

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

AUDIT REPORT

OF

WEST CENTRAL SCHOOL CORPORATION

PULASKI COUNTY, INDIANA

July 1, 2006 to June 30, 2008



**FILED**

02/25/2009



## TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials .....	2
Independent Auditor's Report on Financial Statements and Supplementary Schedule of Expenditures of Federal Awards .....	3-4
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 .....	5-6
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Activities and Net Assets – Cash and Investment Basis .....	7-8
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 .....	9-12
Fiduciary Funds:	
Statement of Additions, Deductions, and Changes in Cash and Investment Balances – Fiduciary Funds .....	13-14
Notes to Financial Statements .....	15-24
Required Supplementary Information:	
Schedule of Funding Progress .....	25
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds.....	26-34
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Private-Purpose Trust Funds .....	35-38
Combining Schedule of Cash and Investment Balances – Agency Funds .....	3-40
Schedule of Capital Assets.....	41
Schedule of Long-Term Debt .....	42
Audit Result and Comment:	
Overdrawn Cash Balances.....	43
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.....	46-47
Schedule of Expenditures of Federal Awards .....	48
Notes to Schedule of Expenditures of Federal Awards.....	49
Schedule of Findings and Questioned Costs .....	50
Auditee Prepared Schedule:	
Summary Schedule of Prior Audit Findings .....	51
Exit Conference.....	52
Official Response .....	53

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Pamela Ledford	07-01-06 to 06-30-09
Superintendent of Schools	Charles R. Mellon	07-01-06 to 06-30-09
President of the School Board	Dean Lowry Kerry Miller	07-01-06 to 06-30-07 07-01-07 to 06-30-09



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

TO: THE OFFICIALS OF THE WEST CENTRAL SCHOOL  
CORPORATION, PULASKI COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the West Central School Corporation (School Corporation), as of and for the years ended June 30, 2007 and 2008, 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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School Corporation as of June 30, 2007 and 2008, 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 January 20, 2009, 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, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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 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. 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 Schedules of Funding Progress, Schedule of Contributions From the Employer and Other Contributing Entities, as listed in the Table of Contents, are not required parts of the basic financial statements but are 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

January 20, 2009



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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 WEST CENTRAL SCHOOL  
CORPORATION, PULASKI COUNTY, INDIANA

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the West Central School Corporation (School Corporation), as of and for the years ended June 30, 2007 and 2008, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated January 20, 2009. 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.

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

January 20, 2009

WEST CENTRAL SCHOOL CORPORATION  
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS  
For the Year Ended June 30, 2007

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>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	\$ 6,039,962	\$ -	\$ 94,192	\$ (5,945,770)
Support services	5,478,734	229,236	198,689	(5,050,809)
Community services	96,184	-	-	(96,184)
Nonprogrammed charges	132,202	-	-	(132,202)
Debt service	<u>607,400</u>	<u>-</u>	<u>-</u>	<u>(607,400)</u>
Total Government	<u>\$ 12,354,482</u>	<u>\$ 229,236</u>	<u>\$ 292,881</u>	<u>(11,832,365)</u>
General receipts:				
Property taxes				2,441,670
Other local sources				1,509,569
State aid				3,826,460
Bonds and loans				1,316,456
Grants and contributions not restricted to specific programs				3,162,541
Sale of property, adjustments, and refunds				209,016
Investment earnings				<u>125,433</u>
Total general receipts, interfund loans, transfers, and special items				<u>12,591,145</u>
Change in net assets				758,780
Net assets - beginning				<u>3,041,569</u>
Net assets - ending				<u>\$ 3,800,349</u>
<u>Assets</u>				
Cash and investments				\$ 3,460,566
Restricted assets:				
Cash and investments				<u>339,783</u>
Total assets				<u>\$ 3,800,349</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 339,783
Unrestricted				<u>3,460,566</u>
Total net assets				<u>\$ 3,800,349</u>

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

WEST CENTRAL SCHOOL CORPORATION  
STATEMENT 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>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
Governmental activities:				
Instruction	\$ 5,605,458	\$ -	\$ 122,647	\$ (5,482,811)
Support services	6,773,936	208,615	219,040	(6,346,281)
Community services	110,837	-	-	(110,837)
Nonprogrammed charges	154,562	-	-	(154,562)
Debt service	1,948,429	-	-	(1,948,429)
Total Government	\$ 14,593,222	\$ 208,615	\$ 341,687	(14,042,920)
General receipts:				
Property taxes				2,959,943
Other local sources				1,623,313
State aid				3,753,774
Bonds and loans				1,092,242
Grants and contributions not restricted to specific programs				3,039,075
Sale of property, adjustments, and refunds				723,987
Investment earnings				114,749
Total general receipts, interfund loans, transfers, and special items				13,307,083
Change in net assets				(735,837)
Net assets - beginning				3,800,349
Net assets - ending				\$ 3,064,512
<u>Assets</u>				
Cash and investments				\$ 2,796,258
Restricted assets:				
Cash and investments				268,254
Total assets				\$ 3,064,512
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 268,254
Unrestricted				2,796,258
Total net assets				\$ 3,064,512

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

WEST CENTRAL SCHOOL CORPORATION  
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	Rainy Day	Special Education Grant	Debt Service
<b>Receipts:</b>					
Local sources	\$ 1,764,230	\$ 328,653	\$ 9,502	\$ 210	\$ 464,641
Intermediate sources	30,453	837	-	-	-
State sources	3,908,741	-	-	-	-
Federal sources	-	-	-	2,550,000	-
Bonds and loans	902,677	129,553	-	-	284,226
Sale of property, adjustments and refunds	9,663	3,578	-	-	-
<b>Total receipts</b>	<b>6,615,764</b>	<b>462,621</b>	<b>9,502</b>	<b>2,550,210</b>	<b>748,867</b>
<b>Disbursements:</b>					
<b>Current:</b>					
Instruction	4,298,772	-	25,000	1,047,608	-
Support services	1,813,529	387,679	-	1,306,239	-
Community services	91,953	-	-	-	-
Nonprogrammed charges	132,202	-	-	-	-
Debt services	-	-	-	-	607,400
<b>Total disbursements</b>	<b>6,336,456</b>	<b>387,679</b>	<b>25,000</b>	<b>2,353,847</b>	<b>607,400</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>279,308</b>	<b>74,942</b>	<b>(15,498)</b>	<b>196,363</b>	<b>141,467</b>
<b>Other financing sources (uses):</b>					
Transfers in	5,210	-	-	-	-
Transfers out	(21,612)	(2,664)	-	-	(3,811)
<b>Total other financing sources (uses)</b>	<b>(16,402)</b>	<b>(2,664)</b>	<b>-</b>	<b>-</b>	<b>(3,811)</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>262,906</b>	<b>72,278</b>	<b>(15,498)</b>	<b>196,363</b>	<b>137,656</b>
Cash and investments - beginning	744,606	71,369	263,000	-	202,127
<b>Cash and investments - ending</b>	<b>\$ 1,007,512</b>	<b>\$ 143,647</b>	<b>\$ 247,502</b>	<b>\$ 196,363</b>	<b>\$ 339,783</b>
<b><u>Cash and Investment Assets - Ending</u></b>					
Cash and investments	\$ 1,007,512	\$ 143,647	\$ 247,502	\$ 196,363	\$ -
Restricted assets:					
Cash and investments	-	-	-	-	339,783
<b>Total cash and investment assets - ending</b>	<b>\$ 1,007,512</b>	<b>\$ 143,647</b>	<b>\$ 247,502</b>	<b>\$ 196,363</b>	<b>\$ 339,783</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 339,783
Unrestricted	1,007,512	143,647	247,502	196,363	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 1,007,512</b>	<b>\$ 143,647</b>	<b>\$ 247,502</b>	<b>\$ 196,363</b>	<b>\$ 339,783</b>

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

WEST CENTRAL SCHOOL CORPORATION  
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  
(Continued)

	<u>Capital Projects</u>	<u>School Bus Replacement</u>	<u>Co-op Construction</u>	<u>Other</u>	<u>Totals</u>
<b>Receipts:</b>					
Local sources	\$ 323,562	\$ 133,216	\$ 309,236	\$ 941,364	\$ 4,274,614
Intermediate sources	-	-	-	-	31,290
State sources	-	-	-	93,505	4,002,246
Federal sources	-	-	-	729,640	3,279,640
Bonds and loans	-	-	-	-	1,316,456
Sale of property, adjustments and refunds	-	-	182,037	13,738	209,016
	<u>323,562</u>	<u>133,216</u>	<u>491,273</u>	<u>1,778,247</u>	<u>13,113,262</u>
<b>Disbursements:</b>					
<b>Current:</b>					
Instruction	-	-	-	668,582	6,039,962
Support services	539,496	125,574	238,490	1,067,727	5,478,734
Community services	-	-	-	4,231	96,184
Nonprogrammed charges	-	-	-	-	132,202
Debt services	-	-	-	-	607,400
	<u>539,496</u>	<u>125,574</u>	<u>238,490</u>	<u>1,740,540</u>	<u>12,354,482</u>
Excess (deficiency) of receipts over disbursements	<u>(215,934)</u>	<u>7,642</u>	<u>252,783</u>	<u>37,707</u>	<u>758,780</u>
<b>Other financing sources (uses):</b>					
Transfers in	-	-	-	44,842	50,052
Transfers out	<u>(2,367)</u>	<u>(1,100)</u>	<u>-</u>	<u>(18,498)</u>	<u>(50,052)</u>
Total other financing sources (uses)	<u>(2,367)</u>	<u>(1,100)</u>	<u>-</u>	<u>26,344</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(218,301)</u>	<u>6,542</u>	<u>252,783</u>	<u>64,051</u>	<u>758,780</u>
Cash and investments - beginning	<u>781,404</u>	<u>53,772</u>	<u>-</u>	<u>925,291</u>	<u>3,041,569</u>
Cash and investments - ending	<u>\$ 563,103</u>	<u>\$ 60,314</u>	<u>\$ 252,783</u>	<u>\$ 989,342</u>	<u>\$ 3,800,349</u>
<b><u>Cash and Investment Assets - Ending</u></b>					
Cash and investments	\$ 563,103	\$ 60,314	\$ 252,783	\$ 989,342	\$ 3,460,566
Restricted assets:					
Cash and investments	-	-	-	-	339,783
Total cash and investment assets - ending	<u>\$ 563,103</u>	<u>\$ 60,314</u>	<u>\$ 252,783</u>	<u>\$ 989,342</u>	<u>\$ 3,800,349</u>
<b><u>Cash and Investment Fund Balance - Ending</u></b>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 339,783
Unrestricted	<u>563,103</u>	<u>60,314</u>	<u>252,783</u>	<u>989,342</u>	<u>3,460,566</u>
Total cash and investment fund balance - ending	<u>\$ 563,103</u>	<u>\$ 60,314</u>	<u>\$ 252,783</u>	<u>\$ 989,342</u>	<u>\$ 3,800,349</u>

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

WEST CENTRAL SCHOOL CORPORATION  
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, 2008

	General	Transportation Operating	Rainy Day	Special Education Grant	Special Education Grant	Debt Service
<b>Receipts:</b>						
Local sources	\$ 1,897,396	\$ 381,935	\$ 7,953	\$ 225	\$ 2,718	\$ 571,994
Intermediate sources	47,577	72	-	-	-	-
State sources	3,845,763	-	-	-	-	-
Federal sources	-	-	-	127,237	2,550,000	-
Bonds and loans	707,144	130,415	-	-	-	254,683
Sale of property, adjustments and refunds	40	5,834	-	-	-	-
<b>Total receipts</b>	<b>6,497,920</b>	<b>518,256</b>	<b>7,953</b>	<b>127,462</b>	<b>2,552,718</b>	<b>826,677</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	4,241,729	-	-	90,623	748,837	-
Support services	1,551,433	437,914	-	161,059	1,526,034	-
Community services	100,005	-	-	-	-	-
Nonprogrammed charges	129,162	-	-	-	-	-
Debt services	920,670	129,553	-	-	-	898,206
<b>Total disbursements</b>	<b>6,942,999</b>	<b>567,467</b>	<b>-</b>	<b>251,682</b>	<b>2,274,871</b>	<b>898,206</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>(445,079)</b>	<b>(49,211)</b>	<b>7,953</b>	<b>(124,220)</b>	<b>277,847</b>	<b>(71,529)</b>
<b>Other financing sources (uses):</b>						
Transfers in	194,604	-	95,010	-	-	-
Transfers out	(8,356)	-	(95,010)	-	-	-
<b>Total other financing sources (uses)</b>	<b>186,248</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>(258,831)</b>	<b>(49,211)</b>	<b>7,953</b>	<b>(124,220)</b>	<b>277,847</b>	<b>(71,529)</b>
Cash and investments - beginning	1,007,512	143,647	247,502	196,363	-	339,783
Cash and investments - ending	<u>\$ 748,681</u>	<u>\$ 94,436</u>	<u>\$ 255,455</u>	<u>\$ 72,143</u>	<u>\$ 277,847</u>	<u>\$ 268,254</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 748,681	\$ 94,436	\$ 255,455	\$ 72,143	\$ 277,847	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	268,254
<b>Total cash and investment assets - ending</b>	<u>\$ 748,681</u>	<u>\$ 94,436</u>	<u>\$ 255,455</u>	<u>\$ 72,143</u>	<u>\$ 277,847</u>	<u>\$ 268,254</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 268,254
Unrestricted	748,681	94,436	255,455	72,143	277,847	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ 748,681</u>	<u>\$ 94,436</u>	<u>\$ 255,455</u>	<u>\$ 72,143</u>	<u>\$ 277,847</u>	<u>\$ 268,254</u>

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

WEST CENTRAL SCHOOL CORPORATION  
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, 2008  
(Continued)

	Capital Projects	School Bus Replacement	Co-op Construction	Other	Totals
<b>Receipts:</b>					
Local sources	\$ 464,788	\$ 132,053	\$ 329,905	\$ 1,070,002	\$ 4,858,969
Intermediate sources	-	-	-	-	47,649
State sources	-	-	-	133,412	3,979,175
Federal sources	-	-	-	478,126	3,155,363
Bonds and loans	-	-	-	-	1,092,242
Sale of property, adjustments and refunds	-	-	713,653	4,460	723,987
<b>Total receipts</b>	<b>464,788</b>	<b>132,053</b>	<b>1,043,558</b>	<b>1,686,000</b>	<b>13,857,385</b>
<b>Disbursements:</b>					
<b>Current:</b>					
Instruction	-	-	-	524,269	5,605,458
Support services	562,477	144,222	1,337,105	1,053,692	6,773,936
Community services	-	-	-	10,832	110,837
Nonprogrammed charges	-	-	-	25,400	154,562
Debt services	-	-	-	-	1,948,429
<b>Total disbursements</b>	<b>562,477</b>	<b>144,222</b>	<b>1,337,105</b>	<b>1,614,193</b>	<b>14,593,222</b>
Excess (deficiency) of receipts over disbursements	(97,689)	(12,169)	(293,547)	71,807	(735,837)
<b>Other financing sources (uses):</b>					
Transfers in	-	-	-	23,054	312,668
Transfers out	(95,010)	-	-	(114,292)	(312,668)
<b>Total other financing sources (uses)</b>	<b>(95,010)</b>	<b>-</b>	<b>-</b>	<b>(91,238)</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(192,699)	(12,169)	(293,547)	(19,431)	(735,837)
Cash and investments - beginning	563,103	60,314	252,783	989,342	3,800,349
Cash and investments - ending	<u>\$ 370,404</u>	<u>\$ 48,145</u>	<u>\$ (40,764)</u>	<u>\$ 969,911</u>	<u>\$ 3,064,512</u>
<b>Cash and Investment Assets - Ending</b>					
Cash and investments	\$ 370,404	\$ 48,145	\$ (40,764)	\$ 969,911	\$ 2,796,258
Restricted assets:					
Cash and investments	-	-	-	-	268,254
<b>Total cash and investment assets - ending</b>	<u>\$ 370,404</u>	<u>\$ 48,145</u>	<u>\$ (40,764)</u>	<u>\$ 969,911</u>	<u>\$ 3,064,512</u>
<b>Cash and Investment Fund Balance - Ending</b>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 268,254
Unrestricted	370,404	48,145	(40,764)	969,911	2,796,258
<b>Total cash and investment fund balance - ending</b>	<u>\$ 370,404</u>	<u>\$ 48,145</u>	<u>\$ (40,764)</u>	<u>\$ 969,911</u>	<u>\$ 3,064,512</u>

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

WEST CENTRAL SCHOOL CORPORATION  
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
FIDUCIARY FUNDS  
For the Year Ended June 30, 2007

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Employer	\$ 3,250	\$ -	
Other	<u>-</u>	<u>98,895</u>	
Total contributions	<u>3,250</u>	<u>98,895</u>	
Total additions	<u>3,250</u>	<u>98,895</u>	
Deductions:			
Benefits	2,350	-	
Administrative and general	<u>-</u>	<u>67,365</u>	
Total deductions	<u>2,350</u>	<u>67,365</u>	
Excess (deficiency) of total additions over total deductions	900	31,530	
Cash and investment fund balance - beginning	<u>-</u>	<u>109,775</u>	
Cash and investment fund balance - ending	<u>\$ 900</u>	<u>\$ 141,305</u>	
Net assets:			
Cash and investments	<u>\$ 900</u>	<u>\$ 141,305</u>	<u>\$ 72,985</u>
Total net assets - cash and investment basis held in trust	<u>\$ 900</u>	<u>\$ 141,305</u>	<u>\$ 72,985</u>

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

WEST CENTRAL SCHOOL CORPORATION  
STATEMENT 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:			
Employer	\$ 2,450	\$ -	
Other	<u>-</u>	<u>52,760</u>	
Total contributions	<u>2,450</u>	<u>52,760</u>	
Total additions	<u>2,450</u>	<u>52,760</u>	
Deductions:			
Benefits	3,350	-	
Administrative and general	-	39,314	
Agency fund deductions	<u>-</u>	<u>-</u>	
Total deductions	<u>3,350</u>	<u>39,314</u>	
Excess (deficiency) of total additions over total deductions	(900)	13,445	
Cash and investment fund balance - beginning	<u>900</u>	<u>141,306</u>	
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 154,751</u>	
Net assets:			
Cash and investments	<u>\$ -</u>	<u>\$ 154,751</u>	<u>\$ 84,904</u>
Total net assets - cash and investment basis held in trust	<u>\$ -</u>	<u>\$ 154,751</u>	<u>\$ 84,904</u>

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

WEST CENTRAL SCHOOL CORPORATION  
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: West Central School Corporation

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 ten other school corporations in a joint venture to operate the Indian Trails Career Cooperative (ITCC), which was created to engage in the joint employment of personnel and purchases of supplies, equipment and facilities necessary to provide programs and services for vocational education. ITCC's continued existence depends on continued funding by the participating school corporations. Complete financial statements for the ITCC can be obtained from the local educational agency (Twin Lakes School Corporation) at 565 South Main Street, Monticello, IN 47960.

The School Corporation is a participant with several other schools in a joint venture to operate the Cooperative School Services for Special Education (CSSSE), which was created to provide special education services to handicapped children. The School Corporation is obligated by contract to remit annually the actual direct cost necessary to operate this program. The CSSSE pays its surplus, if any, to the participating school corporations. The CSSSE's continued existence depends on continued funding by the participating school corporations. The participating school corporations are obligated for the debts of the CSSSE. Complete financial statements for the CSSSE can be obtained from the local educational agency (West Central School Corporation) at 117 East Montgomery Street, Box 578, Francesville, IN 47946.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement 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. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

WEST CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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, 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 rainy day fund is used to accumulate unused funds from a current period to be used in a future period.

The special education grant fund accounts for the costs to provide instruction to handicapped children.

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 coop construction fund is used to account for receipts and disbursements related to the construction of a facility to be used for special education programs operated under the joint services agreement.

Additionally, the School Corporation reports the following fund types:

The pension trust funds account for the activities of the Post Retirement/Severance Fund, which accumulates resources for pension benefit payments.

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

WEST CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Agency funds account for assets held by the School Corporation as an agent for state and federal taxing authorities, various employee benefit providers, and serve as a control of accounts for certain cash transactions during the time they are a liability to the School Corporation.

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.

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.

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.

3. 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.

WEST CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

4. 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.

5. 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

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.

WEST CENTRAL SCHOOL CORPORATION  
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 not reported as reimbursements but as adjustments to disbursements in the respective funds.
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:

1. 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 government-wide Statement of Activities and Net Assets – Cash and Investment Basis.
2. Primary government and component unit activity and balances – Resource flows between the primary government and the discretely-presented component unit(s) are reported as if they were external transactions and are classified separately from internal balances and activities within the primary government.

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.

WEST CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

B. Cash and Investment Balance Deficits

At June 30, 2007 and 2008, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines and state statute:

Fund	2007	2008
Co-op Construction	\$ -	\$ 40,764

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 and Investments

1. 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, 2007 and 2008, were as follows:

Transfer From	Transfer To	2007	2008
General Fund	Other Governmental Funds	\$ 21,612	\$ 8,356
Transportation Operating	Other Governmental Funds	2,664	-
Debt Service	Other Governmental Funds	3,811	-
Capital Projects	Other Governmental Funds	2,367	-
Capital Projects	Rainy Day	-	95,010
Bus Replacement	Other Governmental Funds	1,100	-
Rainy Day	General Fund	-	95,010
Other governmental	General Fund	5,210	-
Other governmental	Other Governmental Funds	13,288	14,698
Other governmental	General Fund	-	99,594
		\$ 50,052	\$ 312,668
Totals		\$ 50,052	\$ 312,668

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

WEST CENTRAL SCHOOL CORPORATION  
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.

Group Health Insurance

During 1985 the School Corporation joined with other governmental entities to form the Midwest Area School Employees' Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program to provide health insurance for the employees of the 14 member school corporations. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$125,000 per individual and \$2,000,000 in the aggregate per insured event. The risk pool obtains independent coverage for insured events in excess of the \$125,000 and \$2,000,000 limits.

B. Holding Corporation

The School Corporation has entered into a capital lease with the West Central 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. The lessor has been determined to be a related party of the School Corporation. Lease payments during the year totaled \$597,000.

C. Special Education Interlocal Entity Loan

The West Central School Corporation, along with the seven other participating members of the Cooperative School Services for Special Education organization entered into a \$1,500,000 loan in December 2006 for the construction of a special education facility. Repayments obligations of each participating school corporation are calculated based on the participating school corporations percentage of student enrollment. As of December 31, 2008, West Central's liability was 7% of the loan amount listed in the Supplementary Debt Schedule.

D. Pension Plans

1. Agent Multiple-Employer Defined Benefit 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

WEST CENTRAL SCHOOL CORPORATION  
 NOTES TO FINANCIAL STATEMENTS  
 (Continued)

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 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(s)

	PERF
Annual required contribution	\$ 66,432
Interest on net pension obligation	(6,266)
Adjustment to annual required contribution	7,140
Annual pension cost	67,306
Contributions made	59,662
Increase (decrease) in net pension obligation	7,644
Net pension obligation, beginning of year	(86,426)
Net pension obligation, end of year	\$ (78,782)

WEST CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

	PERF
Contribution rates:	
School Corporation	6.5%
Plan members	3%
Actuarial valuation date	07-01-07
Actuarial cost method	Entry age
Amortization method	Level percentage of projected payroll, closed
Amortization period	30 years
Amortization period (from date)	07-01-97
Asset valuation method	75% of expected actuarial value plus 25% of market value
<hr/>	
Actuarial Assumptions	PERF
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	06-30-05	\$ 51,953	108	\$ (90,025)
	06-30-06	59,660	94	(86,426)
	06-30-07	67,306	89	(78,782)

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

WEST CENTRAL SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

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.

Plan members are required to contribute 3% of their salary and 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, 2006, 2007, and 2008, were \$68,446, \$69,229, and \$69,810, respectively. The School Corporation actually contributed 100% of the required contribution for each of the fiscal years, respectively.

WEST CENTRAL SCHOOL CORPORATION  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	(Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	(Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-05	\$ 879,788	\$ 995,574	\$ (115,786)	88%	\$ 923,837	(13%)
07-01-06	954,566	1,053,357	(98,791)	91%	909,978	(11%)
07-01-07	1,082,131	1,168,536	(86,405)	93%	985,808	(9%)

WEST CENTRAL 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 Ed Preschool	School Lunch	Textbook Rental	Levy Excess	Joint Service Co-op	Co-op J.S. Pre-School	School Safe Haven
<b>Receipts:</b>							
Local sources	\$ 4,690	\$ 229,332	\$ 54,802	\$ 2,468	\$ 225,095	\$ 423,469	\$ -
State sources	57,567	4,102	19,905	-	-	-	-
Federal sources	-	174,626	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	4,713	-	-
<b>Total receipts</b>	<b>62,257</b>	<b>408,060</b>	<b>74,707</b>	<b>2,468</b>	<b>229,808</b>	<b>423,469</b>	<b>-</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	73,909	-	-	-	46,239	238,791	1,152
Support services	-	404,337	37,431	-	170,447	156,044	-
Community services	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>73,909</b>	<b>404,337</b>	<b>37,431</b>	<b>-</b>	<b>216,686</b>	<b>394,835</b>	<b>1,152</b>
Excess (deficiency) of receipts over disbursements	(11,652)	3,723	37,276	2,468	13,122	28,634	(1,152)
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	23,237	8,356	-	-
Transfers out	(5,249)	-	-	-	(269)	-	-
<b>Total other financing sources (uses)</b>	<b>(5,249)</b>	<b>-</b>	<b>-</b>	<b>23,237</b>	<b>8,087</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(16,901)	3,723	37,276	25,705	21,209	28,634	(1,152)
Cash and investments - beginning	80,504	149,259	80,278	73,889	234,721	169,112	1,152
Cash and investments - ending	\$ 63,603	\$ 152,982	\$ 117,554	\$ 99,594	\$ 255,930	\$ 197,746	\$ -
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 63,603	\$ 152,982	\$ 117,554	\$ 99,594	\$ 255,930	\$ 197,746	\$ -
Total cash and investment assets - ending	\$ 63,603	\$ 152,982	\$ 117,554	\$ 99,594	\$ 255,930	\$ 197,746	\$ -
<b>Cash and Investment Fund Balance - Ending</b>							
Unrestricted	63,603	152,982	117,554	99,594	255,930	197,746	-
Total cash and investment fund balance - ending	\$ 63,603	\$ 152,982	\$ 117,554	\$ 99,594	\$ 255,930	\$ 197,746	\$ -

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

WEST CENTRAL 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)

	Early Intervention Grant	Gifted and Talented 05/06	Gifted and Talented 06/07	IN Medicaid Reimbursement	Non English Speaking Grant	School Technology	Title I Proj 07-6630
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 740
State sources	-	-	11,794	-	137	-	-
Federal sources	-	-	-	-	-	-	112,501
Sale of property, adjustments and refunds	-	-	-	-	-	9,025	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>11,794</b>	<b>-</b>	<b>137</b>	<b>9,025</b>	<b>113,241</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	36	686	10,708	-	591	-	90,445
Support services	5,270	-	-	-	-	3,922	2,115
Community services	-	-	-	-	-	-	4,231
<b>Total disbursements</b>	<b>5,306</b>	<b>686</b>	<b>10,708</b>	<b>-</b>	<b>591</b>	<b>3,922</b>	<b>96,791</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>(5,306)</b>	<b>(686)</b>	<b>1,086</b>	<b>-</b>	<b>(454)</b>	<b>5,103</b>	<b>16,450</b>
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	22	-	-	12,958
Transfers out	-	-	-	(22)	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,958</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>(5,306)</b>	<b>(686)</b>	<b>1,086</b>	<b>-</b>	<b>(454)</b>	<b>5,103</b>	<b>29,408</b>
Cash and investments - beginning	5,306	686	-	-	592	10,606	-
<b>Cash and investments - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,086</b>	<b>\$ -</b>	<b>\$ 138</b>	<b>\$ 15,709</b>	<b>\$ 29,408</b>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ -	\$ 1,086	\$ -	\$ 138	\$ 15,709	\$ 29,408
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,086</b>	<b>\$ -</b>	<b>\$ 138</b>	<b>\$ 15,709</b>	<b>\$ 29,408</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Unrestricted	-	-	1,086	-	138	15,709	29,408
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,086</b>	<b>\$ -</b>	<b>\$ 138</b>	<b>\$ 15,709</b>	<b>\$ 29,408</b>

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

WEST CENTRAL 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 Proj 06-6630	Title V Proj 04-049	Title V Proj 06-6630	Title V Proj 05-024	IN Serve America Grant	Special Ed Grant 14206-051-PY02
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 768
State sources	-	-	-	-	-	-
Federal sources	-	-	600	-	-	264,196
Sale of property, adjustments and refunds	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>600</b>	<b>-</b>	<b>-</b>	<b>264,964</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	8,333	-	-	-	824	113,476
Support services	-	341	341	1,736	-	181,626
Community services	-	-	-	-	-	-
<b>Total disbursements</b>	<b>8,333</b>	<b>341</b>	<b>341</b>	<b>1,736</b>	<b>824</b>	<b>295,102</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>(8,333)</b>	<b>(341)</b>	<b>259</b>	<b>(1,736)</b>	<b>(824)</b>	<b>(30,138)</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	269
Transfers out	(12,958)	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(12,958)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>269</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>(21,291)</b>	<b>(341)</b>	<b>259</b>	<b>(1,736)</b>	<b>(824)</b>	<b>(29,869)</b>
<b>Cash and investments - beginning</b>	<b>21,290</b>	<b>341</b>	<b>-</b>	<b>1,794</b>	<b>824</b>	<b>31,775</b>
<b>Cash and investments - ending</b>	<b>\$ (1)</b>	<b>\$ -</b>	<b>\$ 259</b>	<b>\$ 58</b>	<b>\$ -</b>	<b>\$ 1,906</b>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ (1)	\$ -	\$ 259	\$ 58	\$ -	\$ 1,906
<b>Total cash and investment assets - ending</b>	<b>\$ (1)</b>	<b>\$ -</b>	<b>\$ 259</b>	<b>\$ 58</b>	<b>\$ -</b>	<b>\$ 1,906</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Unrestricted	(1)	-	259	58	-	1,906
<b>Total cash and investment fund balance - ending</b>	<b>\$ (1)</b>	<b>\$ -</b>	<b>\$ 259</b>	<b>\$ 58</b>	<b>\$ -</b>	<b>\$ 1,906</b>

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

WEST CENTRAL 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)

	Special Ed Grant 14205-051-DY01	Special Ed Grant 45707-051-PN01	Special Ed Grant 45706-051-PY02	Special Ed Grant 45705-051-PN02	Drug Free Schools 04	Drug Free Schools 05
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	3,291	121,454	10,097	-	-	1,009
Sale of property, adjustments and refunds	-	-	-	-	-	-
<b>Total receipts</b>	<b>3,291</b>	<b>121,454</b>	<b>10,097</b>	<b>-</b>	<b>-</b>	<b>1,009</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	455	31,090	5,826	683	716	1,660
Support services	2,682	86,905	12,217	-	-	-
Community services	-	-	-	-	-	-
<b>Total disbursements</b>	<b>3,137</b>	<b>117,995</b>	<b>18,043</b>	<b>683</b>	<b>716</b>	<b>1,660</b>
Excess (deficiency) of receipts over disbursements	154	3,459	(7,946)	(683)	(716)	(651)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	154	3,459	(7,946)	(683)	(716)	(651)
Cash and investments - beginning	(154)	-	12,987	683	716	1,485
Cash and investments - ending	\$ -	\$ 3,459	\$ 5,041	\$ -	\$ -	\$ 834
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ 3,459	\$ 5,041	\$ -	\$ -	\$ 834
Total cash and investment assets - ending	\$ -	\$ 3,459	\$ 5,041	\$ -	\$ -	\$ 834
<b>Cash and Investment Fund Balance - Ending</b>						
Unrestricted	-	3,459	5,041	-	-	834
Total cash and investment fund balance - ending	\$ -	\$ 3,459	\$ 5,041	\$ -	\$ -	\$ 834

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

WEST CENTRAL 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)

	Drug Free Schools 06	EES Title II	Fed Medicaid Reimbursement	Title II Part A	Title II Part D	Totals
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 941,364
State sources	-	-	-	-	-	93,505
Federal sources	2,447	-	33	39,386	-	729,640
Sale of property, adjustments and refunds	-	-	-	-	-	13,738
<b>Total receipts</b>	<u>2,447</u>	<u>-</u>	<u>33</u>	<u>39,386</u>	<u>-</u>	<u>1,778,247</u>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	624	-	3,194	39,144	-	668,582
Support services	-	970	-	-	1,343	1,067,727
Community services	-	-	-	-	-	4,231
<b>Total disbursements</b>	<u>624</u>	<u>970</u>	<u>3,194</u>	<u>39,144</u>	<u>1,343</u>	<u>1,740,540</u>
Excess (deficiency) of receipts over disbursements	<u>1,823</u>	<u>(970)</u>	<u>(3,161)</u>	<u>242</u>	<u>(1,343)</u>	<u>37,707</u>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	44,842
Transfers out	-	-	-	-	-	(18,498)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,344</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>1,823</u>	<u>(970)</u>	<u>(3,161)</u>	<u>242</u>	<u>(1,343)</u>	<u>64,051</u>
Cash and investments - beginning	<u>-</u>	<u>970</u>	<u>43,707</u>	<u>1,425</u>	<u>1,343</u>	<u>925,291</u>
Cash and investments - ending	<u>\$ 1,823</u>	<u>\$ -</u>	<u>\$ 40,546</u>	<u>\$ 1,667</u>	<u>\$ -</u>	<u>\$ 989,342</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	<u>\$ 1,823</u>	<u>\$ -</u>	<u>\$ 40,546</u>	<u>\$ 1,667</u>	<u>\$ -</u>	<u>\$ 989,342</u>
Total cash and investment assets - ending	<u>\$ 1,823</u>	<u>\$ -</u>	<u>\$ 40,546</u>	<u>\$ 1,667</u>	<u>\$ -</u>	<u>\$ 989,342</u>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Unrestricted	<u>1,823</u>	<u>-</u>	<u>40,546</u>	<u>1,667</u>	<u>-</u>	<u>989,342</u>
Total cash and investment fund balance - ending	<u>\$ 1,823</u>	<u>\$ -</u>	<u>\$ 40,546</u>	<u>\$ 1,667</u>	<u>\$ -</u>	<u>\$ 989,342</u>

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

WEST CENTRAL 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 Ed Preschool	School Lunch	Textbook Rental	Levy Excess	Joint Service Co-op	Co-op J.S. Pre-School	School Safe Haven
<b>Receipts:</b>							
Local sources	\$ 5,198	\$ 208,044	\$ 57,047	\$ -	\$ 267,192	\$ 527,549	\$ -
State sources	55,634	4,750	40,326	-	-	-	2,045
Federal sources	-	173,964	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>60,832</b>	<b>386,758</b>	<b>97,373</b>	<b>-</b>	<b>267,192</b>	<b>527,549</b>	<b>2,045</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	55,121	-	-	-	34,489	232,679	300
Support services	-	396,157	131,963	-	208,598	174,177	-
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	25,400	-	-
<b>Total disbursements</b>	<b>55,121</b>	<b>396,157</b>	<b>131,963</b>	<b>-</b>	<b>268,487</b>	<b>406,856</b>	<b>300</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>5,711</b>	<b>(9,399)</b>	<b>(34,590)</b>	<b>-</b>	<b>(1,295)</b>	<b>120,693</b>	<b>1,745</b>
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	8,356	-	-
Transfers out	-	-	-	(99,594)	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(99,594)</b>	<b>8,356</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>5,711</b>	<b>(9,399)</b>	<b>(34,590)</b>	<b>(99,594)</b>	<b>7,061</b>	<b>120,693</b>	<b>1,745</b>
Cash and investments - beginning	63,603	152,982	117,554	99,594	255,930	197,746	-
<b>Cash and investments - ending</b>	<b>\$ 69,314</b>	<b>\$ 143,583</b>	<b>\$ 82,964</b>	<b>\$ -</b>	<b>\$ 262,991</b>	<b>\$ 318,439</b>	<b>\$ 1,745</b>
<b><u>Cash and Investment Assets - Ending</u></b>							
Cash and investments	\$ 69,314	\$ 143,583	\$ 82,964	\$ -	\$ 262,991	\$ 318,439	\$ 1,745
<b>Total cash and investment assets - ending</b>	<b>\$ 69,314</b>	<b>\$ 143,583</b>	<b>\$ 82,964</b>	<b>\$ -</b>	<b>\$ 262,991</b>	<b>\$ 318,439</b>	<b>\$ 1,745</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>							
<b>Restricted for:</b>							
Unrestricted	\$ 69,314	\$ 143,583	\$ 82,964	\$ -	\$ 262,991	\$ 318,439	\$ 1,745
<b>Total cash and investment fund balance - ending</b>	<b>\$ 69,314</b>	<b>\$ 143,583</b>	<b>\$ 82,964</b>	<b>\$ -</b>	<b>\$ 262,991</b>	<b>\$ 318,439</b>	<b>\$ 1,745</b>

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

WEST CENTRAL 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)

	Gifted and Talented 07/08	Gifted and Talented 06/07	Non English Speaking Grant	School Technology	Title I Proj 07-6630	Title I Proj 08-6630	Title V Proj 07-6630
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ 4,489	\$ -	\$ 483	\$ -
State sources	29,197	-	1,460	-	-	-	-
Federal sources	-	-	-	-	-	128,796	900
Sale of property, adjustments and refunds	-	-	-	4,460	-	-	-
<b>Total receipts</b>	<b>29,197</b>	<b>-</b>	<b>1,460</b>	<b>8,949</b>	<b>-</b>	<b>129,279</b>	<b>900</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	23,948	1,086	374	-	12,753	95,997	-
Support services	-	-	-	12,962	72	5,704	121
Community services	-	-	-	-	1,885	8,947	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>23,948</b>	<b>1,086</b>	<b>374</b>	<b>12,962</b>	<b>14,710</b>	<b>110,648</b>	<b>121</b>
Excess (deficiency) of receipts over disbursements	5,249	(1,086)	1,086	(4,013)	(14,710)	18,631	779
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	14,698	-
Transfers out	-	-	-	-	(14,698)	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(14,698)</b>	<b>14,698</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,249	(1,086)	1,086	(4,013)	(29,408)	33,329	779
Cash and investments - beginning	-	1,086	138	15,709	29,408	(1)	-
<b>Cash and investments - ending</b>	<b>\$ 5,249</b>	<b>\$ -</b>	<b>\$ 1,224</b>	<b>\$ 11,696</b>	<b>\$ -</b>	<b>\$ 33,328</b>	<b>\$ 779</b>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 5,249	\$ -	\$ 1,224	\$ 11,696	\$ -	\$ 33,328	\$ 779
<b>Total cash and investment assets - ending</b>	<b>\$ 5,249</b>	<b>\$ -</b>	<b>\$ 1,224</b>	<b>\$ 11,696</b>	<b>\$ -</b>	<b>\$ 33,328</b>	<b>\$ 779</b>
<b>Cash and Investment Fund Balance - Ending</b>							
<b>Restricted for:</b>							
Unrestricted	\$ 5,249	\$ -	\$ 1,224	\$ 11,696	\$ -	\$ 33,328	\$ 779
<b>Total cash and investment fund balance - ending</b>	<b>\$ 5,249</b>	<b>\$ -</b>	<b>\$ 1,224</b>	<b>\$ 11,696</b>	<b>\$ -</b>	<b>\$ 33,328</b>	<b>\$ 779</b>

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

WEST CENTRAL 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 V Proj 06-6630	Title V Proj 05-024	Special Ed Grant 14206-051-PY02	Special Ed Grant 45707-051-PN01	Special Ed Grant 45706-051-PY02	Special Ed Grant 45708-051-PN01
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	886	-	-	10,000	-	121,249
Sale of property, adjustments and refunds	-	-	-	-	-	-
<b>Total receipts</b>	<b>886</b>	<b>-</b>	<b>-</b>	<b>10,000</b>	<b>-</b>	<b>121,249</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	-	-	2,231	-	12,490
Support services	636	58	1,906	11,228	5,041	105,069
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>636</b>	<b>58</b>	<b>1,906</b>	<b>13,459</b>	<b>5,041</b>	<b>117,559</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>250</b>	<b>(58)</b>	<b>(1,906)</b>	<b>(3,459)</b>	<b>(5,041)</b>	<b>3,690</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>250</b>	<b>(58)</b>	<b>(1,906)</b>	<b>(3,459)</b>	<b>(5,041)</b>	<b>3,690</b>
Cash and investments - beginning	259	58	1,906	3,459	5,041	-
Cash and investments - ending	<u>\$ 509</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,690</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 509	\$ -	\$ -	\$ -	\$ -	\$ 3,690
Total cash and investment assets - ending	<u>\$ 509</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,690</u>
<b>Cash and Investment Fund Balance - Ending</b>						
<b>Restricted for:</b>						
Unrestricted	\$ 509	\$ -	\$ -	\$ -	\$ -	\$ 3,690
Total cash and investment fund balance - ending	<u>\$ 509</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,690</u>

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

WEST CENTRAL 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)

	Drug Free Schools 07-6630	Drug Free Schools 05	Drug Free Schools 06	Fed Medicaid Reimbursement	Title II Part A	Totals
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,070,002
State sources	-	-	-	-	-	133,412
Federal sources	2,150	-	764	-	39,417	478,126
Sale of property, adjustments and refunds	-	-	-	-	-	4,460
<b>Total receipts</b>	<b>2,150</b>	<b>-</b>	<b>764</b>	<b>-</b>	<b>39,417</b>	<b>1,686,000</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	840	834	1,668	9,432	40,027	524,269
Support services	-	-	-	-	-	1,053,692
Community services	-	-	-	-	-	10,832
Nonprogrammed charges	-	-	-	-	-	25,400
<b>Total disbursements</b>	<b>840</b>	<b>834</b>	<b>1,668</b>	<b>9,432</b>	<b>40,027</b>	<b>1,614,193</b>
Excess (deficiency) of receipts over disbursements	1,310	(834)	(904)	(9,432)	(610)	71,807
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	23,054
Transfers out	-	-	-	-	-	(114,292)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(91,238)</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,310	(834)	(904)	(9,432)	(610)	(19,431)
Cash and investments - beginning	-	834	1,823	40,546	1,667	989,342
Cash and investments - ending	\$ 1,310	\$ -	\$ 919	\$ 31,114	\$ 1,057	\$ 969,911
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 1,310	\$ -	\$ 919	\$ 31,114	\$ 1,057	\$ 969,911
Total cash and investment assets - ending	\$ 1,310	\$ -	\$ 919	\$ 31,114	\$ 1,057	\$ 969,911
<b>Cash and Investment Fund Balance - Ending</b>						
<b>Restricted for:</b>						
Unrestricted	\$ 1,310	\$ -	\$ 919	\$ 31,114	\$ 1,057	\$ 969,911
Total cash and investment fund balance - ending	\$ 1,310	\$ -	\$ 919	\$ 31,114	\$ 1,057	\$ 969,911

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

WEST CENTRAL 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

	CTE Mini-Grant	Cape/Pace Grant	NIPSCO Grant	REMC Grant Kyburz	REMC Grant Stradling	Local Drug Free Community
Additions:						
Contributions:						
Other	\$ 2,300	\$ 85,670	\$ -	\$ 1,125	\$ 2,000	\$ 300
Total additions	<u>2,300</u>	<u>85,670</u>	<u>-</u>	<u>1,125</u>	<u>2,000</u>	<u>300</u>
Deductions:						
Administrative and general	<u>2,241</u>	<u>54,096</u>	<u>794</u>	<u>1,125</u>	<u>1,080</u>	<u>503</u>
Excess (deficiency) of total additions over total deductions	59	31,574	(794)	-	920	(203)
Cash and investment fund balance - beginning	<u>-</u>	<u>103,565</u>	<u>1,459</u>	<u>-</u>	<u>3,915</u>	<u>654</u>
Cash and Investments - June 30	<u>\$ 59</u>	<u>\$ 135,139</u>	<u>\$ 665</u>	<u>\$ -</u>	<u>\$ 4,835</u>	<u>\$ 451</u>
Net assets:						
Cash and investments	<u>\$ 59</u>	<u>\$ 135,139</u>	<u>\$ 665</u>	<u>\$ -</u>	<u>\$ 4,835</u>	<u>\$ 451</u>
Total net assets - cash and investment basis held in trust	<u>\$ 59</u>	<u>\$ 135,139</u>	<u>\$ 665</u>	<u>\$ -</u>	<u>\$ 4,835</u>	<u>\$ 451</u>

WEST CENTRAL 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  
 (Continued)

	REMC Grant Metzger	State Farm Insurance Grant	REMC Grant Bernal	REMC Grant Mellon	Totals
Additions:					
Contributions:					
Other	\$ 500	\$ -	\$ 5,000	\$ 2,000	\$ 98,895
Total additions	<u>500</u>	<u>-</u>	<u>5,000</u>	<u>2,000</u>	<u>98,895</u>
Deductions:					
Administrative and general	<u>500</u>	<u>-</u>	<u>5,026</u>	<u>2,000</u>	<u>67,365</u>
Excess (deficiency) of total additions over total deductions	-	-	(26)	-	31,530
Cash and investment fund balance - beginning	<u>34</u>	<u>122</u>	<u>26</u>	<u>-</u>	<u>109,775</u>
Cash and Investments - June 30	<u>\$ 34</u>	<u>\$ 122</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 141,305</u>
Net assets:					
Cash and investments	<u>\$ 34</u>	<u>\$ 122</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 141,305</u>
Total net assets - cash and investment basis held in trust	<u>\$ 34</u>	<u>\$ 122</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 141,305</u>

WEST CENTRAL 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

	CTE Mini-Grant	Capt/Pace Grant	NIPSCO Grant	REMC Grant Stradling	Boilermaker Locala 374
Additions:					
Contributions:					
Other	\$ -	\$ 51,420	\$ -	\$ -	\$ 240
Total additions	<u>-</u>	<u>51,420</u>	<u>-</u>	<u>-</u>	<u>240</u>
Deductions:					
Administrative and general	<u>59</u>	<u>38,071</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of total additions over total deductions	(59)	13,349	-	-	240
Cash and investment fund balance - beginning	<u>59</u>	<u>135,140</u>	<u>665</u>	<u>4,835</u>	<u>-</u>
Cash and Investments - June 30	<u>\$ -</u>	<u>\$ 148,489</u>	<u>\$ 665</u>	<u>\$ 4,835</u>	<u>\$ 240</u>
Net assets:					
Cash and investments	<u>\$ -</u>	<u>\$ 148,489</u>	<u>\$ 665</u>	<u>\$ 4,835</u>	<u>\$ 240</u>
Total net assets - cash and investment basis held in trust	<u>\$ -</u>	<u>\$ 148,489</u>	<u>\$ 665</u>	<u>\$ 4,835</u>	<u>\$ 240</u>

WEST CENTRAL 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  
 (Continued)

	Local Drug Free Community	REMC Grant Metzger	State Farm Insurance Grant	Totals
Additions:				
Contributions:				
Other	\$ 500	\$ 600	\$ -	\$ 52,760
Total additions	500	600	-	52,760
Deductions:				
Administrative and general	429	634	122	39,315
Excess (deficiency) of total additions over total deductions	71	(34)	(122)	13,445
Cash and investment fund balance - beginning	451	34	122	141,306
Cash and Investments - June 30	\$ 522	\$ -	\$ -	\$ 154,751
Net assets:				
Cash and investments	\$ 522	\$ -	\$ -	\$ 154,751
Total net assets - cash and investment basis held in trust	\$ 522	\$ -	\$ -	\$ 154,751

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

	<u>WC Payroll</u>	<u>Co-op Payroll</u>	<u>Totals</u>
Cash and investment fund balance - ending	<u>\$ 48,810</u>	<u>\$ 24,175</u>	<u>\$ 72,985</u>

WEST CENTRAL SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For the Year Ended June 30, 2008

	WC Payroll	Co-op Payroll	Totals
Cash and investment fund balance - ending	\$ 59,393	\$ 25,511	\$ 84,904

WEST CENTRAL SCHOOL CORPORATION  
SUPPLEMENTARY INFORMATION  
SCHEDULE OF CAPITAL ASSETS

For The Year Ended June 30, 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	\$ 7,760
Buildings	13,713,061
Machinery and equipment	<u>2,612,270</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 16,333,091</u>

WEST CENTRAL SCHOOL CORPORATION  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT

For The Year Ended June 30, 2008

The West Central School Corporation has entered into the following long-term debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases: School Buildings	5,360,000	607,000
Notes and Loans payable:		
Tax Anticipation Warrants	1,092,242	1,092,242
Special Ed Service Center Loan	<u>1,392,455</u>	<u>139,816</u>
Total governmental activities long-term debt	<u>\$ 7,844,697</u>	<u>\$ 1,839,058</u>

WEST CENTRAL SCHOOL CORPORATION  
AUDIT RESULT AND COMMENT

OVERDRAWN CASH BALANCES

The cash balance of the Co-op Construction Fund was overdrawn in 2008 in the amount of \$40,764.

The cash balance of any fund may not be reduced below zero. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

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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 WEST CENTRAL SCHOOL  
CORPORATION, PULASKI COUNTY, INDIANA

Compliance

We have audited the compliance of the West Central School Corporation (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, 2007 and 2008. 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 noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. 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, 2007 and 2008.

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 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.

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)

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.

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

January 20, 2009

WEST CENTRAL SCHOOL CORPORATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Years ended June 30, 2007 and 2008

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 06-30-07	Total Federal Awards Expended 06-30-08
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 43,446	\$ 42,372
National School Lunch Program	10.555		142,776	164,063
Total for cluster			<u>186,222</u>	<u>206,435</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>				
Pass-Through Indiana Department of Education				
Special Education Cluster				
Special Education - Grants to States	84.027			
		14205-051-DY01	3,138	-
		14206-051-PN01	179,188	-
		14206-051-PY02	115,913	1,906
		14207-051-PN01	2,353,847	251,682
		14208-051-PN01	-	2,274,872
Total for program			<u>2,652,086</u>	<u>2,528,460</u>
Special Education - Preschool Grants	84.173			
		45705-051-PN02	683	-
		45706-051-PN01	18,043	-
		45706-051-PY01	-	5,041
		45707-051-PN01	117,995	13,459
		45708-051-PN01	-	117,559
Total for program			<u>136,721</u>	<u>136,059</u>
Total for cluster			<u>2,788,807</u>	<u>2,664,519</u>
Title I Grants to Local Educational Agencies	84.010			
		06-6630	21,290	-
		07-6630	96,790	29,408
		08-6630	-	110,647
Total for program			<u>118,080</u>	<u>140,055</u>
Safe and Drug-Free Schools and Communities - State Grants	84.186			
		04-078	716	-
		05-116	1,660	834
		06-6630	624	1,668
		07-6630	-	840
Total for program			<u>3,000</u>	<u>3,342</u>
Eisenhower Professional Development State Grants	84.281			
		01-173	970	-
Total for program			<u>970</u>	<u>-</u>
State Grants for Innovative Programs	84.298			
		04-049	341	-
		05-024	1,736	58
		06-6630	341	636
		07-6630	-	121
Total for program			<u>2,418</u>	<u>815</u>
Education Technology State Grants	84.318			
		2005-06	1,343	-
Total for program			<u>1,343</u>	<u>-</u>
Improving Teacher Quality State Grants	84.367			
		05-021	21,160	-
		06-6630	17,983	21,303
		07-6630	-	18,724
Total for program			<u>39,143</u>	<u>40,027</u>
Total for federal grantor agency			<u>2,953,761</u>	<u>2,848,758</u>
<b>CORPORATION FOR NATIONAL AND COMMUNITY SERVICE</b>				
Pass-Through Indiana Department of Education				
Learn and Serve America - School and Community Based Programs				
	94.004			
		2005-06	825	-
Total for program			<u>825</u>	<u>-</u>
Total for federal grantor agency			<u>825</u>	<u>-</u>
Total federal awards expended			<u>\$ 3,140,808</u>	<u>\$ 3,055,193</u>

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

WEST CENTRAL SCHOOL CORPORATION  
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 West Central School Corporation (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 schools 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, 2007 and 2008. This noncash assistance is also included in the federal expenditures presented in the schedule.

Program Title	Federal CFDA Number	2002	2003
School Breakfast Program	10.553	\$ 2,705	\$ 2,889
National School Lunch Program	10.555	8,890	11,347

WEST CENTRAL SCHOOL CORPORATION  
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
Significant deficiencies 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
Significant deficiencies 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
	Special Education Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

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.

WEST CENTRAL SCHOOL CORPORATION  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

WEST CENTRAL SCHOOL CORPORATION  
EXIT CONFERENCE

The contents of this report were discussed on January 20, 2009, with Pamela Ledford, Treasurer; Charles R. Mellon, Superintendent of Schools; and Kerry Miller, President of the School Board. The official response has been made a part of this report and may be found on page 53.

**WEST CENTRAL SCHOOL CORPORATION**

Post Office Box 578 – 117 East Montgomery Street  
Francesville, Indiana 47946

Charles Mellon  
Superintendent

219-567-9161  
Fax # 219-567-9761

January 22, 2009

State Board of Accounts  
302 W. Washington Street  
Room E419  
Indianapolis, IN 46204-2765

RE: "OFFICAL RESPONSE"

This is in response to the audit and comment section of our audit. The comment is in connection with an overdrawn cash balance in our Co-op Construction Fund.

The Co-op Construction Fund was overdrawn in June of 2008 in the amount of \$40,764. This was due to the fact, that three school corporations had not paid their share of the construction loan payment in a timely matter. The Co-op issued a check without all the funds having been received, in order to meet the due date of the Co-op's semi yearly loan payment to Fowler Bank.

Sincerely,

West Central School Corporation