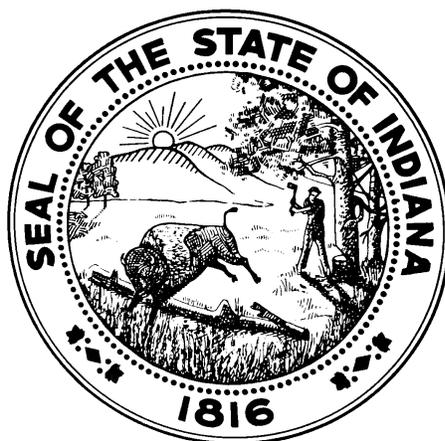


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

AUDIT REPORT
OF
GOSHEN COMMUNITY SCHOOLS
ELKHART COUNTY, INDIANA
July 1, 2006 to June 30, 2008



FILED
03/20/2009

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Linda K. Zoller	07-01-06 to 03-31-09
Superintendent of Schools	Bruce N. Stahly	07-01-07 to 06-30-09
President of the School Board	Randy R. Robertson Catherine E. Cripe	07-01-06 to 06-30-08 07-01-08 to 06-30-09



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

TO: THE OFFICIALS OF THE GOSHEN COMMUNITY SCHOOLS, ELKHART COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Goshen Community Schools (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, 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 February 24, 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 Schedule of Funding Progress as listed in the Table of Contents, is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

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

STATE BOARD OF ACCOUNTS

February 24, 2009



STATE OF INDIANA
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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 GOSHEN COMMUNITY SCHOOLS, ELKHART COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Goshen Community Schools (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 February 24, 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, the School Board, 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

February 24, 2009

GOSHEN COMMUNITY SCHOOLS
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>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 37,973,715	\$ -	\$ 261,621	\$ (37,712,094)
Support services	19,860,472	1,033,650	1,488,608	(17,338,214)
Community services	372,505	-	-	(372,505)
Nonprogrammed charges	5,323,440	-	-	(5,323,440)
Debt service	<u>9,927,952</u>	<u>-</u>	<u>-</u>	<u>(9,927,952)</u>
 Total government	 <u>\$ 73,458,084</u>	 <u>\$ 1,033,650</u>	 <u>\$ 1,750,229</u>	 <u>(70,674,205)</u>
 General receipts:				
Property taxes				13,817,242
Other local sources				13,275,585
State aid				26,837,038
Bonds and loans				6,320,000
Grants and contributions not restricted to specific programs				7,726,495
Sale of property, adjustments, and refunds				1,089,552
Investment earnings				<u>911,316</u>
 Total general receipts				 <u>69,977,228</u>
 Change in net assets				 (696,977)
 Net assets - beginning				 <u>20,574,116</u>
 Net assets - ending				 <u>\$ 19,877,139</u>
 <u>Assets</u>				
Cash and investments				\$ 14,920,194
Restricted assets:				
Cash and investments				<u>4,956,945</u>
 Total assets				 <u>\$ 19,877,139</u>
 <u>Net Assets</u>				
Restricted for:				
Debt service				\$ 4,378,038
Other purposes				578,907
Unrestricted				<u>14,920,194</u>
 Total net assets				 <u>\$ 19,877,139</u>

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

GOSHEN COMMUNITY SCHOOLS
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>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 38,541,810	\$ -	\$ 804,219	\$ (37,737,591)
Support services	23,384,632	1,070,198	2,137,853	(20,176,581)
Community services	409,611	-	-	(409,611)
Nonprogrammed charges	5,745,742	-	-	(5,745,742)
Debt service	<u>16,939,946</u>	<u>-</u>	<u>-</u>	<u>(16,939,946)</u>
 Total government	 <u>\$ 85,021,741</u>	 <u>\$ 1,070,198</u>	 <u>\$ 2,942,072</u>	 <u>(81,009,471)</u>
 General receipts:				
Property taxes				25,902,132
Other local sources				12,025,240
State aid				27,097,509
Bonds and loans				3,710,000
Grants and contributions not restricted to specific programs				8,936,487
Sale of property, adjustments, and refunds				735,072
Investment earnings				<u>814,205</u>
 Total general receipts, interfund loans, transfers, and special items				 <u>79,220,645</u>
 Change in net assets				 (1,788,826)
 Net assets - beginning				 <u>19,877,139</u>
 Net assets - ending				 <u>\$ 18,088,313</u>
 <u>Assets</u>				
Cash and investments				\$ 14,408,537
Restricted assets:				
Cash and investments				<u>3,679,776</u>
 Total assets				 <u>\$ 18,088,313</u>
 <u>Net Assets</u>				
Restricted for:				
Debt service				\$ 2,607,428
Other purposes				1,072,348
Unrestricted				<u>14,408,537</u>
 Total net assets				 <u>\$ 18,088,313</u>

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

GOSHEN COMMUNITY SCHOOLS
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	ECSEC 2006/07	Debt Service	Capital Projects	School Bus Replacement	Other	Totals
Receipts:									
Local sources	\$ 7,545,666	\$ 1,264,795	\$ -	\$ 7,175,693	\$ 5,624,971	\$ 3,359,982	\$ 216,295	\$ 3,847,139	\$ 29,034,541
Intermediate sources	139	-	-	-	-	-	-	3,113	3,252
State sources	27,038,393	-	-	-	-	-	-	1,248,132	28,286,525
Federal sources	-	-	-	-	-	5,832	-	8,021,405	8,027,237
Bonds and loans	1,410,000	1,480,000	-	-	2,880,000	-	220,000	330,000	6,320,000
Sale of property, adjustments and refunds	113,640	8,060	-	344,915	-	162,592	-	460,345	1,089,552
Interfund loans	-	-	-	-	-	-	-	750,961	750,961
Total receipts	36,107,838	2,752,855	-	7,520,608	8,504,971	3,528,406	436,295	14,661,095	73,512,068
Disbursements:									
Current:									
Instruction	26,148,789	-	-	6,007,741	-	-	-	5,817,185	37,973,715
Support services	7,515,121	2,000,348	-	1,384,697	-	4,972,537	197,182	3,790,587	19,860,472
Community services	329,143	-	-	-	-	-	-	43,362	372,505
Nonprogrammed charges	2,265,110	-	-	-	-	-	-	3,131,412	5,396,522
Debt services	-	550,000	-	-	8,579,915	-	120,000	678,037	9,927,952
Interfund loans	-	-	-	-	-	-	-	750,961	750,961
Total disbursements	36,258,163	2,550,348	-	7,392,438	8,579,915	4,972,537	317,182	14,211,544	74,282,127
Excess (deficiency) of receipts over disbursements	(150,325)	202,507	-	128,170	(74,944)	(1,444,131)	119,113	449,551	(770,059)
Other financing sources (uses):									
Transfers in	92	-	1,200,000	592,610	-	-	-	603,356	2,396,058
Transfers out	(1,402,573)	(42,250)	-	-	(184,965)	(112,498)	(7,193)	(646,579)	(2,396,058)
Total other financing sources (uses)	(1,402,481)	(42,250)	1,200,000	592,610	(184,965)	(112,498)	(7,193)	(43,223)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,552,806)	160,257	1,200,000	720,780	(259,909)	(1,556,629)	111,920	406,328	(770,059)
Cash and investments - beginning	7,659,236	712,694	500,000	-	4,635,365	3,858,053	363,936	2,339,007	20,068,291
Cash and investments - ending	\$ 6,106,430	\$ 872,951	\$ 1,700,000	\$ 720,780	\$ 4,375,456	\$ 2,301,424	\$ 475,856	\$ 2,745,335	19,298,232
Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:									
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.									
									578,907
Net assets of governmental activities									\$ 19,877,139
Cash and Investment Assets - Ending									
Cash and investments	\$ 6,106,430	\$ 872,951	\$ 1,700,000	\$ 720,780	\$ -	\$ 2,301,424	\$ 475,856	\$ 2,742,753	\$ 14,920,194
Restricted assets:									
Cash and investments	-	-	-	-	4,375,456	-	-	2,582	4,378,038
Total cash and investment assets - ending	\$ 6,106,430	\$ 872,951	\$ 1,700,000	\$ 720,780	\$ 4,375,456	\$ 2,301,424	\$ 475,856	\$ 2,745,335	\$ 19,298,232
Cash and Investment Fund Balance - Ending									
Restricted for:									
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 4,375,456	\$ -	\$ -	\$ 2,582	\$ 4,378,038
Unrestricted	6,106,430	872,951	1,700,000	720,780	-	2,301,424	475,856	2,742,753	14,920,194
Total cash and investment fund balance - ending	\$ 6,106,430	\$ 872,951	\$ 1,700,000	\$ 720,780	\$ 4,375,456	\$ 2,301,424	\$ 475,856	\$ 2,745,335	\$ 19,298,232

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

GOSHEN COMMUNITY SCHOOLS
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	ECSEC 2006/07	Debt Service	Capital Projects	School Bus Replacement	Other	Totals
Receipts:									
Local sources	\$ 11,164,663	\$ 1,961,682	\$ 23,097	\$ 948,659	\$ 9,430,617	\$ 5,153,521	\$ 342,870	\$ 10,785,134	\$ 39,810,243
Intermediate sources	69	-	-	-	-	-	-	1,463	1,532
State sources	27,547,670	-	-	-	-	-	-	3,270,902	30,818,572
Federal sources	225	-	-	-	-	-	-	8,252,271	8,252,496
Bonds and loans	400,000	1,200,000	-	-	1,500,000	-	290,000	320,000	3,710,000
Sale of property, adjustments and refunds	51,131	34,024	-	90,099	-	100,544	-	450,073	725,871
Interfund loans	-	-	-	-	-	-	-	534,870	534,870
Total receipts	39,163,758	3,195,706	23,097	1,038,758	10,930,617	5,254,065	632,870	23,614,713	83,853,584
Disbursements:									
Current:									
Instruction	26,220,200	-	-	891,614	-	-	-	11,429,996	38,541,810
Support services	8,543,586	2,020,398	10	302,694	81,043	4,738,642	888,507	6,904,752	23,479,632
Community services	356,916	-	-	-	-	-	-	52,695	409,611
Nonprogrammed charges	3,152,886	-	-	-	-	-	-	3,077,096	6,229,982
Debt services	1,410,000	1,480,000	-	-	12,822,948	-	220,000	1,006,998	16,939,946
Interfund loans	-	-	-	-	-	-	-	534,870	534,870
Total disbursements	39,683,588	3,500,398	10	1,194,308	12,903,991	4,738,642	1,108,507	23,006,407	86,135,851
Excess (deficiency) of receipts over disbursements	(519,830)	(304,692)	23,087	(155,550)	(1,973,374)	515,423	(475,637)	608,306	(2,282,267)
Other financing sources (uses):									
Transfers in	345,173	69,617	300,000	-	184,965	112,498	7,193	86,177	1,105,623
Transfers out	(300,000)	-	-	-	(27,367)	-	-	(778,256)	(1,105,623)
Total other financing sources (uses)	45,173	69,617	300,000	-	157,598	112,498	7,193	(692,079)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(474,657)	(235,075)	323,087	(155,550)	(1,815,776)	627,921	(468,444)	(83,773)	(2,282,267)
Cash and investments - beginning	6,106,430	872,951	1,700,000	720,780	4,375,456	2,301,424	475,856	2,745,335	19,298,232
Cash and investments - ending	\$ 5,631,773	\$ 637,876	\$ 2,023,087	\$ 565,230	\$ 2,559,680	\$ 2,929,345	\$ 7,412	\$ 2,661,562	17,015,965
Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:									
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.									
									1,072,348
Net assets of governmental activities									\$ 18,088,313
Cash and Investment Assets - Ending									
Cash and investments	\$ 5,631,773	\$ 637,876	\$ 2,023,087	\$ 565,230	\$ -	\$ 2,929,345	\$ 7,412	\$ 2,613,814	\$ 14,408,537
Restricted assets:									
Cash and investments	-	-	-	-	2,559,680	-	-	47,748	2,607,428
Total cash and investment assets - ending	\$ 5,631,773	\$ 637,876	\$ 2,023,087	\$ 565,230	\$ 2,559,680	\$ 2,929,345	\$ 7,412	\$ 2,661,562	\$ 17,015,965
Cash and Investment Fund Balance - Ending									
Restricted for:									
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 2,559,680	\$ -	\$ -	\$ 47,748	\$ 2,607,428
Unrestricted	5,631,773	637,876	2,023,087	565,230	-	2,929,345	7,412	2,613,814	14,408,537
Total cash and investment fund balance - ending	\$ 5,631,773	\$ 637,876	\$ 2,023,087	\$ 565,230	\$ 2,559,680	\$ 2,929,345	\$ 7,412	\$ 2,661,562	\$ 17,015,965

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

GOSHEN COMMUNITY SCHOOLS
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUNDS
For the Year Ended June 30, 2007

	Internal Service Fund <u>(Self-Insurance)</u>
Operating receipts:	
Charges for services	\$ 3,000,228
Operating disbursements:	
Insurance claims and expense	<u>2,927,146</u>
Change in net assets	73,082
Cash and investment fund balance - beginning	<u>505,825</u>
Cash and investment fund balance - ending	<u>\$ 578,907</u>
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	<u>\$ 578,907</u>
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	<u>\$ 578,907</u>

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

GOSHEN COMMUNITY SCHOOLS
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUNDS
For the Year Ended June 30, 2008

		Internal Service Fund
		(Self-Insurance)
Operating receipts:		
Charges for services	\$	3,197,920
Miscellaneous		9,201
Total operating receipts		3,207,121
Operating disbursements:		
Insurance claims and expense		1,272,082
Other		1,441,598
Total operating disbursements		2,713,680
Change in net assets		493,441
Cash and investment fund balance - beginning		578,907
Cash and investment fund balance - ending	\$	1,072,348
<u>Cash and Investment Assets - Ending</u>		
Restricted assets:		
Cash and investments	\$	1,072,348
<u>Cash and Investment Fund Balance - Ending</u>		
Restricted for:		
Other purposes	\$	1,072,348

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

GOSHEN COMMUNITY SCHOOLS
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2007

	Pension Trust Fund <u>(Retirement/Severance)</u>	Private-Purpose Trust Funds	Agency Fund <u>(Payroll)</u>
Additions:			
Contributions:			
Employer	\$ 800,000	\$ -	
Other	<u>-</u>	<u>5,000</u>	
Total contributions	<u>800,000</u>	<u>5,000</u>	
Investment earnings:			
Interest	152,852	569	
Total additions	<u>952,852</u>	<u>5,569</u>	
Deductions:			
Benefits	1,168,241	-	
Administrative and general	<u>-</u>	<u>5,588</u>	
Total deductions	<u>1,168,241</u>	<u>5,588</u>	
Deficiency of total additions over total deductions	(215,389)	(19)	
Cash and investment fund balance - beginning	<u>2,087,723</u>	<u>17,978</u>	
Cash and investment fund balance - ending	<u>\$ 1,872,334</u>	<u>\$ 17,959</u>	<u>\$ 118,894</u>
Net assets:			
Cash and investments	<u>\$ 1,872,334</u>	<u>\$ 17,959</u>	

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

GOSHEN COMMUNITY SCHOOLS
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2008

	Pension Trust Fund	Private-Purpose Trust Funds	Agency Fund
	(Retirement/Severance)		(Payroll)
Additions:			
Contributions:			
Employer	\$ 270,000	\$ -	
Other	-	9,117	
Total contributions	270,000	9,117	
Investment earnings:			
Interest	129,569	577	
Total additions	399,569	9,694	
Deductions:			
Benefits	305,783	-	
Administrative and general	-	60	
Total deductions	305,783	60	
Excess of total additions over total deductions	93,786	9,634	
Cash and investment fund balance - beginning	1,872,333	17,959	
Cash and investment fund balance - ending	\$ 1,966,119	\$ 27,593	\$ 130,715
Net assets:			
Cash and investments	\$ 1,966,119	\$ 27,593	

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

GOSHEN COMMUNITY SCHOOLS
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: Goshen Community Schools

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 eleven other school corporations of Elkhart and St. Joseph Counties in a joint venture to operate a Head Start Consortium (Consortium) which was created to develop, operate, participate and supervise a Head Start Program to serve the pre-school student populations of the participating corporations. The Consortium's continued existence depends on continued funding through a federal grant program. Participating school corporations are required to provide 'in-kind' services (transportation and classroom, gymnasium and playground space) to meet the grant requirements. No fees are assessed the school corporation for the operation of this program. The School Corporation may be obligated for the debts of the Consortium should they not be covered by the grant. Complete financial statements for the Head Start Consortium can be obtained from South Bend Community School Corporation at 215 South St. Joseph Street, South Bend, Indiana, 46601.

Goshen Community Schools is a member of the Elkhart County Special Education Cooperative (ECSEC), a joint venture with five other Elkhart County Public School Corporations. The Cooperative was formed for the purpose of providing services to handicapped students of the six school corporations in the most efficient manner possible (Special Education Program). Goshen Community Schools also is a member of the Elkhart County Education Interlocal, a joint venture with four of the same five Elkhart County Public School Corporations as the ECSEC. The Interlocal provides programs for students who have difficulty learning in a traditional setting (Merit Learning Center). The operations of the Interlocal are managed by the superintendents of each school (Board of Directors), a Treasurer and Assistant Treasurer. The Special Education Program and the Merit Learning Center are administered by Goshen Community Schools. Funding for the operations of the Interlocal shall include grants and/or charges to the participating members. The joint ventures' continued existence depends on continued funding by the School Corporation.

GOSHEN COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Goshen Community Schools is a member with approximately 36 other schools in a joint venture to operate the Northern Indiana Educational Service Center (NIESC), which was created to allow participating schools to cooperate and share certain programs and services, which they collectively may implement. The School Corporation is obligated to remit a per student rate determined annually to supplement the NIESC's budget. NIESC's continued existence depends on continued funding by the School Corporation. The School Corporation is obligated for the debts of the NIESC. Complete financial statements for the programs can be obtained from the administrative offices of Plymouth Community Schools at 611 Berkley Street, Plymouth, Indiana, 46563

Goshen Community Schools is a member with approximately 30 school corporations in a joint venture to operate North Central Energy Cooperative (NEC), which was created to procure natural gas in an economical and efficient manner. The School Corporation is obligated by contract to remit its actual natural gas expenses directly to the seller of the natural gas, Centerpoint Energy Services. There are no separate financial statements. Concord Community Schools is the administrative agent for the NEC.

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. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. At this time, the School Corporation has not established any business-type activities.

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 account for funds in accordance with Indiana Code 36-1-8-5.1 and a locally adopted resolution.

GOSHEN COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

The ECSEC 2006-07 fund is used to account for the operation of programs and services for special education students.

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 School Corporation reports the following major proprietary funds:

The internal service fund accounts for all transactions associated with the School's Self Insurance Fund.

Additionally, the School Corporation reports the following fund types:

The pension trust fund accounts for the activities of the receipts and disbursements concerning retirement/severance benefits as authorized by statute.

The private-purpose trust funds report a trust arrangement under which principal and income benefit the employees and other agencies.

Agency fund accounts for assets held by the School Corporation as an agent for other agencies and serves as control account 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.

GOSHEN COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

As of January 1, 2008, the Department of Education has mandated a change in the chart of accounts used by the school corporation. These changes have caused expenses to be allocated in a manner that is not consistent with reporting prior to January 1, 2008. This change does not affect the total amount of expenses, only the allocation of the expenses.

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

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to other departments or agencies primarily within the government (internal service funds).

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

D. Assets and Cash and Investment Balances

1. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as interest receipts in the year of the sale of the investment.

2. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the School Corporation in June and in December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the School Corporation on or prior to June 30 of the year collected.

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.

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 included with Bonds and loans and payment of principal and interest reported as disbursements.

GOSHEN COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, and (2) operating grants and contributions. 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 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.

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.

GOSHEN COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Government-Wide Financial Statements

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

Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis. 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.

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.

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:

GOSHEN COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund	2008
Intermediate LC training	\$ <u>68,774</u>

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

III. Detailed Notes on All Funds

A. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The School Corporation's deposit policy for custodial credit risk is to ensure that all bank balances are covered by Federal Deposit Insurance Corporation. All 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	Rainy Day	\$ 1,200,000	\$ 300,000
General Fund	Other governmental funds	202,573	-
Debt Service	Transportation Operating	-	27,367
Transportation Operating	Other governmental funds	42,250	-
Debt Service	Other governmental funds	184,965	-
Capital Projects	Other governmental funds	112,498	-
School Bus Replacement	Other governmental funds	7,193	-
Other governmental funds	General Fund	92	345,173
Other governmental funds	Transportation Operating	-	42,250
Other governmental funds	ECSEC 2006/07	592,610	-
Other governmental funds	Debt Service	-	184,965
Other governmental funds	Capital Projects	-	112,498
Other governmental funds	School Bus Replacement	-	7,193
Other governmental funds	Other governmental funds	53,877	86,177
		<u>\$ 2,396,058</u>	<u>\$ 1,105,623</u>
Totals		<u>\$ 2,396,058</u>	<u>\$ 1,105,623</u>

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

GOSHEN COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees, Retirees, and Dependents (Excluding Postemployment Benefits)

The School Corporation has been chosen to establish a risk financing fund for risks associated with medical benefits to employees, retirees, and dependents. The risk financing fund is accounted for in the Self-Insurance Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$2,000,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Amounts are paid into the fund by all funds with payrolls and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon an overall premium percentage which is applied to each fund's gross wages, and are reported as quasi-external interfund transactions.

B. Holding Corporations

The School Corporation has entered into a capital lease with Goshen Middle School Building Corporation, Goshen Multi-School Building Corporation and GCS School Building Corporation (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessors have been determined to be related parties of the School Corporation. Lease payments during the year ended June 30, 2008, totaled \$9,067,000.

C. Temporary Loans

The School Corporation issues tax anticipation warrants for cash flow purposes in advance of property tax collections and/or state tuition support distributions, depositing the proceeds in the appropriate fund. Short-term debt activity for the years ended June 30, 2007 and June 30, 2008, was as follows:

GOSHEN COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund	Loan Payable
General	\$ 400,000
Transportation operating	1,200,000
Debt service	1,500,000
Bus replacement	320,000
Pension debt	290,000
Total	\$ 3,710,000

D. Termination Benefits

The School Corporation offered severance pay to certified employees with a minimum of 15 years of service, who meet the rule of 75 with a minimum of 10 years or are eligible for a full pension; and for non-certified employees who are at least 55 years old with a minimum of 10 years. The severance pay is calculated based on years of service and unused sick leave. For example, certified staff (teachers) are paid their final daily rate for each year of service and \$45 for up to 150 unused sick days. During the years ended June 30, 2007 and 2008, the School Corporation paid \$190,788 and \$105,432 for 16 and 11 retirees, respectively.

E. Other Postemployment Benefits

Single-Employer Defined Benefit Healthcare Plan

Plan Description

Goshen Community Schools provides and administers a defined benefit contribution plan for employees who retired prior to 2006. The plan provides a healthcare stipend, as authorized by Indiana Code 5-10-8, to eligible retirees and their spouses from \$4,650 to \$17,102 per year.

Funding Policy

The required contribution is based on projected pay-as-you-go financing requirements and for the year ended June 30, 2008, the School Corporation paid \$348,958 in healthcare stipends.

Funded Status and Funding Progress

As of June 30, 2008, the estimated accrued liability for benefits was \$937,072, and the value of assets, available in the pension trust fund, was \$1,966,119.

F. Subsequent Events

Beginning in 2009, the State General Fund as part of the basic grant distribution shall pay to each school corporation, an amount sufficient to provide all funding for the General and Special Education Pre-school Funds. For property taxes due and payable after December 31, 2008, the Department of Local Government Finance shall reduce the maximum permissible property tax levy of any school corporation by the amount of the payment to be made in 2009 by the State.

GOSHEN COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

G. Pension Plans

1. Agent Multiple-Employer Defined Benefit Pension Plan

Public Employees' Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system and give the School Corporation authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity 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.

GOSHEN COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plan

Annual required contribution	\$ 540,077
Interest on net pension obligation	(53,378)
Adjustment to annual required contribution	<u>60,828</u>
Annual pension cost	547,527
Contributions made	<u>655,710</u>
Decrease in net pension obligation	(108,183)
Net pension obligation, beginning of year	<u>(736,243)</u>
Net pension obligation, end of year	<u><u>\$ (844,426)</u></u>

Contribution rates:	
School Corporation	7.88%
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

Actuarial Assumptions

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

Three Year Trend Information

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
06-30-05	\$ 449,571	125%	\$ (703,131)
06-30-06	550,794	106%	(736,243)
06-30-07	547,527	120%	(844,426)

GOSHEN COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Costs

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

The School Corporation is to contribute at an actuarially determined rate. The current rate has been actuarially determined under the entry age normal cost method to be 7.25% of covered wages. The School Corporation's required contributions to the plan for the fiscal years ended June 30, 2008, 2007, and 2006, were \$1,197,015, \$1,046,085, and \$941,250, respectively. The School Corporation actually contributed 100% of the required contribution for each of the fiscal years.

GOSHEN COMMUNITY SCHOOLS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Assets 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	\$ 4,913,557	\$ 7,050,271	\$ (2,136,714)	70%	\$ 6,927,131	(31%)
07-01-06	5,636,981	6,813,093	(1,176,112)	83%	6,899,471	(17%)
07-01-07	6,440,518	7,509,646	(1,069,128)	86%	7,688,142	(14%)

GOSHEN COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007

	Special Education Preschool	School Lunch	Textbook Rental	Levy Excess	2005/06 Oaklawn Program	2006/07 Oaklawn Program
Receipts:						
Local sources	\$ 21,505	\$ 901,145	\$ 353,524	\$ -	\$ -	\$ 42,972
Intermediate sources	-	-	-	-	-	-
State sources	237,425	24,986	124,820	-	-	291,030
Federal sources	-	1,332,714	-	-	-	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	19,545	97,826	2,060	-	-	-
Interfund loans	-	351,805	399,156	-	-	-
Total receipts	278,475	2,708,476	879,560	-	-	334,002
Disbursements:						
Current:						
Instruction	-	-	-	-	45,817	297,774
Support services	-	2,079,887	597,787	-	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	274,881	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	399,156	351,805	-	-	-
Total disbursements	274,881	2,479,043	949,592	-	45,817	297,774
Excess (deficiency) of receipts over disbursements	3,594	229,433	(70,032)	-	(45,817)	36,228
Other financing sources (uses):						
Transfers in	-	-	-	564,806	-	5,663
Transfers out	(773)	-	-	-	(5,663)	-
Total other financing sources (uses)	(773)	-	-	564,806	(5,663)	5,663
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,821	229,433	(70,032)	564,806	(51,480)	41,891
Cash and investments - beginning	-	901,373	370,274	142,600	51,480	-
Cash and investments - ending	\$ 2,821	\$ 1,130,806	\$ 300,242	\$ 707,406	\$ -	\$ 41,891
Cash and Investment Assets - Ending		34,061				
Cash and investments	\$ 2,821	\$ 1,130,806	\$ 300,242	\$ 707,406	\$ -	\$ 41,891
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 2,821	\$ 1,130,806	\$ 300,242	\$ 707,406	\$ -	\$ 41,891
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	2,821	1,130,806	300,242	707,406	-	41,891
Total cash and investment fund balance - ending	\$ 2,821	\$ 1,130,806	\$ 300,242	\$ 707,406	\$ -	\$ 41,891

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

GOSHEN COMMUNITY SCHOOLS
 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)

	2006/07 ECSEC Spectrum	2005/06 ECSEC Program	ISB/ISD Transportation	Education Plate Fee	Alternative Education	2005/06 Safe Haven
Receipts:						
Local sources	\$ 109,900	\$ 1,143,234	\$ 28,482	\$ -	\$ 877,689	\$ -
Intermediate sources	-	-	-	3,113	-	-
State sources	-	-	-	-	87,614	-
Federal sources	-	-	-	-	-	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	129,542	-	-	4,855	9,042
Interfund loans	-	-	-	-	-	-
Total receipts	109,900	1,272,776	28,482	3,113	970,158	9,042
Disbursements:						
Current:						
Instruction	-	953,142	1,040	-	776,287	-
Support services	109,900	285,899	11,749	-	60	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	18,668	-
Interfund loans	-	-	-	-	-	-
Total disbursements	109,900	1,239,041	12,789	-	795,015	-
Excess (deficiency) of receipts over disbursements	-	33,735	15,693	3,113	175,143	9,042
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	(592,610)	-	-	-	-
Total other financing sources (uses)	-	(592,610)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(558,875)	15,693	3,113	175,143	9,042
Cash and investments - beginning	-	558,875	18,215	3,264	(75,010)	(9,042)
Cash and investments - ending	\$ -	\$ -	\$ 33,908	\$ 6,377	\$ 100,133	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ 33,908	\$ 6,377	\$ 100,133	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ 33,908	\$ 6,377	\$ 100,133	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	33,908	6,377	100,133	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 33,908	\$ 6,377	\$ 100,133	\$ -

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

GOSHEN COMMUNITY SCHOOLS
 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)

	RR Program	Early Literature	GHS Verizon Job Opp	2005/06 Gifted Talented	2006/07 Gifted Talented	Common School Loan #133262
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	6,100	-	-	-	21,255	-
Federal sources	-	-	-	-	-	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	7,200	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	13,300	-	-	-	21,255	-
Disbursements:						
Current:						
Instruction	11,559	11,129	2,367	8,008	12,059	-
Support services	-	-	-	-	-	224,769
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	11,559	11,129	2,367	8,008	12,059	224,769
Excess (deficiency) of receipts over disbursements	1,741	(11,129)	(2,367)	(8,008)	9,196	(224,769)
Other financing sources (uses):						
Transfers in	2,995	-	-	-	-	-
Transfers out	-	(2,995)	-	-	-	-
Total other financing sources (uses)	2,995	(2,995)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,736	(14,124)	(2,367)	(8,008)	9,196	(224,769)
Cash and investments - beginning	-	14,124	2,367	8,008	-	-
Cash and investments - ending	<u>\$ 4,736</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,196</u>	<u>\$ (224,769)</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 4,736	\$ -	\$ -	\$ -	\$ 9,196	\$ (224,769)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 4,736</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,196</u>	<u>\$ (224,769)</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	4,736	-	-	-	9,196	(224,769)
Total cash and investment fund balance - ending	<u>\$ 4,736</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,196</u>	<u>\$ (224,769)</u>

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

GOSHEN COMMUNITY SCHOOLS
 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)

	Common School Loan #133228	County Kids Create	Educational Technologies	Adult Ed Verizon Grant	Head Start Program	Betty Brooks Scholarship
Receipts:						
Local sources	\$ -	\$ 2,410	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	208,737	-	215,721	-	-	-
Federal sources	-	-	42,661	-	-	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	15,067	-
Interfund loans	-	-	-	-	-	-
Total receipts	208,737	2,410	258,382	-	15,067	-
Disbursements:						
Current:						
Instruction	-	1,182	-	-	69,334	-
Support services	212,176	-	47,332	-	2,592	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	3,400
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	212,176	1,182	47,332	-	71,926	3,400
Excess (deficiency) of receipts over disbursements	(3,439)	1,228	211,050	-	(56,859)	(3,400)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,439)	1,228	211,050	-	(56,859)	(3,400)
Cash and investments - beginning	-	8,334	(150,557)	330	39,732	36,595
Cash and investments - ending	\$ (3,439)	\$ 9,562	\$ 60,493	\$ 330	\$ (17,127)	\$ 33,195
Cash and Investment Assets - Ending						
Cash and investments	\$ (3,439)	\$ 9,562	\$ 60,493	\$ 330	\$ (17,127)	\$ 33,195
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ (3,439)	\$ 9,562	\$ 60,493	\$ 330	\$ (17,127)	\$ 33,195
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(3,439)	9,562	60,493	330	(17,127)	33,195
Total cash and investment fund balance - ending	\$ (3,439)	\$ 9,562	\$ 60,493	\$ 330	\$ (17,127)	\$ 33,195

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

GOSHEN COMMUNITY SCHOOLS
 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)

	Elizabeth Fuson Scholarship	Technology Plan Grant	2005/06 Non-English Speaking	2006/07 Non-English Speaking	Auto Mechanics	Intermediate LC Training
Receipts:						
Local sources	\$ 431	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	2,300	-	28,144	-	-
Federal sources	-	-	-	-	-	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	161,428
Interfund loans	-	-	-	-	-	-
Total receipts	431	2,300	-	28,144	-	161,428
Disbursements:						
Current:						
Instruction	-	2,253	4,546	28,247	-	78,609
Support services	-	-	-	-	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	575	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	575	2,253	4,546	28,247	-	78,609
Excess (deficiency) of receipts over disbursements	(144)	47	(4,546)	(103)	-	82,819
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(144)	47	(4,546)	(103)	-	82,819
Cash and investments - beginning	10,644	-	4,546	-	98	(64,727)
Cash and investments - ending	\$ 10,500	\$ 47	\$ -	\$ (103)	\$ 98	\$ 18,092
Cash and Investment Assets - Ending						
Cash and investments	\$ 10,500	\$ 47	\$ -	\$ (103)	\$ 98	\$ 18,092
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 10,500	\$ 47	\$ -	\$ (103)	\$ 98	\$ 18,092
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	10,500	47	-	(103)	98	18,092
Total cash and investment fund balance - ending	\$ 10,500	\$ 47	\$ -	\$ (103)	\$ 98	\$ 18,092

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

GOSHEN COMMUNITY SCHOOLS
 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)

	2005/06 <u>CLASS Grant</u>	2006/07 <u>CLASS Grant</u>	2005/06 <u>Title I, Part D</u>	2005/06 <u>Title I</u>	2006/07 <u>Title I, Part D</u>	2006/07 <u>Title I</u>
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	6,090	122,411	23,062	736,944
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>6,090</u>	<u>122,411</u>	<u>23,062</u>	<u>736,944</u>
Total receipts	<u>-</u>	<u>-</u>	<u>6,090</u>	<u>122,411</u>	<u>23,062</u>	<u>736,944</u>
Disbursements:						
Current:						
Instruction	2,770	19,925	1,564	151,511	23,382	483,760
Support services	-	-	-	33,315	-	71,509
Community services	-	-	-	5,841	-	3,262
Nonprogrammed charges	-	-	-	9,610	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total disbursements	<u>2,770</u>	<u>19,925</u>	<u>1,564</u>	<u>200,277</u>	<u>23,382</u>	<u>558,531</u>
Excess (deficiency) of receipts over disbursements	<u>(2,770)</u>	<u>(19,925)</u>	<u>4,526</u>	<u>(77,866)</u>	<u>(320)</u>	<u>178,413</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	29,892
Transfers out	-	-	-	(29,892)	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(29,892)</u>	<u>-</u>	<u>29,892</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(29,892)</u>	<u>-</u>	<u>29,892</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(2,770)</u>	<u>(19,925)</u>	<u>4,526</u>	<u>(107,758)</u>	<u>(320)</u>	<u>208,305</u>
Cash and investments - beginning	<u>2,770</u>	<u>23,543</u>	<u>(4,526)</u>	<u>107,758</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 3,618</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (320)</u>	<u>\$ 208,305</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 3,618	\$ -	\$ -	\$ (320)	\$ 208,305
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 3,618</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (320)</u>	<u>\$ 208,305</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	3,618	-	-	(320)	208,305
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 3,618</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (320)</u>	<u>\$ 208,305</u>

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

GOSHEN COMMUNITY SCHOOLS
 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)

	2006/07 Title I Improvement	Title V	2006/07 Title V	2007 Summer Migrant	2006/07 Migrant Title I	2005/06 Title I Migrant
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	67,773	13,560	5,746	10,000	147,245	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	67,773	13,560	5,746	10,000	147,245	-
Disbursements:						
Current:						
Instruction	13,271	10,408	6,506	-	119,806	(927)
Support services	33,809	1,130	1,675	116	17,736	2,888
Community services	143	-	-	-	-	-
Nonprogrammed charges	-	292	271	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	47,223	11,830	8,452	116	137,542	1,961
Excess (deficiency) of receipts over disbursements	20,550	1,730	(2,706)	9,884	9,703	(1,961)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	20,550	1,730	(2,706)	9,884	9,703	(1,961)
Cash and investments - beginning	-	(48)	5,882	-	-	1,961
Cash and investments - ending	\$ 20,550	\$ 1,682	\$ 3,176	\$ 9,884	\$ 9,703	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 20,550	\$ 1,682	\$ 3,176	\$ 9,884	\$ 9,703	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 20,550	\$ 1,682	\$ 3,176	\$ 9,884	\$ 9,703	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	20,550	1,682	3,176	9,884	9,703	-
Total cash and investment fund balance - ending	\$ 20,550	\$ 1,682	\$ 3,176	\$ 9,884	\$ 9,703	\$ -

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

GOSHEN COMMUNITY SCHOOLS
 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)

	2006 Summer Migrant	2006/07 PL 105-17	2005/06 PL 105-17	2005/06 Silver Grant	2006/07 PL 99-457	2005/06 PL 99-457
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	3,646,735	719,470	5,103	188,401	37,905
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>3,646,735</u>	<u>719,470</u>	<u>5,103</u>	<u>188,401</u>	<u>37,905</u>
Disbursements:						
Current:						
Instruction	7,170	1,428,917	248,483	10,206	199,246	38,999
Support services	2,108	18,648	2,116	-	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	2,168,210	664,633	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	<u>9,278</u>	<u>3,615,775</u>	<u>915,232</u>	<u>10,206</u>	<u>199,246</u>	<u>38,999</u>
Excess (deficiency) of receipts over disbursements	<u>(9,278)</u>	<u>30,960</u>	<u>(195,762)</u>	<u>(5,103)</u>	<u>(10,845)</u>	<u>(1,094)</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(9,278)</u>	<u>30,960</u>	<u>(195,762)</u>	<u>(5,103)</u>	<u>(10,845)</u>	<u>(1,094)</u>
Cash and investments - beginning	<u>9,278</u>	<u>-</u>	<u>195,762</u>	<u>5,103</u>	<u>-</u>	<u>1,094</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 30,960</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,845)</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 30,960	\$ -	\$ -	\$ (10,845)	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 30,960</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,845)</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	30,960	-	-	(10,845)	-
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 30,960</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,845)</u>	<u>\$ -</u>

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

GOSHEN COMMUNITY SCHOOLS
 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)

	Performance Awards	Performance Incentive	2005/06 Additional Adult	2005/06 Title IV Drug Free	2006/07 Drug Free Title IV	2004/05 Title IV, D
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	39,580	3,480	3,815	-	17,550	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	39,580	3,480	3,815	-	17,550	-
Disbursements:						
Current:						
Instruction	29,813	14,608	3,815	16,133	6,666	3,428
Support services	6,796	2,689	-	559	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	360	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	36,609	17,297	3,815	17,052	6,666	3,428
Excess (deficiency) of receipts over disbursements	2,971	(13,817)	-	(17,052)	10,884	(3,428)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,971	(13,817)	-	(17,052)	10,884	(3,428)
Cash and investments - beginning	-	17,297	-	17,052	-	3,428
Cash and investments - ending	\$ 2,971	\$ 3,480	\$ -	\$ -	\$ 10,884	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 2,971	\$ 3,480	\$ -	\$ -	\$ 10,884	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 2,971	\$ 3,480	\$ -	\$ -	\$ 10,884	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	2,971	3,480	-	-	10,884	-
Total cash and investment fund balance - ending	\$ 2,971	\$ 3,480	\$ -	\$ -	\$ 10,884	\$ -

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

GOSHEN COMMUNITY SCHOOLS
 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)

	2005/06 Perkins Grant	2006/07 Perkins Grant	Child Care	Medicaid Reimbursement	2005/06 Century Learning	MSFC Student Space Launch
Receipts:						
Local sources	\$ -	\$ -	\$ 21,417	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	24,550	20,422	256	196,745	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	530	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	-	24,550	42,369	256	196,745	-
Disbursements:						
Current:						
Instruction	(253)	24,550	5,631	-	139,693	-
Support services	3,372	-	-	16	11,998	-
Community services	-	-	34,116	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	3,119	24,550	39,747	16	151,691	-
Excess (deficiency) of receipts over disbursements	(3,119)	-	2,622	240	45,054	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(92)	-	-
Total other financing sources (uses)	-	-	-	(92)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,119)	-	2,622	148	45,054	-
Cash and investments - beginning	3,119	-	(58)	95,258	(45,054)	(1,183)
Cash and investments - ending	\$ -	\$ -	\$ 2,564	\$ 95,406	\$ -	\$ (1,183)
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ 2,564	\$ 95,406	\$ -	\$ (1,183)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ 2,564	\$ 95,406	\$ -	\$ (1,183)
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	2,564	95,406	-	(1,183)
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 2,564	\$ 95,406	\$ -	\$ (1,183)

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

GOSHEN COMMUNITY SCHOOLS
 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)

	Emergency Impact Grant	2006/07 21st Century	2007 COPS Grant/City	2006/07 Title II, Part A	2005/06 Title II, Part A	2005/06 Title II, Part D
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	38,000	-	58,700	98,380	13,792
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	12,500	-	750	-
Interfund loans	-	-	-	-	-	-
Total receipts	-	38,000	12,500	58,700	99,130	13,792
Disbursements:						
Current:						
Instruction	7,500	38,000	12,500	27,390	63,226	-
Support services	-	-	-	-	5,903	723
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	2,538	178
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	7,500	38,000	12,500	27,390	71,667	901
Excess (deficiency) of receipts over disbursements	(7,500)	-	-	31,310	27,463	12,891
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(7,500)	-	-	31,310	27,463	12,891
Cash and investments - beginning	7,500	-	-	964	(27,463)	(12,891)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 32,274	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ 32,274	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ -	\$ 32,274	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	-	32,274	-	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ 32,274	\$ -	\$ -

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

GOSHEN COMMUNITY SCHOOLS
 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)

	2004/05 Title II, Part D	2006/07 Title III, Part A	Pension Debt	Donation Elementary Health Fair	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ 344,430	\$ -	\$ 3,847,139
Intermediate sources	-	-	-	-	3,113
State sources	-	-	-	-	1,248,132
Federal sources	-	400,315	-	-	8,021,405
Bonds and loans	-	-	330,000	-	330,000
Sale of property, adjustments and refunds	-	-	-	-	460,345
Interfund loans	-	-	-	-	750,961
Total receipts	-	400,315	674,430	-	14,661,095
Disbursements:					
Current:					
Instruction	-	356,135	-	-	5,817,185
Support services	1,330	-	-	-	3,790,587
Community services	-	-	-	-	43,362
Nonprogrammed charges	135	6,329	-	-	3,131,412
Debt services	-	-	659,369	-	678,037
Interfund loans	-	-	-	-	750,961
Total disbursements	1,465	362,464	659,369	-	14,211,544
Excess (deficiency) of receipts over disbursements	(1,465)	37,851	15,061	-	449,551
Other financing sources (uses):					
Transfers in	-	-	-	-	603,356
Transfers out	-	-	(14,554)	-	(646,579)
Total other financing sources (uses)	-	-	(14,554)	-	(43,223)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,465)	37,851	507	-	406,328
Cash and investments - beginning	1,465	57,298	2,075	100	2,339,007
Cash and investments - ending	\$ -	\$ 95,149	\$ 2,582	\$ 100	\$ 2,745,335
Cash and Investment Assets - Ending					
Cash and investments	\$ -	\$ 95,149	\$ -	\$ 100	\$ 2,742,753
Restricted assets:					
Cash and investments	-	-	2,582	-	2,582
Total cash and investment assets - ending	\$ -	\$ 95,149	\$ 2,582	\$ 100	\$ 2,745,335
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ 2,582	\$ -	\$ 2,582
Unrestricted	-	95,149	-	100	2,742,753
Total cash and investment fund balance - ending	\$ -	\$ 95,149	\$ 2,582	\$ 100	\$ 2,745,335

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

GOSHEN COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008

	Special Education Preschool	School Lunch	Textbook Rental	Levy Excess	2007/08 Oaklawn Program	2006/07 Oaklawn Program
Receipts:						
Local sources	\$ 36,423	\$ 887,377	\$ 357,077	\$ -	\$ 11,315	\$ 12,559
Intermediate sources	-	-	-	-	-	-
State sources	195,143	24,010	582,807	-	351,712	-
Federal sources	-	1,620,624	-	-	-	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	80	-	-	-	1,284
Interfund loans	-	307,044	227,826	-	-	-
Total receipts	231,566	2,839,135	1,167,710	-	363,027	13,843
Disbursements:						
Current:						
Instruction	-	-	-	-	322,197	55,734
Support services	-	2,741,867	746,167	-	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	232,275	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	227,826	307,044	-	-	-
Total disbursements	232,275	2,969,693	1,053,211	-	322,197	55,734
Excess (deficiency) of receipts over disbursements	(709)	(130,558)	114,499	-	40,830	(41,891)
Other financing sources (uses):						
Transfers in	773	-	-	-	-	-
Transfers out	-	-	-	(707,406)	-	-
Total other financing sources (uses)	773	-	-	(707,406)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	64	(130,558)	114,499	(707,406)	40,830	(41,891)
Cash and investments - beginning	2,821	1,130,806	300,242	707,406	-	41,891
Cash and investments - ending	\$ 2,885	\$ 1,000,248	\$ 414,741	\$ -	\$ 40,830	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 2,885	\$ 1,000,248	\$ 414,741	\$ -	\$ 40,830	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 2,885	\$ 1,000,248	\$ 414,741	\$ -	\$ 40,830	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	2,885	1,000,248	414,741	-	40,830	-
Total cash and investment fund balance - ending	\$ 2,885	\$ 1,000,248	\$ 414,741	\$ -	\$ 40,830	\$ -

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

GOSHEN COMMUNITY SCHOOLS
 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)

	2007/08 Spectrum Software	2007/08 ECSEC Program	ISB/ISU Transportation	Education Plate Fee	Alternative Education	2007/08 Safe Haven
Receipts:						
Local sources	\$ 18,778	\$ 7,722,043	\$ 26,313	\$ -	\$ 972,840	\$ -
Intermediate sources	-	-	-	1,463	-	-
State sources	-	-	-	-	84,886	3,863
Federal sources	-	-	-	-	-	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	318,075	-	-	5,787	-
Interfund loans	-	-	-	-	-	-
Total receipts	18,778	8,040,118	26,313	1,463	1,063,513	3,863
Disbursements:						
Current:						
Instruction	-	6,150,502	1,668	-	937,315	-
Support services	44,500	1,624,717	32,695	-	-	3,863
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	44,500	7,775,219	34,363	-	937,315	3,863
Excess (deficiency) of receipts over disbursements	(25,722)	264,899	(8,050)	1,463	126,198	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(25,722)	264,899	(8,050)	1,463	126,198	-
Cash and investments - beginning	-	-	33,908	6,377	100,133	-
Cash and investments - ending	\$ (25,722)	\$ 264,899	\$ 25,858	\$ 7,840	\$ 226,331	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ (25,722)	\$ 264,899	\$ 25,858	\$ 7,840	\$ 226,331	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ (25,722)	\$ 264,899	\$ 25,858	\$ 7,840	\$ 226,331	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(25,722)	264,899	25,858	7,840	226,331	-
Total cash and investment fund balance - ending	\$ (25,722)	\$ 264,899	\$ 25,858	\$ 7,840	\$ 226,331	\$ -

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

GOSHEN COMMUNITY SCHOOLS
 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)

	RR Program	2007/08 Gifted Talented	2006/07 Gifted Talented	Common School Loan #133280	Common School Loan #133262	Common School Loan #133228
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	14,000	52,991	-	267,392	500,000	292,263
Federal sources	-	-	-	-	-	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	26,794	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	40,794	52,991	-	267,392	500,000	292,263
Disbursements:						
Current:						
Instruction	38,021	19,124	9,190	-	-	-
Support services	-	-	-	332,425	275,231	288,824
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	6	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	38,021	19,124	9,196	332,425	275,231	288,824
Excess (deficiency) of receipts over disbursements	2,773	33,867	(9,196)	(65,033)	224,769	3,439
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,773	33,867	(9,196)	(65,033)	224,769	3,439
Cash and investments - beginning	4,736	-	9,196	-	(224,769)	(3,439)
Cash and investments - ending	\$ 7,509	\$ 33,867	\$ -	\$ (65,033)	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 7,509	\$ 33,867	\$ -	\$ (65,033)	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 7,509	\$ 33,867	\$ -	\$ (65,033)	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	7,509	33,867	-	(65,033)	-	-
Total cash and investment fund balance - ending	\$ 7,509	\$ 33,867	\$ -	\$ (65,033)	\$ -	\$ -

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

GOSHEN COMMUNITY SCHOOLS
 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)

	County Kids Create	Educational Technologies	Adult Ed Verizon Grant	Head Start Program	Betty Brooks Scholarship	Elizabeth Fuson Scholarship
Receipts:						
Local sources	\$ 770	\$ -	\$ -	\$ -	\$ 1,742	\$ 438
Intermediate sources	-	-	-	-	-	-
State sources	-	420,550	-	-	-	-
Federal sources	-	38,136	-	-	-	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	100,459	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	770	458,686	-	100,459	1,742	438
Disbursements:						
Current:						
Instruction	671	-	-	84,341	-	-
Support services	-	462,410	-	13,090	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	671	462,410	-	97,431	-	-
Excess (deficiency) of receipts over disbursements	99	(3,724)	-	3,028	1,742	438
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	99	(3,724)	-	3,028	1,742	438
Cash and investments - beginning	9,562	60,493	330	(17,127)	33,195	10,500
Cash and investments - ending	\$ 9,661	\$ 56,769	\$ 330	\$ (14,099)	\$ 34,937	\$ 10,938
Cash and Investment Assets - Ending						
Cash and investments	\$ 9,661	\$ 56,769	\$ 330	\$ (14,099)	\$ 34,937	\$ 10,938
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 9,661	\$ 56,769	\$ 330	\$ (14,099)	\$ 34,937	\$ 10,938
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	9,661	56,769	330	(14,099)	34,937	10,938
Total cash and investment fund balance - ending	\$ 9,661	\$ 56,769	\$ 330	\$ (14,099)	\$ 34,937	\$ 10,938

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

GOSHEN COMMUNITY SCHOOLS
 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)

	Technology Plan Grant	2007/08 Non-English Speaking	2006/07 Non-English Speaking	Access Linux Cert Grant	Auto Mechanics	Intermediate LC Training
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	186,978	286,822	-	2,500	-	-
Federal sources	-	-	-	-	-	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	(4,594)
Interfund loans	-	-	-	-	-	-
Total receipts	186,978	286,822	-	2,500	-	(4,594)
Disbursements:						
Current:						
Instruction	47	265,421	(103)	-	10	82,271
Support services	37,058	-	-	-	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	37,105	265,421	(103)	-	10	82,271
Excess (deficiency) of receipts over disbursements	149,873	21,401	103	2,500	(10)	(86,865)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	149,873	21,401	103	2,500	(10)	(86,865)
Cash and investments - beginning	47	-	(103)	-	98	18,092
Cash and investments - ending	\$ 149,920	\$ 21,401	\$ -	\$ 2,500	\$ 88	\$ (68,773)
Cash and Investment Assets - Ending						
Cash and investments	\$ 149,920	\$ 21,401	\$ -	\$ 2,500	\$ 88	\$ (68,773)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 149,920	\$ 21,401	\$ -	\$ 2,500	\$ 88	\$ (68,773)
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	149,920	21,401	-	2,500	88	(68,773)
Total cash and investment fund balance - ending	\$ 149,920	\$ 21,401	\$ -	\$ 2,500	\$ 88	\$ (68,773)

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

GOSHEN COMMUNITY SCHOOLS
 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)

	2006/07 CLASS Grant	2007/08 Title I, Part D	2007/08 Title I Improvement	2006/07 Title I, Part D	2006/07 Title I	2006/07 Title I Improvement
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	15,279	86,878	320	107,421	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	-	15,279	86,878	320	107,421	-
Disbursements:						
Current:						
Instruction	3,618	17,179	28,954	-	215,604	5,980
Support services	-	-	-	-	17,760	14,570
Community services	-	-	7,094	-	4,430	-
Nonprogrammed charges	-	-	-	-	8,282	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	3,618	17,179	36,048	-	246,076	20,550
Excess (deficiency) of receipts over disbursements	(3,618)	(1,900)	50,830	320	(138,655)	(20,550)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(69,650)	-
Total other financing sources (uses)	-	-	-	-	(69,650)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,618)	(1,900)	50,830	320	(208,305)	(20,550)
Cash and investments - beginning	3,618	-	-	(320)	208,305	20,550
Cash and investments - ending	\$ -	\$ (1,900)	\$ 50,830	\$ -	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ (1,900)	\$ 50,830	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ (1,900)	\$ 50,830	\$ -	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	(1,900)	50,830	-	-	-
Total cash and investment fund balance - ending	\$ -	\$ (1,900)	\$ 50,830	\$ -	\$ -	\$ -

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

GOSHEN COMMUNITY SCHOOLS
 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)

	2007/08 Title I	Title V	2006/07 Title V	2007 Summer Migrant	2006/07 Migrant Title I	2007/08 Title I Migrant
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	4,985	-	-
Federal sources	843,001	2,806	5,748	-	-	140,000
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	843,001	2,806	5,748	4,985	-	140,000
Disbursements:						
Current:						
Instruction	631,819	1,682	1,133	8,400	4,188	99,393
Support services	183,272	-	-	6,469	5,515	14,593
Community services	4,521	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	819,612	1,682	1,133	14,869	9,703	113,986
Excess (deficiency) of receipts over disbursements	23,389	1,124	4,615	(9,884)	(9,703)	26,014
Other financing sources (uses):						
Transfers in	69,650	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	69,650	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	93,039	1,124	4,615	(9,884)	(9,703)	26,014
Cash and investments - beginning	-	1,682	3,176	9,884	9,703	-
Cash and investments - ending	\$ 93,039	\$ 2,806	\$ 7,791	\$ -	\$ -	\$ 26,014
Cash and Investment Assets - Ending						
Cash and investments	\$ 93,039	\$ 2,806	\$ 7,791	\$ -	\$ -	\$ 26,014
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 93,039	\$ 2,806	\$ 7,791	\$ -	\$ -	\$ 26,014
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	93,039	2,806	7,791	-	-	26,014
Total cash and investment fund balance - ending	\$ 93,039	\$ 2,806	\$ 7,791	\$ -	\$ -	\$ 26,014

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

GOSHEN COMMUNITY SCHOOLS
 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)

	2008 Summer Migrant	In Serve America Merit Program	2006/07 PL 105-17	2007/08 PL 105-17	2006/07 PL 99-457	2007/08 PL 99-457 Preschool
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	10,718	4,950	730,113	3,701,720	37,680	222,942
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	<u>10,718</u>	<u>4,950</u>	<u>730,113</u>	<u>3,701,720</u>	<u>37,680</u>	<u>222,942</u>
Disbursements:						
Current:						
Instruction	-	2,526	187,228	1,372,339	26,835	177,133
Support services	-	-	3,264	19,424	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	570,581	2,257,946	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>2,526</u>	<u>761,073</u>	<u>3,649,709</u>	<u>26,835</u>	<u>177,133</u>
Excess (deficiency) of receipts over disbursements	<u>10,718</u>	<u>2,424</u>	<u>(30,960)</u>	<u>52,011</u>	<u>10,845</u>	<u>45,809</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>10,718</u>	<u>2,424</u>	<u>(30,960)</u>	<u>52,011</u>	<u>10,845</u>	<u>45,809</u>
Cash and investments - beginning	<u>-</u>	<u>-</u>	<u>30,960</u>	<u>-</u>	<u>(10,845)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 10,718</u>	<u>\$ 2,424</u>	<u>\$ -</u>	<u>\$ 52,011</u>	<u>\$ -</u>	<u>\$ 45,809</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 10,718	\$ 2,424	\$ -	\$ 52,011	\$ -	\$ 45,809
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 10,718</u>	<u>\$ 2,424</u>	<u>\$ -</u>	<u>\$ 52,011</u>	<u>\$ -</u>	<u>\$ 45,809</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	10,718	2,424	-	52,011	-	45,809
Total cash and investment fund balance - ending	<u>\$ 10,718</u>	<u>\$ 2,424</u>	<u>\$ -</u>	<u>\$ 52,011</u>	<u>\$ -</u>	<u>\$ 45,809</u>

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

GOSHEN COMMUNITY SCHOOLS
 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)

	Performance Award	Performance Incentive	Adult Education	2006/07 Title IV Drug Free	2007/08 Carl Perkins	Child Care
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,359
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	5,690	-	39,083	5,851	18,185	19,767
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	5,690	-	39,083	5,851	18,185	39,126
Disbursements:						
Current:						
Instruction	2,832	701	29,866	16,884	16,443	2,574
Support services	139	-	6,991	-	-	-
Community services	-	-	-	-	-	36,650
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	2,971	701	36,857	16,884	16,443	39,224
Excess (deficiency) of receipts over disbursements	2,719	(701)	2,226	(11,033)	1,742	(98)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,719	(701)	2,226	(11,033)	1,742	(98)
Cash and investments - beginning	2,971	3,480	-	10,884	-	2,564
Cash and investments - ending	\$ 5,690	\$ 2,779	\$ 2,226	\$ (149)	\$ 1,742	\$ 2,466
Cash and Investment Assets - Ending						
Cash and investments	\$ 5,690	\$ 2,779	\$ 2,226	\$ (149)	\$ 1,742	\$ 2,466
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 5,690	\$ 2,779	\$ 2,226	\$ (149)	\$ 1,742	\$ 2,466
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	5,690	2,779	2,226	(149)	1,742	2,466
Total cash and investment fund balance - ending	\$ 5,690	\$ 2,779	\$ 2,226	\$ (149)	\$ 1,742	\$ 2,466

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

GOSHEN COMMUNITY SCHOOLS
 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)

	2008/09 Child Care	Medicaid Reimbursement	2007/08 21st Century	MSFC Student Space Launch	2006/07 Title II, Part A	2007/08 Title II, Part A
Receipts:						
Local sources	\$ 240	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	77,637	17,778	136,955	120,009
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	2,188	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	240	-	77,637	19,966	136,955	120,009
Disbursements:						
Current:						
Instruction	-	-	105,793	16,841	139,815	54,276
Support services	-	1,188	-	-	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	-	1,188	105,793	16,841	139,815	54,276
Excess (deficiency) of receipts over disbursements	240	(1,188)	(28,156)	3,125	(2,860)	65,733
Other financing sources (uses):						
Transfers in	-	-	-	1,200	-	-
Transfers out	-	-	(1,200)	-	-	-
Total other financing sources (uses)	-	-	(1,200)	1,200	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	240	(1,188)	(29,356)	4,325	(2,860)	65,733
Cash and investments - beginning	-	95,406	-	(1,183)	32,274	-
Cash and investments - ending	\$ 240	\$ 94,218	\$ (29,356)	\$ 3,142	\$ 29,414	\$ 65,733
Cash and Investment Assets - Ending						
Cash and investments	\$ 240	\$ 94,218	\$ (29,356)	\$ 3,142	\$ 29,414	\$ 65,733
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 240	\$ 94,218	\$ (29,356)	\$ 3,142	\$ 29,414	\$ 65,733
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	240	94,218	(29,356)	3,142	29,414	65,733
Total cash and investment fund balance - ending	\$ 240	\$ 94,218	\$ (29,356)	\$ 3,142	\$ 29,414	\$ 65,733

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

GOSHEN COMMUNITY SCHOOLS
 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)

	2008/10 Title II, Part D	2006/07 Title III, Part A	Star Grant	Pension Debt	Donation Elementary Health Fair	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 717,610	\$ 250	\$ 10,785,134
Intermediate sources	-	-	-	-	-	1,463
State sources	-	-	-	-	-	3,270,902
Federal sources	-	240,480	2,500	-	-	8,252,271
Bonds and loans	-	-	-	320,000	-	320,000
Sale of property, adjustments and refunds	-	-	-	-	-	450,073
Interfund loans	-	-	-	-	-	534,870
Total receipts	-	240,480	2,500	1,037,610	250	23,614,713
Disbursements:						
Current:						
Instruction	-	292,044	1,157	-	350	11,429,996
Support services	28,720	-	-	-	-	6,904,752
Community services	-	-	-	-	-	52,695
Nonprogrammed charges	-	8,006	-	-	-	3,077,096
Debt services	-	-	-	1,006,998	-	1,006,998
Interfund loans	-	-	-	-	-	534,870
Total disbursements	28,720	300,050	1,157	1,006,998	350	23,006,407
Excess (deficiency) of receipts over disbursements	(28,720)	(59,570)	1,343	30,612	(100)	608,306
Other financing sources (uses):						
Transfers in	-	-	-	14,554	-	86,177
Transfers out	-	-	-	-	-	(778,256)
Total other financing sources (uses)	-	-	-	14,554	-	(692,079)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(28,720)	(59,570)	1,343	45,166	(100)	(83,773)
Cash and investments - beginning	-	95,149	-	2,582	100	2,745,335
Cash and investments - ending	\$ (28,720)	\$ 35,579	\$ 1,343	\$ 47,748	\$ -	\$ 2,661,562
Cash and Investment Assets - Ending						
Cash and investments	\$ (28,720)	\$ 35,579	\$ 1,343	\$ -	\$ -	\$ 2,613,814
Restricted assets:						
Cash and investments	-	-	-	47,748	-	47,748
Total cash and investment assets - ending	\$ (28,720)	\$ 35,579	\$ 1,343	\$ 47,748	\$ -	\$ 2,661,562
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ 47,748	\$ -	\$ 47,748
Unrestricted	(28,720)	35,579	1,343	-	-	2,613,814
Total cash and investment fund balance - ending	\$ (28,720)	\$ 35,579	\$ 1,343	\$ 47,748	\$ -	\$ 2,661,562

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

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

	ECCF Waterford School	2005/06 Guided Reading	Martin Foundation Grant	Mary Marks Memorial	Teacher of the Year	Walmart Foundation	NEA/ Learning and Leadership	Walking Path Waterford	Totals
Additions:									
Contributions:									
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,000	\$ -	\$ 5,000
Investment earnings:									
Interest	-	-	-	569	-	-	-	-	569
Total additions	-	-	-	569	-	-	5,000	-	5,569
Deductions:									
Administrative and general	-	489	-	-	106	-	4,993	-	5,588
Excess (deficiency) of total additions over total deductions	-	(489)	-	569	(106)	-	7	-	(19)
Cash and investment fund balance - beginning	1,207	542	1,051	14,029	149	500	-	500	17,978
Cash and investments - June 30	<u>\$ 1,207</u>	<u>\$ 53</u>	<u>\$ 1,051</u>	<u>\$ 14,598</u>	<u>\$ 43</u>	<u>\$ 500</u>	<u>\$ 7</u>	<u>\$ 500</u>	<u>\$ 17,959</u>
Net assets:									
Cash and investments	<u>\$ 1,207</u>	<u>\$ 53</u>	<u>\$ 1,051</u>	<u>\$ 14,598</u>	<u>\$ 43</u>	<u>\$ 500</u>	<u>\$ 7</u>	<u>\$ 500</u>	<u>\$ 17,959</u>

GOSHEN COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2008

	ECCF Waterford School	2005/06 Guided Reading	Martin Foundation Grant	Mary Marks Memorial	Teacher of the Year	Walmart Foundation	Olweus Bully Prevention	NEA/ Learning and Leadership	Walking Path Prairie View	Walking Path Waterford	Totals
Additions:											
Contributions:											
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,117	\$ -	\$ 5,000	\$ -	\$ 9,117
Investment earnings:											
Interest	-	-	-	577	-	-	-	-	-	-	577
Total additions	-	-	-	577	-	-	4,117	-	5,000	-	9,694
Deductions:											
Administrative and general	-	53	-	-	-	-	-	7	-	-	60
Excess (deficiency) of total additions over total deductions	-	(53)	-	577	-	-	4,117	(7)	5,000	-	9,634
Cash and investment fund balance - beginning	1,207	53	1,051	14,598	43	500	-	7	-	500	17,959
Cash and investments - June 30	\$ 1,207	\$ -	\$ 1,051	\$ 15,175	\$ 43	\$ 500	\$ 4,117	\$ -	\$ 5,000	\$ 500	\$ 27,593
Net assets:											
Cash and investments	\$ 1,207	\$ -	\$ 1,051	\$ 15,175	\$ 43	\$ 500	\$ 4,117	\$ -	\$ 5,000	\$ 500	\$ 27,593

GOSHEN COMMUNITY SCHOOLS
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS

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	\$ 2,644,112
Buildings	93,001,240
Improvements other than buildings	1,143,334
Machinery and equipment	<u>16,079,584</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 112,868,270</u>

GOSHEN COMMUNITY SCHOOLS
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2008

Goshen Community Schools has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
1992 Refunding	\$ 2,920,000	\$ 2,182,000
1986-1999 refunding	32,360,000	3,078,000
2004-2005 multiple building lease	43,165,000	3,710,000
Bond anticipation notes	3,975,000	691,746
Common schools loans	<u>2,505,715</u>	<u>619,473</u>
Total governmental activities debt	<u>\$ 84,925,715</u>	<u>\$ 10,281,219</u>

GOSHEN COMMUNITY SCHOOLS
AUDIT RESULTS AND COMMENTS

OVERDRAWN CASH BALANCE

The cash balance of the Intermediate LC Training Fund was overdrawn by \$68,773 at June 30, 2008.

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

HONOR DIPLOMAS - INCORRECT REPORTING TO THE STATE

The information presented for audit indicates enrollment figures on Form Number 30A, Honors Diploma Verification, were incorrect for the school years ending June 30, 2007 and 2008. The difference between the count reported on the honors diplomas and the verified figures are shown below:

<u>School Year</u>	<u>Honors Diplomas Reported on Form Number 30A</u>	<u>Actual Diplomas Verified</u>	<u>Difference</u>
2006-2007	93	95	(2)
2007-2008	91	90	1

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

INTEREST REVENUE (Applies to Chandler Elementary School)

Interest earned from a cafeteria fund investment was posted to the extracurricular interest account of the school. The funds were then used to purchase food for various functions, (registration, teacher first day back, Title I dinners, ISTEP and Title I meetings, staff meetings, Reflection lunches), and other items such as spa day gifts, dinners and gift certificates.

Revenues received by the nonprofit school food service are to be used only for the operation and improvement of such food service, except that, such revenues shall not be used to purchase land or buildings, unless otherwise approved by FNS, or to construct buildings. (Code of Federal Regulations 210.14)

RECEIPT ISSUANCE (Applies to Chandler Elementary School)

We noted instances where the receipts were written the same day or after bank deposits were made. A similar comment appeared in the previous Report B29708.

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

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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 GOSHEN COMMUNITY SCHOOLS, ELKHART COUNTY, INDIANA

Compliance

We have audited the compliance of the Goshen Community Schools (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, the School Board, 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

February 24, 2009

GOSHEN COMMUNITY SCHOOLS
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
U.S. DEPARTMENT OF AGRICULTURE				
Pass-Through Indiana Department of Education Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 220,729	\$ 262,547
National School Lunch Program	10.555		1,232,856	1,454,724
Summer Food Service Program for Children	10.559		<u>44,753</u>	<u>89,557</u>
Total for federal grantor agency			<u>1,498,338</u>	<u>1,806,828</u>
U.S. DEPARTMENT OF JUSTICE				
Pass-Through City of Goshen Public Safety Partnership and Community Policing Grants	16.710		<u>12,500</u>	<u>-</u>
U.S. DEPARTMENT OF EDUCATION				
Pass-Through Indiana Department of Education Special Education Cluster				
Special Education - Grants to States	84.027	14205-016-DY01	10,206	-
		14206-016-PN01	915,232	-
		14207-016-PN01	3,615,775	761,073
		14208-016-PN01	<u>-</u>	<u>3,649,709</u>
Total for program			<u>4,541,213</u>	<u>4,410,782</u>
Special Education - Preschool Grants	84.173	45706-016-PN01	38,999	-
		45707-016-PN01	199,246	26,835
		45708-016-PN01	<u>-</u>	<u>177,133</u>
Total for program			<u>238,245</u>	<u>203,968</u>
Total for cluster			<u>4,779,458</u>	<u>4,614,750</u>
Direct Grant Fund for the Improvement of Education	84.215	V215L042243	<u>139,692</u>	<u>93,660</u>
Pass-Through Elkhart Community Schools Adult Education - State Grant Program	84.002	2006-8007	21,112	701
		2007-8007	36,609	2,971
		2008-8007	<u>-</u>	<u>36,857</u>
Total for program			<u>57,721</u>	<u>40,529</u>
Pass-Through Indiana Department of Education Title I Grants to Local Educational Agencies	84.010	06-2315, Part D	1,564	-
		06-2315	200,277	-
		07-2315	558,531	246,076
		07-2315, Part D	23,382	-
		07-2315, Improvement	47,223	20,550
		08-2315	-	819,612
		08-2315, Part D	-	17,179
		08-2315, Improvement	<u>-</u>	<u>36,048</u>
Total for program			<u>830,977</u>	<u>1,139,465</u>
Migrant Education - State Grant Program	84.011	FY 05-06	1,961	-
		2006 Summer	9,278	-
		FY 06-07	137,542	9,703
		2007 Summer	116	14,869
		FY 07-08	<u>-</u>	<u>113,986</u>
Total for program			<u>148,897</u>	<u>138,558</u>
Pass-Through Elkhart Community Schools Career and Technical Education - Basic Grants to States	84.048	FY 2006	3,119	-
		FY 2007	24,550	-
		FY 2008	<u>-</u>	<u>16,443</u>
Total for program			<u>27,669</u>	<u>16,443</u>

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

GOSHEN COMMUNITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2007 and 2008
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-07	Total Federal Awards Expended 06-30-08
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Indiana Department of Education Safe and Drug-Free Schools and Communities - State Grants	84.186	FY 04-05 FY 05-06 FY 06-07	3,428 17,052 <u>6,666</u>	- - <u>16,884</u>
Total for program			<u>27,146</u>	<u>16,884</u>
Pass-Through Boys and Girls Club of Goshen Twenty First Century Community Learning Centers	84.287	FY 05-06 FY 06-07 FY 07-08	11,998 38,000 <u>-</u>	- - <u>26,769</u>
Total for program			<u>49,998</u>	<u>26,769</u>
Pass-Through Indiana Department of Education State Grants for Innovative Programs	84.298	04-039 05-118	8,452 <u>11,830</u>	1,133 <u>1,682</u>
Total for program			<u>20,282</u>	<u>2,815</u>
Education Technology State Grants	84.318	FY 04-05 FY 05-06 FY 08-10	1,465 901 <u>-</u>	- - <u>28,720</u>
Total for program			<u>2,366</u>	<u>28,720</u>
English Language Acquisition Grants	84.365	FY 05-06 FY 06-07 FY 07-08	57,298 305,166 <u>-</u>	- 95,149 <u>204,901</u>
Total for program			<u>362,464</u>	<u>300,050</u>
Improving Teacher Quality State Grants	84.367	FY 2005-06 FY 2006-07 FY 2007-08 STAR program	70,917 27,390 - <u>-</u>	- 139,815 54,276 <u>1,157</u>
Total for program			<u>98,307</u>	<u>195,248</u>
Total for federal grantor agency			<u>6,544,977</u>	<u>6,613,891</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Pass-Through Indiana Child Care Fund Inc Child Care Cluster Child Care and Development Block Grant	93.575	FY 06-07 FY 07-08	20,422 <u>-</u>	- <u>19,767</u>
Total for federal grantor agency			<u>20,422</u>	<u>19,767</u>
<u>DEPARTMENT OF HOMELAND SECURITY</u>				
Pass-Through Indiana Department of Homeland Security Disaster Grants-Public Assistance	97.036		<u>5,832</u>	<u>-</u>
Total federal awards expended			<u>\$ 8,082,069</u>	<u>\$ 8,440,486</u>

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

GOSHEN COMMUNITY SCHOOLS
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 Goshen Community Schools (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. Subrecipients

Of the federal expenditures presented in the schedule, the School Corporation provided federal awards to subrecipients as follows for the years ended June 30, 2007 and 2008:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>2006-07</u>	<u>2007-08</u>
Special Education – Grants to States	84.027	<u>\$ 2,832,840</u>	<u>\$ 2,828,528</u>

III. 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.

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>2006-07</u>	<u>2007-08</u>
Child Nutrition Cluster	10.555	<u>\$ 161,407</u>	<u>\$ 188,847</u>

GOSHEN COMMUNITY SCHOOLS
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
84.010	Child Nutrition Cluster
84.365	Title I Grants to Local Educational Agencies English Language Acquisition Grants

Dollar threshold used to distinguish between Type A and Type B programs: \$485,169

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.

GOSHEN COMMUNITY SCHOOLS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

GOSHEN COMMUNITY SCHOOLS
EXIT CONFERENCE

The contents of this report were discussed on February 24, 2009, with Bruce N. Stahly, Superintendent of Schools; Linda K. Zoller, Treasurer; Diane Woodworth, Assistant Superintendent; Janet Gruwell, Assistant Treasurer; and Catherine E. Cripe, President of the School Board. The officials concurred with our audit findings.