

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

EXAMINATION REPORT
OF
EASTERN HOWARD SCHOOL CORPORATION
HOWARD COUNTY, INDIANA
July 1, 2006 to June 30, 2008



FILED
12/31/2008

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Officials	2
Independent Accountant's Report.....	3
Financial Information:	
Government-Wide Financial Information:	
Schedule of Activities and Net Assets – Cash and Investment Basis	4-5
Fund Financial Information:	
Governmental Funds:	
Schedule of Assets and Fund Balances and Receipts, Disbursements, and Cash Changes in Fund Balances – Cash and Investment Basis - Governmental Funds	6-7
Fiduciary Funds:	
Schedule of Additions, Deductions, and Changes in Cash and Investment Balances .. - Fiduciary Funds	8-9
Notes to Financial Information	10-14
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, And Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds.....	15-24
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Private-Purpose Trust Funds	25-26
Combining Schedule of Cash and Investment Balances – Agency Funds	27-29
Schedule of Capital Assets.....	30
Schedule of Long-Term Debt	31
Exit Conference.....	32

OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Teresa Vester	07-01-06 to 06-30-09
Superintendent of Schools	Dr. Stephen C Healy Dr. Tracy Caddell	07-01-06 to 12-31-07 01-02-08 to 06-30-09
President of the School Board	William Heck Mark Lantz Charles Blankenship	07-01-06 to 06-30-07 07-01-07 to 06-30-08 07-01-08 to 06-30-09



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF EASTERN HOWARD SCHOOL
CORPORATION, HOWARD COUNTY, INDIANA

We have examined the financial information presented herein of the Eastern Howard School Corporation (School Corporation), for the period of July 1, 2006 to June 30, 2008. The School Corporation's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

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

In our opinion, the financial information referred to above presents fairly, in all material respects, the financial information of the School Corporation for the years ended June 30, 2007 and 2008, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

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

STATE BOARD OF ACCOUNTS

October 21, 2008

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

<u>Functions/Programs</u>	Program Receipts				Net (Disbursement) Receipts and Changes in Net Assets
	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Totals
Governmental activities:					
Instruction	\$ 5,442,143	\$ -	\$ 35,315	\$ -	\$ (5,406,828)
Support services	4,166,559	473,048	102,935	-	(3,590,576)
Community services	173,235	-	-	-	(173,235)
Nonprogrammed charges	109,648	-	-	-	(109,648)
Debt service	2,476,389	-	-	-	(2,476,389)
Total governmental activities	\$ 12,367,974	\$ 473,048	\$ 138,250	\$ -	(11,756,676)
General receipts:					
Property taxes					5,733,404
Other local sources					1,039,218
State aid					5,235,926
Bonds and loans					90,788
Grants and contributions not restricted to specific programs					272,120
Sale of property, adjustments, and refunds					23,815
Investment earnings					124,620
Total general receipts					12,519,891
Change in net assets					763,215
Net assets - beginning					3,949,656
Net assets - ending					\$ 4,712,871
<u>Assets</u>					
Cash and investments					\$ 3,486,322
Restricted assets:					
Cash and investments					1,226,549
Total assets					\$ 4,712,871
<u>Net Assets</u>					
Restricted for:					
Debt service					\$ 1,226,549
Unrestricted					3,486,322
Total net assets					\$ 4,712,871

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

EASTERN-HOWARD SCHOOL CORPORATION
SCHEDULE OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2008

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Totals</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental activities:					
Instruction	\$ 5,341,326	\$ -	\$ 82,248	\$ -	\$ (5,259,078)
Support services	4,761,933	477,586	135,511	-	(4,148,836)
Community services	179,031	-	-	-	(179,031)
Nonprogrammed charges	149,649	-	-	-	(149,649)
Debt service	<u>2,474,642</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,474,642)</u>
Total governmental activities	<u>\$ 12,906,581</u>	<u>\$ 477,586</u>	<u>\$ 217,759</u>	<u>\$ -</u>	<u>(12,211,236)</u>
General receipts:					
Property taxes					3,805,388
Other local sources					970,777
State aid					4,939,994
Bonds and loans					452,213
Grants and contributions not restricted to specific programs					208,960
Sale of property, adjustments, and refunds					37,983
Investment earnings					<u>100,729</u>
Total general receipts					<u>10,516,044</u>
Change in net assets					(1,695,192)
Net assets - beginning					<u>4,712,871</u>
Net assets - ending					<u>\$ 3,017,679</u>
<u>Assets</u>					
Cash and investments					\$ 2,472,448
Restricted assets:					
Cash and investments					<u>545,231</u>
Total assets					<u>\$ 3,017,679</u>
<u>Net Assets</u>					
Restricted for:					
Debt service					\$ 545,231
Unrestricted					<u>2,472,448</u>
Total net assets					<u>\$ 3,017,679</u>

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

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

	General	Transportation Operating	Rainy Day	Debt Service	Capital Projects	School Bus Replacement	Other	Totals
Receipts:								
Local sources	\$ 2,843,345	\$ 579,111	\$ 3,000	\$ 2,391,295	\$ 923,106	\$ 51,769	\$ 577,990	\$ 7,369,616
Intermediate sources	240	-	-	-	-	-	431	671
State sources	5,243,636	-	-	-	-	-	148,261	5,391,897
Federal sources	791	-	-	-	-	-	253,611	254,402
Bonds and loans	-	-	-	28,797	-	-	61,991	90,788
Sale of property, adjustments and refunds	9,788	3,841	-	5,000	-	-	5,186	23,815
Total receipts	8,097,800	582,952	3,000	2,425,092	923,106	51,769	1,047,470	13,131,189
Disbursements:								
Current:								
Instruction	5,258,759	-	-	-	-	-	183,384	5,442,143
Support services	1,852,753	475,365	234,890	-	926,272	41,000	636,279	4,166,559
Community services	173,235	-	-	-	-	-	-	173,235
Nonprogrammed charges	109,648	-	-	-	-	-	-	109,648
Debt services	-	-	-	2,375,424	-	-	100,965	2,476,389
Total disbursements	7,394,395	475,365	234,890	2,375,424	926,272	41,000	920,628	12,367,974
Excess (deficiency) of receipts over disbursements	703,405	107,587	(231,890)	49,668	(3,166)	10,769	126,842	763,215
Other financing sources (uses):								
Transfers in	17,070	3,801	250,000	24,673	5,116	268	9,451	310,379
Transfers out	(110,762)	(150,000)	-	-	-	-	(49,617)	(310,379)
Total other financing sources (uses)	(93,692)	(146,199)	250,000	24,673	5,116	268	(40,166)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	609,713	(38,612)	18,110	74,341	1,950	11,037	86,676	763,215
Cash and investments - beginning	1,052,158	208,027	900,000	1,102,990	345,500	84,543	256,438	3,949,656
Cash and investments - ending	<u>\$ 1,661,871</u>	<u>\$ 169,415</u>	<u>\$ 918,110</u>	<u>\$ 1,177,331</u>	<u>\$ 347,450</u>	<u>\$ 95,580</u>	<u>\$ 343,114</u>	<u>\$ 4,712,871</u>
<u>Cash and Investment Assets - Ending</u>								
Cash and investments	\$ 1,661,871	\$ 169,415	\$ 918,110	\$ -	\$ 347,450	\$ 95,580	\$ 293,896	\$ 3,486,322
Restricted assets:								
Cash and investments	-	-	-	1,177,331	-	-	49,218	1,226,549
Total cash and investment assets - ending	<u>\$ 1,661,871</u>	<u>\$ 169,415</u>	<u>\$ 918,110</u>	<u>\$ 1,177,331</u>	<u>\$ 347,450</u>	<u>\$ 95,580</u>	<u>\$ 343,114</u>	<u>\$ 4,712,871</u>
<u>Cash and Investment Fund Balance - Ending</u>								
Restricted for:								
Debt service	\$ -	\$ -	\$ -	\$ 1,177,331	\$ -	\$ -	\$ 49,218	\$ 1,226,549
Unrestricted	1,661,871	169,415	918,110	-	347,450	95,580	293,896	3,486,322
Total cash and investment fund balance - ending	<u>\$ 1,661,871</u>	<u>\$ 169,415</u>	<u>\$ 918,110</u>	<u>\$ 1,177,331</u>	<u>\$ 347,450</u>	<u>\$ 95,580</u>	<u>\$ 343,114</u>	<u>\$ 4,712,871</u>

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

EASTERN-HOWARD SCHOOL CORPORATION
SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2008

	General	Transportation Operating	Rainy Day	Debt Service	Capital Projects	School Bus Replacement	Other	Totals
Receipts:								
Local sources	\$ 2,081,534	\$ 409,826	\$ -	\$ 1,638,177	\$ 646,839	\$ 42,753	\$ 534,957	\$ 5,354,086
Intermediate sources	240	-	-	-	-	-	150	390
State sources	4,990,859	-	-	-	-	-	85,684	5,076,543
Federal sources	-	-	-	-	-	-	290,174	290,174
Bonds and loans	-	34,880	-	89,748	295,888	-	31,697	452,213
Sale of property, adjustments and refunds	11,576	19,035	-	5,000	-	-	2,372	37,983
Total receipts	7,084,209	463,741	-	1,732,925	942,727	42,753	945,034	11,211,389
Disbursements:								
Current:								
Instruction	5,145,370	-	-	-	-	-	195,956	5,341,326
Support services	2,164,064	531,270	219,756	-	1,098,276	78,059	670,508	4,761,933
Community services	179,031	-	-	-	-	-	-	179,031
Nonprogrammed charges	149,649	-	-	-	-	-	-	149,649
Debt services	-	-	-	2,376,819	-	-	97,823	2,474,642
Total disbursements	7,638,114	531,270	219,756	2,376,819	1,098,276	78,059	964,287	12,906,581
Excess (deficiency) of receipts over disbursements	(553,905)	(67,529)	(219,756)	(643,894)	(155,549)	(35,306)	(19,253)	(1,695,192)
Other financing sources (uses):								
Transfers in	15,436	-	-	-	-	-	1,813	17,249
Transfers out	-	-	-	(7,900)	-	-	(9,349)	(17,249)
Total other financing sources (uses)	15,436	-	-	(7,900)	-	-	(7,536)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(538,469)	(67,529)	(219,756)	(651,794)	(155,549)	(35,306)	(26,789)	(1,695,192)
Cash and investments - beginning	1,661,871	169,415	918,110	1,177,331	347,450	95,580	343,114	4,712,871
Cash and investments - ending	\$ 1,123,402	\$ 101,886	\$ 698,354	\$ 525,537	\$ 191,901	\$ 60,274	\$ 316,325	\$ 3,017,679
Cash and Investment Assets - Ending								
Cash and investments	\$ 1,123,402	\$ 101,886	\$ 698,354	\$ -	\$ 191,901	\$ 60,274	\$ 296,631	\$ 2,472,448
Restricted assets:								
Cash and investments	-	-	-	525,537	-	-	19,694	545,231
Total cash and investment assets - ending	\$ 1,123,402	\$ 101,886	\$ 698,354	\$ 525,537	\$ 191,901	\$ 60,274	\$ 316,325	\$ 3,017,679
Cash and Investment Fund Balance - Ending								
Restricted for:								
Debt service	\$ -	\$ -	\$ -	\$ 525,537	\$ -	\$ -	\$ 19,694	\$ 545,231
Unrestricted	1,123,402	101,886	698,354	-	191,901	60,274	296,631	2,472,448
Total cash and investment fund balance - ending	\$ 1,123,402	\$ 101,886	\$ 698,354	\$ 525,537	\$ 191,901	\$ 60,274	\$ 316,325	\$ 3,017,679

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

EASTERN-HOWARD SCHOOL CORPORATION
SCHEDULE 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:			
Other	-	\$ 1,420	
Total contributions	-	1,420	
Investment earnings:			
Interest	6,118	-	
Total investment earnings	6,118	-	
Net investment earnings	6,118	-	
Agency fund additions	-	-	
Total additions	6,118	1,420	
Deductions:			
Benefits	32,996	-	
Administrative and general	-	2,037	
Total deductions	32,996	2,037	
Excess (deficiency) of total additions over total deductions	(26,878)	(617)	
Cash and investment fund balance - beginning	142,977	1,779	
Cash and investment fund balance - ending	\$ 116,099	\$ 1,162	
Net assets:			
Cash and investments	\$ 116,099	\$ 1,162	\$ 41,368
Total net assets - cash and investment basis held in trust	\$ 116,099	\$ 1,162	\$ 41,368

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

EASTERN-HOWARD SCHOOL CORPORATION
SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2008

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Other	\$ -	\$ 6,229	
Total contributions	-	6,229	
Investment earnings:			
Interest	3,273	-	
Total investment earnings	3,273	-	
Net investment earnings	3,273	-	
Agency fund additions	-	-	
Total additions	3,273	6,229	
Deductions:			
Benefits	56,974	-	
Administrative and general	-	5,539	
Agency fund deductions	-	-	
Total deductions	56,974	5,539	
Excess (deficiency) of total additions over total deductions	(53,701)	690	
Cash and investment fund balance - beginning	116,099	1,162	
Cash and investment fund balance - ending	\$ 62,398	\$ 1,852	
Net assets:			
Cash and investments	\$ 62,398	\$ 1,852	\$ 54,362
Total net assets - cash and investment basis held in trust	\$ 62,398	\$ 1,852	\$ 54,362

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

EASTERN HOWARD SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

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

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

Note 2. Fund Accounting

A. Government-Wide and Fund Financial Information

Government-Wide Financial Information

The Schedule of Activities and Net Assets – Cash and Investment basis displays information about the reporting government as a whole. It includes 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 Information

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

The School Corporation reports the following major governmental funds:

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

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

The rainy day fund is used to account for unused and unencumbered funds transferred under the authority of Indiana Code 36-1-8-5. disbursements from this fund are subject to the same appropriation process as other funds that receive tax money.

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.

EASTERN HOWARD SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

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.

Additionally, the School Corporation reports the following fund types:

The pension trust fund accounts for the activities of the retirement/severance bond fund which accumulates resources for pension benefit payments.

The private-purpose trust funds report trust arrangements under which principal and income benefit the benefit elementary school library and scholarship recipients.

Agency funds account for assets held by the School Corporation as an agent for employees and other governmental agencies.

B. Measurement Focus and Basis of Accounting

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

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

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

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

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

Note 3. Budgets

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

EASTERN HOWARD SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 4. Property Taxes

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

Note 5. Deposits and Investments

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

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

Note 6. Interfund Transfers

Interfund transfers for the years ended June 30, 2007 and 2008, were as follows:

Transfer From	Transfer To	2007	2008
General Fund	Rainy Day Fund	\$ 100,000	\$ -
General Fund	Debt Service Fund	7,900	-
General Fund	Other governmental funds	2,232	-
School Transportation Fund	Rainy Day Fund	150,000	-
Debt Service Fund	General Fund	-	7,900
Other governmental funds	General Fund	17,070	7,536
Other governmental funds	Transportation Operating Fund	3,801	-
Other governmental funds	Debt Service Fund	16,773	-
Other governmental funds	Capital Projects Fund	5,116	-
Other governmental funds	School Bus Replacement Fund	268	-
Other governmental funds	All others	7,219	1,813
Totals		<u>\$ 310,379</u>	<u>\$ 17,249</u>

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

EASTERN HOWARD SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 7. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system, and give the School Corporation authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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

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

Funding Policy and Annual Pension Cost

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

B. Teacher's Retirement Fund

Plan Description

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

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

EASTERN HOWARD SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

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

Funding Policy and Annual Pension Cost

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

EASTERN-HOWARD SCHOOL CORPORATION
 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 Fund	School Lunch	Textbook Rental	Levy Excess	Educational License Plates
Receipts:					
Local sources	\$ 6,576	\$ 396,548	\$ 74,950	\$ -	\$ -
Intermediate sources	-	-	-	-	431
State sources	24,471	7,644	8,163	-	-
Federal sources	-	87,128	-	-	-
Bonds and loans	-	-	-	-	-
Sale of property, adjustments and refunds	-	4,089	50	-	-
Total receipts	31,047	495,409	83,163	-	431
Disbursements:					
Current:					
Instruction	11,812	-	-	-	-
Support services	4,769	471,153	57,075	-	-
Debt services	-	-	-	-	-
Total disbursements	16,581	471,153	57,075	-	-
Excess (deficiency) of receipts over disbursements	14,466	24,256	26,088	-	431
Other financing sources (uses):					
Transfers in	47	2,232	-	-	-
Transfers out	-	-	-	(43,773)	-
Total other financing sources (uses)	47	2,232	-	(43,773)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	14,513	26,488	26,088	(43,773)	431
Cash and investments - beginning	36,875	27,125	32,316	43,773	541
Cash and investments - ending	<u>\$ 51,388</u>	<u>\$ 53,613</u>	<u>\$ 58,404</u>	<u>\$ -</u>	<u>\$ 972</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ 51,388	\$ 53,613	\$ 58,404	\$ -	\$ 972
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 51,388</u>	<u>\$ 53,613</u>	<u>\$ 58,404</u>	<u>\$ -</u>	<u>\$ 972</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	51,388	53,613	58,404	-	972
Total cash and investment fund balance - ending	<u>\$ 51,388</u>	<u>\$ 53,613</u>	<u>\$ 58,404</u>	<u>\$ -</u>	<u>\$ 972</u>

EASTERN-HOWARD SCHOOL CORPORATION
 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 Safe Haven	Early Intervention Grant	Gifted and Talented	Education Technology	Non-English Speaking Program
Receipts:					
Local sources	\$ -	\$ -	\$ 85	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	5,000	1,500	12,583	-	59
Federal sources	-	-	-	-	-
Bonds and loans	-	-	-	60,000	-
Sale of property, adjustments and refunds	-	-	-	-	-
Total receipts	5,000	1,500	12,668	60,000	59
Disbursements:					
Current:					
Instruction	37	-	10,338	-	68
Support services	3,584	1,500	-	60,000	-
Debt services	-	-	-	-	-
Total disbursements	3,621	1,500	10,338	60,000	68
Excess (deficiency) of receipts over disbursements	1,379	-	2,330	-	(9)
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	1,379	-	2,330	-	(9)
Cash and investments - beginning	889	-	-	-	141
Cash and investments - ending	<u>2,268</u>	<u>-</u>	<u>2,330</u>	<u>-</u>	<u>132</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ 2,268	\$ -	\$ 2,330	\$ -	\$ 132
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>2,268</u>	<u>-</u>	<u>2,330</u>	<u>-</u>	<u>132</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>2,268</u>	<u>-</u>	<u>2,330</u>	<u>-</u>	<u>132</u>
Total cash and investment fund balance - ending	<u>2,268</u>	<u>-</u>	<u>2,330</u>	<u>-</u>	<u>132</u>

EASTERN-HOWARD SCHOOL CORPORATION
 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 Technology	Technology Plan-Buddy	Technology Grant	Professional Development Grant PL221	Retirement Dinner
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	3,500	70,375	14,966	-
Federal sources	-	-	-	-	-
Bonds and loans	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	1,047
Total receipts	-	3,500	70,375	14,966	1,047
Disbursements:					
Current:					
Instruction	-	-	-	16,177	-
Support services	-	-	-	179	1,047
Debt services	-	-	-	-	-
Total disbursements	-	-	-	16,356	1,047
Excess (deficiency) of receipts over disbursements	-	3,500	70,375	(1,390)	-
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	-	3,500	70,375	(1,390)	-
Cash and investments - beginning	20,600	-	-	10,894	-
Cash and investments - ending	<u>20,600</u>	<u>3,500</u>	<u>70,375</u>	<u>9,504</u>	<u>-</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ 20,600	\$ 3,500	\$ 70,375	\$ 9,504	\$ -
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>20,600</u>	<u>3,500</u>	<u>70,375</u>	<u>9,504</u>	<u>-</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>20,600</u>	<u>3,500</u>	<u>70,375</u>	<u>9,504</u>	<u>-</u>
Total cash and investment fund balance - ending	<u>20,600</u>	<u>3,500</u>	<u>70,375</u>	<u>9,504</u>	<u>-</u>

EASTERN-HOWARD SCHOOL CORPORATION
 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 I	Innovative Education Program Title V	Drug Free Schools	ATOD Prevention	ATOD Prevention 03-04
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	92,959	5,172	4,721	18,870	-
Bonds and loans	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-
Total receipts	<u>92,959</u>	<u>5,172</u>	<u>4,721</u>	<u>18,870</u>	<u>-</u>
Disbursements:					
Current:					
Instruction	95,685	-	-	1,084	-
Support services	787	7,004	4,988	16,786	2,627
Debt services	-	-	-	-	-
Total disbursements	<u>96,472</u>	<u>7,004</u>	<u>4,988</u>	<u>17,870</u>	<u>2,627</u>
Excess (deficiency) of receipts over disbursements	<u>(3,513)</u>	<u>(1,832)</u>	<u>(267)</u>	<u>1,000</u>	<u>(2,627)</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	(2,585)	(2,360)	-	-
Total other financing sources (uses)	<u>-</u>	<u>(2,585)</u>	<u>(2,360)</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(3,513)</u>	<u>(4,417)</u>	<u>(2,627)</u>	<u>1,000</u>	<u>(2,627)</u>
Cash and investments - beginning	<u>8,910</u>	<u>5,245</u>	<u>3,785</u>	<u>6,209</u>	<u>2,627</u>
Cash and investments - ending	<u>\$ 5,397</u>	<u>\$ 828</u>	<u>\$ 1,158</u>	<u>\$ 7,209</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ 5,397	\$ 828	\$ 1,158	\$ 7,209	\$ -
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 5,397</u>	<u>\$ 828</u>	<u>\$ 1,158</u>	<u>\$ 7,209</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>5,397</u>	<u>828</u>	<u>1,158</u>	<u>7,209</u>	<u>-</u>
Total cash and investment fund balance - ending	<u>\$ 5,397</u>	<u>\$ 828</u>	<u>\$ 1,158</u>	<u>\$ 7,209</u>	<u>\$ -</u>

EASTERN-HOWARD SCHOOL CORPORATION
 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)

	ATOD Prevention 04-05	Improving Teacher Quality No Child Left Behind	Improving Teacher Quality Enhanced Education	Retirement/ Severance Bond Debt Service	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ 99,831	\$ 577,990
Intermediate sources	-	-	-	-	431
State sources	-	-	-	-	148,261
Federal sources	-	42,963	1,798	-	253,611
Bonds and loans	-	-	-	1,991	61,991
Sale of property, adjustments and refunds	-	-	-	-	5,186
Total receipts	-	42,963	1,798	101,822	1,047,470
Disbursements:					
Current:					
Instruction	46	48,137	-	-	183,384
Support services	2,281	-	2,499	-	636,279
Debt services	-	-	-	100,965	100,965
Total disbursements	2,327	48,137	2,499	100,965	920,628
Excess (deficiency) of receipts over disbursements	(2,327)	(5,174)	(701)	857	126,842
Other financing sources (uses):					
Transfers in	-	5,844	-	1,328	9,451
Transfers out	-	-	(899)	-	(49,617)
Total other financing sources (uses)	-	5,844	(899)	1,328	(40,166)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,327)	670	(1,600)	2,185	86,676
Cash and investments - beginning	2,327	5,548	1,600	47,033	256,438
Cash and investments - ending	\$ -	\$ 6,218	\$ -	\$ 49,218	\$ 343,114
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ -	\$ 6,218	\$ -	\$ -	\$ 293,896
Restricted assets:					
Cash and investments	-	-	-	49,218	49,218
Total cash and investment assets - ending	\$ -	\$ 6,218	\$ -	\$ 49,218	\$ 343,114
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ 49,218	\$ 49,218
Unrestricted	-	6,218	-	-	293,896
Total cash and investment fund balance - ending	\$ -	\$ 6,218	\$ -	\$ 49,218	\$ 343,114

EASTERN-HOWARD SCHOOL CORPORATION
 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, 2008

	Special Education Fund	School Lunch	Textbook Rental	Levy Excess	Educational License Plates
Receipts:					
Local sources	\$ 4,434	\$ 382,311	\$ 80,980	\$ -	\$ -
Intermediate sources	-	-	-	-	150
State sources	24,376	7,242	18,135	-	-
Federal sources	-	110,135	-	-	-
Bonds and loans	-	-	-	-	-
Sale of property, adjustments and refunds	-	2,322	50	-	-
Interfund loans	-	-	-	-	-
Total receipts	<u>28,810</u>	<u>502,010</u>	<u>99,165</u>	<u>-</u>	<u>150</u>
Disbursements:					
Current:					
Instruction	25,346	-	-	-	-
Support services	10,689	516,816	22,842	-	-
Community services	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-
Debt services	-	-	-	-	-
Interfund loans	-	-	-	-	-
Total disbursements	<u>36,035</u>	<u>516,816</u>	<u>22,842</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(7,225)</u>	<u>(14,806)</u>	<u>76,323</u>	<u>-</u>	<u>150</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(7,225)</u>	<u>(14,806)</u>	<u>76,323</u>	<u>-</u>	<u>150</u>
Cash and investments - beginning	<u>51,388</u>	<u>53,613</u>	<u>58,404</u>	<u>-</u>	<u>972</u>
Cash and investments - ending	<u>\$ 44,163</u>	<u>\$ 38,807</u>	<u>\$ 134,727</u>	<u>\$ -</u>	<u>\$ 1,122</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ 44,163	\$ 38,807	\$ 134,727	\$ -	\$ 1,122
Cash with fiscal agent	-	-	-	-	-
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 44,163</u>	<u>\$ 38,807</u>	<u>\$ 134,727</u>	<u>\$ -</u>	<u>\$ 1,122</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Other purposes	-	-	-	-	-
Unrestricted	44,163	38,807	134,727	-	1,122
Total cash and investment fund balance - ending	<u>\$ 44,163</u>	<u>\$ 38,807</u>	<u>\$ 134,727</u>	<u>\$ -</u>	<u>\$ 1,122</u>

EASTERN-HOWARD SCHOOL CORPORATION
 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, 2008
 (Continued)

	School Safe Haven	Early Intervention Grant	Gifted and Talented	Education Technology	Non-English Speaking Program
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	3,045	1,500	30,899	-	487
Federal sources	-	-	-	-	-
Bonds and loans	-	-	-	30,000	-
Sale of property, adjustments and refunds	-	-	-	-	-
Interfund loans	-	-	-	-	-
Total receipts	<u>3,045</u>	<u>1,500</u>	<u>30,899</u>	<u>30,000</u>	<u>487</u>
Disbursements:					
Current:					
Instruction	-	-	21,307	-	-
Support services	3,296	1,500	-	30,000	-
Community services	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-
Debt services	-	-	-	-	-
Interfund loans	-	-	-	-	-
Total disbursements	<u>3,296</u>	<u>1,500</u>	<u>21,307</u>	<u>30,000</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(251)</u>	<u>-</u>	<u>9,592</u>	<u>-</u>	<u>487</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(251)</u>	<u>-</u>	<u>9,592</u>	<u>-</u>	<u>487</u>
Cash and investments - beginning	<u>2,268</u>	<u>-</u>	<u>2,330</u>	<u>-</u>	<u>132</u>
Cash and investments - ending	<u>\$ 2,017</u>	<u>\$ -</u>	<u>\$ 11,922</u>	<u>\$ -</u>	<u>\$ 619</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ 2,017	\$ -	\$ 11,922	\$ -	\$ 619
Cash with fiscal agent	-	-	-	-	-
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 2,017</u>	<u>\$ -</u>	<u>\$ 11,922</u>	<u>\$ -</u>	<u>\$ 619</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Other purposes	-	-	-	-	-
Unrestricted	<u>2,017</u>	<u>-</u>	<u>11,922</u>	<u>-</u>	<u>619</u>
Total cash and investment fund balance - ending	<u>\$ 2,017</u>	<u>\$ -</u>	<u>\$ 11,922</u>	<u>\$ -</u>	<u>\$ 619</u>

EASTERN-HOWARD SCHOOL CORPORATION
 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, 2008
 (Continued)

	School Technology	Technology Plan-Buddy	Technology Grant	Professional Development Grant PL221	Retirement Dinner
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	-	-	-	-	-
Bonds and loans	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-
Interfund loans	-	-	-	-	-
Total receipts	-	-	-	-	-
Disbursements:					
Current:					
Instruction	-	-	-	2,818	-
Support services	-	3,432	65,082	-	-
Community services	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-
Debt services	-	-	-	-	-
Interfund loans	-	-	-	-	-
Total disbursements	-	3,432	65,082	2,818	-
Excess (deficiency) of receipts over disbursements	-	(3,432)	(65,082)	(2,818)	-
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	(6,686)	-
Total other financing sources (uses)	-	-	-	(6,686)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(3,432)	(65,082)	(9,504)	-
Cash and investments - beginning	20,600	3,500	70,375	9,504	-
Cash and investments - ending	<u>\$ 20,600</u>	<u>\$ 68</u>	<u>\$ 5,293</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ 20,600	\$ 68	\$ 5,293	\$ -	\$ -
Cash with fiscal agent	-	-	-	-	-
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 20,600</u>	<u>\$ 68</u>	<u>\$ 5,293</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Other purposes	-	-	-	-	-
Unrestricted	20,600	68	5,293	-	-
Total cash and investment fund balance - ending	<u>\$ 20,600</u>	<u>\$ 68</u>	<u>\$ 5,293</u>	<u>\$ -</u>	<u>\$ -</u>

EASTERN-HOWARD SCHOOL CORPORATION
 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, 2008
 (Continued)

	Title I	Innovative Education Program Title V	Drug Free Schools	ATOD Prevention	ATOD Prevention 03-04
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	114,877	-	3,626	19,200	-
Bonds and loans	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-
Interfund loans	-	-	-	-	-
Total receipts	<u>114,877</u>	<u>-</u>	<u>3,626</u>	<u>19,200</u>	<u>-</u>
Disbursements:					
Current:					
Instruction	94,626	828	-	664	-
Support services	172	-	2,462	14,217	-
Community services	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-
Debt services	-	-	-	-	-
Interfund loans	-	-	-	-	-
Total disbursements	<u>94,798</u>	<u>828</u>	<u>2,462</u>	<u>14,881</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>20,079</u>	<u>(828)</u>	<u>1,164</u>	<u>4,319</u>	<u>-</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	(220)	-	(1,813)	-	-
Total other financing sources (uses)	<u>(220)</u>	<u>-</u>	<u>(1,813)</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>19,859</u>	<u>(828)</u>	<u>(649)</u>	<u>4,319</u>	<u>-</u>
Cash and investments - beginning	<u>5,397</u>	<u>828</u>	<u>1,158</u>	<u>7,209</u>	<u>-</u>
Cash and investments - ending	<u>\$ 25,256</u>	<u>\$ -</u>	<u>\$ 509</u>	<u>\$ 11,528</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ 25,256	\$ -	\$ 509	\$ 11,528	\$ -
Cash with fiscal agent	-	-	-	-	-
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 25,256</u>	<u>\$ -</u>	<u>\$ 509</u>	<u>\$ 11,528</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Other purposes	-	-	-	-	-
Unrestricted	25,256	-	509	11,528	-
Total cash and investment fund balance - ending	<u>\$ 25,256</u>	<u>\$ -</u>	<u>\$ 509</u>	<u>\$ 11,528</u>	<u>\$ -</u>

EASTERN-HOWARD SCHOOL CORPORATION
 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, 2008
 (Continued)

	ATOD Prevention 04-05	Improving Teacher Quality No Child Left Behind	Improving Teacher Quality Enhanced Education	Retirement/ Severance Bond Debt Service	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ 67,232	\$ 534,957
Intermediate sources	-	-	-	-	150
State sources	-	-	-	-	85,684
Federal sources	-	42,336	-	-	290,174
Bonds and loans	-	-	-	1,697	31,697
Sale of property, adjustments and refunds	-	-	-	-	2,372
Interfund loans	-	-	-	-	-
Total receipts	-	42,336	-	68,929	945,034
Disbursements:					
Current:					
Instruction	-	50,367	-	-	195,956
Support services	-	-	-	-	670,508
Community services	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-
Debt services	-	-	-	97,823	97,823
Interfund loans	-	-	-	-	-
Total disbursements	-	50,367	-	97,823	964,287
Excess (deficiency) of receipts over disbursements	-	(8,031)	-	(28,894)	(19,253)
Other financing sources (uses):					
Transfers in	-	1,813	-	-	1,813
Transfers out	-	-	-	(630)	(9,349)
Total other financing sources (uses)	-	1,813	-	(630)	(7,536)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(6,218)	-	(29,524)	(26,789)
Cash and investments - beginning	-	6,218	-	49,218	343,114
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 19,694	\$ 316,325
Cash and Investment Assets - Ending					
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 296,631
Cash with fiscal agent	-	-	-	-	-
Restricted assets:					
Cash and investments	-	-	-	19,694	19,694
Total cash and investment assets - ending	\$ -	\$ -	\$ -	\$ 19,694	\$ 316,325
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ 19,694	\$ 19,694
Other purposes	-	-	-	-	-
Unrestricted	-	-	-	-	296,631
Total cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ 19,694	\$ 316,325

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

	Elementary Library/Peters Book Fund	EDS Grant	Totals
Additions:			
Contributions:			
Other	\$ 1,420	\$ -	\$ 1,420
Total additions	1,420	-	1,420
Deductions:			
Administrative and general	537	1,500	2,037
Excess (deficiency) of total additions over total deductions	883	(1,500)	(617)
Cash and investment fund balance - beginning	279	1,500	1,779
Cash and investments - June 30	\$ 1,162	\$ -	\$ 1,162
Net assets:			
Cash and investments	\$ 1,162	\$ -	\$ 1,162
Total net assets - cash and investment basis held in trust	\$ 1,162	\$ -	\$ 1,162

EASTERN-HOWARD SCHOOL CORPORATION
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2008

	Scholarships and Awards	Elementary Library/Peters Book Fund	Totals
Additions:			
Contributions:			
Other	\$ 5,000	\$ 1,229	\$ 6,229
Total additions	5,000	1,229	6,229
Deductions:			
Administrative and general	5,000	539	5,539
Excess of total additions over total deductions	-	690	690
Cash and investment fund balance - beginning	-	1,162	1,162
Cash and investments - June 30	\$ -	\$ 1,852	\$ 1,852
Net assets:			
Cash and investments	\$ -	\$ 1,852	\$ 1,852
Total net assets - cash and investment basis held in trust	\$ -	\$ 1,852	\$ 1,852

EASTERN-HOWARD SCHOOL CORPORATION
 COMBINING SCHEDULE OF CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2007

	State Tax	County Adjusted Gross Tax	Teachers Retirement	PERF	Group Insurance	06-07 Section 125-Medical Reimbursement	06-07 Section 125 Dependent Care	Individual Health Insurance	Totals
Net assets:									
Cash and investments	\$ 17,919	\$ 5,125	\$ 3,864	\$ 6,475	\$ 300	\$ 6,720	\$ 847	\$ 118	\$ 41,368
Total net assets - cash and investment basis held in trust	<u>\$ 17,919</u>	<u>\$ 5,125</u>	<u>\$ 3,864</u>	<u>\$ 6,475</u>	<u>\$ 300</u>	<u>\$ 6,720</u>	<u>\$ 847</u>	<u>\$ 118</u>	<u>\$ 41,368</u>

EASTERN-HOWARD SCHOOL CORPORATION
 COMBINING SCHEDULE OF CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2008

	<u>State Tax</u>	<u>County Adjusted Gross Tax</u>	<u>Teachers Retirement</u>	<u>PERF</u>	<u>Group Insurance</u>	<u>06-07 Section 125-Medical Reimbursement</u>	<u>05-06 Section 125 Medical Reimbursement</u>
Net assets:							
Cash and investments	\$ 18,205	\$ 8,150	\$ 1,739	\$ 6,941	\$ 515	\$ 112	\$ 12,632
Total net assets - cash and investment basis held in trust	<u>\$ 18,205</u>	<u>\$ 8,150</u>	<u>\$ 1,739</u>	<u>\$ 6,941</u>	<u>\$ 515</u>	<u>\$ 112</u>	<u>\$ 12,632</u>

EASTERN-HOWARD SCHOOL CORPORATION
 COMBINING SCHEDULE OF CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2008

	05-06 Section 125 <u>Dependent Care</u>	Teacher's <u>Union Dues</u>	Section 125- Administrative <u>Fee/Employee</u>	AFLAC <u>Voluntary Ins</u>	Individual Health <u>Insurance</u>	<u>Totals</u>
Net assets:						
Cash and investments	\$ 1,108	\$ 4,297	\$ 122	\$ 180	\$ 361	\$ 54,362
Total net assets - cash and investment basis held in trust	<u>\$ 1,108</u>	<u>\$ 4,297</u>	<u>\$ 122</u>	<u>\$ 180</u>	<u>\$ 361</u>	<u>\$ 54,362</u>

EASTERN HOWARD SCHOOL CORPORATION
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2008

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	\$ 1,697,020
Buildings	30,442,406
Improvements other than buildings	1,986,864
Machinery and equipment	2,416,941
Construction in progress	<u>594,325</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 37,137,556</u>

EASTERN HOWARD SCHOOL CORPORATION
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 December 31, 2008

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:		
Building Improvements and Renovations	\$ 17,274,875	\$ 2,303,000
Dell Computer Lease	111,708	7,481
Notes and loans payable	482,213	480,480
Bonds payable:		
General obligation bonds:		
Pension Obligation Bond	<u>965,000</u>	<u>47,289</u>
Total governmental activities debt	<u>\$ 18,833,796</u>	<u>\$ 2,838,250</u>

EASTERN HOWARD SCHOOL CORPORATION, HOWARD COUNTY
EXIT CONFERENCE

The contents of this report were discussed on October 21, 2008 with Dr. Tracy Caddell, Superintendent of Schools; Mark Lantz, Vice President of the School Board; and Teresa Vester, Treasurer. Our examination disclosed no material items that warrant comment at this time.