

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

FINANCIAL STATEMENT AUDIT REPORT
OF
SOUTHEASTERN SCHOOL CORPORATION
CASS COUNTY, INDIANA
July 1, 2015 to June 30, 2017



FILED
06/27/2019

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-4
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	7
Notes to Financial Statement	8-13
Other Information - Unaudited:	
Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	16-29
Schedule of Leases and Debt	31
Other Reports.....	32

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Darlene Martin Kristi Hull	07-01-15 to 06-30-18 07-01-18 to 06-30-20
Superintendent of Schools	John Sayers (interim) Dr. Tim Garland	07-01-15 to 12-31-15 01-01-16 to 06-30-20
President of the School Board	Mary Hartley Ryan Zeck Tim Johnson Matt Lewellen	01-01-15 to 12-31-15 01-01-16 to 12-31-17 01-01-18 to 12-31-18 01-01-19 to 12-31-19



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE SOUTHEASTERN SCHOOL CORPORATION, CASS COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Southeastern School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2015 to June 30, 2017, 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, 2015 to June 30, 2017.

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, 2015 to June 30, 2017, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.


Emphasis of Matter

As discussed in Note 9 to the financial statements, the School Board approved a change to the name of Southeastern School Corporation to Lewis Cass Schools effective August 16, 2017. Our opinion is not modified with respect to this matter.

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 and Schedule of Leases and Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.


Paul D. Joyce, CPA
State Examiner

June 26, 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.

(This page intentionally left blank.)

SOUTHEASTERN SCHOOL CORPORATION
STATEMENT OF RECEIPTS, DISBURSEMENTS,
OTHER FINANCING SOURCES (USES), AND CASH
AND INVESTMENT BALANCES - REGULATORY BASIS
For the Years Ended June 30, 2016 and 2017

Fund	Cash and Investments 07-01-15	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-16	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-17
General	\$ 270,000	\$ 8,568,412	\$ 7,971,404	\$ -	\$ 867,008	\$ 8,934,925	\$ 8,756,954	\$ (431,922)	\$ 613,057
Debt Service	320,543	1,336,289	1,207,700	-	449,132	1,350,579	1,195,578	-	604,133
Retirement/Severance Bond Debt Service	15,465	-	-	-	15,465	-	-	-	15,465
Capital Projects	645,163	1,339,735	1,270,200	-	714,698	1,461,191	1,432,460	(75,000)	668,429
School Transportation	375,335	959,473	753,330	-	581,478	898,844	765,557	(106,990)	607,775
School Bus Replacement	182,797	314,577	196,122	-	301,252	271,247	308,552	-	263,947
Rainy Day	61,211	18,861	-	-	80,072	-	197,707	613,912	496,277
Post-Retirement/Severance Future Benefits	7,956	-	-	-	7,956	-	-	-	7,956
Construction	966,424	-	813,448	-	152,976	-	148,838	-	4,138
School Lunch	164,543	636,818	679,882	-	121,479	622,729	656,659	-	87,549
Textbook Rental	211,671	182,586	237,235	-	157,022	173,370	324,123	-	6,269
Self-Insurance	-	39,801	23,613	-	16,188	14,096	19,988	-	10,296
Educational License Plates	24	19	-	-	43	19	53	-	9
Alternative Education	-	8,425	5,617	-	2,808	10,151	3,823	-	9,136
Early Intervention Grant	-	10,900	-	-	10,900	-	10,900	-	-
Reading Recovery	196	-	-	-	196	-	196	-	-
Lilly Grant	-	-	-	-	-	30,000	8,042	-	21,958
Graduation Project Award	1,000	-	-	-	1,000	-	-	-	1,000
Donations	-	1,600	-	-	1,600	2,803	2,803	-	1,600
Extra-Curricular Activities	-	-	-	-	-	647	96	-	551
Wilson Scholarship	29,033	11	2,000	-	27,044	264	1,500	-	25,808
Catt Scholarship	87	13	100	-	-	5,860	-	-	5,860
Maxwell Scholarship	2,726	-	500	-	2,226	18	500	-	1,744
Campbell Scholarship	1,225	-	-	-	1,225	12	-	-	1,237
Gordon Riley Scholarship	4,409	-	2,000	-	2,409	25	-	-	2,434
Ben Miller Scholarship	-	6,510	5,400	-	1,110	2	871	-	241
Arion Scholarship	7,546	2,627	500	-	9,673	94	500	-	9,267
Bashore Scholarship	5,343	301	2,000	-	3,644	27	1,000	-	2,671
High Ability Grant	-	30,951	28,117	-	2,834	30,709	25,365	-	8,178
Formative Assessment Grant	-	13,488	11,969	-	1,519	12,962	17,119	-	(2,638)
Medicaid Reimbursement	-	14,272	7,644	-	6,628	32,445	22,569	-	16,504
Secured Schools Safety Grant	(49,448)	39,540	14,253	-	(24,161)	52,084	28,394	-	(471)
Non-English Speaking Programs	-	7,445	5,265	-	2,180	7,685	9,865	-	-
School Technology	17,000	-	-	-	17,000	-	-	-	17,000
Technology Grants [IC 20-40-15]	2,961	-	-	-	2,961	-	-	-	2,961
Career and Technical Performance Grant	-	-	-	-	-	4,675	4,109	-	566
Title I - 2015/2016	(4,390)	39,800	35,410	-	-	58,156	64,974	-	(6,818)
Title I - 2016/2017 & 2017/2018	-	70,534	73,533	-	(2,999)	33,392	30,393	-	-
IDEA	-	122,240	129,596	-	(7,356)	223,174	231,944	-	(16,126)
Preschool Handicap	-	4,693	4,693	-	-	8,288	8,288	-	-
Improving Teacher Quality, No Child Left, Title II, Part A	2,731	37,670	40,372	-	29	11,745	14,359	-	(2,585)
Prepaid Lunch	-	7,986	-	-	7,986	(1,911)	1,306	-	4,769
Payroll Withholdings	2,887	2,266,429	2,266,717	-	2,599	2,515,310	2,517,856	-	53
Totals	\$ 3,244,438	\$ 16,082,006	\$ 15,788,620	\$ -	\$ 3,537,824	\$ 16,765,617	\$ 16,813,241	\$ -	\$ 3,490,200

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

SOUTHEASTERN SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

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

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

SOUTHEASTERN SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

E. Disbursements

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

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

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

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

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

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

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.

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

SOUTHEASTERN SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

G. Fund Accounting

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

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the School Corporation submits a proposed operating budget to the governing board for the following calendar year. 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 December 31 of the year preceding the budget year or January 15 of the budget year if the School Corporation is issuing debt after December 1 or intends on filing a shortfall appeal. These rates were based upon the assessed valuations adjusted for various tax credits from the preceding year's lien date of January 1. 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.

SOUTHEASTERN SCHOOL CORPORATION
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) Defined Benefit Plan is a cost-sharing multiple-employer defined benefit plan and provides retirement, disability, and survivor benefits to plan members. PERF is administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2, IC 5-10.3) and Administrative Code (35 IAC 1.2), which governs most requirements of the system and give the School Corporation authority to contribute to the plan.

My Choice: Retirement Savings Plan for Public Employees (My Choice) is a multiple-employer defined contribution plan. It is administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2, IC 5-10.3) and Administrative Code (35 IAC 1.2) which governs most requirements of the system and give the School Corporation authority to contribute to the plan.

New employees hired have a one-time election to join either the Public Employees' Hybrid Plan (PERF Hybrid) or the My Choice: Retirement Savings Plan for Public Employees (My Choice) which is a multiple-employer defined contribution plan. PERF Hybrid consists of two components: PERF DB, the employer-funded monthly defined benefit component, and the Public Employees' Hybrid Members Defined Contribution Account, the defined contribution component.

Financial Report

INPRS 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. (844) 464-6777

SOUTHEASTERN SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Contributions

Members' contributions are set by state statute at 3 percent of compensation for both the defined contribution component of PERF Hybrid and My Choice. The employer may elect to make the contribution on behalf of the member of the defined contribution component of PERF Hybrid and My Choice members may receive additional employer contribution in lieu of the PERF DB. Contributions to the PERF DB are determined by INPRS Board based on actuarial valuation.

B. Teachers' Retirement Fund

Plan Description

The Indiana Teachers' Retirement Fund (TRF) Defined Benefit Plan is a cost-sharing multiple-employer defined benefit pension plan and provides retirement, disability, and survivor benefits to plan members. TRF is administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statues (IC 5-10.2, IC 5-10.4) and Administrative Code (35 IAC 14), which governs most requirements of the system and gives the School Corporation authority to contribute to the fund.

TRF is composed of two accounts: Teachers' Pre-1996 and Teachers' 1996. All legally qualified and regularly employed licensed teachers serving in State of Indiana public schools are eligible to participate in Teachers' 1996. Membership in Teachers' Pre-1996 is closed to new entrants. Generally, members hired before 1996 participate in this account and members hired after 1995 participate in Teachers' 1996. Both accounts have two components: the employer-funded defined benefit component and a defined contribution account.

Financial Report

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. (844) 464-6777

Contributions

The School Corporation contributes the employer's share to Teachers' 1996 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. These contributions are determined by INPRS Board based on actuarial valuation. 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, (Teachers' Pre-1996) is considered to be an obligation of, and is paid by, the State of Indiana.

SOUTHEASTERN SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of funds that were set up as reimbursable grants. Reimbursements for expenditures made by the School Corporation were not received by June 30, 2016 or June 30, 2017.

Note 8. Holding Corporation

The School Corporation has entered into a capital lease with Southeastern Cass 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 years ended June 30, 2016 and 2017, totaled \$1,072,000 and \$1,072,000, respectively.

Note 9. Subsequent Events

The School Board approved a change to the name of Southeastern School Corporation to Lewis Cass Schools effective August 16, 2017.

(This page intentionally left blank.)

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.

SOUTHEASTERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2016

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day
Cash and investments - beginning	\$ 270,000	\$ 320,543	\$ 15,465	\$ 645,163	\$ 375,335	\$ 182,797	\$ 61,211
Receipts:							
Local sources	62,172	1,336,289	-	1,334,873	957,787	263,069	-
Intermediate sources	-	-	-	-	-	-	18,861
State sources	8,461,944	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other receipts	44,296	-	-	4,862	1,686	51,508	-
Total receipts	8,568,412	1,336,289	-	1,339,735	959,473	314,577	18,861
Disbursements:							
Instruction	5,222,467	-	-	-	-	-	-
Support services	2,495,766	-	-	761,309	753,330	196,122	-
Noninstructional services	253,171	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	508,891	-	-	-
Debt service	-	1,207,700	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	7,971,404	1,207,700	-	1,270,200	753,330	196,122	-
Excess (deficiency) of receipts over disbursements	597,008	128,589	-	69,535	206,143	118,455	18,861
Cash and investments - ending	\$ 867,008	\$ 449,132	\$ 15,465	\$ 714,698	\$ 581,478	\$ 301,252	\$ 80,072

SOUTHEASTERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2016

	Post- Retirement/ Severance Future Benefits	Construction	School Lunch	Textbook Rental	Self- Insurance	Educational License Plates	Alternative Education
Cash and investments - beginning	\$ 7,956	\$ 966,424	\$ 164,543	\$ 211,671	\$ -	\$ 24	\$ -
Receipts:							
Local sources	-	-	302,002	137,856	39,801	-	-
Intermediate sources	-	-	-	-	-	19	-
State sources	-	-	7,856	44,718	-	-	8,425
Federal sources	-	-	321,894	-	-	-	-
Other receipts	-	-	5,066	12	-	-	-
Total receipts	-	-	636,818	182,586	39,801	19	8,425
Disbursements:							
Instruction	-	-	-	-	-	-	5,617
Support services	-	-	60,669	237,235	23,613	-	-
Noninstructional services	-	-	614,264	-	-	-	-
Facilities acquisition and construction	-	813,448	4,700	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	249	-	-	-	-
Total disbursements	-	813,448	679,882	237,235	23,613	-	5,617
Excess (deficiency) of receipts over disbursements	-	(813,448)	(43,064)	(54,649)	16,188	19	2,808
Cash and investments - ending	\$ 7,956	\$ 152,976	\$ 121,479	\$ 157,022	\$ 16,188	\$ 43	\$ 2,808

SOUTHEASTERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2016

	Early Intervention Grant	Reading Recovery	Lilly Grant	Graduation Project Award	Donations	Extra- Curricular Activities	Wilson Scholarship
Cash and investments - beginning	\$ -	\$ 196	\$ -	\$ 1,000	\$ -	\$ -	\$ 29,033
Receipts:							
Local sources	-	-	-	-	1,600	-	11
Intermediate sources	-	-	-	-	-	-	-
State sources	10,900	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	10,900	-	-	-	1,600	-	11
Disbursements:							
Instruction	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	2,000
Total disbursements	-	-	-	-	-	-	2,000
Excess (deficiency) of receipts over disbursements	10,900	-	-	-	1,600	-	(1,989)
Cash and investments - ending	\$ 10,900	\$ 196	\$ -	\$ 1,000	\$ 1,600	\$ -	\$ 27,044

SOUTHEASTERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2016

	Catt Scholarship	Maxwell Scholarship	Campbell Scholarship	Gordon Riley Scholarship	Ben Miller Scholarship	Arion Scholarship
Cash and investments - beginning	\$ 87	\$ 2,726	\$ 1,225	\$ 4,409	\$ -	\$ 7,546
Receipts:						
Local sources	13	-	-	-	6,510	2,627
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	13	-	-	-	6,510	2,627
Disbursements:						
Instruction	-	-	-	-	-	-
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Nonprogrammed charges	100	500	-	2,000	5,400	500
Total disbursements	100	500	-	2,000	5,400	500
Excess (deficiency) of receipts over disbursements	(87)	(500)	-	(2,000)	1,110	2,127
Cash and investments - ending	\$ -	\$ 2,226	\$ 1,225	\$ 2,409	\$ 1,110	\$ 9,673

SOUTHEASTERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2016

	Bashore Scholarship	High Ability Grant	Formative Assessment Grant	Medicaid Reimbursement	Secured Schools Safety Grant	Non-English Speaking Programs
Cash and investments - beginning	\$ 5,343	\$ -	\$ -	\$ -	\$ (49,448)	\$ -
Receipts:						
Local sources	301	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-
State sources	-	30,951	13,488	14,272	39,540	7,445
Federal sources	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	<u>301</u>	<u>30,951</u>	<u>13,488</u>	<u>14,272</u>	<u>39,540</u>	<u>7,445</u>
Disbursements:						
Instruction	-	28,117	-	6,282	-	5,265
Support services	-	-	11,969	1,362	14,253	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Nonprogrammed charges	2,000	-	-	-	-	-
Total disbursements	<u>2,000</u>	<u>28,117</u>	<u>11,969</u>	<u>7,644</u>	<u>14,253</u>	<u>5,265</u>
Excess (deficiency) of receipts over disbursements	<u>(1,699)</u>	<u>2,834</u>	<u>1,519</u>	<u>6,628</u>	<u>25,287</u>	<u>2,180</u>
Cash and investments - ending	<u>\$ 3,644</u>	<u>\$ 2,834</u>	<u>\$ 1,519</u>	<u>\$ 6,628</u>	<u>\$ (24,161)</u>	<u>\$ 2,180</u>

SOUTHEASTERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2016

	School Technology	Technology Grants [IC 20-40-15]	Career and Technical Performance Grant	Title I 2015/2016	Title I 2016/2017 & 2017/2018	IDEA
Cash and investments - beginning	\$ 17,000	\$ 2,961	\$ -	\$ (4,390)	\$ -	\$ -
Receipts:						
Local sources	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	39,800	70,534	122,240
Other receipts	-	-	-	-	-	-
Total receipts	-	-	-	39,800	70,534	122,240
Disbursements:						
Instruction	-	-	-	33,610	66,125	83,635
Support services	-	-	-	1,800	7,398	45,961
Noninstructional services	-	-	-	-	10	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	-	-	-	35,410	73,533	129,596
Excess (deficiency) of receipts over disbursements	-	-	-	4,390	(2,999)	(7,356)
Cash and investments - ending	<u>\$ 17,000</u>	<u>\$ 2,961</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,999)</u>	<u>\$ (7,356)</u>

SOUTHEASTERN SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 OTHER FINANCING SOURCES (USES), AND CASH
 AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended June 30, 2016

	Preschool Handicap	Improving Teacher Quality, No Child Left, Title II, Part A	Prepaid Lunch	Payroll Withholdings	Totals
Cash and investments - beginning	\$ -	\$ 2,731	\$ -	\$ 2,887	\$ 3,244,438
Receipts:					
Local sources	-	-	-	-	4,444,911
Intermediate sources	-	-	-	-	18,880
State sources	-	-	-	-	8,639,539
Federal sources	4,693	37,670	-	-	596,831
Other receipts	-	-	7,986	2,266,429	2,381,845
Total receipts	4,693	37,670	7,986	2,266,429	16,082,006
Disbursements:					
Instruction	4,693	-	-	-	5,455,811
Support services	-	40,372	-	-	4,651,159
Noninstructional services	-	-	-	-	867,445
Facilities acquisition and construction	-	-	-	-	1,327,039
Debt service	-	-	-	-	1,207,700
Nonprogrammed charges	-	-	-	2,266,717	2,279,466
Total disbursements	4,693	40,372	-	2,266,717	15,788,620
Excess (deficiency) of receipts over disbursements	-	(2,702)	7,986	(288)	293,386
Cash and investments - ending	\$ -	\$ 29	\$ 7,986	\$ 2,599	\$ 3,537,824

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day
Cash and investments - beginning	\$ 867,008	\$ 449,132	\$ 15,465	\$ 714,698	\$ 581,478	\$ 301,252	\$ 80,072
Receipts:							
Local sources	75,013	1,350,579	-	1,357,106	897,919	271,247	-
Intermediate sources	-	-	-	-	-	-	-
State sources	8,397,951	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other receipts	461,961	-	-	104,085	925	-	-
Total receipts	8,934,925	1,350,579	-	1,461,191	898,844	271,247	-
Disbursements:							
Instruction	5,869,764	-	-	-	-	-	-
Support services	2,620,803	-	-	959,284	765,557	308,552	197,707
Noninstructional services	266,387	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	473,176	-	-	-
Debt service	-	1,195,578	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	8,756,954	1,195,578	-	1,432,460	765,557	308,552	197,707
Excess (deficiency) of receipts over disbursements	177,971	155,001	-	28,731	133,287	(37,305)	(197,707)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	613,912
Transfers out	(431,922)	-	-	(75,000)	(106,990)	-	-
Total other financing sources (uses)	(431,922)	-	-	(75,000)	(106,990)	-	613,912
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(253,951)	155,001	-	(46,269)	26,297	(37,305)	416,205
Cash and investments - ending	\$ 613,057	\$ 604,133	\$ 15,465	\$ 668,429	\$ 607,775	\$ 263,947	\$ 496,277

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

	Post- Retirement/ Severance Future Benefits	Construction	School Lunch	Textbook Rental	Self- Insurance	Educational License Plates	Alternative Education
Cash and investments - beginning	\$ 7,956	\$ 152,976	\$ 121,479	\$ 157,022	\$ 16,188	\$ 43	\$ 2,808
Receipts:							
Local sources	-	-	302,733	133,376	14,096	-	-
Intermediate sources	-	-	-	-	-	19	-
State sources	-	-	7,968	39,994	-	-	10,151
Federal sources	-	-	310,983	-	-	-	-
Other receipts	-	-	1,045	-	-	-	-
Total receipts	-	-	622,729	173,370	14,096	19	10,151
Disbursements:							
Instruction	-	-	-	-	-	-	3,823
Support services	-	-	51,297	324,123	19,988	53	-
Noninstructional services	-	-	549,619	-	-	-	-
Facilities acquisition and construction	-	148,838	55,743	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	-	148,838	656,659	324,123	19,988	53	3,823
Excess (deficiency) of receipts over disbursements	-	(148,838)	(33,930)	(150,753)	(5,892)	(34)	6,328
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	-	(148,838)	(33,930)	(150,753)	(5,892)	(34)	6,328
Cash and investments - ending	\$ 7,956	\$ 4,138	\$ 87,549	\$ 6,269	\$ 10,296	\$ 9	\$ 9,136

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

	Early Intervention Grant	Reading Recovery	Lilly Grant	Graduation Project Award	Donations	Extra- Curricular Activities	Wilson Scholarship
Cash and investments - beginning	\$ 10,900	\$ 196	\$ -	\$ 1,000	\$ 1,600	\$ -	\$ 27,044
Receipts:							
Local sources	-	-	30,000	-	2,803	647	264
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	-	30,000	-	2,803	647	264
Disbursements:							
Instruction	10,900	196	-	-	1,500	-	-
Support services	-	-	8,042	-	1,303	96	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	1,500
Total disbursements	10,900	196	8,042	-	2,803	96	1,500
Excess (deficiency) of receipts over disbursements	(10,900)	(196)	21,958	-	-	551	(1,236)
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	(10,900)	(196)	21,958	-	-	551	(1,236)
Cash and investments - ending	\$ -	\$ -	\$ 21,958	\$ 1,000	\$ 1,600	\$ 551	\$ 25,808

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

	Catt Scholarship	Maxwell Scholarship	Campbell Scholarship	Gordon Riley Scholarship	Ben Miller Scholarship	Arion Scholarship
Cash and investments - beginning	\$ -	\$ 2,226	\$ 1,225	\$ 2,409	\$ 1,110	\$ 9,673
Receipts:						
Local sources	5,860	18	12	25	2	94
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	5,860	18	12	25	2	94
Disbursements:						
Instruction	-	-	-	-	-	-
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Nonprogrammed charges	-	500	-	-	871	500
Total disbursements	-	500	-	-	871	500
Excess (deficiency) of receipts over disbursements	5,860	(482)	12	25	(869)	(406)
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	5,860	(482)	12	25	(869)	(406)
Cash and investments - ending	\$ 5,860	\$ 1,744	\$ 1,237	\$ 2,434	\$ 241	\$ 9,267

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

	Bashore Scholarship	High Ability Grant	Formative Assessment Grant	Medicaid Reimbursement	Secured Schools Safety Grant	Non-English Speaking Programs
Cash and investments - beginning	\$ 3,644	\$ 2,834	\$ 1,519	\$ 6,628	\$ (24,161)	\$ 2,180
Receipts:						
Local sources	27	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-
State sources	-	30,709	12,962	32,445	52,084	7,685
Federal sources	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	27	30,709	12,962	32,445	52,084	7,685
Disbursements:						
Instruction	-	25,365	-	20,692	-	9,865
Support services	-	-	17,119	1,877	28,394	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Nonprogrammed charges	1,000	-	-	-	-	-
Total disbursements	1,000	25,365	17,119	22,569	28,394	9,865
Excess (deficiency) of receipts over disbursements	(973)	5,344	(4,157)	9,876	23,690	(2,180)
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	(973)	5,344	(4,157)	9,876	23,690	(2,180)
Cash and investments - ending	\$ 2,671	\$ 8,178	\$ (2,638)	\$ 16,504	\$ (471)	\$ -

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

	School Technology	Technology Grants [IC 20-40-15]	Career and Technical Performance Grant	Title I 2015/2016	Title I 2016/2017 & 2017/2018	IDEA
Cash and investments - beginning	\$ 17,000	\$ 2,961	\$ -	\$ -	\$ (2,999)	\$ (7,356)
Receipts:						
Local sources	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-
State sources	-	-	4,675	-	-	-
Federal sources	-	-	-	58,156	33,392	223,174
Other receipts	-	-	-	-	-	-
Total receipts	-	-	4,675	58,156	33,392	223,174
Disbursements:						
Instruction	-	-	4,109	58,892	28,930	149,536
Support services	-	-	-	6,082	1,463	82,408
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	-	-	4,109	64,974	30,393	231,944
Excess (deficiency) of receipts over disbursements	-	-	566	(6,818)	2,999	(8,770)
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	-	-	566	(6,818)	2,999	(8,770)
Cash and investments - ending	\$ 17,000	\$ 2,961	\$ 566	\$ (6,818)	\$ -	\$ (16,126)

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

	Preschool Handicap	Improving Teacher Quality, No Child Left, Title II, Part A	Prepaid Lunch	Payroll Withholdings	Totals
Cash and investments - beginning	\$ -	\$ 29	\$ 7,986	\$ 2,599	\$ 3,537,824
Receipts:					
Local sources	-	-	-	-	4,441,821
Intermediate sources	-	-	-	-	19
State sources	-	-	-	-	8,596,624
Federal sources	8,288	11,745	-	-	645,738
Other receipts	-	-	(1,911)	2,515,310	3,081,415
Total receipts	8,288	11,745	(1,911)	2,515,310	16,765,617
Disbursements:					
Instruction	8,288	-	-	-	6,191,860
Support services	-	14,359	-	-	5,408,507
Noninstructional services	-	-	-	-	816,006
Facilities acquisition and construction	-	-	-	-	677,757
Debt service	-	-	-	-	1,195,578
Nonprogrammed charges	-	-	1,306	2,517,856	2,523,533
Total disbursements	8,288	14,359	1,306	2,517,856	16,813,241
Excess (deficiency) of receipts over disbursements	-	(2,614)	(3,217)	(2,546)	(47,624)
Other financing sources (uses):					
Transfers in	-	-	-	-	613,912
Transfers out	-	-	-	-	(613,912)
Total other financing sources (uses)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(2,614)	(3,217)	(2,546)	(47,624)
Cash and investments - ending	\$ -	\$ (2,585)	\$ 4,769	\$ 53	\$ 3,490,200

(This page intentionally left blank.)

SOUTHEASTERN SCHOOL CORPORATION
 SCHEDULE OF LEASES AND DEBT
 June 30, 2017

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities: Southeastern Cass School Building Corp	Building Renovations	\$ 1,072,000	07/15/2009	01/15/2021
Apple Financial Services	Apple Computer Equipment	<u>278,188</u>	4/27/2015	9/1/2018
Total of annual lease payments		<u>\$ 1,350,188</u>		

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Governmental activities: General Obligation Bonds	Construction	<u>\$ 1,820,000</u>	<u>\$ 53,300</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/>.