

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

EXAMINATION REPORT
OF
REGION 8 EDUCATION SERVICE CENTER
WHITLEY COUNTY, INDIANA
July 1, 2005 to June 30, 2007



FILED
04/24/2008

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Christine A. Gamble	07-01-05 to 06-30-08
Executive Director	Dr. Rodger E. Smith Robert K. Huffman	07-01-05 to 12-31-07 01-01-08 to 06-30-08
President of the Executive Board	Constance E. Bailey Jeff Stephens Neil Potter	07-01-05 to 06-30-06 07-01-06 to 06-30-07 07-01-07 to 06-30-08



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE REGION 8 EDUCATION SERVICE CENTER,
WHITLEY COUNTY, INDIANA

We have examined the financial information presented herein of the Region 8 Education Service Center (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.

Our examination was conducted for the purpose of forming opinions on the financial schedules that collectively comprise the School Corporation's financial information. The Combining Schedules, as listed in the Table of Contents, and Schedule of Capital Assets are presented for additional analysis and are not required parts of the financial information. The Combining Schedules, as listed in the Table of Contents, have been subjected to the examination procedures applied in the examination of the financial information and, in our opinion, are fairly stated based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts. The Schedule of Capital Assets has not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on it.

STATE BOARD OF ACCOUNTS

January 28, 2008

REGION 8 EDUCATION SERVICE CENTER
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 Operating Grants and Contributions</u>	<u>Net (Disbursements) Receipts and Changes in Net Assets Totals</u>
Governmental activities:			
Instruction	\$ 14,048	\$ 38,409	\$ 24,361
Support services	1,476,315	-	(1,476,315)
Nonprogrammed charges	<u>2,850</u>	<u>-</u>	<u>(2,850)</u>
Total governmental units	<u>\$ 1,493,213</u>	<u>\$ 38,409</u>	<u>(1,454,804)</u>
General receipts:			
Other local sources			938,297
Grants and contributions not restricted to specific programs			356,848
Sale of property, adjustments, and refunds			96,331
Investment earnings			<u>38,040</u>
Total general receipts			<u>1,429,516</u>
Change in net assets			(25,288)
Net assets - beginning			<u>738,976</u>
Net assets - ending			<u>\$ 713,688</u>
<u>Assets</u>			
Cash and investments			<u>\$ 713,688</u>
<u>Net Assets</u>			
Unrestricted			<u>\$ 713,688</u>

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

REGION 8 EDUCATION SERVICE CENTER
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 Operating Grants and Contributions</u>	<u>Net (Disbursements) Receipts and Changes in Net Assets Totals</u>
Governmental activities:			
Instruction	\$ 115,144	\$ 4,100	\$ (111,044)
Support services	1,627,554	-	(1,627,554)
Nonprogrammed charges	<u>3,116</u>	<u>-</u>	<u>(3,116)</u>
Total governmental activities	<u>\$ 1,745,814</u>	<u>\$ 4,100</u>	<u>(1,741,714)</u>
General receipts:			
Other local sources			1,067,410
Grants and contributions not restricted to specific programs			343,851
Sale of property, adjustments, and refunds			120,101
Investment earnings			<u>41,111</u>
Total general receipts			<u>1,572,473</u>
Change in net assets			(169,241)
Net assets - beginning			<u>713,688</u>
Net assets - ending			<u>\$ 544,447</u>
<u>Assets</u>			
Cash and investments			<u>\$ 544,447</u>
<u>Net Assets</u>			
Unrestricted			<u>\$ 544,447</u>

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

REGION 8 EDUCATION SERVICE CENTER
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	Capital Expenditures	SEMS	Workshop	Reading Recovery	Intelenet/Acelink Network	Capital Accumulation	Other	Totals
Receipts:									
Local sources	\$ 260,647	\$ 132,628	\$ 80,800	\$ 178,116	\$ 55,575	\$ 161,450	\$ -	\$ 107,120	\$ 976,336
State sources	113,556	61,146	-	-	-	152,356	-	38,410	365,468
Federal sources	-	-	-	-	-	-	-	29,790	29,790
Sale of property, adjustments and refunds	1,246	7,762	-	13,580	-	-	40,515	33,228	96,331
Total receipts	375,449	201,536	80,800	191,696	55,575	313,806	40,515	208,548	1,467,925
Disbursements:									
Current:									
Instruction	-	-	-	-	-	-	-	14,048	14,048
Support services	430,230	233,387	57,240	223,977	78,207	239,507	15,579	198,188	1,476,315
Nonprogrammed charges	-	-	-	-	2,850	-	-	-	2,850
Total disbursements	430,230	233,387	57,240	223,977	81,057	239,507	15,579	212,236	1,493,213
Excess (deficiency) of receipts over disbursements	(54,781)	(31,851)	23,560	(32,281)	(25,482)	74,299	24,936	(3,688)	(25,288)
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	32,000	-	32,000
Transfers out	-	(14,000)	-	-	-	-	-	(18,000)	(32,000)
Total other financing sources (uses)	-	(14,000)	-	-	-	-	32,000	(18,000)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(54,781)	(45,851)	23,560	(32,281)	(25,482)	74,299	56,936	(21,688)	(25,288)
Cash and investments - beginning	192,073	133,728	33,915	77,775	74,570	-	38,000	188,915	738,976
Cash and investments - ending	\$ 137,292	\$ 87,877	\$ 57,475	\$ 45,494	\$ 49,088	\$ 74,299	\$ 94,936	\$ 167,227	\$ 713,688
Cash and Investment Assets - Ending									
Cash and investments	\$ 137,292	\$ 87,877	\$ 57,475	\$ 45,494	\$ 49,088	\$ 74,299	\$ 94,936	\$ 167,227	\$ 713,688
Cash and Investment Fund Balance - Ending									
Unrestricted	\$ 137,292	\$ 87,877	\$ 57,475	\$ 45,494	\$ 49,088	\$ 74,299	\$ 94,936	\$ 167,227	\$ 713,688

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

REGION 8 EDUCATION SERVICE CENTER
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	Capital Expenditures	SEMS	Workshop	Reading Recovery	Intelenet/Acelink Network	Capital Accumulation	Other	Totals
Receipts:									
Local sources	\$ 289,987	\$ 141,886	\$ 103,250	\$ 160,516	\$ 105,550	\$ 148,858	\$ -	\$ 158,474	\$ 1,108,521
State sources	113,994	61,382	-	-	-	-	-	4,100	179,476
Federal sources	-	-	-	-	-	-	-	168,475	168,475
Sale of property, adjustments and refunds	4,548	6,100	-	14,357	266	74,430	-	20,400	120,101
Total receipts	408,529	209,368	103,250	174,873	105,816	223,288	-	351,449	1,576,573
Disbursements:									
Current:									
Instruction	-	-	-	-	-	-	-	115,144	115,144
Support services	437,421	169,326	96,600	208,729	88,710	249,747	72,429	304,592	1,627,554
Nonprogrammed charges	-	-	-	-	3,116	-	-	-	3,116
Total disbursements	437,421	169,326	96,600	208,729	91,826	249,747	72,429	419,736	1,745,814
Excess (deficiency) of receipts over disbursements	(28,892)	40,042	6,650	(33,856)	13,990	(26,459)	(72,429)	(68,287)	(169,241)
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	18,000	374	18,374
Transfers out	(374)	(18,000)	-	-	-	-	-	-	(18,374)
Total other financing sources (uses)	(374)	(18,000)	-	-	-	-	18,000	374	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(29,266)	22,042	6,650	(33,856)	13,990	(26,459)	(54,429)	(67,913)	(169,241)
Cash and investments - beginning	137,292	87,877	57,475	45,494	49,088	74,299	94,936	167,227	713,688
Cash and investments - ending	\$ 108,026	\$ 109,919	\$ 64,125	\$ 11,638	\$ 63,078	\$ 47,840	\$ 40,507	\$ 99,314	\$ 544,447
Cash and Investment Assets - Ending									
Cash and investments	\$ 108,026	\$ 109,919	\$ 64,125	\$ 11,638	\$ 63,078	\$ 47,840	\$ 40,507	\$ 99,314	\$ 544,447
Cash and Investment Fund Balance - Ending									
Unrestricted	\$ 108,026	\$ 109,919	\$ 64,125	\$ 11,638	\$ 63,078	\$ 47,840	\$ 40,507	\$ 99,314	\$ 544,447

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

REGION 8 EDUCATION SERVICE CENTER
 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>
Additions:	
Contributions:	
Other	\$ <u>62,300</u>
Deductions:	
Administrative and general	<u>58,692</u>
Excess of total additions over total deductions	3,608
Cash and investment fund balance - beginning	<u>59,542</u>
Cash and investment fund balance - ending	<u>\$ 63,150</u>
Net assets:	
Cash and investments	<u>\$ 63,150</u>
Total net assets - cash and investment basis held in trust	<u>\$ 63,150</u>

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

REGION 8 EDUCATION SERVICE CENTER
 SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 FIDUCIARY FUNDS
 For the Year Ended June 30, 2007

	Private-Purpose Trust Funds
Deductions:	
Administrative and general	\$ 63,150
Deficiency of total additions over total deductions	(63,150)
Cash and investment fund balance - beginning	63,150
Cash and investment fund balance - ending	\$ -
Net assets:	
Cash and investments	\$ -
Total net assets - cash and investment basis held in trust	\$ -

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

REGION 8 EDUCATION SERVICE CENTER
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 Schedules

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, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial schedules. Major individual governmental funds and major individual enterprise 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 capital expenditures fund, workshop fund and the intelenet/acelink network fund account for joint educational programs by school corporations.

The SEMS fund accounts for receipts and disbursements for a substitute employment management service for participating school corporations.

The reading recovery fund accounts for reading recovery programs.

The capital accumulation fund accounts for transfers in from other funds and disbursements for capital expenditures and as a savings for future major capital expenditures.

REGION 8 EDUCATION SERVICE CENTER
NOTES TO FINANCIAL INFORMATION
(Continued)

Additionally, the School Corporation reports the following fund type:

The private-purpose trust funds report trust arrangements under which principal and income benefit the grant beneficiaries.

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, while the fund financial schedules for proprietary fund types would use the 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.

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

No formal budget is required since the funding for the School Corporation is from other participating school corporations and not by a tax rate.

Note 4. Property Taxes

No property taxes are levied for the School Corporation. Funding is provided from participating school corporations.

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.

REGION 8 EDUCATION SERVICE CENTER
 NOTES TO FINANCIAL INFORMATION
 (Continued)

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>For the Year Ended June 30, 2006</u>	<u>For the Year Ended June 30, 2007</u>
General Fund	Other governmental funds	\$ -	\$ 374
Capital Expenditures Fund	Capital Accumulation Fund	14,000	18,000
Other governmental funds	Capital Accumulation Fund	<u>18,000</u>	<u>-</u>
Totals		<u>\$ 32,000</u>	<u>\$ 18,374</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. 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 statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

REGION 8 EDUCATION SERVICE CENTER
NOTES TO FINANCIAL INFORMATION
(Continued)

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 statements 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

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.

REGION 8 EDUCATION SERVICE CENTER
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2006

	Programs	SNAP	Repair	Co-op Purchasing	Alternative Education	Gifted and Talented	Professional Development Academy
Receipts:							
Local sources	\$ 68,418	\$ 15,958	\$ 5,519	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	38,410	-
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	14,650	35	-	7,808	-	10,735	-
Total receipts	83,068	15,993	5,519	7,808	-	49,145	-
Disbursements:							
Current:							
Instruction	-	-	-	-	-	-	-
Support services	64,171	10,974	8,811	9,182	-	44,667	-
Total disbursements	64,171	10,974	8,811	9,182	-	44,667	-
Excess (deficiency) of receipts over disbursements	18,897	5,019	(3,292)	(1,374)	-	4,478	-
Other financing uses:							
Transfers out	-	-	-	-	-	(18,000)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	18,897	5,019	(3,292)	(1,374)	-	(13,522)	-
Cash and investments - beginning	18,591	2,248	11,899	26,720	4,091	49,415	1,000
Cash and investments - ending	\$ 37,488	\$ 7,267	\$ 8,607	\$ 25,346	\$ 4,091	\$ 35,893	\$ 1,000
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 37,488	\$ 7,267	\$ 8,607	\$ 25,346	\$ 4,091	\$ 35,893	\$ 1,000
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	\$ 37,488	\$ 7,267	\$ 8,607	\$ 25,346	\$ 4,091	\$ 35,893	\$ 1,000

REGION 8 EDUCATION SERVICE CENTER
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	Staff Application System	Future Projects Training and Service	IDEA Targeted Grants	Student Health Services	English Language Grant	Reading First Grant	Totals
Receipts:							
Local sources	\$ 7,500	\$ 5,825	\$ -	\$ 3,900	\$ -	\$ -	\$ 107,120
State sources	-	-	-	-	-	-	38,410
Federal sources	-	-	-	-	24,790	5,000	29,790
Sale of property, adjustments and refunds	-	-	-	-	-	-	33,228
Total receipts	7,500	5,825	-	3,900	24,790	5,000	208,548
Disbursements:							
Current:							
Instruction	-	-	14,048	-	-	-	14,048
Support services	4,883	3,206	-	18,800	28,494	5,000	198,188
Total disbursements	4,883	3,206	14,048	18,800	28,494	5,000	212,236
Excess (deficiency) of receipts over disbursements	2,617	2,619	(14,048)	(14,900)	(3,704)	-	(3,688)
Other financing uses:							
Transfers out	-	-	-	-	-	-	(18,000)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,617	2,619	(14,048)	(14,900)	(3,704)	-	(21,688)
Cash and investments - beginning	12,482	9,970	14,048	14,900	23,551	-	188,915
Cash and investments - ending	\$ 15,099	\$ 12,589	\$ -	\$ -	\$ 19,847	\$ -	\$ 167,227
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 15,099	\$ 12,589	\$ -	\$ -	\$ 19,847	\$ -	\$ 167,227
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	\$ 15,099	\$ 12,589	\$ -	\$ -	\$ 19,847	\$ -	\$ 167,227

REGION 8 EDUCATION SERVICE CENTER
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007

	Programs	SNAP	Repair	Co-op Purchasing	Alternative Education	Gifted and Talented
Receipts:						
Local sources	\$ 121,364	\$ 24,365	\$ 568	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	4,100
Federal sources	-	-	-	-	-	-
Sale of property, adjustments and refunds	10,908	-	-	9,413	-	-
Total receipts	<u>132,272</u>	<u>24,365</u>	<u>568</u>	<u>9,413</u>	<u>-</u>	<u>4,100</u>
Disbursements:						
Current:						
Instruction	-	-	-	-	-	-
Support services	157,848	23,620	3,342	21,030	-	39,993
Total disbursements	<u>157,848</u>	<u>23,620</u>	<u>3,342</u>	<u>21,030</u>	<u>-</u>	<u>39,993</u>
Excess (deficiency) of receipts over disbursements	<u>(25,576)</u>	<u>745</u>	<u>(2,774)</u>	<u>(11,617)</u>	<u>-</u>	<u>(35,893)</u>
Other financing sources:						
Transfers in	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(25,576)</u>	<u>745</u>	<u>(2,774)</u>	<u>(11,617)</u>	<u>-</u>	<u>(35,893)</u>
Cash and investments - beginning	<u>37,488</u>	<u>7,267</u>	<u>8,607</u>	<u>25,346</u>	<u>4,091</u>	<u>35,893</u>
Cash and investments - ending	<u>\$ 11,912</u>	<u>\$ 8,012</u>	<u>\$ 5,833</u>	<u>\$ 13,729</u>	<u>\$ 4,091</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ 11,912</u>	<u>\$ 8,012</u>	<u>\$ 5,833</u>	<u>\$ 13,729</u>	<u>\$ 4,091</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ 11,912</u>	<u>\$ 8,012</u>	<u>\$ 5,833</u>	<u>\$ 13,729</u>	<u>\$ 4,091</u>	<u>\$ -</u>

REGION 8 EDUCATION SERVICE CENTER
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Professional Development Academy	Staff Application System	Future Projects Training and Service	PATINS Grant	English Language Grant	Totals
Receipts:						
Local sources	\$ -	\$ 6,750	\$ 5,427	\$ -	\$ -	\$ 158,474
State sources	-	-	-	-	-	4,100
Federal sources	-	-	-	138,090	30,385	168,475
Sale of property, adjustments and refunds	-	-	-	79	-	20,400
Total receipts	-	6,750	5,427	138,169	30,385	351,449
Disbursements:						
Current:						
Instruction	-	-	-	115,144	-	115,144
Support services	-	5,519	3,008	-	50,232	304,592
Total disbursements	-	5,519	3,008	115,144	50,232	419,736
Excess (deficiency) of receipts over disbursements	-	1,231	2,419	23,025	(19,847)	(68,287)
Other financing sources:						
Transfers in	-	-	-	374	-	374
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	1,231	2,419	23,399	(19,847)	(67,913)
Cash and investments - beginning	1,000	15,099	12,589	-	19,847	167,227
Cash and investments - ending	\$ 1,000	\$ 16,330	\$ 15,008	\$ 23,399	\$ -	\$ 99,314
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 1,000	\$ 16,330	\$ 15,008	\$ 23,399	\$ -	\$ 99,314
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 1,000	\$ 16,330	\$ 15,008	\$ 23,399	\$ -	\$ 99,314

REGION 8 EDUCATION SERVICE CENTER
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2006

	<u>National Board State Farm Grant</u>	<u>Foellinger Foundation Grant</u>	<u>Totals</u>
Additions:			
Contributions:			
Other	\$ -	\$ 62,300	\$ 62,300
Deductions:			
Administrative and general	-	58,692	58,692
Excess of total additions over total deductions	-	3,608	3,608
Cash and investment fund balance - beginning	2,492	57,050	59,542
Cash and Investments - June 30	<u>\$ 2,492</u>	<u>\$ 60,658</u>	<u>\$ 63,150</u>
Net assets:			
Cash and investments	\$ 2,492	\$ 60,658	\$ 63,150
Total net assets - cash and investment basis held in trust	<u>\$ 2,492</u>	<u>\$ 60,658</u>	<u>\$ 63,150</u>

REGION 8 EDUCATION SERVICE CENTER
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2007

	National Board State Farm Grant	Foellinger Foundation Grant	Totals
Deductions:			
Administrative and general	\$ 2,492	\$ 60,658	\$ 63,150
Deficiency of total additions over total deductions	(2,492)	(60,658)	(63,150)
Cash and investment fund balance - beginning	2,492	60,658	63,150
Cash and Investments - June 30	\$ -	\$ -	\$ -
Net assets:			
Cash and investments	\$ -	\$ -	\$ -
Total net assets - cash and investment basis held in trust	\$ -	\$ -	\$ -

REGION 8 EDUCATION SERVICE CENTER
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS

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:	
Machinery and equipment	<u>\$ 373,968</u>

REGION 8 EDUCATION SERVICE CENTER
EXIT CONFERENCE

The contents of this report were discussed on January 28, 2008, with Robert K. Huffman, Executive Director; and Christine A. Gamble, Treasurer. Our examination disclosed no material items that warrant comment at this time.