

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

LEBANON COMMUNITY SCHOOL CORPORATION
BOONE COUNTY, INDIANA

July 1, 2016 to June 30, 2018



FILED
03/27/2019

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	12-16
Other Information - Unaudited:	
Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	18-37
Schedule of Payables and Receivables	39
Schedule of Leases and Debt	40
Schedule of Capital Assets.....	41
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance	44-45
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards.....	48-49
Notes to Schedule of Expenditures of Federal Awards	50
Schedule of Findings and Questioned Costs	51-55
Auditee-Prepared Documents:	
Summary Schedule of Prior Audit Findings.....	58-61
Corrective Action Plan	62-63
Other Reports.....	64

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Melissa Moore	07-01-16 to 06-30-19
Superintendent of Schools	Dr. Robert L. Taylor	07-01-16 to 06-30-19
President of the School Board	Michael Burton Elizabeth Keith Robert Wirey	07-01-16 to 12-31-16 01-01-17 to 12-31-18 01-01-19 to 12-31-19



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE LEBANON COMMUNITY SCHOOL
CORPORATION, BOONE COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Lebanon Community 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 March 11, 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

March 11, 2019



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

TO: THE OFFICIALS OF THE LEBANON COMMUNITY SCHOOL
CORPORATION, BOONE 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 Lebanon Community 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 March 11, 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 and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs as item 2018-001, that we consider to be a material weakness.

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

Compliance and Other Matters


As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2018-001.

Lebanon Community School Corporation's Response to Findings

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

Purpose of This Report

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


Paul D. Joyce, CPA
State Examiner

March 11, 2019

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES

The financial statement and accompanying notes were approved by management of the School Corporation. The financial statement and notes are presented as intended by the School Corporation.

LEBANON COMMUNITY 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	\$ 2,207,851	\$ 23,541,795	\$ 22,703,931	\$ 24,782	\$ 3,070,497	\$ 24,113,646	\$ 23,210,625	\$ 21,894	\$ 3,995,412
Debt Service	1,683,525	5,263,095	4,901,486	(191,904)	1,853,230	4,262,866	4,499,116	(3,839)	1,613,141
Retirement/Severance Bond Debt Service	110,953	357,437	310,563	(9,232)	148,595	302,757	307,837	3,107	146,622
Referendum Debt Exempt Capital	1,254,678	4,402,576	3,455,500	(60,015)	2,141,739	5,389,252	4,408,000	15,170	3,138,161
Capital Projects	638,346	3,037,630	2,742,322	(20,742)	912,912	3,069,819	3,112,923	29,732	899,540
School Transportation	526,585	2,111,377	1,776,417	(73,729)	787,816	2,167,661	2,010,122	17,477	962,832
School Bus Replacement	(147,412)	432,567	97,289	22,309	210,175	440,173	787,179	21,553	(115,278)
Rainy Day	2,508,996	-	20,313	200,001	2,688,684	-	4,687	(1)	2,683,996
Construction	32,445	12	32,457	-	-	-	-	-	-
G.O. Bond 2015	631,383	1,056	501,242	-	131,197	(637)	130,545	(15)	-
G.O Bond 2017	-	168	192,237	2,015,192	1,823,123	14,178	1,014,964	(15,177)	807,160
School Lunch	162,901	1,896,459	1,999,842	-	59,518	2,038,363	1,806,788	-	291,093
Textbook Rental	497,751	421,266	453,305	34,382	500,094	330,769	645,917	57,381	242,327
Levy Excess	-	-	-	118,444	118,444	-	-	(118,444)	-
Joint Services and Supply - Special Education Cooperative	106,087	1,469,429	1,394,923	-	180,593	1,386,269	1,333,670	-	233,192
OT PT JT Services	(9,997)	108,655	101,439	-	(2,781)	125,094	133,838	1,182	(10,343)
Lilly Counseling Initiative Grant	-	30,000	22,556	-	7,444	-	7,444	-	-
Science Grant	-	-	-	-	-	-	49,080	-	(49,080)
Building Trades	(197,327)	(1)	156,970	198,573	(155,725)	146	170,340	215,652	(110,267)
LEF Grants Spring 2013	-	-	-	-	-	5,500	-	-	5,500
LEF Grants Fall 2013	-	4,417	2,248	-	2,169	-	2,124	(45)	-
LEF November 2011 Grant Awards & Spring 2014	-	10,038	3,922	-	6,116	-	3,087	-	3,029
LEF Grants Fall 2014	320	-	252	-	68	6,074	4,271	1,091	2,962
LEF Grants Spring 2015	76	-	-	-	76	-	-	(76)	-
LEF Grants Fall 2015	3,573	-	2,603	-	970	-	-	(970)	-
LEF Grant October 2012	2,332	-	2,332	-	-	-	-	-	-
Go Build Indiana	(6,917)	31,822	24,905	-	-	-	-	-	-
Formative Assessment	-	37,844	37,844	-	-	42,291	42,131	-	160
Instruction Support	3,487	6,395	11,431	4,000	2,451	10,468	3,773	-	9,146
Instructional Support Fund	29,874	110,261	86,896	-	53,239	118,462	110,223	2,518	63,996
LHS After School Program	2,337	-	-	(2,337)	-	-	-	-	-
Food Pantry Stokes	17,498	15,566	9,858	-	23,206	14,166	12,405	-	24,967
Read-up Program	2,382	5,000	3,358	-	4,024	6,001	4,253	-	5,772
Graduation Coach 2015-2016	9,169	(1)	7,849	(1,319)	-	68,587	60,274	2,252	10,565
Graduation Coach 2013-2014	12,063	50,001	56,619	3,656	9,101	-	6,849	(2,252)	-
LCSC Hosted Tech Training	830	-	500	-	330	-	-	-	330
Kat Program- Stokes	-	42,799	16,454	-	26,345	-	3,238	-	23,107

LEBANON COMMUNITY 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
Educational Support - LCSC	53,768	20,878	29,193	-	45,453	41,430	33,545	(1,182)	52,156
Lost Library Books	1,985	1,654	410	-	3,229	1,068	766	-	3,531
Career and Technical Counselor	11,047	80,000	89,969	-	1,078	80,000	81,078	-	-
Computer Consortium/Ed Tech Advance	(4,125)	350,800	346,675	-	-	344,800	344,800	-	-
Medicaid Reimbursement	40,026	31,081	5,346	-	65,761	49,321	37,234	-	77,848
Secured Schools Safety Grant	(25,029)	49,998	24,969	-	-	-	37,028	-	(37,028)
Non-English Speaking Programs	3,431	-	3,431	-	-	-	-	-	-
NESP 2016-2017 Grant	-	11,892	7,339	-	4,553	-	4,553	-	-
NESP 2009-2010 Grant	-	-	-	-	-	12,750	5,180	-	7,570
School Technology	23,587	8,468	15,489	-	16,566	11,010	6,000	-	21,576
Technology Grants [IC 20-40-15]	62,748	96,640	72,728	(4,000)	82,660	62,480	66,102	-	79,038
Career and Technical Performance Grant	-	21,343	21,131	-	212	14,615	14,827	-	-
DWD Work Ethic Certification	-	-	690	-	(690)	6,961	6,511	-	(240)
Title I 2017-2018	-	-	-	-	-	275,117	310,146	-	(35,029)
Title I 2015-2016	(41,314)	72,996	31,682	-	-	-	-	-	-
Title I School Improvement Grant	-	272,161	289,771	-	(17,610)	114,775	97,165	-	-
Title I IUMCH 2017-2018	-	-	-	-	-	26,311	34,867	-	(8,556)
Title I Part D, IUMCH 2015-2016	(3,103)	3,103	-	-	-	-	-	-	-
Title I IUMCH 2016-2017	-	15,978	18,520	-	(2,542)	4,934	2,392	-	-
IDEA 611 Lebanon 2016-2017	-	757,556	772,120	-	(14,564)	92,088	77,524	-	-
Flow Through IDEA 611 2015-2016	(45,137)	124,915	79,778	-	-	-	-	-	-
IDEA 611 Lebanon 2013-2014	-	-	-	-	-	732,265	772,461	-	(40,196)
IDEA-611 Flow Thru Jt. Services/Co-Op	(76,971)	2,157,181	2,080,210	-	-	2,266,491	2,328,384	-	(61,893)
619 Federal Pre-School SP ED FY17	-	26,919	26,919	-	-	-	-	-	-
IDEA 619 Lebanon 2013-2014	-	-	-	-	-	26,502	26,502	-	-
619 Federal Pre-School SP ED	-	54,388	54,388	-	-	68,254	76,059	-	(7,805)
Medicaid Reimbursement - Federal	102,843	62,301	-	-	165,144	95,052	7,033	-	253,163
Title IIA 2015-2017	(44,941)	84,152	55,382	-	(16,171)	16,351	180	-	-
Title IIA 2013-2015	-	-	8,965	-	(8,965)	44,438	78,059	-	(42,586)
Title IIA 2014-2016	(10,308)	11,268	960	-	-	-	738	-	(738)
Prepaid Food	22,716	887,776	877,235	-	33,256	948,388	950,461	-	31,184
Clearing	68,245	5,755,310	5,766,166	-	57,390	5,906,093	5,904,402	-	59,081
Totals	<u>\$ 10,223,257</u>	<u>\$ 54,346,421</u>	<u>\$ 51,809,329</u>	<u>\$ 2,258,061</u>	<u>\$ 15,018,410</u>	<u>\$ 55,153,399</u>	<u>\$ 55,189,699</u>	<u>\$ 247,008</u>	<u>\$ 15,229,118</u>

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

LEBANON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

School Corporation, as used herein, shall include, but is not limited to, the following: school townships, school towns, school cities, consolidated school corporations, joint schools, metropolitan school districts, township school districts, county schools, united schools, school districts, cooperatives, educational service centers, community schools, community school corporations, and charter schools.

The School Corporation was established under the laws of the State of Indiana. The School Corporation operates under a Board of School Trustees form of government and provides educational services.

The accompanying financial statement presents the financial information for the School Corporation.

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

Local sources. Amounts received from taxes, revenue from local governmental units other than school corporations, transfer tuition, transportation fees, investment income, food services, School Corporation activities, revenue from community service activities, and other revenue from local sources.

Intermediate sources. Amounts received as distributions from the County for fees collected for or on behalf of the School Corporation including, but not limited to, the following: educational license plate fees, congressional interest, riverboat distributions, and other similar fees.

LEBANON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

E. Disbursements

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

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

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

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

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

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

Interfund loans. Amounts temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

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:

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

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

LEBANON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

Note 4. Deposits and Investments

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

LEBANON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. 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

LEBANON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

B. Additional Pension Plan

The School Corporation also contributes to an additional pension plan unique to the School Corporation. Information regarding this plan may be obtained from the School Corporation.

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of funds being set up as reimbursable grants, as well as disbursements exceeding receipts due to the under-estimation of current requirements.

Note 8. Holding Corporation

The School Corporation has entered into a capital lease with the Lebanon Middle 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 \$7,516,000 and \$7,509,900, respectively.

Note 9. Subsequent Events

In October 2018, the School Corporation received bond proceeds in the amount of \$5,000,000 with the issuance of the General Obligation Bonds of 2018. Bond proceeds are for the purpose of a construction project for school renovations.

Note 10. Other Postemployment Benefits

The School Corporation provides to eligible retirees and their spouses the following benefits: medical, dental, vision, and life insurance. 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.

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.

LEBANON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	General	Debt Service	Retirement/ Severance/ Bond Debt Service	Referendum Debt Exempt Capital	Capital Projects	School Transportation	School Bus Replacement
Cash and investments - beginning	\$ 2,207,851	\$ 1,683,525	\$ 110,953	\$ 1,254,678	\$ 638,346	\$ 526,585	\$ (147,412)
Receipts:							
Local sources	337,651	5,263,095	357,437	4,402,576	3,020,589	2,092,884	432,567
Intermediate sources	39	-	-	-	-	-	-
State sources	23,204,105	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other	-	-	-	-	17,041	18,493	-
Total receipts	<u>23,541,795</u>	<u>5,263,095</u>	<u>357,437</u>	<u>4,402,576</u>	<u>3,037,630</u>	<u>2,111,377</u>	<u>432,567</u>
Disbursements:							
Instruction	14,667,956	-	-	-	-	-	-
Support services	7,503,782	-	-	-	2,141,114	1,770,325	97,289
Noninstructional services	532,193	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	601,208	6,092	-
Debt service	-	4,901,486	310,563	3,455,500	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	<u>22,703,931</u>	<u>4,901,486</u>	<u>310,563</u>	<u>3,455,500</u>	<u>2,742,322</u>	<u>1,776,417</u>	<u>97,289</u>
Excess (deficiency) of receipts over disbursements	<u>837,864</u>	<u>361,609</u>	<u>46,874</u>	<u>947,076</u>	<u>295,308</u>	<u>334,960</u>	<u>335,278</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	4,520	-	-	-	13,509	-	26,266
Transfers in	20,262	-	-	-	-	150,531	-
Transfers out	-	(191,904)	(9,232)	(60,015)	(34,251)	(224,260)	(3,957)
Total other financing sources (uses)	<u>24,782</u>	<u>(191,904)</u>	<u>(9,232)</u>	<u>(60,015)</u>	<u>(20,742)</u>	<u>(73,729)</u>	<u>22,309</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>862,646</u>	<u>169,705</u>	<u>37,642</u>	<u>887,061</u>	<u>274,566</u>	<u>261,231</u>	<u>357,587</u>
Cash and investments - ending	<u>\$ 3,070,497</u>	<u>\$ 1,853,230</u>	<u>\$ 148,595</u>	<u>\$ 2,141,739</u>	<u>\$ 912,912</u>	<u>\$ 787,816</u>	<u>\$ 210,175</u>

LEBANON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Rainy Day	Construction	G.O. Bond 2015	G.O. Bond 2017	School Lunch	Textbook Rental	Levy Excess
Cash and investments - beginning	\$ 2,508,996	\$ 32,445	\$ 631,383	\$ -	\$ 162,901	\$ 497,751	\$ -
Receipts:							
Local sources	-	12	1,056	168	969,284	325,934	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	20,631	95,332	-
Federal sources	-	-	-	-	905,626	-	-
Other	-	-	-	-	918	-	-
Total receipts	-	12	1,056	168	1,896,459	421,266	-
Disbursements:							
Instruction	20,313	-	-	-	-	-	-
Support services	-	-	-	-	14,872	453,305	-
Noninstructional services	-	-	-	-	1,981,506	-	-
Facilities acquisition and construction	-	32,457	501,242	192,237	3,464	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	20,313	32,457	501,242	192,237	1,999,842	453,305	-
Excess (deficiency) of receipts over disbursements	(20,313)	(32,445)	(500,186)	(192,069)	(103,383)	(32,039)	-
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	2,015,192	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	200,001	-	-	-	-	54,644	268,975
Transfers out	-	-	-	-	-	(20,262)	(150,531)
Total other financing sources (uses)	200,001	-	-	2,015,192	-	34,382	118,444
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	179,688	(32,445)	(500,186)	1,823,123	(103,383)	2,343	118,444
Cash and investments - ending	\$ 2,688,684	\$ -	\$ 131,197	\$ 1,823,123	\$ 59,518	\$ 500,094	\$ 118,444

LEBANON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Joint Services and Supply - Special Education Cooperative	OT PT JT Services	Lilly Counseling Initiative Grant	Science Grant	Building Trades	LEF Grants Spring 2013	LEF Grants Fall 2013
Cash and investments - beginning	\$ 106,087	\$ (9,997)	\$ -	\$ -	\$ (197,327)	\$ -	\$ -
Receipts:							
Local sources	1,469,429	108,655	30,000	-	(1)	-	4,417
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	<u>1,469,429</u>	<u>108,655</u>	<u>30,000</u>	<u>-</u>	<u>(1)</u>	<u>-</u>	<u>4,417</u>
Disbursements:							
Instruction	22,652	-	-	-	156,970	-	2,248
Support services	1,372,271	101,439	22,556	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	<u>1,394,923</u>	<u>101,439</u>	<u>22,556</u>	<u>-</u>	<u>156,970</u>	<u>-</u>	<u>2,248</u>
Excess (deficiency) of receipts over disbursements	<u>74,506</u>	<u>7,216</u>	<u>7,444</u>	<u>-</u>	<u>(156,971)</u>	<u>-</u>	<u>2,169</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	198,573	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>198,573</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>74,506</u>	<u>7,216</u>	<u>7,444</u>	<u>-</u>	<u>41,602</u>	<u>-</u>	<u>2,169</u>
Cash and investments - ending	<u>\$ 180,593</u>	<u>\$ (2,781)</u>	<u>\$ 7,444</u>	<u>\$ -</u>	<u>\$ (155,725)</u>	<u>\$ -</u>	<u>\$ 2,169</u>

LEBANON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	LEF November 2011 Grant Awards & Spring 2014	LEF Grants Fall 2014	LEF Grants Spring 2015	LEF Grants Fall 2015	LEF Grant October 2012	Go Build Indiana	Formative Assessment
Cash and investments - beginning	\$ -	\$ 320	\$ 76	\$ 3,573	\$ 2,332	\$ (6,917)	\$ -
Receipts:							
Local sources	10,038	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	31,822	37,844
Federal sources	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	10,038	-	-	-	-	31,822	37,844
Disbursements:							
Instruction	3,922	252	-	2,603	2,332	-	37,844
Support services	-	-	-	-	-	24,905	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	3,922	252	-	2,603	2,332	24,905	37,844
Excess (deficiency) of receipts over disbursements	6,116	(252)	-	(2,603)	(2,332)	6,917	-
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	6,116	(252)	-	(2,603)	(2,332)	6,917	-
Cash and investments - ending	\$ 6,116	\$ 68	\$ 76	\$ 970	\$ -	\$ -	\$ -

LEBANON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Instruction Support	Instructional Support Fund	LHS After School Program	Food Pantry Stokes	Read-up Program	Graduation Coach 2015-2016	Graduation Coach 2013-2014
Cash and investments - beginning	\$ 3,487	\$ 29,874	\$ 2,337	\$ 17,498	\$ 2,382	\$ 9,169	\$ 12,063
Receipts:							
Local sources	6,395	110,261	-	15,566	5,000	(1)	50,001
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	6,395	110,261	-	15,566	5,000	(1)	50,001
Disbursements:							
Instruction	11,431	2,878	-	9,858	3,358	7,849	56,619
Support services	-	84,018	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	11,431	86,896	-	9,858	3,358	7,849	56,619
Excess (deficiency) of receipts over disbursements	(5,036)	23,365	-	5,708	1,642	(7,850)	(6,618)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	4,000	-	-	-	-	1,000	4,656
Transfers out	-	-	(2,337)	-	-	(2,319)	(1,000)
Total other financing sources (uses)	4,000	-	(2,337)	-	-	(1,319)	3,656
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,036)	23,365	(2,337)	5,708	1,642	(9,169)	(2,962)
Cash and investments - ending	\$ 2,451	\$ 53,239	\$ -	\$ 23,206	\$ 4,024	\$ -	\$ 9,101

LEBANON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	LCSC Hosted Tech Training	Kat Program- Stokes	Educational Support - LCSC	Lost Library Books	Career and Technical Counselor	Computer Consortium/ Ed Tech Advance	Medicaid Reimbursement
Cash and investments - beginning	\$ 830	\$ -	\$ 53,768	\$ 1,985	\$ 11,047	\$ (4,125)	\$ 40,026
Receipts:							
Local sources	-	42,799	20,878	1,654	80,000	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	350,800	31,081
Federal sources	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	-	42,799	20,878	1,654	80,000	350,800	31,081
Disbursements:							
Instruction	-	-	-	410	89,969	-	5,346
Support services	500	16,454	29,193	-	-	346,675	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	500	16,454	29,193	410	89,969	346,675	5,346
Excess (deficiency) of receipts over disbursements	(500)	26,345	(8,315)	1,244	(9,969)	4,125	25,735
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(500)	26,345	(8,315)	1,244	(9,969)	4,125	25,735
Cash and investments - ending	\$ 330	\$ 26,345	\$ 45,453	\$ 3,229	\$ 1,078	\$ -	\$ 65,761

LEBANON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Secured Schools Safety Grant	Non-English Speaking Programs	NESP 2016-2017 Grant	NESP 2009-2010 Grant	School Technology	Technology Grants [IC 20-40-15]	Career and Technical Performance Grant
Cash and investments - beginning	\$ (25,029)	\$ 3,431	\$ -	\$ -	\$ 23,587	\$ 62,748	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	49,998	-	11,892	-	8,468	-	21,343
Federal sources	-	-	-	-	-	-	-
Other	-	-	-	-	-	96,640	-
Total receipts	49,998	-	11,892	-	8,468	96,640	21,343
Disbursements:							
Instruction	-	3,431	7,339	-	-	10,202	21,131
Support services	24,969	-	-	-	15,489	62,526	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	24,969	3,431	7,339	-	15,489	72,728	21,131
Excess (deficiency) of receipts over disbursements	25,029	(3,431)	4,553	-	(7,021)	23,912	212
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(4,000)	-
Total other financing sources (uses)	-	-	-	-	-	(4,000)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	25,029	(3,431)	4,553	-	(7,021)	19,912	212
Cash and investments - ending	\$ -	\$ -	\$ 4,553	\$ -	\$ 16,566	\$ 82,660	\$ 212

LEBANON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	DWD Work Ethic Certification	Title I 2017-2018	Title I 2015-2016	Title I School Improvement Grant	Title I IUMCH 2017-2018	Title I Part D, IUMCH 2015-2016	Title I IUMCH 2016-2017
Cash and investments - beginning	\$ -	\$ -	\$ (41,314)	\$ -	\$ -	\$ (3,103)	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	72,996	272,161	-	3,103	15,978
Other	-	-	-	-	-	-	-
Total receipts	-	-	72,996	272,161	-	3,103	15,978
Disbursements:							
Instruction	-	-	6,978	165,829	-	-	18,520
Support services	690	-	14,737	56,557	-	-	-
Noninstructional services	-	-	9,967	67,385	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	690	-	31,682	289,771	-	-	18,520
Excess (deficiency) of receipts over disbursements	(690)	-	41,314	(17,610)	-	3,103	(2,542)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(690)	-	41,314	(17,610)	-	3,103	(2,542)
Cash and investments - ending	\$ (690)	\$ -	\$ -	\$ (17,610)	\$ -	\$ -	\$ (2,542)

LEBANON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	IDEA 611 Lebanon 2016-2017	Flow Through IDEA 611 2015-2016	IDEA 611 Lebanon 2013-2014	IDEA-611 Flow Thru Jt. Services/Co-Op	619 Federal Pre-School SP ED FY17	IDEA 619 Lebanon 2013-2014	619 Federal Pre-School SP ED
Cash and investments - beginning	\$ -	\$ (45,137)	\$ -	\$ (76,971)	\$ -	\$ -	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	757,556	124,915	-	2,157,181	26,919	-	54,388
Other	-	-	-	-	-	-	-
Total receipts	<u>757,556</u>	<u>124,915</u>	<u>-</u>	<u>2,157,181</u>	<u>26,919</u>	<u>-</u>	<u>54,388</u>
Disbursements:							
Instruction	695,748	70,653	-	-	26,919	-	-
Support services	76,372	9,125	-	2,080,210	-	-	54,388
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	<u>772,120</u>	<u>79,778</u>	<u>-</u>	<u>2,080,210</u>	<u>26,919</u>	<u>-</u>	<u>54,388</u>
Excess (deficiency) of receipts over disbursements	<u>(14,564)</u>	<u>45,137</u>	<u>-</u>	<u>76,971</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
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>(14,564)</u>	<u>45,137</u>	<u>-</u>	<u>76,971</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ (14,564)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LEBANON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Medicaid Reimbursement - Federal	Title IIA 2015-2017	Title IIA 2013-2015	Title IIA 2014-2016	Prepaid Food	Clearing	Totals
Cash and investments - beginning	\$ 102,843	\$ (44,941)	\$ -	\$ (10,308)	\$ 22,716	\$ 68,245	\$ 10,223,257
Receipts:							
Local sources	-	-	-	-	-	-	19,158,344
Intermediate sources	-	-	-	-	-	-	39
State sources	-	-	-	-	-	-	23,863,316
Federal sources	62,301	84,152	-	11,268	-	-	4,548,544
Other	-	-	-	-	887,776	5,755,310	6,776,178
Total receipts	62,301	84,152	-	11,268	887,776	5,755,310	54,346,421
Disbursements:							
Instruction	-	42,103	3,751	-	-	-	16,177,414
Support services	-	13,279	5,214	960	-	-	16,393,214
Noninstructional services	-	-	-	-	-	-	2,591,051
Facilities acquisition and construction	-	-	-	-	-	-	1,336,700
Debt service	-	-	-	-	-	-	8,667,549
Interfund loans	-	-	-	-	877,235	5,766,166	6,643,401
Total disbursements	-	55,382	8,965	960	877,235	5,766,166	51,809,329
Excess (deficiency) of receipts over disbursements	62,301	28,770	(8,965)	10,308	10,540	(10,855)	2,537,092
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	2,015,192
Sale of capital assets	-	-	-	-	-	-	242,868
Transfers in	-	-	-	-	-	-	704,069
Transfers out	-	-	-	-	-	-	(704,068)
Total other financing sources (uses)	-	-	-	-	-	-	2,258,061
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	62,301	28,770	(8,965)	10,308	10,540	(10,855)	4,795,153
Cash and investments - ending	\$ 165,144	\$ (16,171)	\$ (8,965)	\$ -	\$ 33,256	\$ 57,390	\$ 15,018,410

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

	General	Debt Service	Retirement/ Severance/ Bond Debt Service	Referendum Debt Exempt Capital	Capital Projects	School Transportation	School Bus Replacement
Cash and investments - beginning	\$ 3,070,497	\$ 1,853,230	\$ 148,595	\$ 2,141,739	\$ 912,912	\$ 787,816	\$ 210,175
Receipts:							
Local sources	455,498	4,262,866	302,757	5,389,252	3,055,228	2,160,191	440,173
Intermediate sources	42	-	-	-	-	-	-
State sources	23,658,074	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other	32	-	-	-	14,591	7,470	-
Total receipts	24,113,646	4,262,866	302,757	5,389,252	3,069,819	2,167,661	440,173
Disbursements:							
Instruction	15,072,780	-	-	-	-	-	-
Support services	7,637,576	40,737	3,020	-	2,319,744	1,922,587	787,179
Noninstructional services	500,269	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	793,179	87,535	-
Debt service	-	4,458,379	304,817	4,408,000	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	23,210,625	4,499,116	307,837	4,408,000	3,112,923	2,010,122	787,179
Excess (deficiency) of receipts over disbursements	903,021	(236,250)	(5,080)	981,252	(43,104)	157,539	(347,006)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	2,050	-	-	-	7,262	1,627	17,900
Transfers in	19,844	73,386	3,107	15,170	22,470	15,850	3,653
Transfers out	-	(77,225)	-	-	-	-	-
Total other financing sources (uses)	21,894	(3,839)	3,107	15,170	29,732	17,477	21,553
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	924,915	(240,089)	(1,973)	996,422	(13,372)	175,016	(325,453)
Cash and investments - ending	\$ 3,995,412	\$ 1,613,141	\$ 146,622	\$ 3,138,161	\$ 899,540	\$ 962,832	\$ (115,278)

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

	Rainy Day	Construction	G.O. Bond 2015	G.O. Bond 2017	School Lunch	Textbook Rental	Levy Excess
Cash and investments - beginning	\$ 2,688,684	\$ -	\$ 131,197	\$ 1,823,123	\$ 59,518	\$ 500,094	\$ 118,444
Receipts:							
Local sources	-	-	(637)	14,178	1,038,036	233,581	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	41,048	97,188	-
Federal sources	-	-	-	-	959,279	-	-
Other	-	-	-	-	-	-	-
Total receipts	-	-	(637)	14,178	2,038,363	330,769	-
Disbursements:							
Instruction	4,687	-	-	-	-	-	-
Support services	-	-	-	-	9,689	645,917	-
Noninstructional services	-	-	-	-	1,793,360	-	-
Facilities acquisition and construction	-	-	130,545	1,014,964	3,739	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	4,687	-	130,545	1,014,964	1,806,788	645,917	-
Excess (deficiency) of receipts over disbursements	(4,687)	-	(131,182)	(1,000,786)	231,575	(315,148)	-
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	(1)	-	-	15	-	77,225	-
Transfers out	-	-	(15)	(15,192)	-	(19,844)	(118,444)
Total other financing sources (uses)	(1)	-	(15)	(15,177)	-	57,381	(118,444)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,688)	-	(131,197)	(1,015,963)	231,575	(257,767)	(118,444)
Cash and investments - ending	\$ 2,683,996	\$ -	\$ -	\$ 807,160	\$ 291,093	\$ 242,327	\$ -

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

	Joint Services and Supply - Special Education Cooperative	OT PT JT Services	Lilly Counseling Initiative Grant	Science Grant	Building Trades	LEF Grants Spring 2013	LEF Grants Fall 2013
Cash and investments - beginning	\$ 180,593	\$ (2,781)	\$ 7,444	\$ -	\$ (155,725)	\$ -	\$ 2,169
Receipts:							
Local sources	1,386,269	125,094	-	-	146	5,500	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	1,386,269	125,094	-	-	146	5,500	-
Disbursements:							
Instruction	24,030	-	-	49,080	170,340	-	2,124
Support services	1,309,640	133,838	7,444	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	1,333,670	133,838	7,444	49,080	170,340	-	2,124
Excess (deficiency) of receipts over disbursements	52,599	(8,744)	(7,444)	(49,080)	(170,194)	5,500	(2,124)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	215,652	-	-
Transfers in	-	1,182	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(45)
Total other financing sources (uses)	-	1,182	-	-	215,652	-	(45)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	52,599	(7,562)	(7,444)	(49,080)	45,458	5,500	(2,169)
Cash and investments - ending	\$ 233,192	\$ (10,343)	\$ -	\$ (49,080)	\$ (110,267)	\$ 5,500	\$ -

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

	LEF November 2011 Grant Awards & Spring 2014	LEF Grants Fall 2014	LEF Grants Spring 2015	LEF Grants Fall 2015	LEF Grant October 2012	Go Build Indiana	Formative Assessment
Cash and investments - beginning	\$ 6,116	\$ 68	\$ 76	\$ 970	\$ -	\$ -	\$ -
Receipts:							
Local sources	-	6,074	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	42,291
Federal sources	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	-	6,074	-	-	-	-	42,291
Disbursements:							
Instruction	3,087	4,271	-	-	-	-	42,131
Support services	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	3,087	4,271	-	-	-	-	42,131
Excess (deficiency) of receipts over disbursements	(3,087)	1,803	-	-	-	-	160
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	1,159	1,083	-	-	-	-
Transfers out	-	(68)	(1,159)	(970)	-	-	-
Total other financing sources (uses)	-	1,091	(76)	(970)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,087)	2,894	(76)	(970)	-	-	160
Cash and investments - ending	\$ 3,029	\$ 2,962	\$ -	\$ -	\$ -	\$ -	\$ 160

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

	Instruction Support	Instructional Support Fund	LHS After School Program	Food Pantry Stokes	Read-up Program	Graduation Coach 2015-2016	Graduation Coach 2013-2014
Cash and investments - beginning	\$ 2,451	\$ 53,239	\$ -	\$ 23,206	\$ 4,024	\$ -	\$ 9,101
Receipts:							
Local sources	10,468	117,722	-	14,166	6,001	68,587	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other	-	740	-	-	-	-	-
Total receipts	10,468	118,462	-	14,166	6,001	68,587	-
Disbursements:							
Instruction	3,773	28,107	-	12,405	4,253	60,274	6,849
Support services	-	82,116	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	3,773	110,223	-	12,405	4,253	60,274	6,849
Excess (deficiency) of receipts over disbursements	6,695	8,239	-	1,761	1,748	8,313	(6,849)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	2,518	-	-	-	-	-
Transfers in	-	-	-	-	-	2,252	-
Transfers out	-	-	-	-	-	-	(2,252)
Total other financing sources (uses)	-	2,518	-	-	-	2,252	(2,252)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	6,695	10,757	-	1,761	1,748	10,565	(9,101)
Cash and investments - ending	\$ 9,146	\$ 63,996	\$ -	\$ 24,967	\$ 5,772	\$ 10,565	\$ -

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

	LCSC Hosted Tech Training	Kat Program- Stokes	Educational Support - LCSC	Lost Library Books	Career and Technical Counselor	Computer Consortium/ Ed Tech Advance	Medicaid Reimbursement
Cash and investments - beginning	\$ 330	\$ 26,345	\$ 45,453	\$ 3,229	\$ 1,078	\$ -	\$ 65,761
Receipts:							
Local sources	-	-	41,430	1,068	80,000	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	344,800	49,321
Federal sources	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	-	-	41,430	1,068	80,000	344,800	49,321
Disbursements:							
Instruction	-	-	-	766	81,078	-	18,531
Support services	-	3,238	33,545	-	-	344,800	18,703
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	-	3,238	33,545	766	81,078	344,800	37,234
Excess (deficiency) of receipts over disbursements	-	(3,238)	7,885	302	(1,078)	-	12,087
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	(1,182)	-	-	-	-
Total other financing sources (uses)	-	-	(1,182)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(3,238)	6,703	302	(1,078)	-	12,087
Cash and investments - ending	\$ 330	\$ 23,107	\$ 52,156	\$ 3,531	\$ -	\$ -	\$ 77,848

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

	Secured Schools Safety Grant	Non-English Speaking Programs	NESP 2016-2017 Grant	NESP 2009-2010 Grant	School Technology	Technology Grants [IC 20-40-15]	Career and Technical Performance Grant
Cash and investments - beginning	\$ -	\$ -	\$ 4,553	\$ -	\$ 16,566	\$ 82,660	\$ 212
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	12,750	11,010	-	14,615
Federal sources	-	-	-	-	-	-	-
Other	-	-	-	-	-	62,480	-
Total receipts	-	-	-	12,750	11,010	62,480	14,615
Disbursements:							
Instruction	-	-	4,553	5,180	-	17,624	14,827
Support services	37,028	-	-	-	6,000	48,478	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	37,028	-	4,553	5,180	6,000	66,102	14,827
Excess (deficiency) of receipts over disbursements	(37,028)	-	(4,553)	7,570	5,010	(3,622)	(212)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(37,028)	-	(4,553)	7,570	5,010	(3,622)	(212)
Cash and investments - ending	\$ (37,028)	\$ -	\$ -	\$ 7,570	\$ 21,576	\$ 79,038	\$ -

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

	DWD Work Ethic Certification	Title I 2017-2018	Title I 2015-2016	Title I School Improvement Grant	Title I IUMCH 2017-2018	Title I Part D, IUMCH 2015-2016	Title I IUMCH 2016-2017
Cash and investments - beginning	\$ (690)	\$ -	\$ -	\$ (17,610)	\$ -	\$ -	\$ (2,542)
Receipts:							
Local sources	-	58	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	6,961	-	-	-	-	-	-
Federal sources	-	275,059	-	114,775	26,311	-	4,934
Other	-	-	-	-	-	-	-
Total receipts	<u>6,961</u>	<u>275,117</u>	<u>-</u>	<u>114,775</u>	<u>26,311</u>	<u>-</u>	<u>4,934</u>
Disbursements:							
Instruction	-	178,010	-	70,769	32,176	-	2,392
Support services	6,511	66,027	-	18,609	2,691	-	-
Noninstructional services	-	66,109	-	7,787	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	<u>6,511</u>	<u>310,146</u>	<u>-</u>	<u>97,165</u>	<u>34,867</u>	<u>-</u>	<u>2,392</u>
Excess (deficiency) of receipts over disbursements	<u>450</u>	<u>(35,029)</u>	<u>-</u>	<u>17,610</u>	<u>(8,556)</u>	<u>-</u>	<u>2,542</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
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>450</u>	<u>(35,029)</u>	<u>-</u>	<u>17,610</u>	<u>(8,556)</u>	<u>-</u>	<u>2,542</u>
Cash and investments - ending	<u>\$ (240)</u>	<u>\$ (35,029)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,556)</u>	<u>\$ -</u>	<u>\$ -</u>

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

	IDEA 611 Lebanon 2016-2017	Flow Through IDEA 611 2015-2016	IDEA 611 Lebanon 2013-2014	IDEA-611 Flow Thru Jt. Services/Co-Op	619 Federal Pre-School SP ED FY17	IDEA 619 Lebanon 2013-2014	619 Federal Pre-School SP ED
Cash and investments - beginning	\$ (14,564)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	92,088	-	732,265	2,266,491	-	26,502	68,254
Other	-	-	-	-	-	-	-
Total receipts	92,088	-	732,265	2,266,491	-	26,502	68,254
Disbursements:							
Instruction	77,524	-	735,563	-	-	26,502	-
Support services	-	-	36,898	2,328,384	-	-	76,059
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	77,524	-	772,461	2,328,384	-	26,502	76,059
Excess (deficiency) of receipts over disbursements	14,564	-	(40,196)	(61,893)	-	-	(7,805)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	14,564	-	(40,196)	(61,893)	-	-	(7,805)
Cash and investments - ending	\$ -	\$ -	\$ (40,196)	\$ (61,893)	\$ -	\$ -	\$ (7,805)

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

	Medicaid Reimbursement - Federal	Title IIA 2015-2017	Title IIA 2013-2015	Title IIA 2014-2016	Prepaid Food	Clearing	Totals
Cash and investments - beginning	\$ 165,144	\$ (16,171)	\$ (8,965)	\$ -	\$ 33,256	\$ 57,390	\$ 15,018,410
Receipts:							
Local sources	-	-	-	-	-	-	19,213,706
Intermediate sources	-	-	-	-	-	-	42
State sources	-	-	-	-	-	-	24,278,058
Federal sources	95,052	16,351	44,438	-	-	-	4,721,799
Other	-	-	-	-	948,388	5,906,093	6,939,794
Total receipts	95,052	16,351	44,438	-	948,388	5,906,093	55,153,399
Disbursements:							
Instruction	-	-	66,025	-	-	-	16,819,711
Support services	7,033	180	12,034	738	-	-	17,946,443
Noninstructional services	-	-	-	-	-	-	2,367,525
Facilities acquisition and construction	-	-	-	-	-	-	2,029,962
Debt service	-	-	-	-	-	-	9,171,196
Interfund loans	-	-	-	-	950,461	5,904,402	6,854,862
Total disbursements	7,033	180	78,059	738	950,461	5,904,402	55,189,699
Excess (deficiency) of receipts over disbursements	88,019	16,171	(33,621)	(738)	(2,073)	1,691	(36,301)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	247,009
Transfers in	-	-	-	-	-	-	236,395
Transfers out	-	-	-	-	-	-	(236,396)
Total other financing sources (uses)	-	-	-	-	-	-	247,008
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	88,019	16,171	(33,621)	(738)	(2,073)	1,691	210,707
Cash and investments - ending	\$ 253,163	\$ -	\$ (42,586)	\$ (738)	\$ 31,184	\$ 59,081	\$ 15,229,118

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LEBANON COMMUNITY 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>\$ -</u>

LEBANON COMMUNITY SCHOOL CORPORATION
SCHEDULE OF LEASES AND DEBT
June 30, 2018

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
APPLE LEASE	LAPTOP AND IPADS	\$ 347,338	4/23/2018	1/1/2022
APPLE LEASE	LAPTOP PURCHAES	282,168	6/19/2016	7/1/2019
LEBANON MIDDLE SCHOOL BUILDING CORPORATION	BUILDING CONSTRUCTION/REMODELING	5,366,500	1/10/2012	1/10/2024
LEBANON MIDDLE SCHOOL BUILDING CORPORATION	BUILDING CONSTRUCTION/REMODELING	<u>2,142,500</u>	7/10/2007	1/10/2021
Total governmental activities		<u>8,138,506</u>		
Total of annual lease payments		<u>\$ 8,138,506</u>		

Type	Description of Debt	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:				
General obligation bonds		Building and property maintenance/repairs	\$ 780,000	\$ 528,050
General obligation bonds		Building and property maintenance/repairs	1,780,000	518,200
General obligation bonds		Pension Bond - Indiana Bond Bank	<u>294,367</u>	<u>308,032</u>
Total governmental activities			<u>2,854,367</u>	<u>1,354,282</u>
Totals			<u>\$ 2,854,367</u>	<u>\$ 1,354,282</u>

LEBANON COMMUNITY 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.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 1,150,000
Infrastructure	1,145,879
Buildings	84,867,834
Improvements other than buildings	1,145,879
Machinery, equipment, and vehicles	9,627,770
Books and other	<u>1,250,000</u>
Total governmental activities	<u>99,187,362</u>
Total capital assets	<u>\$ 99,187,362</u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

TO: THE OFFICIALS OF THE LEBANON COMMUNITY SCHOOL
CORPORATION, BOONE COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Lebanon Community School Corporation's (School Corporation) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the period of July 1, 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)

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 a certain deficiency in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as item 2018-002, that we consider to be a material weakness.

The School Corporation's response to the internal control over compliance finding 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

March 11, 2019

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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.

LEBANON COMMUNITY 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
<u>Department of Agriculture</u>							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553					
School Breakfast Program			FY17	\$ -	\$ 207,089	\$ -	\$ -
			FY18	-	-	-	218,266
Total - School Breakfast Program				-	207,089	-	218,266
National School Lunch Program	Indiana Department of Education	10.555					
National School Lunch Program			FY17	-	677,841	-	-
			FY18	-	-	-	658,280
Commodities			FY17	-	142,164	-	-
			FY18	-	-	-	139,221
Total - National School Lunch Program				-	820,005	-	797,501
Total - Child Nutrition Cluster				-	1,027,094	-	1,015,767
Total - Department of Agriculture				-	1,027,094	-	1,015,767
<u>Department of Labor</u>							
WIOA Dislocated Worker Formula Grants	Indiana Department of Workforce Development	17.278					
DWD Work Ethic Grant			AA-28315-16-55-A-18	-	-	-	6,962
Total - WIOA Dislocated Worker Formula Grants				-	-	-	6,962
Total - Department of Labor				-	-	-	6,962
<u>Department of Education</u>							
Special Education Cluster (IDEA)							
Special Education Grants to States	Indiana Department of Education	84.027					
FY 2016 Federal Part B 611			14216-099-PN01	-	124,915	-	-
FY 2017 Federal Part B 611			14217-099-PN01	-	757,556	-	92,090
FY 2018 Federal Part B 611			14218-099-PN01	-	-	-	732,265
Total - Special Education Grants to States				-	882,471	-	824,355

LEBANON COMMUNITY 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
Special Education Preschool Grants	Indiana Department of Education	84.173					
FY 2017 Federal Part B 619 Grant			45717-099-PN01	-	26,919	-	-
FY 2018 Federal Part B 619 Grant			45718-099-PN01	-	-	-	26,502
Total - Special Education Preschool Grants				-	26,919	-	26,502
Total - Special Education Cluster (IDEA)				-	909,390	-	850,857
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010					
Title I Delinquent Grant 2015-2016			FY 2016	-	3,103	-	-
Title I Delinquent Grant 2016-2017			S013A150014	-	15,979	-	4,934
Title I Delinquent Grant 2017-2018			S010A150014	-	-	-	26,311
Title I 2015-2016			16-0665	-	72,996	-	-
Title I 2017-2018			S010A170014	-	-	-	275,059
Title I School Improvement Grant			FY 2015	-	272,161	-	114,777
Total - Title I Grants to Local Educational Agencies				-	364,239	-	421,081
Supporting Effective Instruction State Grants	Indiana Department of Education	84.367					
Title IIA 2013-2014			13-0665	-	-	-	44,438
Title IIA 2014-2015			14-0665	-	11,267	-	-
Title IIA 2015-2016			15-0665	-	84,152	-	16,351
Total - Supporting Effective Instruction State Grants				-	95,419	-	60,789
Total - Department of Education				-	1,369,048	-	1,332,727
Total federal awards expended				\$ -	\$ 2,396,142	\$ -	\$ 2,355,456

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

LEBANON COMMUNITY SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. *Basis of Presentation*

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the School Corporation under programs of the federal government for the years ended June 30, 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 in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received. The School Corporation has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 3. *Boone-Clinton-North West Hendricks Joint Services Cooperative*

The School Corporation is a member of the Boone-Clinton-North West Hendricks Joint Services Cooperative and serves as its fiscal agent. As a result, some activity for the Special Education Cluster (IDEA) that is presented as receipts and disbursements in the financial statement is not presented on the SEFA for the School Corporation. This activity is reported on the SEFAs of the member school corporations as appropriate.

LEBANON COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

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

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

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

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

Auditee qualified as low-risk auditee?	no
----------------------------------------	----

Section II - Financial Statement Findings

FINDING 2018-001

Subject: Preparation of the Schedule of Expenditures of Federal Awards

Audit Findings: Material Weakness, Noncompliance

Condition

The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA).

The School Corporation had established internal controls over the federal award information entered into the Indiana Gateway for Government Units financial reporting system, which was the source of the School Corporation's SEFA. The internal controls did not, however, prevent material misstatements to the SEFA presented for audit.

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

Context

The SEFA presented for audit contained the following errors:

1. The School Breakfast Program (CFDA 10.533) was overstated by \$1,792,753 and \$1,820,097 during fiscal year 2017 and fiscal year 2018, respectively.
2. The National School Lunch Program (CFDA 10.555) was understated by \$820,005 and \$797,501 during fiscal year 2017 and fiscal year 2018, respectively.
3. The Special Education Grants to States (CFDA 84.027) was understated by \$537,313 during fiscal year 2017.
4. The WIOA Dislocated Worker Program Grant (CFDA 17.278) was understated by \$6,962 during fiscal year 2018.

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

Criteria

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

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

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

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

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

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

2 CFR 200.510(b) states:

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

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

Cause

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

Effect

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

Recommendation

We recommended that the School Corporation's management establish effective controls related to the preparation of the SEFA.

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

Views of Responsible Officials

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

Section III - Federal Award Findings and Questioned Costs

FINDING 2018-002

Subject: Special Education Cluster (IDEA) - Level of Effort - Maintenance of Effort

Federal Agency: Department of Education

Federal Programs: Special Education Grants to States, Special Education Preschool Grants

CFDA Numbers: 84.027, 84.173

Federal Award Numbers and Years (or Other Identifying Numbers): 14216-099-PN01, 14217-099-PN01,
14218-099-PN01, 45717-099-PN01,
45718-099-PN01

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Matching, Level of Effort, Earmarking

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 level of effort - maintenance of effort requirements.

One individual was responsible for preparing the maintenance of effort calculations. There were no controls in place, such as an oversight, review, or approval process to ensure that the maintenance of effort calculations were correct.

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). . . ."

Cause

Management had not developed a system of internal controls to ensure compliance with the level of effort - maintenance of effort requirements.

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

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 level of effort - maintenance of effort requirements.

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 level of effort - maintenance of effort requirements.

Views of Responsible Officials

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

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AUDITEE-PREPARED DOCUMENTS

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



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2016-001

Fiscal year in which the finding initially occurred: FY15/FY16
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Department of Agriculture
Contact Person Responsible for Corrective Action: Jennifer Rice, Food Service Director
Contact Phone Number: 765-482-0380
Secondary Person Responsible for Corrective Action: Charles Tait, Asst. Supt.
Contact Phone Number: 765-482-0380 ext 31811

Status of Audit Finding: Calculation of Program Income no longer includes amounts received for prepaid meals. Separate funds have been identified and receipts have been recorded accordingly.

Internal controls have been implemented: This procedure will be reviewed by both the Director of Food Service and the Corporation Treasurer.

NOTE: This finding was submitted to Lebanon Community School as part of the audit July 1, 2014 to June 30, 2016. This audit was Filed 04/18/2018.

The corrective action plan has implemented 01/01/2017.

Charles Tait
(Signature)

ASST. Supt.
(Title)

2-7-18
(Date)

Dr. Robert L. Taylor
Superintendent

Charles L. Tait
Assistant Superintendent

Diane Lee Scott
Director of Curriculum

Kari K. Ottinger
Director of Assessment

Chad Martin
Director of Technology



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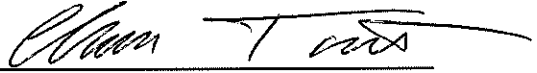
FINDING 2016-002

Fiscal year in which the finding initially occurred: FY 15, FY16
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Department of Agriculture
Contact Person Responsible for Corrective Action: Jennifer Rice, Food Service Director
Contact Phone Number: 765-482-0380
Secondary Contact Person Responsible for Corrective Action: Charles Tait, Asst. Supt.
Contact Phone Number: 765-482-0380 ext 31811

Status of Audit Finding: Internal controls have been implemented so that the preparation and reporting of the Annual Financial Report and the Verification Summary for School Breakfast Program and National School Lunch Program are created by Director of Food Service and reviewed by the Assistant Superintendent.

NOTE: This finding was submitted to Lebanon Community School as part of the audit July 1, 2014 to June 30, 2016. This audit was Filed 04/18/2018.

This action was implemented 04/01/2018 and going forward.



(Signature)

ASST. Supt.

(Title)

2-7-19

(Date)

Dr. Robert L. Taylor
Superintendent

Charles L. Tait
Assistant Superintendent

Diane Lee Scott
Director of Curriculum

Kari K. Ottinger
Director of Assessment

Chad Martin
Director of Technology



**Administration Center
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1810 North Grant Street
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FINDING 2016-003

Fiscal year in which the finding initially occurred: FY15/FY16
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Department of Agriculture
Contact Person Responsible for Corrective Action: Jennifer Rice, Food Service Director
Contact Phone Number: 765-482-0380
Secondary Contact Person Responsible for Corrective Action: Charles Tait, Asst. Supt.
Contact Phone Number: 765-482-0380 ext 31811

Status of Audit Finding: Documents are stored in secure place and only destroyed according to the law - records retention.

Internal Controls for the Paid lunch equity for the National School Lunch Program have been implemented. 04/01/2018

NOTE: This finding was submitted to Lebanon Community School as part of the audit July 1, 2014 to June 30, 2016. This audit was Filed 04/18/2018.

(Signature)

(Title)

(Date)

Dr. Robert L. Taylor
Superintendent

Charles L. Tait
Assistant Superintendent

Diane Lee Scott
Director of Curriculum

Kari K. Ottinger
Director of Assessment

Chad Martin
Director of Technology



**Administration Center
Office of the Superintendent**
1810 North Grant Street
Lebanon, IN 46052
Phone: 765-482-0380
Fax: 765-483-3053
www.leb.k12.in.us


FINDING 2016-004

Fiscal year in which the finding initially occurred: FY15/FY16
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Department of Agriculture
Contact Person Responsible for Corrective Action: Jennifer Rice, Director of Food Service
Contact Phone Number: 765-482-0380
Secondary Contact Person Responsible for Corrective Action: Charles Tait, Asst. Supt.
Contact Phone Number: 765-482-0380 ext 31811
Secondary Contact Person Responsible for Corrective Action: Charles Tait, Asst. Supt.
Contact Phone Number: 765-482-0380 ext 31811

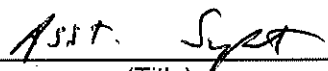
Status of Audit Finding: Documents are stored in secure place and only destroyed according to the law – records retention.

Internal Controls for the verification of Free and Reduced Price applications have been implemented.

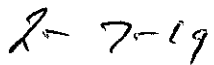
NOTE: This finding was submitted to Lebanon Community School as part of the audit July 1, 2014 to June 30, 2016. This audit was Filed 04/18/2018.



(Signature)



(Title)



(Date)

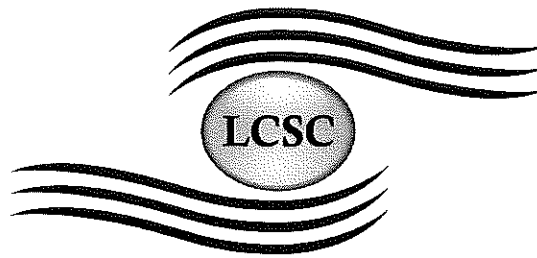
Dr. Robert L. Taylor
Superintendent

Charles L. Tait
Assistant Superintendent

Diane Lee Scott
Director of Curriculum

Kari K. Ottinger
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Chad Martin
Director of Technology



Administration Center – Office of the Superintendent

1810 North Grant Street
LEBANON, INDIANA 46052

Phone: (765) 482-0380

Fax: (765) 483-3053

CORRECTIVE ACTION PLAN

FINDING 2018-001

Contact Person Responsible for Corrective Action: Charles Tait
Contact Phone Number: 765-482-0380 ext 31811

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

Notes have been made and filed on how to correctly report the School Breakfast Program, National School Lunch Program, the Special Education Grants to States and the WIOA Program Grant.

These notes and the audit report details will be used as a reference when filing the next SEFA report.

Anticipated Completion Date: Notes have been made and filed for reference -- 02/28/2019
Refer to audit report for next SEFA report—08/01/2019

Charles Tait
(Signature)

ASST. Supt.
(Title)

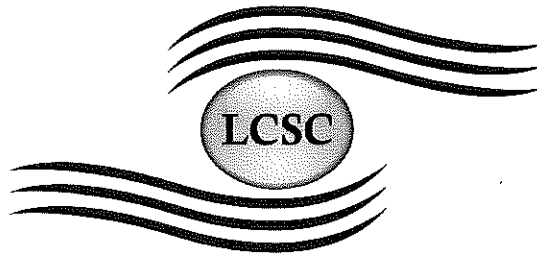
02/20/2019
(Date)

Charles L. Tait
Assistant Superintendent

Kari K. Ottinger
Director of Assessment

Robert L. Taylor
Superintendent

Diane Lee Scott
Director of Instruction
Chad A. Martin
Director of Technology



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CORRECTIVE ACTION PLAN

FINDING 2018-002

Contact Person Responsible for Corrective Action: Charles Tait

Contact Phone Number: 765-482-0380 ext 31811

Views of Responsible Official: We concur with the finding.

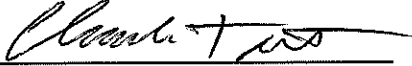
Description of Corrective Action Plan:

The Treasurer will act as the reviewer and sign

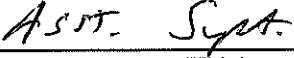
The Asst. Supt. Will act as the preparer and sign

Already corrected for the MOE IDEA 611 Part 2 FY2019


Anticipated Completion Date: Already corrected for the MOE IDEA 611 Part 2 FY2019



(Signature)



(Title)



(Date)

Charles L. Tait
Assistant Superintendent

Kari K. Ottinger
Director of Assessment

Robert L. Taylor
Superintendent

Diane Lee Scott
Director of Instruction
Chad A. Martin
Director of Technology

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/>.