

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

FINANCIAL STATEMENT AUDIT REPORT

OF

CASTON SCHOOL CORPORATION

FULTON COUNTY, INDIANA

July 1, 2016 to June 30, 2018



FILED
12/13/2019

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Angela Chapman Susan Loftain	07-01-16 to 06-30-18 07-01-18 to 06-30-20
Superintendent of Schools	Lucinda Douglass	07-01-16 to 06-30-20
President of the School Board	Bruce E. Cress Chad E. Boldry	01-01-16 to 10-04-19 10-05-19 to 12-31-19



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CASTON SCHOOL CORPORATION, FULTON COUNTY, INDIANA

Report on the Financial Statement

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

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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


Opinion on Regulatory Basis of Accounting

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

Other Matters

Other Information

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


Paul D. Joyce, CPA
State Examiner

October 24, 2019

FINANCIAL STATEMENT AND ACCOMPANYING NOTES

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

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CASTON SCHOOL CORPORATION
STATEMENT OF RECEIPTS, DISBURSEMENTS,
OTHER FINANCING SOURCES (USES), AND CASH AND
INVESTMENT BALANCES - REGULATORY BASIS
For the Years Ended June 30, 2017 and 2018

Fund	Cash and Investments 07-01-16	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-17	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-18
General	\$ 2,476,037	\$ 4,381,052	\$ 4,863,516	\$ 26	\$ 1,993,599	\$ 4,403,609	\$ 4,519,825	\$ -	\$ 1,877,383
Debt Service	157,818	400,204	363,949	-	194,073	461,598	441,303	(2,890)	211,478
Capital Projects	388,977	831,555	434,487	-	786,045	906,616	1,107,288	(848)	584,525
School Transportation	1,474,780	798,167	458,983	-	1,813,964	820,790	502,981	(700,815)	1,430,958
School Bus Replacement	301,950	181,351	189,709	-	293,592	187,341	-	(189)	480,744
Rainy Day	799,749	-	128,241	-	671,508	-	293,486	700,000	1,078,022
School Lunch	25,139	349,813	349,780	-	25,172	317,566	319,524	-	23,214
Prepaid School Lunch	4,886	148,690	148,121	-	5,455	161,647	162,117	-	4,985
Textbook Rental	95,376	95,777	85,776	-	105,377	103,866	103,691	-	105,552
Levy Excess	-	-	-	-	-	-	-	4,742	4,742
Alternative Education	2,425	7,662	10,087	-	-	5,657	5,657	-	-
SAFE School Haven	1,236	-	-	-	1,236	-	-	-	1,236
Early Intervention Grant	-	-	-	-	-	42,000	39,373	-	2,627
Lilly Counseling Grant	-	30,000	8,584	-	21,416	-	14,345	-	7,071
Promotion of School Corp	4,738	800	546	-	4,992	4,845	7,489	-	2,348
Instructional Support	-	3,672	-	-	3,672	-	3,672	-	-
Formative Assessment	-	8,897	8,897	-	-	8,082	8,082	-	-
High Ability Gifted & Talented	3,935	27,882	27,722	-	4,095	27,739	27,302	-	4,532
Medicaid Reimbursement	335	114	-	-	449	-	449	-	-
Secured Schools Safety Grant	-	25,007	25,007	-	-	-	-	-	-
School Technology	56,370	8,721	24,012	-	41,079	11,010	23,652	-	28,437
Career and Technical Performance Grant	-	2,687	-	-	2,687	2,371	3,713	-	1,345
Youth Health Service	150	-	-	-	150	-	-	-	150
United Way Literacy Grant	-	-	-	-	-	3,333	1,638	-	1,695
Cass County Community Foundation	-	-	-	-	-	6,100	6,100	-	-
ISTA Settlement	17,937	-	5,000	-	12,937	-	12,937	-	-
Excess PTRC Distributions	7,318	-	-	-	7,318	-	-	-	7,318
Title I Grants to LEAs FY16	(49,026)	118,948	69,922	-	-	107,910	137,347	-	(29,437)
Title I Grants to LEAs FY17	-	152,822	192,287	-	(39,465)	78,328	38,863	-	-
Title IV Grant	-	-	-	-	-	20,127	21,127	-	(1,000)
Safe/Drug-Free Schools	2,845	-	-	-	2,845	3,000	1,578	-	4,267
Improving Teacher Quality, No Child Left, Title II, Part A	(12,230)	27,945	24,774	-	(9,059)	23,480	26,805	-	(12,384)
Rural Schools and Low Income Program - Pass Through State	-	11,988	15,928	-	(3,940)	25,857	21,917	-	-
Payroll Withholding	-	1,771,482	1,771,482	-	-	1,630,340	1,630,340	-	-
Totals	\$ 5,760,745	\$ 9,385,236	\$ 9,206,810	\$ 26	\$ 5,939,197	\$ 9,363,212	\$ 9,482,601	\$ -	\$ 5,819,808

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

CASTON 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.

CASTON 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:

Sale of capital assets. Amounts received when land, buildings, or equipment owned by the School Corporation are sold.

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.

CASTON SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the School Corporation in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by 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.

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

The Public Employees' Hybrid 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.

The Retirement Savings Plan for Public Employees (My Choice) is a multiple-employer defined contribution plan. It is administered through the INPRS Board in accordance with state statutes (IC 5-10.2 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern 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 PERF Hybrid or the My Choice.

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

CASTON 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 statutes (IC 5-10.2 and IC 5-10.4) and administrative code (35 IAC 14), which govern most requirements of the system and give 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.

CASTON 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 those funds being set up for reimbursable grants, where the reimbursements for expenditures made by the School Corporation were not received by June 30, 2017 and 2018.

Note 8. Holding Corporation

The School Corporation has entered into capital leases with the Caston Educational Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related-party of the School Corporation. Lease payments during the years 2017 and 2018 totaled \$352,500 and \$428,000, respectively.

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OTHER INFORMATION - UNAUDITED

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

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

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

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CASTON 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	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	School Lunch	Prepaid School Lunch	Textbook Rental
Cash and investments - beginning	\$ 2,476,037	\$ 157,818	\$ 388,977	\$ 1,474,780	\$ 301,950	\$ 799,749	\$ 25,139	\$ 4,886	\$ 95,376
Receipts:									
Local sources	113,308	400,204	831,555	798,167	181,351	-	153,448	-	95,777
Intermediate sources	173	-	-	-	-	-	-	-	-
State sources	4,267,571	-	-	-	-	-	3,603	-	-
Federal sources	-	-	-	-	-	-	192,762	-	-
Other receipts	-	-	-	-	-	-	-	148,690	-
Total receipts	4,381,052	400,204	831,555	798,167	181,351	-	349,813	148,690	95,777
Disbursements:									
Instruction	2,994,319	-	-	-	-	10,765	-	-	-
Support services	1,774,125	11,449	137,949	458,983	189,709	-	-	-	85,776
Noninstructional services	95,072	-	-	-	-	-	349,780	-	-
Facilities acquisition and construction	-	-	296,538	-	-	117,476	-	-	-
Debt service	-	352,500	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	148,121	-
Total disbursements	4,863,516	363,949	434,487	458,983	189,709	128,241	349,780	148,121	85,776
Excess (deficiency) of receipts over disbursements	(482,464)	36,255	397,068	339,184	(8,358)	(128,241)	33	569	10,001
Other financing sources (uses):									
Sale of capital assets	26	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	26	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(482,438)	36,255	397,068	339,184	(8,358)	(128,241)	33	569	10,001
Cash and investments - ending	\$ 1,993,599	\$ 194,073	\$ 786,045	\$ 1,813,964	\$ 293,592	\$ 671,508	\$ 25,172	\$ 5,455	\$ 105,377

CASTON 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

	Levy Excess	Alternative Education	SAFE School Haven	Early Intervention Grant	Lilly Counseling Grant	Promotion of School Corp	Instructional Support	Formative Assessment	High Ability Gifted & Talented
Cash and investments - beginning	\$ -	\$ 2,425	\$ 1,236	\$ -	\$ -	\$ 4,738	\$ -	\$ -	\$ 3,935
Receipts:									
Local sources	-	-	-	-	30,000	800	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	7,662	-	-	-	-	3,672	8,897	27,882
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	7,662	-	-	30,000	800	3,672	8,897	27,882
Disbursements:									
Instruction	-	10,087	-	-	-	-	-	8,897	27,722
Support services	-	-	-	-	8,584	546	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	10,087	-	-	8,584	546	-	8,897	27,722
Excess (deficiency) of receipts over disbursements	-	(2,425)	-	-	21,416	254	3,672	-	160
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(2,425)	-	-	21,416	254	3,672	-	160
Cash and investments - ending	\$ -	\$ -	\$ 1,236	\$ -	\$ 21,416	\$ 4,992	\$ 3,672	\$ -	\$ 4,095

CASTON 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

	Medicaid Reimbursement	Secured Schools Safety Grant	School Technology	Career and Technical Performance Grant	Youth Health Service	United Way Literacy Grant	Cass County Community Foundation	ISTA Settlement	Excess PTRC Distributions
Cash and investments - beginning	\$ 335	\$ -	\$ 56,370	\$ -	\$ 150	\$ -	\$ -	\$ 17,937	\$ 7,318
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	25,007	8,721	2,687	-	-	-	-	-
Federal sources	114	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	114	25,007	8,721	2,687	-	-	-	-	-
Disbursements:									
Instruction	-	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	5,000	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	25,007	24,012	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	25,007	24,012	-	-	-	-	5,000	-
Excess (deficiency) of receipts over disbursements	114	-	(15,291)	2,687	-	-	-	(5,000)	-
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	114	-	(15,291)	2,687	-	-	-	(5,000)	-
Cash and investments - ending	\$ 449	\$ -	\$ 41,079	\$ 2,687	\$ 150	\$ -	\$ -	\$ 12,937	\$ 7,318

CASTON 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

	Title I Grants to LEAs FY16	Title I Grants to LEAs FY17	Title IV Grant	Safe/Drug-Free Schools	Improving Teacher Quality, No Child Left, Title II, Part A	Rural Schools and Low Income Program - Pass Through State	Payroll Withholding	Totals
Cash and investments - beginning	\$ (49,026)	\$ -	\$ -	\$ 2,845	\$ (12,230)	\$ -	\$ -	\$ 5,760,745
Receipts:								
Local sources	-	-	-	-	-	-	-	2,604,610
Intermediate sources	-	-	-	-	-	-	-	173
State sources	-	-	-	-	-	-	-	4,355,702
Federal sources	118,948	152,822	-	-	27,945	11,988	-	504,579
Other receipts	-	-	-	-	-	-	1,771,482	1,920,172
Total receipts	118,948	152,822	-	-	27,945	11,988	1,771,482	9,385,236
Disbursements:								
Instruction	12,293	64,309	-	-	6,532	2,500	-	3,137,424
Support services	57,629	101,432	-	-	18,242	1,440	-	2,850,864
Noninstructional services	-	26,546	-	-	-	-	-	471,398
Facilities acquisition and construction	-	-	-	-	-	11,988	-	475,021
Debt service	-	-	-	-	-	-	-	352,500
Nonprogrammed charges	-	-	-	-	-	-	1,771,482	1,919,603
Total disbursements	69,922	192,287	-	-	24,774	15,928	1,771,482	9,206,810
Excess (deficiency) of receipts over disbursements	49,026	(39,465)	-	-	3,171	(3,940)	-	178,426
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	26
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	26
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	49,026	(39,465)	-	-	3,171	(3,940)	-	178,452
Cash and investments - ending	\$ -	\$ (39,465)	\$ -	\$ 2,845	\$ (9,059)	\$ (3,940)	\$ -	\$ 5,939,197

CASTON SCHOOL CORPORATION
 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	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	School Lunch	Prepaid School Lunch	Textbook Rental
Cash and investments - beginning	\$ 1,993,599	\$ 194,073	\$ 786,045	\$ 1,813,964	\$ 293,592	\$ 671,508	\$ 25,172	\$ 5,455	\$ 105,377
Receipts:									
Local sources	152,688	461,598	906,616	820,790	187,341	-	166,700	-	103,866
Intermediate sources	173	-	-	-	-	-	-	-	-
State sources	4,250,748	-	-	-	-	-	3,729	-	-
Federal sources	-	-	-	-	-	-	147,137	-	-
Other receipts	-	-	-	-	-	-	-	161,647	-
Total receipts	4,403,609	461,598	906,616	820,790	187,341	-	317,566	161,647	103,866
Disbursements:									
Instruction	2,744,677	-	-	-	-	262,162	-	-	-
Support services	1,668,431	13,303	312,438	502,981	-	-	-	-	103,691
Noninstructional services	106,717	-	-	-	-	-	319,524	-	-
Facilities acquisition and construction	-	-	794,850	-	-	31,324	-	-	-
Debt service	-	428,000	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	162,117	-
Total disbursements	4,519,825	441,303	1,107,288	502,981	-	293,486	319,524	162,117	103,691
Excess (deficiency) of receipts over disbursements	(116,216)	20,295	(200,672)	317,809	187,341	(293,486)	(1,958)	(470)	175
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	700,000	-	-	-
Transfers out	-	(2,890)	(848)	(700,815)	(189)	-	-	-	-
Total other financing sources (uses)	-	(2,890)	(848)	(700,815)	(189)	700,000	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(116,216)	17,405	(201,520)	(383,006)	187,152	406,514	(1,958)	(470)	175
Cash and investments - ending	\$ 1,877,383	\$ 211,478	\$ 584,525	\$ 1,430,958	\$ 480,744	\$ 1,078,022	\$ 23,214	\$ 4,985	\$ 105,552

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

	Levy Excess	Alternative Education	SAFE School Haven	Early Intervention Grant	Lilly Counseling Grant	Promotion of School Corp	Instructional Support	Formative Assessment	High Ability Gifted & Talented
Cash and investments - beginning	\$ -	\$ -	\$ 1,236	\$ -	\$ 21,416	\$ 4,992	\$ 3,672	\$ -	\$ 4,095
Receipts:									
Local sources	-	-	-	-	-	4,845	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	5,657	-	42,000	-	-	-	8,082	27,739
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	5,657	-	42,000	-	4,845	-	8,082	27,739
Disbursements:									
Instruction	-	5,657	-	-	-	-	3,439	7,448	27,302
Support services	-	-	-	39,373	14,345	7,489	233	634	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	5,657	-	39,373	14,345	7,489	3,672	8,082	27,302
Excess (deficiency) of receipts over disbursements	-	-	-	2,627	(14,345)	(2,644)	(3,672)	-	437
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	4,742	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	4,742	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,742	-	-	2,627	(14,345)	(2,644)	(3,672)	-	437
Cash and investments - ending	\$ 4,742	\$ -	\$ 1,236	\$ 2,627	\$ 7,071	\$ 2,348	\$ -	\$ -	\$ 4,532

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

	Medicaid Reimbursement	Secured Schools Safety Grant	School Technology	Career and Technical Performance Grant	Youth Health Service	United Way Literacy Grant	Cass County Community Foundation	ISTA Settlement	Excess PTRC Distributions
Cash and investments - beginning	\$ 449	\$ -	\$ 41,079	\$ 2,687	\$ 150	\$ -	\$ -	\$ 12,937	\$ 7,318
Receipts:									
Local sources	-	-	-	-	-	3,333	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	11,010	2,371	-	-	-	-	-
Federal sources	-	-	-	-	-	-	6,100	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	-	11,010	2,371	-	3,333	6,100	-	-
Disbursements:									
Instruction	449	-	-	-	-	-	-	-	-
Support services	-	-	-	3,713	-	1,638	6,100	12,937	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	23,652	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	449	-	23,652	3,713	-	1,638	6,100	12,937	-
Excess (deficiency) of receipts over disbursements	(449)	-	(12,642)	(1,342)	-	1,695	-	(12,937)	-
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(449)	-	(12,642)	(1,342)	-	1,695	-	(12,937)	-
Cash and investments - ending	\$ -	\$ -	\$ 28,437	\$ 1,345	\$ 150	\$ 1,695	\$ -	\$ -	\$ 7,318

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

	Title I Grants to LEAs FY16	Title I Grants to LEAs FY17	Title IV Grant	Safe/Drug-Free Schools	Improving Teacher Quality, No Child Left, Title II, Part A	Rural Schools and Low Income Program - Pass Through State	Payroll Withholding	Totals
Cash and investments - beginning	\$ -	\$ (39,465)	\$ -	\$ 2,845	\$ (9,059)	\$ (3,940)	\$ -	\$ 5,939,197
Receipts:								
Local sources	-	-	-	-	-	-	-	2,807,777
Intermediate sources	-	-	-	-	-	-	-	173
State sources	-	-	-	-	-	-	-	4,351,336
Federal sources	107,910	78,328	20,127	3,000	23,480	25,857	-	411,939
Other receipts	-	-	-	-	-	-	1,630,340	1,791,987
Total receipts	107,910	78,328	20,127	3,000	23,480	25,857	1,630,340	9,363,212
Disbursements:								
Instruction	35,264	11,105	-	-	4,180	3,481	-	3,105,164
Support services	102,083	27,758	21,127	1,578	22,625	18,436	-	2,880,913
Noninstructional services	-	-	-	-	-	-	-	426,241
Facilities acquisition and construction	-	-	-	-	-	-	-	849,826
Debt service	-	-	-	-	-	-	-	428,000
Nonprogrammed charges	-	-	-	-	-	-	1,630,340	1,792,457
Total disbursements	137,347	38,863	21,127	1,578	26,805	21,917	1,630,340	9,482,601
Excess (deficiency) of receipts over disbursements	(29,437)	39,465	(1,000)	1,422	(3,325)	3,940	-	(119,389)
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	704,742
Transfers out	-	-	-	-	-	-	-	(704,742)
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(29,437)	39,465	(1,000)	1,422	(3,325)	3,940	-	(119,389)
Cash and investments - ending	\$ (29,437)	\$ -	\$ (1,000)	\$ 4,267	\$ (12,384)	\$ -	\$ -	\$ 5,819,808

CASTON SCHOOL CORPORATION
SCHEDULE OF PAYABLES AND RECEIVABLES
June 30, 2018

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 27,955</u>	<u>\$ 4,434</u>

CASTON SCHOOL CORPORATION
 SCHEDULE OF LEASES AND DEBT
 June 30, 2018

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Caston Educational Building Corporation	Ad Valorem Property Tax First Mortgage Bonds 2012	\$ 277,500	07/03/2012	01/15/2021
Caston Educational Building Corporation	Ad Valorem Property Tax First Mortgage Bonds 2016	<u>188,300</u>	06/30/2017	12/31/2029
Totals		<u>\$ 465,800</u>		

CASTON SCHOOL CORPORATION
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	\$ 20,000
Buildings	11,097,699
Improvements other than buildings	6,969,013
Machinery, equipment, and vehicles	<u>4,678,201</u>
Total capital assets	<u>\$ 22,764,913</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/>.