

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
DUBOIS COUNTY, INDIANA

July 1, 2016 to June 30, 2018



**FILED**  
03/21/2019



## TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials .....	2
Independent Auditor's Report .....	3-5
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 <i>Government Auditing Standards</i> .....	6-7
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	10-11
Notes to Financial Statement .....	12-17
Other Information - Unaudited:	
Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	20-39
Schedule of Payables and Receivables .....	41
Schedule of Leases and Debt .....	42
Schedule of Capital Assets.....	43
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance .....	46-47
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards.....	50-51
Notes to Schedule of Expenditures of Federal Awards .....	52
Schedule of Findings and Questioned Costs .....	53-57
Auditee-Prepared Documents:	
Summary Schedule of Prior Audit Findings.....	60-63
Corrective Action Plan .....	64-65
Other Reports.....	66

### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Allison Pund	07-01-16 to 12-31-19
Superintendent of Schools	Michael Eineman Timothy LaGrange	07-01-16 to 06-30-17 07-01-17 to 06-30-21
President of the School Board	Kevin Wertman Christopher Neu Jon Menke	01-01-16 to 12-31-16 01-01-17 to 12-31-18 01-01-19 to 12-31-19



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
ROOM E418  
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513  
Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE SOUTHWEST DUBOIS COUNTY  
SCHOOL CORPORATION, DUBOIS COUNTY, INDIANA

**Report on the Financial Statement**

We have audited the accompanying financial statement of the Southwest Dubois County School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2016 to June 30, 2018, 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, 2016 to June 30, 2018.

***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, 2016 to June 30, 2018, 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 February 12, 2019, 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

February 12, 2019



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
ROOM E418  
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513  
Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

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

TO: THE OFFICIALS OF THE SOUTHWEST DUBOIS COUNTY  
SCHOOL CORPORATION, DUBOIS 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 Southwest Dubois County School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2016 to June 30, 2018, and the related notes to the financial statement, and have issued our report thereon dated February 12, 2019, 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.


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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of This Report**

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

  
Paul D. Joyce, CPA  
State Examiner

February 12, 2019

(This page intentionally left blank.)

## 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.

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
STATEMENT OF RECEIPTS, DISBURSEMENTS,  
OTHER FINANCING SOURCES (USES), AND CASH AND  
INVESTMENT BALANCES - REGULATORY BASIS  
For the Years Ended June 30, 2017 and 2018

Fund	Cash and Investments 07-01-16	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-17	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-18
General	\$ 4,143,487	\$ 11,136,349	\$ 10,857,757	\$ 3,171	\$ 4,425,250	\$ 11,115,934	\$ 10,918,343	\$ 11,769	\$ 4,634,610
Referendum Tax Levy	1,383,681	1,028,469	856,049	-	1,556,101	971,012	835,359	-	1,691,754
Debt Service	758,375	1,144,854	1,199,245	-	703,984	923,268	1,188,782	-	438,470
Retirement/Severance Bond Debt Service	126,128	357,417	348,413	-	135,132	350,801	350,258	-	135,675
Capital Projects	1,299,987	1,575,084	1,520,296	200	1,354,975	1,562,295	1,307,046	-	1,610,224
School Transportation	1,808,755	827,266	655,468	(200,000)	1,780,553	906,554	663,434	-	2,023,673
School Bus Replacement	383,030	-	96,456	-	286,574	27,979	88,253	-	226,300
Rainy Day	1,969,015	3,976	-	200,000	2,172,991	11,949	-	-	2,184,940
School Lunch	350,390	1,030,274	969,891	-	410,773	1,070,190	928,531	-	552,432
Textbook Rental	235,033	298,474	313,283	1,035	221,259	312,126	291,904	36	241,517
Self-Insurance	4,440,683	2,093,890	1,860,526	-	4,674,047	1,794,361	1,789,400	-	4,679,008
Joint Services and Supply - Other	417,441	496,579	499,778	1,300	415,542	468,282	592,775	(8,215)	282,834
SIEC Supplemental Education Services	176,835	-	-	-	176,835	-	923	8,215	184,127
SIEC Interlocal	64,640	3,476	10,416	(1,300)	56,400	2,269	9,427	-	49,242
SIEC Unemployment Liability	79,109	-	-	-	79,109	-	-	-	79,109
SIEC Obligated Retirement	8,794	-	-	-	8,794	-	-	-	8,794
Child Care Program	(1,974)	9,709	7,735	-	-	9,002	5,833	-	3,169
Educational License Plates	637	113	-	-	750	56	-	-	806
Alternative Education	35,537	26,098	43,122	-	18,513	6,201	22,903	-	1,811
Early Intervention Grant	12,450	13,050	25,500	-	-	-	-	-	-
Lilly Grant 2016-2017	-	30,000	17,456	-	12,544	-	10,895	-	1,649
Dollar General Literacy Grant	-	-	-	-	-	1,500	-	-	1,500
Welborn Heroes Grant	-	32,032	27,443	-	4,589	46,144	36,276	-	14,457
Donations, Gifts, and Trusts	33,260	5,830	19,449	2	19,643	1,598	1,373	-	19,868
Friends of Memorial Gym Donations	2,987	-	280	-	2,707	-	-	-	2,707
RIDGE Donations	12,020	5,000	-	-	17,020	5,000	-	(22,020)	-
RIDGE Fees	7,512	-	5,949	-	1,563	-	20,352	22,020	3,231
Formative Assessment	1,017	22,780	23,797	-	-	21,607	21,607	-	-
High Ability 15-16	(11,253)	-	3,747	15,000	-	-	-	-	-
High Ability 16-17	-	31,869	18,652	-	13,217	-	13,217	-	-
High Ability 17-18	-	-	-	-	-	31,643	22,702	-	8,941
SIEC High Ability Writing Team	340	-	-	-	340	-	-	-	340
SIEC High Ability Resources 15-16	-	59,308	59,308	-	-	37,282	37,282	-	-
Drug Free Communities	250	-	-	-	250	-	-	-	250
Medicaid Reimbursement	6,134	4,758	-	(5,516)	5,376	10,348	-	(10,585)	5,139
School Safety Grant 14-15	(47,068)	47,068	-	-	-	-	-	-	-
School Safety Grant 16-17	-	-	24,654	-	(24,654)	24,654	-	-	-
NESP 2015-2016	25,120	-	10,120	(15,000)	-	-	-	-	-
NESP 2016-2017	-	50,454	40,871	-	9,583	-	9,583	-	-
NESP 2017-2018	-	-	-	-	-	81,726	59,322	-	22,404

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
STATEMENT OF RECEIPTS, DISBURSEMENTS,  
OTHER FINANCING SOURCES (USES), AND CASH AND  
INVESTMENT BALANCES - REGULATORY BASIS  
For the Years Ended June 30, 2017 and 2018

Fund	Cash and Investments 07-01-16	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-17	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-18
SW Dubois Technology Fund	7,239	-	7,239	-	-	119	119	-	-
State Connectivity	3,553	8,469	7,179	-	4,843	25,117	26,259	-	3,701
SIEC - State Connectivity	1,812	8,474	5,412	-	4,874	-	4,874	-	-
Career and Technical Performance Grant	-	8,343	-	-	8,343	6,021	2,750	-	11,614
SW Dubois Multi-Bldg Construction	22,666	-	-	-	22,666	-	-	-	22,666
Senator David Ford Technology Grant	-	-	26,065	-	(26,065)	75,000	48,935	-	-
Project Lead the Way	-	-	-	-	-	-	1,000	-	(1,000)
Title I 2016-2017	-	160,184	170,505	-	(10,321)	22,303	11,982	-	-
Title I 15-16	(17,623)	22,917	7,714	2,420	-	-	-	-	-
Title I 2017-2018	-	-	-	-	-	156,082	171,588	-	(15,506)
Migrant Ed 2014-2015	(57,147)	474,788	417,641	-	-	-	-	-	-
SIEC Migrant Ed 2015-2017	-	278,129	399,312	-	(121,183)	506,097	384,914	-	-
SIEC Migrant Education 16-18	-	-	-	-	-	303,943	326,902	-	(22,959)
Medicaid Reimbursement - Federal	125,272	25,076	12,551	-	137,797	29,921	6,267	-	161,451
21st Century 15-16	(14,603)	19,676	5,073	-	-	-	-	-	-
21st Century 2016-2017	(691)	258,648	259,226	-	(1,269)	1,269	-	-	-
21st Century 2017-2018	-	-	11,812	-	(11,812)	230,236	218,424	-	-
Title II 17-19	-	-	-	-	-	10,070	13,702	-	(3,632)
Title II 2014-2016	(947)	2,597	1,650	-	-	-	-	-	-
Title II 2015-2017	(3,302)	33,508	30,206	-	-	4,130	4,130	-	-
Title II 16-18	-	-	-	-	-	39,583	41,064	-	(1,481)
SIEC-Title III 16-18 ESL	-	7,185	7,185	-	-	10,877	10,877	-	-
Title III ESL - SW 14-16	(108)	5,889	5,781	-	-	-	-	-	-
Title III 17-19	-	-	-	-	-	4,607	4,607	-	-
SIEC Title III 2014-2016	-	7,429	7,429	-	-	-	-	-	-
SIEC Title III	-	13,764	13,764	-	-	5,917	5,917	-	-
Title III 2016-2018	-	5,833	5,833	-	-	30,291	32,985	-	(2,694)
Title III 15-17	-	28,536	28,976	-	(440)	2,795	2,355	-	-
Prepaid Food	-	210,071	198,938	-	11,133	404,046	402,420	-	12,759
Payroll Withholding	96,685	2,586,784	2,561,840	-	121,629	2,521,938	2,531,936	-	111,631
Cafeteria Clearing	1,853	1,111,149	1,128,360	-	(15,358)	1,020,280	1,019,703	-	(14,781)
ECA Activity Reimbursement	(7,170)	65,886	78,047	-	(19,331)	39,212	27,093	(-)	(7,212)
Textbook Rental Clearing Account	-	-	-	-	-	38,480	36,845	-	1,635
457B	-	14,774	14,774	-	-	13,542	13,542	-	-
Miscellaneous Clearing	32	794	786	-	40	1	1	-	40
Totals	\$ 17,879,873	\$ 25,693,080	\$ 24,928,959	\$ 1,312	\$ 18,645,306	\$ 25,295,658	\$ 24,576,971	\$ 1,220	\$ 19,365,213

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

SOUTHWEST DUBOIS COUNTY 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.

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

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

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

**E. Disbursements**

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

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

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

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

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

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

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

**F. Other Financing Sources and Uses**

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

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

*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.

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

**G. Fund Accounting**

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

**Note 2. Budgets**

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

**Note 3. Property Taxes**

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the School Corporation in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's lien date (March 1 in a year ending before January 1, 2016 and January 1 in a year beginning after December 31, 2015) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

**Note 4. Deposits and Investments**

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

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

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 5. Risk Management**

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

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

**Note 6. Pension Plans**

*A. Public Employees' Retirement Fund*

*Plan Description*

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

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

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

*Funding Policy and Annual Pension Cost*

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

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*B. Teachers' Retirement Fund*

*Plan Description*

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

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

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

*Funding Policy and Annual Pension Cost*

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

**Note 7. Cash Balance Deficits**

The financial statement contains some funds with deficits in cash. This is a result of the funds being set up for reimbursable grants. The reimbursement for expenditures made by the School Corporation were not received by June 30 of the respective fiscal years. In addition, the Cafeteria Clearing and ECA Activity Reimbursement funds reported deficits in cash due to payroll and other expenses not being reimbursed as of June 30 of the respective fiscal years.

**Note 8. Holding Corporations**

The School Corporation has entered into a capital lease with Southwest Dubois County Elementary Facilities Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the years 2017 and 2018 totaled \$1,171,500 and \$1,176,000, respectively.

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

The School Corporation has entered into a capital lease with Southwest Dubois County Multi-School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the years 2017 and 2018 totaled \$56,847 and \$56,595, respectively.

**Note 9. Other Postemployment Benefits**

The School Corporation provides to eligible retirees and their spouses the following benefits: postemployment health, dental and vision insurance, and bridge to retirement benefits, as authorized by Indiana Code 5-10-8. The School Corporation also provides termination benefits to eligible retirees. These benefits pose a liability to the School Corporation for this year and in future years. Information regarding the benefits can be obtained by contacting the School Corporation.

(This page intentionally left blank.)

#### 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.

SOUTHWEST DUBOIS COUNTY 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

	General	Referendum Tax Levy	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day
Cash and investments - beginning	\$ 4,143,487	\$ 1,383,681	\$ 758,375	\$ 126,128	\$ 1,299,987	\$ 1,808,755	\$ 383,030	\$ 1,969,015
Receipts:								
Local sources	191,707	1,028,469	1,144,854	357,417	1,539,302	827,266	-	3,976
Intermediate sources	210	-	-	-	-	-	-	-
State sources	10,944,432	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	35,782	-	-	-
Total receipts	11,136,349	1,028,469	1,144,854	357,417	1,575,084	827,266	-	3,976
Disbursements:								
Instruction	7,734,362	-	-	-	-	-	-	-
Support services	2,855,886	-	26,289	-	754,646	655,468	96,456	-
Noninstructional services	267,509	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	765,650	-	-	-
Debt service	-	856,049	1,172,956	348,413	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	10,857,757	856,049	1,199,245	348,413	1,520,296	655,468	96,456	-
Excess (deficiency) of receipts over disbursements	278,592	172,420	(54,391)	9,004	54,788	171,798	(96,456)	3,976
Other financing sources (uses):								
Sale of capital assets	75	-	-	-	200	-	-	-
Transfers in	5,516	-	-	-	-	-	-	200,000
Transfers out	(2,420)	-	-	-	-	(200,000)	-	-
Total other financing sources (uses)	3,171	-	-	-	200	(200,000)	-	200,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	281,763	172,420	(54,391)	9,004	54,988	(28,202)	(96,456)	203,976
Cash and investments - ending	\$ 4,425,250	\$ 1,556,101	\$ 703,984	\$ 135,132	\$ 1,354,975	\$ 1,780,553	\$ 286,574	\$ 2,172,991

SOUTHWEST DUBOIS COUNTY 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

	School Lunch	Textbook Rental	Self- Insurance	Joint Services and Supply - Other	SIEC Supplemental Education Services	SIEC Interlocal	SIEC Unemployment Liability	SIEC Obligated Retirement
Cash and investments - beginning	\$ 350,390	\$ 235,033	\$ 4,440,683	\$ 417,441	\$ 176,835	\$ 64,640	\$ 79,109	\$ 8,794
Receipts:								
Local sources	394,251	136,992	2,093,890	496,579	-	3,476	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	11,741	66,684	-	-	-	-	-	-
Federal sources	623,881	-	-	-	-	-	-	-
Other receipts	401	94,798	-	-	-	-	-	-
Total receipts	1,030,274	298,474	2,093,890	496,579	-	3,476	-	-
Disbursements:								
Instruction	-	-	-	-	-	-	-	-
Support services	661	313,283	-	497,778	-	10,416	-	-
Noninstructional services	969,230	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	2,000	-	-	-	-
Nonprogrammed charges	-	-	1,860,526	-	-	-	-	-
Total disbursements	969,891	313,283	1,860,526	499,778	-	10,416	-	-
Excess (deficiency) of receipts over disbursements	60,383	(14,809)	233,364	(3,199)	-	(6,940)	-	-
Other financing sources (uses):								
Sale of capital assets	-	1,035	-	-	-	-	-	-
Transfers in	-	-	-	1,300	-	-	-	-
Transfers out	-	-	-	-	-	(1,300)	-	-
Total other financing sources (uses)	-	1,035	-	1,300	-	(1,300)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	60,383	(13,774)	233,364	(1,899)	-	(8,240)	-	-
Cash and investments - ending	\$ 410,773	\$ 221,259	\$ 4,674,047	\$ 415,542	\$ 176,835	\$ 56,400	\$ 79,109	\$ 8,794

SOUTHWEST DUBOIS COUNTY 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

	Child Care Program	Educational License Plates	Alternative Education	Early Intervention Grant	Lilly Grant 2016-2017	Dollar General Literacy Grant	Welborn Heroes Grant	Donations, Gifts, and Trusts
Cash and investments - beginning	\$ (1,974)	\$ 637	\$ 35,537	\$ 12,450	\$ -	\$ -	\$ -	\$ 33,260
Receipts:								
Local sources	9,709	-	-	-	30,000	-	402	5,830
Intermediate sources	-	113	-	-	-	-	31,630	-
State sources	-	-	26,098	13,050	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	9,709	113	26,098	13,050	30,000	-	32,032	5,830
Disbursements:								
Instruction	7,735	-	43,122	25,500	-	-	-	16,584
Support services	-	-	-	-	17,456	-	-	2,865
Noninstructional services	-	-	-	-	-	-	27,443	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	7,735	-	43,122	25,500	17,456	-	27,443	19,449
Excess (deficiency) of receipts over disbursements	1,974	113	(17,024)	(12,450)	12,544	-	4,589	(13,619)
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	2
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	2
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,974	113	(17,024)	(12,450)	12,544	-	4,589	(13,617)
Cash and investments - ending	\$ -	\$ 750	\$ 18,513	\$ -	\$ 12,544	\$ -	\$ 4,589	\$ 19,643

SOUTHWEST DUBOIS COUNTY 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

	Friends of Memorial Gym Donations	RIDGE Donations	RIDGE Fees	Formative Assessment	High Ability 15-16	High Ability 16-17	High Ability 17-18	SIEC High Ability Writing Team
Cash and investments - beginning	\$ 2,987	\$ 12,020	\$ 7,512	\$ 1,017	\$ (11,253)	\$ -	\$ -	\$ 340
Receipts:								
Local sources	-	5,000	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	22,780	-	31,869	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	5,000	-	22,780	-	31,869	-	-
Disbursements:								
Instruction	-	-	-	-	3,747	18,652	-	-
Support services	280	-	5,949	1,664	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	22,133	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	280	-	5,949	23,797	3,747	18,652	-	-
Excess (deficiency) of receipts over disbursements	(280)	5,000	(5,949)	(1,017)	(3,747)	13,217	-	-
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	15,000	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	15,000	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(280)	5,000	(5,949)	(1,017)	11,253	13,217	-	-
Cash and investments - ending	\$ 2,707	\$ 17,020	\$ 1,563	\$ -	\$ -	\$ 13,217	\$ -	\$ 340

SOUTHWEST DUBOIS COUNTY 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

	SIEC High Ability Resources 15-16	Drug Free Communities	Medicaid Reimbursement	School Safety Grant 14-15	School Safety Grant 16-17	NESP 2015-2016	NESP 2016-2017	NESP 2017-2018
Cash and investments - beginning	\$ -	\$ 250	\$ 6,134	\$ (47,068)	\$ -	\$ 25,120	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	59,308	-	4,758	-	-	-	50,454	-
Federal sources	-	-	-	47,068	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	59,308	-	4,758	47,068	-	-	50,454	-
Disbursements:								
Instruction	-	-	-	-	-	10,120	40,871	-
Support services	59,308	-	-	-	9,944	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	14,710	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	59,308	-	-	-	24,654	10,120	40,871	-
Excess (deficiency) of receipts over disbursements	-	-	4,758	47,068	(24,654)	(10,120)	9,583	-
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	(5,516)	-	-	(15,000)	-	-
Total other financing sources (uses)	-	-	(5,516)	-	-	(15,000)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(758)	47,068	(24,654)	(25,120)	9,583	-
Cash and investments - ending	\$ -	\$ 250	\$ 5,376	\$ -	\$ (24,654)	\$ -	\$ 9,583	\$ -

SOUTHWEST DUBOIS COUNTY 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

	SW Dubois Technology Fund	State Connectivity	SIEC - State Connectivity	Career and Technical Performance Grant	SW Dubois Multi-Bldg Construction	Senator David Ford Technology Grant	Project Lead the Way	Title I 2016-2017
Cash and investments - beginning	\$ 7,239	\$ 3,553	\$ 1,812	\$ -	\$ 22,666	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	8,469	8,474	8,343	-	-	-	-
Federal sources	-	-	-	-	-	-	-	160,184
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	8,469	8,474	8,343	-	-	-	160,184
Disbursements:								
Instruction	-	-	-	-	-	-	-	57,339
Support services	-	7,179	5,412	-	-	-	-	111,909
Noninstructional services	-	-	-	-	-	-	-	1,257
Facilities acquisition and construction	7,239	-	-	-	-	26,065	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	7,239	7,179	5,412	-	-	26,065	-	170,505
Excess (deficiency) of receipts over disbursements	(7,239)	1,290	3,062	8,343	-	(26,065)	-	(10,321)
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(7,239)	1,290	3,062	8,343	-	(26,065)	-	(10,321)
Cash and investments - ending	\$ -	\$ 4,843	\$ 4,874	\$ 8,343	\$ 22,666	\$ (26,065)	\$ -	\$ (10,321)

SOUTHWEST DUBOIS COUNTY 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 I 15-16	Title I 2017-2018	Migrant Ed 2014-2015	SIEC Migrant Ed 2015-2017	SIEC Migrant Education 16-18	Medicaid Reimbursement - Federal	21st Century 15-16
Cash and investments - beginning	\$ (17,623)	\$ -	\$ (57,147)	\$ -	\$ -	\$ 125,272	\$ (14,603)
Receipts:							
Local sources	-	-	-	-	-	16,348	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	22,917	-	474,788	278,129	-	8,728	19,676
Other receipts	-	-	-	-	-	-	-
Total receipts	22,917	-	474,788	278,129	-	25,076	19,676
Disbursements:							
Instruction	6,387	-	412,904	386,233	-	-	4,581
Support services	124	-	4,737	13,079	-	12,551	492
Noninstructional services	1,203	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	7,714	-	417,641	399,312	-	12,551	5,073
Excess (deficiency) of receipts over disbursements	15,203	-	57,147	(121,183)	-	12,525	14,603
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	2,420	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	2,420	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	17,623	-	57,147	(121,183)	-	12,525	14,603
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (121,183)	\$ -	\$ 137,797	\$ -

SOUTHWEST DUBOIS COUNTY 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

	21st Century 2016-2017	21st Century 2017-2018	Title II 17-19	Title II 2014-2016	Title II 2015-2017	Title II 16-18	SIEC-Title III 16-18 ESL
Cash and investments - beginning	\$ (691)	\$ -	\$ -	\$ (947)	\$ (3,302)	\$ -	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	258,648	-	-	2,597	33,508	-	7,185
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>258,648</u>	<u>-</u>	<u>-</u>	<u>2,597</u>	<u>33,508</u>	<u>-</u>	<u>7,185</u>
Disbursements:							
Instruction	123,616	1,808	-	-	20,839	-	-
Support services	135,610	10,004	-	1,650	9,367	-	7,185
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	<u>259,226</u>	<u>11,812</u>	<u>-</u>	<u>1,650</u>	<u>30,206</u>	<u>-</u>	<u>7,185</u>
Excess (deficiency) of receipts over disbursements	<u>(578)</u>	<u>(11,812)</u>	<u>-</u>	<u>947</u>	<u>3,302</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</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>(578)</u>	<u>(11,812)</u>	<u>-</u>	<u>947</u>	<u>3,302</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ (1,269)</u>	<u>\$ (11,812)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SOUTHWEST DUBOIS COUNTY 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 ESL - SW 14-16	Title III 17-19	SIEC Title III 2014-2016	SIEC Title III	Title III 2016-2018	Title III 15-17	Prepaid Food
Cash and investments - beginning	\$ (108)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	5,889	-	7,429	13,764	5,833	28,536	-
Other receipts	-	-	-	-	-	-	210,071
Total receipts	5,889	-	7,429	13,764	5,833	28,536	210,071
Disbursements:							
Instruction	4,436	-	-	-	4,354	26,896	-
Support services	1,345	-	7,429	13,764	1,479	2,080	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	198,938
Total disbursements	5,781	-	7,429	13,764	5,833	28,976	198,938
Excess (deficiency) of receipts over disbursements	108	-	-	-	-	(440)	11,133
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	108	-	-	-	-	(440)	11,133
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (440)	\$ 11,133

SOUTHWEST DUBOIS COUNTY 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

	Payroll Withholding	Cafeteria Clearing	ECA Activity Reimbursement	Textbook Rental Clearing Account	457B	Miscellaneous Clearing	Totals
Cash and investments - beginning	\$ 96,685	\$ 1,853	\$ (7,170)	\$ -	\$ -	\$ 32	\$ 17,879,873
Receipts:							
Local sources	-	-	-	-	-	-	8,285,468
Intermediate sources	-	-	-	-	-	-	31,953
State sources	-	-	-	-	-	-	11,256,460
Federal sources	-	-	-	-	-	-	1,998,760
Other receipts	2,586,784	1,111,149	65,886	-	14,774	794	4,120,439
Total receipts	2,586,784	1,111,149	65,886	-	14,774	794	25,693,080
Disbursements:							
Instruction	-	-	-	-	-	-	8,950,086
Support services	-	-	-	-	-	-	5,653,745
Noninstructional services	-	-	-	-	-	-	1,266,642
Facilities acquisition and construction	-	-	-	-	-	-	835,797
Debt service	-	-	-	-	-	-	2,379,418
Nonprogrammed charges	2,561,840	1,128,360	78,047	-	14,774	786	5,843,271
Total disbursements	2,561,840	1,128,360	78,047	-	14,774	786	24,928,959
Excess (deficiency) of receipts over disbursements	24,944	(17,211)	(12,161)	-	-	8	764,121
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	1,312
Transfers in	-	-	-	-	-	-	224,236
Transfers out	-	-	-	-	-	-	(224,236)
Total other financing sources (uses)	-	-	-	-	-	-	1,312
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	24,944	(17,211)	(12,161)	-	-	8	765,433
Cash and investments - ending	\$ 121,629	\$ (15,358)	\$ (19,331)	\$ -	\$ -	\$ 40	\$ 18,645,306

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2018

	General	Referendum Tax Levy	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day
Cash and investments - beginning	\$ 4,425,250	\$ 1,556,101	\$ 703,984	\$ 135,132	\$ 1,354,975	\$ 1,780,553	\$ 286,574	\$ 2,172,991
Receipts:								
Local sources	219,712	971,012	923,268	350,801	1,553,990	904,386	27,979	11,949
Intermediate sources	210	-	-	-	-	-	-	-
State sources	10,896,012	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	8,305	2,168	-	-
Total receipts	11,115,934	971,012	923,268	350,801	1,562,295	906,554	27,979	11,949
Disbursements:								
Instruction	7,826,432	-	-	-	-	-	-	-
Support services	2,874,695	-	-	-	720,228	663,434	88,253	-
Noninstructional services	217,216	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	534,910	-	-	-
Debt service	-	835,359	1,188,782	350,258	51,908	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	10,918,343	835,359	1,188,782	350,258	1,307,046	663,434	88,253	-
Excess (deficiency) of receipts over disbursements	197,591	135,653	(265,514)	543	255,249	243,120	(60,274)	11,949
Other financing sources (uses):								
Sale of capital assets	1,184	-	-	-	-	-	-	-
Transfers in	10,585	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	11,769	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	209,360	135,653	(265,514)	543	255,249	243,120	(60,274)	11,949
Cash and investments - ending	\$ 4,634,610	\$ 1,691,754	\$ 438,470	\$ 135,675	\$ 1,610,224	\$ 2,023,673	\$ 226,300	\$ 2,184,940

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2018

	School Lunch	Textbook Rental	Self- Insurance	Joint Services and Supply - Other	SIEC Supplemental Education Services	SIEC Interlocal	SIEC Unemployment Liability	SIEC Obligated Retirement
Cash and investments - beginning	\$ 410,773	\$ 221,259	\$ 4,674,047	\$ 415,542	\$ 176,835	\$ 56,400	\$ 79,109	\$ 8,794
Receipts:								
Local sources	415,793	163,349	1,794,361	454,032	-	2,269	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	67,835	-	14,250	-	-	-	-
Federal sources	654,349	-	-	-	-	-	-	-
Other receipts	48	80,942	-	-	-	-	-	-
Total receipts	1,070,190	312,126	1,794,361	468,282	-	2,269	-	-
Disbursements:								
Instruction	-	-	-	32,446	-	-	-	-
Support services	731	291,904	-	558,329	923	9,427	-	-
Noninstructional services	927,800	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	2,000	-	-	-	-
Nonprogrammed charges	-	-	1,789,400	-	-	-	-	-
Total disbursements	928,531	291,904	1,789,400	592,775	923	9,427	-	-
Excess (deficiency) of receipts over disbursements	141,659	20,222	4,961	(124,493)	(923)	(7,158)	-	-
Other financing sources (uses):								
Sale of capital assets	-	36	-	-	-	-	-	-
Transfers in	-	-	-	-	8,215	-	-	-
Transfers out	-	-	-	(8,215)	-	-	-	-
Total other financing sources (uses)	-	36	-	(8,215)	8,215	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	141,659	20,258	4,961	(132,708)	7,292	(7,158)	-	-
Cash and investments - ending	\$ 552,432	\$ 241,517	\$ 4,679,008	\$ 282,834	\$ 184,127	\$ 49,242	\$ 79,109	\$ 8,794

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2018

	Child Care Program	Educational License Plates	Alternative Education	Early Intervention Grant	Lilly Grant 2016-2017	Dollar General Literacy Grant	Welborn Heroes Grant	Donations, Gifts, and Trusts
Cash and investments - beginning	\$ -	\$ 750	\$ 18,513	\$ -	\$ 12,544	\$ -	\$ 4,589	\$ 19,643
Receipts:								
Local sources	9,002	-	-	-	-	-	199	1,598
Intermediate sources	-	56	-	-	-	1,500	45,945	-
State sources	-	-	6,201	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	9,002	56	6,201	-	-	1,500	46,144	1,598
Disbursements:								
Instruction	5,833	-	22,903	-	-	-	-	-
Support services	-	-	-	-	10,895	-	-	1,373
Noninstructional services	-	-	-	-	-	-	36,276	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	5,833	-	22,903	-	10,895	-	36,276	1,373
Excess (deficiency) of receipts over disbursements	3,169	56	(16,702)	-	(10,895)	1,500	9,868	225
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,169	56	(16,702)	-	(10,895)	1,500	9,868	225
Cash and investments - ending	\$ 3,169	\$ 806	\$ 1,811	\$ -	\$ 1,649	\$ 1,500	\$ 14,457	\$ 19,868

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2018

	Friends of Memorial Gym Donations	RIDGE Donations	RIDGE Fees	Formative Assessment	High Ability 15-16	High Ability 16-17	High Ability 17-18	SIEC High Ability Writing Team
Cash and investments - beginning	\$ 2,707	\$ 17,020	\$ 1,563	\$ -	\$ -	\$ 13,217	\$ -	\$ 340
Receipts:								
Local sources	-	5,000	-	382	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	21,225	-	-	31,643	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	5,000	-	21,607	-	-	31,643	-
Disbursements:								
Instruction	-	-	-	-	-	13,217	22,702	-
Support services	-	-	20,352	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	21,607	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	20,352	21,607	-	13,217	22,702	-
Excess (deficiency) of receipts over disbursements	-	5,000	(20,352)	-	-	(13,217)	8,941	-
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	22,020	-	-	-	-	-
Transfers out	-	(22,020)	-	-	-	-	-	-
Total other financing sources (uses)	-	(22,020)	22,020	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(17,020)	1,668	-	-	(13,217)	8,941	-
Cash and investments - ending	\$ 2,707	\$ -	\$ 3,231	\$ -	\$ -	\$ -	\$ 8,941	\$ 340

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2018

	SIEC High Ability Resources 15-16	Drug Free Communities	Medicaid Reimbursement	School Safety Grant 14-15	School Safety Grant 16-17	NESP 2015-2016	NESP 2016-2017	NESP 2017-2018
Cash and investments - beginning	\$ -	\$ 250	\$ 5,376	\$ -	\$ (24,654)	\$ -	\$ 9,583	\$ -
Receipts:								
Local sources	-	-	-	-	656	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	37,282	-	10,348	-	-	-	-	81,726
Federal sources	-	-	-	-	23,998	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	<u>37,282</u>	<u>-</u>	<u>10,348</u>	<u>-</u>	<u>24,654</u>	<u>-</u>	<u>-</u>	<u>81,726</u>
Disbursements:								
Instruction	-	-	-	-	-	-	9,583	53,325
Support services	37,282	-	-	-	-	-	-	5,997
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>37,282</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,583</u>	<u>59,322</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>10,348</u>	<u>-</u>	<u>24,654</u>	<u>-</u>	<u>(9,583)</u>	<u>22,404</u>
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	(10,585)	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(10,585)</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>-</u>	<u>-</u>	<u>(237)</u>	<u>-</u>	<u>24,654</u>	<u>-</u>	<u>(9,583)</u>	<u>22,404</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 250</u>	<u>\$ 5,139</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,404</u>

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2018

	SW Dubois Technology Fund	State Connectivity	SIEC - State Connectivity	Career and Technical Performance Grant	SW Dubois Multi-Bldg Construction	Senator David Ford Technology Grant	Project Lead the Way	Title I 2016-2017
Cash and investments - beginning	\$ -	\$ 4,843	\$ 4,874	\$ 8,343	\$ 22,666	\$ (26,065)	\$ -	\$ (10,321)
Receipts:								
Local sources	119	17,137	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	7,980	-	6,021	-	75,000	-	-
Federal sources	-	-	-	-	-	-	-	22,303
Other receipts	-	-	-	-	-	-	-	-
Total receipts	119	25,117	-	6,021	-	75,000	-	22,303
Disbursements:								
Instruction	-	-	-	-	-	-	-	6,657
Support services	-	26,259	4,874	2,750	-	31,705	1,000	4,238
Noninstructional services	-	-	-	-	-	-	-	1,087
Facilities acquisition and construction	119	-	-	-	-	17,230	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	119	26,259	4,874	2,750	-	48,935	1,000	11,982
Excess (deficiency) of receipts over disbursements	-	(1,142)	(4,874)	3,271	-	26,065	(1,000)	10,321
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,142)	(4,874)	3,271	-	26,065	(1,000)	10,321
Cash and investments - ending	\$ -	\$ 3,701	\$ -	\$ 11,614	\$ 22,666	\$ -	\$ (1,000)	\$ -

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2018

	Title I 15-16	Title I 2017-2018	Migrant Ed 2014-2015	SIEC Migrant Ed 2015-2017	SIEC Migrant Education 16-18	Medicaid Reimbursement - Federal	21st Century 15-16
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ (121,183)	\$ -	\$ 137,797	\$ -
Receipts:							
Local sources	-	-	-	15,275	-	11,671	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	156,082	-	490,822	303,943	18,250	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	156,082	-	506,097	303,943	29,921	-
Disbursements:							
Instruction	-	51,558	-	363,635	84,359	-	-
Support services	-	118,839	-	21,279	234,652	6,267	-
Noninstructional services	-	1,191	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	7,891	-	-
Total disbursements	-	171,588	-	384,914	326,902	6,267	-
Excess (deficiency) of receipts over disbursements	-	(15,506)	-	121,183	(22,959)	23,654	-
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(15,506)	-	121,183	(22,959)	23,654	-
Cash and investments - ending	\$ -	\$ (15,506)	\$ -	\$ -	\$ (22,959)	\$ 161,451	\$ -

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2018

	21st Century 2016-2017	21st Century 2017-2018	Title II 17-19	Title II 2014-2016	Title II 2015-2017	Title II 16-18	SIEC-Title III 16-18 ESL
Cash and investments - beginning	\$ (1,269)	\$ (11,812)	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	1,269	230,236	10,070	-	4,130	39,583	10,877
Other receipts	-	-	-	-	-	-	-
Total receipts	1,269	230,236	10,070	-	4,130	39,583	10,877
Disbursements:							
Instruction	-	115,260	10,897	-	-	29,104	-
Support services	-	103,164	2,805	-	4,130	11,960	10,877
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	-	218,424	13,702	-	4,130	41,064	10,877
Excess (deficiency) of receipts over disbursements	1,269	11,812	(3,632)	-	-	(1,481)	-
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,269	11,812	(3,632)	-	-	(1,481)	-
Cash and investments - ending	\$ -	\$ -	\$ (3,632)	\$ -	\$ -	\$ (1,481)	\$ -

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2018

	Title III ESL - SW 14-16	Title III 17-19	SIEC Title III 2014-2016	SIEC Title III	Title III 2016-2018	Title III 15-17	Prepaid Food
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (440)	\$ 11,133
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	4,607	-	5,917	30,291	2,795	-
Other receipts	-	-	-	-	-	-	404,046
Total receipts	-	4,607	-	5,917	30,291	2,795	404,046
Disbursements:							
Instruction	-	4,185	-	-	30,144	1,721	-
Support services	-	422	-	5,917	2,841	634	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	402,420
Total disbursements	-	4,607	-	5,917	32,985	2,355	402,420
Excess (deficiency) of receipts over disbursements	-	-	-	-	(2,694)	440	1,626
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	(2,694)	440	1,626
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ (2,694)	\$ -	\$ 12,759

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2018

	Payroll Withholding	Cafeteria Clearing	ECA Activity Reimbursement	Textbook Rental Clearing Account	457B	Miscellaneous Clearing	Totals
Cash and investments - beginning	\$ 121,629	\$ (15,358)	\$ (19,331)	\$ -	\$ -	\$ 40	\$ 18,645,306
Receipts:							
Local sources	-	-	-	-	-	-	7,853,940
Intermediate sources	-	-	-	-	-	-	47,711
State sources	-	-	-	-	-	-	11,255,523
Federal sources	-	-	-	-	-	-	2,009,522
Other receipts	2,521,938	1,020,280	39,212	38,480	13,542	1	4,128,962
Total receipts	2,521,938	1,020,280	39,212	38,480	13,542	1	25,295,658
Disbursements:							
Instruction	-	-	-	-	-	-	8,683,961
Support services	-	-	-	-	-	-	5,878,436
Noninstructional services	-	-	-	-	-	-	1,183,570
Facilities acquisition and construction	-	-	-	-	-	-	573,866
Debt service	-	-	-	36,845	-	-	2,465,152
Nonprogrammed charges	2,531,936	1,019,703	27,093	-	13,542	1	5,791,986
Total disbursements	2,531,936	1,019,703	27,093	36,845	13,542	1	24,576,971
Excess (deficiency) of receipts over disbursements	(9,998)	577	12,119	1,635	-	-	718,687
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	1,220
Transfers in	-	-	-	-	-	-	40,820
Transfers out	-	-	-	-	-	-	(40,820)
Total other financing sources (uses)	-	-	-	-	-	-	1,220
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(9,998)	577	12,119	1,635	-	-	719,907
Cash and investments - ending	\$ 111,631	\$ (14,781)	\$ (7,212)	\$ 1,635	\$ -	\$ 40	\$ 19,365,213

(This page intentionally left blank.)

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
SCHEDULE OF PAYABLES AND RECEIVABLES  
June 30, 2018

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ -</u>	<u>\$ 17,045</u>

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
SCHEDULE OF LEASES AND DEBT  
June 30, 2018

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Apple Inc.	One to One Technology Devices	\$ 15,063	5/25/2018	6/30/2020
German American Financial	One to One Technology Devices	73,689	6/28/2017	6/30/2021
Southwest Dubois County Elementary Facilities Corporation	Elementary Schools Renovation and Addition	885,000	7/15/1998	6/30/2019
Southwest Dubois County Multi-School Building Corporation	Middle and High School Renovation and Addition	<u>822,000</u>	6/30/2011	12/31/2027
Total governmental activities		<u>1,795,752</u>		
Total of annual lease payments		<u>\$ 1,795,752</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	Retirement/Severance Bonds	\$ 2,004,461	\$ 351,179
Notes and loans payable	2010 Common School - Middle/High School Project	<u>6,489,540</u>	<u>718,485</u>
Total governmental activities		<u>8,494,001</u>	<u>1,069,664</u>
Totals		<u>\$ 8,494,001</u>	<u>\$ 1,069,664</u>

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
 SCHEDULE OF CAPITAL ASSETS  
 June 30, 2018

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.

	Ending Balance
Governmental activities:	
Infrastructure	\$ 2,055,800
Buildings	60,109,020
Improvements other than buildings	162,300
Machinery, equipment, and vehicles	<u>1,547,159</u>
Total governmental activities	<u>63,874,279</u>
Total capital assets	<u><u>\$ 63,874,279</u></u>

(This page intentionally left blank.)

SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



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

TO: THE OFFICIALS OF THE SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION, DUBOIS COUNTY, INDIANA

**Report on Compliance for Each Major Federal Program**

We have audited the Southwest Dubois County 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, 2016 to June 30, 2018. 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.

***Opinion on Each Major Federal Program***

In our opinion, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the period of July 1, 2016 to June 30, 2018.

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

**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 item 2018-001. 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.

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 2018-001 and 2018-002, 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, CPA  
State Examiner

(This page intentionally left blank.)

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.

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Years Ended June 30, 2017 and 2018

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 06-30-17	Total Federal Awards Expended 06-30-17	Passed Through to Subrecipient 06-30-18	Total Federal Awards Expended 06-30-18
<b>Department of Agriculture</b>							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553					
School Breakfast Program			FY 2017	\$ -	\$ 125,781	\$ -	\$ -
School Breakfast Program			FY 2018	-	-	-	122,965
Total - School Breakfast Program				-	125,781	-	122,965
National School Lunch Program							
National School Lunch Program	Indiana Department of Education	10.555					
National School Lunch Program			FY 2017	-	483,658	-	-
National School Lunch Program			FY 2018	-	-	-	500,112
Commodities				-	116,988	-	123,924
Total - National School Lunch Program				-	600,646	-	624,036
Summer Food Service Program for Children							
Summer Food Service Program for Children	Indiana Department of Education	10.559					
Summer Food Service Program for Children			FY 2017	-	14,443	-	-
Summer Food Service Program for Children			FY 2018	-	-	-	20,433
Total - Summer Food Service Program for Children				-	14,443	-	20,433
Total - Child Nutrition Cluster				-	740,870	-	767,434
Child and Adult Care Food Program							
Child and Adult Care Food Program	Indiana Department of Education	10.558					
Child and Adult Care Food Program			FY 2017	-	2,129	-	-
Child and Adult Care Food Program			FY 2018	-	-	-	1,022
Total - Child and Adult Care Food Program				-	2,129	-	1,022
Total - Department of Agriculture				-	742,999	-	768,456
<b>Department of Education</b>							
Special Education Cluster (IDEA)							
Special Education Grants to State							
FY 2015 Part B IDEA 611	Indiana Department of Education	84.027	14215-011-PN01	-	24,669	-	-
FY 2016 Part B IDEA 611			14216-009-PN01	-	222,871	-	10,634
FY 2017 Part B IDEA 611			14217-009-PN01	-	160,150	-	254,736
FY 2018 Part B IDEA			18611-009-PN01	-	-	-	185,934
Total - Special Education Grants to State				-	407,690	-	451,304
Special Education Preschool Grants							
FY 2016 Part B 619 PRESCHOOL	Indiana Department of Education	84.173	45716-009-PN01	-	8,757	-	-
FY 2017 Part B 619 PRESCHOOL			45717-009-PN01	-	3,375	-	12,930
FY 2018 Part B 619 PRESCHOOL			18619-009-PN01	-	-	-	3,886
Total - Special Education Preschool Grants				-	12,132	-	16,816
Total - Special Education Cluster (IDEA)				-	419,822	-	468,120
Title I Grants to Local Educational Agencies							
Title I 15-16	Indiana Department of Education	84.010	16-2110	-	22,917	-	-
Title I 2016-2017			17-2110	-	160,184	-	22,303
Title I 2017-2018			18-2110	-	-	-	156,082
Total - Title I Grants to Local Educational Agencies				-	183,101	-	178,385

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Years Ended June 30, 2017 and 2018

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 06-30-17	Total Federal Awards Expended 06-30-17	Passed Through to Subrecipient 06-30-18	Total Federal Awards Expended 06-30-18
Migrant Education State Grant Program	Indiana Department of Education	84.011					
Migrant Ed 2014-2015			38214-012-PN01	-	474,788	-	-
SIEC Migrant Ed 2015-2017			38215-006-PN01	-	278,129	-	490,822
SIEC Migrant Education 16-18			38216-006-PN01	-	-	-	303,943
<b>Total - Migrant Education State Grant Program</b>				<b>-</b>	<b>752,917</b>	<b>-</b>	<b>794,765</b>
Twenty-First Century Community Learning Centers	Indiana Department of Education	84.287					
21st Century 15-16			S287C140014	-	19,676	-	-
21st Century 2016-2017			S287C150014	-	258,648	-	1,269
21st Century 2017-2018			S287C160014	-	-	-	230,236
<b>Total - Twenty-First Century Community Learning Centers</b>				<b>-</b>	<b>278,324</b>	<b>-</b>	<b>231,505</b>
English Language Acquisition State Grants	Indiana Department of Education	84.365					
Title III ESL - SW 14-16			01115-015-PN01	-	5,889	-	-
SIEC Title III 2014-2016			01115-107-PN01	-	7,429	-	-
Title III 15-17			01116-015-PN01	-	28,536	-	2,795
SIEC Title III			01116-129-PN01	-	13,764	-	5,917
Title III 2016-2018			01117-014-PN01	-	5,833	-	30,291
SIEC-Title III 16-18 ESL			01117-206-PN01	-	7,185	-	10,877
Title III 17-19			01118-013-PN01	-	-	-	4,607
<b>Total - English Language Acquisition State Grants</b>				<b>-</b>	<b>68,636</b>	<b>-</b>	<b>54,487</b>
Supporting Effective Instruction State Grants	Indiana Department of Education	84.367					
Title II 2014-2016			S367A140013	-	2,597	-	-
Title II 2015-2017			S367A150013	-	33,508	-	4,130
Title II 16-18			S367A160013	-	-	-	39,583
Title II 17-19			S367A170013	-	-	-	10,070
<b>Total - Supporting Effective Instruction State Grants</b>				<b>-</b>	<b>36,105</b>	<b>-</b>	<b>53,783</b>
<b>Total - Department of Education</b>				<b>-</b>	<b>1,738,905</b>	<b>-</b>	<b>1,781,045</b>
<b>Department of Health and Human Services</b>							
Medicaid Cluster							
Medical Assistance Program	Indiana Family and Social Services Administration	93.778					
Medicaid Reimbursement/Federal			2016/2017	-	25,076	-	-
Medicaid Reimbursement/Federal			2017/2018	-	-	-	29,921
<b>Total - Medical Assistance Program</b>				<b>-</b>	<b>25,076</b>	<b>-</b>	<b>29,921</b>
<b>Total - Medicaid Cluster</b>				<b>-</b>	<b>25,076</b>	<b>-</b>	<b>29,921</b>
<b>Total - Department of Health and Human Services</b>				<b>-</b>	<b>25,076</b>	<b>-</b>	<b>29,921</b>
<b>Total federal awards expended</b>				<b>\$ -</b>	<b>\$ 2,506,980</b>	<b>\$ -</b>	<b>\$ 2,579,422</b>

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

SOUTHWEST DUBOIS COUNTY 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, 2017 and 2018. 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 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.

**Note 3. Exceptional Children's Cooperative**

The School Corporation is a member of the Exceptional Children's Cooperative (Cooperative). The Cooperative operates the Special Education program for the School Corporation. As a result, some activity for the Special Education Cluster (IDEA) that is presented on the Schedule of Expenditures of Federal Awards is not presented as receipts and disbursements in the financial statement of the School Corporation.

SOUTHWEST DUBOIS COUNTY 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?	no
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
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>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>	<u>Opinion Issued</u>
	Child Nutrition Cluster	Unmodified
	Special Education Cluster (IDEA)	Unmodified
84.287	Twenty-First Century Community Learning Centers	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**

No matters are reportable.

**Section III - Federal Award Findings and Questioned Costs**

**FINDING 2018-001**

Subject: Child Nutrition Cluster - Procurement and Suspension and Debarment  
 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 2017, FY 2018  
 Pass-Through Entity: Indiana Department of Education  
 Compliance Requirement: Procurement and Suspension and Debarment  
 Audit Findings: Material Weakness, Other Matters

SOUTHWEST DUBOIS COUNTY 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 Procurement and Suspension and Debarment compliance requirement.

*Procurement*

The School Corporation had not established an effective internal control system to ensure compliance with the procurement requirements. The School Corporation had a procurement policy; however, there were no controls in place to ensure procurement procedures were followed.

The School Corporation had ten vendors with yearly expenditures over the \$3,500 threshold for small purchases; however, the School Corporation did not obtain price or rate quotations from an adequate number of qualified sources as required. In addition, the School Corporation entered into a covered transaction with a food and supply vendor. The total purchases for food and supplies from the vendor during the 2016-2017 and 2017-2018 school years exceeded \$150,000, an amount over the simplified acquisition threshold (greater than \$150,000), for which the federal procurement policy required the School Corporation to advertise for bids or Request for Proposals (RFP) prior to purchase. Food and supply purchases were not procured in accordance with federal policies and procedures.

*Suspension and Debarment*

The School Corporation had not established an effective internal control system to ensure compliance with the suspension and debarment requirements. There were no controls in place to ensure that vendors were not suspended or debarred from participation in federal programs.

The School Corporation did not comply with the suspension and debarment requirements for the 2016-2017 and 2017-2018 school years. There were three vendors during each school year that exceeded \$25,000. The School Corporation did not perform any procedures to verify that the vendors were not suspended or debarred prior to entering into covered transactions.

*Context*

Internal control issues were systemic, occurring throughout the audit period, and enabled noncompliance with the Procurement and Suspension and Debarment compliance requirement.

*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). . . ."

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

2 CFR 200.318(a) states: "The non-Federal entity must use its own documented procurement procedures which reflect applicable State, local, and tribal laws and regulations, provided that the procurements conform to applicable Federal law and the standards identified in this part."

2 CFR 200.320 states in part:

"The non-Federal entity must use one of the following methods of procurement.

(a) Procurement by micro-purchases. Procurement by micro-purchase is the acquisition of supplies or services, the aggregate dollar amount of which does not exceed the micro-purchase threshold (§ 200.67 Micro-purchase). To the extent practicable, the non-Federal entity must distribute micro-purchases equitably among qualified suppliers. Micro-purchases may be awarded without soliciting competitive quotations if the non-Federal entity considers the price to be reasonable.

(b) Procurement by small purchase procedures. Small purchase procedures are those relatively simple and informal procurement methods for securing services, supplies, or other property that do not cost more than the Simplified Acquisition Threshold. If small purchase procedures are used, price or rate quotations must be obtained from an adequate number of qualified sources.

(c) Procurement by sealed bids (formal advertising). Bids are publicly solicited and a firm fixed price contract (lump sum or unit price) is awarded to the responsible bidder whose bid, conforming with all the material terms and conditions of the invitation for bids, is the lowest in price. The sealed bid method is the preferred method for procuring construction, if the conditions in paragraph (c)(1) of this section apply. . . ."

2 CFR 180.300 states:

"When you enter into a covered transaction with another person at the next lower tier, you must verify that the person with whom you intend to do business is not excluded or disqualified.

You do this by:

- (a) Checking the SAM Exclusions; or
- (b) Collecting a certification from that person; or
- (c) Adding a clause or condition to the covered transaction with that person."

*Cause*

Management of the School Corporation had not developed a system of internal controls that would have ensured compliance with the Procurement and Suspension and Debarment compliance requirement.

*Effect*

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

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation's management establish controls to ensure compliance with the grant agreement and the Procurement and Suspension and Debarment compliance requirement.

*Views of Responsible Officials*

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

**FINDING 2018-002**

Subject: Child Nutrition Cluster - Reporting

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 2017, FY 2018

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Reporting

Audit Finding: Material Weakness

*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.

Monthly Sponsor Claims (Claims for Reimbursement), Annual Financial Reports, and School Food Authority (SFA) Verification Collection Reports were prepared and submitted by one individual. There was no segregation of duties, such as an oversight, review, or approval process.

*Context*

The lack of controls was a systemic issue, which occurred 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). . . ."

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

*Cause*

Management of the School Corporation had not developed a system of internal controls that would have ensured compliance with the Reporting compliance requirement.

*Effect*

The failure to establish an effective internal control system, which would include segregation of duties, placed the School Corporation at risk of noncompliance with the grant agreement and the Reporting 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 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.

# Southwest Dubois County School Corporation

113 N Jackson St, Huntingburg IN 47542  
Phone 812-683-3971 ~ Fax 812-683-2752  
www.swdubois.k12.in.us □ punda1@swdubois.k12.in.us  
**Allison Pund, Business Manager**

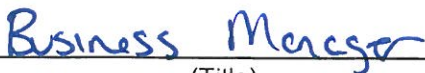
## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS


### **FINDING 2016-001**

Fiscal year in which the finding initially occurred: FY2015  
Contact Person Responsible for Corrective Action: Allison Pund  
Contact Phone Number: 812-683-3971

Status of Audit Finding: The Superintendent now approves the SEFA report and keeps a copy for his record.

  
\_\_\_\_\_  
(Signature)

  
\_\_\_\_\_  
(Title)

  
\_\_\_\_\_  
(Date)



~ Every student, Every day ~

# Southwest Dubois County School Corporation

113 N Jackson St, Huntingburg IN 47542  
Phone 812-683-3971 ~ Fax 812-683-2752  
www.swdubois.k12.in.us □ punda1@swdubois.k12.in.us  
**Allison Pund, Business Manager**

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### **FINDING 2016-002**

Fiscal year in which the finding initially occurred: FY2015  
Contact Person Responsible for Corrective Action: Allison Pund  
Contact Phone Number: 812-683-3971

Status of Audit Finding: We increased Internal Controls with Dunn and Associates. Monthly, we receive bank statements and breakdowns of all expenses and receipts for the plan. We also started receiving check registers monthly to support any payments coming out of the plan.

Allison Pund  
(Signature)

Business Manager  
(Title)

12/19/18  
(Date)



~ Every student, Every day ~

# Southwest Dubois County School Corporation

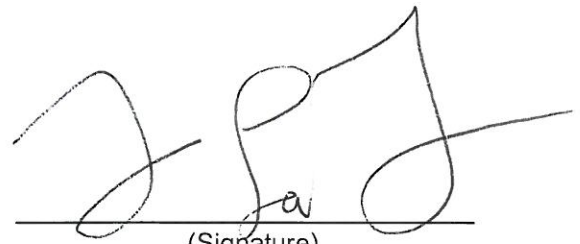
113 N Jackson St, Huntingburg IN 47542  
Phone 812-683-3971 ~ Fax 812-683-2752  
www.swdubois.k12.in.us □ punda1@swdubois.k12.in.us  
**Allison Pund, Business Manager**

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

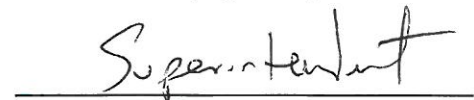
### **FINDING 2016-003**

Fiscal year in which the finding initially occurred: FY 2015  
Contact Person Responsible for Corrective Action: Timothy LaGrange  
Contact Phone Number: 812-683-3971

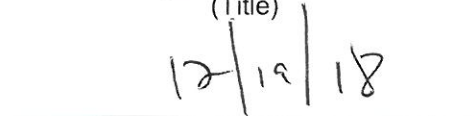
Status of Audit Finding: The superintendent is ensuring that the Exceptional Children's Co-op verifies that vendors are not suspended or debarred from participating in federal assistance programs prior to awarding contracts with them.



(Signature)



(Title)



(Date)



~ Every student, Every day ~

# Southwest Dubois County School Corporation

113 N Jackson St, Huntingburg IN 47542  
Phone 812-683-3971 ~ Fax 812-683-2752  
www.swdubois.k12.in.us □ punda1@swdubois.k12.in.us  
**Allison Pund, Business Manager**

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

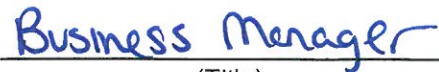
### **FINDING 2016-004**

Fiscal year in which the finding initially occurred: FY2015  
Contact Person Responsible for Corrective Action: Allison Pund  
Contact Phone Number: 812-683-3971

Status of Audit Finding: If Indirect Cost is incurred, it is now documented and recorded in the grant folders.



(Signature)



(Title)



(Date)



~ Every student, Every day ~

# Southwest Dubois County School Corporation

113 N Jackson St, Huntingburg IN 47542

Phone 812-683-3971 • Fax 812-683-2752

www.swdubois.k12.in.us • lagranget@swdubois.k12.in.us

**Tim LaGrange, Superintendent**

## CORRECTIVE ACTION PLAN

### ***FINDING 2018-001***

Contact Person Responsible for Corrective Action: Ora Lee Cotton and Allison Pund  
Contact Phone Number: 812-683-3971

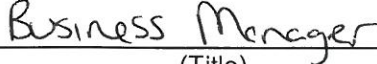
Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: The School Corporation will establish internal controls to ensure compliance with the grant agreement and the Procurement and Suspension and Debarment compliance requirement. The school corporation will procure any food and supply purchases that exceed \$150,000 and will maintain documentation for procurement procedures for purchases under \$150,000. The school corporation will also verify that vendors are not suspended or debarred prior to entering into covered transactions.


Anticipated Completion Date: Immediately

  
\_\_\_\_\_

(Signature)

  
\_\_\_\_\_

(Title)

  
\_\_\_\_\_



~ Every student, Every day ~

# Southwest Dubois County School Corporation

113 N Jackson St, Huntingburg IN 47542

Phone 812-683-3971 • Fax 812-683-2752

www.swdubois.k12.in.us • lagranget@swdubois.k12.in.us

**Tim LaGrange, Superintendent**

## CORRECTIVE ACTION PLAN

### **FINDING 2018-002**

Contact Person Responsible for Corrective Action: Ora Lee Cotton and Allison Pund  
Contact Phone Number: 812-683-3971

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan: The school corporation will establish controls relating to grant agreement and reporting compliance requirements by having the Business Manager review and approve all Monthly Sponsor Claims, Annual Financial Reports, and School Food Authority Verification Collection Reports.

Anticipated Completion Date: Immediately

  
\_\_\_\_\_  
(Signature)

*Business Manager*  
\_\_\_\_\_  
(Title)

*2/6/19*  
\_\_\_\_\_  
(Date)



~ Every student, Every day ~

#### 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/>.