

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

FINANCIAL STATEMENTS AUDIT REPORT
OF
PORTER COUNTY EDUCATION SERVICES
PORTER COUNTY, INDIANA
July 1, 2015 to June 30, 2018



FILED
05/28/2019

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Ruth Kenny Quinnlyn Van Rys	07-01-15 to 08-25-15 08-26-15 to 06-30-19
Executive Director	Diane Massa	07-01-15 to 06-30-19
President of the Board of Directors	Rod Gardin Amanda Alaniz	07-01-15 to 06-30-18 07-01-18 to 06-30-19



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE PORTER COUNTY EDUCATION
SERVICES, PORTER COUNTY, INDIANA

Report on the Financial Statements

We have audited the accompanying financial statements of the Porter County Education Services (School Corporation), which comprise the financial position and results of operations for the period of July 1, 2015 to June 30, 2018, and the related notes to the financial statements as listed in the Table of Contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School Corporation's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 statements.

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the School Corporation for the period of July 1, 2015 to June 30, 2018.


Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and results of operations of the School Corporation for the period of July 1, 2015 to June 30, 2018, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statements. 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 statements. They have not been subjected to the auditing procedures applied by us in the audit of the financial statements and, accordingly, we express no opinion on them.


Paul D. Joyce, CPA
State Examiner

April 10, 2019

FINANCIAL STATEMENTS AND ACCOMPANYING NOTES

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

PORTER COUNTY EDUCATION SERVICES
STATEMENT OF RECEIPTS, DISBURSEMENTS,
OTHER FINANCING SOURCES (USES), AND CASH AND
INVESTMENT BALANCES - REGULATORY BASIS
For the Years Ended June 30, 2016 and 2017

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Funds	Cash and Investments 07-01-15	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-16	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-17
Capital Projects	\$ 2,043,552	\$ 469,597	\$ 1,068,211	\$ -	\$ 1,444,938	\$ 525,354	\$ 211,108	\$ (11,592)	\$ 1,747,592
Joint Services and Supply - Special Education Cooperative	4,518,155	14,164,304	14,747,469	(10,000)	3,924,990	16,180,517	15,801,304	(10,000)	4,294,203
Joint Services and Supply - Area Vocational School	28,846	647,935	703,077	-	(26,296)	717,910	778,412	-	(86,798)
Transfer Vocational Tuition	1,967,771	3,859,041	3,881,606	(74,203)	1,871,003	3,917,689	3,881,694	-	1,906,998
Alternative Tuition	-	386,320	386,320	-	-	386,320	331,994	-	54,326
Vocational Accum Fund	83,675	-	-	74,203	157,878	-	-	-	157,878
Summer School	6,437	9,282	20,913	-	(5,194)	18,223	10,144	-	2,885
School Technology	205,950	40,198	36,196	-	209,952	56,130	23,167	11,592	254,507
Career and Technical Performance Grant	-	-	-	-	-	165,864	-	-	165,864
Juvenile Detention	14,998	10,525	14,998	-	10,525	19,471	14,998	-	14,998
Professional Rights Responsibilities	7,134	-	1,720	10,000	15,414	-	3,599	10,000	21,815
County Wide Inservice	4,764	5,700	2,765	-	7,699	5,700	5,815	-	7,584
(IDEA, Part B) LEA Capacity Building (Sliver) Grants	(24,312)	24,312	-	-	-	-	-	-	-
Preschool IDEA	-	136,106	136,106	-	-	140,269	143,704	-	(3,435)
Perkins	(26,988)	279,607	298,875	-	(46,256)	313,972	293,631	-	(25,915)
IDEA	(494,926)	5,787,452	5,789,324	-	(496,798)	5,755,662	5,702,647	-	(443,783)
Trust Wellness Grant	424	-	351	-	73	-	-	-	73
Payroll Withholding Clearing	35,021	4,591,794	4,615,947	-	10,868	4,753,183	4,746,278	-	17,773
Totals	\$ 8,370,501	\$ 30,412,173	\$ 31,703,878	\$ -	\$ 7,078,796	\$ 32,956,264	\$ 31,948,495	\$ -	\$ 8,086,565

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

PORTER COUNTY EDUCATION SERVICES
STATEMENT OF RECEIPTS, DISBURSEMENTS,
OTHER FINANCING SOURCES (USES), AND CASH AND
INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended June 30, 2018

Fund	Cash and Investments 07-01-17	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-18
Capital Projects	\$ 1,747,592	\$ 424,801	\$ 335,945	\$ -	\$ 1,836,448
Joint Services and Supply - Special Education Cooperative	4,294,203	16,008,266	16,284,131	(9,400)	4,008,938
Joint Services and Supply - Area Vocational School	(86,798)	704,257	826,235	-	(208,776)
Transfer Vocational Tuition	1,906,998	3,980,846	3,932,163	(67,310)	1,888,371
Alternative Tuition	54,326	386,320	247,486	-	193,160
Vocational Accum Fund	157,878	-	-	67,310	225,188
Summer School	2,885	6,304	17,451	-	(8,262)
School Technology	254,507	44,957	17,540	-	281,924
Career and Technical Performance Grant	165,864	115,692	118,906	-	162,650
Juvenile Detention	14,998	14,998	14,998	-	14,998
Professional Rights Responsibilities	21,815	-	3,749	9,400	27,466
County Wide Inservice	7,584	-	2,000	-	5,584
Preschool IDEA	(3,435)	143,308	141,091	-	(1,218)
Perkins	(25,915)	322,807	330,235	-	(33,343)
IDEA	(443,783)	5,861,984	5,856,979	-	(438,778)
Trust Wellness Grant	73	-	-	-	73
Payroll Withholding Clearing	17,773	4,776,824	4,790,861	-	3,736
Totals	<u>\$ 8,086,565</u>	<u>\$ 32,791,364</u>	<u>\$ 32,919,770</u>	<u>\$ -</u>	<u>\$ 7,958,159</u>

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

PORTER COUNTY EDUCATION SERVICES
NOTES TO FINANCIAL STATEMENTS

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 statements present the financial information for the School Corporation.

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

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

PORTER COUNTY EDUCATION SERVICES
NOTES TO FINANCIAL STATEMENTS
(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 statements. The aggregate disbursements include the following uses:

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

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

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

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

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

F. Other Financing Sources and Uses

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

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.

PORTER COUNTY EDUCATION SERVICES
NOTES TO FINANCIAL STATEMENTS
(Continued)

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. Prior to November 1, the governing board approves the budget for the next year.

Note 3. Deposits and Investments

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

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

Note 4. 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 statements. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

PORTER COUNTY EDUCATION SERVICES
NOTES TO FINANCIAL STATEMENTS
(Continued)

Note 5. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

B. Teachers' Retirement Fund

Plan Description

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

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

PORTER COUNTY EDUCATION SERVICES
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Funding Policy and Annual Pension Cost

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

Note 6. Cash Balance Deficits

The financial statements contain some funds with deficits in cash. This is a result of the funds being set up for reimbursable grants or as a result of a timing issue in reimbursement. The reimbursements for expenditures made by the School Corporation were not received by June 30, 2016, 2017, and 2018.

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 statements 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.

PORTER COUNTY EDUCATION SERVICES
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2016

	Capital Projects	Joint Services and Supply - Special Education Cooperative	Joint Services and Supply - Area Vocational School	Transfer Vocational Tuition	Alternative Tuition	Vocational Accum Fund	Summer School	School Technology	Career and Technical Performance Grant	Juvenile Detention
Cash and investments - beginning	\$ 2,043,552	\$ 4,518,155	\$ 28,846	\$ 1,967,771	\$ -	\$ 83,675	\$ 6,437	\$ 205,950	\$ -	\$ 14,998
Receipts:										
Local sources	469,597	13,687,893	647,935	3,859,041	386,320	-	-	40,198	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	10,525
State sources	-	473,684	-	-	-	-	9,282	-	-	-
Federal sources	-	2,700	-	-	-	-	-	-	-	-
Other receipts	-	27	-	-	-	-	-	-	-	-
Total receipts	469,597	14,164,304	647,935	3,859,041	386,320	-	9,282	40,198	-	10,525
Disbursements:										
Instruction	2,057	10,359,458	649,157	3,881,606	386,320	-	19,847	1,481	-	14,998
Support services	-	4,379,764	53,920	-	-	-	1,066	34,715	-	-
Noninstructional services	-	8,247	-	-	-	-	-	-	-	-
Facilities acquisition and construction	1,066,154	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	1,068,211	14,747,469	703,077	3,881,606	386,320	-	20,913	36,196	-	14,998
Excess (deficiency) of receipts over disbursements	(598,614)	(583,165)	(55,142)	(22,565)	-	-	(11,631)	4,002	-	(4,473)
Other financing sources (uses):										
Transfers in	344,476	-	-	-	-	74,203	-	-	-	-
Transfers out	(344,476)	(10,000)	-	(74,203)	-	-	-	-	-	-
Total other financing sources (uses)	-	(10,000)	-	(74,203)	-	74,203	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(598,614)	(593,165)	(55,142)	(96,768)	-	74,203	(11,631)	4,002	-	(4,473)
Cash and investments - ending	\$ 1,444,938	\$ 3,924,990	\$ (26,296)	\$ 1,871,003	\$ -	\$ 157,878	\$ (5,194)	\$ 209,952	\$ -	\$ 10,525

PORTER COUNTY EDUCATION SERVICES
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2016

	Professional Rights Responsibilities	County Wide Inservice	(IDEA, Part B) LEA Capacity Building (Sliver) Grants	Preschool IDEA	Perkins	IDEA	Trust Wellness Grant	Payroll Withholding Clearing	Totals
Cash and investments - beginning	\$ 7,134	\$ 4,764	\$ (24,312)	\$ -	\$ (26,988)	\$ (494,926)	\$ 424	\$ 35,021	\$ 8,370,501
Receipts:									
Local sources	-	5,700	-	-	127	-	-	-	19,096,811
Intermediate sources	-	-	-	-	-	-	-	-	10,525
State sources	-	-	-	-	-	-	-	-	482,966
Federal sources	-	-	24,312	136,106	279,480	5,787,452	-	-	6,230,050
Other receipts	-	-	-	-	-	-	-	4,591,794	4,591,821
Total receipts	-	5,700	24,312	136,106	279,607	5,787,452	-	4,591,794	30,412,173
Disbursements:									
Instruction	-	-	-	136,106	140,598	3,257,151	-	-	18,848,779
Support services	1,720	2,765	-	-	158,277	2,412,084	-	-	7,044,311
Noninstructional services	-	-	-	-	-	120,089	-	-	128,336
Facilities acquisition and construction	-	-	-	-	-	-	-	-	1,066,154
Nonprogrammed charges	-	-	-	-	-	-	351	4,615,947	4,616,298
Total disbursements	1,720	2,765	-	136,106	298,875	5,789,324	351	4,615,947	31,703,878
Excess (deficiency) of receipts over disbursements	(1,720)	2,935	24,312	-	(19,268)	(1,872)	(351)	(24,153)	(1,291,705)
Other financing sources (uses):									
Transfers in	10,000	-	-	-	-	-	-	-	428,679
Transfers out	-	-	-	-	-	-	-	-	(428,679)
Total other financing sources (uses)	10,000	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	8,280	2,935	24,312	-	(19,268)	(1,872)	(351)	(24,153)	(1,291,705)
Cash and investments - ending	\$ 15,414	\$ 7,699	\$ -	\$ -	\$ (46,256)	\$ (496,798)	\$ 73	\$ 10,868	\$ 7,078,796

PORTER COUNTY EDUCATION SERVICES
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Capital Projects	Joint Services and Supply - Special Education Cooperative	Joint Services and Supply - Area Vocational School	Transfer Vocational Tuition	Alternative Tuition	Vocational Accum Fund	Summer School	School Technology	Career and Technical Performance Grant	Juvenile Detention
Cash and investments - beginning	\$ 1,444,938	\$ 3,924,990	\$ (26,296)	\$ 1,871,003	\$ -	\$ 157,878	\$ (5,194)	\$ 209,952	\$ -	\$ 10,525
Receipts:										
Local sources	525,354	15,532,657	717,910	3,917,689	386,320	-	-	56,130	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	19,471
State sources	-	644,451	-	-	-	-	18,223	-	-	-
Federal sources	-	3,400	-	-	-	-	-	-	165,864	-
Other receipts	-	9	-	-	-	-	-	-	-	-
Total receipts	525,354	16,180,517	717,910	3,917,689	386,320	-	18,223	56,130	165,864	19,471
Disbursements:										
Instruction	3,288	11,284,498	714,627	3,881,694	331,994	-	9,248	-	-	14,998
Support services	27,170	4,510,806	63,785	-	-	-	896	23,167	-	-
Noninstructional services	-	6,000	-	-	-	-	-	-	-	-
Facilities acquisition and construction	180,650	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	211,108	15,801,304	778,412	3,881,694	331,994	-	10,144	23,167	-	14,998
Excess (deficiency) of receipts over disbursements	314,246	379,213	(60,502)	35,995	54,326	-	8,079	32,963	165,864	4,473
Other financing sources (uses):										
Transfers in	265,869	-	-	-	-	-	-	11,592	-	-
Transfers out	(277,461)	(10,000)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(11,592)	(10,000)	-	-	-	-	-	11,592	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	302,654	369,213	(60,502)	35,995	54,326	-	8,079	44,555	165,864	4,473
Cash and investments - ending	\$ 1,747,592	\$ 4,294,203	\$ (86,798)	\$ 1,906,998	\$ 54,326	\$ 157,878	\$ 2,885	\$ 254,507	\$ 165,864	\$ 14,998

PORTER COUNTY EDUCATION SERVICES
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Professional Rights Responsibilities	County Wide Inservice	(IDEA, Part B) LEA Capacity Building (Sliver) Grants	Preschool IDEA	Perkins	IDEA	Trust Wellness Grant	Payroll Withholding Clearing	Totals
Cash and investments - beginning	\$ 15,414	\$ 7,699	\$ -	\$ -	\$ (46,256)	\$ (496,798)	\$ 73	\$ 10,868	\$ 7,078,796
Receipts:									
Local sources	-	5,700	-	-	795	-	-	-	21,142,555
Intermediate sources	-	-	-	-	-	-	-	-	19,471
State sources	-	-	-	-	-	-	-	-	662,674
Federal sources	-	-	-	140,269	313,177	5,755,662	-	-	6,378,372
Other receipts	-	-	-	-	-	-	-	4,753,183	4,753,192
Total receipts	-	5,700	-	140,269	313,972	5,755,662	-	4,753,183	32,956,264
Disbursements:									
Instruction	-	-	-	142,628	132,151	3,099,839	-	-	19,614,965
Support services	3,599	5,815	-	-	161,480	2,473,352	-	-	7,270,070
Noninstructional services	-	-	-	1,076	-	129,456	-	-	136,532
Facilities acquisition and construction	-	-	-	-	-	-	-	-	180,650
Nonprogrammed charges	-	-	-	-	-	-	-	4,746,278	4,746,278
Total disbursements	3,599	5,815	-	143,704	293,631	5,702,647	-	4,746,278	31,948,495
Excess (deficiency) of receipts over disbursements	(3,599)	(115)	-	(3,435)	20,341	53,015	-	6,905	1,007,769
Other financing sources (uses):									
Transfers in	10,000	-	-	-	-	-	-	-	287,461
Transfers out	-	-	-	-	-	-	-	-	(287,461)
Total other financing sources (uses)	10,000	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	6,401	(115)	-	(3,435)	20,341	53,015	-	6,905	1,007,769
Cash and investments - ending	\$ 21,815	\$ 7,584	\$ -	\$ (3,435)	\$ (25,915)	\$ (443,783)	\$ 73	\$ 17,773	\$ 8,086,565

PORTER COUNTY EDUCATION SERVICES
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2018

	Capital Projects	Joint Services and Supply - Special Education Cooperative	Joint Services and Supply - Area Vocational School	Transfer Vocational Tuition	Alternative Tuition	Vocational Accum Fund	Summer School	School Technology	Career and Technical Performance Grant	Juvenile Detention
Cash and investments - beginning	\$ 1,747,592	\$ 4,294,203	\$ (86,798)	\$ 1,906,998	\$ 54,326	\$ 157,878	\$ 2,885	\$ 254,507	\$ 165,864	\$ 14,998
Receipts:										
Local sources	424,801	15,608,410	704,257	3,980,846	386,320	-	-	44,957	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	14,998
State sources	-	396,659	-	-	-	-	6,304	-	98,212	-
Federal sources	-	3,100	-	-	-	-	-	-	17,480	-
Other receipts	-	97	-	-	-	-	-	-	-	-
Total receipts	424,801	16,008,266	704,257	3,980,846	386,320	-	6,304	44,957	115,692	14,998
Disbursements:										
Instruction	3,035	11,727,413	761,457	3,932,163	247,486	-	15,938	-	-	14,998
Support services	58,424	4,551,718	64,778	-	-	-	1,513	17,540	-	-
Noninstructional services	-	5,000	-	-	-	-	-	-	-	-
Facilities acquisition and construction	274,486	-	-	-	-	-	-	-	118,906	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	335,945	16,284,131	826,235	3,932,163	247,486	-	17,451	17,540	118,906	14,998
Excess (deficiency) of receipts over disbursements	88,856	(275,865)	(121,978)	48,683	138,834	-	(11,147)	27,417	(3,214)	-
Other financing sources (uses):										
Transfers in	-	600	-	-	-	67,310	-	-	-	-
Transfers out	-	(10,000)	-	(67,310)	-	-	-	-	-	-
Total other financing sources (uses)	-	(9,400)	-	(67,310)	-	67,310	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	88,856	(285,265)	(121,978)	(18,627)	138,834	67,310	(11,147)	27,417	(3,214)	-
Cash and investments - ending	\$ 1,836,448	\$ 4,008,938	\$ (208,776)	\$ 1,888,371	\$ 193,160	\$ 225,188	\$ (8,262)	\$ 281,924	\$ 162,650	\$ 14,998

PORTER COUNTY EDUCATION SERVICES
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2018

	Professional Rights Responsibilities	County Wide Inservice	Preschool IDEA	Perkins	IDEA	Trust Wellness Grant	Payroll Withholding Clearing	Totals
Cash and investments - beginning	\$ 21,815	\$ 7,584	\$ (3,435)	\$ (25,915)	\$ (443,783)	\$ 73	\$ 17,773	\$ 8,086,565
Receipts:								
Local sources	-	-	-	-	-	-	-	21,149,591
Intermediate sources	-	-	-	-	-	-	-	14,998
State sources	-	-	-	-	-	-	-	501,175
Federal sources	-	-	143,308	322,807	5,861,984	-	-	6,348,679
Other receipts	-	-	-	-	-	-	4,776,824	4,776,921
Total receipts	-	-	143,308	322,807	5,861,984	-	4,776,824	32,791,364
Disbursements:								
Instruction	-	-	138,268	164,636	3,046,198	-	-	20,051,592
Support services	3,749	2,000	-	165,599	2,680,699	-	-	7,546,020
Noninstructional services	-	-	2,823	-	130,082	-	-	137,905
Facilities acquisition and construction	-	-	-	-	-	-	-	393,392
Nonprogrammed charges	-	-	-	-	-	-	4,790,861	4,790,861
Total disbursements	3,749	2,000	141,091	330,235	5,856,979	-	4,790,861	32,919,770
Excess (deficiency) of receipts over disbursements	(3,749)	(2,000)	2,217	(7,428)	5,005	-	(14,037)	(128,406)
Other financing sources (uses):								
Transfers in	10,000	-	-	-	-	-	-	77,910
Transfers out	(600)	-	-	-	-	-	-	(77,910)
Total other financing sources (uses)	9,400	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,651	(2,000)	2,217	(7,428)	5,005	-	(14,037)	(128,406)
Cash and investments - ending	\$ 27,466	\$ 5,584	\$ (1,218)	\$ (33,343)	\$ (438,778)	\$ 73	\$ 3,736	\$ 7,958,159

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PORTER COUNTY EDUCATION SERVICES
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2018

Government or Enterprise	Accounts Payable	Accounts Receivable
Governmental activities	<u>\$ 207,969</u>	<u>\$ 423,401</u>

PORTER COUNTY EDUCATION SERVICES
SCHEDULE OF LEASES AND DEBT
June 30, 2018

<u>Lessor</u>	<u>Purpose</u>	<u>Annual Lease Payment</u>	<u>Lease Beginning Date</u>	<u>Lease Ending Date</u>
Governmental activities:				
Piney Bowes	DM400 Digital Mailing System	\$ 2,244	09/01/2014	08/30/2019
Pitney Bowes	DM125 Digital Mailing System	733	06/01/2015	05/30/2020
Pitney Bowes	CPro 200 Digital Mailing System	606	10/30/2017	10/29/2022
Ricoh USA Inc	MPC8002	7,416	06/17/2015	06/16/2020
Wells Fargo	MPC6004	<u>10,394</u>	02/15/2018	02/14/2023
Total of annual lease payments		<u>\$ 21,393</u>		

PORTER COUNTY EDUCATION SERVICES
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:	
Buildings	\$ 6,626,052
Improvements other than buildings	472,232
Machinery, equipment, and vehicles	758,245
Construction in progress	<u>8,750</u>
Total capital assets	<u><u>\$ 7,865,279</u></u>

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/>.