

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

FEDERAL COMPLIANCE AUDIT REPORT

OF

RIVER FOREST COMMUNITY SCHOOL CORPORATION

LAKE COUNTY, INDIANA

July 1, 2017 to June 30, 2019



**FILED**  
03/18/2020



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Lynne M. Styx	07-01-17 to 06-30-20
Superintendent of Schools	Dr. Steven C. Disney, Jr.	07-01-17 to 06-30-20
President of the School Board	H. Marshall Gilliana, II Michelle Martin	07-01-17 to 12-31-18 01-01-19 to 12-31-20



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 RIVER FOREST COMMUNITY  
SCHOOL CORPORATION, LAKE 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 River Forest 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 January 9, 2020, 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 and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as items 2019-001 and 2019-002, that we consider to be material weaknesses.

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***

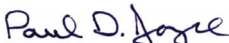
As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2019-001 and 2019-002.

***River Forest Community School Corporation's Response to Findings***

The School Corporation's response to the 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 the financial statement and, accordingly, we express no opinion on it.

***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

January 9, 2020, except for the Schedule of Expenditures of  
Awards, for which the date is February 27, 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 RIVER FOREST COMMUNITY SCHOOL CORPORATION, LAKE COUNTY, INDIANA

**Report on Compliance for Each Major Federal Program**

We have audited the River Forest 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. Except as discussed below, 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.

***Basis for Qualified Opinion on Title I Grants to Local Educational Agencies***

As described in item 2019-010 in the accompanying Schedule of Findings and Questioned Costs, we were unable to obtain sufficient appropriate audit evidence supporting compliance of the School Corporation with Title I Grants to Local Educational Agencies regarding Special Tests and Provisions - Assessment System Security. Consequently, we were unable to determine whether the School Corporation complied with those requirements applicable to the program.

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)

***Qualified Opinion on Title I Grants to Local Educational Agencies***

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion on Title I Grants to Local Educational Agencies* paragraph, 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 Title I Grants to Local Educational Agencies for the period of July 1, 2017 to June 30, 2019.

***Unmodified Opinion on Each of the Other Major Federal Programs***

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 other major federal programs identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs for the period of July 1, 2017 to June 30, 2019.

***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2019-003, 2019-005, 2019-007, 2019-008, and 2019-009. Our opinion on each major federal program is not modified with respect to these matters.

The School Corporation's response to the noncompliance 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.

**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.

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)


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 items 2019-003, 2019-004, 2019-005, 2019-006, 2019-007, 2019-008, 2019-009, and 2019-010, that we consider to be material weaknesses.

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.

**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 January 9, 2020, 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 27, 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.

RIVER FOREST 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
<u>Department of Agriculture</u>							
Child Nutrition Cluster							
School Breakfast Program	Indiana Department of Education	10.553	FY 17-18, FY 18-19	\$ -	\$ 189,652	\$ -	\$ 174,730
School Breakfast Program							
National School Lunch Program	Indiana Department of Education	10.555	FY 17-18, FY 18-19	-	662,135	-	628,525
National School Lunch Program							
National School Lunch Program - Commodities			FY 17-18, FY 18-19	-	61,231	-	61,824
Total - National School Lunch Program				-	723,366	-	690,349
Summer Food Service Program for Children	Indiana Department of Education	10.559	FY 17-18, FY 18-19	-	28,636	-	26,622
Summer Food Service Program							
Total - Child Nutrition Cluster				-	941,654	-	891,701
Total - Department of Agriculture				-	941,654	-	891,701
<u>Department of Education</u>							
Special Education Cluster							
Special Education Grants to States	Indiana Department of Education	84.027					
SpecialEd IDEA 611			14216-045-PN01	-	1,472	-	-
SpecialEd IDEA 611			14217-045-PN01	-	98,215	-	-
SpecialEd IDEA 611			18611-045-PN01	-	321,696	-	47,855
SpecialEd IDEA 611			19611-045-PN01	-	-	-	318,853
Total - Special Education Grants to States				-	421,383	-	366,708
Special Education Preschool Grants	Indiana Department of Education	84.173					
SpecialEd Preschool 619			18619-045-PN01	-	5,453	-	7,315
SpecialEd Preschool 619			19619-045-PN01	-	-	-	6,356
SpecialEd Preschool 619			45717-045-PN01	-	6,342	-	-
Total - Special Education Preschool Grants				-	11,795	-	13,671
Total - Special Education Cluster				-	433,178	-	380,379

RIVER FOREST 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
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010					
Title I 2016-2017			17-4590	-	158,422	-	-
Title I 2017-2018			18-4590	-	446,155	-	176,388
Title I School Improvement Grant			S010A170014	-	-	-	111,287
Title I 2018-2019			19-4590	-	-	-	371,028
Total - Title I Grants to Local Educational Agencies				-	604,577	-	658,703
English Language Acquisition State Grants	Indiana Department of Education	84.365					
Title III 2015-2017			01116-048-PN01	-	12,750	-	-
Title III 2016-2018			01117-048-PN01	-	-	-	25,788
Total - English Language Acquisition State Grants				-	12,750	-	25,788
Supporting Effective Instruction State Grants	Indiana Department of Education	84.367					
Title II Part A FFY 2015			S367A150015	-	2,423	-	-
Title II Part A FFY 2016			SA367A160013	-	65,492	-	-
Title II Part A FFY 2017			SA367A170013	-	43,401	-	25,934
Total - Supporting Effective Instruction State Grants				-	111,316	-	25,934
Student Support and Academic Enrichment Program	Indiana Department of Education	84.424					
Title IV Student Support and Academic Enrichment			S424A170015	-	-	-	49,950
Total - Student Support and Academic Enrichment Program				-	-	-	49,950
Total - Department of Education				-	1,161,821	-	1,140,754
Total federal awards expended				\$ -	\$ 2,103,475	\$ -	\$ 2,032,455

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

RIVER FOREST 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 not to 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 a special education cooperative (Cooperative). As a result, some activity for the Special Education Cluster (IDEA) that is presented as federal awards expended on the SEFA is not presented as receipts and disbursements on the financial statement for the School Corporation. This activity is reported on the financial statement of the Cooperative.

RIVER FOREST 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?	yes
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	yes

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
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
84.010	Child Nutrition Cluster Special Education Cluster Title I Grants to Local Educational Agencies	Unmodified Unmodified Qualified

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

Auditee qualified as low-risk auditee?	no
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**Section II - Financial Statement Findings**

**FINDING 2019-001**

Subject: Financial Transactions  
Audit Finding: Material Weakness, Noncompliance

*Repeat Finding*

This is a repeat finding from the immediately prior audit. The prior audit finding number was 2017-001.

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

*Condition and Context*

There were several deficiencies in the internal control system of the School Corporation related to financial transactions. The School Corporation had not separated incompatible activities related to cash and investments, receipts, and payroll disbursements. Control activities should have been in place to reduce the risks of errors in financial reporting.

*Cash and Investments*

The School Corporation could not provide a bank reconciliation as of June 30, 2019, at the onset of the audit, as it was not yet completed. The internal control procedure in place for cash and investments was not effective, as the bank reconciliations were not completed timely.

*Receipts*

One employee posted receipts to the ledger, prepared deposits, took the deposits to the bank, reconciled the bank accounts, and was able to issue receipts. There was no segregation of duties, such as an oversight, review, or approval process.

Furthermore, the posting of receipts to the proper fund was reviewed with the bank reconciliation for the majority of the audit period. However, since the banks were not reconciled timely as of June 30, 2019, the posting of the receipts to the proper fund was not reviewed timely.

*Payroll Disbursements*

The School Board and Treasurer reviewed the payroll deductions and gross payroll, however, the report that was approved did not list the employees individually by fund. Therefore, it could not be determined that a control was in place to ensure that employees were paid the proper rates or from the proper funds.

*Criteria*

The Indiana State Board of Accounts (SBOA) is required under Indiana Code 5-11-1-27(e) to define the acceptable minimum level of internal control standards. To provide clarifying guidance, the State Examiner compiled the standards contained in the manual, *Uniform Internal Control Standards for Indiana Political Subdivisions*. All political subdivisions subject to audit by SBOA are expected to adhere to these standards. The standards include adequate control activities. According to this manual:

"Control activities are the actions and tools established through policies and procedures that help to detect, prevent, or reduce the identified risks that interfere with the achievement of objectives. Detection activities are designed to identify unfavorable events in a timely manner whereas prevention activities are designed to deter the occurrence of an unfavorable event. Examples of these activities include reconciliations, authorizations, approval processes, performance reviews, and verification processes.

An integral part of the control activity component is segregation of duties. . . .

There is an expectation of segregation of duties. If compensating controls are necessary, documentation should exist to identify both the areas where segregation of duties are not feasible or practical and the compensating controls implemented to mitigate the risk. . . .

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

The Green Book identifies a list of control activity categories that are meant only to illustrate the range and variety of control activities; the list is by no means all inclusive, but is reproduced here for reference purposes: . . .

- Accurate and timely recording of transactions . . ."

Indiana Code 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

*Cause*

Management of the School Corporation had not established a proper system of internal control.

*Effect*

The failure to establish a system of internal controls enabled noncompliance to occur and could have enabled material misstatements or irregularities to occur and not be detected.

*Views of Responsible Officials*

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

**FINDING 2019-002**

Subject: Preparation of the Schedule of Expenditures of Federal Awards  
Audit Findings: Material Weakness, Noncompliance

*Repeat Finding*

This is a repeat finding from the immediately prior audit. The prior audit finding number was 2017-002.

*Condition and Context*

The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA).

The School Corporation failed to properly review the federal grant information prepared and submitted in the Indiana Gateway for Government Units financial reporting system, which was the source of the SEFA. An oversight or review process had been put in place; however, the control was not effective as evidenced by the errors on the SEFA identified below.

Due to the lack of effective controls, the following errors resulted in the understatement of the SEFA by \$101,126 and \$24,931 as of June 30, 2018 and 2019, respectively:

1. The National School Lunch Program Commodities were understated by \$1,199 as of June 30, 2018, and overstated by \$3,501 as of June 30, 2019.
2. The Summer Food Service Program for Children expenditures were understated by \$2,689 as of June 30, 2018.

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

3. The Special Education Grants to States expenditures were understated by \$1,472 as of June 30, 2018.
4. The Title I Grants to Local Educational Agencies expenditures were understated by \$97,805 and \$28,432 as of June 30, 2018 and 2019, respectively.
5. The Supporting Effective Instruction State Grant expenditures were overstated by \$2,039 as of June 30, 2018.
6. Seven of the federal programs did not have the correct program title.
7. Two of the federal programs did not have the correct identifying numbers and three programs did not have an identifying number included in the SEFA.

Audit adjustments were proposed, accepted by the School Corporation, and made to the SEFA presented in this report.

*Criteria*

The Indiana State Board of Accounts (SBOA) is required under Indiana Code 5-11-1-27(e) to define the acceptable minimum level of internal control standards. To provide clarifying guidance, the State Examiner compiled the standards contained in the manual, *Uniform Internal Control Standards for Indiana Political Subdivisions*. All political subdivisions subject to audit by SBOA are expected to adhere to these standards. The standards include adequate control activities. According to this manual:

"Control activities are the actions and tools established through policies and procedures that help to detect, prevent, or reduce the identified risks that interfere with the achievement of objectives. Detection activities are designed to identify unfavorable events in a timely manner whereas prevention activities are designed to deter the occurrence of an unfavorable event. Examples of these activities include reconciliations, authorizations, approval processes, performance reviews, and verification processes.

An integral part of the control activity component is segregation of duties. . . .

There is an expectation of segregation of duties. If compensating controls are necessary, documentation should exist to identify both the areas where segregation of duties are not feasible or practical and the compensating controls implemented to mitigate the risk. . . .

The Green Book identifies a list of control activity categories that are meant only to illustrate the range and variety of control activities; the list is by no means all inclusive, but is reproduced here for reference purposes: . . .

- Accurate and timely recording of transactions. . . ."

2 CFR 200.508 states in part:

"The auditee must: . . .

- (b) Prepare appropriate financial statements, including the schedule of expenditures of Federal awards in accordance with § 200.510 Financial statements. . . ."

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

2 CFR 200.510(b) states:

*"Schedule of expenditures of Federal awards.* The auditee must also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements which must include the total Federal awards expended as determined in accordance with § 200.502 Basis for determining Federal awards expended. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple Federal award years, the auditee may list the amount of Federal awards expended for each Federal award year separately. At a minimum, the schedule must:

- (1) List individual Federal programs by Federal agency. For a cluster of programs, provide the cluster name, list individual Federal programs within the cluster of programs, and provide the applicable Federal agency name. For R&D, total Federal awards expended must be shown either by individual Federal award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.
- (2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity must be included.
- (3) Provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available. For a cluster of programs also provide the total for the cluster.
- (4) Include the total amount provided to subrecipients from each Federal program.
- (5) For loan or loan guarantee programs described in § 200.502 Basis for determining Federal awards expended, paragraph (b), identify in the notes to the schedule the balances outstanding at the end of the audit period. This is in addition to including the total Federal awards expended for loan or loan guarantee programs in the schedule.
- (6) Include notes that describe that significant accounting policies used in preparing the schedule, and note whether or not the auditee elected to use the 10% de minimis cost rate as covered in § 200.414 Indirect (F&A) costs."

*Cause*

The School Corporation's management had not established a system of internal control that would have ensured proper reporting of the SEFA.

*Effect*

Without a proper system of internal control in place that operated effectively, material misstatements of the SEFA remained undetected. The SEFA contained the errors identified in the *Condition and Context*.

*Views of Responsible Officials*

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

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

**Section III - Federal Award Findings and Questioned Costs**

**FINDING 2019-003**

Subject: Child Nutrition Cluster - Allowable Costs/Cost Principles  
Federal Agency: Department of Agriculture  
Federal Programs: School Breakfast Program, National School Lunch Program,  
Summer Food Service Program for Children  
CFDA Numbers: 10.553, 10.555, 10.559  
Federal Award Numbers and Years (or Other Identifying Numbers): FY 17-18, FY18-19  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Allowable Costs/Cost Principles  
Audit Findings: Material Weakness, Other Matters

*Repeat Finding*

This is a repeat finding from the immediately prior audit. The prior audit finding number was 2017-004.

*Condition and Context*

The School Corporation had not established an effective internal control system related to the grant agreement and the Allowable Costs/Cost Principles compliance requirement.

The Food Service Director reviewed and approved the food service employees' hours worked prior to the Deputy Treasurer processing payroll costs. However, a review or oversight process was not established to ensure that allowable costs principles were followed, and to ensure the accuracy of the amount charged to the School Lunch fund.

The School Corporation employed playground aides that supervised children in the lunchroom as well as the playground. In March of 2016, the School Corporation split the salary of the playground aides; 80 percent to the School Lunch fund and 20 percent charged to the General fund. There was no supporting documentation for how the School Corporation determined the percentages for these employees. The employees' timesheets did not indicate the actual time spent in the lunch room for 8 of 40 payroll disbursements tested. The School Corporation did not maintain supporting documentation for the rate of pay for the playground aides in 10 of the 40 payroll disbursements tested.

A custodian's time record did not properly support the amount of payroll paid from the School Lunch fund in 3 of the 40 payroll disbursements tested.

In addition, there was one instance in which an employee was paid the incorrect rate, which resulted in an underpayment to the employee.

These errors resulted in known questioned costs of \$3,741.

The lack of controls and the noncompliance were systemic issues throughout the audit period.

*Criteria*

2 CFR 200.303 states in part:

"The non-Federal entity must:

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

(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). . . ."

2 CFR 200.403 states in part:

"Except where otherwise authorized by statute, costs must meet the following general criteria in order to be allowable under Federal awards:

- (a) Be necessary and reasonable for the performance of the Federal award and be allocable thereto under these principles.
- (b) Conform to any limitations or exclusions set forth in these principles or in the Federal award as to types or amount of cost items. . . .
- (g) Be adequately documented. . . ."

2 CFR 200.430(i) states in part:

"*Standards for Documentation of Personnel Expenses* (1) Charges to Federal awards for salaries and wages must be based on records that accurately reflect the work performed. These records must:

- (i) Be supported by a system of internal control which provides reasonable assurance that the charges are accurate, allowable, and properly allocated; . . .
- (ii) Be incorporated into the official records of the non-Federal entity;
- (iii) Reasonably reflect the total activity for which the employee is compensated by the non-Federal entity, not exceeding 100% of compensated activities (for IHE, this per the IHE's definition of IBS); . . .
- (vii) Support the distribution of the employee's salary or wages among specific activities or cost objectives if the employee works on more than one Federal award; a Federal award and non-Federal award; an indirect cost activity and a direct cost activity; two or more indirect activities which are allocated using different allocation bases; or an unallowable activity and a direct or indirect cost activity. . . ."

*Cause*

The School Corporation's management had not developed a system of internal controls to ensure compliance with the grant agreement and the Allowable Costs/Cost Principles compliance requirement.

*Effect*

The failure to establish an effective internal control system enabled material noncompliance to go undetected. Noncompliance with the grant agreement and the Allowable Costs/Cost Principles compliance requirement could have resulted in the loss of federal funds to the School Corporation.

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

*Questioned Costs*

Known questioned costs of \$3,741 were identified in the *Condition and Context*.

*Recommendation*

We recommended that the School Corporation's management establish controls to ensure compliance and comply with the Allowable Costs/Cost Principles compliance requirement.

*Views of Responsible Officials*

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

**FINDING 2019-004**

Subject: Child Nutrition Cluster - Internal Controls

Federal Agency: Department of Agriculture

Federal Programs: School Breakfast Program, National School Lunch Program,  
Summer Food Service Program for Children

CFDA Numbers: 10.553, 10.555, 10.559

Federal Award Numbers and Years (or Other Identifying Numbers): FY 17-18, FY 18-19

Pass-Through Entity: Indiana Department of Education

Compliance Requirements: Activities Allowed or Unallowed, Cash Management, Special Tests and  
Provisions - Verification of Free and Reduced Price Applications (NSLP),  
Special Tests and Provisions - School Food Accounts

Audit Finding: Material Weakness

*Repeat Finding*

This is a repeat finding from the immediately prior audit. The prior audit finding numbers were 2017-003 and 2017-004.

*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 compliance requirements listed above.

*Activities Allowed or Unallowed*

The Food Service Director reviewed and approved the food service employees' hours worked prior to the Deputy Treasurer processing payroll costs. However, a review or oversight process was not established to ensure that only those food service employees' payroll approved by the Food Service Director were recorded in the School Lunch fund.

*Cash Management*

The School Corporation had not established procedures to monitor the School Lunch fund monthly cash balances to ensure that they were limited to three months average expenditures. A review process was not established to document the monitoring of the cash balances.

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

*Special Tests and Provisions - Verification of Free and Reduced Applications (NSLP)  
(School Breakfast Program and National School Lunch Program only)*

There was no documentation that an oversight or review process had been established to ensure accuracy of the verifications performed.

*Special Tests and Provisions - School Food Accounts (School  
Breakfast Program and National School Lunch Program only)*

A school food account had been established for the School Corporation; however, an oversight or review process of the amounts expended in the school food account had not been established.

The lack of controls was a systemic issue throughout the audit period for Activities Allowed or Unallowed, Cash Management, and Special Tests and Provisions - School Food Accounts. The lack of controls over Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP) was isolated to fiscal year 2018-2019.

*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 compliance requirements listed above.

*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 requirements listed above.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation's management establish controls to ensure compliance with the grant agreement and the Activities Allowed or Unallowed, Cash Management, Special Tests and Provisions - Verification of Free and Reduced Price Applications (NSLP), and Special Tests and Provisions - School Food Accounts compliance requirements.

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

*Views of Responsible Officials*

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

**FINDING 2019-005**

Subject: Child Nutrition Cluster - Procurement

Federal Agency: Department of Agriculture

Federal Programs: School Breakfast Program, National School Lunch Program,  
Summer Food Service Program for Children

CFDA Numbers: 10.553, 10.555, 10.559

Federal Award Numbers and Years (or Other Identifying Numbers): FY 17-18, FY 18-19

Pass-Through Entity: Indiana Department of Education

Compliance Requirement: Procurement and Suspension and Debarment

Audit Findings: Material Weakness, Other Matters

*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 procurement requirements of the Procurement and Suspension and Debarment compliance requirement.

The School Corporation did not always obtain price or rate quotes for purchases of goods or services exceeding the small purchase threshold from an adequate number of sources. The School Corporation also did not document the rationale for the method of procurement, especially when a noncompetitive proposal method was used.

The lack of controls and noncompliance were systemic issues throughout the audit period. Purchases from six of the seven vendors tested were not in compliance with the small purchase guidelines.

*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). . . ."

2 CFR 200.320(b) states:

"Procurement by small purchase procedures. Small purchase procedures are those relatively simple and informal procurement methods for securing services, supplies, or other property that do not cost more than the Simplified Acquisition Threshold. If small purchase procedures are used, price or rate quotations must be obtained from an adequate number of qualified sources."

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

*Cause*

The School Corporation's management had not developed a system of internal controls that would have ensured compliance with the procurement requirements.

*Effect*

The failure to establish an effective internal control system enabled noncompliance to go undetected. Noncompliance with the grant agreement and the procurement requirements could have resulted in the loss of federal funds to the School Corporation.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation's management establish controls to ensure compliance and comply with the Procurement and Suspension and Debarment compliance requirement.

*Views of Responsible Officials*

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

**FINDING 2019-006**

Subject: Title I Grants to Local Educational Agencies - Internal Controls

Federal Agency: Department of Education

Federal Program: Title I Grant to Local Educational Agencies

CFDA Number: 84.010

Federal Award Numbers and Years (or Other Identifying Numbers): 17-4590, 18-4590, 19-4590,  
S010A170014

Pass-Through Entity: Indiana Department of Education

Compliance Requirements: Activities Allowed or Unallowed, Reporting

Audit Finding: Material Weakness

*Repeat Finding*

This is a repeat finding from the immediately prior audit regarding Activities Allowed or Unallowed. The prior audit finding number was 2017-006.

*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 compliance requirements listed above.

*Activities Allowed or Unallowed*

A proper system of oversight or review was not established to ensure that the payroll disbursements recorded in the grant funds were only for allowable activities.

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

*Reporting*

The Indiana Department of Education (State) used the Form 9 financial reports submitted by the School Corporation to determine if they met the required maintenance of effort and in the State's submission of the average State per pupil expenditure data submitted to the National Center for Education Statistics. These reports were comprised of the School Corporation's transactions recorded during the audit period.

Controls were not in place to ensure that expenditures were recorded properly by fund, account, and object code.

The lack of controls was a systemic issue throughout the audit period.

*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 compliance requirements listed above.

*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 requirements listed above.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation's management establish controls to ensure compliance with the Activities Allowed or Unallowed and Reporting compliance requirements.

*Views of Responsible Officials*

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

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

***FINDING 2019-007***

Subject: Title I Grants to Local Educational Agencies - Allowable Costs/Cost Principles  
Federal Agency: Department of Educations  
Federal Program: Title I Grants to Local Educational Agencies  
CFDA Number: 84.010  
Federal Award Numbers and Years (or Other Identifying Numbers): 17-4590, 18-4590, 19-4590,  
S010A170014  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Allowable Costs/Cost Principles  
Audit Findings: Material Weakness, Other Matters

*Repeat Finding*

This is a repeat finding from the immediately prior audit. The prior audit finding number was 2017-006.

*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 Allowable Costs/Cost Principles compliance requirement.

A proper system of oversight or review was not established to ensure that the payroll disbursements recorded in the grant funds were for allowable costs per the grant budget and agreement.

Disbursements were charged to the school improvement portion of the Title I Grants to Local Educational Agencies grant fund that were not in compliance with the Allowable Costs/Cost Principles compliance requirement. Stipends were paid out of the grant fund for personnel who attended training; however, these types of expenditures were not included in the school improvement grant budget submitted and approved by the pass-through agency. These disbursements totaled \$11,220 and were considered questioned costs.

The lack of controls was a systemic issue throughout the audit period. The noncompliance was isolated to the questioned costs described above.

*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). . . ."

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

2 CFR 200.403 states in part:

"Except where otherwise authorized by statute, costs must meet the following general criteria in order to be allowable under Federal awards: . . .

- (b) Conform to any limitations or exclusions set forth in these principles or in the Federal award as to types or amount of cost items. . . ."

2 CFR 200.430(a) states in part:

"Compensation for personal services includes all remuneration, paid currently or accrued, for services of employees rendered during the period of performance under the Federal award, including but not necessarily limited to wages and salaries. Compensation for personal services may also include fringe benefits which are addressed in §200.431 Compensation—fringe benefits. Costs of compensation are allowable to the extent that they satisfy the specific requirements of this part, and that the total compensation for individual employees:

- (1) Is reasonable for the services rendered and conforms to the established written policy of the non-Federal entity consistently applied to both Federal and non-Federal activities;
- (2) Follows an appointment made in accordance with a non-Federal entity's laws and/or rules or written policies and meets the requirements of Federal statute, where applicable; . . ."

*Cause*

The School Corporation's management had not developed a system of internal controls that would have ensured compliance with the grant agreement and the Allowable Costs/Cost Principles compliance requirement.

*Effect*

The failure to establish an effective internal control system enabled material noncompliance to go undetected. Noncompliance with the grant agreement and the Allowable Costs/Cost Principles compliance requirement could have resulted in the loss of federal funds to the School Corporation.

*Questioned Costs*

Known questioned costs of \$11,220 were identified in the *Condition and Context*.

*Recommendation*

We recommended that the School Corporation's management establish effective internal controls to ensure compliance and comply with the Allowable Costs/Cost Principles compliance requirement.

*Views of Responsible Officials*

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

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

**FINDING 2019-008**

Subject: Title I Grants to Local Educational Agencies - Eligibility  
Federal Agency: Department of Education  
Federal Program: Title I Grants to Local Educational Agencies  
CFDA Number: 84.010  
Federal Award Numbers and Years (or Other Identifying Numbers): 17-4590, 18-4590, 19-4590,  
S010A170014  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Eligibility  
Audit Findings: Material Weakness, Other Matters

*Repeat Finding*

This is a repeat finding from the immediately prior audit. The prior audit finding number was 2017-007.

*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 Eligibility compliance requirement.

Eligibility for Title I was determined on the Eligible School Summary of the Title I application. The Indiana Department of Education prepopulated the School Corporation's enrollment and poverty numbers based upon Real Time (RT) data reports that are updated weekly by the School Corporation.

The RT reports for fiscal years 2016-2017 and 2017-2018 were tested to determine if the School Corporation's enrollment and poverty figures were accurate for 2017-2018 and 2018-2019 Title I applications, respectively. Testing determined that the poverty (socioeconomic) status was incorrectly reported for students in 2016-2017 and 2017-2018 based upon comparison to the School Corporation's school nutrition records. Four students were erroneously reported as paid and one student as reduced, but according to school nutrition records their poverty status was free. The School Corporation was not in compliance with the eligibility requirement.

The lack of controls and noncompliance were systemic issues throughout the audit period.

*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). . . ."

RIVER FOREST COMMUNITY SCHOOL CORPORATION  
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(Continued)

34 CFR 200.78(a)(1) states in part:

". . . an LEA must allocate funds under this subpart to school attendance areas and schools, identified as eligible and selected to participate under section 1113(a) or (b) of the ESEA, in rank order on the basis of the total number of public school children from low-income families in each area or school."

*Cause*

The School Corporation's management had not developed a system of internal controls that would have ensured compliance with the Eligibility compliance requirement.

*Effect*

The failure to establish an effective internal control system enabled material noncompliance to go undetected. Noncompliance with the grant agreement and the eligibility requirements could have resulted in the loss of federal funds to the School Corporation.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation's management establish controls to ensure compliance and comply with the Eligibility compliance requirement.

*Views of Responsible Officials*

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

**FINDING 2019-009**

Subject: Title I Grants to Local Educational Agencies - Earmarking  
Federal Agency: Department of Education  
Federal Program: Title I Grants to Local Educational Agencies  
CFDA Number: 84.010  
Federal Award Numbers and Years (or Other Identifying Numbers): 17-4590, 18-4590, 19-4590  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Matching, Level of Effort, Earmarking  
Audit Findings: Material Weakness, Other Matters

*Condition and Context*

The School Corporation had not established an effective internal control system related to the grant agreement and the level of effort and earmarking requirements of the Matching, Level of Effort, Earmarking compliance requirement.

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

*Level of Effort - Maintenance of Effort and Reporting*

The Indiana Department of Education (State) used the Form 9 financial reports submitted by the School Corporation to determine if they met the required maintenance of effort and in the State's submission of the average State per pupil expenditure data submitted to the National Center for Education Statistics. These reports were comprised of the School Corporation's transactions recorded during the audit period.

Controls were not in place to ensure that expenditures were recorded properly by fund, account, and object code.

*Earmarking*

The School Corporation did not have internal controls in place to ensure that expenditures set-aside for Parental Involvement as part of the grant application were disbursed.

Earmarking requirements for Parental Involvement were not met for the fiscal year 2016-2017 and 2017-2018 Title I grants, which ended during the audit period. There was \$538 and \$1,695 disbursed for 2016-2017 and 2017-2018 grants, respectively. However, per the Title I applications, the School Corporation was required to disburse \$5,294 for 2016-2017 grant and \$6,138 for 2017-2018 grant.

The lack of controls related to the level of effort and earmarking requirements and the noncompliance related to the earmarking requirements were systemic issues throughout the audit period.

*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). . . ."

20 USC 6318(a)(3) states in part:

"(A) In general - Each local educational agency shall reserve at least 1 percent of its allocation under subpart 2 to assist schools to carry out the activities described in this section, except that this subparagraph shall not apply if 1 percent of such agency's allocation under subpart 2 for the fiscal year for which the determination is made is \$5,000 or less. Nothing in this subparagraph shall be construed to limit local educational agencies from reserving more than 1 percent of its allocation under subpart 2 to assist schools to carry out activities described in this section. . . ."

(D) Use of Funds - Funds reserved under subparagraph (A) by a local educational agency shall be used to carry out activities and strategies consistent with the local educational agency's parent and family engagement policy, including not less than 1 of the following:

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(Continued)

- (i) Supporting schools and nonprofit organizations in providing professional development for local educational agency and school personnel regarding parent and family engagement strategies, which may be provided jointly to teachers, principals, other school leaders, specialized instructional support personnel, paraprofessionals, early childhood educators, and parents and family members.
- (ii) Supporting programs that reach parents and family members at home, in the community, and at school.
- (iii) Disseminating information on best practices focused on parent and family engagement, especially best practices for increasing the engagement of economically disadvantaged parents and family members.
- (iv) Collaborating, or providing subgrants to schools to enable such schools to collaborate, with community-based or other organizations or employers with a record of success in improving and increasing parent and family engagement.
- (v) Engaging in any other activities and strategies that the local educational agency determines are appropriate and consistent with such agency's parent and family engagement policy."

*Cause*

The School Corporation's management had not developed a system of internal controls that would have ensured compliance with the grant agreement and the Matching, Level of Effort, Earmarking compliance requirement.

*Effect*

The failure to establish an effective internal control system enabled noncompliance to go undetected. Noncompliance with the grant agreement and the Matching, Level of Effort, Earmarking compliance requirement could have resulted in the loss of federal funds to the School Corporation.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation's management establish effective internal controls to ensure compliance and comply with the Matching, Level of Effort, Earmarking compliance requirement.

*Views of Responsible Officials*

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

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

**FINDING 2019-010**

Subject: Title I Grants to Local Educational Agencies - Special Tests and Provisions - Assessment System Security  
Federal Agency: Department of Education  
Federal Program: Title I Grants to Local Educational Agencies  
CFDA Number: 84.010  
Federal Award Numbers and Years (or Other Identifying Numbers): 17-4590, 18-4590, 19-4590, S010A170014  
Pass-Through Entity: Indiana Department of Education  
Compliance Requirement: Special Tests and Provisions - Assessment System Security  
Audit Findings: Material Weakness, Modified Opinion

*Repeat Finding*

This is a repeat finding from the immediately prior audit. The prior audit finding number was 2017-006.

*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 - Assessment System Security compliance requirement.

The School Corporation's procedures related to oversight and review of the process of implementing required assessment system security was not effective. Supporting documentation was not consistently maintained for the test administrators who received the required education and the testing policies at the school building level. The sign in sheets for Meister Elementary School, River Forest Middle School, and River Forest High School were not maintained for fiscal year 2017-2018.

The School Corporation was required to properly implement policies and procedures regarding the security of tests. The School Corporation did not maintain the Indiana Testing Security and Integrity Agreements (Agreements) for Meister Elementary School for any individual who administered, handled, or had access to secure test materials at the school level for the audit period. Therefore, we were not able to determine whether the Agreements were reviewed and signed.

*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). . . ."

RIVER FOREST COMMUNITY SCHOOL CORPORATION  
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(Continued)

2 CFR 200.207(a) states in part: "The Federal awarding agency or pass-through entity may impose additional specific award conditions as needed . . ."

The administrative regulation 511 IAC 5-5-5(b) states:

"Any individual who administers, handles, or has access to secure test materials at the school or school corporation shall complete assessment training and sign a testing security and integrity agreement to remain on file in the appropriate building-level office each year."

2 CFR 200.333 states in part:

"Financial records, supporting documents, statistical records, and all other non-Federal entity records pertinent to a Federal award must be retained for a period of three years from the date of submission of the final expenditure report or, for Federal awards that are renewed quarterly or annually, from the date of the submission of the quarterly or annual financial report, respectively, as reported to the Federal awarding agency or pass-through entity in the case of a subrecipient. . . ."

*Cause*

The School Corporation's management had not developed a system of internal controls that would have ensured supporting documentation was completed and maintained to ensure compliance with the Special Tests and Provisions - Assessment System Security compliance requirement.

*Effect*

The failure to maintain and provide supporting documentation prevented the determination of the School Corporation's compliance with the Special Tests and Provisions - Assessment System Security compliance requirement.

*Questioned Costs*

There were no questioned costs identified.

*Recommendation*

We recommended that the School Corporation's management establish controls to ensure that adequate documentation will be maintained for audit relating to the Special Tests and Provisions - Assessment System Security 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.

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Dr. Steven C. Disney, Jr., Superintendent

Mr. Kevin Trezak, Assistant Superintendent

## Summary Schedule of Prior Audit Findings

### FINDING 2017-001

Fiscal year in which the finding initially occurred: 2017

Contact Person Responsible for Corrective Action: Lynne Styx, Treasurer

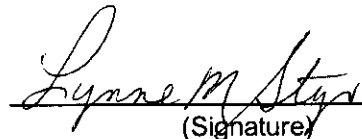
Contact Phone Number: 219-962-2909

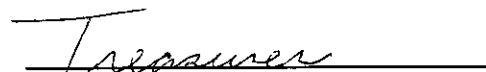
#### Status of Audit Finding:

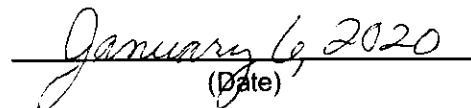
Management is in the process of implementing procedures for segregation of duties with regard to receipts, disbursements and payroll expenditures. The responsible parties for federal projects review and sign off on documentation. The Treasurer reviews and signs off on the completed dockets before providing it to the Board for approval. The Treasurer is working on training the Deputy Treasurer to enter receipts into the financial system, therefore segregation will be achieved whereas one person will enter receipts and the other will reconcile the receipts to the bank statement.

Management is in the process of implementing guidelines for the periodic monitoring of internal controls and will provide evidence thereof.

Expected completion: March 2020

  
(Signature)

  
(Title)

  
(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)

# River Forest Community School Corporation

3250 Michigan Street

Hobart, Indiana 46342

Telephone: (219) 962-2909 Fax: (219) 962-4951

Dr. Steven C. Disney, Jr., Superintendent

Mr. Kevin Trezak, Assistant Superintendent

## Summary Schedule of Prior Audit Findings

### FINDING 2017-002

Fiscal year in which the finding initially incurred: 2017

Contact Person Responsible for Corrective Action: Lynne Styx, Treasurer

Contact Phone Number: 219-962-2909

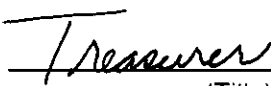
Management has put into place a system of internal controls whereas segregation of duties will be allowed for preparing the SEFA. In addition, a plan has been put into place where there will be oversight of data entry. Once prepared, an approval process will be followed and evidence of such will be maintained.

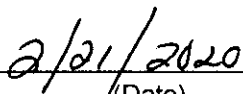
Completed: August 2018

Management continues to find better ways to ensure compliance has been obtained regarding data entry and accurate accounting of receipts and expenditures.

Estimated completion: August 2020

  
\_\_\_\_\_  
(Signature)

  
\_\_\_\_\_  
(Title)

  
\_\_\_\_\_  
(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)

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Mr. Kevin Trezak, Assistant Superintendent

## Summary of Prior Audit Findings

### **FINDING 2017-003**

Fiscal year in which the finding initially occurred: 2017

Pass-Through Entity: Indiana Department of Education

Contact Person Responsible for Corrective Action: Lynne Styx, Treasurer

Contact Phone Number: 219-962-2909

Status of Finding:

Cash Management: The Treasurer shall provide the Director of Student Nutrition with a monthly accounting of receipts and expenditures from the School Lunch Fund (0800). Verification of review will be evidenced by way of a signature.

Estimated completion: March 2020

Eligibility: Management has put into place an internal control system whereas data entry is reviewed by another employee and evidenced by way of signatures.

Completed: February 2018

Program Income: Management has put into place an internal control in which the Treasurer will provide the Director of Student Nutrition a quarterly accounting of receipts entered into the financial system. This will be evidenced by way of signatures.

Completed: June 2018

Reporting: Management has put into place a review and approval process when reporting the Annual Financial Report and this will be evidenced by way of signatures.

Completed: September 2018

Management has put into place a review process for preparing the SFA Verification Collection Report by having someone other than the Director of Student Nutrition sign the report.

Completed: September 2018

Verification of Free and Reduced Price Applications: Management has put into place an internal control whereas oversight and review regarding verification of accuracy of Free and Reduced Applications and will be evidenced by signatures.

Estimated completion: October 2020

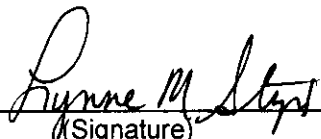
**Finding 2017-003 continued**

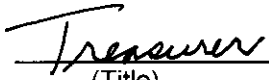
School Food Accounts: Management will put into place an internal control in which the Treasurer will provide the Director of Student Nutrition a monthly accounting of receipts entered into the financial system for school food accounts to be cross referenced with the student lunch accounting system (Meal Magic). This will be evidenced by way of signatures.

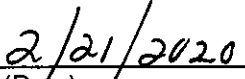
Estimated completion: August 2020

Paid Lunch Equity: Management has put into place an internal control system in which the PLE Tool is reviewed for accuracy; this is evidenced by signatures.

Completed: March 2018

  
\_\_\_\_\_  
(Signature)

  
\_\_\_\_\_  
(Title)

  
\_\_\_\_\_  
(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)

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Mr. Kevin Trezak, Assistant Superintendent

## Summary of Prior Audit Findings

### FINDING 2017-004

Fiscal year in which the finding initially occurred: 2017

Pass-Through Entity: Indiana Department of Education

Contact Person Responsible for Corrective Action: Lynne Styx, Treasurer

Contact Phone Number: 219-962-2909


#### Status of Audit Finding:


Payroll and allowable costs: Beginning in February 2020, the payroll percentage for cafeteria/recess aides will be removed. Employees will clock in and out of the assigned area daily. Management will continue to find procedures and/or reports to satisfy compliance for internal controls over payroll reporting. Once a procedure is found, it will be evidenced by way of signature(s).

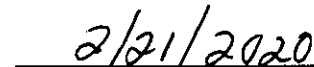
Estimated completion: June 2020

The Treasurer will review payments to vendors by signing an accounts payable voucher report generated by the Deputy Treasurer after the docket is run.

Completed: June 2018

  
(Signature)

  
(Title)

  
(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)

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Mr. Kevin Trezak, Assistant Superintendent

## Summary of Prior Audit Findings

### FINDING 2017-005

Fiscal year in which the finding initially occurred: 2017

Pass-Through Entity: Indiana Department of Education

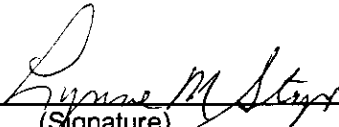
Contact Person Responsible for Corrective Action: Lynne Styx, Treasurer

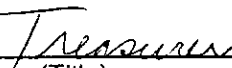
Contact Phone Number: 219-962-2909

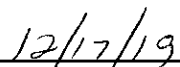
Status of Audit Finding:

After an established compliance review process, management will bring forth for board approval ALL bids awarded by the N.W. Indiana Educational Service Center. In addition, all procurements will be reviewed and approved as necessary by policy. This will be evidenced by way of recommendations by the Director of Student Nutrition and a designee appointed by the Superintendent.

Completed: August 2018

  
\_\_\_\_\_  
(Signature)

  
\_\_\_\_\_  
(Title)

  
\_\_\_\_\_  
(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)

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## Summary of Prior Audit Findings

### FINDING 2017-006

Fiscal year in which the finding initially occurred: 2017

Pass-Through Entity: Indiana Department of Education

Contact Person Responsible for Corrective Action: Lynne Styx, Treasurer

Contact Phone Number: 219-962-2909

#### Status of Audit Finding:

Activities Allowed or Unallowed, Allowable Costs/Cost Principals: Management has put into place an internal control procedure whereas someone other than the Deputy Treasurer reviews the accounts payable voucher after the docket is complete. A control is already in place to ensure funds are properly appropriated as allowable costs. This will be evidenced by way of a signature.

Completed: June 2018

Payroll and allowable costs: Beginning in February 2020, the payroll percentage for cafeteria/recess aides will be removed. Employees will clock in and out of the assigned area daily. Management will continue to find procedures and/or reports to satisfy compliance for internal controls over payroll reporting. Once a procedure is found, it will be evidenced by way of signature(s).

Estimated completion: June 2020

### Special Tests and Provisions

Comparability: Management has put into place an internal control which evidences an oversight and review procedure by way of signatures.

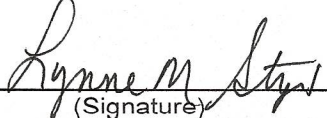
Completed: August 2018

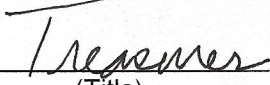
Highly Qualified Teachers and Paraprofessionals: Management has put into place internal controls to properly track evidence that credentials are properly obtained, recorded and maintained.

Completed: August 2018

Assessment System Security: Management has put into place better internal controls to maintain evidence of the chain of security. There will be ongoing training for those involved to ensure compliance is obtained in all aspects of this control.

Estimated completion: August 2020

  
(Signature)

  
(Title)

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## Summary of Prior Audit Findings

### **FINDING 2017-007**

Fiscal year in which the finding initially occurred: 2017

Pass-Through Entity: Indiana Department of Education

Contact Person Responsible for Corrective Action: Lynne Styx, Treasurer

Contact Phone Number: 219-962-2909

Status of Audit Finding:

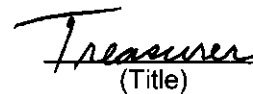
Management has put into place an internal control system with proper review and oversight to ensure compliance data and documentation is properly maintained.

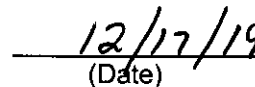
Completed: August 2018

Management will put into place a system in which verification to determine Title I eligibility can be obtained through both Meal Magic and Harmony software systems.

Estimated completion: August 2020

  
(Signature)

  
(Title)

  
(Date)

(Note to Officials: To determine what audit findings are required to be reported in the Summary Schedule of Prior Audit Findings, please see U.S. Office of Management and Budget (OMB), Circular A-133, Subpart C, section .315(b) for audit periods beginning before December 26, 2014. For audit periods beginning after December 26, 2014, please see 2 CFR §200.511(b).)

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Mr. Kevin Trezak, Assistant Superintendent

## CORRECTIVE ACTION PLAN

### ***FINDING 2019-001***

Contact Person Responsible for Corrective Action: Lynne Styx

Contact Phone Number: 219-962-2909

Views of Responsible Official: Unit Official agrees with finding

Management is in the process of implementing procedures for segregation of duties with regard to receipts, disbursements and payroll expenditures. Training has begun to enable completion of such. Guidelines for the periodic monitoring of internal controls will be implemented and such controls will be evidenced by way of signatures.

Bank statements will be reconciled in a more timely fashion and evidence of internal controls will be maintained by way of signatures.

Anticipated Completion Date: April 2020

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Mr. Kevin Trezak, Assistant Superintendent

## CORRECTIVE ACTION PLAN

### ***FINDING 2019-002***

Contact Person Responsible for Corrective Action: Lynne Styx

Contact Phone Number: 219-962-2909

Views of Responsible Official: Unit Official agrees with finding

Description of Corrective Action Plan: Management continues to improve training and controls to ensure proper oversight is maintained when reporting the Schedule of Expenditures of Federal Awards. The Treasurer has been given direction regarding proper reporting of Titles of Federal Awards.

Anticipated Completion Date: August 2020

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Mr. Kevin Trezak, Assistant Superintendent

## CORRECTIVE ACTION PLAN

### ***FINDING 2019-003***

Contact Person Responsible for Corrective Action: Lynne Styx

Contact Phone Number: 219-962-2909

Views of Responsible Official: Unit Official agrees with finding

Description of Corrective Action Plan: Management will put into place proper controls for oversight of posting and reporting actual payroll expenditures. Documentation will be maintained for employees that are split funded, in regards to the actual time spent in each job category. Hours, rates and distributions will be reviewed by the appropriate department heads to insure that employees are paid correctly.

Anticipated Completion Date: March 2020

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Mr. Kevin Trezak, Assistant Superintendent

## CORRECTIVE ACTION PLAN

### ***FINDING 2019-004***

Contact Person Responsible for Corrective Action: Lynne Styx

Contact Phone Number: 219-962-2909

Views of Responsible Official: Unit Official agrees with finding

Description of Corrective Action Plan: Management will put into place proper controls for oversight of posting and reporting actual payroll expenditures from the food service funds. Hours, rates and distributions will be reviewed by the Director of Student Nutrition to insure that employees are paid correctly.

Anticipated Completion Date: March 2020

Management will put into place a system where the Corporation Treasurer will provide the Director of Student Nutrition a monthly accounting of cash balances in the food service fund to ensure that the cash balance does not exceed 3 months of expenditures. This will be documented by way of signatures.

Anticipated completion date: March 2020

The Director of Student Nutrition will ensure that oversight is maintained and documented for the Free and Reduced verifications.

Anticipated completion: October 2020

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## CORRECTIVE ACTION PLAN

### ***FINDING 2019-005***

Contact Person Responsible for Corrective Action: Lynne Styx

Contact Phone Number: 219-962-2909

Views of Responsible Official: Unit Official agrees with finding

Description of Corrective Action Plan: Prior to the beginning of each school year, The Director of Student Nutrition will send out RFP's to vendors regarding various services and purchases. Documentation will be maintained regarding vendors chosen for goods and services.

Anticipated Completion Date: August 2020

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## CORRECTIVE ACTION PLAN

### ***FINDING 2019-006***

Contact Person Responsible for Corrective Action: Lynne Styx

Contact Phone Number: 219-962-2909

Views of Responsible Official: Unit Official agrees with finding

Description of Corrective Action Plan: Management will put into place proper controls for oversight of posting and reporting actual payroll expenditures. Documentation will be maintained for hours, rates and distributions and will be reviewed by the Title I Director to insure that employees are paid correctly and from the correct budget account codes.

Anticipated Completion Date: March 2020

Management has put into place a system in which the Corporation Treasurer and the Board of School Trustees review expenditures for allowable costs by way of a monthly report showing expenditures are recorded to the correct fund, account and object. This is documented by way of signatures.

Completed 2019

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## CORRECTIVE ACTION PLAN

### ***FINDING 2019-007***

Contact Person Responsible for Corrective Action: Lynne Styx

Contact Phone Number: 219-962-2909

Views of Responsible Official: Unit Official agrees with finding

Description of Corrective Action Plan: Management will put into place proper controls for oversight of expenditures from the Title I grants. Documentation of meetings between the Treasurer and Title I Director will be maintained.

Anticipated Completion Date: March 2020

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## CORRECTIVE ACTION PLAN

### ***FINDING 2019-008***

Contact Person Responsible for Corrective Action: Lynne Styx

Contact Phone Number: 219-962-2909

Views of Responsible Official: Unit Official agrees with finding

Management will put into place a system where documentation is maintained as evidence for review for accurate reporting of the socioeconomic status of students.

Anticipated Completion Date: October 2020

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## CORRECTIVE ACTION PLAN

### ***FINDING 2019-009***

Contact Person Responsible for Corrective Action: Lynne Styx

Contact Phone Number: 219-962-2909

Views of Responsible Official: Unit Official agrees with finding

Monthly meetings and review will be by the Treasurer and Title I Director to ensure that parental involvement funds are being spent in accordance with the Title I grant and budget.

Anticipated Completion Date: September 2020

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## CORRECTIVE ACTION PLAN

### ***FINDING 2019-010***

Contact Person Responsible for Corrective Action: Lynne Styx

Contact Phone Number: 219-962-2909

Views of Responsible Official: Unit Official agrees with finding

Management will put into place a system where better controls are evidenced and maintained regarding oversight and review of assessment system security and testing.

Anticipated Completion Date: August 2020

## 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/>.