-	3,231	5,990	13,843	-	-	11,537
Excess (deficiency) of receipts over disbursements	-	60,095	-	(410)	492	(271)	-	-	1,056
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	36	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	36	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	60,131	-	(410)	492	(271)	-	-	1,056
Cash and investments - ending	\$ -	\$ -	\$ 64	\$ (410)	\$ -	\$ (271)	\$ -	\$ 1,640	\$ -

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER
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 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2015

	NCP Title IIA FY14-15	Title IIA FY15	NCP Title IIA 2013-2014	RV Rural & Low Income 2012-2013	NCP Rural & Low Income 2013-2014	Special Education - Part B	Prepaid Food	Payroll Clearing Fund	Totals
Cash and investments - beginning	\$ -	\$ -	\$ (4,194)	\$ -	\$ -	\$ 1,291	\$ -	\$ 27,515	\$ 5,967,720
Receipts:									
Local sources	-	-	-	-	-	-	-	-	4,463,723
Intermediate sources	-	-	-	-	-	-	-	-	867
State sources	-	-	-	-	-	-	-	-	8,667,425
Federal sources	31,902	-	27,863	10,373	652	-	-	-	1,229,799
Other	-	-	-	-	-	-	-	2,207,094	2,232,655
Total receipts	31,902	-	27,863	10,373	652	-	-	2,207,094	16,594,469
Disbursements:									
Instruction	32,033	-	7,505	-	-	-	-	-	6,679,184
Support services	4,188	-	16,739	10,373	652	-	-	-	4,784,622
Noninstructional services	-	-	-	-	-	-	-	-	741,513
Facilities acquisition and construction	-	-	-	-	-	-	-	-	463,023
Debt services	-	-	-	-	-	-	-	-	1,568,500
Nonprogrammed charges	-	-	-	-	-	-	-	2,217,540	2,217,577
Total disbursements	36,221	-	24,244	10,373	652	-	-	2,217,540	16,454,419
Excess (deficiency) of receipts over disbursements	(4,319)	-	3,619	-	-	-	-	(10,446)	140,050
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	404,470
Transfers in	-	-	-	-	-	-	-	-	60,036
Transfers out	-	-	-	-	-	-	-	-	(60,036)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	404,470
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,319)	-	3,619	-	-	-	-	(10,446)	544,520
Cash and investments - ending	\$ (4,319)	\$ -	\$ (575)	\$ -	\$ -	\$ 1,291	\$ -	\$ 17,069	\$ 6,512,240

NORTH CENTRAL PARKE 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	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Supplemental Construction Fund	School Lunch	Textbook Rental	Levy Excess
Cash and investments - beginning	\$ 1,317,755	\$ 993,806	\$ 2,686,670	\$ 537,661	\$ 232,379	\$ 419,603	\$ 259	\$ 87,482	\$ 174,260	\$ 2,383
Receipts:										
Local sources	88,490	1,575,361	1,742,846	960,072	133,166	26,496	-	183,870	135,418	-
Intermediate sources	698	-	-	-	-	-	-	-	-	-
State sources	8,413,897	-	-	-	-	-	-	4,078	51,084	-
Federal sources	-	-	-	-	-	-	-	368,375	-	-
Other	123,845	3,862	3,509	3,703	-	-	-	-	-	-
Total receipts	8,626,930	1,579,223	1,746,355	963,775	133,166	26,496	-	556,323	186,502	-
Disbursements:										
Instruction	5,494,917	-	-	-	-	-	-	-	-	-
Support services	2,629,584	-	955,135	847,658	-	57,636	-	-	263,759	-
Noninstructional services	213,843	-	-	-	-	-	-	542,941	-	-
Facilities acquisition and construction	-	-	582,934	-	-	-	-	-	-	-
Debt services	-	1,567,000	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	8,338,344	1,567,000	1,538,069	847,658	-	57,636	-	542,941	263,759	-
Excess (deficiency) of receipts over disbursements	288,586	12,223	208,286	116,117	133,166	(31,140)	-	13,382	(77,257)	-
Other financing sources (uses):										
Sale of capital assets	-	-	209,310	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	100,000	-	-	-	-
Transfers out	-	-	(100,000)	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	109,310	-	-	100,000	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	288,586	12,223	317,596	116,117	133,166	68,860	-	13,382	(77,257)	-
Cash and investments - ending	\$ 1,606,341	\$ 1,006,029	\$ 3,004,266	\$ 653,778	\$ 365,545	\$ 488,463	\$ 259	\$ 100,864	\$ 97,003	\$ 2,383

NORTH CENTRAL PARKE 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

	Joint Services and Supply - Area Vocational School	Educational License Plates	TR Temple Inland Donation Fund	TR Pamida Donation Fund	NCP Shopko Donation Fund	TriKappa Nurse Fund	NCP Prom Donation Fund	P/V Cattlemen's FACS Meats	NCP Ag Pioneer Case Grant	TR Martin Drug Prevent Grant
Cash and investments - beginning	\$ -	\$ 3,694	\$ 45	\$ -	\$ 1,274	\$ -	\$ -	\$ 178	\$ -	\$ 1,020
Receipts:										
Local sources	152,475	-	-	-	750	100	200	-	-	-
Intermediate sources	-	94	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	152,475	94	-	-	750	100	200	-	-	-
Disbursements:										
Instruction	170,668	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	100	200	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	170,668	-	-	-	-	100	200	-	-	-
Excess (deficiency) of receipts over disbursements	(18,193)	94	-	-	750	-	-	-	-	-
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(18,193)	94	-	-	750	-	-	-	-	-
Cash and investments - ending	\$ (18,193)	\$ 3,788	\$ 45	\$ -	\$ 2,024	\$ -	\$ -	\$ 178	\$ -	\$ 1,020

NORTH CENTRAL PARKE 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

	International Paper Grant	RV International Paper Grant	TR Premier Boxboard Donation	PATS Literacy Mini- Grant	TR Employee Wellness Grant	RV Employee Wellness Grant	TR Dugdale Grant	Scholarships and Awards	PCCF The Leader in Me	TR Parke Co Comm Foundation Grant
Cash and investments - beginning	\$ 4,877	\$ 451	\$ 34	\$ 28	\$ -	\$ 138	\$ 48,316	\$ 1,446	\$ -	\$ 1,822
Receipts:										
Local sources	-	-	-	-	-	-	1,000	-	2,500	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	1,000	-	2,500	-
Disbursements:										
Instruction	2,573	137	-	-	-	-	6,608	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	134	-	-
Total disbursements	2,573	137	-	-	-	-	6,608	134	-	-
Excess (deficiency) of receipts over disbursements	(2,573)	(137)	-	-	-	-	(5,608)	(134)	2,500	-
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,573)	(137)	-	-	-	-	(5,608)	(134)	2,500	-
Cash and investments - ending	\$ 2,304	\$ 314	\$ 34	\$ 28	\$ -	\$ 138	\$ 42,708	\$ 1,312	\$ 2,500	\$ 1,822

NORTH CENTRAL PARKE 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

	RV PCCF Pottery Workshop Grant	PCCF NCP Band Supplies	RV Elem Kiln Donations	PCCF Grant Cyber Bullying	TR Athletic Banner Fund	TR PCCF Attend Incent Grant	Formative Assessment	NCP High Ability Grant FY14	NCP High Ability Grant FY15	NCP High Ability Grant FY16
Cash and investments - beginning	\$ 20	\$ -	\$ -	\$ -	\$ 634	\$ 160	\$ -	\$ -	\$ 4,226	\$ -
Receipts:										
Local sources	-	2,500	6,000	2,200	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	12,784	-	-	30,143
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	2,500	6,000	2,200	-	-	12,784	-	-	30,143
Disbursements:										
Instruction	20	-	-	-	-	50	-	-	3,551	1,238
Support services	-	1,992	-	2,200	-	-	8,625	-	675	16,619
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	6,000	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	20	1,992	6,000	2,200	-	50	8,625	-	4,226	17,857
Excess (deficiency) of receipts over disbursements	(20)	508	-	-	-	(50)	4,159	-	(4,226)	12,286
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(20)	508	-	-	-	(50)	4,159	-	(4,226)	12,286
Cash and investments - ending	\$ -	\$ 508	\$ -	\$ -	\$ 634	\$ 110	\$ 4,159	\$ -	\$ -	\$ 12,286

NORTH CENTRAL PARKE 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

	Drug Free Communities	Secured Schools Safety Grant	School Technology	RV School Technology Fund	Performance Based Awards	Title I 2013-2014	Title I 2014-2015	Title I 2015-2016	IDEA Part B 611 FY 15
Cash and investments - beginning	\$ 500	\$ -	\$ 25,323	\$ 25,103	\$ -	\$ -	\$ (58,352)	\$ -	\$ (15,444)
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	23,000	111,271	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	159,164	307,943	131,537
Other	-	-	-	-	-	-	-	-	2,643
Total receipts	-	23,000	111,271	-	-	-	159,164	307,943	134,180
Disbursements:									
Instruction	-	-	-	-	-	-	89,272	333,187	118,895
Support services	-	-	22,097	11,019	-	-	11,207	15,666	-
Noninstructional services	-	-	-	-	-	-	333	1,000	-
Facilities acquisition and construction	-	46,698	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	46,698	22,097	11,019	-	-	100,812	349,853	118,895
Excess (deficiency) of receipts over disbursements	-	(23,698)	89,174	(11,019)	-	-	58,352	(41,910)	15,285
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	14,084	-	-	-	-	-	-
Transfers out	-	-	-	(14,084)	-	-	-	-	-
Total other financing sources (uses)	-	-	14,084	(14,084)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(23,698)	103,258	(25,103)	-	-	58,352	(41,910)	15,285
Cash and investments - ending	\$ 500	\$ (23,698)	\$ 128,581	\$ -	\$ -	\$ -	\$ -	\$ (41,910)	\$ (159)

NORTH CENTRAL PARKE 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

	IDEA Part B 611 FY 16	TR IDEA Part B	(IDEA, Part B) LEA Capacity Building (Sliver) Grants	IDEA Part B Tech Asst 2013-2014	Preschool Handicap	Fed Sped Preschool 619 FY15	Fed Sped Preschool 619 FY16	Medicaid Reimbursement - Federal	Improving Teacher Quality, No Child Left, Title II, Part A
Cash and investments - beginning	\$ -	\$ -	\$ 64	\$ (410)	\$ -	\$ (271)	\$ -	\$ 1,640	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	1,881	-	-	-	-	-
Federal sources	126,191	-	-	-	-	1,898	11,495	-	-
Other	-	-	-	-	-	61	-	-	-
Total receipts	126,191	-	-	1,881	-	1,959	11,495	-	-
Disbursements:									
Instruction	232,029	-	64	-	-	1,688	11,771	1,640	-
Support services	-	-	-	1,471	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	232,029	-	64	1,471	-	1,688	11,771	1,640	-
Excess (deficiency) of receipts over disbursements	(105,838)	-	(64)	410	-	271	(276)	(1,640)	-
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(105,838)	-	(64)	410	-	271	(276)	(1,640)	-
Cash and investments - ending	\$ (105,838)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (276)	\$ -	\$ -

NORTH CENTRAL PARKE 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

	NCP Title IIA FY14-15	Title IIA FY15	NCP Title IIA 2013-2014	RV Rural & Low Income 2012-2013	NCP Rural & Low Income 2013-2014	Special Education - Part B	Prepaid Food	Payroll Clearing Fund	Totals
Cash and investments - beginning	\$ (4,319)	\$ -	\$ (575)	\$ -	\$ -	\$ 1,291	\$ -	\$ 17,069	\$ 6,512,240
Receipts:									
Local sources	270	-	-	-	-	-	-	-	5,013,714
Intermediate sources	-	-	-	-	-	-	-	-	792
State sources	-	-	-	-	-	-	-	-	8,648,138
Federal sources	17,143	31,170	4,504	-	23,014	-	-	-	1,182,434
Other	-	-	-	-	-	-	186,964	2,114,367	2,438,954
Total receipts	17,413	31,170	4,504	-	23,014	-	186,964	2,114,367	17,284,032
Disbursements:									
Instruction	1,250	31,410	-	-	-	1,291	-	-	6,502,259
Support services	21,250	5,349	3,929	-	23,014	-	-	-	4,899,185
Noninstructional services	-	-	-	-	-	-	-	-	758,117
Facilities acquisition and construction	-	-	-	-	-	-	-	-	635,632
Debt services	-	-	-	-	-	-	-	-	1,567,000
Nonprogrammed charges	-	-	-	-	-	-	182,778	2,129,834	2,312,746
Total disbursements	22,500	36,759	3,929	-	23,014	1,291	182,778	2,129,834	16,674,939
Excess (deficiency) of receipts over disbursements	(5,087)	(5,589)	575	-	-	(1,291)	4,186	(15,467)	609,093
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	209,310
Transfers in	-	-	-	-	-	-	-	-	114,084
Transfers out	-	-	-	-	-	-	-	-	(114,084)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	209,310
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(5,087)	(5,589)	575	-	-	(1,291)	4,186	(15,467)	818,403
Cash and investments - ending	\$ (9,406)	\$ (5,589)	\$ -	\$ -	\$ -	\$ -	\$ 4,186	\$ 1,602	\$ 7,330,643

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2016

Government or Enterprise	Accounts Payable	Accounts Receivable
Governmental activities	<u>\$ 321,242</u>	<u>\$ 215,563</u>

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF LEASES AND DEBT
 June 30, 2016

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Rockville School Building Corporation	elementary remodel	\$ 542,000	7/15/2006	1/15/2020
Rockville School Building Corporation	high school remodel	640,000	7/15/2014	1/15/2027
Turkey Run School Building Corporation	elementary remodel	<u>389,500</u>	6/30/2015	12/31/2024
Total of annual lease payments		<u>\$ 1,571,500</u>		

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2016

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

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 296,530
Buildings	26,966,432
Improvements other than buildings	1,189,817
Machinery, equipment, and vehicles	<u>2,058,299</u>
Total governmental activities	<u>30,511,078</u>
Total capital assets	<u><u>\$ 30,511,078</u></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 NORTH CENTRAL PARKE COMMUNITY
SCHOOL CORPORATION, PARKE COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

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

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

Basis for Qualified Opinion on Child Nutrition Cluster

As described in item 2016-004 in the accompanying Schedule of Findings and Questioned Costs, we were unable to obtain sufficient appropriate audit evidence supporting the compliance of the School Corporation with the Child Nutrition Cluster regarding Eligibility. Consequently, we were unable to determine whether the School Corporation complied with these requirements applicable to the program.

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

Qualified Opinion on Child Nutrition Cluster

In our opinion, except for the effects of such noncompliance, if any, as might have been determined had we been able to examine sufficient evidence regarding the School Corporation's compliance with the requirements of Child Nutrition Cluster regarding Eligibility, described in the *Basis for Qualified Opinion on Child Nutrition Cluster* paragraph, the School Corporation complied, in all material respects, with the requirements referred to above that could have a direct and material effect on Child Nutrition Cluster for the period of July 1, 2014 to June 30, 2016.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs for the period of July 1, 2014 to June 30, 2016.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2016-001, 2016-002, and 2016-003. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

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

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


A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a

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

reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2016-001, 2016-002, 2016-003, and 2016-004 to be material weaknesses.

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

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


Paul D. Joyce, CPA
State Examiner

October 11, 2018

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

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

NORTH CENTRAL PARKE COMM 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
<u>Department of Agriculture</u>							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553					
School Breakfast Program			FY2015	\$ -	\$ 88,652	\$ -	\$ -
School Breakfast Program			FY2016	-	-	-	89,650
Total - School Breakfast Program				-	88,652	-	89,650
National School Lunch Program	Indiana Department of Education	10.555					
National School Lunch Program			FY2015	-	284,662	-	-
National School Lunch Program			FY2016	-	-	-	278,725
Commodities			FY15 & FY16	-	36,916	-	33,667
Total - National School Lunch Program				-	321,578	-	312,392
Summer Food Service Program for Children	Indiana Department of Education	10.559					
Summer Food Service Program			FY2015	-	3,169	-	-
Total - Summer Food Service Program for Children				-	3,169	-	-
Total - Child Nutrition Cluster				-	413,399	-	402,042
Total - Department of Agriculture				-	413,399	-	402,042
<u>Department of Education</u>							
Special Education Cluster (IDEA)							
Special Education Grants to States	Indiana Department of Education	84.027					
Part B Section 611 Special Education FY14			14214-140-PN01	-	121,588	-	-
Part B Section 611 Special Education FY15			14215-140-PN01	-	183,415	-	131,537
Part B Section 611 Special Education FY16			14216-111-PN01	-	-	-	126,191
Technical Assistance for Special Education FY14			99914-140-PN01	-	2,821	-	1,881
Total - Special Education Grants to States				-	307,824	-	259,609

NORTH CENTRAL PARKE COMM 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
Special Education Preschool Grants	Indiana Department of Education	84.173					
Part B Preschool 619 FY14			45714-140-PN01	-	6,482	-	-
Part B Preschool 619 FY14			45716-111-PN01	-	-	-	1,898
Part B Preschool Section 619 FY15			4715-1410-PN01	-	13,512	-	11,495
Total - Special Education Preschool Grants				-	19,994	-	13,393
Total - Special Education Cluster (IDEA)				-	327,818	-	273,002
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010					
Title I Part A Basic Grant			14-6375	-	99,925	-	-
Title I Part A Basic Grant			15-6375	-	280,394	-	159,164
Title I Part A Basic Grant			16-6375	-	-	-	307,943
Total - Title I Grants to Local Educational Agencies				-	380,319	-	467,107
Rural Education	Indiana Department of Education	84.358					
Rural & Low Income Schools Grant Title IV Part B Subpart 2			S358B120014	-	10,373	-	-
Rural & Low Income School Grant Title VI Part B Subpart2			S358B130014	-	652	-	23,014
Total - Rural Education				-	11,025	-	23,014
Supporting Effective Instruction State Grants	Indiana Department of Education	84.367					
Title IIA Improving Teacher Quality FY12			12-6375	-	12,593	-	-
Title IIA Improving Teacher Quality FY13			13-6375	-	27,863	-	4,504
Title IIA Improving Teacher Quality FY14			14-6375	-	31,902	-	17,143
Title IIA Improving Teacher Quality FY15			15-6375	-	-	-	31,170
Total - Supporting Effective Instruction State Grants				-	72,358	-	52,817
Total - Department of Education				-	791,520	-	815,940
Total federal awards expended				\$ -	\$ 1,204,919	\$ -	\$ 1,217,982

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

NORTH CENTRAL PARKE 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.

NORTH CENTRAL PARKE 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 weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Type of auditor's report issued on compliance for major programs:	Qualified for Child Nutrition Cluster; Unmodified for Title I Grants to Local Educational Agencies

Any audit findings disclosed that are required to be reported in accordance with section .510(a) of OMB Circular A-133?	yes
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Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.010	Child Nutrition Cluster Title I Grants to Local Educational Agencies

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

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

No matters are reportable.

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III - Federal Award Findings and Questioned Costs

FINDING 2016-001

Subject: Title I Grants to Local Educational Agencies - Special Tests and Provisions - Comparability
Federal Agency: Department of Education
Federal Program: Title I Grants to Local Educational Agencies
CFDA Number: 84.010
Federal Award Numbers and Years (or Other Identifying Numbers): 14-6375, 15-6375, 16-6375
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Special Tests and Provisions - Comparability
Audit Findings: Material Weakness, Other Matters

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Special Tests and Provisions - Comparability compliance requirement.

The School Corporation did not comply with the comparability requirement that it adopt policies to ensure equivalence among schools. No such equivalency policies were presented for audit.

Context

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

Criteria

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

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

2 CFR 200.303 states in part:

"The non-Federal entity must:

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

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Elementary and Secondary Education Act, Part A, Subpart 1, Section 1120A states in part:

"(c) COMPARABILITY OF SERVICES- . . .

(2) WRITTEN ASSURANCE-

(A) EQUIVALENCE- A local educational agency shall be considered to have met the requirements of paragraph (1) if such agency has filed with the State educational agency a written assurance that such agency has established and implemented--

- (i) a local educational agency-wide salary schedule;
- (ii) a policy to ensure equivalence among schools in teachers, administrators, and other staff; and
- (iii) a policy to ensure equivalence among schools in the provision of curriculum materials and instructional supplies."

Cause

The School Corporation had not developed a system of internal controls that would have ensured compliance with the grant agreement and the Special Tests and Provisions - Comparability compliance requirement.

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls to ensure compliance and comply with the grant agreement and the Special Tests and Provisions - Comparability compliance requirement.

Views of Responsible Officials

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

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2016-002

Subject: Title I Grants to Local Educational Agencies - Special Tests
and Provisions - Assessment System Security
Federal Agency: Department of Education
Federal Program: Title I Grants to Local Educational Agencies
CFDA Number: 84.010
Federal Award Numbers and Years (or Other Identifying Numbers): 14-6375, 15-6375, 16-6375
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Special Tests and Provisions - Assessment System Security
Audit Findings: Material Weakness, Other Matters

Condition

The School Corporation had not established an effective internal control system related to the grant agreement and the Special Tests and Provisions - Assessment System Security compliance requirement.

The School Corporation was required to properly implement policies and procedures regarding the security of tests. The Indiana Assessment Program Manual specifically identifies 17 elements that should be included in the policy. The School Corporation's policy was missing 3 of those elements.

Context

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

Criteria

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

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

2 CFR 200.303 states in part:

"The non-Federal entity must:

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

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Indiana Assessment Program Manual, Chapter 13, Section 9, Part D states in part:

"Every school corporation, public school, charter school, accredited nonpublic school, Choice school, or other test administration location that administers tests under the Indiana Assessment System **MUST** have a locally developed written test security policy. The test security policy developed by the entity should:

Specify that secure test materials should not be delivered to school buildings more than one week (preferably less) in advance of test administration;

Specify that teachers and other school staff members are not allowed access to secure materials (except for the Examiner's Manual) more than 24 hours in advance of test administration; and

Describe the entity's plan for ensuring the security of assessment materials during testing and storage of all secure assessment materials before, during, and after testing. All test materials should be stored at a central location under lock and key.

Locally developed written test security policies should include, but not be limited to, the following: . . .

8. Provide any other information and professional development necessary to ensure that all appropriate staff have the knowledge and skills necessary to make ethical decisions related to preparing students for an assessment, administering the assessment, and interpreting the results from assessment. . . .

16. Establish procedures for investigating any complaint, allegation, or concern about inappropriate testing practices, and ensuring protection of both the rights of individuals and of the integrity of the assessment.

17. Investigate any complaint of inappropriate testing practices or testing irregularities according to the *Protocol for Reporting and Investigating Alleged Breaches or Irregularities* as established and published pursuant to 511 IAC 5-5-4 (see *Appendix B*)."

Cause

The School Corporation had not developed a system of internal controls that would have ensured that all the requirements were included in the written testing policy related to the Special Tests and Provisions - Assessment System Security compliance requirement.

Effect

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

Questioned Costs

There were no questioned costs identified.

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Recommendation

We recommended that the School Corporation's management establish controls to ensure compliance and comply with the grant agreement and the Special Tests and Provisions - Assessment System Security compliance requirement.

Views of Responsible Officials

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

FINDING 2016-003

Subject: Title I Grants to Local Educational Agencies - Special Tests and Provisions - Annual Report Card, High School Graduation Rate

Federal Agency: Department of Education

Federal Program: Title I Grants to Local Educational Agencies

CFDA Number: 84.010

Federal Award Numbers and Years (or Other Identifying Numbers): 14-6375, 15-6375, 16-6375

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Special Tests and Provisions - Annual Report Card, High School Graduation Rate

Audit Findings: Material Weakness, Other Matters

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Special Tests and Provisions - Annual Report Card, High School Graduation Rate compliance requirement.

The School Corporation had not established internal controls to ensure that proper written documentation was retained, which supported the student's removal from high school cohort graduation rate for mobility reasons.

Proper documentation for a transfer would have consisted of either a signed transcript request on the receiving school's letterhead, or a signed acknowledgement of enrollment on the receiving school's letterhead. Such documentation was not retained by Rockville High School to support the mobility status for one transfer student selected for testing.

Context

The lack of controls was a systemic issue throughout the audit period. The noncompliance was isolated to one transfer student for whom documentation to support the mobility status was not retained by Rockville High School.

Criteria

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

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

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2 CFR 200.303 states in part:

"The non-Federal entity must:

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

34 CFR 200.19(b) states in part:

"*High schools*—

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

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

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

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

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

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

(2) *Transitional graduation rate*.

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

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

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

- (ii) For a transitional graduation rate calculated under paragraph (b)(2)(i) of this section—
- (A) 'Regular high school diploma' has the same meaning as in paragraph (b)(1)(iv) of this section;
 - (B) 'Standard number of years' means four years unless a high school begins after ninth grade, in which case the standard number of years is the number of grades in the school; and
 - (C) A dropout may not be counted as a transfer. . . ."

Cause

The School Corporation's management had not developed or implemented a system of internal controls to ensure compliance with the grant agreement and the Special Tests and Provisions - Annual Report Card, High School Graduation Rate compliance requirement.

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls related to the grant agreement and the Special Tests and Provisions - Annual Report Card, High School Graduation Rate compliance requirement.

Views of Responsible Officials

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

FINDING 2016-004

Subject: Child Nutrition Cluster - Eligibility
Federal Agency: Department of Agriculture
Federal Programs: School Breakfast Program, National School Lunch Program
CFDA Numbers: 10.553, 10.555
Federal Award Numbers and Years (or Other Identifying Numbers): FY2015, FY2016
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Eligibility
Audit Findings: Material Weakness, Modified Opinion

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Condition

The School Corporation had not established an effective internal control system related to the grant agreement and the Eligibility compliance requirement.

The School Corporation had not established effective controls to ensure that proper notification was given to households when completing an annual application and benefits were discontinued when the period of eligibility expired.

The School Corporation was unable to provide evidence that they complied with the Eligibility requirements regarding notifications given to households when completing an annual application and if benefits were discontinued when the period of eligibility expired. Letters to households and other eligibility information were not presented for audit.

Context

The lack of controls and lack of documentation regarding compliance were systemic issues throughout the audit period.

Criteria

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

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

2 CFR 200.303 states in part:

"The non-Federal entity must:

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

7 CFR 245.6(c)(6) states in part:

"Notice of approval—(i) Income applications. The local educational agency must notify the household of the children's eligibility and provide the eligible children the benefits to which they are entitled within 10 operating days of receiving the application from the household. . . ."

2 CFR 200.333 states in part:

"Financial records, supporting documents, statistical records, and all other non-Federal entity records pertinent to a Federal award must be retained for a period of three years from the date of submission of the final expenditure report or, for Federal awards that are renewed quarterly or annually, from the date of the submission of the quarterly or annual financial report, respectively, as reported to the Federal awarding agency or pass-through entity in the case of a subrecipient. . . ."

NORTH CENTRAL PARKE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Cause

The School Corporation had not developed a system of internal controls to ensure that documentation was maintained and made available for audit related to compliance with the Eligibility compliance requirement.

Effect

The failure to retain or provide appropriate supporting documentation prevented the determination of the School Corporation's compliance with the Eligibility compliance requirement.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls to ensure that documentation will be maintained and made available for audit related to the Eligibility compliance requirement.

Views of Responsible Officials

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

AUDITEE-PREPARED DOCUMENTS

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

North Central Parke Community School Corporation

Quality Education for Every Learner

Thomas W. Rohr, Ph. D.
Superintendent

1497 E State Road 47
Marshall, IN 47859
Phone (765) 597-2750
Fax (765) 597-2755

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2014-002

Fiscal year in which the finding initially occurred: FY2014

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

Contact Person Responsible for Corrective Action: Food Service Director, Janet Lindley

Contact Phone Number: 765-569-4192

Status of Audit Finding:

Since our previous audit in June 2015, North Central Parke Schools immediately implemented a proper review and verification process of free and reduced lunch applications.

The North Central Parke Food Service Director implemented policies and procedures to ensure that students' Free & Reduced lunch applications were verified in compliance with program requirements. The Food Service director reviews and approves applications, as well as conducts a verification of a sample of approved applications each year. The verifications are initialed and dated.

For proper segregation of duties, an additional food service employee reviews the above mentioned processes to ensure accuracy and proper verification of the Free & Reduced applications. The verification reviews are initialed and dated.

Vanessia Haman
(Signature)

Treasurer
(Title)

Sept. 27, 2018
(Date)

North Central Parke Community School Corporation
Building Bridges to the Future

Thomas W. Rohr, Ph. D.
Superintendent

1497 E State Road 47
Marshall, IN 47859
Phone (765) 597-2750
Fax (765) 597-2755

10/10/2018

CORRECTIVE ACTION PLAN

FINDING 2016-001

Contact Person Responsible for Corrective Action: Vonessia Harmon, Treasurer
Contact Phone Number: 765-597-2751

Views of Responsible Official:

We concur with the findings.

Description of Corrective Action Plan:

North Central Parke Community School Corporation will adopt a policy in compliance with Elementary and Secondary Education Act, Part A, Subpart 1, Section 1120A in regards to Comparability of Services.

North Central Parke Community School Corporation will also adopt a system of internal controls (as follows) to ensure compliance and that proper documentation is maintained.

Carmen Branson, Title I Director, will ensure all compliance regulations are met and proper documentation is maintained. At the completion/submission of each Title I reporting requirement, Carmen Branson will submit a complete copy (with supporting documentation) to Vonessia Harmon, Corporation Treasurer. Vonessia will review such documentation and maintain a Title I file at the Administrative Office.

In addition to Title I planning meetings, Vonessia Harmon & Carmen Branson will meet twice per year to go over all Title I regulations, reporting requirements and supporting documentation for the past 6 month period. A checklist will be reviewed and placed in the Title I file at both the school and Corp. office; signed & dated by both Vonessia & Carmen. This review process will ensure that the records are being maintained and properly reported as per the grant agreement.

Anticipated Completion Date: Policy will be Adopted at the next available School Board Meeting; 11/15/2018. First meeting with Vonessia & Carmen will take place February 2019.

FINDING 2016-002

Contact Person Responsible for Corrective Action: Vonessia Harmon, Treasurer
Contact Phone Number: 765-597-2751

Views of Responsible Official:

We concur with the findings

Description of Corrective Action Plan:

The North Central Parke Testing Coordinator, Rebecca Cory, has added the missing 3 requirements to the Testing Policies & Procedures manual, and the North Central Parke Testing Policies and Procedures manual will be adopted by the North Central Parke Community School Board at our next meeting on 10/25/2018.

Anticipated Completion Date: 10/25/2018

FINDING 2016-003

Contact Person Responsible for Corrective Action: Dr. Thomas Rohr, Superintendent
Contact Phone Number: 765-597-2752

Views of Responsible Official:

We concur with the finding.

Description of Corrective Action Plan:

Dr. Thomas Rohr, Superintendent, will discuss with the 4 building Principals, the proper documentation required for students being removed/transferred out of the School Corporation.

The School Principal must ensure that they have official written documentation that the student enrolled in another school or in an education program that culminates in the award of a regular High School Diploma.

The School Guidance Counselor will review such written documentation to ensure compliance with 34 CFR 200.19(b). The School Guidance Counselor will file the documentation in the student's permanent file.

Anticipated Completion Date: Effective Immediately, 10/10/2018

FINDING 2016-004

Contact Person Responsible for Corrective Action: Janet Lindley, Director of Food Services

Contact Phone Number: 765-569-4195

Views of Responsible Official:

We concur with the finding.

Description of Corrective Action Plan:

While notification letters were sent out within the required time frame, proper documentation of those letters was lost due to a change in Harmony computer systems over the summer in 2018. It clear that we cannot rely solely on the computer system to provide past records; so we must also keep hard copy documentation on file for audit purposes.

Effective immediately, the Free & Reduced notification letters generated in Harmony will also be printed and maintained in a file to ensure such supporting documents are retained for the required period.

Anticipated Completion Date: Effective Immediately, 10/10/18

Vonessa A. Clamon
(Signature)

Thomas W. Roke
(Signature)

Corp. Treasurer
(Title)

Superintendent
(Title)

10-10-2018
(Date)

10-10-2018
(Date)

OTHER REPORTS

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