

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

FINANCIAL STATEMENT AUDIT REPORT

OF

PAOLI COMMUNITY SCHOOL CORPORATION

ORANGE COUNTY, INDIANA

July 1, 2017 to June 30, 2019



**FILED**

01/24/2020



## TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials .....	2
Independent Auditor's Report .....	3-4
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	6-7
Notes to Financial Statement .....	8-13
Other Information - Unaudited:	
Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances - Regulatory Basis.....	17-30
Schedule of Payables and Receivables .....	31
Schedule of Leases and Debt .....	32
Schedule of Capital Assets.....	33
Other Reports.....	34

### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Julie Osborn	07-01-17 to 09-01-17
	(Vacant)	09-02-17 to 09-17-17
	Courtney Brown	09-18-17 to 06-30-20
Superintendent of Schools	Casey Brewster	07-01-17 to 07-10-17
	(Vacant)	07-11-17 to 07-16-17
	Gerald Jackson (interim)	07-17-17 to 09-30-18
	Greg Walker	10-01-18 to 09-30-21
President of the School Board	Lila Tucker	07-01-17 to 12-31-20



## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE PAOLI COMMUNITY SCHOOL  
CORPORATION, ORANGE COUNTY, INDIANA

### **Report on the Financial Statement**

We have audited the accompanying financial statement of the Paoli Community School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2017 to June 30, 2019, and the related notes to the financial statement as listed in the Table of Contents.

### ***Management's Responsibility for the Financial Statement***

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

### ***Auditor's Responsibility***

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

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

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

INDEPENDENT AUDITOR'S REPORT  
(Continued)

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

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

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

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the School Corporation for the period of July 1, 2017 to June 30, 2019.

***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, 2017 to June 30, 2019, 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.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated January 21, 2020, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of the School Corporation's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Corporation's internal control over financial reporting and compliance.

  
Paul D. Joyce, CPA  
State Examiner

January 21, 2020

## 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.

PAOLI COMMUNITY SCHOOL CORPORATION  
STATEMENT OF RECEIPTS, DISBURSEMENTS,  
OTHER FINANCING SOURCES (USES), AND CASH AND  
INVESTMENT BALANCES - REGULATORY BASIS  
For the Years Ended June 30, 2018 and 2019

Fund	Cash and	Receipts	Disbursements	Other	Cash and	Receipts	Disbursements	Other	Cash and
	Investments			Financing	Investments			Financing	Investments
	07-01-17			Sources (Uses)	06-30-18			Sources (Uses)	06-30-19
General	\$ 141,296	\$ 10,265,296	\$ 10,339,053	\$ 16,245	\$ 83,784	\$ 5,153,916	\$ 4,828,716	\$ (408,984)	\$ -
Education	-	-	-	-	-	4,908,259	4,190,100	(135,566)	582,593
Debt Service	474,952	1,348,967	1,323,525	(92,787)	407,607	1,577,532	1,302,504	(110,258)	572,377
Operations	-	-	-	-	-	1,313,153	1,548,668	1,478,610	1,243,095
Capital Projects	117,983	1,276,377	768,191	-	626,169	447,613	491,271	(582,511)	-
School Transportation	179,442	865,617	737,202	(16,000)	291,857	296,280	341,060	(247,077)	-
School Bus Replacement	130,025	197,899	218,078	(20,000)	89,846	69,798	53,304	(106,340)	-
Local Rainy Day	959,752	-	405,989	36,000	589,763	-	64,371	21	525,413
School Lunch	41,141	607,103	628,419	-	19,825	604,262	573,018	-	51,069
Curricular Materials Rental	(103,806)	170,328	136,814	93,087	22,795	136,594	105,212	110,258	164,435
Self-Insurance	502,824	1,543,659	1,861,413	-	185,070	1,444,706	1,334,130	-	295,646
Levy Excess	96,702	61,830	-	-	158,532	33,574	-	-	192,106
River Boat Casino Fund	-	-	-	-	-	208,473	176,705	662,433	694,201
OCCF Block Grant	-	-	-	-	-	-	104	1,510	1,406
WHAS Crusade for Children FY18	-	-	-	-	-	14,000	14,000	-	-
Chromebook Fund 2018/19	-	-	-	-	-	5,343	8,285	15,594	12,652
Educational License Plates	1,181	188	-	-	1,369	113	-	-	1,482
16/17 Safe Haven Grant	-	3,739	3,739	-	-	-	-	-	-
17/18 Safe Haven Grant	-	3,915	7,769	-	(3,854)	9,013	5,159	-	-
Donation Fund	-	-	-	-	-	868	2,460	7,786	6,194
Donation Animal Science Bldg 2018/19	-	-	-	-	-	570	40,663	50,702	10,609
Drug Testing Donation Fund	-	-	-	-	-	2,000	-	-	2,000
Scholarships and Awards	1,000	-	-	1,400	2,400	-	1,400	1,400	2,400
Jennifer Lunbergan Award	4	-	-	-	4	-	-	-	4
Miscellaneous Programs	5,466	4,533	1,804	-	8,195	1,250	1,659	(7,786)	-
Donation Animal Science Bldg 2017/18	-	137,826	14,092	-	123,734	65,525	138,557	(50,702)	-
2017 OCCF Stem Throop Robotics	-	3,500	2,499	-	1,001	-	580	(421)	-
2018 OCCF Stem Throop Robotics	-	-	-	-	-	4,500	-	(4,500)	-
Riverboat Casino	340,920	453,492	283,620	-	510,792	310,248	158,607	(662,433)	-
Formative Assessment	7,414	15,962	19,873	-	3,503	16,217	19,720	-	-
16/17 GT Grant	1,048	-	1,048	-	-	-	-	-	-
17/18 GT Grant	-	30,628	24,317	-	6,311	-	6,311	-	-
Computer Consortium/Ed Tech Advance	1,329	1,725	1,544	-	1,510	-	-	(1,510)	-

PAOLI COMMUNITY SCHOOL CORPORATION  
STATEMENT OF RECEIPTS, DISBURSEMENTS,  
OTHER FINANCING SOURCES (USES), AND CASH AND  
INVESTMENT BALANCES - REGULATORY BASIS  
For the Years Ended June 30, 2018 and 2019

Fund	Cash and Investments 07-01-17	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-18	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-19
Secured Schools Safety Grant	-	-	10,241	-	(10,241)	27,399	39,658	-	(22,500)
2017/18 OCCF Stem Throop Robotics	-	-	-	-	-	-	421	421	-
2018/19 OCCF Stem Throop Robotics	-	-	-	-	-	-	304	4,500	4,196
Non-English Speaking Programs	270	-	-	-	270	-	-	-	270
School Technology	8,864	7,770	11,276	-	5,358	-	3,194	(2,164)	-
Career and Technical Performance Grant	6,683	9,036	14,273	-	1,446	14,294	3,602	-	12,138
Teacher Appreciation Grant	-	-	-	-	-	39,959	39,959	-	-
High Ability Students	-	-	-	-	-	30,692	13,937	-	16,755
State Connectivity Grant	-	-	-	-	-	3,715	-	-	3,715
USDA Equipment Grant	-	13,831	13,831	-	-	-	-	-	-
Excess PTRC Distribution	21	-	-	-	21	-	-	(21)	-
2019 IYI Prof Dev Grant	-	-	-	-	-	750	469	-	281
Chromebook Fund 2017/18	10,136	30,197	14,858	(15,000)	10,475	10,582	8,227	(12,830)	-
Title I	(17,717)	102,416	84,699	-	-	-	-	-	-
Title I 17/18 Grant	-	264,176	282,275	-	(18,099)	99,417	81,318	-	-
Title I 18/19 Grant	-	-	-	-	-	242,190	287,885	-	(45,695)
IDEA Spec Ed	-	-	-	-	-	68,080	60,100	(13,660)	(5,680)
Spec Ed Shared Employees 2018/19	-	-	-	-	-	219,739	195,162	(56,193)	(31,616)
IDEA	-	88,720	108,161	-	(19,441)	68,572	62,791	13,660	-
Spec Ed Shared Employees 2017/18	-	289,036	352,696	-	(63,660)	195,135	187,668	56,193	-
Pre School Spec Ed	-	63,320	77,208	-	(13,888)	90,654	83,080	-	(6,314)
Title IV Part A 17/18	-	17,017	17,017	-	-	15,980	15,980	-	-
Title IV Part A 18/19	-	-	-	-	-	7,998	13,125	-	(5,127)
Medicaid Reimbursement - Federal	4,039	-	3,057	(745)	237	20,989	818	4,550	24,958
Title II, Part A, Supporting Effective Instruction	(3,319)	91,331	91,344	-	(3,332)	56,581	58,724	-	(5,475)
Rural Schools and Low Income Program	-	32,919	32,919	-	-	29,977	31,731	-	(1,754)
Meal Tracker Deposits	760	192,265	190,571	-	2,454	156,805	155,691	-	3,568
Payroll Withholding	25	2,719,372	2,719,430	-	(33)	2,568,634	2,571,511	-	(2,910)
Totals	\$ 2,908,435	\$ 20,913,990	\$ 20,802,845	\$ 2,200	\$ 3,021,780	\$ 20,591,949	\$ 19,321,919	\$ 4,682	\$ 4,296,492

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

PAOLI COMMUNITY 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.

PAOLI COMMUNITY 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.

PAOLI COMMUNITY 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.

PAOLI COMMUNITY 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

PAOLI COMMUNITY 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.

*C. Additional Pension Plans*

The School Corporation also contributes to additional pension plans unique to the School Corporation. Information regarding these plans may be obtained from the School Corporation.

PAOLI COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 7. *Establishment of the Education Fund and Operations Fund***

State statute (IC 20-40-2-2) required the establishment of an Education fund to be used to pay expenses allocated to student instruction and learning. The balance in the School Corporation's General fund as of December 31, 2018, was required to be transferred to the Education fund on January 1, 2019 (IC 20-40-2-7).

In addition, an Operations fund was required to be established under state statute (IC 20-40-18-1). The fund may be used to carry out capital project plans; pay transportation costs attributable to the transportation of school children; carry out a school bus replacement plan; pay expenses that are allocated to overhead and operational expenditures; provide funds to an art association or a historical society; and establish, maintain, and equip a public playground. The Indiana Codes establishing the Capital Projects fund (IC 20-40-8-6); School Transportation (IC 20-40-6-4); School Bus Replacement (IC 20-40-7-5); Historical fund; Playground fund; and Art fund were repealed effective January 1, 2019. Guidance was provided by the Indiana Department of Education to transfer the balances remaining in these funds as of December 31, 2018, to the Operations fund.

The Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, issued by the Indiana State Board of Accounts, includes the chart of accounts used by school corporations which coincides with the State Board of Education's determined categories in accordance with state statute (IC 20-42.5-3-7).

**Note 8. *Cash Balance Deficits***

The financial statement contains some funds with deficits in cash. In most instances, this is a result of the funds being set up for reimbursable grants. The reimbursements for expenditures made by the School Corporation were not received by June 30, 2018 and 2019. The negative balances in the Payroll Withholding fund were due to unreimbursed school lunch payrolls at June 30, 2018 and 2019.

**Note 9. *Holding Corporations***

The School Corporation has entered into capital leases with Paoli Community School 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 2018 and 2019 totaled \$635,500 and \$637,000, respectively.

**Note 10. *Other Postemployment Benefits***

The School Corporation provides to eligible retirees and their spouses the following benefits: health, life, 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.

(This page intentionally left blank.)

#### OTHER INFORMATION - UNAUDITED

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

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

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

(This page intentionally left blank.)

PAOLI COMMUNITY 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	Education	Debt Service	Operations	Capital Projects	School Transportation	School Bus Replacement	Local Rainy Day	School Lunch
Cash and investments - beginning	\$ 141,296	\$ -	\$ 474,952	\$ -	\$ 117,983	\$ 179,442	\$ 130,025	\$ 959,752	\$ 41,141
Receipts:									
Local sources	189,647	-	1,348,967	-	1,133,819	865,384	197,899	-	209,561
Intermediate sources	40	-	-	-	-	-	-	-	-
State sources	10,026,029	-	-	-	-	-	-	-	9,106
Federal sources	48,475	-	-	-	-	-	-	-	388,436
Other receipts	1,105	-	-	-	142,558	233	-	-	-
Total receipts	10,265,296	-	1,348,967	-	1,276,377	865,617	197,899	-	607,103
Disbursements:									
Instruction	7,416,807	-	-	-	-	-	-	220,194	2,413
Support services	2,643,631	-	-	-	434,050	737,202	218,078	181,934	-
Noninstructional services	257,460	-	-	-	-	-	-	-	626,006
Facilities acquisition and construction	21,155	-	-	-	334,141	-	-	3,861	-
Debt service	-	-	1,323,525	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	10,339,053	-	1,323,525	-	768,191	737,202	218,078	405,989	628,419
Excess (deficiency) of receipts over disbursements	(73,757)	-	25,442	-	508,186	128,415	(20,179)	(405,989)	(21,316)
Other financing sources (uses):									
Sale of capital assets	500	-	-	-	-	-	-	-	-
Transfers in	21,000	-	-	-	-	-	-	36,000	-
Transfers out	(5,255)	-	(92,787)	-	-	(16,000)	(20,000)	-	-
Total other financing sources (uses)	16,245	-	(92,787)	-	-	(16,000)	(20,000)	36,000	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(57,512)	-	(67,345)	-	508,186	112,415	(40,179)	(369,989)	(21,316)
Cash and investments - ending	\$ 83,784	\$ -	\$ 407,607	\$ -	\$ 626,169	\$ 291,857	\$ 89,846	\$ 589,763	\$ 19,825

PAOLI COMMUNITY 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

	Curricular Materials Rental	Self- Insurance	Levy Excess	River Boat Casino Fund	OCCF Block Grant	WHAS Crusade for Children FY18	Chromebook Fund 2018/19	Educational License Plates	16/17 Safe Haven Grant
Cash and investments - beginning	\$ (103,806)	\$ 502,824	\$ 96,702	\$ -	\$ -	\$ -	\$ -	\$ 1,181	\$ -
Receipts:									
Local sources	31,533	1,543,659	61,830	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	188	-
State sources	138,795	-	-	-	-	-	-	-	3,739
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	170,328	1,543,659	61,830	-	-	-	-	188	3,739
Disbursements:									
Instruction	-	-	-	-	-	-	-	-	3,739
Support services	136,814	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	1,861,413	-	-	-	-	-	-	-
Total disbursements	136,814	1,861,413	-	-	-	-	-	-	3,739
Excess (deficiency) of receipts over disbursements	33,514	(317,754)	61,830	-	-	-	-	188	-
Other financing sources (uses):									
Sale of capital assets	300	-	-	-	-	-	-	-	-
Transfers in	92,787	170,206	-	-	-	-	-	-	-
Transfers out	-	(170,206)	-	-	-	-	-	-	-
Total other financing sources (uses)	93,087	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	126,601	(317,754)	61,830	-	-	-	-	188	-
Cash and investments - ending	\$ 22,795	\$ 185,070	\$ 158,532	\$ -	\$ -	\$ -	\$ -	\$ 1,369	\$ -

PAOLI COMMUNITY 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

	17/18 Safe Haven Grant	Donation Fund	Donation Animal Science Bldg 2018/19	Drug Testing Donation Fund	Scholarships and Awards	Jennifer Lunbergan Award	Miscellaneous Programs	Donation Animal Science Bldg 2017/18	2017 OCCF Stem Throop Robotics
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 1,000	\$ 4	\$ 5,466	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	4,533	137,826	3,500
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	3,915	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	3,915	-	-	-	-	-	4,533	137,826	3,500
Disbursements:									
Instruction	7,769	-	-	-	-	-	1,687	-	2,499
Support services	-	-	-	-	-	-	-	219	-
Noninstructional services	-	-	-	-	-	-	117	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	13,873	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	7,769	-	-	-	-	-	1,804	14,092	2,499
Excess (deficiency) of receipts over disbursements	(3,854)	-	-	-	-	-	2,729	123,734	1,001
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	1,400	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	1,400	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,854)	-	-	-	1,400	-	2,729	123,734	1,001
Cash and investments - ending	\$ (3,854)	\$ -	\$ -	\$ -	\$ 2,400	\$ 4	\$ 8,195	\$ 123,734	\$ 1,001

PAOLI COMMUNITY 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

	2018 OCCF Stem Throop Robotics	Riverboat Casino	Formative Assessment	16/17 GT Grant	17/18 GT Grant	Computer Consortium/ Ed Tech Advance	Secured Schools Safety Grant	2017/18 OCCF Stem Throop Robotics	2018/19 OCCF Stem Throop Robotics
Cash and investments - beginning	\$ -	\$ 340,920	\$ 7,414	\$ 1,048	\$ -	\$ 1,329	\$ -	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	1,725	-	-	-
Intermediate sources	-	453,492	-	-	-	-	-	-	-
State sources	-	-	15,962	-	30,628	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	453,492	15,962	-	30,628	1,725	-	-	-
Disbursements:									
Instruction	-	21,687	12,617	1,048	24,317	1,544	-	-	-
Support services	-	-	7,256	-	-	-	10,000	-	-
Noninstructional services	-	11,500	-	-	-	-	-	-	-
Facilities acquisition and construction	-	30,433	-	-	-	-	241	-	-
Debt service	-	220,000	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	283,620	19,873	1,048	24,317	1,544	10,241	-	-
Excess (deficiency) of receipts over disbursements	-	169,872	(3,911)	(1,048)	6,311	181	(10,241)	-	-
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	-	169,872	(3,911)	(1,048)	6,311	181	(10,241)	-	-
Cash and investments - ending	\$ -	\$ 510,792	\$ 3,503	\$ -	\$ 6,311	\$ 1,510	\$ (10,241)	\$ -	\$ -

PAOLI COMMUNITY 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

	Non-English Speaking Programs	School Technology	Career and Technical Performance Grant	Teacher Appreciation Grant	High Ability Students	State Connectivity Grant	USDA Equipment Grant	Excess PTRC Distribution	2019 IYI Prof Dev Grant
Cash and investments - beginning	\$ 270	\$ 8,864	\$ 6,683	\$ -	\$ -	\$ -	\$ -	\$ 21	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	7,770	9,036	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	13,831	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	7,770	9,036	-	-	-	13,831	-	-
Disbursements:									
Instruction	-	11,276	14,273	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	13,831	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	11,276	14,273	-	-	-	13,831	-	-
Excess (deficiency) of receipts over disbursements	-	(3,506)	(5,237)	-	-	-	-	-	-
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	-	(3,506)	(5,237)	-	-	-	-	-	-
Cash and investments - ending	\$ 270	\$ 5,358	\$ 1,446	\$ -	\$ -	\$ -	\$ -	\$ 21	\$ -

PAOLI COMMUNITY 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

	Chromebook Fund 2017/18	Title I	Title I 17/18 Grant	Title I 18/19 Grant	IDEA Spec Ed	Spec Ed Shared Employees 2018/19	IDEA	Spec Ed Shared Employees 2017/18	Pre School Spec Ed
Cash and investments - beginning	\$ 10,136	\$ (17,717)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:									
Local sources	20	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	102,416	264,176	-	-	-	88,720	289,036	63,320
Other receipts	30,177	-	-	-	-	-	-	-	-
Total receipts	30,197	102,416	264,176	-	-	-	88,720	289,036	63,320
Disbursements:									
Instruction	14,858	84,699	261,511	-	-	-	108,161	212,251	77,208
Support services	-	-	20,764	-	-	-	-	140,445	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	14,858	84,699	282,275	-	-	-	108,161	352,696	77,208
Excess (deficiency) of receipts over disbursements	15,339	17,717	(18,099)	-	-	-	(19,441)	(63,660)	(13,888)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	(15,000)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(15,000)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	339	17,717	(18,099)	-	-	-	(19,441)	(63,660)	(13,888)
Cash and investments - ending	\$ 10,475	\$ -	\$ (18,099)	\$ -	\$ -	\$ -	\$ (19,441)	\$ (63,660)	\$ (13,888)

PAOLI COMMUNITY 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 IV Part A 17/18	Title IV Part A 18/19	Medicaid Reimbursement - Federal	Title II, Part A, Supporting Effective Instruction	Rural Schools and Low Income Program	Meal Tracker Program	Payroll Withholding	Totals
Cash and investments - beginning	\$ -	\$ -	\$ 4,039	\$ (3,319)	\$ -	\$ 760	\$ 25	\$ 2,908,435
Receipts:								
Local sources	-	-	-	-	-	-	-	5,729,903
Intermediate sources	-	-	-	-	-	-	-	453,720
State sources	-	-	-	-	-	-	-	10,244,980
Federal sources	17,017	-	-	91,331	32,919	-	-	1,399,677
Other receipts	-	-	-	-	-	192,265	2,719,372	3,085,710
Total receipts	17,017	-	-	91,331	32,919	192,265	2,719,372	20,913,990
Disbursements:								
Instruction	15,980	-	2,832	88,738	32,919	-	-	8,641,027
Support services	1,037	-	225	2,606	-	-	-	4,534,261
Noninstructional services	-	-	-	-	-	-	-	908,914
Facilities acquisition and construction	-	-	-	-	-	-	-	403,704
Debt service	-	-	-	-	-	-	-	1,543,525
Nonprogrammed charges	-	-	-	-	-	190,571	2,719,430	4,771,414
Total disbursements	17,017	-	3,057	91,344	32,919	190,571	2,719,430	20,802,845
Excess (deficiency) of receipts over disbursements	-	-	(3,057)	(13)	-	1,694	(58)	111,145
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	2,200
Transfers in	-	-	5,255	-	-	-	-	325,248
Transfers out	-	-	(6,000)	-	-	-	-	(325,248)
Total other financing sources (uses)	-	-	(745)	-	-	-	-	2,200
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(3,802)	(13)	-	1,694	(58)	113,345
Cash and investments - ending	\$ -	\$ -	\$ 237	\$ (3,332)	\$ -	\$ 2,454	\$ (33)	\$ 3,021,780

PAOLI COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2019

	General	Education	Debt Service	Operations	Capital Projects	School Transportation	School Bus Replacement	Local Rainy Day	School Lunch
Cash and investments - beginning	\$ 83,784	\$ -	\$ 407,607	\$ -	\$ 626,169	\$ 291,857	\$ 89,846	\$ 589,763	\$ 19,825
Receipts:									
Local sources	237,463	123,011	1,577,532	1,313,153	432,196	296,280	69,798	-	157,406
Intermediate sources	37	1,645	-	-	-	-	-	-	-
State sources	4,880,347	4,783,603	-	-	-	-	-	-	2,523
Federal sources	36,069	-	-	-	-	-	-	-	444,333
Other receipts	-	-	-	-	15,417	-	-	-	-
Total receipts	5,153,916	4,908,259	1,577,532	1,313,153	447,613	296,280	69,798	-	604,262
Disbursements:									
Instruction	3,448,705	3,541,661	-	-	-	-	-	-	-
Support services	1,239,718	580,055	-	1,415,408	320,408	341,060	53,304	64,371	-
Noninstructional services	127,752	68,384	-	40,384	-	-	-	-	573,018
Facilities acquisition and construction	12,541	-	-	92,876	170,863	-	-	-	-
Debt service	-	-	1,302,504	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	4,828,716	4,190,100	1,302,504	1,548,668	491,271	341,060	53,304	64,371	573,018
Excess (deficiency) of receipts over disbursements	325,200	718,159	275,028	(235,515)	(43,658)	(44,780)	16,494	(64,371)	31,244
Other financing sources (uses):									
Sale of capital assets	-	-	-	518	-	-	-	-	-
Transfers in	-	404,601	-	1,478,092	-	-	-	21	-
Transfers out	(408,984)	(540,167)	(110,258)	-	(582,511)	(247,077)	(106,340)	-	-
Total other financing sources (uses)	(408,984)	(135,566)	(110,258)	1,478,610	(582,511)	(247,077)	(106,340)	21	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(83,784)	582,593	164,770	1,243,095	(626,169)	(291,857)	(89,846)	(64,350)	31,244
Cash and investments - ending	\$ -	\$ 582,593	\$ 572,377	\$ 1,243,095	\$ -	\$ -	\$ -	\$ 525,413	\$ 51,069

PAOLI COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2019

	Curricular Materials Rental	Self- Insurance	Levy Excess	River Boat Casino Fund	OCCF Block Grant	WHAS Crusade for Children FY18	Chromebook Fund 2018/19	Educational License Plates	16/17 Safe Haven Grant
Cash and investments - beginning	\$ 22,795	\$ 185,070	\$ 158,532	\$ -	\$ -	\$ -	\$ -	\$ 1,369	\$ -
Receipts:									
Local sources	30,295	1,444,706	33,574	950	-	14,000	5,343	-	-
Intermediate sources	-	-	-	207,523	-	-	-	113	-
State sources	106,299	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	<u>136,594</u>	<u>1,444,706</u>	<u>33,574</u>	<u>208,473</u>	<u>-</u>	<u>14,000</u>	<u>5,343</u>	<u>113</u>	<u>-</u>
Disbursements:									
Instruction	713	-	-	34,679	104	-	8,285	-	-
Support services	104,499	-	-	5,976	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	26,050	-	14,000	-	-	-
Debt service	-	-	-	110,000	-	-	-	-	-
Nonprogrammed charges	-	1,334,130	-	-	-	-	-	-	-
Total disbursements	<u>105,212</u>	<u>1,334,130</u>	<u>-</u>	<u>176,705</u>	<u>104</u>	<u>14,000</u>	<u>8,285</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>31,382</u>	<u>110,576</u>	<u>33,574</u>	<u>31,768</u>	<u>(104)</u>	<u>-</u>	<u>(2,942)</u>	<u>113</u>	<u>-</u>
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	110,258	-	-	662,433	1,510	-	15,594	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>110,258</u>	<u>-</u>	<u>-</u>	<u>662,433</u>	<u>1,510</u>	<u>-</u>	<u>15,594</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>141,640</u>	<u>110,576</u>	<u>33,574</u>	<u>694,201</u>	<u>1,406</u>	<u>-</u>	<u>12,652</u>	<u>113</u>	<u>-</u>
Cash and investments - ending	\$ <u>164,435</u>	\$ <u>295,646</u>	\$ <u>192,106</u>	\$ <u>694,201</u>	\$ <u>1,406</u>	\$ <u>-</u>	\$ <u>12,652</u>	\$ <u>1,482</u>	\$ <u>-</u>

PAOLI COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2019

	17/18 Safe Haven Grant	Donation Fund	Donation Animal Science Bldg 2018/19	Drug Testing Donation Fund	Scholarships and Awards	Jennifer Lunbergan Award	Miscellaneous Programs	Donation Animal Science Bldg 2017/18	2017 OCCF Stem Throop Robotics
Cash and investments - beginning	\$ (3,854)	\$ -	\$ -	\$ -	\$ 2,400	\$ 4	\$ 8,195	\$ 123,734	\$ 1,001
Receipts:									
Local sources	-	868	570	2,000	-	-	1,250	65,525	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	9,013	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	9,013	868	570	2,000	-	-	1,250	65,525	-
Disbursements:									
Instruction	5,159	1,980	942	-	-	-	1,165	1,139	580
Support services	-	-	-	-	-	-	-	1,492	-
Noninstructional services	-	480	-	-	-	-	494	-	-
Facilities acquisition and construction	-	-	39,721	-	-	-	-	135,926	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	1,400	-	-	-	-
Total disbursements	5,159	2,460	40,663	-	1,400	-	1,659	138,557	580
Excess (deficiency) of receipts over disbursements	3,854	(1,592)	(40,093)	2,000	(1,400)	-	(409)	(73,032)	(580)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	1,400	-	-	-	-
Transfers in	-	7,786	50,702	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(7,786)	(50,702)	(421)
Total other financing sources (uses)	-	7,786	50,702	-	1,400	-	(7,786)	(50,702)	(421)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,854	6,194	10,609	2,000	-	-	(8,195)	(123,734)	(1,001)
Cash and investments - ending	\$ -	\$ 6,194	\$ 10,609	\$ 2,000	\$ 2,400	\$ 4	\$ -	\$ -	\$ -

PAOLI COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2019

	2018 OCCF Stem Throop Robotics	Riverboat Casino	Formative Assessment	16/17 GT Grant	17/18 GT Grant	Computer Consortium/ Ed Tech Advance	Secured Schools Safety Grant	2017/18 OCCF Stem Throop Robotics	2018/19 OCCF Stem Throop Robotics
Cash and investments - beginning	\$ -	\$ 510,792	\$ 3,503	\$ -	\$ 6,311	\$ 1,510	\$ (10,241)	\$ -	\$ -
Receipts:									
Local sources	4,500	-	-	-	-	-	-	-	-
Intermediate sources	-	310,248	-	-	-	-	-	-	-
State sources	-	-	16,217	-	-	-	27,399	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	4,500	310,248	16,217	-	-	-	27,399	-	-
Disbursements:									
Instruction	-	6,507	14,986	-	6,311	-	-	421	304
Support services	-	5,000	4,734	-	-	-	15,000	-	-
Noninstructional services	-	1,500	-	-	-	-	-	-	-
Facilities acquisition and construction	-	35,600	-	-	-	-	24,658	-	-
Debt service	-	110,000	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	158,607	19,720	-	6,311	-	39,658	421	304
Excess (deficiency) of receipts over disbursements	4,500	151,641	(3,503)	-	(6,311)	-	(12,259)	(421)	(304)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	7,500	421	4,500
Transfers out	(4,500)	(662,433)	-	-	-	(1,510)	(7,500)	-	-
Total other financing sources (uses)	(4,500)	(662,433)	-	-	-	(1,510)	-	421	4,500
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(510,792)	(3,503)	-	(6,311)	(1,510)	(12,259)	-	4,196
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (22,500)	\$ -	\$ 4,196

PAOLI COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2019

	Non-English Speaking Programs	School Technology	Career and Technical Performance Grant	Teacher Appreciation Grant	High Ability Students	State Connectivity Grant	USDA Equipment Grant	Excess PTRC Distribution	2019 IYI Prof Dev Grant
Cash and investments - beginning	\$ 270	\$ 5,358	\$ 1,446	\$ -	\$ -	\$ -	\$ -	\$ 21	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	14,294	39,959	30,692	3,715	-	-	750
Federal sources	-	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-	-	-
Total receipts	-	-	14,294	39,959	30,692	3,715	-	-	750
Disbursements:									
Instruction	-	3,194	3,538	39,959	13,898	-	-	-	469
Support services	-	-	64	-	39	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	3,194	3,602	39,959	13,937	-	-	-	469
Excess (deficiency) of receipts over disbursements	-	(3,194)	10,692	-	16,755	3,715	-	-	281
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	5,728	-	-	-	-
Transfers out	-	(2,164)	-	-	(5,728)	-	-	(21)	-
Total other financing sources (uses)	-	(2,164)	-	-	-	-	-	(21)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(5,358)	10,692	-	16,755	3,715	-	(21)	281
Cash and investments - ending	\$ 270	\$ -	\$ 12,138	\$ -	\$ 16,755	\$ 3,715	\$ -	\$ -	\$ 281

PAOLI COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2019

	Chromebook Fund 2017/18	Title I	Title I 17/18 Grant	Title I 18/19 Grant	IDEA Spec Ed	Spec Ed Shared Employees 2018/19	IDEA	Spec Ed Shared Employees 2017/18	Pre School Spec Ed
Cash and investments - beginning	\$ 10,475	\$ -	\$ (18,099)	\$ -	\$ -	\$ -	\$ (19,441)	\$ (63,660)	\$ (13,888)
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	99,417	242,190	68,080	219,739	68,572	195,135	90,654
Other receipts	10,582	-	-	-	-	-	-	-	-
Total receipts	10,582	-	99,417	242,190	68,080	219,739	68,572	195,135	90,654
Disbursements:									
Instruction	8,227	-	78,005	275,292	60,090	107,068	62,791	114,594	83,075
Support services	-	-	3,313	12,593	10	88,094	-	73,074	5
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	8,227	-	81,318	287,885	60,100	195,162	62,791	187,668	83,080
Excess (deficiency) of receipts over disbursements	2,355	-	18,099	(45,695)	7,980	24,577	5,781	7,467	7,574
Other financing sources (uses):									
Sale of capital assets	2,764	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	13,660	56,193	-
Transfers out	(15,594)	-	-	-	(13,660)	(56,193)	-	-	-
Total other financing sources (uses)	(12,830)	-	-	-	(13,660)	(56,193)	13,660	56,193	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(10,475)	-	18,099	(45,695)	(5,680)	(31,616)	19,441	63,660	7,574
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (45,695)	\$ (5,680)	\$ (31,616)	\$ -	\$ -	\$ (6,314)

PAOLI COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 OTHER FINANCING SOURCES (USES), AND CASH AND  
 INVESTMENT BALANCES - REGULATORY BASIS  
 For the Year Ended June 30, 2019

	Title IV Part A 17/18	Title IV Part A 18/19	Medicaid Reimbursement - Federal	Title II, Part A, Supporting Effective Instruction	Rural Schools and Low Income Program	Meal Tracker Program	Payroll Withholding	Totals
Cash and investments - beginning	\$ -	\$ -	\$ 237	\$ (3,332)	\$ -	\$ 2,454	\$ (33)	\$ 3,021,780
Receipts:								
Local sources	-	-	-	-	-	-	-	5,810,420
Intermediate sources	-	-	-	-	-	-	-	519,566
State sources	-	-	-	-	-	-	-	9,914,811
Federal sources	15,980	7,998	20,989	56,581	29,977	-	-	1,595,714
Other receipts	-	-	-	-	-	156,805	2,568,634	2,751,438
Total receipts	15,980	7,998	20,989	56,581	29,977	156,805	2,568,634	20,591,949
Disbursements:								
Instruction	15,980	-	818	56,183	31,721	-	-	8,028,543
Support services	-	13,125	-	2,541	10	-	-	4,343,893
Noninstructional services	-	-	-	-	-	-	-	812,012
Facilities acquisition and construction	-	-	-	-	-	-	-	552,235
Debt service	-	-	-	-	-	-	-	1,522,504
Nonprogrammed charges	-	-	-	-	-	155,691	2,571,511	4,062,732
Total disbursements	15,980	13,125	818	58,724	31,731	155,691	2,571,511	19,321,919
Excess (deficiency) of receipts over disbursements	-	(5,127)	20,171	(2,143)	(1,754)	1,114	(2,877)	1,270,030
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	4,682
Transfers in	-	-	5,277	-	-	-	-	2,824,276
Transfers out	-	-	(727)	-	-	-	-	(2,824,276)
Total other financing sources (uses)	-	-	4,550	-	-	-	-	4,682
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(5,127)	24,721	(2,143)	(1,754)	1,114	(2,877)	1,274,712
Cash and investments - ending	\$ -	\$ (5,127)	\$ 24,958	\$ (5,475)	\$ (1,754)	\$ 3,568	\$ (2,910)	\$ 4,296,492

PAOLI COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF PAYABLES AND RECEIVABLES  
June 30, 2019

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	<u>\$ 198,191</u>	<u>\$ 127,069</u>

PAOLI COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF LEASES AND DEBT  
June 30, 2019

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Paoli Community School Building Corporation	Refunding Bonds	\$ 289,500	12/31/2009	12/31/2020
Paoli Community School Building Corporation	Casino Revenue Bond	220,000	12/31/2009	6/30/2027
Paoli Community School Building Corporation	Sports Complex Lease Rental	<u>132,500</u>	11/24/2014	1/15/2035
Total governmental activities		<u>642,000</u>		
Total of annual lease payments		<u>\$ 642,000</u>		

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose	
Governmental activities:		
Notes and loans payable	Common School Loans A0448	\$ 31,144
Notes and loans payable	Common School Loans A0461	\$ 93,750
Notes and loans payable	Common School Loans A0528	1,110,878
Notes and loans payable	Common School Loans A0567	<u>6,122,449</u>
Total governmental activities		<u>7,358,221</u>
Totals		<u>\$ 7,358,221</u>

PAOLI COMMUNITY SCHOOL CORPORATION  
 SCHEDULE OF CAPITAL ASSETS  
 June 30, 2019

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	\$ 212,393
Buildings	49,298,381
Improvements other than buildings	2,007,258
Machinery, equipment, and vehicles	<u>5,506,576</u>
Total governmental activities	<u>57,024,608</u>
Total capital assets	<u>\$ 57,024,608</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/>.