

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

EXAMINATION REPORT

OF

BATESVILLE COMMUNITY SCHOOL CORPORATION

RIPLEY COUNTY, INDIANA

July 1, 2005 to June 30, 2007



**FILED**

04/24/2008



## TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Officials .....	2
Independent Accountant's Report.....	3
Financial Information:	
Government-Wide Financial Information:	
Schedule of Activities and Net Assets – Cash and Investment Basis .....	4-5
Fund Financial Information:	
Governmental Funds:	
Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Governmental Funds .....	6-7
Fiduciary Funds:	
Schedule of Additions, Deductions and Changes in Cash and Investment Balances – Fiduciary Funds .....	8-9
Notes to Financial Information .....	10-14
Required Supplementary Information:	
Schedule of Funding Progress .....	15
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds .....	16-25
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Private-Purpose Trust Funds .....	26-27
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Agency Funds.....	28-29
Schedule of Capital Assets.....	30
Schedule of Long-Term Debt .....	31
Examination Result and Comment:	
Transportation Fund Expenditures .....	32
Exit Conference.....	33

OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Constance M. Wintz	07-01-05 to 06-30-08
Superintendent of Schools	Dr. James H. Freeland Dr. James S. Roberts	07-01-05 to 06-30-07 07-01-07 to 06-30-08
President of the School Board	Michael A. Bettice Chris R. Lowery	07-01-05 to 06-30-07 07-01-07 to 06-30-08



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
ROOM E418  
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513  
Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE BATESVILLE COMMUNITY  
SCHOOL CORPORATION, RIPLEY COUNTY, INDIANA

We have examined the financial information presented herein of the Batesville Community School Corporation (School Corporation), for the period of July 1, 2005 to June 30, 2007. The School Corporation's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial information presented herein and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the financial information referred to above presents fairly, in all material respects, the financial information of the School Corporation for the years ended June 30, 2006 and 2007, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

The Schedule of Capital Assets and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not a required part of the basic financial information. They have not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

December 18, 2007

BATESVILLE COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS  
For the Year Ended June 30, 2006

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 6,001,908	\$ -	\$ 56,063	\$ (5,945,845)
Support services	8,063,235	590,318	311,522	(7,161,395)
Community services	167,784	-	-	(167,784)
Nonprogrammed charges	817,446	-	-	(817,446)
Debt service	<u>3,184,249</u>	<u>-</u>	<u>-</u>	<u>(3,184,249)</u>
Total governmental activities	<u>\$ 18,234,622</u>	<u>\$ 590,318</u>	<u>\$ 367,585</u>	<u>(17,276,719)</u>
General receipts:				
Property taxes				9,976,198
Other local sources				2,498,927
State aid				5,790,352
Grants and contributions not restricted to specific programs				164,371
Sale of property, adjustments, and refunds				84,072
Investment earnings				<u>85,526</u>
Total general receipts				<u>18,599,446</u>
Change in net assets				1,322,727
Net assets - beginning				<u>2,762,415</u>
Net assets - ending				<u>\$ 4,085,142</u>
<u>Assets</u>				
Cash and investments				\$ 3,197,607
Restricted assets:				
Cash and investments				<u>887,535</u>
Total assets				<u>\$ 4,085,142</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 887,535
Unrestricted				<u>3,197,607</u>
Total net assets				<u>\$ 4,085,142</u>

The accompanying notes are an integral part of the financial information.

BATESVILLE COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS  
For the Year Ended June 30, 2007

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 6,461,964	\$ -	\$ 54,686	\$ (6,407,278)
Support services	8,581,280	587,539	341,423	(7,652,318)
Community services	188,012	-	-	(188,012)
Nonprogrammed charges	769,889	-	-	(769,889)
Debt service	1,634,935	-	-	(1,634,935)
Total governmental activities	\$ 17,636,080	\$ 587,539	\$ 396,109	(16,652,432)
General receipts:				
Property taxes				4,798,544
Other local sources				2,073,825
State aid				5,678,428
Bonds and loans				2,500,000
Grants and contributions not restricted to specific programs				123,650
Sale of property, adjustments, and refunds				55,135
Investment earnings				117,770
Total general receipts				15,347,352
Change in net assets				(1,305,080)
Net assets - beginning				4,085,142
Net assets - ending				\$ 2,780,062
<u>Assets</u>				
Cash and investments				\$ 2,497,597
Restricted assets:				
Cash and investments				282,465
Total assets				\$ 2,780,062
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 282,465
Unrestricted				2,497,597
Total net assets				\$ 2,780,062

The accompanying notes are an integral part of the financial information.

BATESVILLE COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2006

	General	Transportation Operating	Debt Service	Capital Projects	School Bus Replacement	Other	Totals
<b>Receipts:</b>							
Local sources	\$ 6,907,071	\$ 1,241,136	\$ 2,148,024	\$ 2,004,224	\$ 101,820	\$ 746,955	\$ 13,149,230
Intermediate sources	540	-	-	-	-	1,200	1,740
State sources	5,832,522	-	-	-	-	299,386	6,131,908
Federal sources	-	-	-	-	-	190,399	190,399
Sale of property, adjustments and refunds	2,740	8,482	-	59,198	-	13,652	84,072
<b>Total receipts</b>	<b>12,742,873</b>	<b>1,249,618</b>	<b>2,148,024</b>	<b>2,063,422</b>	<b>101,820</b>	<b>1,251,592</b>	<b>19,557,349</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	5,917,947	-	-	-	-	83,961	6,001,908
Support services	4,496,981	970,104	-	1,522,425	76,475	997,250	8,063,235
Community services	167,784	-	-	-	-	-	167,784
Nonprogrammed charges	752,423	-	-	-	-	65,023	817,446
Debt services	1,466,137	-	1,668,112	-	50,000	-	3,184,249
<b>Total disbursements</b>	<b>12,801,272</b>	<b>970,104</b>	<b>1,668,112</b>	<b>1,522,425</b>	<b>126,475</b>	<b>1,146,234</b>	<b>18,234,622</b>
Excess (deficiency) of receipts over disbursements	(58,399)	279,514	479,912	540,997	(24,655)	105,358	1,322,727
<b>Other financing sources (uses):</b>							
Transfers in	214	-	-	-	-	110,000	110,214
Transfers out	-	(25,000)	-	(85,000)	-	(214)	(110,214)
<b>Total other financing sources (uses)</b>	<b>214</b>	<b>(25,000)</b>	<b>-</b>	<b>(85,000)</b>	<b>-</b>	<b>109,786</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(58,185)	254,514	479,912	455,997	(24,655)	215,144	1,322,727
Cash and investments - beginning	513,772	250,495	407,623	756,059	24,343	810,123	2,762,415
Cash and investments - ending	\$ 455,587	\$ 505,009	\$ 887,535	\$ 1,212,056	\$ (312)	\$ 1,025,267	\$ 4,085,142
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 455,587	\$ 505,009	\$ -	\$ 1,212,056	\$ (312)	\$ 1,025,267	\$ 3,197,607
<b>Restricted assets:</b>							
Cash and investments	-	-	887,535	-	-	-	887,535
<b>Total cash and investment assets - ending</b>	<b>\$ 455,587</b>	<b>\$ 505,009</b>	<b>\$ 887,535</b>	<b>\$ 1,212,056</b>	<b>\$ (312)</b>	<b>\$ 1,025,267</b>	<b>\$ 4,085,142</b>
<b>Cash and Investment Fund Balance - Ending</b>							
<b>Restricted for:</b>							
Debt service	\$ -	\$ -	\$ 887,535	\$ -	\$ -	\$ -	\$ 887,535
Unrestricted	455,587	505,009	-	1,212,056	(312)	1,025,267	3,197,607
<b>Total cash and investment fund balance - ending</b>	<b>\$ 455,587</b>	<b>\$ 505,009</b>	<b>\$ 887,535</b>	<b>\$ 1,212,056</b>	<b>\$ (312)</b>	<b>\$ 1,025,267</b>	<b>\$ 4,085,142</b>

The accompanying notes are an integral part of the financial information.

BATESVILLE COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2007

	General	Transportation Operating	Debt Service	Capital Projects	School Bus Replacement	Other	Totals
<b>Receipts:</b>							
Local sources	\$ 4,051,847	\$ 672,562	\$ 1,029,865	\$ 1,026,616	\$ 67,234	\$ 727,383	\$ 7,575,507
Intermediate sources	540	-	-	-	-	1,631	2,171
State sources	5,719,105	-	-	-	-	309,262	6,028,367
Federal sources	-	-	-	-	-	169,820	169,820
Bonds and loans	2,450,000	-	-	-	50,000	-	2,500,000
Sale of property, adjustments and refunds	6,170	4,331	-	28,319	-	16,315	55,135
<b>Total receipts</b>	<b>12,227,662</b>	<b>676,893</b>	<b>1,029,865</b>	<b>1,054,935</b>	<b>117,234</b>	<b>1,224,411</b>	<b>16,331,000</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	6,193,420	-	-	-	-	268,544	6,461,964
Support services	4,557,668	952,519	-	1,707,139	99,684	1,264,270	8,581,280
Community services	188,012	-	-	-	-	-	188,012
Nonprogrammed charges	688,398	-	-	-	-	81,491	769,889
Debt services	-	-	1,634,935	-	-	-	1,634,935
<b>Total disbursements</b>	<b>11,627,498</b>	<b>952,519</b>	<b>1,634,935</b>	<b>1,707,139</b>	<b>99,684</b>	<b>1,614,305</b>	<b>17,636,080</b>
Excess (deficiency) of receipts over disbursements	600,164	(275,626)	(605,070)	(652,204)	17,550	(389,894)	(1,305,080)
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	140,000	140,000
Transfers out	-	(40,000)	-	(100,000)	-	-	(140,000)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(40,000)</b>	<b>-</b>	<b>(100,000)</b>	<b>-</b>	<b>140,000</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	600,164	(315,626)	(605,070)	(752,204)	17,550	(249,894)	(1,305,080)
Cash and investments - beginning	455,587	505,009	887,535	1,212,056	(312)	1,025,267	4,085,142
Cash and investments - ending	<u>\$ 1,055,751</u>	<u>\$ 189,383</u>	<u>\$ 282,465</u>	<u>\$ 459,852</u>	<u>\$ 17,238</u>	<u>\$ 775,373</u>	<u>\$ 2,780,062</u>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 1,055,751	\$ 189,383	\$ -	\$ 459,852	\$ 17,238	\$ 775,373	\$ 2,497,597
Restricted assets:							
Cash and investments	-	-	282,465	-	-	-	282,465
<b>Total cash and investment assets - ending</b>	<b><u>\$ 1,055,751</u></b>	<b><u>\$ 189,383</u></b>	<b><u>\$ 282,465</u></b>	<b><u>\$ 459,852</u></b>	<b><u>\$ 17,238</u></b>	<b><u>\$ 775,373</u></b>	<b><u>\$ 2,780,062</u></b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ 282,465	\$ -	\$ -	\$ -	\$ 282,465
Unrestricted	1,055,751	189,383	-	459,852	17,238	775,373	2,497,597
<b>Total cash and investment fund balance - ending</b>	<b><u>\$ 1,055,751</u></b>	<b><u>\$ 189,383</u></b>	<b><u>\$ 282,465</u></b>	<b><u>\$ 459,852</u></b>	<b><u>\$ 17,238</u></b>	<b><u>\$ 775,373</u></b>	<b><u>\$ 2,780,062</u></b>

The accompanying notes are an integral part of the financial information.

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 FIDUCIARY FUNDS  
 For the Year Ended June 30, 2006

	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:		
Contributions:		
Other	\$ 129,984	
Deductions:		
Administrative and general	<u>117,031</u>	
Excess of total additions over total deductions	12,953	
Cash and investment fund balance - beginning	<u>59,432</u>	
Cash and investment fund balance - ending	<u><u>\$ 72,385</u></u>	
Net assets:		
Cash and investments	<u>\$ 72,385</u>	<u>\$ 78,831</u>
Total net assets - cash and investment basis held in trust	<u><u>\$ 72,385</u></u>	<u><u>\$ 78,831</u></u>

The accompanying notes are an integral part of the financial information.

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 FIDUCIARY FUNDS  
 For the Year Ended June 30, 2007

	Private-Purpose Trust Funds	Agency Funds
Additions:		
Contributions:		
Other	83,192	
Deductions:		
Administrative and general	103,533	
Deficiency of total additions over total deductions	(20,341)	
Cash and investment fund balance - beginning	72,385	
Cash and investment fund balance - ending	\$ 52,044	
Net assets:		
Cash and investments	\$ 52,044	\$ 49,088
Total net assets - cash and investment basis held in trust	\$ 52,044	\$ 49,088

The accompanying notes are an integral part of the financial information.

BATESVILLE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

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

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

Note 2. Fund Accounting

A. Government-Wide and Fund Financial Schedules

Government-Wide Financial Schedule

The Schedules of Activities and Net Assets – Cash and Investment Basis display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

Fund Financial Schedules

Fund financial schedules of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, receipts, and disbursements. Separate financial schedules are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial schedules. Major individual governmental funds are reported as separate columns in the fund financial schedules.

The School Corporation reports the following major governmental funds:

The general fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The transportation operating fund accounts for financial resources for the transportation of school children to and from school.

The debt service fund accounts for debt from funds borrowed or advanced for the purchase or lease of school buildings, school buses, judgments against the corporation, equipment or capital construction, and interest on emergency and temporary loans.

The capital projects fund accounts for planned construction, repair, replacement or remodeling; and the purchase, lease, upgrade, maintenance, or repair of computer equipment.

The school bus replacement fund is used to account for receipts and disbursements concerning the acquisition and disposal of school buses.

BATESVILLE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL INFORMATION  
(Continued)

Additionally, the School Corporation reports the following fund types:

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the School Corporation Students.

Agency funds account for assets held by the School Corporation as an agent for various entities until payroll withholding authorities.

**B. Measurement Focus and Basis of Accounting**

The government-wide, governmental fund and fiduciary fund financial schedules are reported using the basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The cash and investment basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash rather than when earned and disbursements are recognized when paid rather than when a liability is incurred. Investment transactions are not presented on the financial schedules.

If the School Corporation utilized the basis of accounting recognized as generally accepted, the fund financial schedules for governmental funds would use the modified accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial schedules.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to people outside the government (enterprise funds) or other departments or agencies primarily within the government (internal service funds). The School Corporation does not have any enterprise funds.

When both restricted and unrestricted resources are available for use, the School Corporation's policy is to use restricted resources first, then unrestricted resources as they are needed.

**Note 3. Budgets**

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied are subject to final approval by the Indiana Department of Local Government Finance.

BATESVILLE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL INFORMATION  
(Continued)

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the School Corporation in June and December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively.

Note 5. Deposits and Investments

Deposits, made in accordance with Indiana Code 5-13, with financial institutions in the State of Indiana at year end were entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statute (IC 5-13-9) authorizes the School Corporation to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 6. Interfund Transfers

Interfund transfers for the years ended June 30, 2006 and 2007, were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>2006</u>	<u>2007</u>
Transportation Operating Fund	Other governmental funds	\$ 25,000	\$ 40,000
Capital Projects Fund	Other governmental funds	85,000	100,000
Other governmental funds	General Fund	<u>214</u>	<u>-</u>
Totals		<u>\$ 110,214</u>	<u>\$ 140,000</u>

The School Corporation typically uses transfers for cash flow purposes as provided by various statutory provisions.

Note 7. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan.

BATESVILLE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL INFORMATION  
(Continued)

State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system, and give the School Corporation authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF administers the plan and issues a publicly available financial report that includes financial schedules and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Public Employees' Retirement Fund  
Harrison Building, Room 800  
143 West Market Street  
Indianapolis, IN 46204  
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF are established by the Board of Trustees of PERF.

B. Teachers' Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Teachers' Retirement Fund (TRF), a defined benefit pension plan. TRF is a cost-sharing multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All employees engaged in teaching or in the supervision of teaching in the public schools of the State of Indiana are eligible to participate in TRF. State statute (IC 5-10.2) governs, through the TRF Board, most requirements of the system, and gives the School Corporation authority to contribute to the plan. The TRF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The School Corporation may elect to make the contributions on behalf of the member.

TRF issues a publicly available financial report that includes financial schedules and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Teachers' Retirement Fund  
150 West Market Street  
Indianapolis, IN 46204  
Ph. (317) 232-3860

BATESVILLE COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL INFORMATION  
(Continued)

Funding Policy and Annual Pension Cost

The School Corporation contributes the employer's share to TRF for certified employees employed under a federally funded program and all the certified employees hired after July 1, 1995. The School Corporation currently receives partial funding, through the school funding formula, from the State of Indiana for this contribution. The employer's share of contributions for certified personnel who are not employed under a federally funded program and were hired before July 1, 1995, is considered to be an obligation of, and is paid by, the State of Indiana.

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-04	1,791,338	1,626,065	165,273	110%	1,462,242	11%
07-01-05	1,867,874	1,914,089	(46,215)	98%	1,565,133	3%
07-01-06	1,722,815	1,966,045	(243,230)	88%	1,564,858	16%

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENTS BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2006

	Special Education Preschool	Rainy Day Fund	School Lunch	Textbook Rental	Tri County Council Special Education	Education Plate Fee Fund	Safe School Haven
<b>Receipts:</b>							
Local sources	\$ 58,260	\$ -	\$ 423,070	\$ 168,721	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	1,200	-
State sources	57,021	-	163,910	11,661	-	-	3,874
Federal sources	-	-	135,375	-	-	-	-
Sale of property, adjustments and refunds	-	-	10,338	488	-	-	-
<b>Total receipts</b>	<b>115,281</b>	<b>-</b>	<b>732,693</b>	<b>180,870</b>	<b>-</b>	<b>1,200</b>	<b>3,874</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	32,325	-	-	-	-	-	-
Support services	4,242	-	690,312	198,132	-	-	10,963
Nonprogrammed charges	65,023	-	-	-	-	-	-
<b>Total disbursements</b>	<b>101,590</b>	<b>-</b>	<b>690,312</b>	<b>198,132</b>	<b>-</b>	<b>-</b>	<b>10,963</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>13,691</b>	<b>-</b>	<b>42,381</b>	<b>(17,262)</b>	<b>-</b>	<b>1,200</b>	<b>(7,089)</b>
<b>Other financing sources (uses):</b>							
Transfers in	-	110,000	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>110,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>13,691</b>	<b>110,000</b>	<b>42,381</b>	<b>(17,262)</b>	<b>-</b>	<b>1,200</b>	<b>(7,089)</b>
<b>Cash and investments - beginning</b>	<b>88,235</b>	<b>-</b>	<b>159,751</b>	<b>54,029</b>	<b>127</b>	<b>625</b>	<b>7,089</b>
<b>Cash and investments - ending</b>	<b>\$ 101,926</b>	<b>\$ 110,000</b>	<b>\$ 202,132</b>	<b>\$ 36,767</b>	<b>\$ 127</b>	<b>\$ 1,825</b>	<b>\$ -</b>
<b><u>Cash and Investment Assets - Ending</u></b>							
<b>Cash and investments</b>	<b>\$ 101,926</b>	<b>\$ 110,000</b>	<b>\$ 202,132</b>	<b>\$ 36,767</b>	<b>\$ 127</b>	<b>\$ 1,825</b>	<b>\$ -</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>							
<b>Unrestricted</b>	<b>\$ 101,926</b>	<b>\$ 110,000</b>	<b>\$ 202,132</b>	<b>\$ 36,767</b>	<b>\$ 127</b>	<b>\$ 1,825</b>	<b>\$ -</b>

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENTS BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2006  
 (Continued)

	Nora Winning Scholarship Fund	Burst Educational Foundation	Donations Fund	Donations Primary Reading	Technology Fair	Gifted and Talented	Middle School Computer Camp
Receipts:							
Local sources	\$ 85,230	\$ -	\$ -	\$ 7,570	\$ 950	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	13,696	-
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>85,230</b>	<b>-</b>	<b>-</b>	<b>7,570</b>	<b>950</b>	<b>13,696</b>	<b>-</b>
Disbursements:							
Current:							
Instruction	-	-	176	8,709	-	13,696	-
Support services	-	-	-	-	950	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>-</b>	<b>176</b>	<b>8,709</b>	<b>950</b>	<b>13,696</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	85,230	-	(176)	(1,139)	-	-	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	85,230	-	(176)	(1,139)	-	-	-
Cash and investments - beginning	6,106	1,721	773	1,780	-	-	351
Cash and investments - ending	<u>\$ 91,336</u>	<u>\$ 1,721</u>	<u>\$ 597</u>	<u>\$ 641</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 351</u>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	<u>\$ 91,336</u>	<u>\$ 1,721</u>	<u>\$ 597</u>	<u>\$ 641</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 351</u>
<b>Cash and Investment Fund Balance - Ending</b>							
Unrestricted	<u>\$ 91,336</u>	<u>\$ 1,721</u>	<u>\$ 597</u>	<u>\$ 641</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 351</u>

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENTS BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2006  
 (Continued)

	Computer Consortium Advancement	Medicaid Reimbursement State	Arts In Education	Non-English Speaking Program	Technology Fund	Technology Planning Grant
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	48,813	214	-	197	-	-
Federal sources	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
<b>Total receipts</b>	<b>48,813</b>	<b>214</b>	<b>-</b>	<b>197</b>	<b>-</b>	<b>-</b>
Disbursements:						
Current:						
Instruction	-	-	-	394	-	-
Support services	6,973	-	-	-	-	928
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>6,973</b>	<b>-</b>	<b>-</b>	<b>394</b>	<b>-</b>	<b>928</b>
Excess (deficiency) of receipts over disbursements	41,840	214	-	(197)	-	(928)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	(214)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(214)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	41,840	-	-	(197)	-	(928)
Cash and investments - beginning	-	-	672	203	37,007	928
Cash and investments - ending	<u>\$ 41,840</u>	<u>\$ -</u>	<u>\$ 672</u>	<u>\$ 6</u>	<u>\$ 37,007</u>	<u>\$ -</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	<u>\$ 41,840</u>	<u>\$ -</u>	<u>\$ 672</u>	<u>\$ 6</u>	<u>\$ 37,007</u>	<u>\$ -</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Unrestricted	<u>\$ 41,840</u>	<u>\$ -</u>	<u>\$ 672</u>	<u>\$ 6</u>	<u>\$ 37,007</u>	<u>\$ -</u>

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENTS BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2006  
 (Continued)

	Access Indiana Grant	School Health Program	Title V Part A 2003-2004	Title V Part A 2004-2005	Safe and Drug Free Schools -Trip Grant	Drug Free 2004-2005
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	10,000	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,000</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	-	-	1,400	9,822	845
Support services	-	23	3,353	8,054	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>23</b>	<b>3,353</b>	<b>9,454</b>	<b>9,822</b>	<b>845</b>
Excess (deficiency) of receipts over disbursements	-	(23)	(3,353)	(9,454)	178	(845)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(23)	(3,353)	(9,454)	178	(845)
Cash and investments - beginning	7,000	455	3,353	9,887	-	845
Cash and investments - ending	\$ 7,000	\$ 432	\$ -	\$ 433	\$ 178	\$ -
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 7,000	\$ 432	\$ -	\$ 433	\$ 178	\$ -
<b>Cash and Investment Fund Balance - Ending</b>						
Unrestricted	\$ 7,000	\$ 432	\$ -	\$ 433	\$ 178	\$ -

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENTS BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2006  
 (Continued)

	Safe and Drug Free Schools	Drug Free 2005-2006	Medicaid Reimbursement Federal	Title II Part A	Construction Fund	Totals
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 3,154	\$ 746,955
Intermediate sources	-	-	-	-	-	1,200
State sources	-	-	-	-	-	299,386
Federal sources	5,074	5,030	361	34,559	-	190,399
Sale of property, adjustments and refunds	-	-	-	-	2,826	13,652
<b>Total receipts</b>	<b>5,074</b>	<b>5,030</b>	<b>361</b>	<b>34,559</b>	<b>5,980</b>	<b>1,251,592</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	1,509	-	-	15,085	-	83,961
Support services	-	-	2,618	10,098	60,604	997,250
Nonprogrammed charges	-	-	-	-	-	65,023
<b>Total disbursements</b>	<b>1,509</b>	<b>-</b>	<b>2,618</b>	<b>25,183</b>	<b>60,604</b>	<b>1,146,234</b>
Excess (deficiency) of receipts over disbursements	3,565	5,030	(2,257)	9,376	(54,624)	105,358
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	110,000
Transfers out	-	-	-	-	-	(214)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>109,786</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,565	5,030	(2,257)	9,376	(54,624)	215,144
Cash and investments - beginning	-	-	6,060	47,049	376,077	810,123
Cash and investments - ending	\$ 3,565	\$ 5,030	\$ 3,803	\$ 56,425	\$ 321,453	\$ 1,025,267
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 3,565	\$ 5,030	\$ 3,803	\$ 56,425	\$ 321,453	\$ 1,025,267
<b>Cash and Investment Fund Balance - Ending</b>						
Unrestricted	\$ 3,565	\$ 5,030	\$ 3,803	\$ 56,425	\$ 321,453	\$ 1,025,267

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENTS BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2007

	Special Education Preschool	Rainy Day Fund	School Lunch	Textbook Rental	Tri County Council Special Education	Education Plate Fee Fund
Receipts:						
Local sources	\$ 35,403	\$ -	\$ 430,669	\$ 158,629	\$ -	\$ -
Intermediate sources	-	-	-	-	-	1,631
State sources	54,852	-	179,738	10,427	-	-
Federal sources	-	-	151,258	-	-	-
Sale of property, adjustments and refunds	-	-	14,815	-	-	-
<b>Total receipts</b>	<b>90,255</b>	<b>-</b>	<b>776,480</b>	<b>169,056</b>	<b>-</b>	<b>1,631</b>
Disbursements:						
Current:						
Instruction	24,832	-	-	-	-	-
Support services	3,316	158,612	761,772	155,993	-	1,745
Nonprogrammed charges	81,491	-	-	-	-	-
<b>Total disbursements</b>	<b>109,639</b>	<b>158,612</b>	<b>761,772</b>	<b>155,993</b>	<b>-</b>	<b>1,745</b>
Excess (deficiency) of receipts over disbursements	(19,384)	(158,612)	14,708	13,063	-	(114)
Other financing sources:						
Transfers in	-	140,000	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(19,384)	(18,612)	14,708	13,063	-	(114)
Cash and investments - beginning	101,926	110,000	202,132	36,767	127	1,825
Cash and investments - ending	<u>\$ 82,542</u>	<u>\$ 91,388</u>	<u>\$ 216,840</u>	<u>\$ 49,830</u>	<u>\$ 127</u>	<u>\$ 1,711</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	<u>\$ 82,542</u>	<u>\$ 91,388</u>	<u>\$ 216,840</u>	<u>\$ 49,830</u>	<u>\$ 127</u>	<u>\$ 1,711</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Unrestricted	<u>\$ 82,542</u>	<u>\$ 91,388</u>	<u>\$ 216,840</u>	<u>\$ 49,830</u>	<u>\$ 127</u>	<u>\$ 1,711</u>

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENTS BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2007  
 (Continued)

	Nora Wanning Scholarship Fund	Burst Educational Foundation	Donations Fund	Ripley County Community Grant	Donations Reading	Gifted and Talented
<b>Receipts:</b>						
Local sources	\$ 89,572	\$ -	\$ -	\$ 500	\$ 9,132	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	13,696
Federal sources	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	1,300
<b>Total receipts</b>	<b>89,572</b>	<b>-</b>	<b>-</b>	<b>500</b>	<b>9,132</b>	<b>14,996</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	180,300	-	597	500	8,400	10,218
Support services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>180,300</b>	<b>-</b>	<b>597</b>	<b>500</b>	<b>8,400</b>	<b>10,218</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>(90,728)</b>	<b>-</b>	<b>(597)</b>	<b>-</b>	<b>732</b>	<b>4,778</b>
<b>Other financing sources:</b>						
Transfers in	-	-	-	-	-	-
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>(90,728)</b>	<b>-</b>	<b>(597)</b>	<b>-</b>	<b>732</b>	<b>4,778</b>
Cash and investments - beginning	91,336	1,721	597	-	641	-
Cash and investments - ending	<u>\$ 608</u>	<u>\$ 1,721</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,373</u>	<u>\$ 4,778</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	<u>\$ 608</u>	<u>\$ 1,721</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,373</u>	<u>\$ 4,778</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Unrestricted	<u>\$ 608</u>	<u>\$ 1,721</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,373</u>	<u>\$ 4,778</u>

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENTS BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2007  
 (Continued)

	Middle School Computer Camp	Computer Consortium Advancement	Arts In Education	Non-English Speaking Program	Technology Fund	Access Indiana Grant
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	50,236	-	313	-	-
Federal sources	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	200	-	-
<b>Total receipts</b>	<b>-</b>	<b>50,236</b>	<b>-</b>	<b>513</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	351	-	155	231	-	-
Support services	-	92,076	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>351</b>	<b>92,076</b>	<b>155</b>	<b>231</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>(351)</b>	<b>(41,840)</b>	<b>(155)</b>	<b>282</b>	<b>-</b>	<b>-</b>
<b>Other financing sources:</b>						
Transfers in	-	-	-	-	-	-
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>(351)</b>	<b>(41,840)</b>	<b>(155)</b>	<b>282</b>	<b>-</b>	<b>-</b>
<b>Cash and investments - beginning</b>	<b>351</b>	<b>41,840</b>	<b>672</b>	<b>6</b>	<b>37,007</b>	<b>7,000</b>
<b>Cash and investments - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 517</b>	<b>\$ 288</b>	<b>\$ 37,007</b>	<b>\$ 7,000</b>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ 517	\$ 288	\$ 37,007	\$ 7,000
<b>Cash and Investment Fund Balance - Ending</b>						
Unrestricted	\$ -	\$ -	\$ 517	\$ 288	\$ 37,007	\$ 7,000

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENTS BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2007  
 (Continued)

	School Health Program	Title V Part A 2005-2006	Title V Part A 2004-2005	Safe and Drug Free Schools - Trip Grant	Safe and Drug Free Schools	Drug Fee 2005-2006
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	6,562	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>6,562</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Disbursements:						
Current:						
Instruction	-	-	-	178	3,565	2,105
Support services	432	1,369	433	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>432</b>	<b>1,369</b>	<b>433</b>	<b>178</b>	<b>3,565</b>	<b>2,105</b>
Excess (deficiency) of receipts over disbursements	(432)	5,193	(433)	(178)	(3,565)	(2,105)
Other financing sources:						
Transfers in	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(432)	5,193	(433)	(178)	(3,565)	(2,105)
Cash and investments - beginning	432	-	433	178	3,565	5,030
Cash and investments - ending	<u>\$ -</u>	<u>\$ 5,193</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,925</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	<u>\$ -</u>	<u>\$ 5,193</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,925</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Unrestricted	<u>\$ -</u>	<u>\$ 5,193</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,925</u>

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENTS BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2007  
 (Continued)

	Medicaid Reimbursement Federal	Hurricane Katrina Aid	Title II Part A	Construction Fund	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ 3,478	\$ 727,383
Intermediate sources	-	-	-	-	1,631
State sources	-	-	-	-	309,262
Federal sources	-	12,000	-	-	169,820
Sale of property, adjustments and refunds	-	-	-	-	16,315
<b>Total receipts</b>	<b>-</b>	<b>12,000</b>	<b>-</b>	<b>3,478</b>	<b>1,224,411</b>
Disbursements:					
Current:					
Instruction	-	-	37,112	-	268,544
Support services	3,803	-	17,343	67,376	1,264,270
Nonprogrammed charges	-	-	-	-	81,491
<b>Total disbursements</b>	<b>3,803</b>	<b>-</b>	<b>54,455</b>	<b>67,376</b>	<b>1,614,305</b>
Excess (deficiency) of receipts over disbursements	(3,803)	12,000	(54,455)	(63,898)	(389,894)
Other financing sources:					
Transfers in	-	-	-	-	140,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,803)	12,000	(54,455)	(63,898)	(249,894)
Cash and investments - beginning	3,803	-	56,425	321,453	1,025,267
Cash and investments - ending	<u>\$ -</u>	<u>\$ 12,000</u>	<u>\$ 1,970</u>	<u>\$ 257,555</u>	<u>\$ 775,373</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	<u>\$ -</u>	<u>\$ 12,000</u>	<u>\$ 1,970</u>	<u>\$ 257,555</u>	<u>\$ 775,373</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Unrestricted	<u>\$ -</u>	<u>\$ 12,000</u>	<u>\$ 1,970</u>	<u>\$ 257,555</u>	<u>\$ 775,373</u>

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 PRIVATE-PURPOSE TRUST FUNDS  
 For the Year Ended June 30, 2006

	SICCEC High School Learning Center	PALS Fund	Create Foundation	Student Incentive Fund	BASICS Grant- Planning	Rising Sun Grant	Ripley County Community Fund	Rising Sun Grant - Band	Totals
<b>Additions:</b>									
Contributions:									
Other	\$ -	\$ -	\$ 94,119	\$ 1,535	\$ 17,330	\$ 4,000	\$ 3,000	\$ 10,000	\$ 129,984
<b>Deductions:</b>									
Administrative and general	494	-	89,028	2,003	11,817	4,000	-	9,689	117,031
Excess (deficiency) of total additions over total deductions	(494)	-	5,091	(468)	5,513	-	3,000	311	12,953
Cash and investment fund balance - beginning	8,738	459	7,499	468	42,268	-	-	-	59,432
Cash and investments - June 30	<u>\$ 8,244</u>	<u>\$ 459</u>	<u>\$ 12,590</u>	<u>\$ -</u>	<u>\$ 47,781</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ 311</u>	<u>\$ 72,385</u>
<b>Net assets:</b>									
Cash and investments	<u>\$ 8,244</u>	<u>\$ 459</u>	<u>\$ 12,590</u>	<u>\$ -</u>	<u>\$ 47,781</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ 311</u>	<u>\$ 72,385</u>
Total net assets - cash and investment basis held in trust	<u>\$ 8,244</u>	<u>\$ 459</u>	<u>\$ 12,590</u>	<u>\$ -</u>	<u>\$ 47,781</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ 311</u>	<u>\$ 72,385</u>

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 PRIVATE-PURPOSE TRUST FUNDS  
 For the Year Ended June 30, 2007

	SICCEC High School Learning Center	PALS Fund	Create Foundation	Student Incentive Fund	BASICS Grant- Planning	Rising Sun Grant	Ripley County Community Fund	Rising Sun Grant - Band	Totals
<b>Additions:</b>									
Contributions:									
Other	\$ -	\$ -	\$ 75,079	\$ 2,810	\$ 3,647	\$ 1,656	\$ -	\$ -	\$ 83,192
<b>Deductions:</b>									
Administrative and general	-	459	67,541	2,046	31,520	1,656	-	311	103,533
Excess (deficiency) of total additions over total deductions	-	(459)	7,538	764	(27,873)	-	-	(311)	(20,341)
Cash and investment fund balance - beginning	8,244	459	12,590	-	47,781	-	3,000	311	72,385
Cash and investments - June 30	<u>\$ 8,244</u>	<u>\$ -</u>	<u>\$ 20,128</u>	<u>\$ 764</u>	<u>\$ 19,908</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ -</u>	<u>\$ 52,044</u>
<b>Net assets:</b>									
Cash and investments	\$ 8,244	\$ -	\$ 20,128	\$ 764	\$ 19,908	\$ -	\$ 3,000	\$ -	\$ 52,044
Total net assets - cash and investment basis held in trust	<u>\$ 8,244</u>	<u>\$ -</u>	<u>\$ 20,128</u>	<u>\$ 764</u>	<u>\$ 19,908</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ -</u>	<u>\$ 52,044</u>

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For the Year Ended June 30, 2006

	Payroll Fund	Totals
Net assets:		
Cash and investments	\$ 78,831	\$ 78,831
Total net assets - cash and investment basis held in trust	\$ 78,831	\$ 78,831

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For the Year Ended June 30, 2007

	Payroll Fund	Totals
Net assets:		
Cash and investments	\$ 49,088	\$ 49,088
Total net assets - cash and investment basis held in trust	\$ 49,088	\$ 49,088

BATESVILLE COMMUNITY SCHOOL CORPORATION  
SUPPLEMENTARY INFORMATION  
SCHEDULE OF CAPITAL ASSETS

For The Year Ended June 30, 2007

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Buildings	\$ 24,628,157
Machinery and equipment	<u>776,857</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 25,405,014</u>

BATESVILLE COMMUNITY SCHOOL CORPORATION  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 For the Year Ended June 30, 2007

The School Corporation has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
Apple Computer Lease # 10	\$ 66,970	\$ 34,734
Notes and loans payable		
Textbook loans payable	56,496	36,379
Common school loans payable	295,116	103,121
Bonds payable:		
General obligation bonds:		
1992 Elementary bonds	393,290	-
2001 Elementary bonds	1,045,000	554,000
2005 Corporation Building bonds	<u>8,755,000</u>	<u>965,000</u>
<b>Total governmental activities debt</b>	<u><u>\$ 10,611,872</u></u>	<u><u>\$ 1,693,234</u></u>

BATESVILLE COMMUNITY SCHOOL CORPORATION  
EXAMINATION RESULT AND COMMENT

TRANSPORTATION FUND EXPENDITURES

Portions of the Superintendent's and Treasurer's salaries were paid from the Transportation Fund during the examination period. A record of hours worked by officers and employees employed in more than one position was not presented for examination.

Indiana Code 5-11-9-4 requires in part: ". . . records be maintained showing which hours were worked each day by officers and employees . . . employed . . . in more than one (1) position by the same public agency . . ."

Some positions have been formally established by boards of school trustees, through job description, duties assigned, title, salary schedules, etc., as transportation related (for example, Assistant Superintendent-Transportation Director). We will not take audit exception, in these situations (other than positions excluded by statute), to direct transportation related employees having direct transportation related expenses being paid from the transportation fund if a cost allocation system based upon auditable statistics is established tracking costs attributable to the transportation program and therefore payable from the transportation fund. The use of time cards, time logs, or other means of accumulating auditable statistics upon which to base costs would have to be maintained. The time spent on such programs by persons serving in more than one program area must be specific if costs are to be separated. These costs cannot be accurately maintained on a percentage basis and requires the use of one of the methods mentioned above to provide auditable statistics and should cover all program areas in which a person serves or for which the service, materials, supplies, etc., are provided. (The School Administrator and Uniform Compliance Guidelines, Volume 157)

BATESVILLE COMMUNITY SCHOOL CORPORATION  
EXIT CONFERENCE

The contents of this report were discussed on December 18, 2007, with Constance M. Wintz, Treasurer; Dr. James S. Roberts, Superintendent of Schools; and Chris R. Lowery, President of the School Board. The officials concurred with our findings.