

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

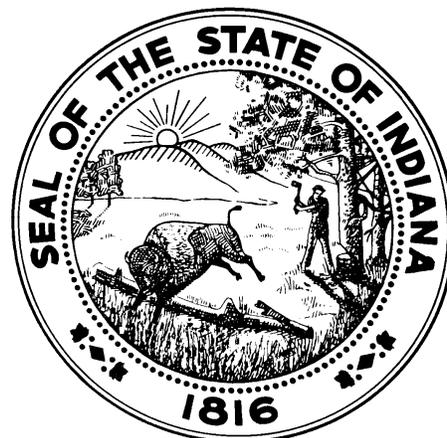
AUDIT REPORT

OF

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP

MARION COUNTY, INDIANA

July 1, 2005 to June 30, 2007



FILED

06/04/2008

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	3
Independent Auditor's Report on Financial Statements and Supplementary Schedule of Expenditures of Federal Awards	4-5
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards	6-7
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Activities and Net Assets – Cash and Investment Basis	8-9
Fund Financial Statements:	
Governmental Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Governmental Funds	10-11
Proprietary Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances - Cash and Investments Basis – Proprietary Funds	12-13
Fiduciary Funds:	
Statement of Additions, Deductions, and Changes in Cash and Investment Balances – Fiduciary Funds	14-15
Notes to Financial Statements	16-26
Required Supplementary Information:	
Schedule of Funding Progress	27
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds.....	28-51
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Internal Service Funds	52-53
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Private-Purpose Trust Funds	54-59
Schedule of Capital Assets.....	60
Schedule of Long-Term Debt	61

TABLE OF CONTENTS
(Continued)

<u>Description</u>	<u>Page</u>
Audit Results and Comments:	
Vending Machine Commissions and/or Profits.....	62
Overdrawn Cash Balances.....	62-63
Average Daily Membership (ADM) – Incorrect Reporting to the State.....	63
Fees.....	63-64
Prescribed Forms.....	64
Cash Necessary to Balance, Bank Reconciliations.....	64
Transfer Tuition.....	64
Internal Controls.....	65
Receipt Issuance.....	65
Overdrawn Cash Balances.....	65-66
Old Outstanding Checks.....	66-67
Prescribed Forms.....	67
Outside Organizations.....	67-68
Supporting Documentation.....	68
Condition of Records.....	68
Bank Account Reconciliations.....	69
Deposits.....	69
Transfer to Principal's Fund.....	69-70
Transaction Recording.....	70
Petty Cash Fund.....	70
Sales Tax.....	70
Donations.....	70
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133.....	72-73
Schedule of Expenditures of Federal Awards.....	74-75
Notes to Schedule of Expenditures of Federal Awards.....	76
Schedule of Findings and Questioned Costs.....	77
Auditee Prepared Schedule: Summary Schedule of Prior Audit Findings.....	78
Exit Conference.....	79
Official Response.....	80-81

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Linda Searles	07-01-05 to 06-30-08
Superintendent of Schools	Nathaniel Jones	07-01-05 to 06-30-08
President of the School Board	Larry Metzler	07-01-05 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

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

TO: THE OFFICIALS OF THE METROPOLITAN SCHOOL DISTRICT
OF PIKE TOWNSHIP, MARION COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Metropolitan School District of Pike Township (School Corporation), as of and for the years ended June 30, 2006 and 2007, which collectively comprise the School Corporation's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the School Corporation's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note I, the School Corporation prepares its financial statements on the prescribed 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the School Corporation as of June 30, 2006 and 2007, and the respective cash receipts and cash disbursements during the years then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated March 18, 2008, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. Our report on compliance and on internal control over financial reporting should be read along with this report.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of the School Corporation taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. The accompanying combining fund statements for

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

other governmental funds, internal service funds and private-purpose trust funds listed in the Table of Contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The Schedule of Funding Progress, as listed in the Table of Contents, is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The School Corporation has not presented Management's Discussion and Analysis or Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Corporation's basic financial statements. The Combining Schedules, as listed in the Table of Contents, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the basic financial statements. The Combining Schedules, as listed in the Table of Contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Schedule of Capital Assets and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

March 18, 2008



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

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF THE METROPOLITAN SCHOOL DISTRICT
OF PIKE TOWNSHIP, MARION COUNTY, INDIANA

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Metropolitan School District of Pike Township (School Corporation), as of and for the years ended June 30, 2006 and 2007, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated March 18, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School Corporation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be significant deficiencies or material weaknesses, as defined above.

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
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 statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

The School Corporation's response to the findings identified in our audit is described in the accompanying section of the report entitled Official Response. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the School Corporation's management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

March 18, 2008

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2006

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<u>Totals</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
Governmental activities:				
Instruction	\$ 36,318,162	\$ -	\$ 592,462	\$ (35,725,700)
Support services	55,113,041	2,362,947	2,027,713	(50,722,381)
Community services	901,393	-	-	(901,393)
Nonprogrammed charges	14,145,326	-	-	(14,145,326)
Debt service	<u>30,081,863</u>	<u>-</u>	<u>-</u>	<u>(30,081,863)</u>
Total governmental activities	<u>\$ 136,559,785</u>	<u>\$ 2,362,947</u>	<u>\$ 2,620,175</u>	<u>(131,576,663)</u>
General receipts:				
Property taxes				71,613,152
Other local sources				8,095,082
State aid				21,300,891
Bonds and loans				10,789,718
Grants and contributions not restricted to specific programs				5,082,434
Sale of property, adjustments, and refunds				2,309,350
Investment earnings				<u>808,228</u>
Total general receipts				<u>119,998,855</u>
Change in net assets				(11,577,808)
Net assets - beginning				<u>36,261,249</u>
Net assets - ending				<u>\$ 24,683,441</u>
<u>Assets</u>				
Cash and investments				\$ 13,889,678
Restricted assets:				
Cash and investments				<u>10,793,763</u>
Total assets				<u>\$ 24,683,441</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 6,394,025
Other purposes				4,399,738
Unrestricted				<u>13,889,678</u>
Total net assets				<u>\$ 24,683,441</u>

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2007

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<u>Totals</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
Governmental activities:				
Instruction	\$ 34,797,165	\$ -	\$ 731,276	\$ (34,065,889)
Support services	60,898,841	2,647,193	2,259,199	(55,992,449)
Community services	913,294	-	-	(913,294)
Nonprogrammed charges	14,330,198	-	-	(14,330,198)
Debt service	<u>27,467,608</u>	<u>-</u>	<u>-</u>	<u>(27,467,608)</u>
Total governmental activities	<u>\$ 138,407,106</u>	<u>\$ 2,647,193</u>	<u>\$ 2,990,475</u>	<u>(132,769,438)</u>
General receipts:				
Property taxes				51,476,493
Other local sources				7,503,961
State aid				21,896,824
Bonds and loans				40,645,149
Grants and contributions not restricted to specific programs				5,987,635
Sale of property, adjustments, and refunds				2,042,960
Investment earnings				<u>1,220,216</u>
Total general receipts				<u>130,773,238</u>
Change in net assets				(1,996,200)
Net assets - beginning				<u>24,683,441</u>
Net assets - ending				<u>\$ 22,687,241</u>
<u>Assets</u>				
Cash and investments				\$ 18,884,712
Restricted assets:				
Cash and investments				<u>3,802,529</u>
Total assets				<u>\$ 22,687,241</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 1,412,248
Other purposes				2,390,281
Unrestricted				<u>18,884,712</u>
Total net assets				<u>\$ 22,687,241</u>

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
STATEMENT 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	Freshman Center Construction	Stadium Construction	Other	Totals
Receipts:									
Local sources	\$ 40,452,683	\$ 5,867,031	\$ 14,499,184	\$ 15,887,010	\$ 1,196,258	\$ -	\$ -	\$ 4,977,242	\$ 82,879,408
State sources	21,301,662	-	-	-	-	-	-	1,584,624	22,886,286
Federal sources	54,757	-	-	-	-	-	-	6,062,458	6,117,215
Sale of property, adjustments and refunds	1,100,865	1,164	-	3,550	-	21,852	-	1,165,825	2,293,256
Total receipts	62,909,967	5,868,195	14,499,184	15,890,560	1,196,258	21,852	-	13,790,149	114,176,165
Disbursements:									
Current:									
Instruction	34,126,740	-	-	-	-	-	-	3,947,629	38,074,369
Support services	19,794,112	5,568,181	-	20,758,037	1,228,066	83,638	-	7,681,007	55,113,041
Community services	611,989	-	-	-	-	-	-	289,404	901,393
Nonprogrammed charges	1,280,615	-	-	-	-	-	-	2,499,385	3,780,000
Debt services	11,792,190	1,739,326	14,857,918	-	860,913	-	-	831,516	30,081,863
Total disbursements	67,605,646	7,307,507	14,857,918	20,758,037	2,088,979	83,638	-	15,248,941	127,950,666
Deficiency of receipts over disbursements	(4,695,679)	(1,439,312)	(358,734)	(4,867,477)	(892,721)	(61,786)	-	(1,458,792)	(13,774,501)
Other financing sources (uses):									
Bonds and loans	8,365,739	1,645,157	-	-	778,822	-	-	-	10,789,718
Transfers out	(7,228,207)	(825,129)	-	(356,987)	-	-	-	(642,767)	(9,053,090)
Total other financing sources (uses)	1,137,532	820,028	-	(356,987)	778,822	-	-	(642,767)	1,736,628
Deficiency of receipts and other financing sources over disbursements and other financing uses	(3,558,147)	(619,284)	(358,734)	(5,224,464)	(113,899)	(61,786)	-	(2,101,559)	(12,037,873)
Cash and investments - beginning	7,785,735	1,915,275	6,170,049	12,997,424	119,555	653,872	-	2,679,666	32,321,576
Cash and investments - ending	\$ 4,227,588	\$ 1,295,991	\$ 5,811,315	\$ 7,772,960	\$ 5,656	\$ 592,086	\$ -	\$ 578,107	20,283,703
Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:									
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.									
									4,399,738
Net assets of governmental activities									\$ 24,683,441
Cash and Investment Assets - Ending									
Cash and investments	\$ 4,227,588	\$ 1,295,991	\$ -	\$ 7,772,960	\$ 5,656	\$ 592,086	\$ -	\$ (4,603)	\$ 13,889,678
Restricted assets:									
Cash and investments	-	-	5,811,315	-	-	-	-	582,710	6,394,025
Total cash and investment assets - ending	\$ 4,227,588	\$ 1,295,991	\$ 5,811,315	\$ 7,772,960	\$ 5,656	\$ 592,086	\$ -	\$ 578,107	\$ 20,283,703
Cash and Investment Fund Balance - Ending									
Restricted for:									
Debt service	\$ -	\$ -	\$ 5,811,315	\$ -	\$ -	\$ -	\$ -	\$ 582,710	\$ 6,394,025
Unrestricted	4,227,588	1,295,991	-	7,772,960	5,656	592,086	-	(4,603)	13,889,678
Total cash and investment fund balance - ending	\$ 4,227,588	\$ 1,295,991	\$ 5,811,315	\$ 7,772,960	\$ 5,656	\$ 592,086	\$ -	\$ 578,107	\$ 20,283,703

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
STATEMENT 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	Freshman Center Construction	Stadium Construction	Other	Totals
Receipts:									
Local sources	\$ 29,773,633	\$ 3,712,128	\$ 12,034,847	\$ 12,220,282	\$ 614,027	\$ -	\$ -	\$ 4,492,946	\$ 62,847,863
State sources	22,391,065	-	-	-	-	-	-	1,694,833	24,085,898
Federal sources	42,997	-	-	-	-	-	-	6,746,049	6,789,046
Sale of property, adjustments and refunds	1,341,545	423	-	2,458	-	12,817	-	644,815	2,002,058
Total receipts	53,549,240	3,712,551	12,034,847	12,222,740	614,027	12,817	-	13,578,643	95,724,865
Disbursements:									
Current:									
Instruction	32,413,138	-	-	-	-	-	-	4,029,909	36,443,047
Support services	21,460,438	5,451,934	-	17,595,374	1,122,133	17,580	9,436,093	5,815,289	60,898,841
Community services	581,777	-	-	-	-	-	-	331,517	913,294
Nonprogrammed charges	1,182,001	-	-	-	-	-	-	885,742	2,067,743
Debt services	8,365,739	1,645,157	16,230,975	-	389,411	-	-	836,326	27,467,608
Total disbursements	64,003,093	7,097,091	16,230,975	17,595,374	1,511,544	17,580	9,436,093	11,898,783	127,790,533
Excess (deficiency) of receipts over disbursements	(10,453,853)	(3,384,540)	(4,196,128)	(5,372,634)	(897,517)	(4,763)	(9,436,093)	1,679,860	(32,065,668)
Other financing sources (uses):									
Bonds and loans	19,870,612	3,141,157	-	-	999,222	3,480,266	13,153,892	-	40,645,149
Transfers in	-	46,245	-	-	-	-	-	182,426	228,671
Transfers out	(7,132,913)	(787,026)	(228,671)	(180,432)	-	-	-	(465,853)	(8,794,895)
Total other financing sources (uses)	12,737,699	2,400,376	(228,671)	(180,432)	999,222	3,480,266	13,153,892	(283,427)	32,078,925
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,283,846	(984,164)	(4,424,799)	(5,553,066)	101,705	3,475,503	3,717,799	1,396,433	13,257
Cash and investments - beginning	4,227,588	1,295,991	5,811,315	7,772,960	5,656	592,086	-	578,107	20,283,703
Cash and investments - ending	\$ 6,511,434	\$ 311,827	\$ 1,386,516	\$ 2,219,894	\$ 107,361	\$ 4,067,589	\$ 3,717,799	\$ 1,974,540	20,296,960
Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:									
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.									
									2,390,281
Net assets of governmental activities									\$ 22,687,241
Cash and Investment Assets - Ending									
Cash and investments	\$ 6,511,434	\$ 311,827	\$ -	\$ 2,219,894	\$ 107,361	\$ 4,067,589	\$ 3,717,799	\$ 1,948,808	\$ 18,884,712
Restricted assets:									
Cash and investments	-	-	1,386,516	-	-	-	-	25,732	1,412,248
Total cash and investment assets - ending	\$ 6,511,434	\$ 311,827	\$ 1,386,516	\$ 2,219,894	\$ 107,361	\$ 4,067,589	\$ 3,717,799	\$ 1,974,540	\$ 20,296,960
Cash and Investment Fund Balance - Ending									
Restricted for:									
Debt service	\$ -	\$ -	\$ 1,386,516	\$ -	\$ -	\$ -	\$ -	\$ 25,732	\$ 1,412,248
Unrestricted	6,511,434	311,827	-	2,219,894	107,361	4,067,589	3,717,799	1,948,808	18,884,712
Total cash and investment fund balance - ending	\$ 6,511,434	\$ 311,827	\$ 1,386,516	\$ 2,219,894	\$ 107,361	\$ 4,067,589	\$ 3,717,799	\$ 1,974,540	\$ 20,296,960

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
AND CHANGES IN FUND BALANCES - CASH AND INVESTMENTS BASIS
PROPRIETARY FUNDS
For the Year Ended June 30, 2006

	<u>Internal Service Funds</u>
Operating receipts:	
Charges for services	\$ 2,292,627
Miscellaneous	<u>83,188</u>
Total operating receipts	<u>2,375,815</u>
Operating disbursements:	
Insurance claims and expense	10,422,575
Other	<u>546,265</u>
Total operating disbursements	<u>10,968,840</u>
Deficiency of operating receipts over operating disbursements	(8,593,025)
Transfers in	<u>9,053,090</u>
Change in net assets	460,065
Cash and investment fund balance - beginning	<u>3,939,673</u>
Cash and investment fund balance - ending	<u>\$ 4,399,738</u>
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	<u>\$ 4,399,738</u>
Total cash and investment assets - ending	<u>\$ 4,399,738</u>
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	<u>\$ 4,399,738</u>
Total cash and investment fund balance - ending	<u>\$ 4,399,738</u>

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
AND CHANGES IN FUND BALANCES - CASH AND INVESTMENTS BASIS
PROPRIETARY FUNDS
For the Year Ended June 30, 2007

	Internal Service Funds
Operating receipts:	
Charges for services	\$ 2,224,171
Miscellaneous	40,892
Total operating receipts	2,265,063
Operating disbursements:	
Insurance claims and expense	12,201,306
Other	639,438
Total operating disbursements	12,840,744
Deficiency of operating receipts over operating disbursements	(10,575,681)
Transfers in	8,566,224
Change in net assets	(2,009,457)
Cash and investment fund balance - beginning	4,399,738
Cash and investment fund balance - ending	\$ 2,390,281
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	\$ 2,390,281
Total cash and investment assets - ending	\$ 2,390,281
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	\$ 2,390,281
Total cash and investment fund balance - ending	\$ 2,390,281

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2006

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Other	\$ -	\$ 279,563	
Deductions:			
Benefits	5,122,057	-	
Administrative and general	-	760,147	
Total deductions	5,122,057	760,147	
Deficiency of total additions over total deductions	(5,122,057)	(480,584)	
Cash and investment fund balance - beginning	6,018,086	1,700,729	
Cash and investment fund balance - ending	\$ 896,029	\$ 1,220,145	
Net assets:			
Cash and investments	\$ 896,029	\$ 1,220,145	\$ 1,846,508
Total net assets - cash and investment basis held in trust	\$ 896,029	\$ 1,220,145	\$ 1,846,508

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2007

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Employer	\$ 128	\$ -	
Other	-	757,051	
Total contributions	128	757,051	
Deductions:			
Benefits	341,591	-	
Administrative and general	-	940,765	
Total deductions	341,591	940,765	
Deficiency of total additions over total deductions	(341,463)	(183,714)	
Cash and investment fund balance - beginning	896,029	1,220,145	
Cash and investment fund balance - ending	\$ 554,566	\$ 1,036,431	
Net assets:			
Cash and investments	\$ 554,566	\$ 1,036,431	\$ 471,334
Total net assets - cash and investment basis held in trust	\$ 554,566	\$ 1,036,431	\$ 471,334

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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.

The School Corporation's financial reporting entity is composed of the following:

Primary Government: Metropolitan School District of Pike Township

In determining the financial reporting entity, the School Corporation complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

Joint Venture

The School Corporation is a participant with Beech Grove City Schools, Carmel Clay Schools, Center Grove Community School Corporation, Clark Pleasant Community Schools, Metropolitan School District of Decatur Township, Franklin Township Schools, Metropolitan School District of Perry Township, Metropolitan School District of Warren Township, and Metropolitan School District of Wayne Township in a joint venture to operate Central Indiana Educational Service Center (CIESC) which was created to provide educational programs and services for participating school corporations. Complete financial statements for CIESC can be obtained from the administrative office located at 6321 La Pas Trail, Suite 200, Indianapolis, IN 46268.

The School Corporation is a participant with Indianapolis Public Schools in a joint venture to operate Pacer Academy High School which was created to develop and maintain alternative education opportunities to meet the needs of their citizens. Costs are tracked and school corporations are invoiced at the end of each six months period. Complete financial statements for the Pacer Academy can be obtained from Metropolitan School District of Pike Township, Indianapolis, IN 46268.

The School Corporation is a participant with Metropolitan School District of Wayne Township, Avon Community School Corporation, Brownsburg Community School Corporation, Danville Community School Corporation, Eagle-Union School Corporation, Monroe-Gregg School District, Mooresville Consolidated Schools, Plainfield Community Schools, and the School Town of Speedway in a joint venture to operate West Central Joint Services (Co-op) which was created to provide instruction for handicapped children. The Co-op acts as the pass-through agency for the special education federal grant and retains the participation fees the School Corporation owes which is based on the number of students in the program. The Co-op uses its surplus resources to undertake special projects for the school corporation. The Co-op's continued existence depends on continued funding by the school corporations. Complete financial statements for the Co-op can be obtained from the joint venture's administrative office at 4730 West Gadsden Street, Indianapolis, IN 46241.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statements 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 Statements

Fund financial statements 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 statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. However, at this time, the School Corporation has not established any enterprise funds.

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.

The freshman center construction fund is used to account for disbursements for capital outlay and receipts derived from the sale of general obligation bonds or other outside sources.

The stadium construction fund is used to account for disbursements for capital outlay and receipts derived from the sale of bonds or other outside sources.

Additionally, the School Corporation reports the following fund types:

The internal service funds account for services and supplies provided to other departments on a cost-reimbursement basis.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

The pension trust funds account for bonds and payments anticipated to be made to employees on or after termination of employment or to pay postretirement or severance benefits held by the School Corporation in a trustee capacity.

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the school corporation.

Agency funds account for assets held by the School Corporation as an agent for payroll related withholdings.

C. Measurement Focus and Basis of Accounting

The government-wide, governmental fund, proprietary fund, and fiduciary fund financial statements 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 statements.

If the School Corporation utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements 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 statements.

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.

D. Assets and Cash and Investment Balances

1. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as interest receipts in the year of the sale of the investment. The School Corporation did not have any investments, only an interest bearing account.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the School Corporation in June and in 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. All property taxes collected by the County Treasurer and available for distribution were distributed to the School Corporation on or prior to June 30 of the year collected. However, a delay in the approval of taxable property assessments resulted in May 2007 tax bills not being issued until November 2007. This caused a significant decrease in receipts from local sources/property taxes for the year 2006-2007.

3. Compensated Absences

a. Sick Leave

Employees earn sick leave at the rate of 7 to 12 days per year based on employee classification. Unused sick leave may be accumulated indefinitely. Accumulated sick leave is paid to employees through cash payments upon retirement.

b. Vacation Leave

Nonteaching or administrative and noncertified School Corporation employees earn vacation leave at rates from 10 days to 20 days per year based upon the number of years of service. Vacation leave does not accumulate from year to year.

c. Personal Leave

School Corporation employees earn personal leave at the rate of 2 to 3 days per year, based on employee classification. Unused personal leave may be accumulated to a maximum of 3 days. Accumulated personal leave in excess of 3 days is converted to sick leave.

4. Capital Assets

Capital assets arising from cash transactions acquired for use in governmental or proprietary fund operations are accounted for as capital outlay disbursements of the fund upon acquisition.

5. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary funds is not reported as liabilities in the basic financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as disbursements.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

6. Equity Classification

Government-Wide Statements

Equity is classified as net assets and displayed in two components:

- a. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or (2) law through constitutional provisions or enabling legislation.
- b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

It is the School Corporation's policy to first use restricted net assets prior to the use of unrestricted net assets when a disbursement is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Financial Statements

Governmental fund equity is classified as fund balance. Proprietary fund equity is classified the same as in the government-wide statements.

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

2. Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary funds and the similar discretely presented component unit result from providing services and producing and delivering goods and/or services. They also include all receipts and disbursements not related to capital and related financing, noncapital financing, or investing activities.

F. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Activities and Net Assets – Cash and Investment Basis, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.
2. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are reported as reimbursements.
3. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers – Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities and Net Assets – Cash and Investment Basis.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

Annual budgets are adopted on the cash basis, which is not consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at calendar year end.

Prior to the first required publication, the fiscal officer of the School Corporation submits to the governing board a proposed operating budget for the year commencing the following July 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. In September of each year, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the School Corporation receives approval of the Indiana Department of Local Government Finance.

The School Corporation's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the governing board. The Indiana Department of Local Government Finance must approve any revisions to the appropriations for any fund or any department of the General Fund. The legal level of budgetary control is by object and department within the fund for the General Fund and by object within the fund for all other budgeted funds.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Cash and Investment Balance Deficits

At June 30, 2006 and 2007, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines and state statute:

Fund	2006	2007
School Lunch	\$ 397,594	\$ -
Textbook Rental	1,232,016	563,893
Special Education Part B	172,820	-
Performing Arts	126,743	-

Cash and investment deficits arose primarily from disbursements exceeding receipts due to the underestimate of current requirements; these deficits are to be repaid from future receipts.

III. Detailed Notes on All Funds

A. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

B. Interfund Transfers

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

Transfer From	Transfer To	2006	2007
General Fund	Internal service funds	\$ 7,228,207	\$ 7,132,913
Transportation Operating Fund	Internal service funds	825,129	787,026
Debt Service Fund	Transportation Operating Fund	-	46,245
	Other governmental funds	-	182,426
Capital Projects Fund	Internal service funds	356,987	180,432
Other governmental funds	Internal service funds	642,767	465,853
Totals		<u>\$ 9,053,090</u>	<u>\$ 8,794,895</u>

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

IV. Other Information

A. Risk Management

The School Corporation is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents (excluding postemployment benefits); and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

Medical Benefits to Employees and Dependents

The School Corporation has chosen to establish a risk financing fund for risks associated with medical benefits to employees and dependents. The risk financing fund is accounted for in the Self-Insurance Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$150,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Interfund premiums are paid into the fund by all affected funds and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon an overall premium percentage which is applied to each affected fund and are reported as quasi-external interfund transactions.

B. Holding Corporation

The School Corporation has entered into capital leases with Pike Township School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. Lease payments during the year totaled \$15,906,000.

C. Pension Plans

1. Agent Multiple-Employer Defined Benefit Pension Plan

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 the 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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

provided by the member's annuity savings account. The annuity savings account consists of member's 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. The 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 plan members for PERF are established by the Board of Trustees of PERF. The School Corporation's annual pension cost and related information, as provided by the actuary, is presented in this note.

Information to segregate the assets/liabilities and the actuarial study figures between the School Corporation and the Utilities is not available.

Actuarial Information for the Above Plan

		PERF
Annual required contribution	\$	557,722
Interest on net pension obligation		(55,347)
Adjustment to annual required contribution		63,072
Annual pension cost		565,447
Contributions made		562,510
Increase in net pension obligation		2,937
Net pension obligation, beginning of year		(763,410)
Net pension obligation, end of year	\$	(760,473)

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

	PERF
Contribution rates:	
School Corporation	5.75%
Plan members	3%
Actuarial valuation date	07-01-06
Actuarial cost method	Entry age
Amortization method	Level percentage of projected payroll, closed
Amortization period	40 years
Amortization period (from date)	07-01-97
Asset valuation method	75% of expected actuarial value plus 25% of market value

Actuarial Assumptions

Investment rate of return	7.25%
Projected future salary increases:	
Total	5%
Attributed to inflation	4%
Attributed to merit/seniority	1%
Cost-of-living adjustments	2%

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-04	\$ 435,386	120%	\$ (741,463)
	06-30-05	517,515	104%	(763,410)
	06-30-06	565,447	99%	(760,473)

2. Cost-Sharing Multiple-Employer Defined Benefit Pension Plan

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 member's 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.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 Costs

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.

The School Corporation is to contribute at an actuarially determined rate. The current rate has been actuarially determined under the entry age normal cost method to be 6.82% of covered wages. The School Corporation's required contributions to the plan for the fiscal years ended June 30, 2007, 2006, and 2005, were \$1,734,474, \$1,746,962, and \$2,681,505, respectively. The School Corporation actually contributed 100% of the required contribution for each of the fiscal years, respectively.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-04	\$ 5,433,922	\$ 6,131,097	\$ (697,175)	89%	\$ 9,243,193	(8%)
07-01-05	5,863,811	6,746,838	(883,027)	87%	9,514,162	(9%)
07-01-06	6,308,461	6,661,574	(353,113)	95%	9,439,669	(4%)

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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

	Special Education Preschool	School Lunch	Textbook Rental	Excess Levy	Loving Care Program	Safe Haven Grant	Golden Apple Award
Receipts:							
Local sources	\$ 134,994	\$ 1,765,858	\$ 597,089	\$ -	\$ 1,391,503	\$ -	\$ -
State sources	229,900	44,257	309,900	-	-	-	-
Federal sources	-	1,673,556	-	-	-	21,577	-
Sale of property, adjustments and refunds	-	103,063	789	-	2,842	-	-
Total receipts	364,894	3,586,734	907,778	-	1,394,345	21,577	-
Disbursements:							
Current:							
Instruction	421,871	-	-	-	1,135,110	26,576	-
Support services	58,675	3,671,594	1,469,106	-	103,140	1,835	-
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	2,500	-	1,083,761	237,522	1,114	-
Debt services	-	-	-	-	-	-	-
Total disbursements	480,546	3,674,094	1,469,106	1,083,761	1,475,772	29,525	-
Excess (deficiency) of receipts over disbursements	(115,652)	(87,360)	(561,328)	(1,083,761)	(81,427)	(7,948)	-
Other financing sources (uses):							
Transfers out	(111,524)	(148,717)	-	-	(81,626)	-	-
Total other financing sources (uses)	(111,524)	(148,717)	-	-	(81,626)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(227,176)	(236,077)	(561,328)	(1,083,761)	(163,053)	(7,948)	-
Cash and investments - beginning	246,520	(161,517)	(670,688)	1,083,761	569,408	9,957	47
Cash and investments - ending	<u>\$ 19,344</u>	<u>\$ (397,594)</u>	<u>\$ (1,232,016)</u>	<u>\$ -</u>	<u>\$ 406,355</u>	<u>\$ 2,009</u>	<u>\$ 47</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 19,344	\$ (397,594)	\$ (1,232,016)	\$ -	\$ 406,355	\$ 2,009	\$ 47
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 19,344	\$ (397,594)	\$ (1,232,016)	\$ -	\$ 406,355	\$ 2,009	\$ 47
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	19,344	(397,594)	(1,232,016)	-	406,355	2,009	47
Total cash and investment fund balance - ending	\$ 19,344	\$ (397,594)	\$ (1,232,016)	\$ -	\$ 406,355	\$ 2,009	\$ 47

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Teacher's Credit Union Donation	Transportation Vending	PTEF Autism Tool Kits	March of Dimes Community Award	Professional Development	PHS/PFC Library Fund	Superintendents Scholarships
Receipts:							
Local sources	\$ -	\$ 44	\$ -	\$ -	\$ 8,750	\$ 16,000	\$ -
State sources	5,000	-	3,000	1,183	-	-	2,000
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	5,000	44	3,000	1,183	8,750	16,000	2,000
Disbursements:							
Current:							
Instruction	-	-	-	1,071	-	-	-
Support services	-	-	3,000	-	1,762	12,025	-
Community services	763	-	-	-	-	-	-
Nonprogrammed charges	5,000	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	5,763	-	3,000	1,071	1,762	12,025	-
Excess (deficiency) of receipts over disbursements	(763)	44	-	112	6,988	3,975	2,000
Other financing sources (uses):							
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(763)	44	-	112	6,988	3,975	2,000
Cash and investments - beginning	8,764	243	-	-	5,200	-	-
Cash and investments - ending	<u>8,001</u>	<u>287</u>	<u>-</u>	<u>112</u>	<u>12,188</u>	<u>3,975</u>	<u>2,000</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 8,001	\$ 287	\$ -	\$ 112	\$ 12,188	\$ 3,975	\$ 2,000
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	<u>8,001</u>	<u>287</u>	<u>-</u>	<u>112</u>	<u>12,188</u>	<u>3,975</u>	<u>2,000</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	8,001	287	-	112	12,188	3,975	2,000
Total cash and investment fund balance - ending	<u>8,001</u>	<u>287</u>	<u>-</u>	<u>112</u>	<u>12,188</u>	<u>3,975</u>	<u>2,000</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Weyerhaeuser Foundation	Data Coach	Gifted and Talented	Adult Education EsI/GED	Medicaid	Indiana Math Initiative	Indiana Math Initiative 2
Receipts:							
Local sources	\$ -	\$ 2,000	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	6,000	-	30,235	9,114	-	-	2,400
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	183	-
Total receipts	6,000	2,000	30,235	9,114	-	183	2,400
Disbursements:							
Current:							
Instruction	3,759	-	28,675	17,031	-	-	-
Support services	-	7,424	-	2,157	23,894	-	13,671
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	2	1,560	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	3,759	7,426	30,235	19,188	23,894	-	13,671
Excess (deficiency) of receipts over disbursements	2,241	(5,426)	-	(10,074)	(23,894)	183	(11,271)
Other financing sources (uses):							
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,241	(5,426)	-	(10,074)	(23,894)	183	(11,271)
Cash and investments - beginning	-	6,014	-	-	88,056	(183)	11,271
Cash and investments - ending	<u>\$ 2,241</u>	<u>\$ 588</u>	<u>\$ -</u>	<u>\$ (10,074)</u>	<u>\$ 64,162</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 2,241	\$ 588	\$ -	\$ (10,074)	\$ 64,162	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 2,241	\$ 588	\$ -	\$ (10,074)	\$ 64,162	\$ -	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	2,241	588	-	(10,074)	64,162	-	-
Total cash and investment fund balance - ending	\$ 2,241	\$ 588	\$ -	\$ (10,074)	\$ 64,162	\$ -	\$ -

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Technology Fund	Non-English Speaking	Jump Kids Jump	VIESN	GQE Remediation	Full Day Kindergarten	GQE Remediation Grant
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	251,442	21,251	500	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	251,442	21,251	500	-	-	-	-
Disbursements:							
Current:							
Instruction	-	11,679	-	164	-	-	20,229
Support services	457,333	1,011	-	10	-	-	842
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	7,543	-
Debt services	-	-	-	-	-	-	-
Total disbursements	457,333	12,690	-	174	-	7,543	21,071
Excess (deficiency) of receipts over disbursements	(205,891)	8,561	500	(174)	-	(7,543)	(21,071)
Other financing sources (uses):							
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(205,891)	8,561	500	(174)	-	(7,543)	(21,071)
Cash and investments - beginning	221,232	-	-	839	89,990	7,543	21,071
Cash and investments - ending	<u>\$ 15,341</u>	<u>\$ 8,561</u>	<u>\$ 500</u>	<u>\$ 665</u>	<u>\$ 89,990</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 15,341	\$ 8,561	\$ 500	\$ 665	\$ 89,990	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 15,341	\$ 8,561	\$ 500	\$ 665	\$ 89,990	\$ -	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	15,341	8,561	500	665	89,990	-	-
Total cash and investment fund balance - ending	\$ 15,341	\$ 8,561	\$ 500	\$ 665	\$ 89,990	\$ -	\$ -

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	GQE Remediation Grant	Preventative Remediation	Remediation ISTEP	Lumina/ PHS	Lumina/ PHS 2005-06	Smaller Learning Communities	Title I
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ 555	\$ -	\$ -	\$ -
State sources	55,361	108,460	238,740	-	-	-	5,600
Federal sources	-	-	-	-	10,000	120,000	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	55,361	108,460	238,740	555	10,000	120,000	5,600
Disbursements:							
Current:							
Instruction	35,910	135,520	40,380	11,707	5,206	108,762	-
Support services	5,014	12,160	5,218	-	-	6,886	5,242
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	40,924	147,680	45,598	11,707	5,206	115,648	5,242
Excess (deficiency) of receipts over disbursements	14,437	(39,220)	193,142	(11,152)	4,794	4,352	358
Other financing sources (uses):							
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	14,437	(39,220)	193,142	(11,152)	4,794	4,352	358
Cash and investments - beginning	-	39,220	-	11,707	-	(10,889)	-
Cash and investments - ending	<u>\$ 14,437</u>	<u>\$ -</u>	<u>\$ 193,142</u>	<u>\$ 555</u>	<u>\$ 4,794</u>	<u>\$ (6,537)</u>	<u>\$ 358</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 14,437	\$ -	\$ 193,142	\$ 555	\$ 4,794	\$ (6,537)	\$ 358
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 14,437	\$ -	\$ 193,142	\$ 555	\$ 4,794	\$ (6,537)	\$ 358
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	14,437	-	193,142	555	4,794	(6,537)	358
Total cash and investment fund balance - ending	\$ 14,437	\$ -	\$ 193,142	\$ 555	\$ 4,794	\$ (6,537)	\$ 358

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Title 1	Title 1	Title 1	Title V	Title V Part A	Homeless Grant	Special Education Part B
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	-	68,000	765,622	12,785	50,000	-	303,848
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	-	68,000	765,622	12,785	50,000	-	303,848
Disbursements:							
Current:							
Instruction	21,458	50,730	416,319	6,802	27,127	-	18,881
Support services	1,866	51,559	207,849	2,005	4,777	-	52,847
Community services	-	4,247	7,990	-	-	10,000	-
Nonprogrammed charges	-	-	41,192	-	2,407	-	(25,654)
Debt services	-	-	-	-	-	-	-
Total disbursements	23,324	106,536	673,350	8,807	34,311	10,000	46,074
Excess (deficiency) of receipts over disbursements	(23,324)	(38,536)	92,272	3,978	15,689	(10,000)	257,774
Other financing sources (uses):							
Transfers out	-	(8,877)	(64,776)	457	(4,378)	-	(11,782)
Total other financing sources (uses)	-	(8,877)	(64,776)	457	(4,378)	-	(11,782)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(23,324)	(47,413)	27,496	4,435	11,311	(10,000)	245,992
Cash and investments - beginning	23,324	47,413	-	(4,435)	-	10,000	(245,992)
Cash and investments - ending	\$ -	\$ -	\$ 27,496	\$ -	\$ 11,311	\$ -	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ 27,496	\$ -	\$ 11,311	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ 27,496	\$ -	\$ 11,311	\$ -	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	27,496	-	11,311	-	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 27,496	\$ -	\$ 11,311	\$ -	\$ -

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Special Education IDEA 05/06 Carryover	Special Education Part B	Social Block Grant	Gang Symposium Safe and Drug-Free	Safe and Drug Free	Safe and Drug Free	G.R.E.A.T.
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,099
State sources	-	-	-	2,500	-	-	-
Federal sources	9,550	1,016,520	-	-	-	35,260	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	9,550	1,016,520	-	2,500	-	35,260	1,099
Disbursements:							
Current:							
Instruction	615	964,269	-	-	-	-	-
Support services	-	136,237	-	-	15,314	14,589	4,959
Community services	-	-	-	525	-	-	-
Nonprogrammed charges	-	-	1,661	-	-	1,423	-
Debt services	-	-	-	-	-	-	-
Total disbursements	615	1,100,506	1,661	525	15,314	16,012	4,959
Excess (deficiency) of receipts over disbursements	8,935	(83,986)	(1,661)	1,975	(15,314)	19,248	(3,860)
Other financing sources (uses):							
Transfers out	-	(88,834)	-	-	-	-	-
Total other financing sources (uses)	-	(88,834)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	8,935	(172,820)	(1,661)	1,975	(15,314)	19,248	(3,860)
Cash and investments - beginning	-	-	1,661	-	15,314	-	3,860
Cash and investments - ending	\$ 8,935	\$ (172,820)	\$ -	\$ 1,975	\$ -	\$ 19,248	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ 8,935	\$ (172,820)	\$ -	\$ 1,975	\$ -	\$ 19,248	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 8,935	\$ (172,820)	\$ -	\$ 1,975	\$ -	\$ 19,248	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	8,935	(172,820)	-	1,975	-	19,248	-
Total cash and investment fund balance - ending	\$ 8,935	\$ (172,820)	\$ -	\$ 1,975	\$ -	\$ 19,248	\$ -

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	McKinney Vento Homeless	PHS Library Grant	ICAN 04/05	ICAN 05/06	Adult Education ESL/GED	21st Century Comm Learning Center	Tech Prep Pike High School
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	112,250	-	-	-	11,275	-	-
Federal sources	-	-	-	1,149,427	-	242,765	78,492
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	112,250	-	-	1,149,427	11,275	242,765	78,492
Disbursements:							
Current:							
Instruction	4,000	-	-	-	2,495	192,060	-
Support services	-	508	148,208	863,443	467	9,922	77,575
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	(1,516)	56,401	-	9,953	468
Debt services	-	-	-	-	-	-	-
Total disbursements	4,000	508	146,692	919,844	2,962	211,935	78,043
Excess (deficiency) of receipts over disbursements	108,250	(508)	(146,692)	229,583	8,313	30,830	449
Other financing sources (uses):							
Transfers out	-	-	(7,968)	(64,703)	-	-	-
Total other financing sources (uses)	-	-	(7,968)	(64,703)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	108,250	(508)	(154,660)	164,880	8,313	30,830	449
Cash and investments - beginning	-	1,032	154,660	-	2,962	1,263	(19,028)
Cash and investments - ending	<u>\$ 108,250</u>	<u>\$ 524</u>	<u>\$ -</u>	<u>\$ 164,880</u>	<u>\$ 11,275</u>	<u>\$ 32,093</u>	<u>\$ (18,579)</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 108,250	\$ 524	\$ -	\$ 164,880	\$ 11,275	\$ 32,093	\$ (18,579)
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 108,250	\$ 524	\$ -	\$ 164,880	\$ 11,275	\$ 32,093	\$ (18,579)
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	108,250	524	-	164,880	11,275	32,093	(18,579)
Total cash and investment fund balance - ending	\$ 108,250	\$ 524	\$ -	\$ 164,880	\$ 11,275	\$ 32,093	\$ (18,579)

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	G.R.E.A.T.	Teacher of the Year	Project SEAM- DUFOUR	Project SEAM- SMITH	Project SEAM- COOPER	Police Influencing	Title II Part A
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	17,000	-	-	-	-	-	-
Federal sources	-	76,732	-	-	-	-	21,228
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	17,000	76,732	-	-	-	-	21,228
Disbursements:							
Current:							
Instruction	-	-	-	-	-	-	5,320
Support services	6,641	-	1,909	-	-	481	16,523
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	6,641	-	1,909	-	-	481	21,843
Excess (deficiency) of receipts over disbursements	10,359	76,732	(1,909)	-	-	(481)	(615)
Other financing sources (uses):							
Transfers out	-	-	-	-	-	-	(956)
Total other financing sources (uses)	-	-	-	-	-	-	(956)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	10,359	76,732	(1,909)	-	-	(481)	(1,571)
Cash and investments - beginning	(2,618)	-	14,704	11,693	25,384	12,333	1,571
Cash and investments - ending	<u>7,741</u>	<u>76,732</u>	<u>12,795</u>	<u>11,693</u>	<u>25,384</u>	<u>11,852</u>	<u>-</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 7,741	\$ 76,732	\$ 12,795	\$ 11,693	\$ 25,384	\$ 11,852	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 7,741	\$ 76,732	\$ 12,795	\$ 11,693	\$ 25,384	\$ 11,852	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	7,741	76,732	12,795	11,693	25,384	11,852	-
Total cash and investment fund balance - ending	\$ 7,741	\$ 76,732	\$ 12,795	\$ 11,693	\$ 25,384	\$ 11,852	\$ -

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Title II Part D	English Language Acquisition	Title II Part D	Title II	Alternate Fuels Vehicles	Secure Our Schools	Pike/ Goodwill Tech
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	27,316	176,533	2,000	201,247	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	27,316	176,533	2,000	201,247	-	-	-
Disbursements:							
Current:							
Instruction	-	119,180	-	113,942	-	-	444
Support services	4,942	11,646	1,385	72,757	3,483	37,731	-
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	587	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	5,529	130,826	1,385	186,699	3,483	37,731	444
Excess (deficiency) of receipts over disbursements	21,787	45,707	615	14,548	(3,483)	(37,731)	(444)
Other financing sources (uses):							
Transfers out	(7,950)	(19,287)	-	(21,846)	-	-	-
Total other financing sources (uses)	(7,950)	(19,287)	-	(21,846)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	13,837	26,420	615	(7,298)	(3,483)	(37,731)	(444)
Cash and investments - beginning	-	21,280	(615)	14,854	-	-	444
Cash and investments - ending	<u>\$ 13,837</u>	<u>\$ 47,700</u>	<u>\$ -</u>	<u>\$ 7,556</u>	<u>\$ (3,483)</u>	<u>\$ (37,731)</u>	<u>\$ -</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 13,837	\$ 47,700	\$ -	\$ 7,556	\$ (3,483)	\$ (37,731)	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 13,837	\$ 47,700	\$ -	\$ 7,556	\$ (3,483)	\$ (37,731)	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	13,837	47,700	-	7,556	(3,483)	(37,731)	-
Total cash and investment fund balance - ending	\$ 13,837	\$ 47,700	\$ -	\$ 7,556	\$ (3,483)	\$ (37,731)	\$ -

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	School Improvement	Professional Development	Professional Development	School Improvement Coca Cola	Elementary Skates	Pike High School Athletics	Board Education Memo
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ 236,351	\$ -	\$ -	\$ -
State sources	-	17	117,239	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	-	17	117,239	236,351	-	-	-
Disbursements:							
Current:							
Instruction	-	-	-	-	337	-	-
Support services	28,330	34,909	1,159	4,310	-	-	-
Community services	-	-	-	264,021	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	28,330	34,909	1,159	268,331	337	-	-
Excess (deficiency) of receipts over disbursements	(28,330)	(34,892)	116,080	(31,980)	(337)	-	-
Other financing sources (uses):							
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(28,330)	(34,892)	116,080	(31,980)	(337)	-	-
Cash and investments - beginning	52,804	88,237	-	270,537	848	153	380
Cash and investments - ending	<u>\$ 24,474</u>	<u>\$ 53,345</u>	<u>\$ 116,080</u>	<u>\$ 238,557</u>	<u>\$ 511</u>	<u>\$ 153</u>	<u>\$ 380</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 24,474	\$ 53,345	\$ 116,080	\$ 238,557	\$ 511	\$ 153	\$ 380
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 24,474	\$ 53,345	\$ 116,080	\$ 238,557	\$ 511	\$ 153	\$ 380
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	24,474	53,345	116,080	238,557	511	153	380
Total cash and investment fund balance - ending	\$ 24,474	\$ 53,345	\$ 116,080	\$ 238,557	\$ 511	\$ 153	\$ 380

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Administrative Service Center Coke Fund	Training Center Coke Fund	Refunds and Adjustments	Training Library Book Fund	Retirement Bond	Totals
Receipts:						
Local sources	\$ -	\$ 1,800	\$ -	\$ 1,179	\$ 820,020	\$ 4,977,242
State sources	-	-	-	-	-	1,584,624
Federal sources	-	-	-	-	-	6,062,458
Sale of property, adjustments and refunds	-	-	1,058,948	-	-	1,165,825
Total receipts	-	1,800	1,058,948	1,179	820,020	13,790,149
Disbursements:						
Current:						
Instruction	-	-	-	-	-	3,947,629
Support services	677	-	-	-	-	7,681,007
Community services	-	1,525	-	333	-	289,404
Nonprogrammed charges	-	-	1,073,461	-	-	2,499,385
Debt services	-	-	-	-	831,516	831,516
Total disbursements	677	1,525	1,073,461	333	831,516	15,248,941
Excess (deficiency) of receipts over disbursements	(677)	275	(14,513)	846	(11,496)	(1,458,792)
Other financing sources (uses):						
Transfers out	-	-	-	-	-	(642,767)
Total other financing sources (uses)	-	-	-	-	-	(642,767)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(677)	275	(14,513)	846	(11,496)	(2,101,559)
Cash and investments - beginning	1,027	2,844	-	-	594,206	2,679,666
Cash and investments - ending	<u>\$ 350</u>	<u>\$ 3,119</u>	<u>\$ (14,513)</u>	<u>\$ 846</u>	<u>\$ 582,710</u>	<u>\$ 578,107</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 350	\$ 3,119	\$ (14,513)	\$ 846	\$ -	\$ (4,603)
Restricted assets:						
Cash and investments	-	-	-	-	582,710	582,710
Total cash and investment assets - ending	\$ 350	\$ 3,119	\$ (14,513)	\$ 846	\$ 582,710	\$ 578,107
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 582,710	\$ 582,710
Unrestricted	350	3,119	(14,513)	846	-	(4,603)
Total cash and investment fund balance - ending	\$ 350	\$ 3,119	\$ (14,513)	\$ 846	\$ 582,710	\$ 578,107

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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

	Special Education Preschool	School Lunch	Textbook Rental	Loving Care Program	Safe Haven Grant	Golden Apple Award	Teacher's Credit Union Donation
Receipts:							
Local sources	\$ 79,510	\$ 1,754,547	\$ 892,646	\$ 1,230,989	\$ -	\$ -	\$ -
State sources	271,740	43,005	307,711	-	-	-	6,500
Federal sources	-	1,908,483	-	-	36,873	-	-
Sale of property, adjustments and refunds	-	103,907	1,182	498	-	-	-
Total receipts	351,250	3,809,942	1,201,539	1,231,487	36,873	-	6,500
Disbursements:							
Current:							
Instruction	277,433	-	-	954,703	35,045	-	-
Support services	56,574	2,888,211	715,842	89,064	3,837	-	-
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	2,975	-	205,697	-	-	11,957
Debt services	-	-	-	-	-	-	-
Total disbursements	334,007	2,891,186	715,842	1,249,464	38,882	-	11,957
Excess (deficiency) of receipts over disbursements	17,243	918,756	485,697	(17,977)	(2,009)	-	(5,457)
Other financing sources (uses):							
Transfers in	-	-	182,426	-	-	-	-
Transfers out	(36,587)	(12,683)	-	(66,686)	-	-	-
Total other financing sources (uses)	(36,587)	(12,683)	182,426	(66,686)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(19,344)	906,073	668,123	(84,663)	(2,009)	-	(5,457)
Cash and investments - beginning	19,344	(397,594)	(1,232,016)	406,355	2,009	47	8,001
Cash and investments - ending	\$ -	\$ 508,479	\$ (563,893)	\$ 321,692	\$ -	\$ 47	\$ 2,544
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ 508,479	\$ (563,893)	\$ 321,692	\$ -	\$ 47	\$ 2,544
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 508,479	\$ (563,893)	\$ 321,692	\$ -	\$ 47	\$ 2,544
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	508,479	(563,893)	321,692	-	47	2,544
Total cash and investment fund balance - ending	\$ -	\$ 508,479	\$ (563,893)	\$ 321,692	\$ -	\$ 47	\$ 2,544

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Transportation Vending	March of Dimes Community Award	Professional Development	PHS/PFC Library Fund	Superintendents Scholarships	Weyerhauser Foundation	Data Coach
Receipts:							
Local sources	\$ 18	\$ -	\$ 14,541	\$ 10,000	\$ -	\$ -	\$ -
State sources	-	-	-	-	4,985	-	-
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	18	-	14,541	10,000	4,985	-	-
Disbursements:							
Current:							
Instruction	-	112	-	-	-	1,159	-
Support services	305	-	14,037	13,800	-	-	588
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	305	112	14,037	13,800	-	1,159	588
Excess (deficiency) of receipts over disbursements	(287)	(112)	504	(3,800)	4,985	(1,159)	(588)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(287)	(112)	504	(3,800)	4,985	(1,159)	(588)
Cash and investments - beginning	287	112	12,188	3,975	2,000	2,241	588
Cash and investments - ending	\$ -	\$ -	\$ 12,692	\$ 175	\$ 6,985	\$ 1,082	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ 12,692	\$ 175	\$ 6,985	\$ 1,082	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ 12,692	\$ 175	\$ 6,985	\$ 1,082	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	12,692	175	6,985	1,082	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 12,692	\$ 175	\$ 6,985	\$ 1,082	\$ -

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Alternative Education	State Mini Grants	State Mini Grants 2	Gifted and Talented	Adult Education Esl/GED	Medicaid	Indiana Math Initiative 3
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	12,851	1,415	-	30,235	20,947	-	15,040
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	12,851	1,415	-	30,235	20,947	-	15,040
Disbursements:							
Current:							
Instruction	10,324	415	-	28,835	18,112	-	-
Support services	1,933	-	638	-	2,868	11,093	9,785
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	594	-	-	1,400	494	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	12,851	415	638	30,235	21,474	11,093	9,785
Excess (deficiency) of receipts over disbursements	-	1,000	(638)	-	(527)	(11,093)	5,255
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	1,000	(638)	-	(527)	(11,093)	5,255
Cash and investments - beginning	-	-	-	-	(10,074)	64,162	-
Cash and investments - ending	\$ -	\$ 1,000	\$ (638)	\$ -	\$ (10,601)	\$ 53,069	\$ 5,255
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ 1,000	\$ (638)	\$ -	\$ (10,601)	\$ 53,069	\$ 5,255
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 1,000	\$ (638)	\$ -	\$ (10,601)	\$ 53,069	\$ 5,255
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	1,000	(638)	-	(10,601)	53,069	5,255
Total cash and investment fund balance - ending	\$ -	\$ 1,000	\$ (638)	\$ -	\$ (10,601)	\$ 53,069	\$ 5,255

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Technology Fund	Non-English Speaking	Jump Kids Jump	Gifted and Talented Assessment Pro	VIESN	GQE Remediation	GQE Remediation Grant
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	541,154	19,251	-	1,480	-	-	54,996
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	541,154	19,251	-	1,480	-	-	54,996
Disbursements:							
Current:							
Instruction	-	22,395	500	-	658	-	20,481
Support services	-	1,854	-	1,480	7	89,990	3,280
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	-	24,249	500	1,480	665	89,990	23,761
Excess (deficiency) of receipts over disbursements	541,154	(4,998)	(500)	-	(665)	(89,990)	31,235
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	541,154	(4,998)	(500)	-	(665)	(89,990)	31,235
Cash and investments - beginning	15,341	8,561	500	-	665	89,990	14,437
Cash and investments - ending	<u>\$ 556,495</u>	<u>\$ 3,563</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,672</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 556,495	\$ 3,563	\$ -	\$ -	\$ -	\$ -	\$ 45,672
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 556,495	\$ 3,563	\$ -	\$ -	\$ -	\$ -	\$ 45,672
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	556,495	3,563	-	-	-	-	45,672
Total cash and investment fund balance - ending	\$ 556,495	\$ 3,563	\$ -	\$ -	\$ -	\$ -	\$ 45,672

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Remediation ISTEP	Pike Alumni Donation	Lumina/ PHS	Lumina/ PHS 2005-06	Smaller Learning Communities	Title I	Title 1 Distinguish School
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	900	-	-	-	-	-
Federal sources	-	-	-	10,000	155,700	-	5,000
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	-	900	-	10,000	155,700	-	5,000
Disbursements:							
Current:							
Instruction	110,969	-	555	6,572	136,084	-	-
Support services	68,975	216	-	51	13,039	358	-
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	179,944	216	555	6,623	149,123	358	-
Excess (deficiency) of receipts over disbursements	(179,944)	684	(555)	3,377	6,577	(358)	5,000
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(179,944)	684	(555)	3,377	6,577	(358)	5,000
Cash and investments - beginning	193,142	-	555	4,794	(6,537)	358	-
Cash and investments - ending	<u>\$ 13,198</u>	<u>\$ 684</u>	<u>\$ -</u>	<u>\$ 8,171</u>	<u>\$ 40</u>	<u>\$ -</u>	<u>\$ 5,000</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 13,198	\$ 684	\$ -	\$ 8,171	\$ 40	\$ -	\$ 5,000
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 13,198</u>	<u>\$ 684</u>	<u>\$ -</u>	<u>\$ 8,171</u>	<u>\$ 40</u>	<u>\$ -</u>	<u>\$ 5,000</u>
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	13,198	684	-	8,171	40	-	5,000
Total cash and investment fund balance - ending	<u>\$ 13,198</u>	<u>\$ 684</u>	<u>\$ -</u>	<u>\$ 8,171</u>	<u>\$ 40</u>	<u>\$ -</u>	<u>\$ 5,000</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Title 1	Title 1 - School Improvement	Title V Part A	Title V Part A	Homeless Grant	Special Education IDEA 05/06 Carryover	Special Education Part B
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 10,000	\$ -	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	858,344	42,996	5,568	46,159	-	-	1,414,218
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	858,344	42,996	5,568	46,159	10,000	-	1,414,218
Disbursements:							
Current:							
Instruction	603,412	15,171	8,387	28,912	-	8,935	815,151
Support services	166,149	8,413	6,850	5,929	-	-	124,323
Community services	3,784	-	-	-	8,008	-	-
Nonprogrammed charges	40,265	-	-	1,969	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	813,610	23,584	15,237	36,810	8,008	8,935	939,474
Excess (deficiency) of receipts over disbursements	44,734	19,412	(9,669)	9,349	1,992	(8,935)	474,744
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	(85,847)	-	(1,642)	(4,378)	-	-	(87,427)
Total other financing sources (uses)	(85,847)	-	(1,642)	(4,378)	-	-	(87,427)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(41,113)	19,412	(11,311)	4,971	1,992	(8,935)	387,317
Cash and investments - beginning	27,496	-	11,311	-	-	8,935	-
Cash and investments - ending	\$ (13,617)	\$ 19,412	\$ -	\$ 4,971	\$ 1,992	\$ -	\$ 387,317
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ (13,617)	\$ 19,412	\$ -	\$ 4,971	\$ 1,992	\$ -	\$ 387,317
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ (13,617)	\$ 19,412	\$ -	\$ 4,971	\$ 1,992	\$ -	\$ 387,317
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(13,617)	19,412	-	4,971	1,992	-	387,317
Total cash and investment fund balance - ending	\$ (13,617)	\$ 19,412	\$ -	\$ 4,971	\$ 1,992	\$ -	\$ 387,317

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Special Education Part B	Special Education Targeted	Gang Symposium Safe and Drug Free	Safe and Drug Free	McKinney Vento Homeless	PHS Library Grant	Peer Friends
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	104,500	-	1,895
Federal sources	338,894	56,085	-	39,547	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	338,894	56,085	-	39,547	104,500	-	1,895
Disbursements:							
Current:							
Instruction	96,702	9,089	-	-	212,750	-	-
Support services	47,433	648	-	30,552	-	486	-
Community services	-	-	1,975	-	-	-	-
Nonprogrammed charges	-	-	-	2,039	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	144,135	9,737	1,975	32,591	212,750	486	-
Excess (deficiency) of receipts over disbursements	194,759	46,348	(1,975)	6,956	(108,250)	(486)	1,895
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	(21,939)	(1,095)	-	-	-	-	-
Total other financing sources (uses)	(21,939)	(1,095)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	172,820	45,253	(1,975)	6,956	(108,250)	(486)	1,895
Cash and investments - beginning	(172,820)	-	1,975	19,248	108,250	524	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ 45,253</u>	<u>\$ -</u>	<u>\$ 26,204</u>	<u>\$ -</u>	<u>\$ 38</u>	<u>\$ 1,895</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ 45,253	\$ -	\$ 26,204	\$ -	\$ 38	\$ 1,895
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 45,253</u>	<u>\$ -</u>	<u>\$ 26,204</u>	<u>\$ -</u>	<u>\$ 38</u>	<u>\$ 1,895</u>
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	45,253	-	26,204	-	38	1,895
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 45,253</u>	<u>\$ -</u>	<u>\$ 26,204</u>	<u>\$ -</u>	<u>\$ 38</u>	<u>\$ 1,895</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	ICAN 05/06	Classroom Accountability Network	Adult Education ESL/GED	21st Century Comm Learning Center	Tech Prep Pike High School	Dept. Workforce Development Grant Robotics	Dept. Workforce Development Project Lead The Way
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	3,261	-
Federal sources	10	1,053,890	-	216,598	43,300	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	10	1,053,890	-	216,598	43,300	3,261	-
Disbursements:							
Current:							
Instruction	-	-	-	215,980	-	3,261	-
Support services	151,968	760,968	11,275	13,099	25,324	-	2,100
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	49,628	-	10,507	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	151,968	810,596	11,275	239,586	25,324	3,261	2,100
Excess (deficiency) of receipts over disbursements	(151,958)	243,294	(11,275)	(22,988)	17,976	-	(2,100)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	(12,922)	(66,643)	-	-	-	-	-
Total other financing sources (uses)	(12,922)	(66,643)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(164,880)	176,651	(11,275)	(22,988)	17,976	-	(2,100)
Cash and investments - beginning	164,880	-	11,275	32,093	(18,579)	-	-
Cash and investments - ending	\$ -	\$ 176,651	\$ -	\$ 9,105	\$ (603)	\$ -	\$ (2,100)
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 176,651	\$ -	\$ 9,105	\$ (603)	\$ -	\$ (2,100)
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 176,651	\$ -	\$ 9,105	\$ (603)	\$ -	\$ (2,100)
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	176,651	-	9,105	(603)	-	(2,100)
Total cash and investment fund balance - ending	\$ -	\$ 176,651	\$ -	\$ 9,105	\$ (603)	\$ -	\$ (2,100)

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	G.R.E.A.T.	Teacher of the Year	ISTAR Assessment Specialist	Project SEAM- DUFOUR	Project SEAM- SMITH	Project SEAM- COOPER	Police Influencing
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	35,993	-	59,895	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	35,993	-	59,895	-	-	-	-
Disbursements:							
Current:							
Instruction	-	63,051	-	-	-	-	-
Support services	52,186	7,017	111,702	12,261	-	-	-
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	4,000	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	52,186	70,068	115,702	12,261	-	-	-
Excess (deficiency) of receipts over disbursements	(16,193)	(70,068)	(55,807)	(12,261)	-	-	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	(807)	(6,664)	(11,055)	-	-	-	-
Total other financing sources (uses)	(807)	(6,664)	(11,055)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(17,000)	(76,732)	(66,862)	(12,261)	-	-	-
Cash and investments - beginning	7,741	76,732	-	12,795	11,693	25,384	11,852
Cash and investments - ending	<u>\$ (9,259)</u>	<u>\$ -</u>	<u>\$ (66,862)</u>	<u>\$ 534</u>	<u>\$ 11,693</u>	<u>\$ 25,384</u>	<u>\$ 11,852</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ (9,259)	\$ -	\$ (66,862)	\$ 534	\$ 11,693	\$ 25,384	\$ 11,852
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ (9,259)</u>	<u>\$ -</u>	<u>\$ (66,862)</u>	<u>\$ 534</u>	<u>\$ 11,693</u>	<u>\$ 25,384</u>	<u>\$ 11,852</u>
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(9,259)	-	(66,862)	534	11,693	25,384	11,852
Total cash and investment fund balance - ending	<u>\$ (9,259)</u>	<u>\$ -</u>	<u>\$ (66,862)</u>	<u>\$ 534</u>	<u>\$ 11,693</u>	<u>\$ 25,384</u>	<u>\$ 11,852</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Title II Part D	English Language Acquisition	Title II Part B Science	Title II	Title II Part B Math	Alternate Fuels Vehicles	Secure Our Schools
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	7,742	37,731
Federal sources	6,668	286,150	9,156	208,800	3,610	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	6,668	286,150	9,156	208,800	3,610	7,742	37,731
Disbursements:							
Current:							
Instruction	-	210,278	-	114,478	-	-	-
Support services	19,037	25,851	10,350	77,978	550	6,104	-
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	645	575	-	10,709	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	19,682	236,704	10,350	203,165	550	6,104	-
Excess (deficiency) of receipts over disbursements	(13,014)	49,446	(1,194)	5,635	3,060	1,638	37,731
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	(24,137)	-	(25,341)	-	-	-
Total other financing sources (uses)	-	(24,137)	-	(25,341)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(13,014)	25,309	(1,194)	(19,706)	3,060	1,638	37,731
Cash and investments - beginning	13,837	47,700	-	7,556	-	(3,483)	(37,731)
Cash and investments - ending	<u>\$ 823</u>	<u>\$ 73,009</u>	<u>\$ (1,194)</u>	<u>\$ (12,150)</u>	<u>\$ 3,060</u>	<u>\$ (1,845)</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 823	\$ 73,009	\$ (1,194)	\$ (12,150)	\$ 3,060	\$ (1,845)	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 823	\$ 73,009	\$ (1,194)	\$ (12,150)	\$ 3,060	\$ (1,845)	\$ -
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	823	73,009	(1,194)	(12,150)	3,060	(1,845)	-
Total cash and investment fund balance - ending	\$ 823	\$ 73,009	\$ (1,194)	\$ (12,150)	\$ 3,060	\$ (1,845)	\$ -

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	School Improvement	Professional Development	Professional Development	School Improvement Coca Cola	Elementary Skates	Pike High School Athletics	Board Education Memo
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ 218,924	\$ -	\$ -	\$ -
State sources	-	-	111,606	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	-	-	111,606	218,924	-	-	-
Disbursements:							
Current:							
Instruction	-	-	-	-	-	-	-
Support services	24,474	32,227	82,565	9,645	-	-	-
Community services	-	-	-	315,480	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	24,474	32,227	82,565	325,125	-	-	-
Excess (deficiency) of receipts over disbursements	(24,474)	(32,227)	29,041	(106,201)	-	-	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(24,474)	(32,227)	29,041	(106,201)	-	-	-
Cash and investments - beginning	24,474	53,345	116,080	238,557	511	153	380
Cash and investments - ending	\$ -	\$ 21,118	\$ 145,121	\$ 132,356	\$ 511	\$ 153	\$ 380
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ 21,118	\$ 145,121	\$ 132,356	\$ 511	\$ 153	\$ 380
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 21,118	\$ 145,121	\$ 132,356	\$ 511	\$ 153	\$ 380
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	21,118	145,121	132,356	511	153	380
Total cash and investment fund balance - ending	\$ -	\$ 21,118	\$ 145,121	\$ 132,356	\$ 511	\$ 153	\$ 380

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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)

	Administrative Service Center Coke Fund	Training Center Coke Fund	Refunds and Adjustments	Training Library Book Fund	Retirement Bond	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 2,423	\$ 279,348	\$ 4,492,946
State sources	-	-	-	-	-	1,694,833
Federal sources	-	-	-	-	-	6,746,049
Sale of property, adjustments and refunds	-	-	539,228	-	-	644,815
Total receipts	-	-	539,228	2,423	279,348	13,578,643
Disbursements:						
Current:						
Instruction	-	-	-	-	-	4,029,909
Support services	-	-	-	-	-	5,815,289
Community services	-	1,267	-	1,003	-	331,517
Nonprogrammed charges	-	-	542,288	-	-	885,742
Debt services	-	-	-	-	836,326	836,326
Total disbursements	-	1,267	542,288	1,003	836,326	11,898,783
Excess (deficiency) of receipts over disbursements	-	(1,267)	(3,060)	1,420	(556,978)	1,679,860
Other financing sources (uses):						
Transfers in	-	-	-	-	-	182,426
Transfers out	-	-	-	-	-	(465,853)
Total other financing sources (uses)	-	-	-	-	-	(283,427)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,267)	(3,060)	1,420	(556,978)	1,396,433
Cash and investments - beginning	350	3,119	(14,513)	846	582,710	578,107
Cash and investments - ending	<u>\$ 350</u>	<u>\$ 1,852</u>	<u>\$ (17,573)</u>	<u>\$ 2,266</u>	<u>\$ 25,732</u>	<u>\$ 1,974,540</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 350	\$ 1,852	\$ (17,573)	\$ 2,266	\$ -	\$ 1,948,808
Restricted assets:						
Cash and investments	-	-	-	-	25,732	25,732
Total cash and investment assets - ending	<u>\$ 350</u>	<u>\$ 1,852</u>	<u>\$ (17,573)</u>	<u>\$ 2,266</u>	<u>\$ 25,732</u>	<u>\$ 1,974,540</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 25,732	\$ 25,732
Unrestricted	350	1,852	(17,573)	2,266	-	1,948,808
Total cash and investment fund balance - ending	<u>\$ 350</u>	<u>\$ 1,852</u>	<u>\$ (17,573)</u>	<u>\$ 2,266</u>	<u>\$ 25,732</u>	<u>\$ 1,974,540</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 For the Year Ended June 30, 2006

	<u>Self-Insurance</u>	<u>Warehouse</u>	<u>Totals</u>
Operating receipts:			
Charges for services	\$ 1,756,207	\$ 536,420	\$ 2,292,627
Miscellaneous	16,094	67,094	83,188
	<u>1,772,301</u>	<u>603,514</u>	<u>2,375,815</u>
Total operating receipts			
Operating disbursements:			
Insurance claims and expense	10,422,575	-	10,422,575
Other	-	546,265	546,265
	<u>10,422,575</u>	<u>546,265</u>	<u>10,968,840</u>
Total operating disbursements			
Excess (deficiency) of operating receipts over operating disbursements	(8,650,274)	57,249	(8,593,025)
Transfers in	<u>9,053,090</u>	-	<u>9,053,090</u>
Change in net assets	402,816	57,249	460,065
Cash and investment fund balance - beginning	<u>3,939,673</u>	-	<u>3,939,673</u>
Cash and investment fund balance - ending	<u>\$ 4,342,489</u>	<u>\$ 57,249</u>	<u>\$ 4,399,738</u>
<u>Cash and Investment Assets - Ending</u>			
Restricted assets:			
Cash and investments	<u>\$ 4,342,489</u>	<u>\$ 57,249</u>	<u>\$ 4,399,738</u>
Total cash and investment assets - ending	<u>\$ 4,342,489</u>	<u>\$ 57,249</u>	<u>\$ 4,399,738</u>
<u>Cash and Investment Fund Balance - Ending</u>			
Restricted for:			
Other purposes	<u>\$ 4,342,489</u>	<u>\$ 57,249</u>	<u>\$ 4,399,738</u>
Total cash and investment fund balance - ending	<u>\$ 4,342,489</u>	<u>\$ 57,249</u>	<u>\$ 4,399,738</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 For the Year Ended June 30, 2007

	<u>Self-Insurance</u>	<u>Warehouse</u>	<u>Totals</u>
Operating receipts:			
Charges for services	\$ 1,645,882	\$ 578,289	\$ 2,224,171
Miscellaneous	40,892	-	40,892
	<u>1,686,774</u>	<u>578,289</u>	<u>2,265,063</u>
Total operating receipts			
Operating disbursements:			
Insurance claims and expense	12,201,306	-	12,201,306
Other	-	639,438	639,438
	<u>12,201,306</u>	<u>639,438</u>	<u>12,840,744</u>
Total operating disbursements			
Deficiency of operating receipts over operating disbursements	(10,514,532)	(61,149)	(10,575,681)
Transfers in	<u>8,566,224</u>	-	<u>8,566,224</u>
Change in net assets	(1,948,308)	(61,149)	(2,009,457)
Cash and investment fund balance - beginning	<u>4,342,489</u>	<u>57,249</u>	<u>4,399,738</u>
Cash and investment fund balance - ending	<u>\$ 2,394,181</u>	<u>\$ (3,900)</u>	<u>\$ 2,390,281</u>
<u>Cash and Investment Assets - Ending</u>			
Restricted assets:			
Cash and investments	<u>\$ 2,394,181</u>	<u>\$ (3,900)</u>	<u>\$ 2,390,281</u>
Total cash and investment assets - ending	<u>\$ 2,394,181</u>	<u>\$ (3,900)</u>	<u>\$ 2,390,281</u>
<u>Cash and Investment Fund Balance - Ending</u>			
Restricted for:			
Other purposes	<u>\$ 2,394,181</u>	<u>\$ (3,900)</u>	<u>\$ 2,390,281</u>
Total cash and investment fund balance - ending	<u>\$ 2,394,181</u>	<u>\$ (3,900)</u>	<u>\$ 2,390,281</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2006

	<u>Performing Arts</u>	<u>ICAN Conference</u>	<u>Lilly II Project Clear</u>	<u>Parents Involved In Education</u>	<u>District Athletic</u>	<u>Lilly Project Clear</u>
Additions:						
Contributions:						
Other	\$ 213,840	\$ 2,570	\$ -	\$ -	\$ 11,775	\$ -
Deductions:						
Administrative and general	<u>278,420</u>	<u>210</u>	<u>-</u>	<u>1,620</u>	<u>10,038</u>	<u>458,701</u>
Excess (deficiency) of total additions over total deductions	(64,580)	2,360	-	(1,620)	1,737	(458,701)
Cash and investment fund balance - beginning	<u>(62,163)</u>	<u>(541)</u>	<u>1,017,900</u>	<u>1,729</u>	<u>24,446</u>	<u>634,479</u>
Cash and investment fund balance - ending	<u>\$ (126,743)</u>	<u>\$ 1,819</u>	<u>\$ 1,017,900</u>	<u>\$ 109</u>	<u>\$ 26,183</u>	<u>\$ 175,778</u>
Net assets:						
Cash and investments	<u>\$ (126,743)</u>	<u>\$ 1,819</u>	<u>\$ 1,017,900</u>	<u>\$ 109</u>	<u>\$ 26,183</u>	<u>\$ 175,778</u>
Total net assets - cash and investment basis held in trust	<u>\$ (126,743)</u>	<u>\$ 1,819</u>	<u>\$ 1,017,900</u>	<u>\$ 109</u>	<u>\$ 26,183</u>	<u>\$ 175,778</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	Excellence Scholar Fund	Healthy for Life by United Way	Pike Township Education Foundation	Pike Performing Arts Center	Indiana Next 03/04	REACH
Additions:						
Contributions:						
Other	\$ 10,534	\$ 2,000	\$ 3,000	\$ 7,325	\$ -	\$ 2,125
Deductions:						
Administrative and general	-	-	1,623	700	1,500	2,838
Excess (deficiency) of total additions over total deductions	10,534	2,000	1,377	6,625	(1,500)	(713)
Cash and investment fund balance - beginning	-	-	-	43,018	1,500	1,713
Cash and investment fund balance - ending	<u>\$ 10,534</u>	<u>\$ 2,000</u>	<u>\$ 1,377</u>	<u>\$ 49,643</u>	<u>\$ -</u>	<u>\$ 1,000</u>
Net assets:						
Cash and investments	<u>\$ 10,534</u>	<u>\$ 2,000</u>	<u>\$ 1,377</u>	<u>\$ 49,643</u>	<u>\$ -</u>	<u>\$ 1,000</u>
Total net assets - cash and investment basis held in trust	<u>\$ 10,534</u>	<u>\$ 2,000</u>	<u>\$ 1,377</u>	<u>\$ 49,643</u>	<u>\$ -</u>	<u>\$ 1,000</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	<u>After School Program</u>	<u>Literacy for Life</u>	<u>Fund H.R. Block</u>	<u>Vending</u>	<u>Totals</u>
Additions:					
Contributions:					
Other	\$ -	\$ -	\$ -	\$ 26,394	\$ 279,563
Deductions:					
Administrative and general	-	-	-	4,497	760,147
Excess (deficiency) of total additions over total deductions	-	-	-	21,897	(480,584)
Cash and investment fund balance - beginning	139	746	4,185	33,578	1,700,729
Cash and investment fund balance - ending	<u>\$ 139</u>	<u>\$ 746</u>	<u>\$ 4,185</u>	<u>\$ 55,475</u>	<u>\$ 1,220,145</u>
Net assets:					
Cash and investments	<u>\$ 139</u>	<u>\$ 746</u>	<u>\$ 4,185</u>	<u>\$ 55,475</u>	<u>\$ 1,220,145</u>
Total net assets - cash and investment basis held in trust	<u>\$ 139</u>	<u>\$ 746</u>	<u>\$ 4,185</u>	<u>\$ 55,475</u>	<u>\$ 1,220,145</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2007

	Performing Arts	ICAN Conference	Instructional Support Donations	West Central Joint Services Reimbursable	Lilly II Project Clear	Parents Involved In Education	District Athletic
Additions:							
Contributions:							
Other	\$ 419,436	\$ 1,305	\$ 23,200	\$ 227,448	\$ -	\$ -	\$ 15,140
Deductions:							
Administrative and general	292,693	1,819	11,604	227,448	154,321	-	7,933
Excess (deficiency) of total additions over total deductions	126,743	(514)	11,596	-	(154,321)	-	7,207
Cash and investment fund balance - beginning	(126,743)	1,819	-	-	1,017,900	109	26,183
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 1,305</u>	<u>\$ 11,596</u>	<u>\$ -</u>	<u>\$ 863,579</u>	<u>\$ 109</u>	<u>\$ 33,390</u>
Net assets:							
Cash and investments	\$ -	\$ 1,305	\$ 11,596	\$ -	\$ 863,579	\$ 109	\$ 33,390
Total net assets - cash and investment basis held in trust	<u>\$ -</u>	<u>\$ 1,305</u>	<u>\$ 11,596</u>	<u>\$ -</u>	<u>\$ 863,579</u>	<u>\$ 109</u>	<u>\$ 33,390</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Class of 1972	Wellness Program	Lilly Project Clear	Excellence Scholar Fund	Healthy for Life by United Way	Pike Township Education Foundation	Pike Performing Arts Center
Additions:							
Contributions:							
Other	\$ 482	\$ 80,130	\$ -	\$ 1,560	\$ -	\$ 10,000	\$ (39,720)
Deductions:							
Administrative and general	-	-	175,778	-	1,963	5,845	4,565
Excess (deficiency) of total additions over total deductions	482	80,130	(175,778)	1,560	(1,963)	4,155	(44,285)
Cash and investment fund balance - beginning	-	-	175,778	10,534	2,000	1,377	49,643
Cash and investment fund balance - ending	<u>\$ 482</u>	<u>\$ 80,130</u>	<u>\$ -</u>	<u>\$ 12,094</u>	<u>\$ 37</u>	<u>\$ 5,532</u>	<u>\$ 5,358</u>
Net assets:							
Cash and investments	<u>\$ 482</u>	<u>\$ 80,130</u>	<u>\$ -</u>	<u>\$ 12,094</u>	<u>\$ 37</u>	<u>\$ 5,532</u>	<u>\$ 5,358</u>
Total net assets - cash and investment basis held in trust	<u>\$ 482</u>	<u>\$ 80,130</u>	<u>\$ -</u>	<u>\$ 12,094</u>	<u>\$ 37</u>	<u>\$ 5,532</u>	<u>\$ 5,358</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	REACH	After School Program	Literacy for Life	Fund H.R. Block	Vending	Totals
Additions:						
Contributions:						
Other	\$ -	\$ -	\$ -	\$ -	\$ 18,070	\$ 757,051
Deductions:						
Administrative and general	1,000	-	-	-	55,796	940,765
Excess (deficiency) of total additions over total deductions	(1,000)	-	-	-	(37,726)	(183,714)
Cash and investment fund balance - beginning	1,000	139	746	4,185	55,475	1,220,145
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 139</u>	<u>\$ 746</u>	<u>\$ 4,185</u>	<u>\$ 17,749</u>	<u>\$ 1,036,431</u>
Net assets:						
Cash and investments	<u>\$ -</u>	<u>\$ 139</u>	<u>\$ 746</u>	<u>\$ 4,185</u>	<u>\$ 17,749</u>	<u>\$ 1,036,431</u>
Total net assets - cash and investment basis held in trust	<u>\$ -</u>	<u>\$ 139</u>	<u>\$ 746</u>	<u>\$ 4,185</u>	<u>\$ 17,749</u>	<u>\$ 1,036,431</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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:	
Land	\$ 8,134,410
Buildings	287,800,581
Improvements other than buildings	15,677,412
Machinery and equipment	42,059,240
Construction in progress	<u>23,142,202</u>
 Total governmental activities, capital assets not being depreciated	 <u><u>\$ 376,813,845</u></u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 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:		
2001 Capital lease	\$ 10,280,000	\$ 10,673,125
2002 Capital lease	41,030,000	1,004,000
2003 Capital lease	4,730,000	78,500
2006 Capital lease	13,015,000	2,536,500
Bonds payable:		
General obligation bonds:		
Pension Bond	<u>6,515,000</u>	<u>837,675</u>
Total governmental activities debt	<u>\$ 75,570,000</u>	<u>\$ 15,129,800</u>

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
AUDIT RESULTS AND COMMENTS

VENDING MACHINE COMMISSIONS AND/OR PROFITS

Commissions and/or profits from vending machines located on School Corporation property are receipted into a fund in the School Corporation accounts. The machines are used by students, teachers as well as the general public. The School Corporation fund is used for various School Corporation expenses at the direction of the School Corporation Superintendent. A review of the minutes of the School Board, did not indicate that there were procedures adopted concerning use, maintenance and commissions and/or profits of the vending machines.

There should be a clearly defined procedure adopted by the governmental unit concerning placement, use, maintenance, and commissions and/or profits of vending machines on their property.

All revenues generated and costs incurred in operating vending machines located on the government premises should be accounted for through the governmental unit's records.

If vending machines are located in restricted areas (areas other than those available to the public) and if the governmental body and chief executive officer wish for those revenues to be restricted for the use and benefit of those employees who use the machines and generate the revenues, the State Board of Accounts takes no exception to such action in an audit. The decisions must be authorized by proper resolution or ordinance of the governing body.

If vending machines are located in areas where the public makes use of the machines and generates the resulting revenues, we advise officials to place the revenues in the General Fund for the benefit of the general public, the machine users. Any alternative procedure should be authorized by resolution or ordinance of the governing body.

In the event personnel other than the governmental unit's personnel maintain, stock, and clean up around vending machines, we take no audit exception when such persons are paid for these services. A written agreement should be entered into listing the services to be rendered, the amount to be paid for such services, timing of payments, and any other areas deemed necessary by the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

OVERDRAWN CASH BALANCES

The cash balances of the following funds were overdrawn at June 30 of each year as follows:

	<u>June 30, 2006</u>	<u>June 30, 2007</u>
School Lunch	\$ 397,594	\$ -
Textbook Rental	1,232,016	563,893
Adult Education EsI/GED	10,074	10,601
Smaller Learning Communities	6,537	-
Special Education Part B	172,820	-
Tech Prep Pike High School	18,579	603
Alternate Fuels Vehicles	3,483	1,845
Secure Our Schools	37,731	-
Refunds and Adjustments	14,513	17,573

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 AUDIT RESULTS AND COMMENTS
 (Continued)

	June 30, 2006	June 30, 2007
Performing Arts	\$ 126,743	\$ -
State Mini Grants 2	-	638
Title 1	-	13,617
Dept. of Workforce Development		
Project Lead the Way	-	2,100
G.R.E.A.T.	-	9,259
ISTAR Assessment Specialist	-	66,862
Title II Part B Science	-	1,194
Title II	-	12,150
Warehouse	-	3,900

The cash balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

AVERAGE DAILY MEMBERSHIP (ADM) - INCORRECT REPORTING TO THE STATE

The information presented for audit indicates enrollment figures on Form 30A, Report of Average Daily Membership (ADM) for State Support, were incorrect for the school years ending June 30, 2006 and 2007.

The enrollment count dates for 2005-2006 and 2006-2007 were September 14, 2005, and September 15, 2006, respectively. The difference between the count reported on the ADM and the verified figures are shown below:

School Year	Grade	Count as Reported on Form 30A	Actual Enrollment Figures	Difference
2005-2006	1 Through 12	9,945	9,938	7
2006-2007	1 Through 12	9,916	9,919	(3)

School Officials should contact the Indiana Department of Education, Division of School Finance, to determine possible steps to be taken to correct any overpayment/underpayment applicable to the School Corporation because of incorrect reporting. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 8)

FEES

The School Corporation, at the time of charging and collecting textbook rental fees, requires other fees to be paid including, but not limited to, Tech Supplies fee, Explore fee, and Student Recognition fee. The School Corporation officials could not always provide documentation to verify students received consumable goods or services equal to the fee charged.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
AUDIT RESULTS AND COMMENTS
(Continued)

The Constitution of the State of Indiana, Article 8, Section 1 states: "Knowledge and learning, generally diffused throughout a community, being essential to the preservation of a free government; it shall be the duty of the General Assembly to encourage, by all suitable means, moral, intellectual, scientific, and agricultural improvement; and to provide, by law, for a general and uniform system of Common Schools, wherein tuition shall be without charge, and equally open to all."

Fees should only be collected as specifically authorized by statute or properly authorized resolutions or ordinances, as applicable, which are not contrary to statutory or Constitutional provisions. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

PRESCRIBED FORMS

The Textbook Rental Receipt Form (TBR-2) approved for use was not in compliance with the conditions noted in the approval letter.

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

CASH NECESSARY TO BALANCE, BANK RECONCILIATIONS

A comparison of the records to the bank account indicated cash necessary to balance of \$25,747.67. A similar comment appeared in the five previous reports.

An error was found during the audit of a void check not being voided in the system. The check amount was still shown as a disbursement on the ledger. Errors were also discovered of payroll amounts not rolling over when the new accounting system was initialized.

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

TRANSFER TUITION

The School Corporation did not complete Form 515, Transfer Tuition Statement, for the students who did not reside in the school district but were being educated by the School Corporation.

Indiana Code 20-26-11-6 states in part:

"(a) A school corporation may accept a transferring student without approval of the transferor corporation under section 5 of this chapter.

(b) A transfer may not be accepted unless the requesting parents or the student pays transfer tuition in an amount determined under the formula established . . ."

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 AUDIT RESULTS AND COMMENTS
 (Continued)

INTERNAL CONTROLS

Several instances were noted in tracing the State distributions to the ledger, that the distributions were not posted in a timely manner. Some were posted a month or more after funds were disbursed from the Auditor of State.

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

All documents and entries to records should be done in a timely manner to ensure that accurate financial information is available to allow the governmental unit to make informed management decisions and to help ensure compliance with IC 5-15-1-1 et seq., commonly referred to as the Public Records law. (Accounting and Uniform Compliance Guidelines Manual for Indiana public School Corporations, Chapter 9)

RECEIPT ISSUANCE (Applies to College Park Elementary, Eastbrook Elementary, Fishback Elementary, Guion Creek Elementary, Guion Creek Middle School, Lincoln Middle School, and Pike Freshman Center)

Receipts were not issued, not properly filled out with individual names and amounts for each transaction, the designation of cash, money order or check amounts were left blank or incorrectly entered, and receipts were not recorded in a timely fashion.

Receipts shall be issued and recorded at the time of the transaction; for example, when cash or a check is received, a receipt is to be immediately prepared and given to the person making payment. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

A separate receipt shall be issued for each amount of money received. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 2)

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

OVERDRAWN CASH BALANCES (Applies to Extra-Curricular Accounts)

The cash balances of the following extra-curricular funds were overdrawn at June 30, 2006, or June 30, 2007:

<u>Funds</u>	<u>June 30, 2006</u>	<u>June 30, 2007</u>
College Park Elementary:		
Book Rental Fund	\$ -	\$ 3,444
Eastbrook Elementary:		
Wal-Mart Literacy Grant Fund	-	65

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 AUDIT RESULTS AND COMMENTS
 (Continued)

Funds	June 30, 2006	June 30, 2007
Fishback Elementary:		
Art Fund	218	-
Pike Foundation Fund	35	35
Guion Creek Elementary:		
5th 3rd Bank Fund	\$ 10	\$ 10
Staff Benefits	66	-
Guion Creek Middle School:		
Academic Team	30	-
Bookstore Fund	3,200	3,200
8th Grade Cele	5	-
Flower and Gift	40	-
Jags on the Move	397	-
NJHS	447	-
Staff Account	1,600	-
Project Wisdom	90	-
Bank Fees	524	-
Investment Income	4,053	4,053
Yearbook	141	-
New Augusta South Elementary:		
Bradford Woods Fund	-	3,540
PTA Special Fund	-	139
MacLanam Class Fund	-	60
Fund Raiser	29	-
Staff Benefit	125	-
Pike Freshman Center:		
Cheer Fund	-	187
Student Activities	-	336
Pike High School:		
Certificate B	10,000	10,000
Class of 2006	1	1
Class of 2007	394	-
Pom Pom	-	29
PT Weatherbugs	-	10

The cash balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

OLD OUTSTANDING CHECKS (Applies to Deer Run Elementary and Pike High School)

Our review of the bank reconcilements as of June 30, 2007, revealed checks outstanding in excess of two years.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
AUDIT RESULTS AND COMMENTS
(Continued)

Indiana Code 5-11-10.5-2 states in part:

"All warrants or checks drawn upon public funds of a political subdivision that are outstanding and unpaid for a period of two (2) or more years as of the last day of December of each year are void."

Indiana Code 5-11-10.5-3 states in part:

"Not later than March 1 of each year, the treasurer of each political subdivision shall prepare or cause to be prepared a list in triplicate of all warrants or checks that have been outstanding for a period of two (2) or more years as of December 31 of the preceding year. The original copy of each list shall be filed with the: (1) board of finance of the political subdivision; or (2) the fiscal body of a city or town. The duplicate copy shall be transmitted to the disbursing officer of the political subdivision. The triplicate copy of each list shall be filed in the office of the treasurer of the political subdivision. If the treasurer serves also as the disbursing officer of the political subdivision, only two (2) copies of each list need be prepared or caused to be prepared by the treasurer."

Indiana Code 5-11-10.5-5 states:

"(a) Upon the preparation and transmission of the copies of the list of the outstanding warrants or checks, the treasurer of the political subdivision shall enter the amounts so listed as a receipt into the fund or funds from which they were originally drawn and shall also remove the warrants or checks from the record of outstanding warrants or checks.

(b) If the disbursing officer does not serve also as treasurer of the political subdivision, the disbursing officer shall also enter the amounts so listed as a receipt into the fund or funds from which the warrants or checks were originally drawn. If the fund from which the warrant or check was originally drawn is not in existence, or cannot be ascertained, the amount of the outstanding warrant or check shall be receipted into the general fund of the political subdivision."

PRESCRIBED FORMS (Applies to Deer Run Elementary and Guion Creek Middle School)

The prescribed or approved form for Receipt, Form SA3, was not properly completed. A blank prescribed or approved form was attached to a computer generated printout. (Applies to Deer Run Elementary)

The following prescribed or approved forms were not always in use: Receipt Form SA3. (Applies to Guion Creek Middle School)

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

OUTSIDE ORGANIZATIONS (Applies to New Augusta South Elementary)

The financial records of New Augusta South Elementary contained funds from the Parent Teacher Association (PTA) that were accounted for in the Extra-Curricular Account.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
AUDIT RESULTS AND COMMENTS
(Continued)

Indiana Code 20-41-1-7 states in part: "The treasurer has charge of the custody and disbursement of any funds . . . incurred in conducting any athletic, social, or other school function (other than functions conducted solely by any organization of parents and teachers) . . . "Therefore, activities and organizations which are not extra-curricular in nature should be responsible for their own accounting and cash handling systems. The extra-curricular account should not collect, receipt, remit, or disburse outside organization's monies. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 1)

SUPPORTING DOCUMENTATION (Applies to Fishback Elementary, Pacer Academy, and Guion Creek Elementary)

Several payments were observed which did not contain adequate supporting documentation, such as receipts, invoices, and other public records. Due to the lack of supporting information, the validity and accountability for some money disbursed could not be established. (Applies to Fishback Elementary)

Cancelled checks were not available for examination. (Applies to Pacer Academy)

Several payments were observed which did not contain adequate supporting documentation such as receipts, and invoices. Twenty-five accounts payable vouchers (Form SA-1) were examined for the audit period and eleven contained either no supporting documentation or inadequate supporting documentation. Due to the lack of supporting information, the validity and accountability for some monies disbursed could not be established. (Applies to Guion Creek Elementary)

Supporting documentation such as receipts, canceled checks, tickets, invoices, bills, contracts, and other public records must be available for audit to provide supporting information for the validity and accountability of monies disbursed. Payments without supporting documentation may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

CONDITION OF RECORDS (Applies to Guion Creek Elementary)

The following deficiencies relating to the recordkeeping were noted:

The individual fund balances (subsidiary ledgers) presented for audit did not agree with the control ledger balance resulting in differences of \$21,517.43 and \$21,263.25 at May 31, 2006, and May 31, 2007, respectively.

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
AUDIT RESULTS AND COMMENTS
(Continued)

BANK ACCOUNT RECONCILIATIONS (Applies to Guion
Creek Elementary and Guion Creek Middle School)

Reconciliations of the fund balances to the bank account balances were incorrect. The ECA Treasurer throughout the audit period used a \$467.17 balance from a bank account that was closed October 15, 2005, to perform bank reconcilements. Adjustments to the School's records were made in December 2007 to correct this discrepancy. (Applies to Guion Creek Elementary)

Reconciliations of the fund balances to the bank account balances were incorrect. Athletic funds invested were not included in the bank reconciliation performed by the ECA Treasurer and the outstanding check lists were inaccurately prepared. (Applies to Guion Creek Middle School)

Indiana Code 5-13-6-1(e) states in part: "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."

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

DEPOSITS (Applies to Guion Creek Middle School)

Receipts were deposited later than without unreasonable delay. Twenty-seven of the thirty-three receipts reviewed between September 21, 2006 and October 18, 2006, were deposited six to twelve days after the receipt was issued.

Indiana Code 20-41-1-9 states in part: ". . . receipts shall be deposited without unreasonable delay."

TRANSFER TO PRINCIPAL'S FUND (Applies to New Augusta South Elementary)

A transfer of \$3,934 was made during the 2006-2007 school year from the Student Activities Fund to the Principal's Fund. The funds were used for staff support, meals, gifts, etc.

The State Board of Accounts consistently has been of the audit position to not take an audit exception to a school extra-curricular account having a general fund if the fund consists of revenues received from functions (vending machines or sales of a similar nature, etc.) not generated by students for a specific class or organization (for which a fund should be established). Our audit position has been with the provision that the functions for which the expenditures are made benefit the student body as a whole (as opposed to a select group of students, school employees or administrators). Examples of appropriate expenditures in the past would be convocations, field trips which the entire student body has the opportunity to take during the course of the school year, etc. Our audit position has been based in part upon the substance of the transaction (the revenues are primarily from students or parents paying into vending machines, picture money, etc.). (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 6)

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
AUDIT RESULTS AND COMMENTS
(Continued)

Public funds may not be used to pay for personal items or for expenses which do not relate to the functions and purposes of the governmental unit. Any personal expenses paid by the governmental entity may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

TRANSACTION RECORDING (Applies to New Augusta South Elementary)

No transactions as of February 5, 2008, have been recorded into the ledgers since October 2007.

All financial transactions pertaining to the governmental unit should be recorded in the records of the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

PETTY CASH FUND (Applies to New Augusta South Elementary)

The Petty Cash Fund did not have receipts or other documentation for all transactions.

Supporting documentation such as receipts, canceled checks, tickets, invoices, bills, contracts, and other public records must be available for audit to provide supporting information for the validity and accountability of monies disbursed. Payments without supporting documentation may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

Indiana Code 20-40-13-4 states in part: "If a fund is established, the governing body shall make an appropriation for such fund in an amount not to exceed five hundred dollars (\$500.00)."

SALES TAX (Applies to Pacer Academy)

Sales tax was paid for some purchases.

Governmental funds generally are exempt from the payment of sales tax on qualifying purchases. Respective tax agencies should always be contacted concerning tax exemptions and payments. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

DONATIONS (Applies to Pacer Academy)

A donation of \$250 was received by the Extra-Curricular Account on December 12, 2006, for the Reading Circles Fund and accounted for in the Extra-Curricular Account records without approval by the Board of School Trustees.

Cash donations that are extra-curricular in nature may be accounted for in the Extra-Curricular Account. Any School Corporation donations shall be accounted for in the school corporation records. The acceptance of these donations shall have prior approval by the Board of School Trustees. Either the School Corporation Treasurer or the Extra-Curricular Treasurer will be responsible for accounting of these funds as applicable. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 1)

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF THE METROPOLITAN SCHOOL DISTRICT
OF PIKE TOWNSHIP, MARION COUNTY, INDIANA

Compliance

We have audited the compliance of the Metropolitan School District of Pike Township (School Corporation) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the years ended June 30, 2006 and 2007. 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. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the School Corporation's management. Our responsibility is to express an opinion on the School Corporation's compliance based on our audit.

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 OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance 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. Our audit does not provide a legal determination of the School Corporation's compliance with those requirements.

In our opinion, the School Corporation complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the years ended June 30, 2006 and 2007.

Internal Control Over Compliance

The management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the School Corporation's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
(Continued)

on compliance, 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 control deficiency in a School Corporation's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be significant deficiencies or material weaknesses, as defined above.

The School Corporation's response to the findings identified in our audit is described in the accompanying Official Response section of the report. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the School Corporation's management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

March 18, 2008

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For The Years Ended June 30, 2006 and 2007

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-06	Total Federal Awards Expended 06-30-07
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program				
	10.553	FY 2005/2006 FY 2006/2007	\$ 289,793 -	\$ - 280,802
Total for program			289,793	280,802
National School Lunch Program				
	10.555	FY 2005/2006 FY 2005/2006	1,734,092 -	- 1,670,613
Total for program			1,734,092	1,670,613
Total for cluster			2,023,885	1,951,415
<u>U.S. DEPARTMENT OF JUSTICE</u>				
Direct Grant				
Public Safety Partnership and Community Policing Grants				
	16.710	2005CKWX0529	37,731	-
Direct Grant				
Gang Resistance Education and Training				
	16.737	2004-JV-FX-0111 2007-JV-FX-0307	4,959 6,641	- 52,993
Total for program			11,600	52,993
Total for federal grantor agency			49,331	52,993
<u>U.S. DEPARTMENT OF ENERGY</u>				
Pass-Through Indiana Department of Education				
State Energy Program				
	81.041	6-AFV-001	3,483	6,105
<u>U.S. DEPARTMENT OF EDUCATION</u>				
Pass-Through Indiana Department of Education				
Title 1 Grants to Local Educational Agencies				
	84.010	04-5350 05-5350A 05-5350 06-5350 07-5350	5,242 23,324 115,412 738,126 -	358 - - 899,458 23,584
Total for program			882,104	923,400
Special Education - Grants to States				
	84.027	14205-063-PN01 14205-063-PY02 14207-063-PN01 14206-063-PN01 14206-063-DY01 14204-022-DY05 14205-089-DY06 14206-039-DY07	57,856 615 - 1,189,340 - 154,660 984,547 -	- 8,935 1,026,901 166,073 10,832 - 164,890 877,239
Total for program			2,387,018	2,254,870
Pass-Through Indiana Department of Workforce Development				
Vocational Education - Basic Grants to States				
	84.048	CPR-6-72 SPLB10-6-72	- -	3,261 2,100
Total for program			-	5,361
Pass-Through Indiana Department of Education				
Safe and Drug Free Schools and Communities - State Grants				
	84.186	04-008 03-211 05-231	525 15,314 16,012	1,975 - 32,592
Total for program			31,851	34,567

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2006 and 2007
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-06	Total Federal Awards Expended 06-30-07
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Indiana Department of Education (continued) Education for Homeless Children and Youth	84.198	FY 05/06 FY 05/06A FY 06/07	10,000 - 4,000	- 8,008 212,750
Total for program			<u>14,000</u>	<u>220,758</u>
Fund for the Improvement of Education	84.215	V215L032203	<u>115,648</u>	<u>149,123</u>
Pass-Through Indiana Department of Workforce Development Tech-Prep Education	84.243	TP5-72 TP6-72	78,043 -	- 25,324
Total for program			<u>78,043</u>	<u>25,324</u>
Pass-Through Indiana Department of Education Twenty-First Century Community Learning Centers	84.287	FY 05/06	<u>211,935</u>	<u>239,586</u>
State Grants for Innovative Programs	84.298	04-5350 05-5350 06-5350	8,349 38,689 -	- 16,879 41,188
Total for program			<u>47,038</u>	<u>58,067</u>
Education Technology State Grants	84.318	FY 02/03 FY 03/04	13,479 1,385	19,682 -
Total for program			<u>14,864</u>	<u>19,682</u>
Reading First State Grants	84.357	S0357A040015	-	73,732
English Language Acquisition Grants	84.365	FY 04/05 FY 05/06	150,113 -	- 260,841
Total for program			<u>150,113</u>	<u>260,841</u>
Mathematics and Science Partnerships	84.366	6000-182500 6000-182300	- -	10,350 550
Total for program			<u>-</u>	<u>10,900</u>
Improving Teacher Quality State Grants	84.367	03-1730 06-5350	22,798 208,545	- 228,506
Total for program			<u>231,343</u>	<u>228,506</u>
Special Education - Technical Assistance on State Data Collection	84.373	44606-001PN01	-	126,757
Total for federal grantor agency			<u>4,163,957</u>	<u>4,631,474</u>
Total federal awards expended			<u>\$ 6,240,656</u>	<u>\$ 6,641,987</u>

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

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Metropolitan School District of Pike Township (School Corporation) and is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Accordingly, the amount of federal awards expended is based on when the activity related to the award occurs. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Circular A-133 requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$500,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with the Indiana Code (IC 5-11-1 et seq.), audits of School Corporations shall be conducted biennially. Such audits shall include both years within the biennial period.

II. Noncash Assistance

The School Corporation expended the following amount of noncash assistance for the years ending June 30, 2006 and 2007. This noncash assistance is also included in the federal expenditures presented in the schedule.

Program Title	Federal CFDA Number	2005-2006	2006-2007
National School Lunch Program	10.555	\$ 207,703	\$ 79,457

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified?	no
Reportable conditions identified that are not considered to be material weaknesses?	none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

Material weaknesses identified?	no
Reportable conditions identified that are not considered to be material weaknesses?	none reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? no

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.027	Special Education - Grants to States

Dollar threshold used to distinguish between Type A and Type B programs: \$386,479

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP
EXIT CONFERENCE

The contents of this report were discussed on April 24, 2008, with Linda Searles, Treasurer; Nathaniel Jones, Superintendent of Schools; Larry Metzler, President of the School Board; and Karen Cartmell, Assistant Business Manager. The official response has been made a part of this report and may be found on pages 80 and 81.



METROPOLITAN SCHOOL DISTRICT OF PIKE TOWNSHIP

Administrative Service Center

6901 Zionsville Road, Indianapolis, Indiana 46268-2467

Phone: 317-293-0393 Fax: 317-297-7896

www.pike.k12.in.us

*Linda J. Searles, RSBO
Chief Financial Officer*

May 5, 2008

Via Hand Delivery

Indiana State Board of Accounts
Indiana Government Center South
302 West Washington Street, Room E418
Indianapolis, IN 46204-2738

Re: Official Response - Audit of the MSD of Pike Township for the period of 7/1/05-6/30/07

To whom it may concern:

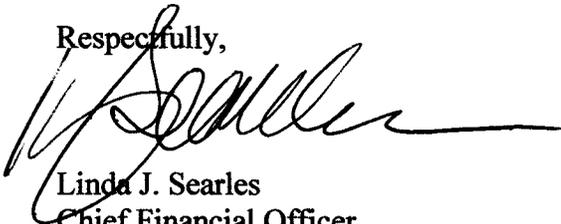
We are submitting this official response to the audit conducted by Suzanne Miller of the Indiana State Board of Accounts for the time period July 1, 2005 through June 30, 2007. Below are the responses of the MSD of Pike Township (the "School Corporation") to the final draft of the "Audit Results and Comments" provided to the School Corporation on April 28, 2008:

1. **VENDING MACHINE COMMISSIONS AND/OR PROFITS:** The School Corporation's exclusive vending contract approved by the Board of Education in 1998 provides a guaranteed revenue sum annually, regardless of profits. The approved contract details the annual guaranteed revenue and the placement, use, and maintenance of the vending machines. All revenue received and expenditures from such revenue are accounted for in the School Corporation's records. All expenditures are approved by the Board of Education in a public meeting. In response to this Audit Result and Comment, the School Corporation will draft a resolution to be adopted by the Board of Education reiterating the information contained in the approved contract.
2. **OVERDRAWN FUND BALANCES:** The negative cash balance in the Textbook Rental Fund is due to the State of Indiana not reimbursing school districts completely on the Textbook Reimbursement Claim over the years. We believe state agencies and legislators need to see the negative balance on the Form 9 so they understand the impact years of an under-funded mandate has had on school districts. To transfer money to the Textbook Rental Fund would give an unfair picture of the status of this fund. The temporary negative balance in the School Lunch Fund has been resolved since the School Corporation moved to the use of a contracted food service provider. This fund now continues to operate in the positive. The remaining negative fund balances were simply due to the fact that those funds are reimbursed after the expenditures are incurred or timing of grant revenues.
3. **AVERAGE DAILY MEMBERSHIP (ADM) INCORRECT REPORTING TO THE STATE:** The School Corporation agrees with this Audit Result and Comment and will contact the Indiana Department of Education, Division of School Finance, to determine the steps necessary to amend the reported ADM count by a net of "four" students.

4. **FEES**: The School Corporation keeps a complete detail of all purchases made with consumable fees by school in the general ledger. General ledger detail is supported by accounts payable documents. Currently, purchases may vary by school. Beginning with the 2008/09 school year, the School Corporation will prepare a detail list of the fees and standardize the use of these fees across schools and grade levels.
5. **PRESCRIBED FORMS**: The School Corporation has added the requested number and the verbiage "approved by the State Board of Accounts for MSD Pike Township, 1998" to the Textbook Rental Receipt Form that was approved by the State Board of Accounts in 1998 with the noted conditions.
6. **CASH NECESSARY TO BALANCE, BANK RECONCILIATIONS**: The School Corporation has resolved this issue that began many years ago with the implementation of a new software program and its related posting nuances. The School Corporation has been reconciled to the same amount since July 2006 and continues to be reconciled as of the date of this letter.
7. **TRANSFER TUITION**: The School Corporation prepares a worksheet calculating the tuition payments for "two" cash tuition students based on the guidelines provided by the Indiana Department of Education, Division of School Finance. The worksheet and the invoice agree with the form 515 calculation. In the future, the School Corporation will transfer the figures from the worksheet to the form 515 and hold the form in our files.
8. **INTERNAL CONTROLS**: The School Corporation agrees that "four" receipts were inadvertently delayed in posting. The deposits were timely as they were by ACH and automatically deposited into the district bank account. Because the School Corporation has internal controls in place to detect such occurrences, these items were caught during the monthly bank reconciliation process and posted at that time. In the future, the School Corporation will check the online bank statement daily for any ACH deposits to assure that such problems do not occur in the future.
9. **REMAINING "AUDIT RESULTS AND COMMENTS" RELATED TO VARIOUS SCHOOL EXTRA-CURRICULAR ACCOUNTS**: Such problems have been brought to the attention of the building administrator and the Extra-Curricular Treasurer. Oversight will be maintained and training continued, to assure that such problems do not occur in the future.

In conclusion, the MSD of Pike Township would like to commend your auditors on this assignment. They were efficient and thorough in representing the Indiana State Board of Accounts and they conducted themselves very professionally throughout the audit.

Respectfully,



Linda J. Searles
Chief Financial Officer
MSD of Pike Township

Cc: Nathaniel Jones, Superintendent