

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

FEDERAL COMPLIANCE AUDIT REPORT

OF

LOGANSPORT COMMUNITY SCHOOL CORPORATION

CASS COUNTY, INDIANA

July 1, 2017 to June 30, 2019



FILED
02/27/2020

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Gregory E. Korreckt	07-01-17 to 06-30-20
Superintendent of Schools	Michele M. Starkey	07-01-17 to 06-30-20
President of the School Board	Scott B. Kraud Bill J. Cuppy	01-01-17 to 12-31-18 01-01-19 to 12-31-19



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENT PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

TO: THE OFFICIALS OF THE LOGANSPORT COMMUNITY
SCHOOL CORPORATION, CASS COUNTY, INDIANA

We have audited, 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, the financial statement of the Logansport Community School Corporation (School Corporation), for the period of July 1, 2017 to June 30, 2019, and the related notes to the financial statement, which collectively comprise the School Corporation's financial statement and have issued our report thereon dated December 5, 2019, wherein we noted the School Corporation followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered the School Corporation's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the School Corporation's financial statement will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.


INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENT PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*
(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Corporation's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Corporation's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

December 5, 2019, except for our report on the Schedule of Expenditures
of Federal Awards, for which the date is February 20, 2020



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

TO: THE OFFICIALS OF THE LOGANSPORT COMMUNITY SCHOOL CORPORATION, CASS COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Logansport Community School Corporation's (School Corporation) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the period of July 1, 2017 to June 30, 2019. The School Corporation's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School Corporation's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School Corporation's compliance.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE
(Continued)

Opinion on Each Major Federal Program

In our opinion, the School Corporation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the period of July 1, 2017 to June 30, 2019.

Report on Internal Control over Compliance

Management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Corporation's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as item 2019-001, that we consider to be a material weakness.

The School Corporation's response to the internal control over compliance findings identified in our audit is described in the accompanying Corrective Action Plan. The School Corporation's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE
(Continued)

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statement of the School Corporation, as of and for the period of July 1, 2017 to June 30, 2019, and the related notes to the financial statement. We issued our report thereon dated December 5, 2019, which contained a dual opinion on the financial statement. An adverse opinion was issued regarding the presentation in accordance with U.S. Generally Accepted Accounting Principles, and an unmodified opinion was issued regarding the presentation in accordance with the Regulatory Basis of Accounting. Our audit was conducted for the purpose of forming an opinion on the financial statement as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the financial statement as a whole.


Paul D. Joyce, CPA
State Examiner

February 20, 2020

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

The Schedule of Expenditures of Federal Awards and accompanying notes presented were approved by management of the School Corporation. The schedule and notes are presented as intended by the School Corporation.

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LOGANSPOUR COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Years Ended June 30, 2018 and 2019

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient 06-30-18	Total Federal Awards Expended 06-30-18	Passed Through to Subrecipient 06-30-19	Total Federal Awards Expended 06-30-19
Department of Agriculture							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553					
Breakfast			FY 2017	\$ -	\$ 40,849	\$ -	\$ -
Breakfast			FY 2018	-	159,228	-	44,790
Breakfast			FY 2019	-	-	-	162,487
Total - School Breakfast Program				-	200,077	-	207,277
National School Lunch Program							
Lunch	Indiana Department of Education	10.555	FY 2017	-	259,437	-	-
Lunch			FY 2018	-	974,693	-	275,140
Lunch			FY 2019	-	-	-	980,119
Commodities			FY 2018	-	192,620	-	-
Commodities			FY 2019	-	-	-	200,953
Total - National School Lunch Program				-	1,426,750	-	1,456,212
Summer Food Service Program for Children							
Summer Food Service	Indiana Department of Education	10.559	FY 2017	-	49,732	-	-
Summer Food Service			FY 2018	-	-	-	47,254
Total - Summer Food Service Program for Children				-	49,732	-	47,254
Total - Child Nutrition Cluster				-	1,676,559	-	1,710,743
Child Nutrition Discretionary Grants Limited Availability							
National School Lunch Assistance Grant (5952)	Indiana Department of Education	10.579	FY 2018	-	20,000	-	-
Total - Department of Agriculture				-	1,696,559	-	1,710,743
Department of Labor							
WIOA Cluster							
WIOA Adult Program	Indiana Department of Workforce Development	17.258					
Work Ethic Coordinator			22203	-	-	-	25,000
WIOA Dislocated Worker Formula Grants	Indiana Department of Workforce Development	17.278					
Project Pride			AA-28315-16-55-A-18	-	26,642	-	3,358
Total - WIOA Cluster				-	26,642	-	28,358
Department of Education							
Special Education Cluster (IDEA)							
Special Education Grants to States	Indiana Department of Education	84.027					
IDEA FY2017 (5253)			14217-035-PN01	-	687,875	-	5,999
IDEA FY18 (5254)			18611-035-PN01	-	277,061	-	668,531
IDEA FY19 (5255)			19611-035-PN01	-	-	-	123,423
Total - Special Education Grants to States				-	964,936	-	797,953

LOGANSPOUR COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Years Ended June 30, 2018 and 2019

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient 06-30-18	Total Federal Awards Expended 06-30-18	Passed Through to Subrecipient 06-30-19	Total Federal Awards Expended 06-30-19
Special Education Preschool Grants	Indiana Department of Education	84.173					
Preschool FY18 (5260)			18619-035-PN01	-	15,758	-	24,392
PreSchool FY19 (5261)			19619-035-PN01	-	-	-	9,575
Preschool FY 2017 (5269)			45717-035-PN01	-	24,028	-	1,351
Total - Special Education Preschool Grants				-	39,786	-	35,318
Total - Special Education Cluster (IDEA)				-	1,004,722	-	833,271
Adult Education - Basic Grant to States	Lafayette School Corporation	84.002					
Adult Ed 16-17 (5559)			5104180P16ABEGR	-	10,869	-	-
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010					
Title I 16-17 (4146)			17-0875	-	91,843	-	-
Title I 17-18 (4147)			18-0875	-	544,045	-	133,543
Title I 18-19 (4148)			18611-001-PN01	-	-	-	488,029
Total - Title I Grants to Local Educational Agencies				-	635,888	-	621,572
Career and Technical Education -- Basic Grants to States	Indiana Department of Education	84.048					
Carl Perkins 16-17 (6239)			16-4700-0875	-	29,004	-	-
CTE Summer Expansion Grant (6242)			18A-4700-875	-	-	-	5,341
Carl Perkins 18-19 (6243)			19-4700-875	-	-	-	101,582
Perkins Rural Grant 15-16 (6238)			A58-6-16CI-3239	-	500	-	-
Perkins Rural Grant 16-17 (6221)			A58-7-17CI-3980	-	17,256	-	-
Perkins Rural Grant 2018 (6241)			A58-8-18CI-8195	-	53,664	-	39,015
Carl Perkins 17-18 (6240)			FY18	-	65,318	-	34,801
Total - Career and Technical Education -- Basic Grant to States				-	165,742	-	180,739
Education for Homeless Children and Youth	Indiana Department of Education	84.196					
McKinney Vento 18-19 (4178)			7000S196A170015	-	-	-	40,420
McKinney Vento 17-18 (4177)			7000S196A160015	-	36,546	-	7,504
McKinney Vento 16-17 (4176)			FY 16	-	8,212	-	-
Total - Education for Homeless Children and Youth				-	44,758	-	47,924
Twenty-First Century Community Learning Centers	Indiana Department of Education	84.287					
21st Century Community Learning Centers (6600)			5287C160014	-	184,845	-	6,638
21st Century Comm Learning Centers FY19 (6601)			S287C170014	-	-	-	150,000
Total - Twenty-First Century Community Learning Centers				-	184,845	-	156,638
Rural Education	Indiana Department of Education	84.358					
Rural and Low Income School FY15 (6873)			7000S358B150014	-	870	-	-
Rural and Low Income School FY16 (6874)			S358B0160014	-	24,407	-	72,235
Rural and Low Income School FY17 (6875)			S358B170014	-	-	-	40,026
Total - Rural Education				-	25,277	-	112,261

LOGANSPOUT COMMUNITY SCHOOL CORPORATION
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Years Ended June 30, 2018 and 2019

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient 06-30-18	Total Federal Awards Expended 06-30-18	Passed Through to Subrecipient 06-30-19	Total Federal Awards Expended 06-30-19
English Language Acquisition State Grants	Indiana Department of Education	84.365					
Title III Limited Eng Prof 15-17 (6888)			01116-009-PN01	-	7,882	-	-
T III Limited Eng Prof 16-18 (6889)			01117-007-PN01	-	75,421	-	23,049
Title III Limited Eng Prof 17-18 (6881)			01118-005-PN01	-	47,877	-	83,190
Title III Limited English Prof 18-20 (6882)			01119-008-PN01	-	-	-	52,562
Total - English Language Acquisition State Grants				-	131,180	-	158,801
Supporting Effective Instruction State Grants	Indiana Department of Education	84.367					
T IIA Improving Teacher Quality 16-17 (6849)			S367A150015	-	58,449	-	-
T IIA Improving Tchr Qual FY16 (6840)			S367A160013	-	123,310	-	53,063
Title IIA Supporting Effective Instr			S367A170013	-	-	-	126,130
Total - Supporting Effective Instruction State Grants				-	181,759	-	179,193
Student Support and Academic Enrichment Program	Indiana Department of Education	84.424					
T IVA Student Support & Academic Enrichment FY18 (5830)			S424A180015	-	-	-	44,994
Total - Department of Education				-	2,385,040	-	2,335,393
Department of Health and Human Services							
Medicaid Cluster	Indiana Department of Education	93.778					
Medical Assistance Program							
Medicaid			FY 2018	-	3,949	-	-
Medicaid			FY 2019	-	-	-	4,286
Total - Medical Assistance Program				-	3,949	-	4,286
Total - Medicaid Cluster				-	3,949	-	4,286
Total federal awards expended				\$ -	\$ 4,112,190	\$ -	\$ 4,078,780

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

LOGANSPORT COMMUNITY SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Summary of Significant Accounting Policies

A. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the School Corporation under programs of the federal government for the years ended June 30, 2018 and 2019. The information in the SEFA is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the SEFA presents only a select portion of the operations of the School Corporation, it is not intended to and does not present the financial position of the School Corporation.

The Uniform Guidance requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$750,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with Indiana Code (IC 5-11-1-25), audits of school corporations shall be conducted biennially. Such audits shall include both years within the biennial period.

B. Other Significant Accounting Policies

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received.

Note 2. Indirect Cost Rate

The School Corporation has elected to not use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 3. Special Education Cooperative

The School Corporation is a member of, and the fiscal agent for, a special education cooperative. As a result, some activity for the Special Education Cluster (IDEA) that is presented as receipts and disbursements in the financial statement is not presented on the SEFA for the School Corporation, but is reported on the SEFAs of the member school corporations as appropriate.

LOGANSPORT COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiencies identified?	no
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	yes

Identification of Major Programs and type of auditor's report issued on compliance for each:

CFDA Number	Name of Federal Program or Cluster	Opinion Issued
	Child Nutrition Cluster	Unmodified
	Special Education Cluster (IDEA)	Unmodified
84.010	Title I Grants to Local Educational Agencies	Unmodified

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee?	yes
----------------------------------------	-----

Section II - Financial Statement Findings

No matters are reportable.

Section III - Federal Award Findings and Questioned Costs

FINDING 2019-001

Subject: Child Nutrition Cluster - Special Tests and Provisions - Paid Lunch Equity
 Federal Agency: Department of Agriculture
 Federal Program: National School Lunch Program
 CFDA Number: 10.555
 Federal Award Numbers and Years (or Other Identifying Numbers): FY 2017, FY 2018, FY 2019
 Pass-Through Entity: Indiana Department of Education
 Compliance Requirement: Special Tests and Provisions - Paid Lunch Equity
 Audit Finding: Material Weakness

LOGANSPOUT COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Condition and Context

An effective internal control system was not in place at the School Corporation in order to ensure compliance with requirements related to the grant agreement and the Special Tests and Provisions - Paid Lunch Equity compliance requirement.

The Food Service Director prepared the paid lunch equity calculation without review or oversight to ensure the accuracy of the calculation.

The lack of controls was isolated to fiscal year 2017-2018.

Criteria

2 CFR 200.303 states in part:

"The non-Federal entity must:

- (a) Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

Cause

The School Corporation's management had not developed a system of internal controls to ensure compliance with the grant agreement and the Special Tests and Provisions - Paid Lunch Equity compliance requirement.

Effect

The failure to establish an effective internal control system placed the School Corporation at risk of noncompliance with the grant agreement and the compliance requirement. A lack of segregation of duties within an internal control system could have also allowed noncompliance with the compliance requirement and allowed the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the program.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the School Corporation's management establish a system of internal controls to ensure compliance related to the grant agreement and the Special Tests and Provisions - Paid Lunch Equity compliance requirement.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

AUDITEE-PREPARED DOCUMENTS

The subsequent documents were provided by management of the School Corporation. The documents are presented as intended by the School Corporation.



LOGANSPORT

COMMUNITY SCHOOL CORPORATION

BOARD OF SCHOOL TRUSTEES

Bill J. Cuppy
President

Scott B. Kraud
Vice-President

Milton G. Hess
Secretary

David M. McClure
Member

Michael J. McCord
Member

ADMINISTRATION

Michele M. Starkey
Superintendent

Gregory E. Korreckt
Controller/Treasurer

Tim Moss
Transportation Director

Cyle Dibble
Technology Director

Lindsey Hagerty
Curriculum Director

MEMBER SCHOOLS

Columbia Elementary School
20 East Columbia Street

Fairview Elementary School
846 S. Cicott Street

Franklin Elementary School
410 W. Miami Avenue

Landis Elementary School
One Landis Lane

Columbia 6th Grade Academy
1300 N. Third Street

Logansport Junior High School
2901 Usher Street

Logansport High School
One Berry Lane

Century Career Center
2500 Hopper Street

Website

www.lcsc.k12.in.us



2829 GEORGE STREET ♦ LOGANSPORT, INDIANA 46947 ♦ VOICE 574.722.2911 ♦ FAX 574.722.7634

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2017-001

Fiscal year in which the finding initially occurred: FY2017

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education

Contact Person Responsible for Corrective Action: Gregory E. Korreckt, Business Manager/Controller

Contact Phone Number: 574-722-2911 ext 10270

Status of Audit Finding: Per the guideline in the March 12, 2018, adopted Internal Controls Manual for LCSC, a physical inventory will take place in the Corporation a minimum of each two years. Food Service is currently conducting annual inventory audits.

Finding 2017-002

Fiscal year in which the finding initially occurred: FY2017

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education

Contact Person Responsible for Corrective Action: Sharon Pelley, Director of Special Services/Gregory E. Korreckt, Business Manager/Controller

Contact Phone Number: 574-722-2911 ext 11505 or ext 10270

Status of Audit Finding: Guidelines in the March 12, 2018, adopted LCSC Internal Controls Manual are followed. Regarding Procurement, written comments are being added to documentation when only a single source of supply or service is available. LCSC Internal Controls Manual requires vendor verification under CFR 200.213 suspension and debarment prior to entering into a contract.

Finding 2017-003

Fiscal year in which the finding initially occurred: FY2017

Pass-Through Entity, if pass-through or Federal Grantor Agency, if direct: Indiana Department of Education

Contact Person Responsible for Corrective Action: Susan Swartz, Title I Director/Gregory E. Korreckt, Business Manager/Controller

Contact Phone Number: 574-722-5288 or 574-722-2911 ext 10270

Status of Audit Finding: Control procedures were implemented beginning in the 2016-2017 Title I grant period and continues to be followed.



LOGANSPORT COMMUNITY SCHOOL CORPORATION

2829 GEORGE STREET ♦ LOGANSPORT, INDIANA 46947 ♦ VOICE 574.722.2911 ♦ FAX 574.722.7634

BOARD OF SCHOOL TRUSTEES

- Bill J. Cuppy
President
- Michael J. McCord
Vice-President
- Milton G. Hess
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- David M. McClure
Member
- Scott B. Kraud
Member

ADMINISTRATION

- Michele M. Starkey
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Curriculum Director
- Sharon Pelley
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- Cyle Dibble
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MEMBER SCHOOLS

- Columbia Elementary School
20 East Columbia Street
- Fairview Elementary School
846 S. Cicott Street
- Franklin Elementary School
410 W. Miami Avenue
- Landis Elementary School
One Landis Lane
- Columbia 6th Grade Academy
1300 N. Third Street
- Logansport Junior High School
2901 Usher Street
- Logansport High School
One Berry Lane
- Century Career Center
2500 Hopper Street
- Website
www.lcsc.k12.in.us



CORRECTIVE ACTION PLAN

FINDING 2019-001

Contact Person Responsible for Corrective Action: Gregory E. Korreckt,
Controller/Treasurer
Contact Phone Number: (574) 722-2911

Views of Responsible Official:

We concur with the finding, in order to ensure compliance with requirements related to the grant agreement and the Special Tests and Provisions – Paid Lunch Equity compliance requirement the following Corrective Action Plan has been implemented.

Description of Corrective Action Plan:

Food Service Director to prepare the paid lunch equity calculation. Controller/Treasurer to verify calculation. Both Food Service Director and Controller/Treasurer to sign and date the calculation as approved.

Anticipated Completion Date:

Corrective action as noted above for:
Finding 2019-001 was implemented for the 2018-19 School Year

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/>.