

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

WAWASEE COMMUNITY SCHOOL CORPORATION
KOSCIUSKO COUNTY, INDIANA

July 1, 2015 to June 30, 2017



FILED
02/01/2019

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	James M. Evans	07-01-15 to 06-30-19
Superintendent of Schools	Dr. Thomas R. Edington	07-01-15 to 06-30-19
President of the School Board	Rebecca L. Linnemeier	01-01-15 to 12-31-19



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE WAWASEE COMMUNITY SCHOOL CORPORATION, KOSCIUSKO COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Wawasee Community School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2015 to June 30, 2017, 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, 2015 to June 30, 2017.

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, 2015 to June 30, 2017, 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 Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 December 4, 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

December 4, 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 WAWASEE COMMUNITY SCHOOL
CORPORATION, KOSCIUSKO 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 Wawasee Community School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2015 to June 30, 2017, and the related notes to the financial statement, and have issued our report thereon dated December 4, 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 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 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. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as item 2017-001, that we consider to be a material weakness.

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

Compliance and Other Matters


As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2017-001.

Wawasee Community School Corporation's Response to Findings

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

Purpose of This Report

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


Paul D. Joyce, CPA
State Examiner

December 4, 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.

WAWASEE COMMUNITY SCHOOL CORPORATION
 STATEMENT OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Years Ended June 30, 2016 and 2017

Fund	Cash and Investments 07-01-15			Other Financing Sources (Uses)	Cash and Investments 06-30-16			Other Financing Sources (Uses)	Cash and Investments 06-30-17		
	Receipts	Disbursements			Receipts	Disbursements			Receipts	Disbursements	
General	\$ 3,377,092	\$ 21,498,857	\$ 21,809,407	\$ 13,289	\$ 3,079,831	\$ 21,403,602	\$ 21,643,757	\$ 8,206	\$ 2,847,882		
Debt Service	4,063,466	5,581,463	5,522,092	(280,901)	3,841,936	4,601,080	6,434,029	-	2,008,987		
Capital Projects	1,761,286	3,838,441	3,810,301	(26,109)	1,763,317	3,900,723	3,515,774	(500,180)	1,648,086		
School Transportation	2,007,971	2,627,524	2,620,539	407	2,015,363	2,753,512	2,507,997	(234,216)	2,026,662		
School Bus Replacement	396,420	554,612	456,616	-	494,416	615,889	208,843	-	901,462		
Rainy Day	3,236,763	896,947	1,002,200	-	3,131,510	973,831	1,487,434	700,000	3,317,907		
Post-Retirement/Severance Future Benefits	1,558,949	779	174,324	-	1,385,404	24,530	1,094,650	-	315,284		
2013 General Obligation Bond	143,292	-	16,507	-	126,785	-	122,339	-	4,446		
2016 MIL/HS Renovations Bond	-	-	258,519	3,200,000	2,941,481	-	2,941,481	-	-		
School Lunch	825,878	1,399,448	1,493,916	-	731,410	1,327,090	1,499,792	-	558,708		
Textbook Rental	647,440	241,569	708,278	280,901	461,632	580,915	663,927	-	378,620		
Self-Insurance	7,780,192	3,617,348	4,201,335	-	7,196,205	4,058,750	4,923,681	-	6,331,274		
Levy Excess	407	-	-	(407)	-	-	-	-	-		
Joint Services and Supply - Area Vocational School	-	80,400	80,400	-	-	128,960	128,960	-	-		
Educational License Plates	37	338	281	-	94	356	319	-	131		
Alternative Education	-	-	-	-	-	17,599	-	-	17,599		
15-16 Alternative Education	17,990	-	17,990	-	-	-	-	-	-		
16-17 Alternative Educ Fund	-	17,180	-	-	17,180	-	13,641	-	3,539		
15-16 Early Lit. Intervention	-	4,000	-	-	4,000	24,368	27,062	-	1,306		
2017 Early intervention Grant	-	-	-	-	-	15,093	7,085	-	8,008		
Counseling	-	-	-	-	-	30,000	10,138	-	19,862		
Women of Today Donation	16	-	-	-	16	-	16	-	-		
Karen Parr Counseling Support	10,092	4	2,500	-	7,596	10,002	9,064	-	8,534		
KC Education Graduation Coach Grant	2,792	-	1,000	-	1,792	-	-	-	1,792		
14-15 KC Education Graduation Coach Grant	3,625	-	-	-	3,625	-	-	-	3,625		
13-14 Arts Partnership Grant	461	-	461	-	-	-	-	-	-		
14-15 Arts Partnership Grant	6,074	-	5,348	-	726	-	60	-	666		
15-16 Arts Partnership Grant	8,000	-	7,205	-	795	-	266	-	529		
16-17 DEKKO Arts Grant	-	4,700	-	-	4,700	-	2,676	-	2,024		
17-18 DEKKO Arts Grant	-	-	-	-	-	11,100	-	-	11,100		
United Way Kindergarten Countdown Grant	(4,010)	6,648	2,638	-	-	-	-	-	-		
United Way Kindergarten Countdown Grant #2144	-	-	2,537	-	(2,537)	6,330	3,793	-	-		
Cultivating Primary Development	15,504	57,000	54,808	-	17,696	-	16,699	-	997		
2017 United Way Kdg. Countdown	-	-	-	-	-	-	2,986	-	(2,986)		
Laudeman Instruction Improvement Grant	9,437	60,000	63,091	-	6,346	-	6,346	-	-		
Private Foundation Fund	-	15,000	-	-	15,000	10,000	10,000	-	15,000		
2015 Dekko-Eco Challenge Grant	10,845	-	10,845	-	-	-	-	-	-		
DEKKO Engineering/Robotic Equip.	-	-	-	-	-	5,000	5,000	-	-		
2016 DEKKO-ECO Challenge Grant	-	12,500	4,403	-	8,097	-	8,097	-	-		
Full STEM Ahead DEKKO Grant	-	4,000	-	-	4,000	-	3,836	-	164		
DEKKO Fostering Innovation	-	225,000	-	-	225,000	-	140,483	-	84,517		
2017 DEKKO-ECO Challenge Grant	-	-	-	-	-	12,500	2,260	-	10,240		
Scholarships and Awards	-	500	500	-	-	500	-	-	500		
DEKKO Sensory Room Improvement	-	-	-	-	-	5,000	4,887	-	113		
Conference/Writer's Workshop	37	-	13	-	24	-	13	-	11		
KCCF Counseling Support	-	-	-	-	-	23,000	-	-	23,000		
Random Drug Testing Grant	-	-	-	-	-	3,000	3,000	-	-		
Marine Mechanics Program	2,325	-	2,325	-	-	-	-	-	-		
ECO Challenge	934	500	1,434	-	-	550	300	-	250		
REMC Roundup-ECO Challenge Fund	-	2,000	2,000	-	-	1,800	1,800	-	-		
Aviation Mechanics Grant	(1,698)	1,698	-	-	-	-	-	-	-		

WAWASEE COMMUNITY SCHOOL CORPORATION
STATEMENT OF RECEIPTS, DISBURSEMENTS,
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For the Years Ended June 30, 2016 and 2017

Fund	Cash and Investments 07-01-15	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-16	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-17
13-14 Biomedical Science Curriculum	1,815	-	1,815	-	-	-	-	-	-
Formative Assessment	-	31,975	-	-	31,975	40,544	72,519	-	-
16-17 H.A.Competitive Grant	-	-	-	-	-	18,353	18,353	-	-
14-15 High Ability Grant	678	-	678	-	-	-	-	-	-
15-16 High Ability Grant	-	39,798	38,006	-	1,792	-	1,792	-	-
16-17 High Ability Grant	-	-	-	-	-	38,684	36,439	-	2,245
Medicaid Reimbursement	3,596	10,651	-	(13,289)	958	9,352	-	(8,206)	2,104
Secured Schools Safety Grant	-	-	111,840	26,109	(85,731)	49,820	105,321	50,180	(91,052)
Non-English Speaking Programs	-	-	-	-	-	23,400	22,397	-	1,003
14-15 Non-English Speaking Grant	2,160	-	2,160	-	-	-	-	-	-
15-16 Non-English Speaking Fund	-	25,500	22,695	-	2,805	-	2,805	-	-
School Technology	1,276	6,564	6,137	-	1,703	8,468	6,564	-	3,607
Career and Technical Performance Grant	-	-	-	-	-	16,083	4,554	-	11,529
Performance Based Awards	-	65,347	65,347	-	-	45,026	-	-	45,026
2017 Performance Based Awards	-	-	-	-	-	-	45,026	-	(45,026)
Heritage Language Program	(1,304)	(761)	(2,065)	-	-	-	-	-	-
2017 Title I SIG	-	-	-	-	-	-	3,694	-	(3,694)
14-15 Title I	(23,622)	76,026	52,404	-	-	-	-	-	-
15-16 Title I	-	301,309	339,704	-	(38,395)	85,777	47,382	-	-
16-17 Title I	-	-	-	-	-	262,336	302,483	-	(40,147)
16-17 Sch Age Spec Svcs	-	-	-	-	-	450,268	506,340	-	(56,072)
Technical Assistance Grant	(165)	796	631	-	-	-	-	-	-
13-14 School Age Special Services	(545)	2,415	1,870	-	-	-	-	-	-
14-15 School Age Special Services	(62,601)	130,508	67,957	-	(50)	5,506	5,456	-	-
15-16 Sch Age Spec Svcs	-	491,381	535,651	-	(44,270)	125,678	81,408	-	-
14-15 Preschool Special Needs	(513)	586	73	-	-	-	-	-	-
15-16 Presch.Spec Needs Fund	-	10,759	11,486	-	(727)	822	294	-	(199)
16-17 Presch.Spec Need Fund	-	-	-	-	-	9,675	10,600	-	(925)
16-17 Perkins Local Rural Grant	-	-	-	-	-	60,352	60,745	-	(393)
14-15 Perkins Grant	(2,544)	9,122	6,578	-	-	-	-	-	-
15-16 Perkins Grant	-	68,264	74,729	-	(6,465)	19,690	13,225	-	-
16-17 Perkins Grant	-	-	-	-	-	37,751	52,925	-	(15,174)
Medicaid Reimbursement - Federal	13,782	19,439	23,283	-	9,938	17,167	16,963	-	10,142
MAC Medicaid Reimbursement	7,143	15,869	21,395	-	1,617	19,380	7,083	-	13,914
13-14 Title II Part A	(13,044)	21,874	8,830	-	-	-	-	-	-
14-16 Title II Part A	-	56,093	60,155	-	(4,062)	24,516	20,454	-	-
15-17 TITle II Part A	-	-	-	-	-	53,586	56,586	-	(3,000)
Title III - English Proficiency Migrant	-	5,564	8,470	-	(2,906)	2,906	-	-	-
14-15 Title III	1,304	(549)	755	-	-	-	-	-	-
15-17 Title III	-	12,173	12,173	-	-	-	-	-	-
16-18 Title III	-	-	-	-	-	15,100	15,100	-	-
Clearing	85,878	5,518,198	5,529,569	-	74,507	6,324,945	6,325,455	-	73,998
Life Insurance Fringe Benefit	-	5,322	5,322	-	-	5,019	5,019	-	-
Prepaid Lunch Fund	-	-	-	-	-	10,143	-	-	10,143
Totals	\$ 25,894,911	\$ 47,672,680	\$ 49,341,461	\$ 3,200,000	\$ 27,426,129	\$ 48,325,427	\$ 55,299,473	\$ 15,784	\$ 20,467,868

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

WAWASEE 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.

WAWASEE COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

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

E. Disbursements

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

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

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

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

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

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

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

F. Other Financing Sources and Uses

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

WAWASEE COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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.

WAWASEE COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana, at year end, should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

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

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:

WAWASEE COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Funding Policy and Annual Pension Cost

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

B. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

Note 7. Negative Receipts and Disbursements

The financial statement contains some receipts and/or disbursements which appear as negative entries. This is a result of corrections of errors from a prior period. The errors made in a prior period were corrected by reversing the original entry. Since the original entry and the corrections were made in separate periods, a negative disbursement is shown on the financial statement.

WAWASEE COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. Cash Balance Deficits

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

Note 9. Holding Corporations

The School Corporation has entered into a capital lease with Wawasee High School Building Corporation and Wawasee Community School Corporation New Elem. and Remodeling 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 to the Wawasee High School Building Corporation during the years 2016 and 2017 totaled \$2,651,589 and \$2,980,726, respectively. Lease payments to the Wawasee Community School Corporation New Elem. and Remodeling Building Corporation during the years 2016 and 2017 totaled \$2,612,580 and \$3,188,859, respectively.

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OTHER INFORMATION - UNAUDITED

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

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the School Corporation's Financial Reports referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The other information presented was approved by management of the School Corporation. It is presented as intended by the School Corporation.

WAWASEE 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

	General	Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Post-Retirement/Severance Future Benefits	2013 General Obligation Bond
Cash and investments - beginning	\$ 3,377,092	\$ 4,063,466	\$ 1,761,286	\$ 2,007,971	\$ 396,420	\$ 3,236,763	\$ 1,558,949	\$ 143,292
Receipts:								
Local sources	269,011	5,580,857	3,823,387	2,201,265	554,612	-	779	-
Intermediate sources	190	-	-	-	-	-	-	-
State sources	20,142,712	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	896,947	-	-
Temporary loans	960,758	-	-	403,392	-	-	-	-
Other receipts	126,186	606	15,054	22,867	-	-	-	-
Total receipts	21,498,857	5,581,463	3,838,441	2,627,524	554,612	896,947	779	-
Disbursements:								
Instruction	14,441,276	-	-	-	-	-	-	-
Support services	5,864,038	-	1,607,531	2,132,420	456,616	-	174,324	-
Noninstructional services	574,706	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	2,202,770	-	-	1,002,200	-	16,507
Debt service	929,387	5,522,092	-	488,119	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	21,809,407	5,522,092	3,810,301	2,620,539	456,616	1,002,200	174,324	16,507
Excess (deficiency) of receipts over disbursements	(310,550)	59,371	28,140	6,985	97,996	(105,253)	(173,545)	(16,507)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	13,289	-	-	407	-	-	-	-
Transfers out	-	(280,901)	(26,109)	-	-	-	-	-
Total other financing sources (uses)	13,289	(280,901)	(26,109)	407	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(297,261)	(221,530)	2,031	7,392	97,996	(105,253)	(173,545)	(16,507)
Cash and investments - ending	\$ 3,079,831	\$ 3,841,936	\$ 1,763,317	\$ 2,015,363	\$ 494,416	\$ 3,131,510	\$ 1,385,404	\$ 126,785

WAWASEE 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

	2016 MIL/HS Renovations Bond	School Lunch	Textbook Rental	Self-Insurance	Levy Excess	Joint Services and Supply - Area Vocational School	Educational License Plates	Alternative Education
Cash and investments - beginning	\$ -	\$ 825,878	\$ 647,440	\$ 7,780,192	\$ 407	\$ -	\$ 37	\$ -
Receipts:								
Local sources	-	574,766	134,150	3,617,348	-	80,400	-	-
Intermediate sources	-	-	-	-	-	-	338	-
State sources	-	18,466	107,419	-	-	-	-	-
Federal sources	-	806,216	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	1,399,448	241,569	3,617,348	-	80,400	338	-
Disbursements:								
Instruction	-	-	-	-	-	80,400	-	-
Support services	-	-	708,278	-	-	-	-	-
Noninstructional services	-	1,395,451	-	-	-	-	281	-
Facilities acquisition and construction	258,519	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	98,465	-	4,201,335	-	-	-	-
Total disbursements	258,519	1,493,916	708,278	4,201,335	-	80,400	281	-
Excess (deficiency) of receipts over disbursements	(258,519)	(94,468)	(466,709)	(583,987)	-	-	57	-
Other financing sources (uses):								
Proceeds of long-term debt	3,200,000	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	317,193	-	-	-	-	-
Transfers out	-	-	(36,292)	-	(407)	-	-	-
Total other financing sources (uses)	3,200,000	-	280,901	-	(407)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,941,481	(94,468)	(185,808)	(583,987)	(407)	-	57	-
Cash and investments - ending	\$ 2,941,481	\$ 731,410	\$ 461,632	\$ 7,196,205	\$ -	\$ -	\$ 94	\$ -

WAWASEE 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

	15-16 Alternative Education	16-17 Alternative Educ Fund	15-16 Early Lit.Intervention	2017 Early intervention Grant	Counseling	Women of Today Donation	Karen Parr Counseling Support	KC Education Graduation Coach Grant
Cash and investments - beginning	\$ 17,990	\$ -	\$ -	\$ -	\$ -	\$ 16	\$ 10,092	\$ 2,792
Receipts:								
Local sources	-	-	-	-	-	-	4	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	17,180	4,000	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	17,180	4,000	-	-	-	4	-
Disbursements:								
Instruction	17,990	-	-	-	-	-	-	1,000
Support services	-	-	-	-	-	-	2,500	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	17,990	-	-	-	-	-	2,500	1,000
Excess (deficiency) of receipts over disbursements	(17,990)	17,180	4,000	-	-	-	(2,496)	(1,000)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(17,990)	17,180	4,000	-	-	-	(2,496)	(1,000)
Cash and investments - ending	\$ -	\$ 17,180	\$ 4,000	\$ -	\$ -	\$ 16	\$ 7,596	\$ 1,792

WAWASEE 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

	14-15 KC Education Graduation Coach Grant	13-14 Arts Partnership Grant	14-15 Arts Partnership Grant	15-16 Arts Partnership Grant	16-17 DEKKO Arts Grant	17-18 DEKKO Arts Grant	United Way Kindergarten Countdown Grant	United Way Kindergarten Countdown Grant #2144
Cash and investments - beginning	\$ 3,625	\$ 461	\$ 6,074	\$ 8,000	\$ -	\$ -	\$ (4,010)	\$ -
Receipts:								
Local sources	-	-	-	-	4,700	-	6,648	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	4,700	-	6,648	-
Disbursements:								
Instruction	-	461	5,348	7,205	-	-	2,352	2,537
Support services	-	-	-	-	-	-	286	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	461	5,348	7,205	-	-	2,638	2,537
Excess (deficiency) of receipts over disbursements	-	(461)	(5,348)	(7,205)	4,700	-	4,010	(2,537)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(461)	(5,348)	(7,205)	4,700	-	4,010	(2,537)
Cash and investments - ending	\$ 3,625	\$ -	\$ 726	\$ 795	\$ 4,700	\$ -	\$ -	\$ (2,537)

WAWASEE 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

	Cultivating Primary Development	2017 United Way Kdg.Countdown	Laudeman Instruction Improvement Grant	Private Foundation Fund	2015 Dekko-Eco Challenge Grant	DEKKO Engineering/Robotic Equip.	2016 DEKKO-ECO Challenge Grant	Full STEM Ahead DEKKO Grant
Cash and investments - beginning	\$ 15,504	\$ -	\$ 9,437	\$ -	\$ 10,845	\$ -	\$ -	\$ -
Receipts:								
Local sources	57,000	-	60,000	15,000	-	-	12,500	4,000
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	57,000	-	60,000	15,000	-	-	12,500	4,000
Disbursements:								
Instruction	41,990	-	63,091	-	10,845	-	4,403	-
Support services	12,818	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	54,808	-	63,091	-	10,845	-	4,403	-
Excess (deficiency) of receipts over disbursements	2,192	-	(3,091)	15,000	(10,845)	-	8,097	4,000
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,192	-	(3,091)	15,000	(10,845)	-	8,097	4,000
Cash and investments - ending	\$ 17,696	\$ -	\$ 6,346	\$ 15,000	\$ -	\$ -	\$ 8,097	\$ 4,000

WAWASEE 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

	DEKKO Fostering Innovation	2017 DEKKO-ECO Challenge Grant	Scholarships and Awards	DEKKO Sensory Room Improvement	Conference/Writer's Workshop	KCCF Counseling Support	Random Drug Testing Grant	Marine Mechanics Program
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 37	\$ -	\$ -	\$ 2,325
Receipts:								
Local sources	225,000	-	500	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	225,000	-	500	-	-	-	-	-
Disbursements:								
Instruction	-	-	-	-	13	-	-	2,325
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	500	-	-	-	-	-
Total disbursements	-	-	500	-	13	-	-	2,325
Excess (deficiency) of receipts over disbursements	225,000	-	-	-	(13)	-	-	(2,325)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	225,000	-	-	-	(13)	-	-	(2,325)
Cash and investments - ending	\$ 225,000	\$ -	\$ -	\$ -	\$ 24	\$ -	\$ -	\$ -

WAWASEE 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

	ECO Challenge	REMC Roundup-ECO Challenge Fund	Aviation Mechanics Grant	13-14 Biomedical Science Curriculum	Formative Assessment	16-17 H.A.Competitive Grant	14-15 High Ability Grant	15-16 High Ability Grant
Cash and investments - beginning	\$ 934	\$ -	\$ (1,698)	\$ 1,815	\$ -	\$ -	\$ 678	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	660
Intermediate sources	500	2,000	1,698	-	-	-	-	-
State sources	-	-	-	-	31,975	-	-	39,138
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	500	2,000	1,698	-	31,975	-	-	39,798
Disbursements:								
Instruction	1,434	2,000	-	1,815	-	-	678	38,006
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	1,434	2,000	-	1,815	-	-	678	38,006
Excess (deficiency) of receipts over disbursements	(934)	-	1,698	(1,815)	31,975	-	(678)	1,792
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(934)	-	1,698	(1,815)	31,975	-	(678)	1,792
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 31,975	\$ -	\$ -	\$ 1,792

WAWASEE 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

	16-17 High Ability Grant	Medicaid Reimbursement	Secured Schools Safety Grant	Non-English Speaking Programs	14-15 Non-English Speaking Grant	15-16 Non-English Speaking Fund	School Technology	Career and Technical Performance Grant
Cash and investments - beginning	\$ -	\$ 3,596	\$ -	\$ -	\$ 2,160	\$ -	\$ 1,276	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	10,651	-	-	-	25,500	6,564	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	10,651	-	-	-	25,500	6,564	-
Disbursements:								
Instruction	-	-	-	-	12	22,528	-	-
Support services	-	-	-	-	2,148	167	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	111,840	-	-	-	6,137	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	111,840	-	2,160	22,695	6,137	-
Excess (deficiency) of receipts over disbursements	-	10,651	(111,840)	-	(2,160)	2,805	427	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	26,109	-	-	-	-	-
Transfers out	-	(13,289)	-	-	-	-	-	-
Total other financing sources (uses)	-	(13,289)	26,109	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(2,638)	(85,731)	-	(2,160)	2,805	427	-
Cash and investments - ending	\$ -	\$ 958	\$ (85,731)	\$ -	\$ -	\$ 2,805	\$ 1,703	\$ -

WAWASEE 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

	Performance Based Awards	2017 Performance Based Awards	Heritage Language Program	2017 Title I SIG	14-15 Title 1	15-16 Title I	16-17 Title I	16-17 Sch Age Spec Svcs
Cash and investments - beginning	\$ -	\$ -	\$ (1,304)	\$ -	\$ (23,622)	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	65,347	-	(761)	-	-	-	-	-
Federal sources	-	-	-	-	76,026	301,309	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	65,347	-	(761)	-	76,026	301,309	-	-
Disbursements:								
Instruction	65,347	-	-	-	30,747	266,423	-	-
Support services	-	-	(2,065)	-	20,930	70,171	-	-
Noninstructional services	-	-	-	-	727	3,110	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	65,347	-	(2,065)	-	52,404	339,704	-	-
Excess (deficiency) of receipts over disbursements	-	-	1,304	-	23,622	(38,395)	-	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	1,304	-	23,622	(38,395)	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (38,395)	\$ -	\$ -

WAWASEE 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

	Technical Assistance Grant	13-14 School Age Special Services	14-15 School Age Special Services	15-16 Sch Age Spec Svc	14-15 Preschool Special Needs	15-16 Presch.Spec Needs Fund	16-17 Presch.Spec Need Fund	16-17 Perkins Local Rural Grant
Cash and investments - beginning	\$ (165)	\$ (545)	\$ (62,601)	\$ -	\$ (513)	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	796	2,415	130,508	491,381	586	10,759	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	796	2,415	130,508	491,381	586	10,759	-	-
Disbursements:								
Instruction	-	-	49,459	364,852	73	11,486	-	-
Support services	631	1,870	18,498	170,799	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	631	1,870	67,957	535,651	73	11,486	-	-
Excess (deficiency) of receipts over disbursements	165	545	62,551	(44,270)	513	(727)	-	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	165	545	62,551	(44,270)	513	(727)	-	-
Cash and investments - ending	\$ -	\$ -	\$ (50)	\$ (44,270)	\$ -	\$ (727)	\$ -	\$ -

WAWASEE 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

	14-15 Perkins Grant	15-16 Perkins Grant	16-17 Perkins Grant	Medicaid Reimbursement - Federal	MAC Medicaid Reimbursement	13-14 Title II Part A	14-16 Title II Part A	15-17 TITLE II Part A
Cash and investments - beginning	\$ (2,544)	\$ -	\$ -	\$ 13,782	\$ 7,143	\$ (13,044)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	9,122	68,264	-	19,439	15,869	21,874	56,093	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	9,122	68,264	-	19,439	15,869	21,874	56,093	-
Disbursements:								
Instruction	6,578	74,729	-	-	21,395	-	-	-
Support services	-	-	-	23,283	-	5,514	60,155	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	3,316	-	-
Total disbursements	6,578	74,729	-	23,283	21,395	8,830	60,155	-
Excess (deficiency) of receipts over disbursements	2,544	(6,465)	-	(3,844)	(5,526)	13,044	(4,062)	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,544	(6,465)	-	(3,844)	(5,526)	13,044	(4,062)	-
Cash and investments - ending	\$ -	\$ (6,465)	\$ -	\$ 9,938	\$ 1,617	\$ -	\$ (4,062)	\$ -

WAWASEE 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

	Title III -	14-15 Title III	15-17 Title III	16-18 Title III	Clearing	Life Insurance Fringe Benefit	Ppepaid Lunch Fund	Totals
Cash and investments - beginning	\$ -	\$ 1,304	\$ -	\$ -	\$ 85,878	\$ -	\$ -	\$ 25,894,911
Receipts:								
Local sources	-	-	-	-	-	-	-	17,222,587
Intermediate sources	-	-	-	-	-	-	-	4,726
State sources	-	-	-	-	-	-	-	20,468,191
Federal sources	5,564	(549)	12,173	-	-	-	-	2,924,792
Temporary loans	-	-	-	-	-	-	-	1,364,150
Other receipts	-	-	-	-	5,518,198	5,322	-	5,688,234
Total receipts	5,564	(549)	12,173	-	5,518,198	5,322	-	47,672,680
Disbursements:								
Instruction	3,499	-	7,508	-	-	-	-	15,649,805
Support services	4,971	755	4,665	-	-	-	-	11,341,303
Noninstructional services	-	-	-	-	-	-	-	1,974,275
Facilities acquisition and construction	-	-	-	-	-	-	-	3,597,973
Debt service	-	-	-	-	-	-	-	6,939,598
Nonprogrammed charges	-	-	-	-	5,529,569	5,322	-	9,838,507
Total disbursements	8,470	755	12,173	-	5,529,569	5,322	-	49,341,461
Excess (deficiency) of receipts over disbursements	(2,906)	(1,304)	-	-	(11,371)	-	-	(1,668,782)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	3,200,000
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	356,998
Transfers out	-	-	-	-	-	-	-	(356,998)
Total other financing sources (uses)	-	-	-	-	-	-	-	3,200,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,906)	(1,304)	-	-	(11,371)	-	-	1,531,218
Cash and investments - ending	\$ (2,906)	\$ -	\$ -	\$ -	\$ 74,507	\$ -	\$ -	\$ 27,426,129

WAWASEE COMMUNITY SCHOOL CORPORATION
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 For the Year Ended June 30, 2017

	General	Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Post-Retirement/Severance Future Benefits	2013 General Obligation Bond
Cash and investments - beginning	\$ 3,079,831	\$ 3,841,936	\$ 1,763,317	\$ 2,015,363	\$ 494,416	\$ 3,131,510	\$ 1,385,404	\$ 126,785
Receipts:								
Local sources	212,297	4,601,080	3,878,700	2,322,585	580,112	-	320	-
Intermediate sources	190	-	-	-	-	-	-	-
State sources	19,801,716	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	973,831	-	-
Temporary loans	944,823	-	-	412,822	-	-	-	-
Other receipts	444,576	-	22,023	18,105	35,777	-	24,210	-
Total receipts	21,403,602	4,601,080	3,900,723	2,753,512	615,889	973,831	24,530	-
Disbursements:								
Instruction	14,905,664	-	-	-	-	-	-	-
Support services	5,249,281	-	1,816,606	2,104,605	208,843	-	1,094,650	-
Noninstructional services	528,054	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	1,698,088	-	-	1,487,434	-	122,339
Debt service	960,758	6,434,029	1,080	403,392	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	21,643,757	6,434,029	3,515,774	2,507,997	208,843	1,487,434	1,094,650	122,339
Excess (deficiency) of receipts over disbursements	(240,155)	(1,832,949)	384,949	245,515	407,046	(513,603)	(1,070,120)	(122,339)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	15,784	-	-	-	-
Transfers in	8,206	-	-	-	-	700,000	-	-
Transfers out	-	-	(500,180)	(250,000)	-	-	-	-
Total other financing sources (uses)	8,206	-	(500,180)	(234,216)	-	700,000	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(231,949)	(1,832,949)	(115,231)	11,299	407,046	186,397	(1,070,120)	(122,339)
Cash and investments - ending	\$ 2,847,882	\$ 2,008,987	\$ 1,648,086	\$ 2,026,662	\$ 901,462	\$ 3,317,907	\$ 315,284	\$ 4,446

WAWASEE COMMUNITY SCHOOL CORPORATION
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	2016 MIL/HS Renovations Bond	School Lunch	Textbook Rental	Self-Insurance	Levy Excess	Services and Supply - Area Vocational School	Educational License Plates	Alternative Education
Cash and investments - beginning	\$ 2,941,481	\$ 731,410	\$ 461,632	\$ 7,196,205	\$ -	\$ -	\$ 94	\$ -
Receipts:								
Local sources	-	552,049	478,482	4,058,750	-	128,960	-	-
Intermediate sources	-	-	-	-	-	-	356	-
State sources	-	17,157	102,433	-	-	-	-	17,599
Federal sources	-	757,782	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	102	-	-	-	-	-	-
Total receipts	-	1,327,090	580,915	4,058,750	-	128,960	356	17,599
Disbursements:								
Instruction	-	-	-	-	-	128,960	-	-
Support services	-	1,119	663,927	-	-	-	-	-
Noninstructional services	-	1,480,113	-	-	-	-	319	-
Facilities acquisition and construction	2,941,481	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	18,560	-	4,923,681	-	-	-	-
Total disbursements	2,941,481	1,499,792	663,927	4,923,681	-	128,960	319	-
Excess (deficiency) of receipts over disbursements	(2,941,481)	(172,702)	(83,012)	(864,931)	-	-	37	17,599
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,941,481)	(172,702)	(83,012)	(864,931)	-	-	37	17,599
Cash and investments - ending	\$ -	\$ 558,708	\$ 378,620	\$ 6,331,274	\$ -	\$ -	\$ 131	\$ 17,599

WAWASEE COMMUNITY SCHOOL CORPORATION
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	15-16 Alternative Education	16-17 Alternative Educ Fund	15-16 Early Lit.Intervention	2017 Early intervention Grant	Counseling	Women of Today Donation	Karen Parr Counseling Support	KC Education Graduation Coach Grant
Cash and investments - beginning	\$ -	\$ 17,180	\$ 4,000	\$ -	\$ -	\$ 16	\$ 7,596	\$ 1,792
Receipts:								
Local sources	-	-	-	-	30,000	-	2	-
Intermediate sources	-	-	-	-	-	-	10,000	-
State sources	-	-	24,368	15,093	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	-	24,368	15,093	30,000	-	10,002	-
Disbursements:								
Instruction	-	13,641	27,062	7,085	10,138	16	5,523	-
Support services	-	-	-	-	-	-	3,541	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	13,641	27,062	7,085	10,138	16	9,064	-
Excess (deficiency) of receipts over disbursements	-	(13,641)	(2,694)	8,008	19,862	(16)	938	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(13,641)	(2,694)	8,008	19,862	(16)	938	-
Cash and investments - ending	\$ -	\$ 3,539	\$ 1,306	\$ 8,008	\$ 19,862	\$ -	\$ 8,534	\$ 1,792

WAWASEE COMMUNITY SCHOOL CORPORATION
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	14-15 KC Education Graduation Coach Grant	13-14 Arts Partnership Grant	14-15 Arts Partnership Grant	15-16 Arts Partnership Grant	16-17 DEKKO Arts Grant	17-18 DEKKO Arts Grant	United Way Kindergarten Countdown Grant	United Way Kindergarten Countdown Grant #2144
Cash and investments - beginning	\$ 3,625	\$ -	\$ 726	\$ 795	\$ 4,700	\$ -	\$ -	\$ (2,537)
Receipts:								
Local sources	-	-	-	-	-	11,100	-	6,330
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	11,100	-	6,330
Disbursements:								
Instruction	-	-	60	266	2,676	-	-	3,793
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	60	266	2,676	-	-	3,793
Excess (deficiency) of receipts over disbursements	-	-	(60)	(266)	(2,676)	11,100	-	2,537
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(60)	(266)	(2,676)	11,100	-	2,537
Cash and investments - ending	\$ 3,625	\$ -	\$ 666	\$ 529	\$ 2,024	\$ 11,100	\$ -	\$ -

WAWASEE COMMUNITY SCHOOL CORPORATION
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	Cultivating Primary Development	2017 United Way Kdg.Countdown	Laudeman Instruction Improvement Grant	Private Foundation Fund	2015 Dekko-Eco Challenge Grant	DEKKO Engineering/Robotic Equip.	2016 DEKKO-ECO Challenge Grant	Full STEM Ahead DEKKO Grant
Cash and investments - beginning	\$ 17,696	\$ -	\$ 6,346	\$ 15,000	\$ -	\$ -	\$ 8,097	\$ 4,000
Receipts:								
Local sources	-	-	-	10,000	-	5,000	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	-	-	10,000	-	5,000	-	-
Disbursements:								
Instruction	8,396	2,986	6,346	10,000	-	5,000	8,097	3,836
Support services	8,303	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	16,699	2,986	6,346	10,000	-	5,000	8,097	3,836
Excess (deficiency) of receipts over disbursements	(16,699)	(2,986)	(6,346)	-	-	-	(8,097)	(3,836)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(16,699)	(2,986)	(6,346)	-	-	-	(8,097)	(3,836)
Cash and investments - ending	\$ 997	\$ (2,986)	\$ -	\$ 15,000	\$ -	\$ -	\$ -	\$ 164

WAWASEE COMMUNITY SCHOOL CORPORATION
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	DEKKO Fostering Innovation	2017 DEKKO-ECO Challenge Grant	Scholarships and Awards	DEKKO Sensory Room Improvement	Conference/Writer's Workshop	KCCF Counseling Support	Random Drug Testing Grant	Marine Mechanics Program
Cash and investments - beginning	\$ 225,000	\$ -	\$ -	\$ -	\$ 24	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	12,500	500	-	-	-	-	-
Intermediate sources	-	-	-	5,000	-	23,000	3,000	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	12,500	500	5,000	-	23,000	3,000	-
Disbursements:								
Instruction	131,993	2,260	-	4,887	13	-	3,000	-
Support services	8,490	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	140,483	2,260	-	4,887	13	-	3,000	-
Excess (deficiency) of receipts over disbursements	(140,483)	10,240	500	113	(13)	23,000	-	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(140,483)	10,240	500	113	(13)	23,000	-	-
Cash and investments - ending	\$ 84,517	\$ 10,240	\$ 500	\$ 113	\$ 11	\$ 23,000	\$ -	\$ -

WAWASEE 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, 2017

	ECO Challenge	REMC Roundup-ECO Challenge Fund	Aviation Mechanics Grant	13-14 Biomedical Science Curriculum	Formative Assessment	16-17 H.A.Competitive Grant	14-15 High Ability Grant	15-16 High Ability Grant
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 31,975	\$ -	\$ -	\$ 1,792
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	550	1,800	-	-	-	-	-	-
State sources	-	-	-	-	40,544	18,353	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	550	1,800	-	-	40,544	18,353	-	-
Disbursements:								
Instruction	300	1,800	-	-	-	18,353	-	1,792
Support services	-	-	-	-	72,519	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	300	1,800	-	-	72,519	18,353	-	1,792
Excess (deficiency) of receipts over disbursements	250	-	-	-	(31,975)	-	-	(1,792)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	250	-	-	-	(31,975)	-	-	(1,792)
Cash and investments - ending	\$ 250	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

WAWASEE 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, 2017

	16-17 High Ability Grant	Medicaid Reimbursement	Secured Schools Safety Grant	Non-English Speaking Programs	14-15 Non-English Speaking Grant	15-16 Non-English Speaking Fund	School Technology	Career and Technical Performance Grant
Cash and investments - beginning	\$ -	\$ 958	\$ (85,731)	\$ -	\$ -	\$ 2,805	\$ 1,703	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	38,684	9,352	49,820	23,400	-	-	8,468	16,083
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>38,684</u>	<u>9,352</u>	<u>49,820</u>	<u>23,400</u>	<u>-</u>	<u>-</u>	<u>8,468</u>	<u>16,083</u>
Disbursements:								
Instruction	36,439	-	-	22,129	-	9	-	4,554
Support services	-	-	-	-	-	2,631	-	-
Noninstructional services	-	-	-	268	-	165	-	-
Facilities acquisition and construction	-	-	105,321	-	-	-	6,564	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>36,439</u>	<u>-</u>	<u>105,321</u>	<u>22,397</u>	<u>-</u>	<u>2,805</u>	<u>6,564</u>	<u>4,554</u>
Excess (deficiency) of receipts over disbursements	<u>2,245</u>	<u>9,352</u>	<u>(55,501)</u>	<u>1,003</u>	<u>-</u>	<u>(2,805)</u>	<u>1,904</u>	<u>11,529</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	50,180	-	-	-	-	-
Transfers out	-	(8,206)	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(8,206)</u>	<u>50,180</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>2,245</u>	<u>1,146</u>	<u>(5,321)</u>	<u>1,003</u>	<u>-</u>	<u>(2,805)</u>	<u>1,904</u>	<u>11,529</u>
Cash and investments - ending	<u>\$ 2,245</u>	<u>\$ 2,104</u>	<u>\$ (91,052)</u>	<u>\$ 1,003</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,607</u>	<u>\$ 11,529</u>

WAWASEE 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, 2017

	Performance Based Awards	2017 Performance Based Awards	Heritage Language Program	2017 Title I SIG	14-15 Title 1	15-16 Title I	16-17 Title I	16-17 Sch Age Spec Svcs
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (38,395)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	45,026	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	85,777	262,336	450,268
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	45,026	-	-	-	-	85,777	262,336	450,268
Disbursements:								
Instruction	-	45,026	-	-	-	30,918	249,793	342,006
Support services	-	-	-	893	-	13,523	50,219	164,334
Noninstructional services	-	-	-	2,801	-	2,941	2,471	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	45,026	-	3,694	-	47,382	302,483	506,340
Excess (deficiency) of receipts over disbursements	45,026	(45,026)	-	(3,694)	-	38,395	(40,147)	(56,072)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	45,026	(45,026)	-	(3,694)	-	38,395	(40,147)	(56,072)
Cash and investments - ending	\$ 45,026	\$ (45,026)	\$ -	\$ (3,694)	\$ -	\$ -	\$ (40,147)	\$ (56,072)

WAWASEE 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, 2017

	Technical Assistance Grant	13-14 School Age Special Services	14-15 School Age Special Services	15-16 Sch Age Spec Svc	14-15 Preschool Special Needs	15-16 Presch.Spec Needs Fund	16-17 Presch.Spec Need Fund	16-17 Perkins Local Rural Grant
Cash and investments - beginning	\$ -	\$ -	\$ (50)	\$ (44,270)	\$ -	\$ (727)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	5,506	125,678	-	822	9,675	60,352
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	-	5,506	125,678	-	822	9,675	60,352
Disbursements:								
Instruction	-	-	-	59,238	-	294	10,600	60,745
Support services	-	-	5,456	22,170	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	5,456	81,408	-	294	10,600	60,745
Excess (deficiency) of receipts over disbursements	-	-	50	44,270	-	528	(925)	(393)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	50	44,270	-	528	(925)	(393)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (199)	\$ (925)	\$ (393)

WAWASEE 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, 2017

	14-15 Perkins Grant	15-16 Perkins Grant	16-17 Perkins Grant	Medicaid Reimbursement - Federal	MAC Medicaid Reimbursement	13-14 Title II Part A	14-16 Title II Part A	15-17 Title II Part A
Cash and investments - beginning	\$ -	\$ (6,465)	\$ -	\$ 9,938	\$ 1,617	\$ -	\$ (4,062)	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	19,690	37,751	17,167	19,380	-	24,516	53,586
Temporary loans	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	19,690	37,751	17,167	19,380	-	24,516	53,586
Disbursements:								
Instruction	-	13,225	52,925	-	7,083	-	-	-
Support services	-	-	-	16,963	-	-	18,036	56,586
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	2,418	-
Total disbursements	-	13,225	52,925	16,963	7,083	-	20,454	56,586
Excess (deficiency) of receipts over disbursements	-	6,465	(15,174)	204	12,297	-	4,062	(3,000)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	6,465	(15,174)	204	12,297	-	4,062	(3,000)
Cash and investments - ending	\$ -	\$ -	\$ (15,174)	\$ 10,142	\$ 13,914	\$ -	\$ -	\$ (3,000)

WAWASEE 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, 2017

	Title III -	English Proficiency Migrant	14-15 Title III	15-17 Title III	16-18 Title III	Clearing	Life Insurance Fringe Benefit	Prepaid Lunch Fund	Totals			
Cash and investments - beginning	\$	(2,906)	\$ -	\$ -	\$ -	\$ 74,507	\$ -	\$ -	\$ 27,426,129			
Receipts:												
Local sources	-	-	-	-	-	-	-	-	16,888,767			
Intermediate sources	-	-	-	-	-	-	-	-	43,896			
State sources	-	-	-	-	-	-	-	-	20,228,096			
Federal sources	2,906	-	-	-	15,100	-	-	-	2,922,123			
Temporary loans	-	-	-	-	-	-	-	-	1,357,645			
Other receipts	-	-	-	-	-	6,324,945	5,019	10,143	6,884,900			
Total receipts	2,906	-	-	-	15,100	6,324,945	5,019	10,143	48,325,427			
Disbursements:												
Instruction	-	-	-	-	10,500	-	-	-	16,259,427			
Support services	-	-	-	-	4,600	-	-	-	11,587,295			
Noninstructional services	-	-	-	-	-	-	-	-	2,017,132			
Facilities acquisition and construction	-	-	-	-	-	-	-	-	6,361,227			
Debt service	-	-	-	-	-	-	-	-	7,799,259			
Nonprogrammed charges	-	-	-	-	-	6,325,455	5,019	-	11,275,133			
Total disbursements	-	-	-	-	15,100	6,325,455	5,019	-	55,299,473			
Excess (deficiency) of receipts over disbursements	2,906	-	-	-	-	(510)	-	10,143	(6,974,046)			
Other financing sources (uses):												
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-			
Sale of capital assets	-	-	-	-	-	-	-	-	15,784			
Transfers in	-	-	-	-	-	-	-	-	758,386			
Transfers out	-	-	-	-	-	-	-	-	(758,386)			
Total other financing sources (uses)	-	-	-	-	-	-	-	-	15,784			
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,906	-	-	-	-	(510)	-	10,143	(6,958,262)			
Cash and investments - ending	\$	-	\$	-	\$	-	\$	73,998	\$	10,143	\$	20,467,868

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WAWASEE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2017

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 663,292</u>	<u>\$ 235,601</u>

WAWASEE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF LEASES AND DEBT
June 30, 2017

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Wawasee Community School Corporation New Elem. and Remodeling Building Corporation	Construct new Elementary School and remodel other school buildings	\$ 2,636,000	7/7/2016	7/15/2024
Wawasee Community School Corporation New Elem. and Remodeling Building Corporation	Construct New Elementary School and remodel other school buildings	66,000	7/7/2016	7/15/2027
Wawasee High School Building Corporation	Construct new Elementary School and remodel other school buildings	1,345,500	12/3/2015	1/15/2036
Wawasee High School Building Corporation	Remodel school buildings	450,000	8/3/2017	1/15/2037
Wawasee High School Building Corporation	Renovation of Wawasee High School Kitchen	131,000	12/22/2011	1/15/2032
Wawasee High School Building Corporation	Renovations to Wawasee High School	<u>115,000</u>	5/29/2014	1/15/2034
Total governmental activities		<u>4,743,500</u>		
Total of annual lease payments		<u>\$ 4,743,500</u>		

Type	Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	General Obligation Bond of 2013	\$ 985,000	\$ 29,813
General obligation bonds	Renovation of heating and air mechanical systems at Wawasee Qualified School Construction Bond (QSCB) Middle School	1,401,000	213,284
Tax anticipation warrants	Finance Cash Flow for General Fund	944,823	959,855
Tax anticipation warrants	Finance Cash Flow for Transportation Operating Fund	<u>412,822</u>	<u>419,390</u>
Total governmental activities		<u>3,743,645</u>	<u>1,622,342</u>
Totals		<u>\$ 3,743,645</u>	<u>\$ 1,622,342</u>

WAWASEE COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2017

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

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 1,161,608
Infrastructure	3,602,440
Buildings	60,101,799
Machinery, equipment, and vehicles	<u>12,145,029</u>
Total governmental activities	<u>77,010,876</u>
Total capital assets	<u><u>\$ 77,010,876</u></u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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

TO: THE OFFICIALS OF THE WAWASEE COMMUNITY SCHOOL
CORPORATION, KOSCIUSKO COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Wawasee Community School Corporation's (School Corporation) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the period of July 1, 2015 to June 30, 2017. 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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School Corporation's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 the Child Nutrition Cluster

As described in item 2017-004 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 Program Income. Consequently, we were unable to determine whether the School Corporation complied with that requirement 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 the 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 the Child Nutrition Cluster regarding Program Income described in the *Basis for Qualified Opinion on Child Nutrition Cluster* paragraph, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the Child Nutrition Cluster for the period of July 1, 2015 to June 30, 2017.

Unmodified Opinion on the Other Major Federal Program

In our opinion, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its other major federal program identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs for the period of July 1, 2015 to June 30, 2017.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2017-003 and 2017-006. 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 the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as items 2017-002, 2017-003, 2017-004, 2017-005, and 2017-006, that we consider 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Paul D. Joyce
Paul D. Joyce, CPA
State Examiner

December 4, 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.

WAWASEE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Years Ended June 30, 2016 and 2017

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 06-30-16	Total Federal Awards Expended 06-30-16	Passed Through to Subrecipient 06-30-17	Total Federal Awards Expended 06-30-17
<u>Department of Agriculture</u>							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553	FY 15-16, FY 16-17	\$ -	134,592	\$ -	\$ 118,301
National School Lunch Program	Indiana Department of Education	10.555	FY 15-16, FY 16-17	-	672,076	-	639,481
School Lunch Program			FY 15-16, FY 16-17	-	106,421	-	126,168
Commodities							
Total - National School Lunch Program				-	778,497	-	765,649
Summer Food Service Program for Children	Indiana Department of Education	10.559	FY 15-16, FY 16-17	-	26,164	-	25,930
Total - Child Nutrition Cluster				-	939,253	-	909,880
Total - Department of Agriculture				-	939,253	-	909,880
<u>Department of Education</u>							
Special Education Cluster (IDEA)							
Special Education_Grants to States	Indiana Department of Education	84.027					
Sch.Age Spec.Svcs.Part B			14214-045-PN01	-	2,415	-	-
Sch.Age Spec.Svcs.Part B			14215-142-PN01	-	130,508	-	5,506
Sch.Age Spec.Svcs.Part B			14216-113-PN01	-	491,381	-	125,678
Sch.Age Spec. Svcs. Part B			14217-113-PN01	-	-	-	450,268
Technical Assistance Grant			99914-045-TA01	-	796	-	-
Total - Special Education_Grants to States				-	625,100	-	581,452
Special Education_Preschool Grants	Indiana Department of Education	84.173					
Presch.Spec.Needs			45715-142-PN01	-	586	-	-
Presch.Spec.Needs			45716-113-PN01	-	10,759	-	822
Presch.Spec.Needs			45717-113-PN01	-	-	-	9,675
Total - Special Education_Preschool Grants				-	11,345	-	10,497
Total - Special Education Cluster (IDEA)				-	636,445	-	591,949
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010					
Title I A			15-4345	-	76,026	-	-
Title I A			16-4345	-	301,309	-	85,777
Title I A			17-4345	-	-	-	262,336
Total - Title I Grants to Local Educational Agencies				-	377,335	-	348,113

WAWASEE COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Years Ended June 30, 2016 and 2017

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 06-30-16	Total Federal Awards Expended 06-30-16	Passed Through to Subrecipient 06-30-17	Total Federal Awards Expended 06-30-17
Career and Technical Education_Basic Grants to States	Indiana Department of Education	84.048					
Perkins Grant			14-4700-4345	-	9,122	-	-
Perkins Grant			16-4700-4345	-	68,264	-	19,690
Perkins Grant			17-4700-4345	-	-	-	37,751
Perkins Local Rural			A58-7-17CI-3979	-	-	-	60,352
Total - Career and Technical Education_Basic Grants to States				-	77,386	-	117,793
English Language Acquisition State Grants	Indiana Department of Education	84.365					
Title III			01115-042-PN01	-	755	-	-
Title III			01116-043-PN01	-	12,176	-	-
Title III			01117-042-PN01	-	-	-	15,100
Heritage Language Title III			A58-5-15OT-2632	-	5,564	-	-
Heritage Language Title III			A58-5-15OT-2632	-	-	-	2,907
Total - English Language Acquisition State Grants				-	18,495	-	18,007
Supporting Effective Instruction State Grants	Indiana Department of Education	84.367					
Title II Part A			13-4345	-	21,874	-	-
Title II Part A			14-4345	-	56,093	-	-
Title II Part A			14-4345	-	-	-	24,517
Title II Part A			S367A150015	-	-	-	53,586
Total - Supporting Effective Instruction State Grants				-	77,967	-	78,103
Total - Department of Education				-	1,187,628	-	1,153,965
Total federal awards expended				\$ -	\$ 2,126,881	-	\$ 2,063,845

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

WAWASEE 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, 2016 and 2017. The information in the SEFA is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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.

The Uniform Guidance requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$750,000 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 the Uniform Guidance, 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. The School Corporation has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

WAWASEE COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiency identified?	none reported
Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)?	yes

Identification of Major Programs and type of auditor's report issued on compliance for each:

<u>Name of Federal Program or Cluster</u>	<u>Opinion Issued</u>
Child Nutrition Cluster	Modified
Special Education Cluster (IDEA)	Unmodified

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? no

Section II - Financial Statement Findings

FINDING 2017-001

Subject: Preparation of the Schedule of Expenditures of Federal Awards

Audit Findings: Material Weakness, Noncompliance

Condition

The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA). The School Corporation did not properly review the federal grant information prepared and submitted in the Indiana Gateway for Government Units financial reporting system, which was the source of the SEFA.

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

Context

Due to the lack of controls, the Special Education Grants to States expenditures were understated by \$491,381 in the 2015-2016 school year.

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

Criteria

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

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

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

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

2 CFR 200.508 states in part: "The auditee must: . . . (b) Prepare appropriate financial statements, including the schedule of expenditures of Federal awards in accordance with § 200.510 financial statements. . . ."

2 CFR 200.510(b) states:

"*Schedule of expenditures of Federal awards*. The auditee must also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements which must include the total Federal awards expended as determined in accordance with § 200.502 Basis for determining Federal awards expended. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple Federal award years, the auditee may list the amount of Federal awards expended for each Federal award year separately. At a minimum, the schedule must:

- (1) List individual Federal programs by Federal agency. For a cluster of programs, provide the cluster name, list individual Federal programs within the cluster of programs, and provide the applicable Federal agency name. For R&D, total Federal awards expended must be shown either by individual Federal award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.

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

- (2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included.
- (3) Provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available. For a cluster of programs also provide the total for the cluster.
- (4) Include the total amount provided to subrecipients from each Federal program.
- (5) For loan or loan guarantee programs described in § 200.502 Basis for determining Federal awards expended, paragraph (b), identify in the notes to the schedule the balances outstanding at the end of the audit period. This is in addition to including the total Federal awards expended for loan or loan guarantee programs in the schedule.
- (6) Include notes that describe that significant accounting policies used in preparing the schedule, and note whether or not the auditee elected to use the 10% de minimis cost rate as covered in § 200.414 Indirect (F&A) costs."

Cause

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

Effect

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

Recommendation

We recommended that the School Corporation's management establish controls to ensure that federal expenditures will be properly reported on the SEFA.

Views of Responsible Officials

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

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

Section III - Federal Award Findings and Questioned Costs

FINDING 2017-002

Subject: Child Nutrition Cluster - Internal Controls

Federal Agency: Department of Agriculture

Federal Programs: School Breakfast Program, National School Lunch Program,
Summer Food Service Program for Children

CFDA Numbers: 10.553, 10.555, 10.559

Federal Award Numbers and Years (or Other Identifying Numbers): FY 15-16, FY 16-17

Pass-Through Entity: Indiana Department of Education

Compliance Requirements: Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Eligibility,
Procurement and Suspension and Debarment, Reporting, Special Tests
and Provisions - Verification of Free and Reduced Price Applications
(NSLP)

Audit Finding: Material Weakness

Repeat Finding

This is a repeat of Finding 2015-002 from the immediately prior audit as it pertains to Eligibility, Reporting, and Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP).

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements listed above.

Activities Allowed or Unallowed, Allowable Costs/Cost Principles, Procurement

The School Corporation did not have a proper system of oversight and review to ensure that all accounts payable vouchers were reviewed and approved.

Eligibility

The School Corporation used a food service software, which automatically made the eligibility determinations dependent upon the information entered into the software by applicants or school personnel. The School Corporation did not have a proper system of oversight or review documented to ensure that the federal income guidelines entered into the software program were accurate. These guidelines were downloaded into the software by the Director of Technology and there was no review or approval to ensure the guidelines entered were correct.

Additionally, there was one employee exclusively determining eligibility on the applications and entering the information into the food service software. An adequate oversight or review process had not been established to ensure accurate eligibility determinations of free and reduced price applications.

Suspension and Debarment

An effective internal control system was not in place at the School Corporation in order to ensure that all contracts complied with the suspension and debarment requirements.

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

Reporting

The School Corporation had one person solely responsible for the preparation and submission of the Monthly Sponsor Reports, Verification Certification Reports, and Annual Expenditure Reports. There were no controls in place to ensure that the submitted reports were accurate.

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

The School Corporation had one person solely responsible for verifying free and reduced price meal applications. An adequate oversight or review process had not been established to ensure that the verification process was completed and performed accurately.

Context

The lack of controls was systemic throughout the audit period.

Criteria

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). . . ."

Cause

Management had not developed a system of internal controls that segregated key functions.

Effect

The failure to establish an effective internal control system placed the School Corporation at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could have also allowed noncompliance with the compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the programs.

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 compliance requirements listed above.

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

Views of Responsible Officials

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

FINDING 2017-003

Subject: Child Nutrition Cluster - Allowable Costs/Cost Principles
Federal Agency: Department of Agriculture
Federal Programs: School Breakfast Program, National School Lunch Program,
Summer Food Service Program for Children
CFDA Numbers: 10.553, 10.555, 10.559
Federal Award Numbers and Years (or Other Identifying Numbers): FY 15-16, FY 16-17
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Allowable Costs/Cost Principles
Audit Findings: Material Weakness, Other Matters

Repeat Finding

This is a repeat of Finding 2015-003 from the immediately prior audit.

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with the Allowable Costs/Cost Principles compliance requirement.

Management of the School Corporation had not established an effective internal control system to ensure that only allowable and adequately documented disbursements were paid with the food service program funds. Funds related to food service were used to pay a portion of administrative employees' salaries. The administrative employees did not maintain Personnel Activity Reports or equivalent documentation to support the distribution of a portion of their salary to the School Lunch fund. A total of \$30,071 was paid out of the School Lunch fund for administrative salaries.

Context

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

Criteria

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). . . ."

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

2 CFR 200.403 states in part:

"Except where otherwise authorized by statute, costs must meet the following general criteria in order to be allowable under Federal awards:

- (a) Be necessary and reasonable for the performance of the Federal award and be allocable thereto under these principles.
- (b) Conform to any limitations or exclusions set forth in these principles or in the Federal award as to types or amount of cost items. . . .
- (g) Be adequately documented. . . ."

2 CFR 200.430(i) states in part:

"*Standards for Documentation of Personnel Expenses* (1) Charges to Federal awards for salaries and wages must be based on records that accurately reflect the work performed. These records must:

- (i) Be supported by a system of internal control which provides reasonable assurance that the charges are accurate, allowable, and properly allocated;
- (ii) Be incorporated into the official records of the non-Federal entity;
- (iii) Reasonably reflect the total activity for which the employee is compensated by the non-Federal entity, not exceeding 100% of compensated activities (for IHE, this per the IHE's definition of IBS); . . ."

Cause

Management had not developed a system of internal controls that segregated key functions.

Effect

The failure to establish effective internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to the School Corporation.

Questioned Costs

Known questioned costs of \$30,071 were identified as detailed in the *Condition*.

Recommendation

We recommended that the School Corporation's management establish controls to ensure compliance and comply with the Allowable Costs/Cost Principles compliance requirement.

Views of Responsible Officials

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

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

FINDING 2017-004

Subject: School Breakfast Program, National School Lunch Program - Program Income
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): FY 15-16, FY 16-17
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Program Income
Audit Findings: Material Weakness, Modified Opinion

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 Program Income compliance requirement.

Each member school of the School Corporation prepared a weekly report and wrote a check to the School Corporation for program income earned, based on number of meals served. These claims were prepared using a weekly report generated from the food service software. The weekly report was not printed or kept for supporting documentation at any of the member schools. Instead, some of the daily reports were kept. These reports did not match the weekly claims which were receipted into the ledger due to adjustments made throughout the week. Therefore, it could not be determined if program income was properly receipted.

Context

The lack of controls was a systemic problem throughout the audit period. The lack of adequate supporting documentation prevented the determination of the School Corporation's compliance with the program income requirements.

Criteria

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 210.14(c) states:

"*Financial assurances.* The school food authority shall meet the requirements of the State agency for compliance with § 210.19(a) including any separation of records of nonprofit school food service from records of any other food service which may be operated by the school food authority as provided in paragraph (a) of this section."

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

7 CFR 220.13(i) states in part: "Each State agency . . . shall establish a financial management system under which School Food Authorities shall account for all revenues and expenditures of their nonprofit school food service. . . ."

2 CFR 200.302(b) states in part:

"The financial management system of each non-Federal entity must provide for the following . . .

- (3) Records that identify adequately the source and application of funds for federally-funded activities. These records must contain information pertaining to Federal awards, authorizations, obligations, unobligated balances, assets, expenditures, income and interest and be supported by source documentation. . . ."

Cause

The School Corporation's management had not developed or implemented a system of internal controls to ensure that adequate supporting documentation for program income was maintained related to the Program Income compliance requirement.

Effect

The failure to establish an effective internal control system and failure to maintain and provide supporting documentation for program income prevented the determination of the School Corporation's compliance with the Program Income compliance requirement.

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 Program Income compliance requirement.

Views of Responsible Officials

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

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

FINDING 2017-005

Subject: Special Education Cluster (IDEA) - Internal Controls

Federal Agency: Department of Education

Federal Programs: Special Education_Grants to States, Special Education_Preschool Grants

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): 14214-045-PN01, 14215-142-PN01,
14216-113-PN01, 14217-113-PN01,
99911-042-TA01, 45715-142-PN01,
45716-113-PN01, 45717-113-PN01

Pass-Through Entity: Indiana Department of Education

Compliance Requirements: Activities Allowed or Unallowed; Allowable Costs/Cost Principles; Matching,
Level of Effort, Earmarking; Procurement and Suspension and Debarment

Audit Finding: Material Weakness

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with the compliance requirements listed above.

Activities Allowed or Unallowed, Allowable Costs/Cost Principles

The School Corporation did not have a proper system of oversight and review to ensure the correct employees were paid from the special education grants.

Level of Effort

The Deputy Treasurer prepared a worksheet for the Director of Special Services to use to prepare Maintenance of Effort documents. The worksheet was prepared with financial information from the Form 9 and Budget History Reports and information from the Transportation Department. All documentation used to prepare the worksheet was kept by the Deputy Treasurer. The Director of Special Services made adjustments to the worksheet as needed before a final copy was prepared. The adjustments were not documented or retained.

Procurement

The School Corporation entered into a contract with Warsaw Community Schools for Physical Therapy and Occupational Therapy services. The contract stipulated a percentage which was subject to change quarterly. The School Corporation did not have a proper system of oversight and review in place to ensure the percentages being invoiced agreed to the percentage stipulated in the contract.

Context

The lack of controls was systemic 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. . . ."

WAWASEE 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). . . ."

Cause

Management had not developed a system of internal controls that segregated key functions.

Effect

The failure to establish an effective internal control system placed the School Corporation at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could have also allowed noncompliance with the compliance requirements and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the programs.

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 compliance requirements listed above.

Views of Responsible Officials

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

FINDING 2017-006

Subject: Special Education Cluster (IDEA) - Reporting

Federal Agency: Department of Education

Federal Programs: Special Education_Grants to States, Special Education_Preschool Grants

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): 14215-142-PN01, 14216-113-PN01,
45715-142-PN01

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Reporting

Audit Findings: Material Weakness, Other Matters

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

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Reporting compliance requirement. The School Corporation was required to file a Final Report at the end of the grant period or when funds were exhausted. Of the five grants completed during the audit period, three of the reports were not completed or filed.

Context

The lack of controls and noncompliance were systemic issues, as the reports were not filed for the last three grants completed during 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). . . ."

34 CFR 80.20(b) states in part:

"The financial management systems of other grantees and subgrantees must meet the following standards:

(1) *Financial reporting.* Accurate, current, and complete disclosure of the financial results of financially assisted activities must be made in accordance with the financial reporting requirements of the grant or subgrant. . . ."

2 CFR 200.302(b) states in part:

"The financial management system of each non-Federal entity must provide for the following:
. . .

(2) Accurate, current, and complete disclosure of the financial results of each Federal award or program in accordance with the reporting requirements set forth in §§ 200.327 Financial reporting and 200.328 Monitoring and reporting program performance. . . ."

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

Cause

Management had not developed a system of internal controls that segregated key functions.

Effect

The failure to establish effective internal controls enabled material noncompliance to go undetected which could have resulted in the loss of federal funds to the School Corporation.

Questioned Costs

There were no questioned costs identified.

Recommendation

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

Views of Responsible Officials

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

(This page intentionally left blank.)

AUDITEE-PREPARED DOCUMENTS

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

WAWASEE COMMUNITY SCHOOL CORPORATION

MRS. JOY GOSHERT
Assistant Superintendent of Schools

MR. JAMES FLECKER
Director of Personnel & Legal Services

#1 Warrior Path, Building #2
Syracuse, Indiana 46567-9170
Website: www.wawasee.k12.in.us
Telephone: 574/457-3188
Fax: 574/457-4962

DR. THOMAS EDINGTON
Superintendent of Schools

MR. JIM EVANS
Director of Finance

DR. SANDRA WEAVER
Director of Special Services

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2015-001

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education
Contact Person Responsible for Corrective Action: Jim Evans
Contact Phone Number: 574-457-3188

Status of Audit Finding:

This audit finding was addressed at the end of the prior audit. The current status is that a second person in the office reviews and approves the deposits.

FINDING 2015-002

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education
Contact Person Responsible for Corrective Action: Jim Evans
Contact Phone Number: 574-457-3188

This audit finding was not addressed in the 2015-2017 audit cycle. The current status is that the free and reduced applications are centralized for consistency in processing. The applications are reviewed by a second person for oversight purposes.

FINDING 2015-002

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education
Contact Person Responsible for Corrective Action: Jim Evans
Contact Phone Number: 574-457-3188

This audit finding was not addressed in the 2015-2017 audit period. The current status is that when the Wawasee Community School Corporation (WCSC) utilizes the Northern Indiana Educational Service Center (NIESC) for cooperative purchasing of dairy and bakery products, the bids that awarded by the NIESC are approved by the WCSC board of school trustees.



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FINDING 2015-002

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education
Contact Person Responsible for Corrective Action: Jim Evans
Contact Phone Number: 574-457-3188

This audit finding was not addressed in the 2015-2017 audit period. The current status is that a system is in place to review the daily cash receipts of each school and their bank deposits. In addition, ECA treasurers provide records to the school board for their review after the completion of each trimester.

FINDING 2015-002

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education
Contact Person Responsible for Corrective Action: Jim Evans
Contact Phone Number: 574-457-3188

This audit finding was not addressed in the 2015-2017 audit period. The current status is that when the Verification Certification Reports and the Annual Expenditure Reports are prepared, more than one person is involved for oversight, review, and approval.

FINDING 2015-002

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education
Contact Person Responsible for Corrective Action: Jim Evans
Contact Phone Number: 574-457-3188

This audit finding was not addressed during the 2015-2017 audit period. The current status is that when the verification of current free and reduced applications is completed, documentation will be provided that the verification process was reviewed to ensure accuracy to the verifications performed.



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Director of Special Services

FINDING 2015-003

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education
Contact Person Responsible for Corrective Action: Jim Evans
Contact Phone Number: 574-457-3188

This audit finding was not addressed in the 2015-2017 audit period. The current status is that no funds from the Hot Lunch account are used to pay salaries for corporation administrative personnel.

FINDING 2015-004

Fiscal year in which the finding initially occurred: 2015
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education
Contact Person Responsible for Corrective Action: Jim Evans
Contact Phone Number: 574-457-3188

This audit finding was not addressed during the 2015-2017 audit period. The current status is that I am working with the Indiana Department of Education to verify that our current account balance does not exceed an average of 3 months operating expenses.



WAWASEE COMMUNITY SCHOOL CORPORATION

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Superintendent of Schools

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Director of Finance

DR. SANDRA WEAVER
Director of Special Services

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2015-005 (Auditor Assigned Reference Number)

Fiscal Year in which the finding occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency: IDOE

Contact Person Responsible for Corrective Action: Dr. Sandra Weaver

Contact Phone Number: 574-457-3188

Status of Audit Finding:

The director of special services and the administrative assistant each review data collection reports. After the review they are initialed and dated by the director and administrative assistant in order to comply with internal controls protocol. These reports are then sent to the treasurer.

Dr. Sandra Weaver

Director of Special Services

11-1-18



WAWASEE COMMUNITY SCHOOL CORPORATION

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Assistant Superintendent of Schools

MR. JAMES FLECKER
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Superintendent of Schools

MR. JIM EVANS
Director of Finance

DR. SANDRA WEAVER
Director of Special Services

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2015-006 (Auditor Assigned Reference Number)

Fiscal Year in which the finding occurred: 2015

Pass-Through Entity, if pass-through or Federal Grantor Agency: IDOE

Contact Person Responsible for Corrective Action: Dr. Sandra Weaver

Contact Phone Number: 574-457-3188

Status of Audit Finding:

Semi-annual certification is being completed every six months. A template has been developed and is updated as there are any staff changes. The director of special services and the administrative assistant are using a google calendar reminder system to ensure timely completion.

Sandra Weaver

Director of Special Services

11-2-18



WAWASEE COMMUNITY SCHOOL CORPORATION

MRS. JOY GOSHERT
Assistant Superintendent of Schools

MR. JAMES FLECKER
Director of Personnel & Legal Services

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Superintendent of Schools

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DR. SANDRA WEAVER
Director of Special Services

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2015-007 (Auditor Assigned Reference Number)

Fiscal year in which the finding initially occurred: 2015

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

Contact Person Responsible for Corrective Action: Joy Goshert, Assistant Superintendent

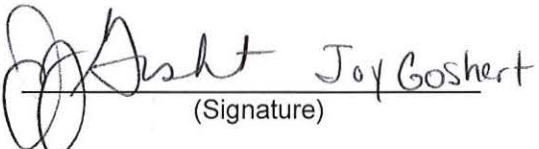
Contact Phone Number: 574-457-3188

Status of Audit Finding:

This was implemented at the start of the 2017-2018 school year. Schools received *Wawasee Community School Corporation's Procedures for Withdrawal of Students* (attached).

On April 13, 2018, Wawasee received a request for documentation for the A-133 Audit Findings: State Board of Accounts Audit Report from Nathan Williamson, Director of Title Grants and Support with the Indiana Department of Education. On April 27, 2018, documentation was submitted to the Indiana Department of Education. On April 27, 2018, Tracie Mansfield, Federal Grants Specialist with the Indiana Department of Education responded acknowledging the "corrective actions(s) relating to Title findings have been implemented. No further action is needed." (communications attached)

End of 2017-2018 School Year Process: On May 25, 2018, an email with the subject *Withdrawal Report and Sign Off* was sent to each building administrator and front office staff outlining the procedure for the end of the school year (communication attached). Documentation was collected and is available for review, if needed.


(Signature)

Assistant Superintendent
(Title)

10/25/2018
(Date)

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

Milford (k-8), North Webster (K-5), Syracuse (k-5)



Wawasee Middle (6-8), Wawasee High (9-12)

Wawasee Community School Corporation

Procedures for Withdrawal of Students (Implementation for the start of the 2017-2018 school year)

When a parent comes in to withdraw a student, the following should occur:

1. In the student management system, go to Entry/With and put in an Ent-Withdrw addition. Enter ALL of the Withdrawal Information, making sure the correct code is chosen for the reason for the withdrawal. Enter a Comment as well. If the student is transferring to another school, please list the name of the school if known and location of the school (city and state).
3. If the student is under the age of 16 but less than 18 years of age and is withdrawing from school before graduating, the principal or his designee shall complete the *Exit Interview* form with the student and student's parent or guardian. The form is then reviewed and signed by the building principal and placed in the student's cum folder.
4. If the student is transferring to homeschool ask the parent complete the *Notice of Intent to Provide Home Instruction* document and go online to complete the [Homeschool Enrollment Form](#). Print a copy of the *Homeschool Enrollment Form* and staple it with the *Notice of Intent to Provide Home Instruction* document and place in the student's cum folder.
5. If the student is transferring to another school, upon receiving the request, a copy of the transfer request for records form from the other school should be placed in the student's cum folder and the student management system's comment section updated. If no transfer request document comes, the Wawasee school needs to continue to contact the other school to make sure that paperwork occurs (that the student is enrolled in another school).
6. If no transfer request paperwork arrives, the principal or his/her designee needs to follow the [April 24th 2017 Memo from the Indiana Department of Education regarding students of an unknown location](#). Copies of the certified letter, return receipt, and the [IN-Clearinghouse Graduation Rate Form](#) need to be placed in the child's cum folder.
7. At the high school to keep track of graduation cohorts, a folder for each cohort will be kept where the documents placed in the student's cum folder are scanned into the graduation year cohort folder to make sure graduation cohort data will be accurate.

When no parent comes in to withdraw a student, the following should occur:

1. Upon receiving a transfer request for records form from the other school should be placed in the student's cum folder.
2. In the student management system, go to Entry/With and put in an Ent-Withdrw addition. Enter ALL of the Withdrawal Information, making sure the correct code is chosen for the reason for the withdrawal. Enter a Comment as well. If the student is transferring to another school, please list the name of the school if known and location of the school (city and state).
3. If a student is not in school and parent contact cannot be made and no transfer paperwork arrives, the principal or his/her designee needs to follow the [April 24th 2017 Memo from the Indiana Department of Education regarding students of an unknown location](#). Copies of the certified letter, return receipt, and the [IN-Clearinghouse Graduation Rate Form](#) need to be placed in the child's cum folder.

At the end of each school year, the following should occur:

The principal or designee of each school shall have the withdrawal report from the student management system printed for the school year, checked and signed by the principal's designee checking the report. A copy should be sent to the Assistant Superintendent to be kept with the Title I, Part A grant documentation for that school year.

Memorandum

To: Tom Edington, Superintendent

Lisa Ernsberger, Program Administrator

From: Nathan Williamson, Director of Title Grants and Support

Subject: A-133 Audit Findings: State Board of Accounts Audit Report

Date: April 13, 2018

This is a follow up notice regarding your local education agency's State Board of Accounts (SBOA) A-133 audit for the 16-17 school year, which had an audit report issued after July 1, 2017.

Due to IDOE's recent SBOA audit, and pursuant to 2 CFR 200.521, 2 CFR 200.513, and 2 CFR 200.331, the IDOE is responsible for issuing a management decision for audit findings that relate to federal awards it makes to subrecipients.

Therefore, please utilize this revised notice that the IDOE agrees with the SBOA audit findings. In order to formally resolve the findings, your LEA **must provide evidence** of the corrected action and not solely an affirmation that it occurs, which is current practice.

Please provide supporting documentation for each of the respective findings within the original notice to Alma Flores Carlos aflorescarlos1@doe.in.gov by April 27, 2018.

Thank you,

Nathan Williamson
Director of Title Grants & Support
nwilliamson@doe.in.gov
317-232-6671

cc: Treasurer
Jennifer Janik, Internal Audit Specialist, Indiana Department of Education

Memorandum

To: Tom Edington, Superintendent
Diana Parker, Program Administrator

From: Maggie Rowlands, Federal Grant Specialist

Subject: A-133 Audit Findings: State Board of Accounts Audit Report filed July 27, 2017

Date: August 4, 2017

The Title Grant Programs and Support division at the Indiana Department of Education recently received a copy of your State Board of Accounts Audit Report. As it relates to **Wawasee Community School Corporation**, the report included the following finding:

FINDING 2015-007 - 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): 13-4345, 14-4345, 15-4345

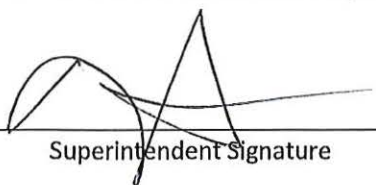
Pass-Through Entity: Indiana Department of Education

Page 63-64

Corrective Action Plan on Page 72

Please check the box next to the corrective action(s) listed below and sign off as an assurance that the corrective action(s) have been implemented. Please scan and email this signed documentation to Maggie Rowlands at mrowlands@doe.in.gov by August 18, 2017.

Description of Corrective Action Plan: Wawasee Community School Corporation has a plan in place for implementation of uniform procedures and internal controls for withdrawal of students and documentation of withdrawal of students from a graduation cohort group.



Superintendent Signature

April 26, 2018

Date

cc: Sandy Hollar, Treasurer
Jennifer Janik, Internal Audit Specialist, Indiana Department of Education



Joy Goshert [REDACTED]

Wawasee 4345 A-133 Audit Findings Documentation

5 messages

Joy Goshert [REDACTED]

Fri, Apr 27, 2018 at 9:59 AM

Ms. Flores Carlos:

Here is Wawasee's signed statement by Dr. Tom Edington, Superintendent regarding the A-133 Audit Findings: State Board of Accounts Audit Report filed July 27, 2017.

[Wawasee 4345 A-133 Audit Findings Signature Page](#)

Our procedures are here [Copy of WCSC Procedures for Withdrawal of Students](#). We are not yet at the end of our first school year of implementating this. However, the findings appear to be most related to withdrawal of students from a graduation cohort group.

Attached is a zipped folder that has documentation:

1. There is a folder that has current spreadsheets from each school that have been pulled from our Skyward student management program with our withdrawals for the 2017-2018 school year. This is the data that will be pulled at the end of the year and signed off as correct by each school. For all of the schools except Wawasee High School, I removed the name column and just left the STN for each student who has withdrawn. For Wawasee High School, I removed the STN column and left the name column so that it would be easier for you to crosscheck documentation.
2. There is also a folder for each graduation cohort group at Wawasee High School (2018, 2019, 2020 and 2021) which contains the withdrawal information for students who have withdrawn this school year. 9th Graders on the Spreadshet are in the 2021 Folder. 10th Graders are in the 2020 folder, 11th Graders are in the 2019 folder, and 12th Graders are in the 2018 folder. These documents are copies of what are in the actual high school Google Drive folders for those cohort groups along with others who have withdrawn in previous years.

Please let me know that you received this email and are able to access the zipped folder. Also, let me know what else you might need. Thank you!

--

"I've learned that people will forget what you said, people will forget what you did, but people will never forget how you made them feel." - Maya Angelou

Joy Goshert
Assistant Superintendent
Wawasee Community School Corporation
1 Warrior Path, Building 2
Syracuse, IN 46567
Phone: 574-457-3188



Wawasee (4345) A-133 Audit Findings Documentation-20180427T135645Z-001.zip

8164K

Joy Goshert [REDACTED]

Fri, Apr 27, 2018 at 10:07 AM

I might also add, the documentation in the graduation cohort folders are also in each student's cummulative folder.

[Quoted text hidden]

Flores Carlos, Alma G [REDACTED]

Fri, Apr 27, 2018 at 11:47 AM

To: Joy Goshert <jgoshert@wawasee.k12.in.us>

-81-

Cc: Lisa Ernsberger [REDACTED]

Hello,

I have documented the receipt of you're A-133 Follow up. I will forward this email to your Federal Grants Specialist. Thank you!

Best,

Alma Flores

Bilingual Support Specialist

Indiana Department of Education

(317) 233-4936 | [REDACTED]

www.doe.in.gov Feedback: [How are we doing?](#)

From: Joy Goshert [REDACTED]
Sent: Friday, April 27, 2018 9:59 AM
To: Flores Carlos, Alma G [REDACTED]
Cc: Lisa Ernsberger [REDACTED]; Tom Edington [REDACTED]
Subject: Wawasee 4345 A-133 Audit Findings Documentation

**** This is an EXTERNAL email. Exercise caution. DO NOT open attachments or click links from unknown senders or unexpected email. ****

[Quoted text hidden]

Lisa Ernsberger [REDACTED]
To: Joy Goshert [REDACTED]

Fri, Apr 27, 2018 at 11:57 AM

Thank you for completing this Joy!

On Fri, Apr 27, 2018 at 9:59 AM, Joy Goshert [REDACTED] wrote:
[Quoted text hidden]

--
Lisa Ernsberger, M.Ed.
Wawasee Community Schools
High Ability Coordinator/Title I Program Administrator (in-training)
PLTW Launch Lead Teacher
LearnZillion Dream Team Content Creator & Facilitator



Joy Goshert [Redacted]

4345 IDOE response to A-133 submitted documentation

3 messages

Mansfield, Tracie [Redacted] Fri, Apr 27, 2018 at 1:51 PM

[Redacted]

Dr. Edington,

The Federal Title Grant Programs and Support Division at the Indiana Department of Education received your district's State Board of Accounts Audit Report accompanying documentation that the corrective action(s) relating to Title findings have been implemented. No further action is needed.

The IDOE thanks you for the prompt response.

Tracie Mansfield

Federal Grants Specialist

Indiana Department of Education

(317) 234-2635 | [Redacted]

www.doe.in.gov Feedback: [How are we doing?](#)

[Redacted]

Joy Goshert [Redacted] Fri, Apr 27, 2018 at 1:56 PM

[Redacted]

Thank you, Tracie!

[Quoted text hidden]

--

"I've learned that people will forget what you said, people will forget what you did, but people will never forget how you made them feel." - Maya Angelou

Joy Goshert
Assistant Superintendent
Wawasee Community School Corporation
1 Warrior Path, Building 2
Syracuse, IN 46567

WAWASEE COMMUNITY SCHOOL CORPORATION

MRS. JOY GOSHERT
Assistant Superintendent of Schools

MR. JAMES FLECKER
Director of Personnel & Legal Services

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DR. SANDRA WEAVER
Director of Special Services

CORRECTIVE ACTION PLAN

Finding 2017-001

Contact Person Responsible for Corrective Action: Jim Evans

Contact Phone Number: (574) 457-3188

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

A system will be put into place to provide internal controls to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA).

Anticipated Completion Date: August 2019

Finding 2017-002

Contact Person Responsible for Corrective Action: Jim Evans

Contact Phone Number: (574) 457-3188

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

A system will be put into place so that all accounts payable vouchers are reviewed and approved.

Anticipated completion date: January 2019

A system will be put into place so that when the federal income guidelines are entered into the software program that parents use to apply for free and reduced lunches and breakfasts, a second person will review the guidelines to make sure they are correct.

Anticipated completion date: July 2019

A system will be put into place to ensure that all contracts comply with the Suspension and Debarment compliance requirement.

Anticipated completion date: January 2019

A system has been put into place to ensure that the submitted reports are accurate.

A system has already been put in place to ensure accurate eligibility of free and reduced lunch applications.

Finding 2017-003

Contact Person Responsible for Corrective Action: Jim Evans

Contact Phone Number: (574) 457-3188

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

A system will be put in place to maintain Personal Activity Reports when a portion of salaries is paid from the Hot Lunch Fund.

Anticipated Completion Date: January 2019



WAWASEE COMMUNITY SCHOOL CORPORATION

MRS. JOY GOSHERT
Assistant Superintendent of Schools

MR. JAMES FLECKER
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DR. THOMAS EDINGTON
Superintendent of Schools

MR. JIM EVANS
Director of Finance

DR. SANDRA WEAVER
Director of Special Services

Finding 2017-004

Contact Person Responsible for Corrective Action: Jim Evans

Contact Phone Number: (574) 457-3188

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

A system will be put into place to ensure that weekly reports will be generated so that supporting documentation will be available to match the weekly claim that is receipted into the ledger.

Anticipated completion date: April 2019


12/4/2018



WAWASEE COMMUNITY SCHOOL CORPORATION

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Director of Special Services

CORRECTIVE ACTION PLAN

FINDING 2017-005 (Auditor Assigned Reference Number)

Contact Person Responsible for Corrective Action: Sandra Weaver
Contact Phone Number: 574-453188

Views of Responsible Official:

I concur with the audit finding.

Description of Corrective Action Plan:

RE: oversight to ensure correct employees were paid from Special Education Grants.

The special education director will review budget worksheets with payroll team and will sign off on the documents.

To address internal control issue with the Maintenance of Effort document, the special education director will keep worksheet that contains information from Form 9 and Budget history records and note adjustments that are being made. Signature of director and date will be on the worksheet noting the changes.

RE: Contracted services with Warsaw Community Schools. The special education director for Wawasee Community School Corporation contacted the director for Warsaw Community Schools. Warsaw Community Schools has agreed to send revised contracts quarterly that are based on service minutes. The contracts will note revisions and be signed by the special education directors and superintendents.

Anticipated Completion Date:

Review and sign off has been completed for this school year.

The Maintenance of Effort internal controls correction will go into place at the next cycle. The current budget book contains documentation to ensure this change takes place.

The issue re: contracted services will be corrected for the next quarterly billing and continue forward.


(Signature)


(Title)


(Date)

Milford (k-8), North Webster (K-5), Syracuse (k-5)



Wawasee Middle (6-8), Wawasee High (9-12)

WAWASEE COMMUNITY SCHOOL CORPORATION

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Superintendent of Schools

MR. JIM EVANS
Director of Finance

DR. SANDRA WEAVER
Director of Special Services

CORRECTIVE ACTION PLAN

FINDING 2017-006 (Auditor Assigned Reference Number)

Contact Person Responsible for Corrective Action: Sandra Weaver
Contact Phone Number: 574-457-3188

Views of Responsible Official:
I concur with the finding.

Description of Corrective Action Plan:

The special education director will file a Final Report for each Federal grant as required. The current director is in the process of completing the final reports for FY 2017.

Anticipated Completion Date:

FY 2017 final grant reports will be done by 12-15-18. To ensure ongoing completion of the Final Grant Report, the current director will print the report and place it in the budget book as a reminder to complete the reports annually.

Sandra Weaver
(Signature)

Director of Special Services
(Title)

12-4-18
(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/>.