

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

FINANCIAL STATEMENTS AUDIT REPORT

OF

REGION 8 EDUCATION SERVICE CENTER

ADAMS COUNTY, INDIANA

July 1, 2013 to June 30, 2017



**FILED**  
02/22/2019



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SCHEDULE OF OFFICIALS

| <u>Office</u>                      | <u>Official</u>       | <u>Term</u>          |
|------------------------------------|-----------------------|----------------------|
| Treasurer                          | Christine A. Gamble   | 07-01-13 to 06-30-19 |
| Executive Director                 | Joshua O. Wenning     | 07-01-13 to 06-30-19 |
| Chairman of the<br>Executive Board | Ann W. Linson         | 07-01-13 to 06-30-14 |
|                                    | John Trout            | 07-01-14 to 06-30-15 |
|                                    | Dr. Sherry L. Grate   | 07-01-15 to 06-30-16 |
|                                    | Dr. Philip G. Downs   | 07-01-16 to 06-30-17 |
|                                    | Dr. Patricia O'Connor | 07-01-17 to 06-30-18 |
|                                    | Wayne Barker          | 07-01-18 to 06-30-19 |



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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**INDEPENDENT AUDITOR'S REPORT**

TO: THE OFFICIALS OF THE REGION 8 EDUCATION  
SERVICE CENTER, ADAMS COUNTY, INDIANA

**Report on the Financial Statements**

We have audited the accompanying financial statements of the Region 8 Education Service Center (Education Service Center), which comprise the financial position and results of operations for the period of July 1, 2013 to June 30, 2017, and the related notes to the financial statements as listed in the Table of Contents.

***Management's Responsibility for the Financial Statements***

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

***Auditor's Responsibility***

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

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

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

INDEPENDENT AUDITOR'S REPORT  
(Continued)

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

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

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

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the Education Service Center for the period of July 1, 2013 to June 30, 2017.


***Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and results of operations of the Education Service Center for the period of July 1, 2013 to June 30, 2017, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

***Other Matters***

*Other Information*

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

  
Paul D. Joyce, CPA  
State Examiner

December 18, 2018

## FINANCIAL STATEMENTS AND ACCOMPANYING NOTES

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

REGION 8 EDUCATION SERVICE CENTER  
STATEMENT OF RECEIPTS, DISBURSEMENTS,  
OTHER FINANCING SOURCES (USES), AND CASH  
AND INVESTMENT BALANCES - REGULATORY BASIS  
For the Years Ended June 30, 2014 and 2015

| Fund                             | Cash and<br>Investments<br>07-01-13 | Receipts            | Disbursements       | Other<br>Financing<br>Sources (Uses) | Cash and<br>Investments<br>06-30-14 | Receipts            | Disbursements       | Other<br>Financing<br>Sources (Uses) | Cash and<br>Investments<br>06-30-15 |
|----------------------------------|-------------------------------------|---------------------|---------------------|--------------------------------------|-------------------------------------|---------------------|---------------------|--------------------------------------|-------------------------------------|
| General                          | \$ 247,251                          | \$ 351,383          | \$ 392,062          | \$ 15,172                            | \$ 221,744                          | \$ 342,302          | \$ 374,877          | \$ 29,182                            | \$ 218,351                          |
| Capital Expenditures             | 205,240                             | 178,428             | 200,540             | (25,000)                             | 158,128                             | 180,195             | 215,688             | 26,420                               | 149,055                             |
| SEMS                             | 82,567                              | 108,942             | 112,968             | -                                    | 78,541                              | 113,930             | 131,849             | (25,000)                             | 35,622                              |
| Program                          | 4,000                               | 105,428             | 103,828             | -                                    | 5,600                               | 57,727              | 57,727              | -                                    | 5,600                               |
| School Link                      | 18,891                              | -                   | 3,719               | (15,172)                             | -                                   | -                   | -                   | -                                    | -                                   |
| Workshop                         | 71,822                              | 127,732             | 123,393             | -                                    | 76,161                              | 146,766             | 125,524             | (29,602)                             | 67,801                              |
| Repair                           | 1,000                               | 4,870               | 4,870               | -                                    | 1,000                               | 1,820               | 1,820               | -                                    | 1,000                               |
| Reading Recovery                 | 2,622                               | 1,500               | 4,122               | -                                    | -                                   | -                   | -                   | -                                    | -                                   |
| Talent Initiative Grant          | 71,116                              | 10,000              | 68,183              | -                                    | 12,933                              | -                   | 12,933              | -                                    | -                                   |
| Capital Accumulation             | 85,168                              | -                   | 242                 | 25,000                               | 109,926                             | -                   | 13,488              | -                                    | 96,438                              |
| Professional Development Academy | 1,000                               | -                   | -                   | -                                    | 1,000                               | -                   | -                   | (1,000)                              | -                                   |
| Gates Foundation Grant           | -                                   | 189,005             | 97,664              | -                                    | 91,341                              | 60,500              | 111,938             | -                                    | 39,903                              |
| Schwab Foundation                | -                                   | 110,000             | 2,750               | -                                    | 107,250                             | 110,000             | 67,035              | -                                    | 150,215                             |
| Staff Application System         | 10,499                              | 15,140              | 12,430              | -                                    | 13,209                              | 12,140              | 9,160               | -                                    | 16,189                              |
| Future Projects, Training & Svc  | 10,595                              | -                   | 7,913               | -                                    | 2,682                               | 1,354               | 1,354               | -                                    | 2,682                               |
| Payroll Clearing                 | 6,382                               | 170,246             | 171,850             | -                                    | 4,778                               | 186,033             | 187,662             | -                                    | 3,149                               |
| Totals                           | <u>\$ 818,153</u>                   | <u>\$ 1,372,674</u> | <u>\$ 1,306,534</u> | <u>\$ -</u>                          | <u>\$ 884,293</u>                   | <u>\$ 1,212,767</u> | <u>\$ 1,311,055</u> | <u>\$ -</u>                          | <u>\$ 786,005</u>                   |

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

REGION 8 EDUCATION SERVICE CENTER  
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<br>Investments<br>07-01-15 | Receipts            | Disbursements       | Other<br>Financing<br>Sources (Uses) | Cash and<br>Investments<br>06-30-16 | Receipts            | Disbursements       | Other<br>Financing<br>Sources (Uses) | Cash and<br>Investments<br>06-30-17 |
|----------------------------------|-------------------------------------|---------------------|---------------------|--------------------------------------|-------------------------------------|---------------------|---------------------|--------------------------------------|-------------------------------------|
| General                          | \$ 218,351                          | \$ 363,175          | \$ 358,767          | \$ 15,232                            | \$ 237,991                          | \$ 365,647          | \$ 387,528          | \$ 4,001                             | \$ 220,111                          |
| Capital Expenditures             | 149,055                             | 177,083             | 164,374             | (25,000)                             | 136,764                             | 185,670             | 112,679             | (25,000)                             | 184,755                             |
| SEMS                             | 35,622                              | 138,797             | 118,357             | (21,060)                             | 35,002                              | 136,000             | 102,759             | -                                    | 68,243                              |
| Program                          | 5,600                               | 46,512              | 46,512              | -                                    | 5,600                               | 26,650              | 22,250              | -                                    | 10,000                              |
| School Link                      | -                                   | -                   | -                   | -                                    | -                                   | -                   | -                   | -                                    | -                                   |
| Workshop                         | 67,801                              | 138,617             | 117,923             | (37,493)                             | 51,002                              | 137,038             | 129,780             | -                                    | 58,260                              |
| Repair                           | 1,000                               | -                   | -                   | (1,000)                              | -                                   | -                   | -                   | -                                    | -                                   |
| Capital Accumulation             | 96,438                              | 18,697              | 82,777              | 77,641                               | 109,999                             | 255                 | 124,562             | 25,000                               | 10,692                              |
| Professional Development Academy | -                                   | 65,000              | -                   | -                                    | 65,000                              | -                   | 54,601              | -                                    | 10,399                              |
| Gates Foundation Grant           | 39,903                              | -                   | 39,903              | -                                    | -                                   | -                   | -                   | -                                    | -                                   |
| Schwab Foundation                | 150,215                             | 101,700             | 101,092             | -                                    | 150,823                             | 110,000             | 94,696              | -                                    | 166,127                             |
| Staff Application System         | 16,189                              | 13,080              | 7,590               | (8,320)                              | 13,359                              | 6,620               | 9,980               | -                                    | 9,999                               |
| Digitarium Grant                 | -                                   | -                   | -                   | -                                    | -                                   | 37,500              | -                   | -                                    | 37,500                              |
| Future Projects, Training & Svc  | 2,682                               | 350                 | 1,082               | -                                    | 1,950                               | -                   | -                   | -                                    | 1,950                               |
| Payroll Clearing                 | 3,149                               | 136,632             | 139,040             | -                                    | 741                                 | 140,804             | 141,057             | -                                    | 488                                 |
| <b>Totals</b>                    | <b>\$ 786,005</b>                   | <b>\$ 1,199,643</b> | <b>\$ 1,177,417</b> | <b>\$ -</b>                          | <b>\$ 808,231</b>                   | <b>\$ 1,146,184</b> | <b>\$ 1,179,892</b> | <b>\$ 4,001</b>                      | <b>\$ 778,524</b>                   |

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

REGION 8 EDUCATION SERVICE CENTER  
NOTES TO FINANCIAL STATEMENTS

**Note 1. Summary of Significant Accounting Policies**

**A. Reporting Entity**

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

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

**B. Basis of Accounting**

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

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

**C. Cash and Investments**

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

**D. Receipts**

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

*Local sources.* Amounts received from taxes, revenue from local governmental units other than school corporations, transfer tuition, transportation fees, investment income, food services, Education Service Center 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 Education Service Center including, but not limited to, the following: educational license plate fees, congressional interest, riverboat distributions, and other similar fees.

REGION 8 EDUCATION SERVICE CENTER  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

**E. Disbursements**

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

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

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

*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.

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

**F. Other Financing Sources and Uses**

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

*Sale of capital assets.* Amounts received when land, buildings, or equipment owned by the Education Service Center 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 Education Service Center. Each fund is used to account for amounts received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the Education Service Center. The amounts accounted for in a specific fund may only be available for use for certain, legally-restricted purposes. Additionally, some funds are used to account for assets held by the Education Service Center in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and, therefore, the funds cannot be used for any expenditures of the unit itself.

REGION 8 EDUCATION SERVICE CENTER  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

**Note 2. Budgets**

The operating budget is initially prepared and approved at the local level. The fiscal officer of the Education Service Center submits a proposed operating budget to the governing board for the following calendar year. The governing board (after amendments, if any), approves the budget for the next year. The budget does not require approval from the Indiana Department of Local Government Finance.

**Note 3. Property Taxes**

No property taxes are levied for the Education Service Center. Funding is provided from participating Education Service Centers.

**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 Education Service Center to invest in securities including, but not limited to, the following: federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

**Note 5. Risk Management**

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

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

**Note 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

REGION 8 EDUCATION SERVICE CENTER  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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 Education Service Center authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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

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

*Funding Policy and Annual Pension Cost*

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

*B. Teachers' Retirement Fund*

*Plan Description*

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

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

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

REGION 8 EDUCATION SERVICE CENTER  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

*Funding Policy and Annual Pension Cost*

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

#### OTHER INFORMATION - UNAUDITED

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

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

The other information presented was approved by management of the Education Service Center. It is presented as intended by the Education Service Center.

REGION 8 EDUCATION SERVICE CENTER  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH  
 AND INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2014

|   | General    | Capital Expenditures | SEMS      | Program  | School Link | Workshop  | Repair   | Reading Recovery | Talent Initiative Grant |
|---|------------|----------------------|-----------|----------|-------------|-----------|----------|------------------|-------------------------|
| Cash and investments - beginning  | \$ 247,251 | \$ 205,240           | \$ 82,567 | \$ 4,000 | \$ 18,891   | \$ 71,822 | \$ 1,000 | \$ 2,622         | \$ 71,116               |
| Receipts:   |            |                      |           |          |             |           |          |                  |                         |
| Local sources   | 351,383    | 178,428              | 108,942   | 105,428  | -           | 127,732   | 4,870    | 1,500            | -                       |
| Intermediate sources  | -          | -                    | -         | -        | -           | -         | -        | -                | 10,000                  |
| Other receipts  | -          | -                    | -         | -        | -           | -         | -        | -                | -                       |
| Total receipts  | 351,383    | 178,428              | 108,942   | 105,428  | -           | 127,732   | 4,870    | 1,500            | 10,000                  |
| Disbursements:  |            |                      |           |          |             |           |          |                  |                         |
| Instruction   | -          | -                    | -         | -        | -           | -         | -        | 1,500            | -                       |
| Support services  | 392,062    | 200,540              | 112,968   | 103,828  | -           | 123,393   | 4,870    | 2,622            | 68,183                  |
| Noninstructional services   | -          | -                    | -         | -        | 3,719       | -         | -        | -                | -                       |
| Facilities acquisition and construction   | -          | -                    | -         | -        | -           | -         | -        | -                | -                       |
| Nonprogrammed charges   | -          | -                    | -         | -        | -           | -         | -        | -                | -                       |
| Total disbursements   | 392,062    | 200,540              | 112,968   | 103,828  | 3,719       | 123,393   | 4,870    | 4,122            | 68,183                  |
| Excess (deficiency) of receipts over disbursements  | (40,679)   | (22,112)             | (4,026)   | 1,600    | (3,719)     | 4,339     | -        | (2,622)          | (58,183)                |
| Other financing sources (uses):   |            |                      |           |          |             |           |          |                  |                         |
| Sale of capital assets  | -          | -                    | -         | -        | -           | -         | -        | -                | -                       |
| Transfers in  | 15,172     | -                    | -         | -        | -           | -         | -        | -                | -                       |
| Transfers out   | -          | (25,000)             | -         | -        | (15,172)    | -         | -        | -                | -                       |
| Total other financing sources (uses)  | 15,172     | (25,000)             | -         | -        | (15,172)    | -         | -        | -                | -                       |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (25,507)   | (47,112)             | (4,026)   | 1,600    | (18,891)    | 4,339     | -        | (2,622)          | (58,183)                |
| Cash and investments - ending   | \$ 221,744 | \$ 158,128           | \$ 78,541 | \$ 5,600 | \$ -        | \$ 76,161 | \$ 1,000 | \$ -             | \$ 12,933               |

REGION 8 EDUCATION SERVICE CENTER  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH  
 AND INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2014

|   | Capital<br>Accumulation | Professional<br>Development<br>Academy | Gates<br>Foundation<br>Grant | Schwab<br>Foundation | Staff<br>Application<br>System | Future Projects,<br>Training<br>& Svc | Payroll<br>Clearing | Totals     |
|---|-------------------------|--|------------------------------|----------------------|--------------------------------|---------------------------------------|---------------------|------------|
| Cash and investments - beginning  | \$ 85,168               | \$ 1,000                               | \$ -                         | \$ -                 | \$ 10,499                      | \$ 10,595                             | \$ 6,382            | \$ 818,153 |
| Receipts:   |                         |  |                              |                      |                                |                                       |                     |            |
| Local sources   | -                       | -                                      | -                            | -                    | 15,140                         | -                                     | -                   | 893,423    |
| Intermediate sources  | -                       | -                                      | 189,005                      | 110,000              | -                              | -                                     | -                   | 309,005    |
| Other receipts  | -                       | -                                      | -                            | -                    | -                              | -                                     | 170,246             | 170,246    |
| Total receipts  | -                       | -                                      | 189,005                      | 110,000              | 15,140                         | -                                     | 170,246             | 1,372,674  |
| Disbursements:  |                         |  |                              |                      |                                |                                       |                     |            |
| Instruction   | -                       | -                                      | -                            | -                    | -                              | -                                     | -                   | 1,500      |
| Support services  | -                       | -                                      | 97,664                       | 2,750                | 12,430                         | 7,913                                 | -                   | 1,129,223  |
| Noninstructional services   | -                       | -                                      | -                            | -                    | -                              | -                                     | -                   | 3,719      |
| Facilities acquisition and construction   | 242                     | -                                      | -                            | -                    | -                              | -                                     | -                   | 242        |
| Nonprogrammed charges   | -                       | -                                      | -                            | -                    | -                              | -                                     | 171,850             | 171,850    |
| Total disbursements   | 242                     | -                                      | 97,664                       | 2,750                | 12,430                         | 7,913                                 | 171,850             | 1,306,534  |
| Excess (deficiency) of receipts over disbursements  | (242)                   | -                                      | 91,341                       | 107,250              | 2,710                          | (7,913)                               | (1,604)             | 66,140     |
| Other financing sources (uses):   |                         |  |                              |                      |                                |                                       |                     |            |
| Sale of capital assets  | -                       | -                                      | -                            | -                    | -                              | -                                     | -                   | -          |
| Transfers in  | 25,000                  | -                                      | -                            | -                    | -                              | -                                     | -                   | 40,172     |
| Transfers out   | -                       | -                                      | -                            | -                    | -                              | -                                     | -                   | (40,172)   |
| Total other financing sources (uses)  | 25,000                  | -                                      | -                            | -                    | -                              | -                                     | -                   | -          |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 24,758                  | -                                      | 91,341                       | 107,250              | 2,710                          | (7,913)                               | (1,604)             | 66,140     |
| Cash and investments - ending   | \$ 109,926              | \$ 1,000                               | \$ 91,341                    | \$ 107,250           | \$ 13,209                      | \$ 2,682                              | \$ 4,778            | \$ 884,293 |

REGION 8 EDUCATION SERVICE CENTER  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH  
 AND INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2015

|   | General    | Capital Expenditures | SEMS      | Program  | School Link | Workshop  | Repair   | Reading Recovery | Talent Initiative Grant |
|---|------------|----------------------|-----------|----------|-------------|-----------|----------|------------------|-------------------------|
| Cash and investments - beginning  | \$ 221,744 | \$ 158,128           | \$ 78,541 | \$ 5,600 | \$ -        | \$ 76,161 | \$ 1,000 | \$ -             | \$ 12,933               |
| Receipts:   |            |                      |           |          |             |           |          |                  |                         |
| Local sources   | 342,302    | 180,195              | 113,930   | 57,727   | -           | 146,766   | 1,820    | -                | -                       |
| Intermediate sources  | -          | -                    | -         | -        | -           | -         | -        | -                | -                       |
| Other receipts  | -          | -                    | -         | -        | -           | -         | -        | -                | -                       |
| Total receipts  | 342,302    | 180,195              | 113,930   | 57,727   | -           | 146,766   | 1,820    | -                | -                       |
| Disbursements:  |            |                      |           |          |             |           |          |                  |                         |
| Instruction   | -          | -                    | -         | -        | -           | -         | -        | -                | -                       |
| Support services  | 374,877    | 215,688              | 131,849   | 57,727   | -           | 125,524   | 1,820    | -                | 12,933                  |
| Noninstructional services   | -          | -                    | -         | -        | -           | -         | -        | -                | -                       |
| Facilities acquisition and construction   | -          | -                    | -         | -        | -           | -         | -        | -                | -                       |
| Nonprogrammed charges   | -          | -                    | -         | -        | -           | -         | -        | -                | -                       |
| Total disbursements   | 374,877    | 215,688              | 131,849   | 57,727   | -           | 125,524   | 1,820    | -                | 12,933                  |
| Excess (deficiency) of receipts over disbursements  | (32,575)   | (35,493)             | (17,919)  | -        | -           | 21,242    | -        | -                | (12,933)                |
| Other financing sources (uses):   |            |                      |           |          |             |           |          |                  |                         |
| Sale of capital assets  | -          | -                    | -         | -        | -           | -         | -        | -                | -                       |
| Transfers in  | 29,182     | 26,420               | -         | -        | -           | -         | -        | -                | -                       |
| Transfers out   | -          | -                    | (25,000)  | -        | -           | (29,602)  | -        | -                | -                       |
| Total other financing sources (uses)  | 29,182     | 26,420               | (25,000)  | -        | -           | (29,602)  | -        | -                | -                       |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (3,393)    | (9,073)              | (42,919)  | -        | -           | (8,360)   | -        | -                | (12,933)                |
| Cash and investments - ending   | \$ 218,351 | \$ 149,055           | \$ 35,622 | \$ 5,600 | \$ -        | \$ 67,801 | \$ 1,000 | \$ -             | \$ -                    |

REGION 8 EDUCATION SERVICE CENTER  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH  
 AND INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2015

|   | Capital<br>Accumulation | Professional<br>Development<br>Academy | Gates<br>Foundation<br>Grant | Schwab<br>Foundation | Staff<br>Application<br>System | Future Projects,<br>Training<br>& Svc | Payroll<br>Clearing | Totals     |
|---|-------------------------|--|------------------------------|----------------------|--------------------------------|---------------------------------------|---------------------|------------|
| Cash and investments - beginning  | \$ 109,926              | \$ 1,000                               | \$ 91,341                    | \$ 107,250           | \$ 13,209                      | \$ 2,682                              | \$ 4,778            | \$ 884,293 |
| Receipts:   |                         |  |                              |                      |                                |                                       |                     |            |
| Local sources   | -                       | -                                      | -                            | -                    | 12,140                         | 1,354                                 | -                   | 856,234    |
| Intermediate sources  | -                       | -                                      | 60,500                       | 110,000              | -                              | -                                     | -                   | 170,500    |
| Other receipts  | -                       | -                                      | -                            | -                    | -                              | -                                     | 186,033             | 186,033    |
| Total receipts  | -                       | -                                      | 60,500                       | 110,000              | 12,140                         | 1,354                                 | 186,033             | 1,212,767  |
| Disbursements:  |                         |  |                              |                      |                                |                                       |                     |            |
| Instruction   | -                       | -                                      | -                            | -                    | -                              | -                                     | -                   | -          |
| Support services  | -                       | -                                      | 111,938                      | 67,035               | 9,160                          | 1,354                                 | -                   | 1,109,905  |
| Noninstructional services   | -                       | -                                      | -                            | -                    | -                              | -                                     | -                   | -          |
| Facilities acquisition and construction   | 13,488                  | -                                      | -                            | -                    | -                              | -                                     | -                   | 13,488     |
| Nonprogrammed charges   | -                       | -                                      | -                            | -                    | -                              | -                                     | 187,662             | 187,662    |
| Total disbursements   | 13,488                  | -                                      | 111,938                      | 67,035               | 9,160                          | 1,354                                 | 187,662             | 1,311,055  |
| Excess (deficiency) of receipts over<br>disbursements   | (13,488)                | -                                      | (51,438)                     | 42,965               | 2,980                          | -                                     | (1,629)             | (98,288)   |
| Other financing sources (uses):   |                         |  |                              |                      |                                |                                       |                     |            |
| Sale of capital assets  | -                       | -                                      | -                            | -                    | -                              | -                                     | -                   | -          |
| Transfers in  | -                       | -                                      | -                            | -                    | -                              | -                                     | -                   | 55,602     |
| Transfers out   | -                       | (1,000)                                | -                            | -                    | -                              | -                                     | -                   | (55,602)   |
| Total other financing sources (uses)  | -                       | (1,000)                                | -                            | -                    | -                              | -                                     | -                   | -          |
| Excess (deficiency) of receipts and other<br>financing sources over disbursements<br>and other financing uses | (13,488)                | (1,000)                                | (51,438)                     | 42,965               | 2,980                          | -                                     | (1,629)             | (98,288)   |
| Cash and investments - ending   | \$ 96,438               | \$ -                                   | \$ 39,903                    | \$ 150,215           | \$ 16,189                      | \$ 2,682                              | \$ 3,149            | \$ 786,005 |

REGION 8 EDUCATION SERVICE CENTER  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH  
 AND INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2016

|   | General    | Capital Expenditures | SEMS      | Program  | School Link | Workshop  | Repair   | Capital Accumulation |
|---|------------|----------------------|-----------|----------|-------------|-----------|----------|----------------------|
| Cash and investments - beginning  | \$ 218,351 | \$ 149,055           | \$ 35,622 | \$ 5,600 | \$ -        | \$ 67,801 | \$ 1,000 | \$ 96,438            |
| Receipts:   |            |                      |           |          |             |           |          |                      |
| Local sources   | 363,175    | 177,083              | 138,797   | 46,512   | -           | 138,512   | -        | 18,697               |
| Intermediate sources  | -          | -                    | -         | -        | -           | -         | -        | -                    |
| Other receipts  | -          | -                    | -         | -        | -           | 105       | -        | -                    |
| Total receipts  | 363,175    | 177,083              | 138,797   | 46,512   | -           | 138,617   | -        | 18,697               |
| Disbursements:  |            |                      |           |          |             |           |          |                      |
| Instruction   | -          | -                    | -         | -        | -           | -         | -        | -                    |
| Support services  | 358,767    | 164,374              | 118,357   | 46,512   | -           | 117,923   | -        | 34,003               |
| Noninstructional services   | -          | -                    | -         | -        | -           | -         | -        | -                    |
| Facilities acquisition and construction   | -          | -                    | -         | -        | -           | -         | -        | 48,774               |
| Nonprogrammed charges   | -          | -                    | -         | -        | -           | -         | -        | -                    |
| Total disbursements   | 358,767    | 164,374              | 118,357   | 46,512   | -           | 117,923   | -        | 82,777               |
| Excess (deficiency) of receipts over disbursements  | 4,408      | 12,709               | 20,440    | -        | -           | 20,694    | -        | (64,080)             |
| Other financing sources (uses):   |            |                      |           |          |             |           |          |                      |
| Sale of capital assets  | -          | -                    | -         | -        | -           | -         | -        | -                    |
| Transfers in  | 15,232     | -                    | -         | -        | -           | -         | -        | 77,641               |
| Transfers out   | -          | (25,000)             | (21,060)  | -        | -           | (37,493)  | (1,000)  | -                    |
| Total other financing sources (uses)  | 15,232     | (25,000)             | (21,060)  | -        | -           | (37,493)  | (1,000)  | 77,641               |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 19,640     | (12,291)             | (620)     | -        | -           | (16,799)  | (1,000)  | 13,561               |
| Cash and investments - ending   | \$ 237,991 | \$ 136,764           | \$ 35,002 | \$ 5,600 | \$ -        | \$ 51,002 | \$ -     | \$ 109,999           |

REGION 8 EDUCATION SERVICE CENTER  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH  
 AND INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2016

|   | Professional<br>Development<br>Academy | Gates<br>Foundation<br>Grant | Schwab<br>Foundation | Staff<br>Application<br>System | Digitarium<br>Grant | Future Projects,<br>Training<br>& Svc | Payroll<br>Clearing | Totals     |
|---|--|------------------------------|----------------------|--------------------------------|---------------------|---------------------------------------|---------------------|------------|
| Cash and investments - beginning  | \$ -                                   | \$ 39,903                    | \$ 150,215           | \$ 16,189                      | \$ -                | \$ 2,682                              | \$ 3,149            | \$ 786,005 |
| Receipts:   |  |                              |                      |                                |                     |                                       |                     |            |
| Local sources   | -                                      | -                            | 1,700                | 13,080                         | -                   | 350                                   | -                   | 897,906    |
| Intermediate sources  | 65,000                                 | -                            | 100,000              | -                              | -                   | -                                     | -                   | 165,000    |
| Other receipts  | -                                      | -                            | -                    | -                              | -                   | -                                     | 136,632             | 136,737    |
| Total receipts  | 65,000                                 | -                            | 101,700              | 13,080                         | -                   | 350                                   | 136,632             | 1,199,643  |
| Disbursements:  |  |                              |                      |                                |                     |                                       |                     |            |
| Instruction   | -                                      | -                            | -                    | -                              | -                   | -                                     | -                   | -          |
| Support services  | -                                      | 39,903                       | 101,092              | 7,590                          | -                   | 1,082                                 | -                   | 989,603    |
| Noninstructional services   | -                                      | -                            | -                    | -                              | -                   | -                                     | -                   | -          |
| Facilities acquisition and construction   | -                                      | -                            | -                    | -                              | -                   | -                                     | -                   | 48,774     |
| Nonprogrammed charges   | -                                      | -                            | -                    | -                              | -                   | -                                     | 139,040             | 139,040    |
| Total disbursements   | -                                      | 39,903                       | 101,092              | 7,590                          | -                   | 1,082                                 | 139,040             | 1,177,417  |
| Excess (deficiency) of receipts over<br>disbursements   | 65,000                                 | (39,903)                     | 608                  | 5,490                          | -                   | (732)                                 | (2,408)             | 22,226     |
| Other financing sources (uses):   |  |                              |                      |                                |                     |                                       |                     |            |
| Sale of capital assets  | -                                      | -                            | -                    | -                              | -                   | -                                     | -                   | -          |
| Transfers in  | -                                      | -                            | -                    | -                              | -                   | -                                     | -                   | 92,873     |
| Transfers out   | -                                      | -                            | -                    | (8,320)                        | -                   | -                                     | -                   | (92,873)   |
| Total other financing sources (uses)  | -                                      | -                            | -                    | (8,320)                        | -                   | -                                     | -                   | -          |
| Excess (deficiency) of receipts and other<br>financing sources over disbursements<br>and other financing uses | 65,000                                 | (39,903)                     | 608                  | (2,830)                        | -                   | (732)                                 | (2,408)             | 22,226     |
| Cash and investments - ending   | \$ 65,000                              | \$ -                         | \$ 150,823           | \$ 13,359                      | \$ -                | \$ 1,950                              | \$ 741              | \$ 808,231 |

REGION 8 EDUCATION SERVICE CENTER  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH  
 AND INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2017

|   | General    | Capital Expenditures | SEMS      | Program   | School Link | Workshop  | Repair | Capital Accumulation |
|---|------------|----------------------|-----------|-----------|-------------|-----------|--------|----------------------|
| Cash and investments - beginning  | \$ 237,991 | \$ 136,764           | \$ 35,002 | \$ 5,600  | \$ -        | \$ 51,002 | \$ -   | \$ 109,999           |
| Receipts:   |            |                      |           |           |             |           |        |                      |
| Local sources   | 365,647    | 185,670              | 136,000   | 26,650    | -           | 137,038   | -      | 255                  |
| Intermediate sources  | -          | -                    | -         | -         | -           | -         | -      | -                    |
| Other receipts  | -          | -                    | -         | -         | -           | -         | -      | -                    |
| Total receipts  | 365,647    | 185,670              | 136,000   | 26,650    | -           | 137,038   | -      | 255                  |
| Disbursements:  |            |                      |           |           |             |           |        |                      |
| Instruction   | -          | -                    | -         | -         | -           | -         | -      | -                    |
| Support services  | 387,528    | 87,932               | 102,759   | 22,250    | -           | 129,780   | -      | -                    |
| Noninstructional services   | -          | -                    | -         | -         | -           | -         | -      | -                    |
| Facilities acquisition and construction   | -          | 24,747               | -         | -         | -           | -         | -      | 124,562              |
| Nonprogrammed charges   | -          | -                    | -         | -         | -           | -         | -      | -                    |
| Total disbursements   | 387,528    | 112,679              | 102,759   | 22,250    | -           | 129,780   | -      | 124,562              |
| Excess (deficiency) of receipts over disbursements  | (21,881)   | 72,991               | 33,241    | 4,400     | -           | 7,258     | -      | (124,307)            |
| Other financing sources (uses):   |            |                      |           |           |             |           |        |                      |
| Sale of capital assets  | 4,001      | -                    | -         | -         | -           | -         | -      | -                    |
| Transfers in  | -          | -                    | -         | -         | -           | -         | -      | 25,000               |
| Transfers out   | -          | (25,000)             | -         | -         | -           | -         | -      | -                    |
| Total other financing sources (uses)  | 4,001      | (25,000)             | -         | -         | -           | -         | -      | 25,000               |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (17,880)   | 47,991               | 33,241    | 4,400     | -           | 7,258     | -      | (99,307)             |
| Cash and investments - ending   | \$ 220,111 | \$ 184,755           | \$ 68,243 | \$ 10,000 | \$ -        | \$ 58,260 | \$ -   | \$ 10,692            |

REGION 8 EDUCATION SERVICE CENTER  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH  
 AND INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2017

|   | Professional<br>Development<br>Academy | Gates<br>Foundation<br>Grant | Schwab<br>Foundation | Staff<br>Application<br>System | Digitarium<br>Grant | Future Projects,<br>Training<br>& Svc | Payroll<br>Clearing | Totals     |
|---|--|------------------------------|----------------------|--------------------------------|---------------------|---------------------------------------|---------------------|------------|
| Cash and investments - beginning  | \$ 65,000                              | \$ -                         | \$ 150,823           | \$ 13,359                      | \$ -                | \$ 1,950                              | \$ 741              | \$ 808,231 |
| Receipts:   |  |                              |                      |                                |                     |                                       |                     |            |
| Local sources   | -                                      | -                            | -                    | 6,620                          | -                   | -                                     | -                   | 857,880    |
| Intermediate sources  | -                                      | -                            | 110,000              | -                              | 37,500              | -                                     | -                   | 147,500    |
| Other receipts  | -                                      | -                            | -                    | -                              | -                   | -                                     | 140,804             | 140,804    |
| Total receipts  | -                                      | -                            | 110,000              | 6,620                          | 37,500              | -                                     | 140,804             | 1,146,184  |
| Disbursements:  |  |                              |                      |                                |                     |                                       |                     |            |
| Instruction   | -                                      | -                            | -                    | -                              | -                   | -                                     | -                   | -          |
| Support services  | 54,601                                 | -                            | 94,696               | 9,980                          | -                   | -                                     | -                   | 889,526    |
| Noninstructional services   | -                                      | -                            | -                    | -                              | -                   | -                                     | -                   | -          |
| Facilities acquisition and construction   | -                                      | -                            | -                    | -                              | -                   | -                                     | -                   | 149,309    |
| Nonprogrammed charges   | -                                      | -                            | -                    | -                              | -                   | -                                     | 141,057             | 141,057    |
| Total disbursements   | 54,601                                 | -                            | 94,696               | 9,980                          | -                   | -                                     | 141,057             | 1,179,892  |
| Excess (deficiency) of receipts over<br>disbursements   | (54,601)                               | -                            | 15,304               | (3,360)                        | 37,500              | -                                     | (253)               | (33,708)   |
| Other financing sources (uses):   |  |                              |                      |                                |                     |                                       |                     |            |
| Sale of capital assets  | -                                      | -                            | -                    | -                              | -                   | -                                     | -                   | 4,001      |
| Transfers in  | -                                      | -                            | -                    | -                              | -                   | -                                     | -                   | 25,000     |
| Transfers out   | -                                      | -                            | -                    | -                              | -                   | -                                     | -                   | (25,000)   |
| Total other financing sources (uses)  | -                                      | -                            | -                    | -                              | -                   | -                                     | -                   | 4,001      |
| Excess (deficiency) of receipts and other<br>financing sources over disbursements<br>and other financing uses | (54,601)                               | -                            | 15,304               | (3,360)                        | 37,500              | -                                     | (253)               | (29,707)   |
| Cash and investments - ending   | \$ 10,399                              | \$ -                         | \$ 166,127           | \$ 9,999                       | \$ 37,500           | \$ 1,950                              | \$ 488              | \$ 778,524 |

#### OTHER REPORTS

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