

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

DEKALB COUNTY CENTRAL
UNITED SCHOOL DISTRICT
DEKALB COUNTY, INDIANA

July 1, 2016 to June 30, 2018



FILED
06/03/2019

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Stephen W. Snider	01-01-16 to 12-31-19
Superintendent of Schools	Steven Teders	07-01-16 to 06-30-19
President of the School Board	Bruce L. Buttermore Heather M. Krebs	01-01-16 to 12-31-18 01-01-19 to 12-31-19



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE DEKALB COUNTY CENTRAL UNITED
SCHOOL DISTRICT, DEKALB COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the DeKalb County Central United School District (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, and Schedule of Leases and Debt, 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 May 13, 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

May 13, 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 DEKALB COUNTY CENTRAL UNITED
SCHOOL DISTRICT, DEKALB 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 DeKalb County Central United School District (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 May 13, 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 certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as items 2018-001 and 2018-002, that we consider to be material weaknesses.

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

Compliance and Other Matters


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

DeKalb County Central United School District'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

May 13, 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.

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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	\$ 1,266,004	\$ 23,152,976	\$ 23,053,817	\$ -	\$ 1,365,163	\$ 23,122,746	\$ 22,937,466	\$ (182,799)	\$ 1,367,644
Debt Service	3,177,701	3,831,029	4,329,083	-	2,679,647	4,820,391	5,383,517	(111,606)	2,004,915
Capital Projects	2,159,444	3,379,391	3,089,436	(493,553)	1,955,846	3,553,352	3,337,968	(620,000)	1,551,230
School Transportation	405,195	2,953,642	2,575,917	(325,000)	457,920	3,104,571	2,669,939	(330,000)	562,552
School Bus Replacement	57,047	576,111	510,463	(18,000)	104,695	676,922	352,483	(10,000)	419,134
Rainy Day	1,243,622	300,905	1,081,206	843,000	1,306,321	2,229	226,566	914,000	1,995,984
Retirement/Severance Bond	1,160,277	1,528	-	-	1,161,805	10,080	-	-	1,171,885
Post-Retirement/Severance Future Benefits	99,640	-	-	-	99,640	-	-	-	99,640
Construction	54,130	-	17	-	54,113	-	3,157	-	50,956
Construction Fund 1	-	-	4,730	1,000,000	995,270	-	573,207	61,642	483,705
Construction Fund 2	-	-	-	-	-	950,000	-	-	950,000
School Lunch	83,079	1,746,001	1,839,446	-	(10,366)	1,961,283	1,814,664	(9)	136,244
Textbook Rental	508,005	510,443	546,938	-	471,510	386,183	510,497	111,615	458,811
Self-Insurance	649,901	4,280,664	4,674,969	-	255,596	4,286,638	3,618,301	-	923,933
Educational License Plates	(64)	225	498	-	(337)	-	94	431	-
Alternative Education	6,490	48,664	166,446	-	(111,292)	22,192	169,644	258,744	-
Safe Haven 13-14/SRO Salary	29,813	-	-	-	29,813	-	29,813	-	-
Safe Haven 2014-15 SRO	(50,000)	66,972	6,458	-	10,514	25,000	34,193	-	1,321
Early Intervention 2014	-	-	(189)	-	189	-	-	-	189
Early Intervention 2016	13,048	34,800	46,269	-	1,579	-	1,579	-	-
Early Intervention Grant 2017	-	18,125	138	-	17,987	-	17,987	-	-
High Ability	-	-	-	-	-	16,254	4,624	-	11,630
Lilly Comprehensive Counseling	-	30,000	24,429	-	5,571	-	-	-	5,571
State General Fund Loan	(3,208)	-	-	-	(3,208)	-	-	3,208	-
Extra-Curricular Activities	5,967	19,222	4,023	-	21,166	20,399	-	-	41,565
Miscellaneous Programs	16,845	-	-	-	16,845	-	-	-	16,845
Pre-School Program	(12,495)	239,295	333,896	-	(107,096)	492,085	380,617	-	4,372
Washington DC Dekko Grant	385	-	385	-	-	-	-	-	-
Homebound - HP	(27,680)	18,013	23,000	-	(32,667)	23,650	13,591	36,700	14,092
Professional Development Grant	(60,385)	171,000	152,387	-	(41,772)	-	-	41,772	-
MCK Summer Reading - VOICE	300	-	300	-	-	-	-	-	-
Baron TV - Voice	17	-	-	-	17	-	-	-	17
Summer of E-Learning	1,395	22,941	16,103	-	8,233	16,455	17,671	-	7,017
Dekko - Museum of Science trip	3,300	3,000	3,300	-	3,000	-	3,000	-	-
Dekko - MCK Playground	50,000	-	-	-	50,000	-	50,000	-	-
Dekko - Spark Training	933	232	1,265	-	(100)	-	(100)	-	-
United Way-Community Impact DMS	-	2,336	2,312	-	24	-	-	-	24
Arts Ed 8th grade field trip	-	3,952	3,990	-	(38)	-	(38)	-	-
CPR/AED Training Grant	-	2,760	25	-	2,735	-	2,408	-	327
Comnty Foundation - WTL Headphone	-	500	-	-	500	-	500	-	-
Dekko - DHS Landscaping Program	-	7,500	1,546	-	5,954	-	2,697	-	3,257
Comm Found - DMS Mason's Mission	-	500	-	-	500	-	499	-	1
United Way - WTL Books	-	1,600	-	-	1,600	-	1,543	-	57
Tech Repair Lenovo	1,985	9,840	-	-	11,825	442	-	-	12,267
Dekko - Keller Music Grant	-	4,000	-	-	4,000	-	3,986	-	14
DHS Marching Drums - James Fndtn	-	-	-	-	-	12,000	12,000	-	-
DMS PE Grant from Comm Found	-	-	-	-	-	1,500	880	-	620
United Way - Strength Finders	-	-	-	-	-	995	995	-	-
Dekko Grant - CME Active Seating	-	-	-	-	-	2,600	2,598	-	2
Doc History Thru Art Grant	-	-	-	-	-	300	299	-	1

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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
United Way - DMS Student Asst	-	-	-	-	-	4,000	4,000	-	-
Comm Found - Greenlee Spanish	-	-	-	-	-	1,022	1,006	-	16
Dekko - Elem Guide to Read Wrksh	-	-	-	-	-	1,677	1,564	-	113
Comm Found - Kennedy 6th Science	-	-	-	-	-	2,957	2,956	-	1
Comm Found CME Owen 3rd Grade	-	-	-	-	-	1,000	993	-	7
Comm Found DNT StrengthsQuest	-	-	-	-	-	1,000	1,000	-	-
VOICE - J Yoder Pre-K Supplies	-	-	-	-	-	1,000	993	-	7
VOICE - Pre-K Small Group Online	-	-	-	-	-	325	-	-	325
VOICE - WTL Library	-	-	-	-	-	500	500	-	-
Comm Fndtn - CPR & First Aid	-	-	-	-	-	4,000	3,901	-	99
James Foundation - Chicago Cubs	-	-	-	-	-	5,000	5,000	-	-
Dekko - Gentris Beginner Piano	-	-	-	-	-	2,500	-	-	2,500
Dekko - Keller Musical Instrument	-	-	-	-	-	1,768	848	-	920
Talent Initiative (New Tech DHS)	500	-	310	-	190	-	-	-	190
United Way - CME Media Grant	-	-	-	-	-	600	375	-	225
Comm Fndtn WTL T Young	-	-	-	-	-	338	338	-	-
Dekko - DMS Museum Trip	-	-	-	-	-	3,300	3,300	-	-
Am Dairy Assctn - DHS 582-02	-	-	-	-	-	2,000	-	-	2,000
Am Dairy Assctn - WTL 582-02	-	-	-	-	-	1,000	-	-	1,000
Formative Assessment	29,688	46,710	76,398	-	-	42,838	42,838	-	-
Non-English Speaking 2012-13	157	-	-	-	157	-	-	-	157
Non-English Speaking Program 2016	-	6,475	12,294	-	(5,819)	(1)	(5,820)	-	-
Non-English Speaking Program 2017	-	-	-	-	-	8,750	8,750	-	-
School Technology	135,107	151,197	137,348	-	148,956	384,985	233,257	-	300,684
Career and Technical Performance Grant	-	31,069	-	-	31,069	27,125	-	-	58,194
Performance Based Awards	-	-	-	-	-	104,056	98,340	-	5,716
Energy Savings Program	-	-	2,115	7,075	4,960	-	-	-	4,960
High Ability 2016	2,229	-	2,229	-	-	-	-	-	-
High Ability Grant 2017	-	40,969	41,163	-	(194)	-	(194)	-	-
High Ability Grant 2018	-	-	-	-	-	40,196	39,248	-	948
Senator David Ford Technology	-	69,145	69,144	-	1	5,853	5,854	-	-
Title I, 2015-16	(152,561)	213,158	61,911	-	(1,314)	-	(1,314)	-	-
Title I, 2016-17	-	413,824	429,896	-	(16,072)	93,701	77,629	-	-
Title I, 2017-18	-	-	-	-	-	381,244	427,634	-	(46,390)
Title II 2011-12	(17,711)	-	-	-	(17,711)	-	-	17,711	-
Title II 2012-13	(8,576)	-	-	-	(8,576)	-	-	8,576	-
Improving Teacher Quality, No Child Left, Title II, Part A	(7,793)	7,793	-	-	-	-	-	-	-
Title II-A FFY2015 2015/16	(19,655)	86,861	73,714	-	(6,508)	8,012	1,504	-	-
Title II - A - 2016 / 2017	(8,195)	-	10,468	-	(18,663)	89,799	71,136	-	-
Title II FFY 2017	-	-	-	-	-	-	37,375	-	(37,375)
Title III 2016-17	-	-	1,365	-	(1,365)	-	140	-	(1,505)
Payroll Clearing	142,892	25,690,461	25,692,612	-	140,741	25,495,022	25,497,557	-	138,206
Technology Warranty Program	-	-	-	-	-	16,804	8,284	-	8,520
Prepaid Food Accounts	34,979	771,568	664,837	-	141,710	810,859	922,852	-	29,717
Totals	<u>\$ 10,971,752</u>	<u>\$ 68,967,397</u>	<u>\$ 69,768,407</u>	<u>\$ 1,013,522</u>	<u>\$ 11,184,264</u>	<u>\$ 71,051,497</u>	<u>\$ 69,670,689</u>	<u>\$ 199,985</u>	<u>\$ 12,765,057</u>

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

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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.

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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 services. Amounts disbursed for fixed obligations resulting from financial transactions previously entered into by the School Corporation, including: all expenditures for the reduction of the principal and interest of the School Corporation's general obligation indebtedness.

Nonprogrammed charges. Amounts disbursed for donations to foundations, securities purchased, indirect costs, scholarships, self-insurance payments, and other disbursements not listed in another category above.

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.

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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.

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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. 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.

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENT
(Continued)

B. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

Note 7. Negative Receipts and Disbursements

The financial statement contains some receipts and disbursements which appear as negative entries. This is a result of correcting posting errors, and recording fund balance transfers.

Note 8. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. Negative balances in non-grant funds are a result of timing or School Board approval to subsidize a negative fund balance transfer from the General fund. Negative balances in grant funds are due primarily to the time lapse between when expenditures are made by the School Corporation and when reimbursements are received from the granting agency.

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 9. Restatements

Certain changes have been made to some of the beginning balances of the financial statement to more appropriately reflect financial activity of the School Corporation. The following schedule presents a summary of restated beginning balances:

Fund	Balance as of June 30, 2016	New Fund	Prior Period Adjustment	Balance as of July 1, 2016
Payroll	\$ 45,469	\$ -	\$ (45,469)	\$ -
Other Clearing	97,423	-	(97,423)	-
Payroll Clearing	-	142,892	-	142,892
Totals	<u>\$ 142,892</u>	<u>\$ 142,892</u>	<u>\$ (142,892)</u>	<u>\$ 142,892</u>

Note 10. Holding Corporations

The School Corporation has entered into capital leases with DeKalb County Central 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 ending June 30, 2017 and 2018, totaled \$1,550,000 and \$1,419,000, respectively.

The School Corporation has entered into a capital lease with DeKalb McKenney-Harrison 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 ending June 30, 2017 and 2018, totaled \$2,260,000 and \$2,260,000, respectively.

Note 11. Subsequent Events

On October 30, 2018, the School Corporation issued General Obligation Bonds, Series 2018, in the amount of \$1,150,000. The proceeds will be used to fund the renovation of and improvements to school facilities throughout the School Corporation, including safety, security, technology, and site improvements.

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OTHER INFORMATION - UNAUDITED

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

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

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

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
 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	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/Severance Bond	Post-Retirement/Severance Future Benefits	Construction
Cash and investments - beginning	\$ 1,266,004	\$ 3,177,701	\$ 2,159,444	\$ 405,195	\$ 57,047	\$ 1,243,622	\$ 1,160,277	\$ 99,640	\$ 54,130
Receipts:									
Local sources	212,626	3,831,029	3,377,712	2,950,607	576,111	300,905	1,528	-	-
Intermediate sources	20	-	-	-	-	-	-	-	-
State sources	22,940,330	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	1,679	3,035	-	-	-	-	-
Total receipts	23,152,976	3,831,029	3,379,391	2,953,642	576,111	300,905	1,528	-	-
Disbursements:									
Instruction	15,523,258	-	-	-	-	400,000	-	-	-
Support services	7,095,641	-	2,236,303	2,575,917	510,463	-	-	-	-
Noninstructional services	434,918	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	757,353	-	-	681,206	-	-	17
Debt service	-	4,329,083	95,780	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	23,053,817	4,329,083	3,089,436	2,575,917	510,463	1,081,206	-	-	17
Excess (deficiency) of receipts over disbursements	99,159	(498,054)	289,955	377,725	65,648	(780,301)	1,528	-	(17)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	6,447	-	-	-	-	-	-
Transfers in	-	-	-	-	-	843,000	-	-	-
Transfers out	-	-	(500,000)	(325,000)	(18,000)	-	-	-	-
Total other financing sources (uses)	-	-	(493,553)	(325,000)	(18,000)	843,000	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	99,159	(498,054)	(203,598)	52,725	47,648	62,699	1,528	-	(17)
Cash and investments - ending	\$ 1,365,163	\$ 2,679,647	\$ 1,955,846	\$ 457,920	\$ 104,695	\$ 1,306,321	\$ 1,161,805	\$ 99,640	\$ 54,113

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
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 For the Year Ended June 30, 2017

	Construction Fund 1	Construction Fund 2	School Lunch	Textbook Rental	Self- Insurance	Educational License Plates	Alternative Education	Safe Haven 13-14/SRO Salary	Safe Haven 2014-15 SRO
Cash and investments - beginning	\$ -	\$ -	\$ 83,079	\$ 508,005	\$ 649,901	\$ (64)	\$ 6,490	\$ 29,813	\$ (50,000)
Receipts:									
Local sources	-	-	700,765	394,134	4,280,664	225	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	19,816	116,309	-	-	48,664	-	66,972
Federal sources	-	-	1,024,925	-	-	-	-	-	-
Other	-	-	495	-	-	-	-	-	-
Total receipts	-	-	1,746,001	510,443	4,280,664	225	48,664	-	66,972
Disbursements:									
Instruction	-	-	-	-	-	-	166,446	-	-
Support services	-	-	441	546,938	4,674,969	498	-	-	6,458
Noninstructional services	-	-	1,839,005	-	-	-	-	-	-
Facilities acquisition and construction	4,730	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	4,730	-	1,839,446	546,938	4,674,969	498	166,446	-	6,458
Excess (deficiency) of receipts over disbursements	(4,730)	-	(93,445)	(36,495)	(394,305)	(273)	(117,782)	-	60,514
Other financing sources (uses):									
Proceeds of long-term debt	1,000,000	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	1,000,000	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	995,270	-	(93,445)	(36,495)	(394,305)	(273)	(117,782)	-	60,514
Cash and investments - ending	\$ 995,270	\$ -	\$ (10,366)	\$ 471,510	\$ 255,596	\$ (337)	\$ (111,292)	\$ 29,813	\$ 10,514

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Early Intervention 2014	Early Intervention 2016	Early Intervention Grant 2017	High Ability	Lilly Comprehensive Counseling	State General Fund Loan	Extra- Curricular Activities	Miscellaneous Programs	Pre-School Program
Cash and investments - beginning	\$ -	\$ 13,048	\$ -	\$ -	\$ -	\$ (3,208)	\$ 5,967	\$ 16,845	\$ (12,495)
Receipts:									
Local sources	-	-	-	-	30,000	-	19,222	-	239,295
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	34,800	18,125	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	34,800	18,125	-	30,000	-	19,222	-	239,295
Disbursements:									
Instruction	-	-	-	-	-	-	4,023	-	333,396
Support services	(189)	46,269	138	-	24,429	-	-	-	500
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	(189)	46,269	138	-	24,429	-	4,023	-	333,896
Excess (deficiency) of receipts over disbursements	189	(11,469)	17,987	-	5,571	-	15,199	-	(94,601)
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	189	(11,469)	17,987	-	5,571	-	15,199	-	(94,601)
Cash and investments - ending	\$ 189	\$ 1,579	\$ 17,987	\$ -	\$ 5,571	\$ (3,208)	\$ 21,166	\$ 16,845	\$ (107,096)

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Washington DC Dekko Grant	Homebound - HP	Professional Development Grant	MCK Summer Reading - VOICE	Baron TV - Voice	Summer of E-Learning	Dekko - Museum of Science trip	Dekko - MCK Playground	Dekko - Spark Training
Cash and investments - beginning	\$ 385	\$ (27,680)	\$ (60,385)	\$ 300	\$ 17	\$ 1,395	\$ 3,300	\$ 50,000	\$ 933
Receipts:									
Local sources	-	-	-	-	-	-	3,000	-	232
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	18,013	171,000	-	-	22,941	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	18,013	171,000	-	-	22,941	3,000	-	232
Disbursements:									
Instruction	385	23,000	6,940	300	-	-	3,300	-	1,265
Support services	-	-	145,447	-	-	16,103	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	385	23,000	152,387	300	-	16,103	3,300	-	1,265
Excess (deficiency) of receipts over disbursements	(385)	(4,987)	18,613	(300)	-	6,838	(300)	-	(1,033)
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	(385)	(4,987)	18,613	(300)	-	6,838	(300)	-	(1,033)
Cash and investments - ending	\$ -	\$ (32,667)	\$ (41,772)	\$ -	\$ 17	\$ 8,233	\$ 3,000	\$ 50,000	\$ (100)

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	United Way- Community Impact DMS	Arts Ed 8th grade field trip	CPR/AED Training Grant	Cmnty Foundation - WTL Headphone	Dekko - DHS Landscaping Program	Comm Found - DMS Mason's Mission	United Way - WTL Books	Tech Repair Lenovo	Dekko - Keller Music Grant
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,985	\$ -
Receipts:									
Local sources	2,336	3,952	2,760	500	7,500	500	1,600	9,840	4,000
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	<u>2,336</u>	<u>3,952</u>	<u>2,760</u>	<u>500</u>	<u>7,500</u>	<u>500</u>	<u>1,600</u>	<u>9,840</u>	<u>4,000</u>
Disbursements:									
Instruction	2,312	3,990	-	-	1,546	-	-	-	-
Support services	-	-	25	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>2,312</u>	<u>3,990</u>	<u>25</u>	<u>-</u>	<u>1,546</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>24</u>	<u>(38)</u>	<u>2,735</u>	<u>500</u>	<u>5,954</u>	<u>500</u>	<u>1,600</u>	<u>9,840</u>	<u>4,000</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>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>24</u>	<u>(38)</u>	<u>2,735</u>	<u>500</u>	<u>5,954</u>	<u>500</u>	<u>1,600</u>	<u>9,840</u>	<u>4,000</u>
Cash and investments - ending	<u>\$ 24</u>	<u>\$ (38)</u>	<u>\$ 2,735</u>	<u>\$ 500</u>	<u>\$ 5,954</u>	<u>\$ 500</u>	<u>\$ 1,600</u>	<u>\$ 11,825</u>	<u>\$ 4,000</u>

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	DHS Marching Drums - James Fndtn	DMS PE Grant from Comm Found	United Way - Strength Finders	Dekko Grant - CME Active Seating	Doc History Thru Art Grant	United Way - DMS Student Asst	Comm Found - Greenlee Spanish	Dekko - Elem Guide to Read Wrksh	Comm Found - Kennedy 6th Science
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	-	-	-
Disbursements:									
Instruction	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
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 For the Year Ended June 30, 2017

	Comm Found CME Owen 3rd Grade	Comm Found DNT StrengthsQuest	VOICE - J Yoder Pre-K Supplies	VOICE - Pre-K Small Group Online	VOICE - WTL Library	Comm Fndtn - CPR & First Aid	James Foundation - Chicago Cubs	Dekko - Gentris Beginner Piano	Dekko - Keller Musical Instrument
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	-	-	-
Disbursements:									
Instruction	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Talent Initiative (New Tech DHS)	United Way - CME Media Grant	Comm Fndtn WTL T Young	Dekko - DMS Museum Trip	Am Dairy Assctn - DHS 582-02	Am Dairy Assctn - WTL 582-02	Formative Assessment	Non-English Speaking 2012-13	Non-English Speaking Program 2016
Cash and investments - beginning	\$ 500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 29,688	\$ 157	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	46,710	-	6,475
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	46,710	-	6,475
Disbursements:									
Instruction	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	76,398	-	12,294
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	310	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	310	-	-	-	-	-	76,398	-	12,294
Excess (deficiency) of receipts over disbursements	(310)	-	-	-	-	-	(29,688)	-	(5,819)
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	(310)	-	-	-	-	-	(29,688)	-	(5,819)
Cash and investments - ending	\$ 190	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 157	\$ (5,819)

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Non-English Speaking Program 2017	School Technology	Career and Technical Performance Grant	Performance Based Awards	Energy Savings Program	High Ability Grant 2016	High Ability Grant 2017	High Ability Grant 2018
Cash and investments - beginning	\$ -	\$ 135,107	\$ -	\$ -	\$ -	\$ 2,229	\$ -	\$ -
Receipts:								
Local sources	-	151,197	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	31,069	-	-	-	40,969	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	151,197	31,069	-	-	-	40,969	-
Disbursements:								
Instruction	-	-	-	-	-	-	-	-
Support services	-	137,348	-	-	2,115	2,229	41,163	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	137,348	-	-	2,115	2,229	41,163	-
Excess (deficiency) of receipts over disbursements	-	13,849	31,069	-	(2,115)	(2,229)	(194)	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	7,075	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	7,075	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	13,849	31,069	-	4,960	(2,229)	(194)	-
Cash and investments - ending	\$ -	\$ 148,956	\$ 31,069	\$ -	\$ 4,960	\$ -	\$ (194)	\$ -

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH AND
 INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2017

	Senator David Ford Technology	Title I, 2015-16	Title I, 2016-17	Title I, 2017-18	Title II 2011-12	Title II 2012-13	Improving Teacher Quality, No Child Left, Title II, Part A	Title II-A FFY2015 2015/16
Cash and investments - beginning	\$ -	\$ (152,561)	\$ -	\$ -	\$ (17,711)	\$ (8,576)	\$ (7,793)	\$ (19,655)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	69,145	-	-	-	-	-	-	-
Federal sources	-	213,158	413,824	-	-	-	7,793	86,861
Other	-	-	-	-	-	-	-	-
Total receipts	69,145	213,158	413,824	-	-	-	7,793	86,861
Disbursements:								
Instruction	-	(49,632)	227,999	-	-	-	-	15,000
Support services	69,144	109,743	201,897	-	-	-	-	58,714
Noninstructional services	-	1,800	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	69,144	61,911	429,896	-	-	-	-	73,714
Excess (deficiency) of receipts over disbursements	1	151,247	(16,072)	-	-	-	7,793	13,147
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1	151,247	(16,072)	-	-	-	7,793	13,147
Cash and investments - ending	\$ 1	\$ (1,314)	\$ (16,072)	\$ -	\$ (17,711)	\$ (8,576)	\$ -	\$ (6,508)

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
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	Title II - A - 2016 / 2017	Title II FFY 2017	Title III 2016-17	Payroll Clearing	Technology Warranty Program	Prepaid Food Accounts	Totals
Cash and investments - beginning	\$ (8,195)	\$ -	\$ -	\$ 142,892	\$ -	\$ 34,979	\$ 10,971,752
Receipts:							
Local sources	-	-	-	-	-	771,568	17,873,808
Intermediate sources	-	-	-	-	-	-	20
State sources	-	-	-	-	-	-	23,651,338
Federal sources	-	-	-	-	-	-	1,746,561
Other	-	-	-	25,690,461	-	-	25,695,670
Total receipts	-	-	-	25,690,461	-	771,568	68,967,397
Disbursements:							
Instruction	-	-	-	-	-	-	16,663,528
Support services	10,468	-	710	-	-	-	18,602,573
Noninstructional services	-	-	-	-	-	664,837	2,940,560
Facilities acquisition and construction	-	-	655	-	-	-	1,444,271
Debt service	-	-	-	-	-	-	4,424,863
Nonprogrammed charges	-	-	-	25,692,612	-	-	25,692,612
Total disbursements	10,468	-	1,365	25,692,612	-	664,837	69,768,407
Excess (deficiency) of receipts over disbursements	(10,468)	-	(1,365)	(2,151)	-	106,731	(801,010)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	1,007,075
Sale of capital assets	-	-	-	-	-	-	6,447
Transfers in	-	-	-	-	-	-	843,000
Transfers out	-	-	-	-	-	-	(843,000)
Total other financing sources (uses)	-	-	-	-	-	-	1,013,522
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(10,468)	-	(1,365)	(2,151)	-	106,731	212,512
Cash and investments - ending	\$ (18,663)	\$ -	\$ (1,365)	\$ 140,741	\$ -	\$ 141,710	\$ 11,184,264

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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 For the Year Ended June 30, 2018

	General	Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/Severance Bond	Post-Retirement/Severance Future Benefits	Construction
Cash and investments - beginning	\$ 1,365,163	\$ 2,679,647	\$ 1,955,846	\$ 457,920	\$ 104,695	\$ 1,306,321	\$ 1,161,805	\$ 99,640	\$ 54,113
Receipts:									
Local sources	666,932	4,820,391	3,553,352	3,046,999	676,922	2,229	10,080	-	-
Intermediate sources	27	-	-	-	-	-	-	-	-
State sources	22,455,787	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	57,572	-	-	-	-	-
Total receipts	23,122,746	4,820,391	3,553,352	3,104,571	676,922	2,229	10,080	-	-
Disbursements:									
Instruction	15,521,709	-	-	-	-	-	-	-	-
Support services	6,977,557	-	2,685,870	2,669,939	352,483	-	-	-	3,157
Noninstructional services	438,200	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	547,360	-	-	226,566	-	-	-
Debt service	-	5,383,517	104,738	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	22,937,466	5,383,517	3,337,968	2,669,939	352,483	226,566	-	-	3,157
Excess (deficiency) of receipts over disbursements	185,280	(563,126)	215,384	434,632	324,439	(224,337)	10,080	-	(3,157)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	138,341	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	1,050,000	-	-	-
Transfers out	(321,140)	(111,606)	(620,000)	(330,000)	(10,000)	(136,000)	-	-	-
Total other financing sources (uses)	(182,799)	(111,606)	(620,000)	(330,000)	(10,000)	914,000	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,481	(674,732)	(404,616)	104,632	314,439	689,663	10,080	-	(3,157)
Cash and investments - ending	\$ 1,367,644	\$ 2,004,915	\$ 1,551,230	\$ 562,552	\$ 419,134	\$ 1,995,984	\$ 1,171,885	\$ 99,640	\$ 50,956

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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	Construction Fund 1	Construction Fund 2	School Lunch	Textbook Rental	Self- Insurance	Educational License Plates	Alternative Education	Safe Haven 13-14/SRO Salary	Safe Haven 2014-15 SRO
Cash and investments - beginning	\$ 995,270	\$ -	\$ (10,366)	\$ 471,510	\$ 255,596	\$ (337)	\$ (111,292)	\$ 29,813	\$ 10,514
Receipts:									
Local sources	-	950,000	982,065	272,390	4,286,638	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	19,210	113,793	-	-	22,192	-	25,000
Federal sources	-	-	958,742	-	-	-	-	-	-
Other	-	-	1,266	-	-	-	-	-	-
Total receipts	-	950,000	1,961,283	386,183	4,286,638	-	22,192	-	25,000
Disbursements:									
Instruction	-	-	-	-	-	-	169,644	-	-
Support services	-	-	505	510,497	1,930,680	94	-	29,813	34,193
Noninstructional services	-	-	1,814,159	-	-	-	-	-	-
Facilities acquisition and construction	573,207	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	1,687,621	-	-	-	-
Total disbursements	573,207	-	1,814,664	510,497	3,618,301	94	169,644	29,813	34,193
Excess (deficiency) of receipts over disbursements	(573,207)	950,000	146,619	(124,314)	668,337	(94)	(147,452)	(29,813)	(9,193)
Other financing sources (uses):									
Proceeds of long-term debt	61,642	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	111,615	-	431	258,744	-	-
Transfers out	-	-	(9)	-	-	-	-	-	-
Total other financing sources (uses)	61,642	-	(9)	111,615	-	431	258,744	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(511,565)	950,000	146,610	(12,699)	668,337	337	111,292	(29,813)	(9,193)
Cash and investments - ending	\$ 483,705	\$ 950,000	\$ 136,244	\$ 458,811	\$ 923,933	\$ -	\$ -	\$ -	\$ 1,321

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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	Early Intervention 2014	Early Intervention 2016	Early Intervention Grant 2017	High Ability	Lilly Comprehensive Counseling	State General Fund Loan	Extra- Curricular Activities	Miscellaneous Programs	Pre-School Program
Cash and investments - beginning	\$ 189	\$ 1,579	\$ 17,987	\$ -	\$ 5,571	\$ (3,208)	\$ 21,166	\$ 16,845	\$ (107,096)
Receipts:									
Local sources	-	-	-	-	-	-	20,399	-	492,085
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	16,254	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	16,254	-	-	20,399	-	492,085
Disbursements:									
Instruction	-	-	-	-	-	-	-	-	380,477
Support services	-	1,579	17,987	4,624	-	-	-	-	140
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	1,579	17,987	4,624	-	-	-	-	380,617
Excess (deficiency) of receipts over disbursements	-	(1,579)	(17,987)	11,630	-	-	20,399	-	111,468
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	3,208	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	3,208	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,579)	(17,987)	11,630	-	3,208	20,399	-	111,468
Cash and investments - ending	\$ 189	\$ -	\$ -	\$ 11,630	\$ 5,571	\$ -	\$ 41,565	\$ 16,845	\$ 4,372

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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	Washington DC Dekko Grant	Homebound - HP	Professional Development Grant	MCK Summer Reading - VOICE	Baron TV - Voice	Summer of E-Learning	Dekko - Museum of Science trip	Dekko - MCK Playground	Dekko - Spark Training
Cash and investments - beginning	\$ -	\$ (32,667)	\$ (41,772)	\$ -	\$ 17	\$ 8,233	\$ 3,000	\$ 50,000	\$ (100)
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	23,650	-	-	-	16,455	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	23,650	-	-	-	16,455	-	-	-
Disbursements:									
Instruction	-	13,591	-	-	-	-	3,000	-	(100)
Support services	-	-	-	-	-	17,671	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	50,000	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	13,591	-	-	-	17,671	3,000	50,000	(100)
Excess (deficiency) of receipts over disbursements	-	10,059	-	-	-	(1,216)	(3,000)	(50,000)	100
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	36,700	41,772	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	36,700	41,772	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	46,759	41,772	-	-	(1,216)	(3,000)	(50,000)	100
Cash and investments - ending	\$ -	\$ 14,092	\$ -	\$ -	\$ 17	\$ 7,017	\$ -	\$ -	\$ -

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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	United Way- Community Impact DMS	Arts Ed 8th grade field trip	CPR/AED Training Grant	Cmnty Foundation - WTL Headphone	Dekko - DHS Landscaping Program	Comm Found - DMS Mason's Mission	United Way - WTL Books	Tech Repair Lenovo	Dekko - Keller Music Grant
Cash and investments - beginning	\$ 24	\$ (38)	\$ 2,735	\$ 500	\$ 5,954	\$ 500	\$ 1,600	\$ 11,825	\$ 4,000
Receipts:									
Local sources	-	-	-	-	-	-	-	442	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	-	442	-
Disbursements:									
Instruction	-	(38)	-	500	2,697	499	1,543	-	3,986
Support services	-	-	2,408	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	(38)	2,408	500	2,697	499	1,543	-	3,986
Excess (deficiency) of receipts over disbursements	-	38	(2,408)	(500)	(2,697)	(499)	(1,543)	442	(3,986)
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	-	38	(2,408)	(500)	(2,697)	(499)	(1,543)	442	(3,986)
Cash and investments - ending	\$ 24	\$ -	\$ 327	\$ -	\$ 3,257	\$ 1	\$ 57	\$ 12,267	\$ 14

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 For the Year Ended June 30, 2018

	DHS Marching Drums - James Fndtn	DMS PE Grant from Comm Found	United Way - Strength Finders	Dekko Grant - CME Active Seating	Doc History Thru Art Grant	United Way - DMS Student Asst	Comm Found - Greenlee Spanish	Dekko - Elem Guide to Read Wrksh	Comm Found - Kennedy 6th Science
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:									
Local sources	12,000	1,500	995	2,600	300	4,000	1,022	1,677	2,957
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	12,000	1,500	995	2,600	300	4,000	1,022	1,677	2,957
Disbursements:									
Instruction	12,000	880	-	2,598	299	4,000	1,006	1,564	2,956
Support services	-	-	995	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	12,000	880	995	2,598	299	4,000	1,006	1,564	2,956
Excess (deficiency) of receipts over disbursements	-	620	-	2	1	-	16	113	1
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	-	620	-	2	1	-	16	113	1
Cash and investments - ending	\$ -	\$ 620	\$ -	\$ 2	\$ 1	\$ -	\$ 16	\$ 113	\$ 1

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

	Comm Found CME Owen 3rd Grade	Comm Found DNT StrengthsQuest	VOICE - J Yoder Pre-K Supplies	VOICE - Pre-K Small Group Online	VOICE - WTL Library	Comm Fndtn - CPR & First Aid	James Foundation - Chicago Cubs	Dekko - Gentris Beginner Piano	Dekko - Keller Musical Instrument
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:									
Local sources	1,000	1,000	1,000	325	500	4,000	5,000	2,500	1,768
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>325</u>	<u>500</u>	<u>4,000</u>	<u>5,000</u>	<u>2,500</u>	<u>1,768</u>
Disbursements:									
Instruction	993	1,000	993	-	500	-	5,000	-	848
Support services	-	-	-	-	-	3,901	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>993</u>	<u>1,000</u>	<u>993</u>	<u>-</u>	<u>500</u>	<u>3,901</u>	<u>5,000</u>	<u>-</u>	<u>848</u>
Excess (deficiency) of receipts over disbursements	<u>7</u>	<u>-</u>	<u>7</u>	<u>325</u>	<u>-</u>	<u>99</u>	<u>-</u>	<u>2,500</u>	<u>920</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>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>7</u>	<u>-</u>	<u>7</u>	<u>325</u>	<u>-</u>	<u>99</u>	<u>-</u>	<u>2,500</u>	<u>920</u>
Cash and investments - ending	<u>\$ 7</u>	<u>\$ -</u>	<u>\$ 7</u>	<u>\$ 325</u>	<u>\$ -</u>	<u>\$ 99</u>	<u>\$ -</u>	<u>\$ 2,500</u>	<u>\$ 920</u>

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

	Talent Initiative (New Tech DHS)	United Way - CME Media Grant	Comm Fndtn WTL T Young	Dekko - DMS Museum Trip	Am Dairy Assctn - DHS 582-02	Am Dairy Assctn - WTL 582-02	Formative Assessment	Non-English Speaking 2012-13	Non-English Speaking Program 2016
Cash and investments - beginning	\$ 190	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 157	\$ (5,819)
Receipts:									
Local sources	-	600	338	3,300	2,000	1,000	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	42,838	-	(1)
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	600	338	3,300	2,000	1,000	42,838	-	(1)
Disbursements:									
Instruction	-	375	338	3,300	-	-	-	-	-
Support services	-	-	-	-	-	-	42,838	-	(5,820)
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	375	338	3,300	-	-	42,838	-	(5,820)
Excess (deficiency) of receipts over disbursements	-	225	-	-	2,000	1,000	-	-	5,819
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	225	-	-	2,000	1,000	-	-	5,819
Cash and investments - ending	\$ 190	\$ 225	\$ -	\$ -	\$ 2,000	\$ 1,000	\$ -	\$ 157	\$ -

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

	Non-English Speaking Program 2017	School Technology	Career and Technical Performance Grant	Performance Based Awards	Energy Savings Program	High Ability Grant 2016	High Ability Grant 2017	High Ability Grant 2018
Cash and investments - beginning	\$ -	\$ 148,956	\$ 31,069	\$ -	\$ 4,960	\$ -	\$ (194)	\$ -
Receipts:								
Local sources	-	384,985	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	8,750	-	27,125	104,056	-	-	-	40,196
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	8,750	384,985	27,125	104,056	-	-	-	40,196
Disbursements:								
Instruction	-	-	-	98,340	-	-	-	-
Support services	8,750	233,257	-	-	-	-	(194)	39,248
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	8,750	233,257	-	98,340	-	-	(194)	39,248
Excess (deficiency) of receipts over disbursements	-	151,728	27,125	5,716	-	-	194	948
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	-	151,728	27,125	5,716	-	-	194	948
Cash and investments - ending	\$ -	\$ 300,684	\$ 58,194	\$ 5,716	\$ 4,960	\$ -	\$ -	\$ 948

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

	Senator David Ford Technology	Title I, 2015-16	Title I, 2016-17	Title I, 2017-18	Title II 2011-12	Title II 2012-13	Improving Teacher Quality, No Child Left, Title II, Part A	Title II-A FFY2015 2015/16
Cash and investments - beginning	\$ 1	\$ (1,314)	\$ (16,072)	\$ -	\$ (17,711)	\$ (8,576)	\$ -	\$ (6,508)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	5,853	-	-	-	-	-	-	-
Federal sources	-	-	93,701	381,244	-	-	-	8,012
Other	-	-	-	-	-	-	-	-
Total receipts	5,853	-	93,701	381,244	-	-	-	8,012
Disbursements:								
Instruction	-	(1,194)	19,580	378,822	-	-	-	-
Support services	5,854	-	55,932	48,812	-	-	-	1,504
Noninstructional services	-	(120)	2,117	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	5,854	(1,314)	77,629	427,634	-	-	-	1,504
Excess (deficiency) of receipts over disbursements	(1)	1,314	16,072	(46,390)	-	-	-	6,508
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	17,711	8,576	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	17,711	8,576	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1)	1,314	16,072	(46,390)	17,711	8,576	-	6,508
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (46,390)	\$ -	\$ -	\$ -	\$ -

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

	Title II - A - 2016 / 2017	Title II FFY 2017	Title III 2016-17	Payroll Clearing	Technology Warranty Program	Prepaid Food Accounts	Totals
Cash and investments - beginning	\$ (18,663)	\$ -	\$ (1,365)	\$ 140,741	\$ -	\$ 141,710	\$ 11,184,264
Receipts:							
Local sources	(251)	-	-	-	16,804	810,859	21,044,703
Intermediate sources	-	-	-	-	-	-	27
State sources	-	-	-	-	-	-	22,921,158
Federal sources	90,050	-	-	-	-	-	1,531,749
Other	-	-	-	25,495,022	-	-	25,553,860
Total receipts	89,799	-	-	25,495,022	16,804	810,859	71,051,497
Disbursements:							
Instruction	-	-	-	-	-	-	16,631,706
Support services	71,136	37,375	140	-	8,284	-	15,791,209
Noninstructional services	-	-	-	-	-	922,852	3,177,208
Facilities acquisition and construction	-	-	-	-	-	-	1,397,133
Debt service	-	-	-	-	-	-	5,488,255
Nonprogrammed charges	-	-	-	25,497,557	-	-	27,185,178
Total disbursements	71,136	37,375	140	25,497,557	8,284	922,852	69,670,689
Excess (deficiency) of receipts over disbursements	18,663	(37,375)	(140)	(2,535)	8,520	(111,993)	1,380,808
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	61,642
Sale of capital assets	-	-	-	-	-	-	138,341
Transfers in	-	-	-	-	-	-	1,528,757
Transfers out	-	-	-	-	-	-	(1,528,755)
Total other financing sources (uses)	-	-	-	-	-	-	199,985
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	18,663	(37,375)	(140)	(2,535)	8,520	(111,993)	1,580,793
Cash and investments - ending	\$ -	\$ (37,375)	\$ (1,505)	\$ 138,206	\$ 8,520	\$ 29,717	\$ 12,765,057

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2018

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 319,287</u>	<u>\$ 199,473</u>

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
SCHEDULE OF LEASES AND DEBT
June 30, 2018

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Auburn Plaza	Alternative school rent	\$ 28,032	8/1/2011	7/31/2020
Crossroads Bank	N22 Chromebooks	67,360	6/1/2017	12/1/2019
Crossroads Bank	District Truck	5,249	4/1/2016	1/1/2020
Crossroads Bank	District Vans	16,578	12/1/2015	9/1/2019
DeKalb County Central School Building Corporation	2016 Bond - MCK/DHS/DMS	223,000	1/1/2017	12/31/2022
DeKalb County Central School Building Corporation	Deferred Maintenance at all School Buildings	1,300,000	6/30/2014	12/31/2023
DeKalb McKenney-Harrison School Building Corporation	Construction/Renovation at McKenney-Harrison Elementary School and Renovations at DeKalb Middle School	2,260,000	6/30/2015	6/30/2024
MailFinance	Postage machine	1,996	8/1/2016	7/31/2021
US Bancorp	Technology	92,521	6/2/2016	3/2/2019
Xerox	Copiers	96,000	12/21/2010	9/30/2019
Total of annual lease payments		<u>\$ 4,090,736</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	2010 Building Renovation and Equipment	\$ 2,000,000	\$ 52,400
General obligation bonds	DeKalb High School, New Tech, Country Meadow Renovations - 2012	245,000	247,450
Totals		<u>\$ 2,245,000</u>	<u>\$ 299,850</u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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

TO: THE OFFICIALS OF THE DEKALB COUNTY CENTRAL UNITED
SCHOOL DISTRICT, DEKALB COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the DeKalb County Central United School District's (School Corporation) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the period of July 1, 2016 to June 30, 2018. The School Corporation's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School Corporation's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School Corporation's compliance.

Opinion on Each Major Federal Program

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

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2018-003 and 2018-004. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

Management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Corporation's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as items 2018-003 and 2018-004, that we consider to be material weaknesses.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

May 13, 2019

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.

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
 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	FY 16-17 FY 17-18	\$ - -	\$ 242,649 -	\$ - -	\$ - 214,830
Total - School Breakfast Program				-	242,649	-	214,830
National School Lunch Program	Indiana Department of Education	10.555	FY 16-17 FY 17-18	- -	737,251 -	- -	- 688,441
Afterschool Snack			FY 16-17	-	3,585	-	-
Afterschool Snack			FY 17-18	-	-	-	927
Commodities			FY 16-17	-	144,370	-	-
Commodities			FY 17-18	-	-	-	140,651
Total - National School Lunch Program				-	885,206	-	830,019
Summer Food Service Program for Children	Indiana Department of Education	10.559	FY 16-17 FY 17-18	- -	41,439 -	- -	- 54,544
Total - Summer Food Service Program for Children				-	41,439	-	54,544
Total - Child Nutrition Cluster				-	1,169,294	-	1,099,393
Total - Department of Agriculture				-	1,169,294	-	1,099,393
<u>Department of Energy</u>							
State Energy Program	Indiana Office of Energy Development	81.041	EE0006210	-	14,921	-	-
Total - Department of Energy				-	14,921	-	-
<u>Department of Education</u>							
Special Education Cluster (IDEA)							
Special Education Grants to States	Indiana Department of Education	84.027	14216-044-PN01 14217-044-PN01 18611-044-PN01	- - -	150,803 750,425 -	- - -	- 126,804 765,774
Total - Special Education Grants to States				-	901,228	-	892,578

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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	45717-044-PN01 18619-044-PN01	- -	35,641 -	- -	- 35,270
Total - Special Education Preschool Grants				-	35,641	-	35,270
Total - Special Education Cluster (IDEA)				-	936,869	-	927,848
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010	16-1835 17-1835 18-1835	- - -	213,158 413,824 -	- - -	- 93,701 381,244
Total - Title I Grants to Local Educational Agencies				-	626,982	-	474,945
Supporting Effective Instruction State Grants	Indiana Department of Education	84.367	14-1835 15-1835 16-1835	- - -	7,793 96,861 -	- - -	- 8,012 104,050
Total - Supporting Effective Instruction State Grants				-	104,654	-	112,062
Total - Department of Education				-	1,668,505	-	1,514,855
Total federal awards expended				\$ -	\$ 2,852,720	\$ -	\$ 2,614,248

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

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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. *Special Education Cooperative*

The School Corporation is a member of the Northeast Indiana Special Education Cooperative (Cooperative), which operates the special education program for the School Corporation. As a result, some activity for the Special Education Cluster (IDEA) that is presented on the SEFA is not presented as receipts and disbursements in the financial statement for the School Corporation. This activity is reported on the financial statement of the Cooperative.

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
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 weaknesses identified?	yes
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	yes

Federal Awards:

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

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

CFDA Number	Name of Federal Program or Cluster	Opinion Issued
84.010	Child Nutrition Cluster Title I Grants to Local Educational Agencies	Unmodified Unmodified

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

Auditee qualified as low-risk auditee?	no
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Section II - Financial Statement Findings

FINDING 2018-001

Subject: Preparation of the Schedule of Expenditures of Federal Awards
Audit Findings: Material Weakness, Noncompliance

Repeat Finding

This is a repeat finding from the immediately prior audit report. The prior audit finding number was 2016-001.

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 not established effective internal controls over the federal award information entered into

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

the Indiana Gateway for Government Units (Gateway) financial reporting system, which was the source of the School Corporation's SEFA. The School Corporation did create an approval process involving the Director of Business Operation's review of the SEFA prepared by the Treasurer to ensure the SEFA was accurate. However, the approval process did not detect the errors on the SEFA.

Context

The SEFA contained the following errors:

1. The National School Lunch Program expenditures included expenditures that should have been reported as Summer Food Service Program for Children. The expenditures were \$41,439 and \$54,544 for fiscal years 2016-2017 and 2017-2018, respectively.
2. The National School Lunch Program Afterschool Snack expenditures of \$3,585 were not reported for 2016-2017.
3. The National School Lunch Program Commodities were not reported, totaling \$144,370 and \$140,651 for 2016-2017 and 2017-2018, respectively.
4. The State Energy Program expenditures of \$14,921 were not reported for 2016-2017.
5. The Special Education Grants to States expenditures of \$901,228 were not reported for 2016-2017 and were understated by \$10,018 for 2017-2018.
6. The Special Education Preschool Grant expenditures were understated by \$35,641 for 2016-2017.
7. The Title I Grants to Local Educational Agencies expenditures were overstated by \$1,314 for 2017-2018.
8. The Supporting Effective Instruction State Grants expenditures were understated by \$10,000 and \$14,000 for 2016-2017 and 2017-2018, respectively.

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. . . .

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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. . . .

The Green Book identifies a list of control activity categories that are meant only to illustrate the range and variety of control activities; the list is by no means all inclusive, but is reproduced here for reference purposes: . . .

- Accurate and timely recording of transactions. . . ."

2 CFR 200.508 states in part:

"The auditee must: . . .

- (b) Prepare appropriate financial statements, including the schedule of expenditures of Federal awards in accordance with § 200.510 Financial statements. . . ."

2 CFR 200.510(b) states:

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

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

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Cause

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

Effect

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

Recommendation

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

Views of Responsible Officials

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

FINDING 2018-002

Subject: Financial Transactions and Reporting
Audit Finding: Material Weakness

Condition

There were deficiencies in the internal control system of the School Corporation related to financial transactions and reporting over bank account reconciliations.

1. Lack of Segregation of Duties: The School Corporation had not separated incompatible activities related to bank account reconciliations.
2. Monitoring of Controls: The School Corporation had no process to identify or communicate corrective actions to improve controls. Effective internal controls over financial reporting required the School Corporation to monitor and assess the quality of the system of internal control.

Context

The lack of controls was a systemic issue throughout the audit period.

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:

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

"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. . . .

The Green Book identifies a list of control activity categories that are meant only to illustrate the range and variety of control activities; the list is by no means all inclusive, but is reproduced here for reference purposes: . . .

- Accurate and timely recording of transactions. . . ."

Cause

Management of the School Corporation had not established a proper system of internal control that would have ensured proper reporting of cash and investments.

Effect

The failure to establish controls could have enabled misstatements or irregularities to remain undetected. The failure to monitor the internal control system placed the School Corporation at risk that controls may not be either designed properly or operating effectively to provide reasonable assurance that controls would have prevented, or detected and corrected, misstatements in a timely manner.

Recommendation

We recommended that the School Corporation establish a system of internal controls related to financial transactions and reporting over bank account reconciliations.

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 2018-003

Subject: Child Nutrition Cluster - Program Income

Federal Agency: Department of Agriculture

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

CFDA Numbers: 10.553, 10.555, 10.559

Federal Award Numbers and Years (or Other Identifying Numbers): FY 16-17, FY 17-18

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Program Income

Audit Findings: Material Weakness, Other Matters

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Program Income compliance requirement.

The School Corporation had not designed or implemented adequate policies and procedures to ensure that program income was properly recorded in the financial records. The School Corporation did not transfer the correct amount of sales from the Prepaid Food Accounts fund. The transfer from the Prepaid Food Accounts fund (8400) to the School Lunch fund (800) was the difference between the ending balance in the 8400 fund and the ending prepaid food trust account balance from the food service computer program. The actual program income generated from food service operations per the Sales Activity Reports did not agree with the amounts transferred from fund 8400.

Context

The lack of controls and noncompliance were systemic issues, 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). . . ."

7 CFR 220.7(e) states in part:

"Each school food authority approved to participate in the program shall enter into a written agreement with the State agency or the Department through the FNSRO, as applicable, that may be amended as necessary. . . . Such agreements shall provide that the School Food Authority shall, with respect to participating schools under its jurisdiction:

- (12) Maintain a financial management system as prescribed by the State agency, or FNSRO where applicable; . . ."

7 CFR 210.14(c) states:

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

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

7 CFR 210.14(f)(3) states: "All revenue from the sale of nonprogram foods shall accrue to the nonprofit school food service account of a participating school food authority."

7 CFR 225.6(e) states in part:

"State-Sponsor Agreement. A sponsor approved for participation in the Program must enter into a permanent written agreement with the State agency. All sponsors must agree in writing to: . . .

(12) Maintain a financial management system as prescribed by the State agency; . . ."

Clearing Account Number 8400 - Prepaid Food has been established to account for prepaid food. The collections are to be receipted to 8410 with 8420 representing the transfers out of the clearing account and recognition in the appropriate revenue classifications (1611 to 1614 series) in the School Lunch fund. The transfer should be made periodically and at the end of each month to appropriately classify meals (breakfast, lunch, etc.) when known (charged by student). (The School Bulletin and Uniform Compliance Guidelines, September 2008)

Cause

Management had not developed a system of internal controls that would have ensured compliance with the Program Income compliance requirement.

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

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

Views of Responsible Officials

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

Auditor's Response

Transfers from the Prepaid Food Accounts fund (8400) to the School Lunch fund (800) should be based upon revenue as accounted for in the point-of-sale system rather than the change in the balance in students' trust accounts. Monthly reports of sales from the point-of-sale system were not the basis of the transfer in to the School Lunch fund as required.

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

FINDING 2018-004

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

Repeat Finding

This is a repeat finding from the immediately prior audit report. The prior audit finding number was 2016-003.

Condition

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Reporting compliance requirement.

The School Corporation had not designed or implemented adequate policies and procedures to ensure that the fiscal year 2016-2017 Annual Financial Report (AFR) filed with the Indiana Department of Education Division of School and Community Nutrition Services agreed with the School Corporation's financial records. The beginning fund balance was overstated by \$96,669, the income total was overstated by \$99,375, and the ending balance was overstated \$196,044. The ending balance was later adjusted to correct these errors.

Context

The lack of controls and noncompliance were an isolated instance, which occurred only in 2016-2017. This was corrected in 2017-2018.

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). . . ."

2 CFR 200.302(b) states in part:

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

. . .

DEKALB COUNTY CENTRAL UNITED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

2 CFR 200.207(a) states in part: "The Federal awarding agency or pass-through entity may impose additional specific award conditions as needed . . ."

Indiana Department of Education's *General Instructions: Annual Financial Report* states:

"All data reported is on a School Food Authority basis. It should include all financial transactions from July 1 through June 30, thereby accurately reflecting the financial position of the School Food Service Fund as of June 30. Accurate supporting documentation must be maintained by appropriate accounting officials whether consolidated Corporation-level accounting is used, or one or more Extra-Curricular accounts at separate schools are used. The income total and expense total boxes should agree exactly with total revenues and total expenditures recorded in the SFA's accounting records. All expenses need to be allocated appropriately to all existing programs."

Cause

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

Effect

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

Questioned Costs

There were no questioned costs identified.

Recommendation

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

Views of Responsible Officials

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

Auditor's Response

We are aware of the officials' concern regarding the timing of the prior finding and the date of the filing of the 2016-2017 AFR, which was after the prior finding was issued. Since the audit period covered both years, we are required to audit both annual reports and report the findings of the audit. Our testing revealed the 2016-2017 AFR was not supported by the School Corporation's records. The 2017-2018 AFR was supported by the School Corporation's records.

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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 years in which the finding initially occurred: July 1, 2014 – June 30, 2016

Contact Person Responsible for Corrective Action: Steve Snider

Contact Phone Number: 260-920-1011

Description of Corrective Action Plan:

The CFO currently completes the Annual Financial Report, which includes the SEFA. An additional party will review the AFR, along with a copy of prior audit findings (to be aware of past problems) prior to submission. The CFO will contact state officials to determine what can be done regarding the submitted 2016-17 AFR.

Status of Audit Finding: The superintendent is now reviewing the AFR, including SEFA, prior to submission. The modifications to the SEFAs during the current 2016-18 audit period had missing components of federal aid unbeknownst to us... food service commodities, a portion of a propane bus grant being federal in nature and incorrect data provided by our LEA for Special Ed.

FINDING 2016-002

Fiscal years in which the finding initially occurred: July 1, 2014 – June 30, 2016

Pass Through Entity: Indiana Department of Education

Contact Person Responsible for Corrective Action: Steve Snider & Ashlee Baron

Contact Phone Number: 260-920-1011

Description of Corrective Action Plan:

There are controls in place for reconciling the bank account, but we will place a simple sign-off procedure in place to assure the cash balance is less than three months of average expenses.

Status of Audit Finding: There is now a simple calculation of three month's average expenses for our Food Service department and a double sign-off showing we are under this amount for our cash balance.

FINDING 2016-003

Fiscal years in which the finding initially occurred: July 1, 2014 – June 30, 2016

Pass Through Entity: Indiana Department of Education

Contact Person Responsible for Corrective Action: Steve Snider & Ashlee Baron

Contact Phone Number: 260-920-1011

Description of Corrective Action Plan:

Ongoing development will occur related to this non-compliance. The rollover of a beginning balance make it difficult to correct the current AFR errors. We will work with the state to identify a method to correct this ongoing error.



Status of Audit Finding: The state was able to open up the parameters and let us adjust the opening cash balance, which corrected the issue.

FINDING 2016-004

Fiscal years in which the finding initially occurred: July 1, 2014 – June 30, 2016

Pass Through Entity: Indiana Department of Education

Contact Person Responsible for Corrective Action: Steve Snider Lori Vaughn

Contact Phone Number: 260-920-1011

Description of Corrective Action Plan:

We will require DeKalb Eastern, as the LEA for NorthEast Indiana Special Education Cooperative, to complete and send copies of proper semi-annual certifications.

Status of Audit Finding: This procedure is in place for DeKalb Eastern to submit semi-annual certifications to Lori Vaughn, who logs them and retains them on file.

FINDING 2016-005

Fiscal years in which the finding initially occurred: July 1, 2014 – June 30, 2016

Pass Through Entity: Indiana Department of Education

Contact Person Responsible for Corrective Action: Steve Snider & Lori Vaughn

Contact Phone Number: 260-920-1011

Description of Corrective Action Plan:

Establish additional procedures to have segregation of duties where an additional source is reviewing things such as student selection data, comparability reports, mobility documentation and the like.

Status of Audit Finding: At the building level, multiple sources are involved when making changes or reviewing items affecting the Title cohort.

FINDING 2016-006

Fiscal years in which the finding initially occurred: July 1, 2014 – June 30, 2016

Pass Through Entity: Indiana Department of Education

Contact Person Responsible for Corrective Action: Steve Snider

Contact Phone Number: 260-920-1011

Description of Corrective Action Plan:

A grant secretary was added after June 2016 and now strengthening our records, in addition to compiling detail for any reclass journal entries.

Status of Audit Finding: The grant secretary now completes all detail and has extensive records attached when reclassing items to or from grant funds.



FINDING 2016-007

Fiscal years in which the finding initially occurred: July 1, 2014 – June 30, 2016

Pass Through Entity: Indiana Department of Education

Contact Person Responsible for Corrective Action: Steve Snider

Contact Phone Number: 260-920-1011

Description of Corrective Action Plan:

A grant secretary was added after June 2016 and now strengthening our records, in addition to compiling detail for any reclass journal entries.

Status of Audit Finding: The grant secretary now completes all detail and has extensive records attached when reclassing items to or from grant funds. In addition, there are multiple signatures on claims for reimbursement.

FINDING 2016-008

Fiscal years in which the finding initially occurred: July 1, 2014 – June 30, 2016

Pass Through Entity: Indiana Department of Education


Contact Person Responsible for Corrective Action: Steve Snider & Lori Vaughn

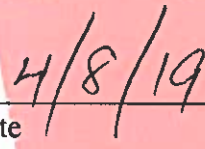
Contact Phone Number: 260-920-1011

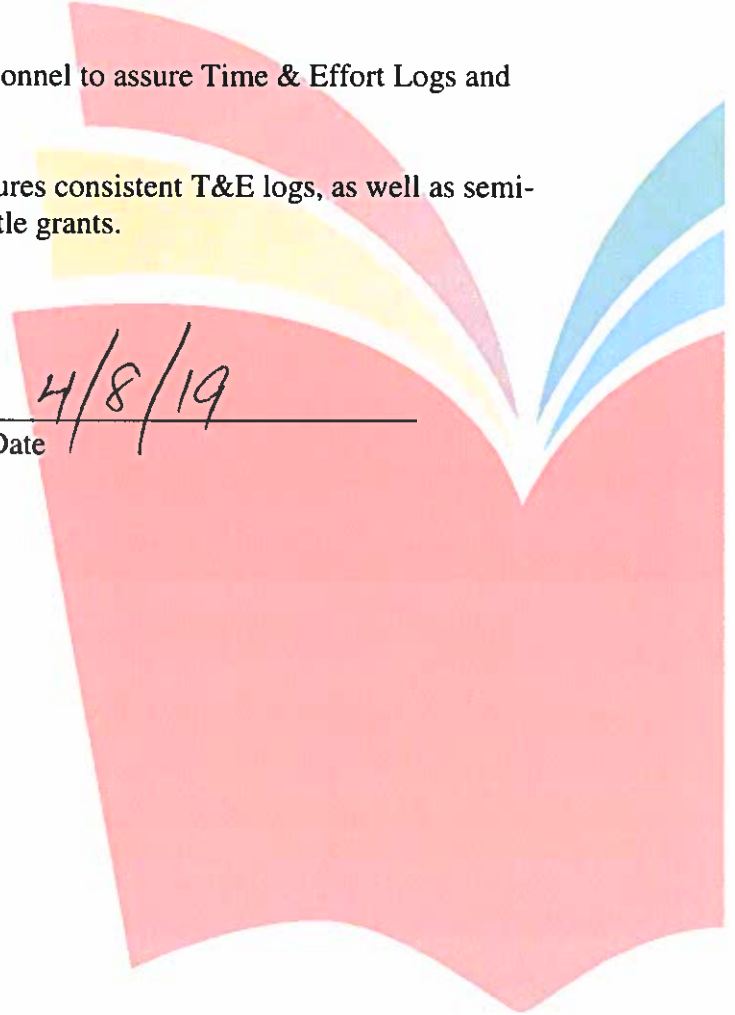
Description of Corrective Action Plan:

The grant administrator will work with all Title I personnel to assure Time & Effort Logs and Semi-Annual Certifications are completed.

Status of Audit Finding: The grant administrator ensures consistent T&E logs, as well as semi-annual certifications from those paid entirely from Title grants.



Stephen W. Snider
Chief Financial Officer

Date



CORRECTIVE ACTION PLAN

FINDING 2018-001

Subject: Preparation of the Schedule of Expenditures of Federal Awards

Contact Person Responsible for Corrective Action: Steve Snider, CFO

Contact Phone Number: 260-920-1011

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

The CFO currently completes the Annual Financial Report, which includes the SEFA. An additional party will review the AFR, along with a copy of prior audit findings (to be aware of past problems) prior to submission. Training has already occurred with the SBOA auditor to locate the commodity numbers. There has also already been communication with the Special Ed LEA regarding accurate numbers being forwarded each year.

Anticipated Completion Date: August 2019

FINDING 2018-002

Subject: Financial Transactions and Reporting

Contact Person Responsible for Corrective Action: Steve Snider, CFO

Contact Phone Number: 260-920-1011

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan:

There are already dual signatures on each bank reconciliation, but nothing to detect additional accounts. A master spreadsheet showing all school bank accounts will become part of the approval process each month, showing all accounts have been recorded in the financial software.

Anticipated Completion Date: April 2019

FINDING 2018-003

Subject: Child Nutrition Cluster – Program Income

Pass Through Entity: Indiana Department of Education

Contact Person Responsible for Corrective Action: Steve Snider, CFO & Ashlee Baron, Food Service Director

Contact Phone Number: 260-920-1011

Views of Responsible Official: We disagree with the finding. We already were doing this reconciliation using the Prepaid Food Accounts balance, but additional requirements were requested by SBOA during this audit.



Description of Corrective Action Plan: Reports from Meal Magic will now become part of the reconciliation process between the School Lunch Fund and the Prepaid Food Accounts Fund.

Anticipated Completion Date: April 2019

FINDING 2018-004

Subject: Child Nutrition Cluster - Reporting

Pass Through Entity: Indiana Department of Education

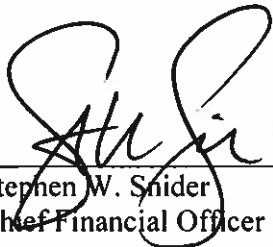
Contact Person Responsible for Corrective Action: Steve Snider, CFO & Ashlee Baron, Food Service Director

Contact Phone Number: 260-920-1011

Views of Responsible Official: We disagree with the finding since this results from the Food Service AFR submitted in August of 2017, prior to the audit results of the 2014-2016 SBOA audit. The following year was corrected and this is the one which should be audited.

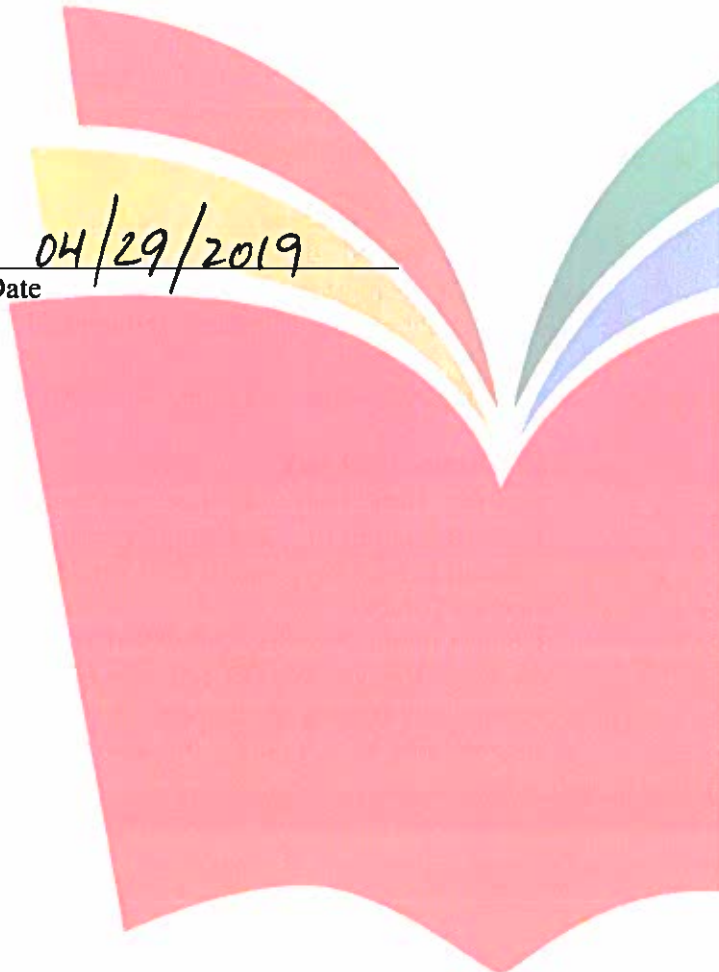
Description of Corrective Action Plan: We will continue with our current process of using reports from our food service financial software, as well as our district financial software, to complete the Food Service Annual Financial Report. Both the Food Service Director and the CFO will sign off upon submission.

Anticipated Completion Date: August 2018



Stephen W. Snider
Chief Financial Officer

04/29/2019
Date



OTHER REPORTS

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