

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

FINANCIAL STATEMENT AUDIT REPORT
OF
SOUTHERN WELLS COMMUNITY SCHOOLS
WELLS COUNTY, INDIANA
July 1, 2016 to June 30, 2018



FILED
06/20/2019

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Vicki S. Andrews MaryAnn Ripperger (interim) Lora J. Warner	07-01-16 to 02-15-19 02-16-19 to 03-31-19 04-01-19 to 06-30-19
Superintendent of Schools	Steve W. Darnell	07-01-16 to 06-30-19
President of the School Board	Chad Roush Kevin Scott Aaron J. Westfall	01-01-16 to 12-31-16 01-01-17 to 12-31-17 01-01-18 to 12-31-19



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE SOUTHERN WELLS COMMUNITY
SCHOOLS, WELLS COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Southern Wells 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. 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

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.


Paul D. Joyce, CPA
State Examiner

May 6, 2019

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.

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SOUTHERN WELLS 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

	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	\$ 669,854	\$ 5,233,851	\$ 5,068,457	\$ (403,870)	\$ 431,378	\$ 5,594,943	\$ 5,641,297	\$ (211,205)	\$ 173,819
Referendum Tax Levy	185,338	453,645	474,340	-	164,643	166,395	153,109	(177,929)	-
Referendum Tax Levy 2017	-	-	-	-	-	283,491	313,316	176,106	146,281
Debt Service	171,184	223,582	221,117	-	173,649	202,083	266,666	(892)	108,174
Capital Projects	135,642	765,309	707,260	-	193,691	779,207	781,471	(103,023)	88,404
School Transportation	289,439	706,470	556,104	(185,382)	254,423	718,655	610,271	(233,445)	129,362
School Bus Replacement	112,191	88,890	129,968	-	71,113	163,710	81,540	(20,341)	132,942
Rainy Day	1,114,656	-	116,433	600,000	1,598,223	-	675,917	350,000	1,272,306
Construction	-	-	-	-	-	-	146,121	146,121	-
School Lunch	-	396,428	396,225	-	203	411,098	343,392	-	67,909
Textbook Rental	65,987	123,388	193,245	3,870	-	104,373	155,331	50,958	-
Levy Excess	-	-	-	-	-	-	-	8,834	8,834
Educational License Plates	270	168	-	-	438	169	297	-	310
Miscellaneous Programs	1,500	-	64	-	1,436	-	1,065	-	371
Wells County Foundation Grant	5,396	4,832	8,982	-	1,246	19,416	14,821	-	5,841
Action for Healthy Kids Grant	3,140	10,000	4,111	-	9,029	65	5,882	-	3,212
Soil and Water Conservation Grant	-	154	152	-	2	-	-	-	2
Elementary Equipment	40	-	-	-	40	-	-	-	40
Tri Kappa Grant	-	748	490	-	258	250	424	-	84
Archery Grant	-	6,000	-	-	6,000	-	3,436	-	2,564
Donation - S Lusher Elem	-	-	-	-	-	1,000	623	-	377
Special Grant - Anonymous Elem	-	-	-	-	-	2,400	1,771	-	629
Scholastic Reading Club Grant	3,000	-	-	-	3,000	-	3,000	-	-
Park U B Church - Food Fight	-	-	-	-	-	200	101	-	99
Driver's Education	3,050	28,279	16,711	(14,618)	-	10,405	3,864	690	7,231
CADA Grant	339	371	710	-	-	465	-	-	465
Fuel Up to Play 60 Grant	168	-	168	-	-	-	-	-	-
Autism Grant	957	-	923	-	34	-	-	-	34
Formative Assessment	-	10,255	7,583	-	2,672	10,109	12,341	-	440
High Ability Grant	7,754	28,425	36,179	-	-	27,851	26,354	-	1,497
Early Childhood Intervention (First Steps)	478	3,907	1,461	-	2,924	3,773	2,504	-	4,193
Medicaid Reimbursement	-	9,362	1,613	-	7,749	11,764	780	-	18,733
Secured Schools Safety Grant	-	-	-	-	-	27,000	-	-	27,000
Non-English Speaking Programs	2,913	-	-	-	2,913	-	-	-	2,913
School Technology	4,140	10,628	10,164	-	4,604	14,250	15,206	-	3,648
Career and Technical Performance Grant	-	5,001	2,607	-	2,394	4,415	1,980	-	4,829
Performance Based Awards	-	-	-	-	-	26,174	26,174	-	-
Title I	4,479	88,673	93,152	-	-	68,163	82,289	14,126	-
Vocational and Technology Board Grants	-	42,497	42,497	-	-	14,223	5,763	-	8,460
Improving Teacher Quality, No Child Left, Title II, Part A	(9,714)	23,087	13,330	-	43	18,586	13,804	-	4,825
Clearing	5,275	1,583,952	1,584,573	-	4,654	1,636,681	1,609,444	-	31,891
Totals	\$ 2,777,476	\$ 9,847,902	\$ 9,688,619	\$ -	\$ 2,936,759	\$ 10,321,314	\$ 11,000,354	\$ -	\$ 2,257,719

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

SOUTHERN WELLS 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.

SOUTHERN WELLS 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:

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.

SOUTHERN WELLS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

Note 4. Deposits and Investments

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

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

SOUTHERN WELLS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

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

SOUTHERN WELLS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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. Subsequent Event

On July 19, 2018, the School Corporation issued bonds in the amount of \$4,110,000 for school improvements and a wastewater treatment plant.

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.

SOUTHERN WELLS 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	Referendum Tax Levy	Referendum Tax Levy 2017	Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Construction
Cash and investments - beginning	\$ 669,854	\$ 185,338	\$ -	\$ 171,184	\$ 135,642	\$ 289,439	\$ 112,191	\$ 1,114,656	\$ -
Receipts:									
Local sources	91,500	453,645	-	223,582	763,909	706,470	88,890	-	-
Intermediate sources	67	-	-	-	-	-	-	-	-
State sources	5,142,284	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	1,400	-	-	-	-
Total receipts	5,233,851	453,645	-	223,582	765,309	706,470	88,890	-	-
Disbursements:									
Instruction	3,318,183	474,340	-	-	-	-	-	-	-
Support services	1,622,188	-	-	6,784	379,797	556,104	129,968	-	-
Noninstructional services	128,086	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	327,463	-	-	116,433	-
Debt service	-	-	-	214,333	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	5,068,457	474,340	-	221,117	707,260	556,104	129,968	116,433	-
Excess (deficiency) of receipts over disbursements	165,394	(20,695)	-	2,465	58,049	150,366	(41,078)	(116,433)	-
Other financing sources (uses):									
Transfers in	62,041	-	-	-	-	14,618	-	600,000	-
Transfers out	(465,911)	-	-	-	-	(200,000)	-	-	-
Total other financing sources (uses)	(403,870)	-	-	-	-	(185,382)	-	600,000	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(238,476)	(20,695)	-	2,465	58,049	(35,016)	(41,078)	483,567	-
Cash and investments - ending	\$ 431,378	\$ 164,643	\$ -	\$ 173,649	\$ 193,691	\$ 254,423	\$ 71,113	\$ 1,598,223	\$ -

SOUTHERN WELLS 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

	School Lunch	Textbook Rental	Levy Excess	Educational License Plates	Miscellaneous Programs	Wells County Foundation Grant	Action for Healthy Kids Grant	Soil and Water Conservation Grant	Elementary Equipment
Cash and investments - beginning	\$ -	\$ 65,987	\$ -	\$ 270	\$ 1,500	\$ 5,396	\$ 3,140	\$ -	\$ 40
Receipts:									
Local sources	210,461	101,024	-	-	-	4,832	10,000	154	-
Intermediate sources	-	-	-	168	-	-	-	-	-
State sources	6,597	22,364	-	-	-	-	-	-	-
Federal sources	179,370	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	396,428	123,388	-	168	-	4,832	10,000	154	-
Disbursements:									
Instruction	-	-	-	-	-	8,982	4,111	152	-
Support services	-	193,245	-	-	64	-	-	-	-
Noninstructional services	396,225	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	396,225	193,245	-	-	64	8,982	4,111	152	-
Excess (deficiency) of receipts over disbursements	203	(69,857)	-	168	(64)	(4,150)	5,889	2	-
Other financing sources (uses):									
Transfers in	10,761	55,150	-	-	-	-	-	-	-
Transfers out	(10,761)	(51,280)	-	-	-	-	-	-	-
Total other financing sources (uses)	-	3,870	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	203	(65,987)	-	168	(64)	(4,150)	5,889	2	-
Cash and investments - ending	\$ 203	\$ -	\$ -	\$ 438	\$ 1,436	\$ 1,246	\$ 9,029	\$ 2	\$ 40

SOUTHERN WELLS 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

	Tri Kappa Grant	Archery Grant	Donation - S Lusher Elem	Special Grant - Anonymous Elem	Scholastic Reading Club Grant	Park U B Church - Food Fight	Driver's Education	CADA Grant
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 3,000	\$ -	\$ 3,050	\$ 339
Receipts:								
Local sources	748	6,000	-	-	-	-	28,279	371
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	748	6,000	-	-	-	-	28,279	371
Disbursements:								
Instruction	490	-	-	-	-	-	16,711	710
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	490	-	-	-	-	-	16,711	710
Excess (deficiency) of receipts over disbursements	258	6,000	-	-	-	-	11,568	(339)
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(14,618)	-
Total other financing sources (uses)	-	-	-	-	-	-	(14,618)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	258	6,000	-	-	-	-	(3,050)	(339)
Cash and investments - ending	\$ 258	\$ 6,000	\$ -	\$ -	\$ 3,000	\$ -	\$ -	\$ -

SOUTHERN WELLS 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

	Fuel Up to Play 60 Grant	Autism Grant	Formative Assessment	High Ability Grant	Early Childhood Intervention (First Steps)	Medicaid Reimbursement	Secured Schools Safety Grant	Non-English Speaking Programs	School Technology
Cash and investments - beginning	\$ 168	\$ 957	\$ -	\$ 7,754	\$ 478	\$ -	\$ -	\$ 2,913	\$ 4,140
Receipts:									
Local sources	-	-	-	-	-	-	-	-	2,160
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	10,255	28,425	3,907	9,362	-	-	8,468
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	-	10,255	28,425	3,907	9,362	-	-	10,628
Disbursements:									
Instruction	168	-	7,583	36,179	1,461	-	-	-	-
Support services	-	923	-	-	-	1,613	-	-	10,164
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	168	923	7,583	36,179	1,461	1,613	-	-	10,164
Excess (deficiency) of receipts over disbursements	(168)	(923)	2,672	(7,754)	2,446	7,749	-	-	464
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(168)	(923)	2,672	(7,754)	2,446	7,749	-	-	464
Cash and investments - ending	\$ -	\$ 34	\$ 2,672	\$ -	\$ 2,924	\$ 7,749	\$ -	\$ 2,913	\$ 4,604

SOUTHERN WELLS 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

	Career and Technical Performance Grant	Performance Based Awards	Title I	Vocational and Technology Board Grants	Improving Teacher Quality, No Child Left, Title II, Part A	Clearing	Totals
Cash and investments - beginning	\$ -	\$ -	\$ 4,479	\$ -	\$ (9,714)	\$ 5,275	\$ 2,777,476
Receipts:							
Local sources	-	-	-	42,497	-	-	2,734,522
Intermediate sources	-	-	-	-	-	-	235
State sources	5,001	-	-	-	-	-	5,236,663
Federal sources	-	-	88,673	-	23,087	-	291,130
Other receipts	-	-	-	-	-	1,583,952	1,585,352
Total receipts	5,001	-	88,673	42,497	23,087	1,583,952	9,847,902
Disbursements:							
Instruction	2,607	-	93,152	42,497	1,887	-	4,009,213
Support services	-	-	-	-	11,443	-	2,912,293
Noninstructional services	-	-	-	-	-	-	524,311
Facilities acquisition and construction	-	-	-	-	-	-	443,896
Debt service	-	-	-	-	-	-	214,333
Nonprogrammed charges	-	-	-	-	-	1,584,573	1,584,573
Total disbursements	2,607	-	93,152	42,497	13,330	1,584,573	9,688,619
Excess (deficiency) of receipts over disbursements	2,394	-	(4,479)	-	9,757	(621)	159,283
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	742,570
Transfers out	-	-	-	-	-	-	(742,570)
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,394	-	(4,479)	-	9,757	(621)	159,283
Cash and investments - ending	\$ 2,394	\$ -	\$ -	\$ -	\$ 43	\$ 4,654	\$ 2,936,759

SOUTHERN WELLS 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	Referendum Tax Levy	Referendum Tax Levy 2017	Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Construction
Cash and investments - beginning	\$ 431,378	\$ 164,643	\$ -	\$ 173,649	\$ 193,691	\$ 254,423	\$ 71,113	\$ 1,598,223	\$ -
Receipts:									
Local sources	73,371	166,395	283,491	202,083	779,207	718,655	163,710	-	-
Intermediate sources	57	-	-	-	-	-	-	-	-
State sources	5,520,728	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	787	-	-	-	-	-	-	-	-
Total receipts	5,594,943	166,395	283,491	202,083	779,207	718,655	163,710	-	-
Disbursements:									
Instruction	3,637,333	153,109	313,316	-	-	-	-	-	-
Support services	1,869,434	-	-	-	453,074	610,271	81,540	-	-
Noninstructional services	134,530	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	328,397	-	-	675,917	146,121
Debt service	-	-	-	266,666	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	5,641,297	153,109	313,316	266,666	781,471	610,271	81,540	675,917	146,121
Excess (deficiency) of receipts over disbursements	(46,354)	13,286	(29,825)	(64,583)	(2,264)	108,384	82,170	(675,917)	(146,121)
Other financing sources (uses):									
Transfers in	-	1,100	179,029	-	-	-	-	350,000	146,121
Transfers out	(211,205)	(179,029)	(2,923)	(892)	(103,023)	(233,445)	(20,341)	-	-
Total other financing sources (uses)	(211,205)	(177,929)	176,106	(892)	(103,023)	(233,445)	(20,341)	350,000	146,121
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(257,559)	(164,643)	146,281	(65,475)	(105,287)	(125,061)	61,829	(325,917)	-
Cash and investments - ending	\$ 173,819	\$ -	\$ 146,281	\$ 108,174	\$ 88,404	\$ 129,362	\$ 132,942	\$ 1,272,306	\$ -

SOUTHERN WELLS 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

	School Lunch	Textbook Rental	Levy Excess	Educational License Plates	Miscellaneous Programs	Wells County Foundation Grant	Action for Healthy Kids Grant	Soil and Water Conservation Grant	Elementary Equipment
Cash and investments - beginning	\$ 203	\$ -	\$ -	\$ 438	\$ 1,436	\$ 1,246	\$ 9,029	\$ 2	\$ 40
Receipts:									
Local sources	187,057	78,010	-	-	-	19,416	65	-	-
Intermediate sources	-	-	-	169	-	-	-	-	-
State sources	6,457	26,363	-	-	-	-	-	-	-
Federal sources	217,584	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	411,098	104,373	-	169	-	19,416	65	-	-
Disbursements:									
Instruction	-	-	-	-	-	14,821	5,882	-	-
Support services	-	155,331	-	297	1,065	-	-	-	-
Noninstructional services	340,020	-	-	-	-	-	-	-	-
Facilities acquisition and construction	3,372	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	343,392	155,331	-	297	1,065	14,821	5,882	-	-
Excess (deficiency) of receipts over disbursements	67,706	(50,958)	-	(128)	(1,065)	4,595	(5,817)	-	-
Other financing sources (uses):									
Transfers in	-	50,958	8,834	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	50,958	8,834	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	67,706	-	8,834	(128)	(1,065)	4,595	(5,817)	-	-
Cash and investments - ending	\$ 67,909	\$ -	\$ 8,834	\$ 310	\$ 371	\$ 5,841	\$ 3,212	\$ 2	\$ 40

SOUTHERN WELLS 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

	Tri Kappa Grant	Archery Grant	Donation - S Lusher Elem	Special Grant - Anonymous Elem	Scholastic Reading Club Grant	Park U B Church - Food Fight	Driver's Education	CADA Grant
Cash and investments - beginning	\$ 258	\$ 6,000	\$ -	\$ -	\$ 3,000	\$ -	\$ -	\$ -
Receipts:								
Local sources	250	-	-	2,400	-	200	10,405	465
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	1,000	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	250	-	1,000	2,400	-	200	10,405	465
Disbursements:								
Instruction	424	3,436	623	1,771	-	-	3,864	-
Support services	-	-	-	-	3,000	-	-	-
Noninstructional services	-	-	-	-	-	101	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	424	3,436	623	1,771	3,000	101	3,864	-
Excess (deficiency) of receipts over disbursements	(174)	(3,436)	377	629	(3,000)	99	6,541	465
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	690	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	690	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(174)	(3,436)	377	629	(3,000)	99	7,231	465
Cash and investments - ending	\$ 84	\$ 2,564	\$ 377	\$ 629	\$ -	\$ 99	\$ 7,231	\$ 465

SOUTHERN WELLS 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

	Fuel Up to Play 60 Grant	Autism Grant	Formative Assessment	High Ability Grant	Early Childhood Intervention (First Steps)	Medicaid Reimbursement	Secured Schools Safety Grant	Non-English Speaking Programs	School Technology
Cash and investments - beginning	\$ -	\$ 34	\$ 2,672	\$ -	\$ 2,924	\$ 7,749	\$ -	\$ 2,913	\$ 4,604
Receipts:									
Local sources	-	-	-	-	-	-	-	-	6,480
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	10,109	27,851	3,773	11,764	-	-	7,770
Federal sources	-	-	-	-	-	-	27,000	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	-	10,109	27,851	3,773	11,764	27,000	-	14,250
Disbursements:									
Instruction	-	-	12,341	26,354	2,504	-	-	-	-
Support services	-	-	-	-	-	780	-	-	15,206
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	12,341	26,354	2,504	780	-	-	15,206
Excess (deficiency) of receipts over disbursements	-	-	(2,232)	1,497	1,269	10,984	27,000	-	(956)
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(2,232)	1,497	1,269	10,984	27,000	-	(956)
Cash and investments - ending	\$ -	\$ 34	\$ 440	\$ 1,497	\$ 4,193	\$ 18,733	\$ 27,000	\$ 2,913	\$ 3,648

SOUTHERN WELLS 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

	Career and Technical Performance Grant	Performance Based Awards	Title I	Vocational and Technology Board Grants	Improving Teacher Quality, No Child Left, Title II, Part A	Clearing	Totals
Cash and investments - beginning	\$ 2,394	\$ -	\$ -	\$ -	\$ 43	\$ 4,654	\$ 2,936,759
Receipts:							
Local sources	-	-	-	14,223	-	-	2,705,883
Intermediate sources	-	-	-	-	-	-	226
State sources	4,415	26,174	-	-	-	-	5,645,404
Federal sources	-	-	68,163	-	18,586	-	332,333
Other receipts	-	-	-	-	-	1,636,681	1,637,468
Total receipts	4,415	26,174	68,163	14,223	18,586	1,636,681	10,321,314
Disbursements:							
Instruction	1,980	26,174	82,289	5,763	9,412	-	4,301,396
Support services	-	-	-	-	4,392	-	3,194,390
Noninstructional services	-	-	-	-	-	-	474,651
Facilities acquisition and construction	-	-	-	-	-	-	1,153,807
Debt service	-	-	-	-	-	-	266,666
Nonprogrammed charges	-	-	-	-	-	1,609,444	1,609,444
Total disbursements	1,980	26,174	82,289	5,763	13,804	1,609,444	11,000,354
Excess (deficiency) of receipts over disbursements	2,435	-	(14,126)	8,460	4,782	27,237	(679,040)
Other financing sources (uses):							
Transfers in	-	-	14,126	-	-	-	750,858
Transfers out	-	-	-	-	-	-	(750,858)
Total other financing sources (uses)	-	-	14,126	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,435	-	-	8,460	4,782	27,237	(679,040)
Cash and investments - ending	\$ 4,829	\$ -	\$ -	\$ 8,460	\$ 4,825	\$ 31,891	\$ 2,257,719

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SOUTHERN WELLS 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>\$ 843,503</u>	<u>\$ -</u>

SOUTHERN WELLS COMMUNITY SCHOOLS
 SCHEDULE OF LEASES AND DEBT
 June 30, 2018

Description of Debt		Ending	Principal and
Type	Purpose	Principal	Interest Due
		Balance	Within One
			Year
Governmental activities:			
Common School Loan	Common School Loan	<u>\$ 500,000</u>	<u>\$ 218,000</u>

SOUTHERN WELLS 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	\$ 42,500
Buildings	20,916,957
Improvements other than buildings	588,227
Machinery, equipment, and vehicles	<u>2,161,052</u>
Total capital assets	<u>\$ 23,708,736</u>

OTHER REPORTS

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