

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

FINANCIAL STATEMENTS AUDIT REPORT

OF

ARGOS COMMUNITY SCHOOLS

MARSHALL COUNTY, INDIANA

July 1, 2015 to June 30, 2018



FILED
07/24/2019

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-4
Financial Statements and Accompanying Notes:	
Statements of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	6-7
Notes to Financial Statements.....	8-13
Other Information - Unaudited:	
Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	16-31
Schedule of Payables and Receivables	33
Schedule of Leases and Debt	34
Schedule of Capital Assets.....	35
Other Reports.....	36

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Jennifer L. Lee	07-01-15 to 06-30-19
Superintendent of Schools	Julie Lauck Michele A. Riise Robert Boyd Ned Speicher	07-01-15 to 12-31-15 01-01-16 to 12-31-16 01-01-17 to 06-30-17 07-01-17 to 06-30-19
President of the School Board	Brett Sanders Kirk Nellans Monty Peden	07-01-15 to 06-30-16 07-01-16 to 06-30-17 07-01-17 to 12-31-19



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE ARGOS COMMUNITY SCHOOLS, MARSHALL COUNTY, INDIANA

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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


Opinion on Regulatory Basis of Accounting

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

Other Matters

Other Information

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


Paul D. Joyce, CPA
State Examiner

June 5, 2019

FINANCIAL STATEMENTS AND ACCOMPANYING NOTES

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

ARGOS COMMUNITY SCHOOLS
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		Disbursements	Other Financing		Cash and Investments		Other Financing		Cash and Investments
	07-01-15	Receipts		Sources	(Uses)	06-30-16	Receipts	Disbursements	Sources	
General	\$ 248,543	\$ 4,139,278	\$ 3,957,639	\$ 5,026	\$ 435,208	\$ 4,001,979	\$ 4,049,588	\$ 15,289	\$ 402,888	
Debt Service	182,046	880,883	791,529	(5,014)	266,386	927,979	799,734	(2,550)	392,081	
Retirement/Severance Bond Debt Service	28,012	47,875	47,019	-	28,868	47,150	45,155	(1,597)	29,266	
Capital Projects	122,668	506,208	489,044	-	139,832	545,541	475,958	485	209,900	
School Transportation	105,318	349,875	257,595	-	197,598	345,569	289,358	1,228	255,037	
School Bus Replacement	82,874	66,990	29,138	(50,000)	70,726	62,421	37,791	-	95,356	
Rainy Day	148,112	15,332	-	50,000	213,444	-	-	-	213,444	
Construction	502,813	-	410,746	-	92,067	-	84,841	-	7,226	
School Lunch	54,708	264,974	304,264	-	15,418	230,153	231,293	-	14,278	
Textbook Rental	15,154	75,339	58,438	5,013	37,068	76,974	93,544	2,549	23,047	
Early Intervention Grant	-	-	-	-	-	15,000	15,000	-	-	
Early Intervention Grant 2016-2017	-	-	-	-	-	3,300	3,300	-	-	
Auditorium	33	1,080	1,113	-	-	634	555	-	79	
Community Donations	-	25	-	-	25	4,355	-	-	4,380	
Formative Assessment	-	6,408	6,408	-	-	8,299	8,299	-	-	
Gifted and Talented 2007 - 2008	6,706	-	-	-	6,706	-	-	-	6,706	
High Ability Grant 2014 - 2015	11,810	-	11,810	-	-	-	-	-	-	
High Ability Grant 2015-2016	-	27,463	19,432	-	8,031	-	8,031	-	-	
High Ability Grant 2016-2017	-	-	-	-	-	27,522	18,680	-	8,842	
Drug Free Communities	742	-	162	-	580	-	580	-	-	
Drug Free Communities 2014-2015	929	-	-	-	929	-	929	-	-	
Drug Free Communities 2015-2016	-	2,266	2,266	-	-	2,390	1,615	-	775	
Medicaid Reimbursement	864	4,161	-	(5,025)	-	15,289	-	(15,289)	-	
Secured Schools Safety Grant	-	-	27,658	-	(27,658)	26,049	(1,609)	-	-	
Non-English Speaking Grant 2016-2017	-	-	-	-	-	1,400	-	-	1,400	
School Technology	8,266	13,716	11,358	-	10,624	11,285	18,300	-	3,609	
Career and Technical Performance Grant	-	-	-	-	-	2,732	2,732	-	-	
Performance Based Awards	769	16,017	16,786	-	-	9,005	9,005	-	-	
ISTA Settlement	121,165	-	121,165	-	-	-	-	-	-	
Excess PTRC Distributions	115	-	-	-	115	-	-	(115)	-	
Title I Grant 2014-2015	(40,753)	45,787	5,034	-	-	-	-	-	-	
Title I Grant 2015-2016	-	178,855	182,928	-	(4,073)	15,195	11,122	-	-	
Title I Grant 2016-2017	-	-	-	-	-	80,890	91,468	-	(10,578)	
IDEA 611 SPEC ED GRANT 2016-2017	-	-	-	-	-	104,078	116,245	-	(12,167)	
IDEA 619 SPEC ED GRANT 2016-2017	-	-	-	-	-	5,621	6,693	-	(1,072)	
IDEA 611 SPEC ED GRANT 2014-2015	(9,691)	40,810	31,119	-	-	-	-	-	-	
IDEA 619 SPEC ED GRANT 2014-2015	(571)	1,456	885	-	-	-	-	-	-	
IDEA 611 SPEC ED GRANT 2015-2016	-	96,533	104,166	-	(7,633)	37,461	29,828	-	-	
IDEA 619 SPEC ED GRANT 2015-2016	-	5,212	5,713	-	(501)	2,219	1,718	-	-	
Career Incentive	726	2,884	3,610	-	-	2,884	2,884	-	-	
Medicaid Reimbursement - Federal	5,612	7,569	273	-	12,908	27,685	1,309	-	39,284	
Title II Grant 2014-2015	(1,700)	14,365	12,665	-	-	-	-	-	-	
Title II Grant 2015-2016	-	16,761	20,991	-	(4,230)	13,257	9,027	-	-	
Title II Grant 2016-2017	-	-	-	-	-	6,242	8,325	-	(2,083)	
Rural Schools Grant 2013	-	2,254	2,254	-	-	-	-	-	-	
Technology Literacy Challenge, Title III	1,648	-	-	-	1,648	-	-	-	1,648	
Payroll Withholding and Clearing Fund	18,240	1,838,579	1,823,320	-	33,499	1,793,107	1,780,960	-	45,646	
Prepaid Food	-	20,744	20,677	-	67	1,053	67	-	1,053	
Totals	\$ 1,615,158	\$ 8,689,699	\$ 8,777,205	\$ -	\$ 1,527,652	\$ 8,454,718	\$ 8,252,325	\$ -	\$ 1,730,045	

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

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

Fund	Cash and Investments 07-01-17	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-18
General	\$ 402,888	\$ 4,161,051	\$ 3,942,032	\$ 342,793	\$ 964,700
Debt Service	392,081	891,480	853,893	(2,847)	426,821
Retirement/Severance Bond Debt Service	29,266	46,811	47,881	-	28,196
Capital Projects	209,898	570,333	548,862	-	231,369
School Transportation	255,040	353,026	305,545	(20,000)	282,521
School Bus Replacement	95,356	66,162	111,852	-	49,666
Rainy Day	213,444	-	-	407,870	621,314
Construction	7,226	-	7,226	-	-
2017 Bond Issue	-	-	339,300	1,185,832	846,532
School Lunch	14,278	245,558	225,897	-	33,939
Textbook Rental	23,050	72,159	97,029	2,847	1,027
Child Care Program	-	943	1,671	-	(728)
Early Intervention Grant	-	-	-	-	-
Early Intervention Grant 2016-2017	-	-	-	-	-
Auditorium	79	1,437	1,139	-	377
Community Donations	4,380	-	-	-	4,380
Formative Assessment	-	7,104	7,104	-	-
Gifted and Talented Grant 2007-2008	6,706	-	6,706	-	-
High Ability Grant 2014-2015	-	-	-	-	-
High Ability Grant 2015-2016	-	-	-	-	-
High Ability Grant 2016-2017	8,843	-	8,843	-	-
High Ability Grant 2017-2018	-	27,173	19,773	-	7,400
Drug Free Communities	-	-	-	-	-
Drug Free Communities 2014-2015	-	-	-	-	-
Drug Free Communities 2015-2016	775	-	775	-	-
Drug Free Communities 2017-2018	-	2,423	1,908	-	515
Medicaid Reimbursement	-	5,662	-	(5,662)	-
Secured Schools Safety Grant	-	-	-	-	-
Non-English Speaking Grant 2016-2017	1,400	-	1,400	-	-
School Technology	3,608	11,010	11,666	-	2,952
Career and Technical Performance Grant	-	4,480	2,380	-	2,100
Performance Based Awards	-	17,789	17,789	-	-
ISTA Settlement	-	-	-	-	-
Excess PTRC Distributions	-	-	-	-	-
Title I Grant 2015-2016	-	-	-	-	-
Title I Grant 2016-2017	(10,578)	111,757	101,179	-	-
Title I Grant 2017-2018	-	78,342	107,351	-	(29,009)
IDEA 619 Spec Ed Grant 2016-2017	(12,166)	40,444	28,278	-	-
IDEA 619 Spec Ed Grant 2016-2017	(1,070)	2,068	998	-	-
IDEA 611 Spec Ed Grant 2017-2018	-	71,452	94,651	-	(23,199)
IDEA 619 Spec Ed Grant 2017-2018	-	5,977	7,605	-	(1,628)
IDEA 611 Spec Ed Grant 2014-2015	-	-	-	-	-
IDEA 619 Spec Ed Grant 2014-2015	-	-	-	-	-
IDEA 611 Spec Ed Grant 2015-2016	-	-	-	-	-
IDEA 619 Spec Ed Grant 2015-2016	-	-	-	-	-
Career Incentive	1	2,884	2,885	-	-
Medicaid Reimbursement - Federal	39,284	9,965	3,594	-	45,655
Title II Grant 2014-2015	-	-	-	-	-
Title II Grant 2015-2016	-	-	-	-	-
Title II Grant 2016-2017	(2,085)	12,388	10,303	-	-
Title II Grant 2017-2018	-	12,705	15,247	-	(2,542)
Rural Schools Grant FY13	-	-	(300)	-	300
Technology Literacy Challenge, Title III	1,648	-	-	-	1,648
Payroll Withholding and Clearing Fund	45,646	1,777,849	1,749,768	-	73,727
Prepaid Food	1,053	-	542	-	511
Totals	\$ 1,730,051	\$ 8,610,432	\$ 8,682,772	\$ 1,910,833	\$ 3,568,544

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

ARGOS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

The accompanying financial statements present the financial information for the School Corporation.

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

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

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

ARGOS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

E. Disbursements

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

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

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

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

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

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.

Interfund loans. Amounts temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

F. Other Financing Sources and Uses

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

Proceeds of long-term debt. Amounts received in relation to the issuance of bonds or other long-term debt issues.

ARGOS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(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.

ARGOS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(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 statements. 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.

ARGOS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(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 statements contain some disbursements which appear as negative entries. This is a result of voided checks or manual checks used to change accounting in the software system.

Note 8. Cash Balance Deficits

The financial statements contain some funds with deficits in cash. For the reimbursable grant funds, the reimbursements for expenditures made by the School Corporation were not received by June 30, 2016, June 30, 2017, or June 30, 2018. The cash balance deficit in the Child Care Program fund as of June 30, 2018, is the result of an outside provider leaving mid-year. This balance will be monitored for expenditures versus receipts and adjusted as appropriate.

ARGOS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Note 9. Restatements

For the year ended June 30, 2015, certain changes have been made to some of the beginning balances of the financial statements to more appropriately reflect financial activity of the School Corporation. The following schedule presents a summary of restated beginning balances:

Fund	Balance as of June 30, 2015	Prior Period Adjustment	Balance as of July 1, 2016
Payroll Withholding and Clearing Fund	\$ 101,289	\$ (83,049)	\$ 18,240

Note 10. Holding Corporation

The School Corporation has entered into several capital leases with Argos Community Schools Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the fiscal years ended June 30, 2016, 2017, and 2018, totaled \$741,000, \$741,500, and \$798,000, respectively.

Note 11. Other Postemployment Benefits

The School Corporation provides to eligible retirees and their spouses the following benefits: health, dental, and vision insurance. These benefits pose a liability to the School Corporation for this year and in future years. Information regarding the benefits 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 statements contained in this report and the financial information presented in the School Corporation's Financial Reports referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

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

ARGOS COMMUNITY SCHOOLS
 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	Construction	School Lunch	Textbook Rental
Cash and investments - beginning	\$ 248,543	\$ 182,046	\$ 28,012	\$ 122,668	\$ 105,318	\$ 82,874	\$ 148,112	\$ 502,813	\$ 54,708	\$ 15,154
Receipts:										
Local sources	152,327	880,883	47,875	501,274	349,875	66,790	15,332	-	111,720	75,339
Intermediate sources	75	-	-	-	-	-	-	-	-	-
State sources	3,967,190	-	-	-	-	-	-	-	3,580	-
Federal sources	-	-	-	-	-	-	-	-	149,216	-
Other receipts	19,686	-	-	4,934	-	200	-	-	458	-
Total receipts	4,139,278	880,883	47,875	506,208	349,875	66,990	15,332	-	264,974	75,339
Disbursements:										
Instruction	2,520,083	-	-	-	-	-	-	-	-	-
Support services	1,327,582	-	-	396,265	250,395	29,138	-	-	-	58,438
Noninstructional services	109,974	-	-	-	-	-	-	-	304,264	-
Facilities acquisition and construction	-	-	-	92,779	7,200	-	-	409,996	-	-
Debt service	-	791,529	47,019	-	-	-	-	750	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	3,957,639	791,529	47,019	489,044	257,595	29,138	-	410,746	304,264	58,438
Excess (deficiency) of receipts over disbursements	181,639	89,354	856	17,164	92,280	37,852	15,332	(410,746)	(39,290)	16,901
Other financing sources (uses):										
Transfers in	5,026	-	-	-	-	-	50,000	-	-	5,013
Transfers out	-	(5,014)	-	-	-	(50,000)	-	-	-	-
Total other financing sources (uses)	5,026	(5,014)	-	-	-	(50,000)	50,000	-	-	5,013
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	186,665	84,340	856	17,164	92,280	(12,148)	65,332	(410,746)	(39,290)	21,914
Cash and investments - ending	\$ 435,208	\$ 266,386	\$ 28,868	\$ 139,832	\$ 197,598	\$ 70,726	\$ 213,444	\$ 92,067	\$ 15,418	\$ 37,068

ARGOS COMMUNITY SCHOOLS
 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	Early Intervention Grant 2016-2017	Auditorium	Community Donations	Formative Assessment	Gifted and Talented Grant 2007 - 2008	High Ability Grant 2014 - 2015	High Ability Grant 2015-2016	High Ability Grant 2016-2017	Drug Free Communities
Cash and investments - beginning	\$ -	\$ -	\$ 33	\$ -	\$ -	\$ 6,706	\$ 11,810	\$ -	\$ -	\$ 742
Receipts:										
Local sources	-	-	1,080	25	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	6,408	-	-	27,463	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	1,080	25	6,408	-	-	27,463	-	-
Disbursements:										
Instruction	-	-	-	-	6,408	-	11,810	19,432	-	162
Support services	-	-	1,113	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	1,113	-	6,408	-	11,810	19,432	-	162
Excess (deficiency) of receipts over disbursements	-	-	(33)	25	-	-	(11,810)	8,031	-	(162)
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	-	-	(33)	25	-	-	(11,810)	8,031	-	(162)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 25	\$ -	\$ 6,706	\$ -	\$ 8,031	\$ -	\$ 580

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

	Drug Free Communities 2014-2015	Drug Free Communities 2015-2016	Medicaid Reimbursement	Secured Schools Safety Grant	Non-English Speaking Grant 2016-2017	School Technology	Career and Technical Performance Grant	Performance Based Awards	ISTA Settlement	Excess PTRC Distributions
Cash and investments - beginning	\$ 929	\$ -	\$ 864	\$ -	\$ -	\$ 8,266	\$ -	\$ 769	\$ 121,165	\$ 115
Receipts:										
Local sources	-	-	-	-	-	212	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	2,266	4,161	-	-	6,564	-	16,017	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	6,940	-	-	-	-
Total receipts	-	2,266	4,161	-	-	13,716	-	16,017	-	-
Disbursements:										
Instruction	-	2,266	-	-	-	11,358	-	16,786	73,677	-
Support services	-	-	-	-	-	-	-	-	40,668	-
Noninstructional services	-	-	-	-	-	-	-	-	1,594	-
Facilities acquisition and construction	-	-	-	27,658	-	-	-	-	5,226	-
Debt service	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	2,266	-	27,658	-	11,358	-	16,786	121,165	-
Excess (deficiency) of receipts over disbursements	-	-	4,161	(27,658)	-	2,358	-	(769)	(121,165)	-
Other financing sources (uses):										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	(5,025)	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	(5,025)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(864)	(27,658)	-	2,358	-	(769)	(121,165)	-
Cash and investments - ending	\$ 929	\$ -	\$ -	\$ (27,658)	\$ -	\$ 10,624	\$ -	\$ -	\$ -	\$ 115

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

	Title I Grant 2014-2015	Title I Grant 2015-2016	Title I Grant 2016-2017	IDEA 611 SPEC ED GRANT 2016-2017	IDEA 619 SPEC ED GRANT 2016-2017	IDEA 611 SPEC ED GRANT 2014-2015	IDEA 619 SPEC ED GRANT 2014-2015	IDEA 611 SPEC ED GRANT 2015-2016	IDEA 619 SPEC ED GRANT 2015-2016	Career Incentive
Cash and investments - beginning	\$ (40,753)	\$ -	\$ -	\$ -	\$ -	\$ (9,691)	\$ (571)	\$ -	\$ -	\$ 726
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	45,787	178,855	-	-	-	40,810	1,456	96,533	5,212	2,884
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	45,787	178,855	-	-	-	40,810	1,456	96,533	5,212	2,884
Disbursements:										
Instruction	5,034	157,040	-	-	-	25,284	-	104,166	5,713	-
Support services	-	25,888	-	-	-	5,835	885	-	-	3,610
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	5,034	182,928	-	-	-	31,119	885	104,166	5,713	3,610
Excess (deficiency) of receipts over disbursements	40,753	(4,073)	-	-	-	9,691	571	(7,633)	(501)	(726)
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	40,753	(4,073)	-	-	-	9,691	571	(7,633)	(501)	(726)
Cash and investments - ending	\$ -	\$ (4,073)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,633)	\$ (501)	\$ -

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

	Medicaid Reimbursement - Federal	Title II Grant 2014-2015	Title II Grant 2015-2016	Title II Grant 2016-2017	Rural Schools Grant 2013	Technology Literacy Challenge, Title III	Payroll Withholding and Clearing Fund	Prepaid Food	Totals
Cash and investments - beginning	\$ 5,612	\$ (1,700)	\$ -	\$ -	\$ -	\$ 1,648	\$ 18,240	\$ -	\$ 1,615,158
Receipts:									
Local sources	-	-	-	-	-	-	-	20,744	2,223,476
Intermediate sources	-	-	-	-	-	-	-	-	75
State sources	-	-	-	-	-	-	-	-	4,033,649
Federal sources	7,569	14,365	16,761	-	2,254	-	-	-	561,702
Other receipts	-	-	-	-	-	-	1,838,579	-	1,870,797
Total receipts	7,569	14,365	16,761	-	2,254	-	1,838,579	20,744	8,689,699
Disbursements:									
Instruction	273	12,665	20,991	-	2,254	-	-	-	2,995,402
Support services	-	-	-	-	-	-	-	20,677	2,160,494
Noninstructional services	-	-	-	-	-	-	-	-	415,832
Facilities acquisition and construction	-	-	-	-	-	-	-	-	542,859
Debt service	-	-	-	-	-	-	-	-	839,298
Interfund loans	-	-	-	-	-	-	1,823,320	-	1,823,320
Total disbursements	273	12,665	20,991	-	2,254	-	1,823,320	20,677	8,777,205
Excess (deficiency) of receipts over disbursements	7,296	1,700	(4,230)	-	-	-	15,259	67	(87,506)
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	60,039
Transfers out	-	-	-	-	-	-	-	-	(60,039)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	7,296	1,700	(4,230)	-	-	-	15,259	67	(87,506)
Cash and investments - ending	\$ 12,908	\$ -	\$ (4,230)	\$ -	\$ -	\$ 1,648	\$ 33,499	\$ 67	\$ 1,527,652

ARGOS 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	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Construction	School Lunch	Textbook Rental
Cash and investments - beginning	\$ 435,208	\$ 266,386	\$ 28,868	\$ 139,832	\$ 197,598	\$ 70,726	\$ 213,444	\$ 92,067	\$ 15,418	\$ 37,068
Receipts:										
Local sources	210,278	927,979	47,150	541,427	337,084	62,421	-	-	88,897	56,569
Intermediate sources	56	-	-	-	-	-	-	-	-	-
State sources	3,767,834	-	-	-	-	-	-	-	3,770	20,405
Federal sources	-	-	-	-	-	-	-	-	134,777	-
Other receipts	23,811	-	-	4,114	8,485	-	-	-	2,709	-
Total receipts	4,001,979	927,979	47,150	545,541	345,569	62,421	-	-	230,153	76,974
Disbursements:										
Instruction	2,530,499	-	-	-	-	-	-	-	-	-
Support services	1,416,516	-	-	263,353	281,033	37,791	-	-	-	93,544
Noninstructional services	102,573	-	-	-	-	-	-	-	231,293	-
Facilities acquisition and construction	-	-	-	212,605	8,325	-	-	84,841	-	-
Debt service	-	799,734	45,155	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	4,049,588	799,734	45,155	475,958	289,358	37,791	-	84,841	231,293	93,544
Excess (deficiency) of receipts over disbursements	(47,609)	128,245	1,995	69,583	56,211	24,630	-	(84,841)	(1,140)	(16,570)
Other financing sources (uses):										
Transfers in	15,289	-	-	1,597	1,228	-	-	-	-	2,549
Transfers out	-	(2,550)	(1,597)	(1,112)	-	-	-	-	-	-
Total other financing sources (uses)	15,289	(2,550)	(1,597)	485	1,228	-	-	-	-	2,549
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(32,320)	125,695	398	70,068	57,439	24,630	-	(84,841)	(1,140)	(14,021)
Cash and investments - ending	\$ 402,888	\$ 392,081	\$ 29,266	\$ 209,900	\$ 255,037	\$ 95,356	\$ 213,444	\$ 7,226	\$ 14,278	\$ 23,047

ARGOS 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

	Early Intervention Grant	Early Intervention Grant 2016-2017	Auditorium	Community Donations	Formative Assessment	Gifted and Talented Grant 2007 - 2008	High Ability Grant 2014 - 2015	High Ability Grant 2015-2016	High Ability Grant 2016-2017	Drug Free Communities
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 25	\$ -	\$ 6,706	\$ -	\$ 8,031	\$ -	\$ 580
Receipts:										
Local sources	15,000	-	634	4,355	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	3,300	-	-	8,299	-	-	27,522	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	15,000	3,300	634	4,355	8,299	-	-	27,522	-	-
Disbursements:										
Instruction	15,000	3,300	-	-	8,299	-	-	8,031	18,680	580
Support services	-	-	555	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	15,000	3,300	555	-	8,299	-	-	8,031	18,680	580
Excess (deficiency) of receipts over disbursements	-	-	79	4,355	-	-	-	(8,031)	8,842	(580)
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	-	-	79	4,355	-	-	-	(8,031)	8,842	(580)
Cash and investments - ending	\$ -	\$ -	\$ 79	\$ 4,380	\$ -	\$ 6,706	\$ -	\$ -	\$ 8,842	\$ -

ARGOS 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

	Drug Free Communities 2014-2015	Drug Free Communities 2015-2016	Medicaid Reimbursement	Secured Schools Safety Grant	Non-English Speaking Grant 2016-2017	School Technology	Career and Technical Performance Grant	Performance Based Awards	ISTA Settlement	Excess PTRC Distributions
Cash and investments - beginning	\$ 929	\$ -	\$ -	\$ (27,658)	\$ -	\$ 10,624	\$ -	\$ -	\$ -	\$ 115
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	2,390	15,289	26,049	1,400	8,468	2,732	9,005	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	2,817	-	-	-	-
Total receipts	-	2,390	15,289	26,049	1,400	11,285	2,732	9,005	-	-
Disbursements:										
Instruction	929	1,615	-	-	-	18,300	2,732	9,005	-	-
Support services	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	(1,609)	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	929	1,615	-	(1,609)	-	18,300	2,732	9,005	-	-
Excess (deficiency) of receipts over disbursements	(929)	775	15,289	27,658	1,400	(7,015)	-	-	-	-
Other financing sources (uses):										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	(15,289)	-	-	-	-	-	-	(115)
Total other financing sources (uses)	-	-	(15,289)	-	-	-	-	-	-	(115)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(929)	775	-	27,658	1,400	(7,015)	-	-	-	(115)
Cash and investments - ending	\$ -	\$ 775	\$ -	\$ -	\$ 1,400	\$ 3,609	\$ -	\$ -	\$ -	\$ -

ARGOS 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 Grant 2014-2015	Title I Grant 2015-2016	Title I Grant 2016-2017	IDEA 611 SPEC ED GRANT 2016-2017	IDEA 619 SPEC ED GRANT 2016-2017	IDEA 611 SPEC ED GRANT 2014-2015	IDEA 619 SPEC ED GRANT 2014-2015	IDEA 611 SPEC ED GRANT 2015-2016	IDEA 619 SPEC ED GRANT 2015-2016	Career Incentive
Cash and investments - beginning	\$ -	\$ (4,073)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,633)	\$ (501)	\$ -
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	15,195	80,890	104,078	5,621	-	-	37,461	2,219	2,884
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	-	15,195	80,890	104,078	5,621	-	-	37,461	2,219	2,884
Disbursements:										
Instruction	-	11,122	91,004	96,705	6,693	-	-	29,828	1,718	-
Support services	-	-	464	19,540	-	-	-	-	-	2,884
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	11,122	91,468	116,245	6,693	-	-	29,828	1,718	2,884
Excess (deficiency) of receipts over disbursements	-	4,073	(10,578)	(12,167)	(1,072)	-	-	7,633	501	-
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	-	4,073	(10,578)	(12,167)	(1,072)	-	-	7,633	501	-
Cash and investments - ending	\$ -	\$ -	\$ (10,578)	\$ (12,167)	\$ (1,072)	\$ -	\$ -	\$ -	\$ -	\$ -

ARGOS 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

	Medicaid Reimbursement - Federal	Title II Grant 2014-2015	Title II Grant 2015-2016	Title II Grant 2016-2017	Rural Schools Grant 2013	Technology Literacy Challenge, Title III	Payroll Withholding and Clearing Fund	Prepaid Food	Totals
Cash and investments - beginning	\$ 12,908	\$ -	\$ (4,230)	\$ -	\$ -	\$ 1,648	\$ 33,499	\$ 67	\$ 1,527,652
Receipts:									
Local sources	-	-	-	-	-	-	-	-	2,291,794
Intermediate sources	-	-	-	-	-	-	-	-	56
State sources	-	-	-	-	-	-	-	-	3,896,463
Federal sources	27,685	-	13,257	6,242	-	-	-	-	430,309
Other receipts	-	-	-	-	-	-	1,793,107	1,053	1,836,096
Total receipts	27,685	-	13,257	6,242	-	-	1,793,107	1,053	8,454,718
Disbursements:									
Instruction	1,309	-	9,027	8,325	-	-	-	-	2,872,701
Support services	-	-	-	-	-	-	-	-	2,115,680
Noninstructional services	-	-	-	-	-	-	-	-	333,866
Facilities acquisition and construction	-	-	-	-	-	-	-	-	304,162
Debt service	-	-	-	-	-	-	-	-	844,889
Interfund loans	-	-	-	-	-	-	1,780,960	67	1,781,027
Total disbursements	1,309	-	9,027	8,325	-	-	1,780,960	67	8,252,325
Excess (deficiency) of receipts over disbursements	26,376	-	4,230	(2,083)	-	-	12,147	986	202,393
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	20,663
Transfers out	-	-	-	-	-	-	-	-	(20,663)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	26,376	-	4,230	(2,083)	-	-	12,147	986	202,393
Cash and investments - ending	\$ 39,284	\$ -	\$ -	\$ (2,083)	\$ -	\$ 1,648	\$ 45,646	\$ 1,053	\$ 1,730,045

ARGOS 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	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Construction	2017 Bond Issue	School Lunch
Cash and investments - beginning	\$ 402,888	\$ 392,081	\$ 29,266	\$ 209,898	\$ 255,040	\$ 95,356	\$ 213,444	\$ 7,226	\$ -	\$ 14,278
Receipts:										
Local sources	260,888	891,480	46,811	563,351	343,713	66,162	-	-	-	92,533
Intermediate sources	38	-	-	-	-	-	-	-	-	-
State sources	3,882,569	-	-	-	-	-	-	-	-	2,964
Federal sources	-	-	-	-	-	-	-	-	-	146,771
Other receipts	17,556	-	-	6,982	9,313	-	-	-	-	3,290
Total receipts	4,161,051	891,480	46,811	570,333	353,026	66,162	-	-	-	245,558
Disbursements:										
Instruction	2,425,001	-	-	-	-	-	-	-	-	-
Support services	1,409,756	-	-	340,322	297,730	111,852	-	-	-	-
Noninstructional services	107,275	-	-	-	-	-	-	-	-	225,897
Facilities acquisition and construction	-	-	-	208,540	7,815	-	-	7,226	339,300	-
Debt service	-	853,893	47,881	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	3,942,032	853,893	47,881	548,862	305,545	111,852	-	7,226	339,300	225,897
Excess (deficiency) of receipts over disbursements	219,019	37,587	(1,070)	21,471	47,481	(45,690)	-	(7,226)	(339,300)	19,661
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	1,910,833	-
Transfers in	342,793	-	-	-	-	-	407,870	-	-	-
Transfers out	-	(2,847)	-	-	(20,000)	-	-	-	(725,001)	-
Total other financing sources (uses)	342,793	(2,847)	-	-	(20,000)	-	407,870	-	1,185,832	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	561,812	34,740	(1,070)	21,471	27,481	(45,690)	407,870	(7,226)	846,532	19,661
Cash and investments - ending	\$ 964,700	\$ 426,821	\$ 28,196	\$ 231,369	\$ 282,521	\$ 49,666	\$ 621,314	\$ -	\$ 846,532	\$ 33,939

ARGOS 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

	Textbook Rental	Child Care Program	Early Intervention Grant	Early Intervention Grant 2016-2017	Auditorium	Community Donations	Formative Assessment	Gifted and Talented Grant 2007-2008	High Ability Grant 2014-2015	High Ability Grant 2015-2016
Cash and investments - beginning	\$ 23,050	\$ -	\$ -	\$ -	\$ 79	\$ 4,380	\$ -	\$ 6,706	\$ -	\$ -
Receipts:										
Local sources	72,159	943	-	-	1,437	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	7,104	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	72,159	943	-	-	1,437	-	7,104	-	-	-
Disbursements:										
Instruction	-	1,671	-	-	-	-	7,104	6,706	-	-
Support services	97,029	-	-	-	1,139	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	97,029	1,671	-	-	1,139	-	7,104	6,706	-	-
Excess (deficiency) of receipts over disbursements	(24,870)	(728)	-	-	298	-	-	(6,706)	-	-
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Transfers in	2,847	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	2,847	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(22,023)	(728)	-	-	298	-	-	(6,706)	-	-
Cash and investments - ending	\$ 1,027	\$ (728)	\$ -	\$ -	\$ 377	\$ 4,380	\$ -	\$ -	\$ -	\$ -

ARGOS 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

	High Ability Grant 2016-2017	High Ability Grant 2017-2018	Drug Free Communities	Drug Free Communities 2014-2015	Drug Free Communities 2015-2016	Drug Free Communities 2017-2018	Medicaid Reimbursement	Secured Schools Safety Grant	Non-English Speaking Grant 2016-2017	School Technology
Cash and investments - beginning	\$ 8,843	\$ -	\$ -	\$ -	\$ 775	\$ -	\$ -	\$ -	\$ 1,400	\$ 3,608
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	27,173	-	-	-	2,423	5,662	-	-	11,010
Federal sources	-	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	-	27,173	-	-	-	2,423	5,662	-	-	11,010
Disbursements:										
Instruction	8,843	19,773	-	-	775	1,908	-	-	1,400	10,924
Support services	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	742
Debt service	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	8,843	19,773	-	-	775	1,908	-	-	1,400	11,666
Excess (deficiency) of receipts over disbursements	(8,843)	7,400	-	-	(775)	515	5,662	-	(1,400)	(656)
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(5,662)	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	(5,662)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(8,843)	7,400	-	-	(775)	515	-	-	(1,400)	(656)
Cash and investments - ending	\$ -	\$ 7,400	\$ -	\$ -	\$ -	\$ 515	\$ -	\$ -	\$ -	\$ 2,952

ARGOS 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	ISTA Settlement	Excess PTRC Distributions	Title I Grant 2015-2016	Title I Grant 2016-2017	Title I Grant 2017-2018	IDEA 619 Spec Ed Grant 2016-2017	IDEA 619 Spec Ed Grant 2016-2017	IDEA 611 Spec Ed Grant 2017-2018
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (10,578)	\$ -	\$ (12,166)	\$ (1,070)	\$ -
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	4,480	17,789	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	111,757	78,342	40,444	2,068	71,452
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	4,480	17,789	-	-	-	111,757	78,342	40,444	2,068	71,452
Disbursements:										
Instruction	2,380	17,789	-	-	-	91,394	106,044	28,278	998	94,651
Support services	-	-	-	-	-	9,785	1,307	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	2,380	17,789	-	-	-	101,179	107,351	28,278	998	94,651
Excess (deficiency) of receipts over disbursements	2,100	-	-	-	-	10,578	(29,009)	12,166	1,070	(23,199)
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,100	-	-	-	-	10,578	(29,009)	12,166	1,070	(23,199)
Cash and investments - ending	\$ 2,100	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (29,009)	\$ -	\$ -	\$ (23,199)

ARGOS 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 619 Spec Ed Grant 2017-2018	IDEA 611 Spec Ed Grant 2014-2015	IDEA 619 Spec Ed Grant 2014-2015	IDEA 611 Spec Ed Grant 2015-2016	IDEA 619 Spec Ed Grant 2015-2016	Career Incentive	Medicaid Reimbursement - Federal	Title II Grant 2014-2015	Title II Grant 2015-2016	Title II Grant 2016-2017
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ 39,284	\$ -	\$ -	\$ (2,085)
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	5,977	-	-	-	-	2,884	9,965	-	-	12,388
Other receipts	-	-	-	-	-	-	-	-	-	-
Total receipts	5,977	-	-	-	-	2,884	9,965	-	-	12,388
Disbursements:										
Instruction	7,605	-	-	-	-	-	3,594	-	-	10,303
Support services	-	-	-	-	-	2,885	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	7,605	-	-	-	-	2,885	3,594	-	-	10,303
Excess (deficiency) of receipts over disbursements	(1,628)	-	-	-	-	(1)	6,371	-	-	2,085
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,628)	-	-	-	-	(1)	6,371	-	-	2,085
Cash and investments - ending	\$ (1,628)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 45,655	\$ -	\$ -	\$ -

ARGOS 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 Grant 2017-2018	Rural Schools Grant FY13	Technology Literacy Challenge, Title III	Payroll Withholding and Clearing Fund	Prepaid Food	Totals
Cash and investments - beginning	\$ -	\$ -	\$ 1,648	\$ 45,646	\$ 1,053	\$ 1,730,051
Receipts:						
Local sources	-	-	-	-	-	2,339,477
Intermediate sources	-	-	-	-	-	38
State sources	-	-	-	-	-	3,961,174
Federal sources	12,705	-	-	-	-	494,753
Other receipts	-	-	-	1,777,849	-	1,814,990
Total receipts	12,705	-	-	1,777,849	-	8,610,432
Disbursements:						
Instruction	15,247	(300)	-	-	-	2,862,088
Support services	-	-	-	-	-	2,271,805
Noninstructional services	-	-	-	-	-	333,172
Facilities acquisition and construction	-	-	-	-	-	563,623
Debt service	-	-	-	-	-	901,774
Interfund loans	-	-	-	1,749,768	542	1,750,310
Total disbursements	15,247	(300)	-	1,749,768	542	8,682,772
Excess (deficiency) of receipts over disbursements	(2,542)	300	-	28,081	(542)	(72,340)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	1,910,833
Transfers in	-	-	-	-	-	753,510
Transfers out	-	-	-	-	-	(753,510)
Total other financing sources (uses)	-	-	-	-	-	1,910,833
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,542)	300	-	28,081	(542)	1,838,493
Cash and investments - ending	\$ (2,542)	\$ 300	\$ 1,648	\$ 73,727	\$ 511	\$ 3,568,544

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ARGOS 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>\$ 233,187</u>	<u>\$ 13,830</u>

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Argos Community Schools Building Corporation	Roof/HVAC-2006	\$ 93,000	6/30/2007	12/31/2018
Argos Community Schools Building Corporation	Building Additions-2008	241,500	6/30/2008	12/31/2018
Argos Community Schools Building Corporation	HVAC/Technology-2011	407,500	6/30/2012	12/31/2020
Argos Community Schools Building Corporation	Building Improvement-2017	65,000	6/30/2018	12/31/2025
Kansas State Bank	Technology Upgrade Lease-2016	16,777	6/21/2016	1/5/2019
Santander Bank	Bus Lease-2015 #1	18,840	9/1/2015	9/1/2019
Santander Bank	Bus Lease-2016	8,653	9/1/2016	9/1/2020
Santander Bank	Bus Lease-2015 #2	10,298	9/1/2015	9/1/2019
U.S. Bank	Student Computer Lease-2018	58,487	6/5/2018	1/5/2021
U.S. Bank	Copier Lease-2018	3,238	9/1/2018	9/1/2023
Total governmental activities		<u>923,293</u>		
Total of annual lease payments		<u>\$ 923,293</u>		

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Governmental activities:			
General obligation bonds	General Obligation Bonds Series 2014	\$ 550,000	\$ 55,051
General obligation bonds	Pension Bond	<u>175,000</u>	<u>45,415</u>
Total governmental activities		<u>725,000</u>	<u>100,466</u>
Totals		<u>\$ 725,000</u>	<u>\$ 100,466</u>

ARGOS 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	
Infrastructure	\$ 153,251
Buildings	24,275,997
Improvements other than buildings	196,791
Machinery, equipment, and vehicles	1,311,413
Construction in progress	800,000
Books and other	<u>1,988,602</u>
 Total governmental activities	 <u>28,726,054</u>
 Total capital assets	 <u>\$ 28,726,054</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/>.