

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

WARSAW COMMUNITY SCHOOLS
KOSCIUSKO COUNTY, INDIANA

July 1, 2016 to June 30, 2018



FILED
06/06/2019

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Erica M. Purvis April Fitterling	01-01-16 to 08-14-16 08-15-16 to 06-30-19
Superintendent of Schools	Dr. David A. Hoffert	07-01-16 to 06-30-19
President of the School Board	Jennifer K. Tandy Heather Reichenbach	01-01-16 to 12-31-16 01-01-17 to 12-31-19



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE WARSAW COMMUNITY SCHOOLS, KOSCIUSKO COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Warsaw Community Schools (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2016 to June 30, 2018, and the related notes to the financial statement as listed in the Table of Contents.

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the School Corporation for the period of July 1, 2016 to June 30, 2018.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the School Corporation for the period of July 1, 2016 to June 30, 2018, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statement. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

Other Information

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated May 8, 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 8, 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 WARSAW COMMUNITY SCHOOLS, KOSCIUSKO 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 Warsaw Community Schools (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 8, 2019, wherein we noted the School Corporation followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered the School Corporation's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.


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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

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


Paul D. Joyce, CPA
State Examiner

May 8, 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.

WARSAW COMMUNITY SCHOOLS
 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	\$ 5,192,261	\$ 46,647,320	\$ 45,309,557	\$ (1,278,750)	\$ 5,251,274	\$ 47,363,122	\$ 46,128,066	\$ (953,648)	\$ 5,532,682
Debt Service	5,291,317	8,521,990	8,344,760	(8,814)	5,459,733	8,177,861	8,068,234	(89,918)	5,479,442
Retirement/Severance Bond Debt Service	274,641	467,361	465,099	-	276,903	416,002	461,121	-	231,784
Referendum Debt Exempt Capital	304,954	2,554,444	2,100,000	-	759,398	2,922,235	2,880,000	-	801,633
Capital Projects	2,137,571	6,825,756	6,902,929	-	2,060,398	6,743,945	6,603,780	-	2,200,563
School Transportation	1,419,483	3,083,443	2,698,686	(335,000)	1,469,240	3,331,384	3,272,582	-	1,528,042
School Bus Replacement	406,603	645,228	652,581	-	399,250	685,734	632,758	-	452,226
Rainy Day	2,794,846	-	703,924	1,265,000	3,355,922	431,695	402,972	-	3,384,645
Construction	5,977,065	953,589	5,154,438	1,900,000	3,676,216	183,003	2,091,831	-	1,767,388
GO Bonds 2018	-	-	-	-	-	-	13,952	250,000	236,048
Solar Panels	-	-	-	-	-	-	8,417,872	8,417,872	-
School Lunch	1,801,330	3,338,172	3,488,022	-	1,651,480	3,222,634	3,340,318	-	1,533,796
Textbook Rental	524,018	854,006	1,188,352	208,814	398,486	862,260	1,406,132	189,918	44,532
Self Insurance	3,915,324	8,351,408	10,075,057	-	2,191,675	9,066,528	9,360,346	694,493	2,592,350
Joint Services and Supply - Special Education Cooperative	275,263	-	8,415	(2,722)	264,126	-	10,036	(29,428)	224,662
WCS Joint Service	-	-	2,722	-	-	-	29,428	29,428	-
Alternative Education	69,255	89,612	346,777	348,750	160,840	52,796	370,673	264,055	107,018
Early Intervention Grant	17,030	162,835	145,030	-	34,835	-	34,835	-	-
Early Intervention Grant 2017-2018	-	-	-	-	-	31,863	20,206	-	11,657
Lilly Grant	-	50,000	39,160	-	10,840	-	10,840	-	-
Lilly Endowment Grant - YR 1	-	-	-	-	-	701,100	36,763	-	664,337
Adult and Continuing Education	233,427	-	-	-	233,427	-	-	-	233,427
Extra Curricular Activities	(2,319)	36,302	34,773	-	(790)	31,043	33,498	-	(3,245)
Transportation Fire 2016	1,105,276	507,651	1,519,430	-	93,497	486,790	580,287	-	-
Driver's Ed	48,200	43,670	41,925	-	49,945	51,928	37,432	-	64,441
In/Out	290,704	484,153	392,558	(200,000)	182,299	414,536	358,294	(100,000)	138,541
KCCF Lilly Planning Grant	-	52,000	-	-	52,000	-	15,124	-	36,876
Vocational	71,549	4,601	8,539	-	67,611	5,081	3,049	-	69,643
Literacy	520	-	-	-	520	-	-	-	520
Special Education In/Out	21,138	3,764	619	-	24,283	3,707	471	-	27,519
Washington STEM Grants	-	-	-	-	-	4,800	564	-	4,236
DEKKO STEM Grant	29,606	50,155	6,435	-	73,326	-	53,612	-	19,714
Redefining Excellence Award	-	1,138	921	-	217	-	217	-	-
Medtronic STEM Grant	6,589	-	204	-	6,385	-	6,385	-	-
K Countdown United Way Grant	(808)	17,490	20,152	-	(3,470)	16,781	17,132	-	(3,821)
Orthoworx STEM Grant	7,388	-	2,374	-	5,014	-	-	-	5,014
e3 Tech Conference	16,431	7,481	8,691	-	15,221	7,682	11,739	-	11,164
Kos Com Foundation STEM Grant	99,007	-	46,033	-	52,974	-	3,890	-	49,084
Zimmer Biomet Grant	-	50,000	8,615	-	41,385	150,000	27,367	-	164,018
TCU Donation	-	-	-	-	-	60,000	4,179	-	55,821
iPad Protection Fund	22,445	21,699	32,774	-	11,370	42,994	41,780	-	12,584
Formative Assessment	-	92,792	47,300	-	45,492	85,604	85,708	-	45,388
High Ability Grant 2015-2016	31,303	-	31,303	-	-	-	-	-	-
High Ability Grant 2016-2017	-	53,848	40,172	-	13,676	-	13,676	-	-
High Ability Grant 2017-2018	-	-	-	-	-	53,591	32,532	-	21,059
High Ability Comp Grant 2016	-	13,103	14,208	-	(1,105)	1,105	-	-	-
Secured Schools Safety Grant	-	50,000	-	-	-	-	-	-	-
NESP Grant 2015-2016	38,092	-	38,092	-	-	-	-	-	-
NESP Grant 2016-2017	-	139,177	78,512	-	60,665	-	60,665	-	-
NESP Grant 2017-2018	-	-	-	-	-	163,547	53,932	-	109,615
School Technology	72,189	172,113	72,189	-	172,113	159,072	232,396	-	98,789
State Connectivity Grant	3,744	6,308	742	-	9,310	7,769	-	-	17,079
Career and Technical Performance Grant	-	75,780	40,026	-	35,754	90,256	80,537	-	45,473
School Performance Award	-	217,080	217,080	-	-	-	-	-	-
Teacher Appreciation Grant	-	-	-	-	-	207,791	207,791	-	-

WARSAW COMMUNITY SCHOOLS
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
State Development Grant 2019	(7,100)	124,974	117,874	-	-	-	-	-	-
SDN-State Development Network	-	-	187,417	-	(187,417)	187,417	-	-	-
Innovative CTE Curriculum Grant	-	-	-	-	-	3,500	-	-	3,500
Dual Language Immersion	(153)	82,619	82,466	-	-	-	-	-	-
Dual Language Immersion 2016-2017	-	57,520	73,655	-	(16,135)	8,680	(7,455)	-	-
Dual Language Immersion 2017-2018	-	-	-	-	-	15,546	-	-	(89)
Digital Learning Grant	-	-	50,000	-	(50,000)	50,000	25,000	-	(25,000)
Title I 2015-2016	(124,823)	245,482	120,659	-	-	-	-	-	-
Title I 2016-2017	-	836,119	997,601	-	(161,482)	172,535	11,053	-	-
Title I 2017-2018	-	-	-	-	-	547,837	686,218	-	(138,381)
Title I School Improvement Grant	(3,675)	6,967	3,292	-	-	-	-	-	-
Title I School Improvement Grant 2016-2017	-	141,747	245,306	-	(103,559)	171,202	67,643	-	-
Title I School Improvement Grant 2017-2018	-	-	-	-	-	118,570	201,037	-	(82,467)
IDEA Part B 2016-2018	-	1,042,807	1,265,164	-	(222,357)	452,987	255,425	-	(24,795)
IDEA Part B 2017-2019	-	-	-	-	-	935,243	1,246,041	-	(310,798)
IDEA Part B 2014-2015	(11,062)	68,774	57,712	-	-	-	-	-	-
IDEA Part B 2015-2017	(168,070)	261,673	105,375	-	(11,772)	55,923	44,151	-	-
IDEA Preschool 2016-2018	-	20,477	28,044	-	(7,567)	13,527	6,075	-	(115)
IDEA Preschool 2017-2018	-	-	-	-	-	16,642	29,368	-	(12,726)
IDEA Preschool 2014-2015	(295)	6,584	6,289	-	-	-	-	-	-
IDEA Preschool 2015-2016	(6,238)	12,139	5,901	-	-	1,766	1,766	-	-
Adult Ed 2015-2016	(97,455)	170,525	73,070	-	-	-	-	-	-
Adult Ed 2016-2017	-	210,358	260,751	-	(50,393)	65,591	15,198	-	-
Adult Ed 2017-2018	-	-	-	-	-	207,458	314,430	-	(106,972)
Carl Perkins 2015-2016	(12,990)	41,019	28,029	-	-	-	-	-	-
Carl Perkins 2016-2017	-	44,343	71,586	-	(27,243)	80,298	53,055	-	-
Carl Perkins 2017-2018	-	-	-	-	-	35,184	74,546	-	(39,362)
Carl Perkins Rural Grant 2017	-	43,852	47,171	-	(3,319)	55,845	52,526	-	-
Carl Perkins Rural Grant 2018	-	-	-	-	-	-	1,769	-	(1,769)
Carl Perkins Rural Grant 2016	-	95,308	95,308	-	-	-	-	-	-
Medicaid Reimbursement - Federal	307,152	185,328	96,981	-	395,499	211,954	75,482	-	531,971
Title II 2016-2018	-	10,429	51,203	-	(40,774)	146,228	109,631	(4,900)	(9,077)
Title II 2014-2016	(2,064)	34,672	32,608	-	-	-	-	-	-
Title II 2015-2017	-	170,768	163,581	-	7,187	-	7,187	-	-
MSP Language of STEM Grant 2016	-	248,142	248,142	-	-	-	-	-	-
MSP Language of STEM Grant	(4,733)	-	(4,733)	-	-	-	-	-	-
Summer MSP Grant	-	-	(400)	-	400	-	-	-	400
Title II Elearning Grant	(12,321)	14,510	10,939	-	(8,750)	16,000	9,205	-	(1,955)
Title III 2014-2015	(1,000)	7,884	6,884	-	-	-	-	-	-
Title III 2015-2017	(1,575)	69,837	70,884	-	(2,622)	-	(2,622)	-	-
Title III 2016-2018	-	40,512	45,588	-	(5,076)	61,472	65,593	-	(9,197)
Title III 2017-2019	-	-	-	-	-	4,569	5,553	-	(984)
MSP Language of STEM YR3 Grant	-	-	-	-	-	213,162	213,162	-	-
Title II 2017-2019	-	-	-	-	-	-	52,198	-	(52,198)
Prepaid Lunch	86,373	1,281,685	1,206,243	-	161,815	1,079,104	985,007	-	255,912
Payroll Clearing	1,608	49,458,278	49,479,006	-	(19,120)	49,444,976	49,400,532	-	25,324
Totals	\$ 32,437,021	\$ 139,680,801	\$ 145,708,772	\$ 1,900,000	\$ 28,309,050	\$ 140,609,455	\$ 149,569,411	\$ 8,667,872	\$ 28,016,966

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

WARSAW COMMUNITY SCHOOLS
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.

WARSAW COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

E. Disbursements

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

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

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

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

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

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

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

F. Other Financing Sources and Uses

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

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.

WARSAW COMMUNITY SCHOOLS
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.

WARSAW COMMUNITY SCHOOLS
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.

WARSAW COMMUNITY SCHOOLS
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 Disbursements

The financial statement contains some disbursements which appear as negative entries. This is a result of the correction of errors from prior periods. The errors made in the prior period were corrected by reversing the original entry. Since the original entry and the correction were made in separate periods, a negative disbursement was shown in the current period.

Note 8. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of the funds being set up for reimbursement grants or for extracurricular activities reimbursement for payroll. The reimbursement for expenditures made by the School Corporation were not received by June 30, 2017 and 2018.

WARSAW COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 9. Holding Corporation

The School Corporation has entered into capital leases with the Warsaw Multi-School Building Corp (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 school years 2017 and 2018 were \$9,995,500 and \$10,549,000, respectively.

Note 10. Subsequent Events

The School Corporation took on new debt of \$10,000,000 (2018 lease for student activity center) through Huntington Bank that did not affect the tax rate. It is estimated to be completed by the fall of 2019. Lease payments for the 2018 student activity center will not start until 2019. The School Corporation is also working on a Safe and Secured Entrance for the Career Center that will be roughly \$1.7 million dollars. It is estimated to be done by January 2020.

Note 11. Other Postemployment Benefit

The School Corporation provides to eligible retirees and their spouses the following benefit: Consolidated Omnibus Budget Reconciliation Act (COBRA). The benefit poses a liability to the School Corporation for this year and in future years. Information regarding the benefit can be obtained by contacting the School Corporation.

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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.

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

	General	Debt Service	Retirement/ Severance/ Bond Debt Service	Referendum Debt Exempt Capital	Capital Projects	School Transportation	School Bus Replacement	Rainy Day
Cash and investments - beginning	\$ 5,192,261	\$ 5,291,317	\$ 274,641	\$ 304,954	\$ 2,137,571	\$ 1,419,483	\$ 406,603	\$ 2,794,846
Receipts:								
Local sources	1,099,475	8,521,990	467,361	2,554,444	6,825,756	3,083,443	645,228	-
Intermediate sources	447	-	-	-	-	-	-	-
State sources	45,545,742	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	1,656	-	-	-	-	-	-	-
Total receipts	46,647,320	8,521,990	467,361	2,554,444	6,825,756	3,083,443	645,228	-
Disbursements:								
Instruction	29,566,902	-	-	-	-	-	-	-
Support services	15,310,962	-	-	-	3,998,140	2,698,686	652,581	125,000
Noninstructional services	388,321	-	-	-	-	-	-	-
Facilities acquisition and construction	43,372	-	-	-	2,904,789	-	-	578,924
Debt service	-	8,344,760	465,099	2,100,000	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	45,309,557	8,344,760	465,099	2,100,000	6,902,929	2,698,686	652,581	703,924
Excess (deficiency) of receipts over disbursements	1,337,763	177,230	2,262	454,444	(77,173)	384,757	(7,353)	(703,924)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	200,000	-	-	-	-	-	1,265,000
Transfers out	(1,278,750)	(208,814)	-	-	-	(335,000)	-	-
Total other financing sources (uses)	(1,278,750)	(8,814)	-	-	-	(335,000)	-	1,265,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	59,013	168,416	2,262	454,444	(77,173)	49,757	(7,353)	561,076
Cash and investments - ending	\$ 5,251,274	\$ 5,459,733	\$ 276,903	\$ 759,398	\$ 2,060,398	\$ 1,469,240	\$ 399,250	\$ 3,355,922

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

	Construction	GO Bonds 2018	Solar Panels	School Lunch	Textbook Rental	Self Insurance	Joint Services and Supply - Special Education Cooperative	WCS Joint Service
Cash and investments - beginning	\$ 5,977,065	\$ -	\$ -	\$ 1,801,330	\$ 524,018	\$ 3,915,324	\$ 275,263	\$ -
Receipts:								
Local sources	953,589	-	-	1,141,081	588,659	8,351,408	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	31,179	265,347	-	-	-
Federal sources	-	-	-	2,165,912	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	953,589	-	-	3,338,172	854,006	8,351,408	-	-
Disbursements:								
Instruction	-	-	-	-	-	-	-	2,142
Support services	-	-	-	8,577	1,188,352	-	8,415	580
Noninstructional services	-	-	-	3,151,600	-	-	-	-
Facilities acquisition and construction	5,154,438	-	-	4,011	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	323,834	-	10,075,057	-	-
Total disbursements	5,154,438	-	-	3,488,022	1,188,352	10,075,057	8,415	2,722
Excess (deficiency) of receipts over disbursements	(4,200,849)	-	-	(149,850)	(334,346)	(1,723,649)	(8,415)	(2,722)
Other financing sources (uses):								
Proceeds of long-term debt	1,900,000	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	208,814	-	-	2,722
Transfers out	-	-	-	-	-	-	(2,722)	-
Total other financing sources (uses)	1,900,000	-	-	-	208,814	-	(2,722)	2,722
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,300,849)	-	-	(149,850)	(125,532)	(1,723,649)	(11,137)	-
Cash and investments - ending	\$ 3,676,216	\$ -	\$ -	\$ 1,651,480	\$ 398,486	\$ 2,191,675	\$ 264,126	\$ -

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

	Alternative Education	Early Intervention Grant	Early Intervention Grant 2017-2018	Lilly Grant	Lilly Endowment Grant - YR 1	Adult and Continuing Education	Extra Curricular Activities	Transportation Fire 2016
Cash and investments - beginning	\$ 69,255	\$ 17,030	\$ -	\$ -	\$ -	\$ 233,427	\$ (2,319)	\$ 1,105,276
Receipts:								
Local sources	-	-	-	50,000	-	-	36,302	507,651
Intermediate sources	-	-	-	-	-	-	-	-
State sources	89,612	162,835	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	89,612	162,835	-	50,000	-	-	36,302	507,651
Disbursements:								
Instruction	346,777	145,030	-	-	-	-	34,773	-
Support services	-	-	-	39,160	-	-	-	472,629
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	1,046,801
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	346,777	145,030	-	39,160	-	-	34,773	1,519,430
Excess (deficiency) of receipts over disbursements	(257,165)	17,805	-	10,840	-	-	1,529	(1,011,779)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	348,750	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	348,750	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	91,585	17,805	-	10,840	-	-	1,529	(1,011,779)
Cash and investments - ending	\$ 160,840	\$ 34,835	\$ -	\$ 10,840	\$ -	\$ 233,427	\$ (790)	\$ 93,497

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

	Driver's Ed	In/Out	KCCF Lilly Planning Grant	Vocational	Literacy	Special Education In/Out	Washington STEM Grants	DEKKO STEM Grant
Cash and investments - beginning	\$ 48,200	\$ 290,704	\$ -	\$ 71,549	\$ 520	\$ 21,138	\$ -	\$ 29,606
Receipts:								
Local sources	43,670	483,384	52,000	4,601	-	3,764	-	50,155
Intermediate sources	-	469	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	300	-	-	-	-	-	-
Total receipts	43,670	484,153	52,000	4,601	-	3,764	-	50,155
Disbursements:								
Instruction	41,245	240,199	-	8,539	-	421	-	6,435
Support services	680	137,194	-	-	-	198	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	15,165	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	41,925	392,558	-	8,539	-	619	-	6,435
Excess (deficiency) of receipts over disbursements	1,745	91,595	52,000	(3,938)	-	3,145	-	43,720
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	(200,000)	-	-	-	-	-	-
Total other financing sources (uses)	-	(200,000)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,745	(108,405)	52,000	(3,938)	-	3,145	-	43,720
Cash and investments - ending	\$ 49,945	\$ 182,299	\$ 52,000	\$ 67,611	\$ 520	\$ 24,283	\$ -	\$ 73,326

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

	Redefining Excellence Award	Medtronic STEM Grant	K Countdown United Way Grant	Orthoworx STEM Grant	e3 Tech Conference	Kos Com Foundation STEM Grant	Zimmer Biomet Grant	TCU Donation
Cash and investments - beginning	\$ -	\$ 6,589	\$ (808)	\$ 7,388	\$ 16,431	\$ 99,007	\$ -	\$ -
Receipts:								
Local sources	1,138	-	17,490	-	7,481	-	50,000	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	1,138	-	17,490	-	7,481	-	50,000	-
Disbursements:								
Instruction	-	-	20,152	-	-	45,905	8,615	-
Support services	921	204	-	-	8,691	128	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	2,374	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	921	204	20,152	2,374	8,691	46,033	8,615	-
Excess (deficiency) of receipts over disbursements	217	(204)	(2,662)	(2,374)	(1,210)	(46,033)	41,385	-
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	217	(204)	(2,662)	(2,374)	(1,210)	(46,033)	41,385	-
Cash and investments - ending	\$ 217	\$ 6,385	\$ (3,470)	\$ 5,014	\$ 15,221	\$ 52,974	\$ 41,385	\$ -

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

	iPad Protection Fund	Formative Assessment	High Ability Grant 2015-2016	High Ability Grant 2016-2017	High Ability Grant 2017-2018	High Ability Comp Grant 2016	Secured Schools Safety Grant	NESP Grant 2015-2016
Cash and investments - beginning	\$ 22,445	\$ -	\$ 31,303	\$ -	\$ -	\$ -	\$ -	\$ 38,092
Receipts:								
Local sources	21,699	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	92,792	-	53,848	-	13,103	50,000	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	21,699	92,792	-	53,848	-	13,103	50,000	-
Disbursements:								
Instruction	-	-	31,303	40,172	-	14,208	-	19,573
Support services	32,774	-	-	-	-	-	-	18,519
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	47,300	-	-	-	-	50,000	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	32,774	47,300	31,303	40,172	-	14,208	50,000	38,092
Excess (deficiency) of receipts over disbursements	(11,075)	45,492	(31,303)	13,676	-	(1,105)	-	(38,092)
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	(11,075)	45,492	(31,303)	13,676	-	(1,105)	-	(38,092)
Cash and investments - ending	\$ 11,370	\$ 45,492	\$ -	\$ 13,676	\$ -	\$ (1,105)	\$ -	\$ -

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

	NESP Grant 2016-2017	NESP Grant 2017-2018	School Technology	State Connectivity Grant	Career and Technical Performance Grant	School Performance Award	Teacher Appreciation Grant	State Development Grant 2019
Cash and investments - beginning	\$ -	\$ -	\$ 72,189	\$ 3,744	\$ -	\$ -	\$ -	\$ (7,100)
Receipts:								
Local sources	-	-	172,113	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	139,177	-	-	6,308	21,896	217,080	-	124,974
Federal sources	-	-	-	-	53,884	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	139,177	-	172,113	6,308	75,780	217,080	-	124,974
Disbursements:								
Instruction	62,507	-	-	-	40,026	212,495	-	-
Support services	16,005	-	-	-	-	4,585	-	117,874
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	72,189	742	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	78,512	-	72,189	742	40,026	217,080	-	117,874
Excess (deficiency) of receipts over disbursements	60,665	-	99,924	5,566	35,754	-	-	7,100
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	60,665	-	99,924	5,566	35,754	-	-	7,100
Cash and investments - ending	\$ 60,665	\$ -	\$ 172,113	\$ 9,310	\$ 35,754	\$ -	\$ -	\$ -

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

	SDN-State Development Network	Innovative CTE Curriculum Grant	Dual Language Immersion	Dual Language Immersion 2016-2017	Dual Language Immersion 2017-2018	Digital Learning Grant	Title I 2015-2016	Title I 2016-2017
Cash and investments - beginning	\$ -	\$ -	\$ (153)	\$ -	\$ -	\$ -	\$ (124,823)	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	82,619	57,520	-	-	-	-
Federal sources	-	-	-	-	-	-	245,482	836,119
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	-	82,619	57,520	-	-	245,482	836,119
Disbursements:								
Instruction	-	-	75,099	53,086	-	-	103,069	918,846
Support services	187,417	-	7,367	20,569	-	50,000	8,035	28,880
Noninstructional services	-	-	-	-	-	-	9,555	49,875
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	187,417	-	82,466	73,655	-	50,000	120,659	997,601
Excess (deficiency) of receipts over disbursements	(187,417)	-	153	(16,135)	-	(50,000)	124,823	(161,482)
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	(187,417)	-	153	(16,135)	-	(50,000)	124,823	(161,482)
Cash and investments - ending	\$ (187,417)	\$ -	\$ -	\$ (16,135)	\$ -	\$ (50,000)	\$ -	\$ (161,482)

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

	Title I 2017-2018	Title I School Improvement Grant	Title I School Improvement Grant 2016-2017	Title I School Improvement Grant 2017-2018	IDEA Part B 2016-2018	IDEA Part B 2017-2019	IDEA Part B 2014-2015	IDEA Part B 2015-2017
Cash and investments - beginning	\$ -	\$ (3,675)	\$ -	\$ -	\$ -	\$ -	\$ (11,062)	\$ (168,070)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	6,967	141,747	-	1,042,807	-	68,774	261,673
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	6,967	141,747	-	1,042,807	-	68,774	261,673
Disbursements:								
Instruction	-	-	43,594	-	542,644	-	-	22,564
Support services	-	3,292	192,025	-	722,520	-	57,712	82,811
Noninstructional services	-	-	9,687	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	3,292	245,306	-	1,265,164	-	57,712	105,375
Excess (deficiency) of receipts over disbursements	-	3,675	(103,559)	-	(222,357)	-	11,062	156,298
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	-	3,675	(103,559)	-	(222,357)	-	11,062	156,298
Cash and investments - ending	\$ -	\$ -	\$ (103,559)	\$ -	\$ (222,357)	\$ -	\$ -	\$ (11,772)

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

	IDEA Preschool 2016-2018	IDEA Preschool 2017-2018	IDEA Preschool 2014-2015	IDEA Preschool 2015-2016	Adult Ed 2015-2016	Adult Ed 2016-2017	Adult Ed 2017-2018	Carl Perkins 2015-2016
Cash and investments - beginning	\$ -	\$ -	\$ (295)	\$ (6,238)	\$ (97,455)	\$ -	\$ -	\$ (12,990)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	69,628	210,358	-	-
Federal sources	20,477	-	6,584	12,139	100,897	-	-	41,019
Other receipts	-	-	-	-	-	-	-	-
Total receipts	20,477	-	6,584	12,139	170,525	210,358	-	41,019
Disbursements:								
Instruction	28,044	-	6,289	5,901	67,433	236,754	-	28,029
Support services	-	-	-	-	5,637	23,997	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	28,044	-	6,289	5,901	73,070	260,751	-	28,029
Excess (deficiency) of receipts over disbursements	(7,567)	-	295	6,238	97,455	(50,393)	-	12,990
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	(7,567)	-	295	6,238	97,455	(50,393)	-	12,990
Cash and investments - ending	\$ (7,567)	\$ -	\$ -	\$ -	\$ -	\$ (50,393)	\$ -	\$ -

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

	Carl Perkins 2016-2017	Carl Perkins 2017-2018	Carl Perkins Rural Grant 2017	Carl Perkins Rural Grant 2018	Carl Perkins Rural Grant 2016	Medicaid Reimbursement - Federal	Title II 2016-2018	Title II 2014-2016
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 307,152	\$ -	\$ (2,064)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	106,402	-	-
Federal sources	44,343	-	43,852	-	95,308	78,926	10,429	34,672
Other receipts	-	-	-	-	-	-	-	-
Total receipts	44,343	-	43,852	-	95,308	185,328	10,429	34,672
Disbursements:								
Instruction	71,586	-	47,171	-	95,308	76,020	-	-
Support services	-	-	-	-	-	20,961	51,203	32,608
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	71,586	-	47,171	-	95,308	96,981	51,203	32,608
Excess (deficiency) of receipts over disbursements	(27,243)	-	(3,319)	-	-	88,347	(40,774)	2,064
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	(27,243)	-	(3,319)	-	-	88,347	(40,774)	2,064
Cash and investments - ending	\$ (27,243)	\$ -	\$ (3,319)	\$ -	\$ -	\$ 395,499	\$ (40,774)	\$ -

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

	Title II 2015-2017	MSP Language of STEM Grant 2016	MSP Language of STEM Grant	Summer MSP Grant	Title II Elearning Grant	Title III 2014-2015	Title III 2015-2017
Cash and investments - beginning	\$ -	\$ -	\$ (4,733)	\$ -	\$ (12,321)	\$ (1,000)	\$ (1,575)
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	170,768	248,142	-	-	14,510	7,884	69,837
Other receipts	-	-	-	-	-	-	-
Total receipts	170,768	248,142	-	-	14,510	7,884	69,837
Disbursements:							
Instruction	-	-	-	-	-	6,448	69,038
Support services	163,581	240,587	(4,733)	(400)	10,939	436	1,846
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	7,555	-	-	-	-	-
Total disbursements	163,581	248,142	(4,733)	(400)	10,939	6,884	70,884
Excess (deficiency) of receipts over disbursements	7,187	-	4,733	400	3,571	1,000	(1,047)
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	7,187	-	4,733	400	3,571	1,000	(1,047)
Cash and investments - ending	\$ 7,187	\$ -	\$ -	\$ 400	\$ (8,750)	\$ -	\$ (2,622)

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

	Title III 2016-2018	Title III 2017-2019	MSP Language of STEM YR3 Grant	Title II 2017-2019	Prepaid Lunch	Payroll Clearing	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 86,373	\$ 1,608	\$ 32,437,021
Receipts:							
Local sources	-	-	-	-	-	-	35,733,882
Intermediate sources	-	-	-	-	-	-	916
State sources	-	-	-	-	-	-	47,340,420
Federal sources	40,512	-	-	-	-	-	5,863,664
Other receipts	-	-	-	-	1,281,685	49,458,278	50,741,919
Total receipts	40,512	-	-	-	1,281,685	49,458,278	139,680,801
Disbursements:							
Instruction	38,092	-	-	-	-	-	33,422,434
Support services	7,496	-	-	-	-	-	26,755,641
Noninstructional services	-	-	-	-	-	-	3,609,038
Facilities acquisition and construction	-	-	-	-	-	-	9,920,105
Debt service	-	-	-	-	-	-	10,909,859
Nonprogrammed charges	-	-	-	-	1,206,243	49,479,006	61,091,695
Total disbursements	45,588	-	-	-	1,206,243	49,479,006	145,708,772
Excess (deficiency) of receipts over disbursements	(5,076)	-	-	-	75,442	(20,728)	(6,027,971)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	1,900,000
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	2,025,286
Transfers out	-	-	-	-	-	-	(2,025,286)
Total other financing sources (uses)	-	-	-	-	-	-	1,900,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(5,076)	-	-	-	75,442	(20,728)	(4,127,971)
Cash and investments - ending	\$ (5,076)	\$ -	\$ -	\$ -	\$ 161,815	\$ (19,120)	\$ 28,309,050

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Referendum Debt Exempt Capital	Capital Projects	School Transportation	School Bus Replacement	Rainy Day
Cash and investments - beginning	\$ 5,251,274	\$ 5,459,733	\$ 276,903	\$ 759,398	\$ 2,060,398	\$ 1,469,240	\$ 399,250	\$ 3,355,922
Receipts:								
Local sources	1,072,313	8,177,861	416,002	2,922,235	6,743,945	3,331,384	685,734	-
Intermediate sources	447	-	-	-	-	-	-	-
State sources	46,290,362	-	-	-	-	-	-	431,695
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	47,363,122	8,177,861	416,002	2,922,235	6,743,945	3,331,384	685,734	431,695
Disbursements:								
Instruction	29,720,809	-	-	-	-	-	-	-
Support services	15,994,266	-	-	-	3,824,479	3,272,582	632,758	20,000
Noninstructional services	398,880	-	-	-	-	-	-	-
Facilities acquisition and construction	14,111	-	-	-	2,779,301	-	-	382,972
Debt service	-	8,068,234	461,121	2,880,000	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	46,128,066	8,068,234	461,121	2,880,000	6,603,780	3,272,582	632,758	402,972
Excess (deficiency) of receipts over disbursements	1,235,056	109,627	(45,119)	42,235	140,165	58,802	52,976	28,723
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	4,900	100,000	-	-	-	-	-	-
Transfers out	(958,548)	(189,918)	-	-	-	-	-	-
Total other financing sources (uses)	(953,648)	(89,918)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	281,408	19,709	(45,119)	42,235	140,165	58,802	52,976	28,723
Cash and investments - ending	\$ 5,532,682	\$ 5,479,442	\$ 231,784	\$ 801,633	\$ 2,200,563	\$ 1,528,042	\$ 452,226	\$ 3,384,645

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

	Construction	GO Bonds 2018	Solar Panels	School Lunch	Textbook Rental	Self Insurance	Joint Services and Supply - Special Education Cooperative	WCS Joint Service
Cash and investments - beginning	\$ 3,676,216	\$ -	\$ -	\$ 1,651,480	\$ 398,486	\$ 2,191,675	\$ 264,126	\$ -
Receipts:								
Local sources	183,003	-	-	1,044,140	594,618	9,066,528	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	28,658	267,642	-	-	-
Federal sources	-	-	-	2,149,336	-	-	-	-
Other receipts	-	-	-	500	-	-	-	-
Total receipts	183,003	-	-	3,222,634	862,260	9,066,528	-	-
Disbursements:								
Instruction	-	-	-	-	-	-	-	27,175
Support services	-	-	-	4,589	1,406,132	-	10,036	2,253
Noninstructional services	-	-	-	3,038,813	-	-	-	-
Facilities acquisition and construction	2,091,831	13,952	8,417,872	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	296,916	-	9,360,346	-	-
Total disbursements	2,091,831	13,952	8,417,872	3,340,318	1,406,132	9,360,346	10,036	29,428
Excess (deficiency) of receipts over disbursements	(1,908,828)	(13,952)	(8,417,872)	(117,684)	(543,872)	(293,818)	(10,036)	(29,428)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	8,417,872	-	-	-	-	-
Sale of capital assets	-	250,000	-	-	-	-	-	-
Transfers in	-	-	-	-	189,918	694,493	-	29,428
Transfers out	-	-	-	-	-	-	(29,428)	-
Total other financing sources (uses)	-	250,000	8,417,872	-	189,918	694,493	(29,428)	29,428
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,908,828)	236,048	-	(117,684)	(353,954)	400,675	(39,464)	-
Cash and investments - ending	\$ 1,767,388	\$ 236,048	\$ -	\$ 1,533,796	\$ 44,532	\$ 2,592,350	\$ 224,662	\$ -

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

	Alternative Education	Early Intervention Grant	Early Intervention Grant 2017-2018	Lilly Grant	Lilly Endowment Grant - YR 1	Adult and Continuing Education	Extra Curricular Activities	Transportation Fire 2016
Cash and investments - beginning	\$ 160,840	\$ 34,835	\$ -	\$ 10,840	\$ -	\$ 233,427	\$ (790)	\$ 93,497
Receipts:								
Local sources	-	-	-	-	701,100	-	31,043	486,790
Intermediate sources	-	-	-	-	-	-	-	-
State sources	52,796	-	31,863	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	52,796	-	31,863	-	701,100	-	31,043	486,790
Disbursements:								
Instruction	370,673	34,835	20,206	-	-	-	33,498	-
Support services	-	-	-	10,840	36,763	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	580,287
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	370,673	34,835	20,206	10,840	36,763	-	33,498	580,287
Excess (deficiency) of receipts over disbursements	(317,877)	(34,835)	11,657	(10,840)	664,337	-	(2,455)	(93,497)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	264,055	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	264,055	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(53,822)	(34,835)	11,657	(10,840)	664,337	-	(2,455)	(93,497)
Cash and investments - ending	\$ 107,018	\$ -	\$ 11,657	\$ -	\$ 664,337	\$ 233,427	\$ (3,245)	\$ -

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

	Driver's Ed	In/Out	KCCF Lilly Planning Grant	Vocational	Literacy	Special Education In/Out	Washington STEM Grants	DEKKO STEM Grant
Cash and investments - beginning	\$ 49,945	\$ 182,299	\$ 52,000	\$ 67,611	\$ 520	\$ 24,283	\$ -	\$ 73,326
Receipts:								
Local sources	51,928	413,805	-	5,081	-	3,707	4,800	-
Intermediate sources	-	431	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	300	-	-	-	-	-	-
Total receipts	51,928	414,536	-	5,081	-	3,707	4,800	-
Disbursements:								
Instruction	37,002	155,867	-	3,049	-	371	564	47,387
Support services	430	182,522	15,124	-	-	100	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	19,905	-	-	-	-	-	6,225
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	37,432	358,294	15,124	3,049	-	471	564	53,612
Excess (deficiency) of receipts over disbursements	14,496	56,242	(15,124)	2,032	-	3,236	4,236	(53,612)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	(100,000)	-	-	-	-	-	-
Total other financing sources (uses)	-	(100,000)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	14,496	(43,758)	(15,124)	2,032	-	3,236	4,236	(53,612)
Cash and investments - ending	\$ 64,441	\$ 138,541	\$ 36,876	\$ 69,643	\$ 520	\$ 27,519	\$ 4,236	\$ 19,714

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

	Redefining Excellence Award	Medtronic STEM Grant	K Countdown United Way Grant	Orthoworx STEM Grant	e3 Tech Conference	Kos Com Foundation STEM Grant	Zimmer Biomet Grant	TCU Donation
Cash and investments - beginning	\$ 217	\$ 6,385	\$ (3,470)	\$ 5,014	\$ 15,221	\$ 52,974	\$ 41,385	\$ -
Receipts:								
Local sources	-	-	16,781	-	7,682	-	150,000	60,000
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	-	16,781	-	7,682	-	150,000	60,000
Disbursements:								
Instruction	-	-	17,132	-	-	1,370	27,367	-
Support services	217	-	-	-	11,739	2,520	-	4,179
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	6,385	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	217	6,385	17,132	-	11,739	3,890	27,367	4,179
Excess (deficiency) of receipts over disbursements	(217)	(6,385)	(351)	-	(4,057)	(3,890)	122,633	55,821
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	(217)	(6,385)	(351)	-	(4,057)	(3,890)	122,633	55,821
Cash and investments - ending	\$ -	\$ -	\$ (3,821)	\$ 5,014	\$ 11,164	\$ 49,084	\$ 164,018	\$ 55,821

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

	iPad Protection Fund	Formative Assessment	High Ability Grant 2015-2016	High Ability Grant 2016-2017	High Ability Grant 2017-2018	High Ability Comp Grant 2016	Secured Schools Safety Grant	NESP Grant 2015-2016
Cash and investments - beginning	\$ 11,370	\$ 45,492	\$ -	\$ 13,676	\$ -	\$ (1,105)	\$ -	\$ -
Receipts:								
Local sources	42,994	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	85,604	-	-	53,591	1,105	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	42,994	85,604	-	-	53,591	1,105	-	-
Disbursements:								
Instruction	-	-	-	13,676	32,532	-	-	-
Support services	41,780	23,235	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	62,473	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	41,780	85,708	-	13,676	32,532	-	-	-
Excess (deficiency) of receipts over disbursements	1,214	(104)	-	(13,676)	21,059	1,105	-	-
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	1,214	(104)	-	(13,676)	21,059	1,105	-	-
Cash and investments - ending	\$ 12,584	\$ 45,388	\$ -	\$ -	\$ 21,059	\$ -	\$ -	\$ -

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

	NESP Grant 2016-2017	NESP Grant 2017-2018	School Technology	State Connectivity Grant	Career and Technical Performance Grant	School Performance Award	Teacher Appreciation Grant	State Development Grant 2019
Cash and investments - beginning	\$ 60,665	\$ -	\$ 172,113	\$ 9,310	\$ 35,754	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	159,072	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	163,547	-	7,769	90,256	-	207,791	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	163,547	159,072	7,769	90,256	-	207,791	-
Disbursements:								
Instruction	56,770	51,781	-	-	80,537	-	207,791	-
Support services	1,392	2,151	-	-	-	-	-	-
Noninstructional services	2,503	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	232,396	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	60,665	53,932	232,396	-	80,537	-	207,791	-
Excess (deficiency) of receipts over disbursements	(60,665)	109,615	(73,324)	7,769	9,719	-	-	-
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	(60,665)	109,615	(73,324)	7,769	9,719	-	-	-
Cash and investments - ending	\$ -	\$ 109,615	\$ 98,789	\$ 17,079	\$ 45,473	\$ -	\$ -	\$ -

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

	SDN-State Development Network	Innovative CTE Curriculum Grant	Dual Language Immersion	Dual Language Immersion 2016-2017	Dual Language Immersion 2017-2018	Digital Learning Grant	Title I 2015-2016	Title I 2016-2017
Cash and investments - beginning	\$ (187,417)	\$ -	\$ -	\$ (16,135)	\$ -	\$ (50,000)	\$ -	\$ (161,482)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	187,417	3,500	-	8,680	15,546	50,000	-	-
Federal sources	-	-	-	-	-	-	-	172,535
Other receipts	-	-	-	-	-	-	-	-
Total receipts	187,417	3,500	-	8,680	15,546	50,000	-	172,535
Disbursements:								
Instruction	-	-	-	(7,455)	15,635	-	-	11,053
Support services	-	-	-	-	-	25,000	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	(7,455)	15,635	25,000	-	11,053
Excess (deficiency) of receipts over disbursements	187,417	3,500	-	16,135	(89)	25,000	-	161,482
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	187,417	3,500	-	16,135	(89)	25,000	-	161,482
Cash and investments - ending	\$ -	\$ 3,500	\$ -	\$ -	\$ (89)	\$ (25,000)	\$ -	\$ -

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

	Title I 2017-2018	Title I School Improvement Grant	Title I School Improvement Grant 2016-2017	Title I School Improvement Grant 2017-2018	IDEA Part B 2016-2018	IDEA Part B 2017-2019	IDEA Part B 2014-2015	IDEA Part B 2015-2017
Cash and investments - beginning	\$ -	\$ -	\$ (103,559)	\$ -	\$ (222,357)	\$ -	\$ -	\$ (11,772)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	547,837	-	171,202	118,570	452,987	935,243	-	55,923
Other receipts	-	-	-	-	-	-	-	-
Total receipts	547,837	-	171,202	118,570	452,987	935,243	-	55,923
Disbursements:								
Instruction	598,531	-	66,224	53,189	55,587	541,193	-	356
Support services	11,083	-	1,419	137,516	199,838	704,848	-	43,795
Noninstructional services	76,604	-	-	10,332	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	686,218	-	67,643	201,037	255,425	1,246,041	-	44,151
Excess (deficiency) of receipts over disbursements	(138,381)	-	103,559	(82,467)	197,562	(310,798)	-	11,772
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	(138,381)	-	103,559	(82,467)	197,562	(310,798)	-	11,772
Cash and investments - ending	\$ (138,381)	\$ -	\$ -	\$ (82,467)	\$ (24,795)	\$ (310,798)	\$ -	\$ -

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

	IDEA Preschool 2016-2018	IDEA Preschool 2017-2018	IDEA Preschool 2014-2015	IDEA Preschool 2015-2016	Adult Ed 2015-2016	Adult Ed 2016-2017	Adult Ed 2017-2018	Carl Perkins 2015-2016
Cash and investments - beginning	\$ (7,567)	\$ -	\$ -	\$ -	\$ -	\$ (50,393)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	(5,129)	194,348	-
Federal sources	13,527	16,642	-	1,766	-	70,720	13,110	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	13,527	16,642	-	1,766	-	65,591	207,458	-
Disbursements:								
Instruction	6,075	29,368	-	1,766	-	8,848	280,534	-
Support services	-	-	-	-	-	6,350	33,896	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	6,075	29,368	-	1,766	-	15,198	314,430	-
Excess (deficiency) of receipts over disbursements	7,452	(12,726)	-	-	-	50,393	(106,972)	-
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	7,452	(12,726)	-	-	-	50,393	(106,972)	-
Cash and investments - ending	\$ (115)	\$ (12,726)	\$ -	\$ -	\$ -	\$ -	\$ (106,972)	\$ -

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

	Carl Perkins 2016-2017	Carl Perkins 2017-2018	Carl Perkins Rural Grant 2017	Carl Perkins Rural Grant 2018	Carl Perkins Rural Grant 2016	Medicaid Reimbursement - Federal	Title II 2016-2018	Title II 2014-2016
Cash and investments - beginning	\$ (27,243)	\$ -	\$ (3,319)	\$ -	\$ -	\$ 395,499	\$ (40,774)	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	100,643	-	-
Federal sources	80,298	35,184	55,845	-	-	111,311	146,228	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	80,298	35,184	55,845	-	-	211,954	146,228	-
Disbursements:								
Instruction	53,055	74,546	52,526	1,769	-	64,006	-	-
Support services	-	-	-	-	-	11,476	104,131	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	5,500	-
Total disbursements	53,055	74,546	52,526	1,769	-	75,482	109,631	-
Excess (deficiency) of receipts over disbursements	27,243	(39,362)	3,319	(1,769)	-	136,472	36,597	-
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(4,900)	-
Total other financing sources (uses)	-	-	-	-	-	-	(4,900)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	27,243	(39,362)	3,319	(1,769)	-	136,472	31,697	-
Cash and investments - ending	\$ -	\$ (39,362)	\$ -	\$ (1,769)	\$ -	\$ 531,971	\$ (9,077)	\$ -

WARSAW COMMUNITY SCHOOLS
 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 2015-2017	MSP Language of STEM Grant 2016	MSP Language of STEM Grant	Summer MSP Grant	Title II Elearning Grant	Title III 2014-2015	Title III 2015-2017
Cash and investments - beginning	\$ 7,187	\$ -	\$ -	\$ 400	\$ (8,750)	\$ -	\$ (2,622)
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	16,000	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	-	-	16,000	-	-
Disbursements:							
Instruction	-	-	-	-	-	-	(2,622)
Support services	7,187	-	-	-	9,205	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	7,187	-	-	-	9,205	-	(2,622)
Excess (deficiency) of receipts over disbursements	(7,187)	-	-	-	6,795	-	2,622
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	(7,187)	-	-	-	6,795	-	2,622
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 400	\$ (1,955)	\$ -	\$ -

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

	Title III 2016-2018	Title III 2017-2019	MSP Language of STEM YR3 Grant	Title II 2017-2019	Prepaid Lunch	Payroll Clearing	Totals
Cash and investments - beginning	\$ (5,076)	\$ -	\$ -	\$ -	\$ 161,815	\$ (19,120)	\$ 28,309,050
Receipts:							
Local sources	-	-	7,777	-	-	-	36,380,323
Intermediate sources	-	-	-	-	-	-	878
State sources	-	-	-	-	-	-	48,267,684
Federal sources	61,472	4,569	205,385	-	-	-	5,435,690
Other receipts	-	-	-	-	1,079,104	49,444,976	50,524,880
Total receipts	61,472	4,569	213,162	-	1,079,104	49,444,976	140,609,455
Disbursements:							
Instruction	61,917	-	-	-	-	-	32,906,493
Support services	3,676	5,553	213,162	52,198	-	-	27,070,420
Noninstructional services	-	-	-	-	-	-	3,527,132
Facilities acquisition and construction	-	-	-	-	-	-	14,607,710
Debt service	-	-	-	-	-	-	11,409,355
Nonprogrammed charges	-	-	-	-	985,007	49,400,532	60,048,301
Total disbursements	65,593	5,553	213,162	52,198	985,007	49,400,532	149,569,411
Excess (deficiency) of receipts over disbursements	(4,121)	(984)	-	(52,198)	94,097	44,444	(8,959,956)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	8,417,872
Sale of capital assets	-	-	-	-	-	-	250,000
Transfers in	-	-	-	-	-	-	1,282,794
Transfers out	-	-	-	-	-	-	(1,282,794)
Total other financing sources (uses)	-	-	-	-	-	-	8,667,872
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,121)	(984)	-	(52,198)	94,097	44,444	(292,084)
Cash and investments - ending	\$ (9,197)	\$ (984)	\$ -	\$ (52,198)	\$ 255,912	\$ 25,324	\$ 28,016,966

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WARSAW COMMUNITY SCHOOLS
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2018

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 900,355</u>	<u>\$ 4,589</u>

WARSAW COMMUNITY SCHOOLS
SCHEDULE OF LEASES AND DEBT
June 30, 2018

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Warsaw Multi-School Building Corp	2007 Multi School Improvements	\$ 3,224,500	6/30/2004	6/30/2024
Warsaw Multi-School Building Corp	2015 Referendum	2,238,000	6/30/2016	6/30/2035
Warsaw Multi-School Building Corp	2016 Referendum	642,500	6/30/2017	6/30/2035
Warsaw Multi-School Building Corp	2008 Multi School Improvements	<u>4,208,500</u>	6/30/2008	12/31/2031
Total of annual lease payments		<u>\$ 10,313,500</u>		

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Governmental activities:			
General obligation bonds	2009 QSCB	\$ 984,000	\$ 149,978
General obligation bonds	2010 QSCB	505,000	175,315
General obligation bonds	GO Bonds 2016	770,000	114,900
General obligation bonds	Pension Bonds	498,617	505,428
Notes and loans payable	Energy Savings Installment Agreement	<u>178,937</u>	<u>182,760</u>
Totals		<u>\$ 2,936,554</u>	<u>\$ 1,128,381</u>

WARSAW COMMUNITY SCHOOLS
SCHEDULE OF CAPITAL ASSETS
June 30, 2018

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 550,105
Buildings	237,687,211
Improvements other than buildings	3,113,182
Machinery, equipment, and vehicles	6,554,885
Books and other	<u>536,883</u>
Total capital assets	<u>\$ 248,442,266</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 WARSAW COMMUNITY SCHOOLS, KOSCIUSKO COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Warsaw Community Schools' (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 2018-001 and 2018-002. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as items 2018-001, 2018-002, and 2018-003, 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 8, 2019

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTE

The Schedule of Expenditures of Federal Awards and accompanying note presented were approved by management of the School Corporation. The schedule and note are presented as intended by the School Corporation.

WARSAW COMMUNITY SCHOOLS
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
Department of Agriculture							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553	FY 2017, FY 2018	\$ -	\$ 435,660	\$ -	\$ 458,398
National School Lunch Program	Indiana Department of Education	10.555					
National School Lunch Program			FY 2017, FY 2018	-	1,572,374	-	1,585,720
National School Lunch Program - Snacks				-	23,373	-	28,119
National School Lunch Program - Commodities				-	274,969	-	263,569
Total - National School Lunch Program				-	1,870,716	-	1,877,408
Summer Food Service Program for Children	Indiana Department of Education	10.559	FY 2017, FY 2018	-	134,505	-	77,099
Total - Child Nutrition Cluster				-	2,440,881	-	2,412,905
Total - Department of Agriculture				-	2,440,881	-	2,412,905
Department of Education							
Special Education Cluster (IDEA)							
Special Education Grants to States	Indiana Department of Education	84.027					
5280 IDEA Part B 2013-15			14215-045-PN01	-	68,774	-	-
5290 IDEA Part B 2015-17			14216-043-PN01	-	261,673	-	55,923
5251 IDEA Part B 2016-18			14217-043-PN01	-	1,042,807	-	452,987
5252 IDEA Part B 2017-19			18611-043-PN01	-	-	-	935,243
Total - Special Education Grants to States				-	1,373,254	-	1,444,153
Special Education Preschool Grants	Indiana Department of Education	84.173					
5430 IDEA Preschool 2014-15			45715-045-PN01	-	6,584	-	-
5440 IDEA Preschool 2015-16			45716-043-PN01	-	12,139	-	1,766
5401 IDEA Preschool 2016-18			45717-043-PN01	-	20,477	-	13,527
5402 IDEA Preschool 2017-18			45719-043-PN01	-	-	-	16,642
Total - Special Education Preschool Grants				-	39,200	-	31,935
Total - Special Education Cluster (IDEA)				-	1,412,454	-	1,476,088
Adult Education - Basic Grants to States	Indiana Department of Workforce Development	84.002					
5540 Adult Basic Ed 2015-16			C1-5-AE-5-130	-	100,667	-	-
5550 Adult Basic Ed 2016-17			C1-5-AE-6-130	-	49,316	-	21,404
5560 Adult Basic Ed 2017-18			C1-5-AE-7-130	-	-	-	13,110
Total - Adult Education - Basic Grants to States				-	149,983	-	34,514
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010					
4150 Title I 2015-16			16-4415	-	245,482	-	-
4160 Title I 2016-17			17-4415	-	836,119	-	172,535
4161 Title I 2017-18			18-4415	-	-	-	547,837
Total - Title I Grants to Local Educational Agencies				-	1,081,601	-	720,372
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048					
6201 Carl Perkins 2015-16			16-4700-4415	-	41,019	-	-
6202 Carl Perkins 2016-17			17-4700-4415	-	44,343	-	80,298
6203 Carl Perkins 2017-18			18-4700-4415	-	-	-	35,184

WARSAW COMMUNITY SCHOOLS
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
6280 Carl Perkins Rural Grant 2016			A58-6-16CI-3237	-	95,308	-	-
6270 Carl Perkins Rural Grant 2017			A58-7-17CI-3977	-	43,852	-	55,845
Total - Career and Technical Education - Basic Grants to States				-	224,522	-	171,327
English Language Acquisition State Grants	Indiana Department of Education	84.365					
6883 Title III 2014-15			Title III 2014-15	-	7,884	-	-
6884 Title III 2015-16			Title III 2015-16	-	69,837	-	-
6885 Title III 2016-18			Title III 2016-18	-	40,512	-	61,472
6886 Title III 2017-19			Title III 2017-19	-	-	-	4,569
Total - English Language Acquisition Grants				-	118,233	-	66,041
Mathematics and Science Partnerships	Indiana Department of Education	84.366					
6846 MSP Language of STEM Grant 2016			A58-5-15CI-3234	-	248,142	-	-
6910 MSP Language of STEM Grant 2017			A58-5-15CI-3234	-	-	-	205,385
Total - Mathematics and Science Partnerships				-	248,142	-	205,385
Supporting Effective Instruction State Grants (Formerly Improving Teacher Quality State Grants)	Indiana Department of Education	84.367					
6844 Title II 2014-16			S367A140013	-	34,672	-	-
6845 Title II 2015-17			S367A150013	-	170,768	-	-
6840 Title II 2016-18			S367A160013	-	10,429	-	146,228
6849 eLearning FY15			A58-5-15CI-2469	-	14,510	-	-
6849 eLearning FY16			A58-6-16CI-3434	-	-	-	16,000
Total - Supporting Effective Instruction State Grants				-	230,379	-	162,228
School Improvement Grants	Indiana Department of Education	84.377					
4190 Title I School Improvement Grant 15-16			S377A00120015	-	6,967	-	-
4191 Title I School Improvement Grant 16-17			S377A00120015	-	141,747	-	171,202
4192 Title I School Improvement Grant 17-18			S377A00120015	-	-	-	118,570
Total - School Improvement Grants				-	148,714	-	289,772
Total - Department of Education				-	3,614,028	-	3,125,727
<u>Department of Health and Human Services</u>							
Medicaid Cluster							
Medical Assistance Program	Indiana Department of Education	93.778					
			SY 2017, SY 2018	-	36,894	-	42,092
Total - Medicaid Cluster				-	36,894	-	42,092
Total - Department of Health and Human Services				-	36,894	-	42,092
Total federal awards expended				\$	6,091,803	\$	5,580,724

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

WARSAW COMMUNITY SCHOOLS
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.

WARSAW COMMUNITY SCHOOLS
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?	no
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

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

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

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

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

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

No matters were reportable.

Section III - Federal Award Findings and Questioned Costs

FINDING 2018-001

Subject: Child Nutrition Cluster - Program Income, Reporting
 Federal Agency: Department of Agriculture
 Federal Programs: School Breakfast Program, National School Lunch Program, Summer Food Service Program for Children
 CFDA Numbers: 10.553, 10.555, 10.559
 Federal Award Numbers and Years (or Other Identifying Numbers): FY 2017, FY 2018
 Pass-Through Entity: Indiana Department of Education
 Compliance Requirements: Program Income, Reporting
 Audit Findings: Material Weakness, Other Matters

WARSAW COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Repeat Finding

This is a repeat finding from the immediately prior audit regarding Reporting compliance requirement. The prior audit finding number was 2016-002.

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 and Reporting compliance requirements.

Program Income

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 Lunches fund to the School Lunch fund. The transfer from the Prepaid Lunches fund (8400) to the School Lunch fund (800) was only the prepaid meals sold from the sales activity reports. The actual program income generated from food service operations, which included cash sales, was not transferred or recorded into the School Lunch fund.

Reporting

The School Corporation had not effectively designed or implemented adequate policies and procedures to ensure that the Annual Financial Report (AFR) was in compliance with applicable laws and regulations.

The AFR was prepared by the Food Service Director and reviewed by the Assistant Food Service Director. The total receipts on the AFR did not agree with the receipt total at the School Corporation level. The AFR included all program income from meals sold, which did not agree with the amount recorded into the School Lunch fund.

Context

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

WARSAW COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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."

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; . . ."

2 CFR 200.302(b) states in part:

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

- (1) 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.

WARSAW COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

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

The School Corporation's management had not developed a system of internal controls that would have ensured compliance with the Program Income and Reporting compliance requirements.

Effect

The failure to establish an effective internal control system enabled noncompliance to go undetected. Noncompliance with the grant agreement and the Program Income and Reporting compliance requirements 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 and comply with the grant agreement and the Program Income and Reporting compliance requirements.

Views of Responsible Officials

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

FINDING 2018-002

Subject: Title I Grants to Local Educational Agencies - Allowable Costs/Cost Principles
Federal Agency: Department of Education
Federal Program: Title I Grants to Local Educational Agencies
CFDA Number: 84.010
Federal Award Numbers and Years (or Other Identifying Numbers): 16-4415, 17-4415, 18-4415
Pass-Through Entity: Indiana Department of Education
Compliance Requirement: Allowable Costs/Cost Principles
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 Allowable Costs/Cost Principles compliance requirement.

WARSAW COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Controls were not in place to ensure that employees were paid properly from the grant funds. The number of hours or percentage allocated on their timesheets did not match the hours or percentage they were paid from the grant funds.

Context

The lack of controls was a systemic issues throughout the audit period. Noncompliance occurred for 4 out of 40 employees tested.

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 200.430(i) states in part:

"*Standards for Documentation of Personnel Expenses* (1) Charges to Federal awards for salaries and wages must be based on records that accurately reflect the work performed.

These records must:

- (i) Be supported by a system of internal control which provides reasonable assurance that the charges are accurate, allowable, and properly allocated;
- (ii) Be incorporated into the official records of the non-Federal entity;
- (iii) Reasonably reflect the total activity for which the employee is compensated by the non-Federal entity, not exceeding 100% of compensated activities (for IHE, this per the IHE's definition of IBS); . . .
- (vii) Support the distribution of the employee's salary or wages among specific activities or cost objectives if the employee works on more than one Federal award; a Federal award and non-Federal award; an indirect cost activity and a direct cost activity; two or more indirect activities which are allocated using different allocation bases; or an unallowable activity and a direct or indirect cost activity. . . ."

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

Title I Fiscal Handbook 2015-2016, Basic Title I, Part A and D states:

WARSAW COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

- TAS Programs:

"Title I funded staff paid solely from Title I funds complete a Semi-Annual Certification twice a year. Employees who work on multiple activities must maintain a time and effort log at least once a month."

- School wide programs:

"If a school-wide program consolidates funds in a single account, an employee paid with funds from the single account is not required to file a semi-annual certification. If a schoolwide program does not consolidate funds, employees working solely on a single Federal program must complete semi-annual certifications.

If a school-wide program does not consolidate funds, employees working on multiple programs must maintain a time and effort log at least once a month."

Cause

Management of the School Corporation had not developed a system of internal controls that would have ensured compliance with the Allowable Costs/Cost Principles compliance requirement.

Effect

The failure to establish an effective internal control system enabled noncompliance to go undetected, which 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 related to the grant agreement and the Allowable Costs/Cost Principles compliance requirement.

Views of Responsible Officials

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

FINDING 2018-003

Subject: Title I Grants to Local Educational Agencies - Special Tests and Provisions - Annual Report Card, High School Graduation Rate

Federal Agency: Department of Education

Federal Program: Title I Grants to Local Educational Agencies

CFDA Number: 84.010

Federal Award Numbers and Years (or Other Identifying Numbers): 16-4415, 17-4415, 18-4415

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Special Test and Provisions - Annual Report Card,
High School Graduation Rate

Audit Finding: Material Weakness

WARSAW COMMUNITY SCHOOLS
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 Special Tests and Provision - Annual Report Card, High School Graduation Rate compliance requirement. One person entered mobility codes into the system without an oversight, review or approval process, or other compensating control.

Context

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

Criteria

2 CFR 200.303 states in part:

"The non-Federal entity must:

- (a) Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

Cause

Management had not developed a system of internal controls to ensure compliance with the Special Tests and Provisions - Annual Report Card, High School Graduation Rate compliance requirement.

Effect

The failure to establish an effective internal control system placed the School Corporation at risk of noncompliance with the grant agreement and the compliance requirement. A lack of segregation of duties within an internal control system could have also allowed noncompliance with the compliance requirement and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish controls related to the grant agreement and the Special Tests and Provisions - Annual Report Card, High School Graduation Rate compliance requirement.

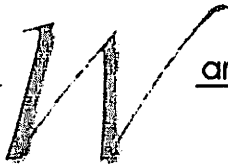
Views of Responsible Officials

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

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AUDITEE-PREPARED DOCUMENTS

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



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2016-001

Fiscal year in which the finding initially occurred:	FY 7/1/2012 – 6/30/16
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct:	Indiana Department of Education
Contact Person Responsible for Corrective Action:	April Fitterling
Contact Phone Number:	574-371-5083 x 2491

Status of Audit Finding:

The SEFA was corrected while the auditors were here last. We also corrected the years that were already completed. We feel we have updated the SEFA and going forward are reported, to the best of our knowledge, the correct information in the correct format they're requesting.



(Signature)

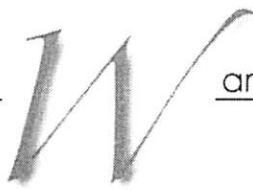
CFO

(Title)

2/28/19

(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2016-002

Fiscal year in which the finding initially occurred:

FY 7/1/2014 – 6/30/16

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct:

Indiana Department of
Education

Contact Person Responsible for Corrective Action:

Marci Franks

Contact Phone Number:

574-371-5086 Ext. #5

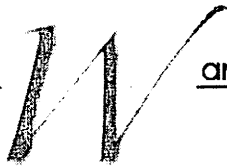
Status of Audit Finding:

The issues from the prior audit are a work in progress due to the timing of the audit. The corrective actions and controls for the AFR and Verification Summary were put in place at the time of the audit and now occur to insure oversight, review and approval of these documents and processes. To the best of our knowledge these steps meet the requirement for compliance.

(Signature)

(Title)

(Date)



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2016-003

Fiscal year in which the finding initially occurred:

FY 7/1/2014 – 6/30/16

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct:

**Indiana Department of
Education**

Contact Person Responsible for Corrective Action:


Dani Barkey

Contact Phone Number:


574-371-5083 x 2424

Status of Audit Finding:

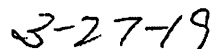
Due to the timing of the prior audit, this is being corrected going forward for the 2018-19 school year. The findings of the audit were concerning Time and Effort Logs and Semi-Annual Certificates. We will develop a new accountability method for ensuring correct procedures for completing the forms. During monthly PLC meetings the Title I coach will remind the split funded teachers and classified staff the required forms. The logs will be saved in a shared drive that all participants can access. The Semi-Annual Certification forms will be sent to the Title I assistant to be kept on file at the Central Office.



(Signature)



(Title)



(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2016-004

Fiscal year in which the finding initially occurred:
Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct:

FY 7/1/2014 – 6/30/16
Indiana Department of
Education
Amy Hobbs
574-371-5083 x 2466

Contact Person Responsible for Corrective Action:
Contact Phone Number:

Status of Audit Finding:

Although there has been no direct communication from the Department of Education, we have utilized the guidance document available on the Department's website to guide our determination that the Semi-Annual Certification and Time and Effort logs are being completed by all appropriate employees at this time.

(Signature)

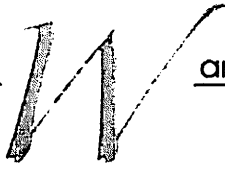
Director of Special Services

(Title)

03/07/19

(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)



SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING 2016-005

Fiscal year in which the finding initially occurred:

FY 7/1/2014 – 6/30/16

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct:

**Indiana Department of
Education**

Contact Person Responsible for Corrective Action:

April Fitterling

Contact Phone Number:

574-371-5083 x 2491

Status of Audit Finding:

The MSP grant person left the DOE and we were not aware that we missed this report. We have made every attempt to not miss a final report on any of our grants going forward.



(Signature)

CFO

(Title)

2/28/19

(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)



CORRECTIVE ACTION PLAN

FINDING 2018-001

Contact Person Responsible for Corrective Action: Marci Franks, Director of FNS
Contact Phone Number: 574-371-5086 Ext. #5

Views of Responsible Official:

We concur with the finding.

Description of Corrective Action Plan:

Current internal control procedures are in revision to ensure that program income is properly recorded. Transfers from the Prepaid Lunch fund (8400) to the School Lunch fund (800) will include all income generated from food service operations, including cash sales to accurately reflect the total income generated. The receipts entered on the Annual Financial Report and the total receipts at the corporation level will agree.

Anticipated Completion Date:

Implementation of the Corrective Action Plan should take full effect in 2019.

Marci Franks
(Signature)

Director, FNS
(Title)

May 7, 2019
(Date)



CORRECTIVE ACTION PLAN

FINDING 2018-002

Contact Person Responsible for Corrective Action: Dani Barkey (Chief Accountability Officer)
Contact Phone Number: (574) 371-5093 ext. 2424

Views of Responsible Official:

Split funded positions were multiple in the title I program and due to the nature of general support paraprofessionals coming and going from positions made tracking hours and paperwork laborious. As a result, WCS has decided to fully restructure the nature of the Title I support and will no longer have split funded positions. This will allow our teachers and paras to focus more intentionally on the students they serve.

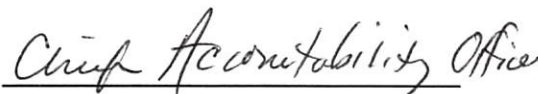
Description of Corrective Action Plan:


We will be using the platform Kronos to track hours of the Title I teachers (now known as interventionists) as well as specialized paras. These Title I funded employees will all be paid 100% out of Title I and not split funded. Utilizing Kronos to track hours allows us to perform monthly audits of the hours our employees are logging.

Anticipated Completion Date:

The new structure of support begins at the start of the 2019-20 school year, but we have taken steps to ensure that paperwork is up to date and matches the grant as we move into the end of the year.


(Signature)


(Title)


(Date)



CORRECTIVE ACTION PLAN

FINDING 2018-003

Contact Person Responsible for Corrective Action: Dani Barkey (Chief Accountability Officer)

Contact Phone Number: (574) 371-5098 ext. 2424

Views of Responsible Official:

Prior to the audit, no two-way authentication process was in place to ensure proper documentation. WCS implemented a new process the day after it was brought to our attention by auditor.

Description of Corrective Action Plan:

Upon the withdrawal of a student, a copy of the Transfer Info page showing the Exit Codes will be given to one of the Guidance/Counseling Co-Directors for their approval. They will sign the Transfer Info page and it will be kept in the permanent file of the withdrawn student.

Anticipated Completion Date:

April 30, 2019. The new process took effect at the completion of the audit.

Dani Barkey
(Signature)

Chief Accountability Officer
(Title)

5/8/19
(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/>.