

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

AUDIT REPORT

OF

ANDERSON COMMUNITY SCHOOL CORPORATION

MADISON COUNTY, INDIANA

July 1, 2006 to June 30, 2008



FILED

03/24/2009

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Kevin J. Brown	07-01-06 to 06-30-09
Superintendent of Schools	Timothy D. Long Mikella A. Lowe	07-01-06 to 07-31-06 08-01-06 to 06-30-09
President of the School Board	Keith Millikan Tobi Jones Teddy Bohnenkamp	07-01-06 to 06-30-07 07-01-07 to 06-30-08 07-01-08 to 06-30-09



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

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

TO: THE OFFICIALS OF THE ANDERSON COMMUNITY SCHOOL
CORPORATION, MADISON COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Anderson Community School Corporation (School Corporation), as of and for the years ended June 30, 2007 and 2008, which collectively comprise the School Corporation's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the School Corporation's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

As discussed in Note I, the School Corporation prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, 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 26, 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, 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 Long-Term Debt has 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 it.

STATE BOARD OF ACCOUNTS

February 26, 2009



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

TO: THE OFFICIALS OF THE ANDERSON COMMUNITY SCHOOL
CORPORATION, MADISON COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Anderson Community School Corporation (School Corporation), as of and for the years ended June 30, 2007 and 2008, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated February 26, 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, 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 26, 2009

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Totals</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
Governmental activities:				
Instruction	\$ 58,356,698	\$ -	\$ 714,308	\$ (57,642,390)
Support services	26,674,896	2,364,108	2,924,449	(21,386,339)
Community services	1,281,244	-	-	(1,281,244)
Nonprogrammed charges	13,282,189	-	-	(13,282,189)
Debt service	<u>26,172,736</u>	<u>-</u>	<u>-</u>	<u>(26,172,736)</u>
Total governmental activities	<u>\$ 125,767,763</u>	<u>\$ 2,364,108</u>	<u>\$ 3,638,757</u>	<u>(119,764,898)</u>
General receipts:				
Property taxes				18,165,700
Other local sources				3,300,330
State aid				47,406,576
Bonds and loans				20,694,976
Grants and contributions not restricted to specific programs				9,093,112
Sale of property, adjustments, and refunds				18,920
Investment earnings				<u>1,962,621</u>
Total general receipts				<u>100,642,235</u>
Change in net assets				(19,122,663)
Net assets - beginning				<u>40,352,095</u>
Net assets - ending				<u>\$ 21,229,432</u>
<u>Assets</u>				
Cash and investments				\$ 3,367,651
Restricted assets:				
Cash and investments				<u>17,861,781</u>
Total assets				<u>\$ 21,229,432</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 2,692,898
Other purposes				15,168,883
Unrestricted				<u>3,367,651</u>
Total net assets				<u>\$ 21,229,432</u>

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

ANDERSON COMMUNITY SCHOOL CORPORATION
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2008

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<u>Totals</u>
		Charges for Services	Operating Grants and Contributions	Net (Disbursement) Receipts and Changes in Net Assets
Governmental activities:				
Instruction	\$ 48,219,284	\$ -	\$ 804,473	\$ (47,414,811)
Support services	36,870,399	2,842,605	3,277,675	(30,750,119)
Community services	987,689	-	-	(987,689)
Nonprogrammed charges	14,016,125	-	-	(14,016,125)
Debt service	39,723,434	-	-	(39,723,434)
Total governmental activities	\$ 139,816,931	\$ 2,842,605	\$ 4,082,148	(132,892,178)
General receipts:				
Property taxes				36,889,827
Other local sources				1,033,692
State aid				45,684,081
Bonds and loans				27,808,985
Grants and contributions not restricted to specific programs				10,712,121
Sale of property, adjustments, and refunds				146,259
Investment earnings				742,325
Total general receipts				123,017,290
Change in net assets				(9,874,888)
Net assets - beginning				21,229,432
Net assets - ending				\$ 11,354,544
<u>Assets</u>				
Cash and investments				\$ (2,430,908)
Restricted assets:				
Cash and investments				13,785,452
Total assets				\$ 11,354,544
<u>Net Assets</u>				
Restricted for:				
Other purposes				\$ 13,785,452
Unrestricted				(2,430,908)
Total net assets				\$ 11,354,544

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

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

	General	Transportation Operating	Debt Service	Capital Projects	School Bus Replacement	High School Remodeling Phase II	Other	Totals
Receipts:								
Local sources	\$ 12,240,003	\$ 2,227,305	\$ 5,304,861	\$ 2,093,303	\$ 33,603	\$ 7,132	\$ 3,668,435	\$ 25,574,642
State sources	47,610,415	-	-	-	-	-	2,427,609	50,038,024
Federal sources	475,827	-	-	-	-	-	9,624,595	10,100,422
Bonds and loans	16,401,575	2,147,126	-	1,222,202	-	-	-	19,770,903
Sale of property, adjustments and refunds	5,085	-	-	-	-	924,073	13,835	942,993
Interfund loans	961,804	-	12,100	-	-	-	196,604	1,170,508
Total receipts	<u>77,694,709</u>	<u>4,374,431</u>	<u>5,316,961</u>	<u>3,315,505</u>	<u>33,603</u>	<u>931,205</u>	<u>15,931,078</u>	<u>107,597,492</u>
Disbursements:								
Current:								
Instruction	53,841,177	-	-	-	-	-	6,870,686	60,711,863
Support services	12,520,628	4,597,961	79,161	4,726,221	183,265	11,000,603	6,706,400	39,814,239
Community services	658,042	-	-	-	-	-	623,202	1,281,244
Nonprogrammed charges	120,242	-	-	-	-	-	1,206,599	1,326,841
Debt services	11,817,618	1,529,956	8,195,380	986,105	-	-	3,643,677	26,172,736
Interfund loans	196,604	-	500,000	-	-	-	473,904	1,170,508
Total disbursements	<u>79,154,311</u>	<u>6,127,917</u>	<u>8,774,541</u>	<u>5,712,326</u>	<u>183,265</u>	<u>11,000,603</u>	<u>19,524,468</u>	<u>130,477,431</u>
Deficiency of receipts over disbursements	<u>(1,459,602)</u>	<u>(1,753,486)</u>	<u>(3,457,580)</u>	<u>(2,396,821)</u>	<u>(149,662)</u>	<u>(10,069,398)</u>	<u>(3,593,390)</u>	<u>(22,879,939)</u>
Other financing sources (uses):								
Transfers in	966,832	126,781	236,640	183,860	1,248	-	1,634,042	3,149,403
Transfers out	<u>(1,799,029)</u>	<u>-</u>	<u>(427,871)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,247,503)</u>	<u>(3,474,403)</u>
Total other financing sources (uses)	<u>(832,197)</u>	<u>126,781</u>	<u>(191,231)</u>	<u>183,860</u>	<u>1,248</u>	<u>-</u>	<u>386,539</u>	<u>(325,000)</u>
Deficiency of receipts and other financing sources over disbursements and other financing uses	<u>(2,291,799)</u>	<u>(1,626,705)</u>	<u>(3,648,811)</u>	<u>(2,212,961)</u>	<u>(148,414)</u>	<u>(10,069,398)</u>	<u>(3,206,851)</u>	<u>(23,204,939)</u>
Cash and investments - beginning	<u>2,678,965</u>	<u>1,378,337</u>	<u>6,341,709</u>	<u>2,386,874</u>	<u>205,042</u>	<u>10,901,368</u>	<u>5,373,193</u>	<u>29,265,488</u>
Cash and investments - ending	<u>\$ 387,166</u>	<u>\$ (248,368)</u>	<u>\$ 2,692,898</u>	<u>\$ 173,913</u>	<u>\$ 56,628</u>	<u>\$ 831,970</u>	<u>\$ 2,166,342</u>	<u>6,060,549</u>
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.								
								<u>15,168,883</u>
Net assets of governmental activities								<u>\$ 21,229,432</u>
Cash and Investment Assets - Ending								
Cash and investments	\$ 387,166	\$ (248,368)	\$ -	\$ 173,913	\$ 56,628	\$ 831,970	\$ 2,166,342	\$ 3,367,651
Restricted assets:								
Cash and investments	-	-	2,692,898	-	-	-	-	2,692,898
Total cash and investment assets - ending	<u>\$ 387,166</u>	<u>\$ (248,368)</u>	<u>\$ 2,692,898</u>	<u>\$ 173,913</u>	<u>\$ 56,628</u>	<u>\$ 831,970</u>	<u>\$ 2,166,342</u>	<u>\$ 6,060,549</u>
Cash and Investment Fund Balance - Ending								
Restricted for:								
Debt service	\$ -	\$ -	\$ 2,692,898	\$ -	\$ -	\$ -	\$ -	\$ 2,692,898
Unrestricted	387,166	(248,368)	-	173,913	56,628	831,970	-	3,367,651
Total cash and investment fund balance - ending	<u>\$ 387,166</u>	<u>\$ (248,368)</u>	<u>\$ 2,692,898</u>	<u>\$ 173,913</u>	<u>\$ 56,628</u>	<u>\$ 831,970</u>	<u>\$ -</u>	<u>\$ 6,060,549</u>

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

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

	General	Transportation Operating	Debt Service	Capital Projects	School Bus Replacement	High School Remodeling Phase II	Other	Totals
Receipts:								
Local sources	\$ 19,373,466	\$ 4,734,838	\$ 4,310,893	\$ 6,999,910	\$ 40,101	\$ -	\$ 5,866,077	\$ 41,325,285
Intermediate sources	265	-	-	-	-	-	-	265
State sources	45,908,842	48,600	-	-	-	-	2,912,599	48,870,041
Federal sources	895,309	-	-	-	-	-	10,712,735	11,608,044
Bonds and loans	16,090,386	2,813,331	3,200,240	4,586,710	-	-	1,118,318	27,808,985
Sale of property, adjustments and refunds	30,133	-	-	-	-	-	116,126	146,259
Interfund loans	5,365,083	1,904,272	2,437,448	2,493,475	-	-	1,992,404	14,192,682
Total receipts	87,663,484	9,501,041	9,948,581	14,080,095	40,101	-	22,718,259	143,951,561
Disbursements:								
Current:								
Instruction	52,738,879	-	-	-	-	-	6,765,427	59,504,306
Support services	13,742,142	5,234,406	72,118	10,091,852	24,915	2,236,140	8,570,624	39,972,197
Community services	691,394	-	-	-	-	-	296,295	987,689
Nonprogrammed charges	825,394	-	-	-	-	-	1,233,814	2,059,208
Debt services	16,436,852	2,152,823	14,437,341	1,225,444	-	-	5,470,974	39,723,434
Interfund loans	5,865,083	1,904,272	1,937,448	2,493,475	-	-	1,992,404	14,192,682
Total disbursements	90,299,744	9,291,501	16,446,907	13,810,771	24,915	2,236,140	24,329,538	156,439,516
Excess (deficiency) of receipts over disbursements	(2,636,260)	209,540	(6,498,326)	269,324	15,186	(2,236,140)	(1,611,279)	(12,487,955)
Other financing sources (uses):								
Transfers in	3,996,497	-	-	657,424	-	-	1,662,760	6,316,681
Transfers out	(2,130,525)	-	-	-	-	-	(189,658)	(2,320,183)
Total other financing sources	1,865,972	-	-	657,424	-	-	1,473,102	3,996,498
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(770,288)	209,540	(6,498,326)	926,748	15,186	(2,236,140)	(138,177)	(8,491,457)
Cash and investments - beginning	387,166	(248,368)	2,692,898	173,913	56,628	831,970	2,166,342	6,060,549
Cash and investments - ending	\$ (383,122)	\$ (38,828)	\$ (3,805,428)	\$ 1,100,661	\$ 71,814	\$ (1,404,170)	\$ 2,028,165	(2,430,908)
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.								
								13,785,452
Net assets of governmental activities								11,354,544
Cash and Investment Assets - Ending								
Cash and investments	\$ (383,122)	\$ (38,828)	\$ (3,805,428)	\$ 1,100,661	\$ 71,814	\$ (1,404,170)	\$ 2,028,165	\$ (2,430,908)
Cash and Investment Fund Balance - Ending								
Unrestricted	\$ (383,122)	\$ (38,828)	\$ (3,805,428)	\$ 1,100,661	\$ 71,814	\$ (1,404,170)	\$ 2,028,165	\$ (2,430,908)

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

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

	Internal Service
Operating receipts:	
Charges for services	\$ 15,494,508
Miscellaneous	218,117
Total operating receipts	15,712,625
Operating disbursements:	
Insurance claims and expense	11,955,349
Excess of operating receipts over operating disbursements	3,757,276
Transfers in	325,000
Change in net assets	4,082,276
Cash and investment fund balance - beginning	11,086,607
Cash and investment fund balance - ending	\$ 15,168,883
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	\$ 15,168,883
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	\$ 15,168,883

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

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

	Internal Service
Operating receipts:	
Charges for services	\$ 14,386,820
Miscellaneous	183,164
Interfund loans	604,272
Total operating receipts	15,174,256
Operating disbursements:	
Insurance claims and expense	11,956,917
Interfund loans	604,272
Total operating disbursements	12,561,189
Excess of operating receipts over operating disbursements	2,613,067
Transfers out	(3,996,498)
Change in net assets	(1,383,431)
Cash and investment fund balance - beginning	15,168,883
Cash and investment fund balance - ending	\$ 13,785,452
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	\$ 13,785,452
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	\$ 13,785,452

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

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

	Pension Trust Fund	Private-Purpose Trust Funds	Agency Fund
Additions:			
Contributions:			
Other	\$ -	\$ 2,813	
Investment earnings:			
Interest	517,408	1,157	
Total additions	517,408	3,970	
Deductions:			
Benefits	1,419,820	-	
Administrative and general	-	2,854	
Total deductions	1,419,820	2,854	
Excess (deficiency) of total additions over total deductions	(902,412)	1,116	
Cash and investment fund balance - beginning	10,219,150	23,647	
Cash and investment fund balance - ending	\$ 9,316,738	\$ 24,763	\$ 384,946
Net assets:			
Cash and investments	\$ 9,316,738	\$ 24,763	
Total net assets - cash and investment basis held in trust	\$ 9,316,738	\$ 24,763	

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

ANDERSON COMMUNITY SCHOOL CORPORATION
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
Additions:			
Contributions:			
Interfund loans	\$ 12,882,022	\$ -	
Investment earnings:			
Interest	326,759	658	
Total additions	13,208,781	658	
Deductions:			
Benefits	2,406,632	-	
Administrative and general	-	100	
Interfund loans	12,882,022	-	
Total deductions	15,288,654	100	
Excess (deficiency) of total additions over total deductions	(2,079,873)	558	
Cash and investment fund balance - beginning	9,316,738	24,763	
Cash and investment fund balance - ending	\$ 7,236,865	\$ 25,321	\$ 272,720
Net assets:			
Cash and investments	\$ 7,236,865	\$ 25,321	
Total net assets - cash and investment basis held in trust	\$ 7,236,865	\$ 25,321	

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

ANDERSON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

Primary Government: Anderson Community School Corporation

Joint Venture

The School Corporation is a participant with Alexandria Community Schools, Blue River Valley Schools, and Elwood Community Schools in a joint venture to operate the Anderson Community Schools Special Education Cooperative which was created to provide special education services to eligible students. The Cooperative's continued existence depends on continued funding by the participating school corporations. Complete financial statements for the Cooperative can be obtained from the Anderson Community School Corporation, 1229 Lincoln Street, Anderson, IN 46016.

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

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.

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.

ANDERSON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

The School Corporation reports the following major governmental funds:

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

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

The debt service fund accounts for debt from funds borrowed or advanced for the purchase or lease of school buildings, school buses, judgments against the corporation, equipment or capital construction, and interest on emergency and temporary loans.

The capital projects fund accounts for planned construction, repair, replacement or remodeling; and the purchase, lease, upgrade, maintenance, or repair of computer equipment.

The school bus replacement fund is used to account for receipts and disbursements concerning the acquisition and disposal of school buses.

The high school remodeling phase II fund accounts for high school planned construction, repair, replacement or remodeling.

Additionally, the School Corporation reports the following fund types:

The internal service fund (self-insurance fund) is a risk financing fund to account for the risk associated with medical benefits to employees.

The pension trust fund accounts for the activities of retirement/severance benefits, which accumulate resources for pension benefit payments.

The private-purpose trust funds report a trust arrangement under which principal and income benefit the selected students.

Agency funds account for assets held by the School Corporation as an agent for outside parties and serve as control accounts for certain cash transactions during the time they are a liability to the School Corporation.

C. Measurement Focus and Basis of Accounting

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

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

ANDERSON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to people outside the government (enterprise funds) or other departments or agencies primarily within the government (internal service funds). The School Corporation does not have any enterprise funds.

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

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

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).

3. Capital Assets

Capital assets arising from cash transactions acquired for use in governmental or proprietary fund operations are accounted for as 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 reported as receipts and payment of principal and interest reported as disbursements.

5. Equity Classification

Government-Wide Statements

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

ANDERSON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Fund Financial Statements

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

E. Receipts and Disbursements

1. Program Receipts

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

2. Operating Receipts and Disbursements

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

ANDERSON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Government-Wide Financial Statements

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

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

ANDERSON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund	2007	2008
General	\$ -	\$ 383,122
Transportation Operating	248,368	38,828
Debt Service	-	3,805,428
High School Remodeling Phase II	-	1,404,170
Special Education Preschool	80,231	186,107
Special Ed 94-142 IDEA	165,247	832
Special Ed Part B	40,714	29,031
Special Ed Preschool	25,815	22,522
Class Size Reduction	103,915	-
Title II A 2006-07	2,480	217,382
Teaching American History	108,056	5,749
Pension Debt Service	86,876	808,133

Cash and investment deficits arose primarily from disbursements exceeding receipts due to the timing of property tax distributions and 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 does not have a deposit policy for custodial credit risk. At June 30, 2008, the School Corporation had deposit balances in the amount of \$20,299,671. The bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

B. Interfund Transfers

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

ANDERSON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

<u>Transfer From</u>	<u>Transfer To</u>	<u>2007</u>	<u>2008</u>
General	Capital Projects	\$ -	\$ 657,424
	Other governmental	1,474,029	1,473,102
	Internal Service	325,000	-
Debt Service	General	427,871	-
Other governmental	General	538,960	-
	Transportation Operating	126,781	-
	Debt Service	236,640	-
	Capital Projects	183,860	-
	School Bus Replacement	1,248	-
	Other governmental	28,018	-
	Other governmental	131,996	189,658
Internal Service	General	-	3,996,498
Totals		<u>\$ 3,474,403</u>	<u>\$ 6,316,682</u>

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

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

The School Corporation has chosen to establish a risk financing fund for risks associated with medical benefits to employees. 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 \$100,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Interfund premiums are paid into the fund by all affected funds and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon an overall premium percentage which is applied to each affected fund.

ANDERSON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Holding Corporation

The School Corporation has entered into a capital lease with Anderson School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. Lease payments during the years ended June 30, 2007 and 2008, totaled \$7,747,500 and \$13,760,000, respectively.

C. Postemployment Benefits

In addition to the pension benefits described below, the School Corporation provides postemployment medical insurance benefits, as authorized by Indiana Code 5-10-8, to all employees who retire from the School Corporation on or after attaining age fifty with at least fifteen years of service. Currently, 142 retirees meet these eligibility requirements. The School Corporation pays the full cost of the insurance for the first insurance year as designated by the retiree. Subsequent to the first year, any annual increase in the premium cost above the nine percent is paid by the retiree for that year only. The benchmark year is determined on the average premium cost for September of the designated year through August of the following year. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis. During the years ended June 30, 2007 and 2008, disbursements of \$1,604,054 and \$1,623,242, respectively, were recognized for postemployment benefits.

D. 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

ANDERSON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Funding Policy and Annual Pension Cost

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

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

Actuarial Information for the Above Plan

	PERF
Annual required contribution	\$ 610,341
Interest on net pension obligation	(60,599)
Adjustment to annual required contribution	69,058
Annual pension cost	618,800
Contributions made	443,910
Increase (decrease) in net pension obligation	174,890
Net pension obligation, beginning of year	(835,854)
Net pension obligation, end of year	\$ (660,964)
Contribution rates:	
School Corporation	5.75%
Plan members	3.00%
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

ANDERSON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-05	\$ 356,685	128%	\$ (807,171)
	06-30-06	413,504	107%	(835,854)
	06-30-07	618,800	72%	(660,964)

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

ANDERSON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Funding Policy and Annual Pension Costs

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

The School Corporation is to contribute at an actuarially determined rate. The current rate has been actuarially determined under the entry age normal cost method to be 6.82% of covered wages. The School Corporation's required contributions to the plan for the fiscal years ended June 30, 2008, 2007, and 2006, were \$1,266,432, \$1,173,258, and \$1,007,328, respectively. The School Corporation actually contributed 100% of the required contributions for each of the fiscal years, respectively.

ANDERSON COMMUNITY SCHOOL CORPORATION
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-05	\$ 11,243,162	\$ 11,509,553	\$ (266,391)	98%	\$ 7,525,251	(4%)
07-01-06	10,551,355	12,267,975	(1,716,620)	86%	7,877,228	(22%)
07-01-07	10,744,033	11,686,545	(942,512)	92%	7,467,710	(13%)

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

	Special Education Preschool	Rainy Day	School Lunch	Textbook Rental	Excess Levy	Vocational	Alternative Education
Receipts:							
Local sources	\$ 24,642	\$ -	\$ 1,728,309	\$ -	\$ -	\$ -	\$ -
State sources	357,440	-	29,507	359,136	-	-	65,078
Federal sources	-	-	2,478,456	-	-	-	-
Sale of property, adjustments and refunds	2,432	-	-	-	-	-	-
Interfund loans	196,604	-	-	-	-	-	-
Total receipts	581,118	-	4,236,272	359,136	-	-	65,078
Disbursements:							
Current:							
Instruction	96,907	-	-	-	-	1,097,537	45,367
Support services	41,332	-	4,239,853	320,859	-	365,905	23,256
Community services	63,624	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	10,463	-
Debt services	-	-	-	-	-	-	-
Interfund loans	461,804	-	-	-	-	-	-
Total disbursements	663,667	-	4,239,853	320,859	-	1,473,905	68,623
Excess (deficiency) of receipts over disbursements	(82,549)	-	(3,581)	38,277	-	(1,473,905)	(3,545)
Other financing sources (uses):							
Transfers in	1,525	-	-	-	-	1,474,028	-
Transfers out	-	-	-	-	(1,115,507)	-	-
Total other financing sources (uses)	1,525	-	-	-	(1,115,507)	1,474,028	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(81,024)	-	(3,581)	38,277	(1,115,507)	123	(3,545)
Cash and investments - beginning	793	264,227	372,118	516,253	1,115,507	(123)	81,155
Cash and investments - ending	\$ (80,231)	\$ 264,227	\$ 368,537	\$ 554,530	\$ -	\$ -	\$ 77,610
Cash and Investment Assets - Ending							
Cash and investments	\$ (80,231)	\$ 264,227	\$ 368,537	\$ 554,530	\$ -	\$ -	\$ 77,610
Cash and Investment Fund Balance - Ending							
Unrestricted	\$ (80,231)	\$ 264,227	\$ 368,537	\$ 554,530	\$ -	\$ -	\$ 77,610

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Special Education Equipment	Safe Haven	Early Intervention	Reading Recovery	Miscellaneous Programs	Invest in Anderson	Tanglewood Donation
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ 23,020	\$ -	\$ 615	\$ -
State sources	-	-	75,003	1,400	-	-	-
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total receipts	-	-	75,003	24,420	-	615	-
Disbursements:							
Current:							
Instruction	2,625	610	60,811	40	-	-	-
Support services	-	-	-	51,209	-	-	-
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	2,625	610	60,811	51,249	-	-	-
Excess (deficiency) of receipts over disbursements	(2,625)	(610)	14,192	(26,829)	-	615	-
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	(2,625)	(610)	14,192	(26,829)	-	615	-
Cash and investments - beginning	2,745	-	626	206,419	500	1,196	3,620
Cash and investments - ending	\$ 120	\$ (610)	\$ 14,818	\$ 179,590	\$ 500	\$ 1,811	\$ 3,620
Cash and Investment Assets - Ending							
Cash and investments	\$ 120	\$ (610)	\$ 14,818	\$ 179,590	\$ 500	\$ 1,811	\$ 3,620
Cash and Investment Fund Balance - Ending							
Unrestricted	\$ 120	\$ (610)	\$ 14,818	\$ 179,590	\$ 500	\$ 1,811	\$ 3,620

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Guide Corp Elem Enrich	Co-op Program	Lilly Teacher Creativity	Minority Awareness	Simon Youth Foundation	Character Counts
Receipts:						
Local sources	\$ -	\$ 8,348	\$ -	\$ -	\$ 560	\$ 41,042
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	-	8,348	-	-	560	41,042
Disbursements:						
Current:						
Instruction	780	4,954	19,595	-	2,838	-
Support services	-	-	-	-	-	8,880
Community services	-	-	-	1,519	-	30,828
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	780	4,954	19,595	1,519	2,838	39,708
Excess (deficiency) of receipts over disbursements	(780)	3,394	(19,595)	(1,519)	(2,278)	1,334
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	(780)	3,394	(19,595)	(1,519)	(2,278)	1,334
Cash and investments - beginning	1,424	17,048	21,000	1,190	1,712	-
Cash and investments - ending	<u>\$ 644</u>	<u>\$ 20,442</u>	<u>\$ 1,405</u>	<u>\$ (329)</u>	<u>\$ (566)</u>	<u>\$ 1,334</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ 644</u>	<u>\$ 20,442</u>	<u>\$ 1,405</u>	<u>\$ (329)</u>	<u>\$ (566)</u>	<u>\$ 1,334</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ 644</u>	<u>\$ 20,442</u>	<u>\$ 1,405</u>	<u>\$ (329)</u>	<u>\$ (566)</u>	<u>\$ 1,334</u>

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Naval Junior ROTC	Miscellaneous Programs II	Indiana Math Initiative	Uniform Closet	Miscellaneous Programs	Gifted and Talented 06-07
Receipts:						
Local sources	\$ -	\$ 64,619	\$ -	\$ 5,000	\$ 2,500	\$ -
State sources	-	-	-	-	-	31,096
Federal sources	63,481	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	63,481	64,619	-	5,000	2,500	31,096
Disbursements:						
Current:						
Instruction	67,250	-	-	-	3,634	32,272
Support services	-	59,729	3,935	-	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	67,250	59,729	3,935	-	3,634	32,272
Excess (deficiency) of receipts over disbursements	(3,769)	4,890	(3,935)	5,000	(1,134)	(1,176)
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	(3,769)	4,890	(3,935)	5,000	(1,134)	(1,176)
Cash and investments - beginning	(10,747)	(2,976)	6,615	-	2,356	9,144
Cash and investments - ending	<u>\$ (14,516)</u>	<u>\$ 1,914</u>	<u>\$ 2,680</u>	<u>\$ 5,000</u>	<u>\$ 1,222</u>	<u>\$ 7,968</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ (14,516)</u>	<u>\$ 1,914</u>	<u>\$ 2,680</u>	<u>\$ 5,000</u>	<u>\$ 1,222</u>	<u>\$ 7,968</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ (14,516)</u>	<u>\$ 1,914</u>	<u>\$ 2,680</u>	<u>\$ 5,000</u>	<u>\$ 1,222</u>	<u>\$ 7,968</u>

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Non-English Speaking	Technology Plan Grant	Ind School Improvement Plan	Learn and Serve America	School Support Services	School Improvement
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	2,853	281,319	113,449	-	56,936	110,828
Federal sources	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	<u>2,853</u>	<u>281,319</u>	<u>113,449</u>	<u>-</u>	<u>56,936</u>	<u>110,828</u>
Disbursements:						
Current:						
Instruction	250	-	-	624	-	90,277
Support services	2,474	-	109,209	-	-	17,634
Community services	-	-	-	-	76,858	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	<u>2,724</u>	<u>-</u>	<u>109,209</u>	<u>624</u>	<u>76,858</u>	<u>107,911</u>
Excess (deficiency) of receipts over disbursements	<u>129</u>	<u>281,319</u>	<u>4,240</u>	<u>(624)</u>	<u>(19,922)</u>	<u>2,917</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>129</u>	<u>281,319</u>	<u>4,240</u>	<u>(624)</u>	<u>(19,922)</u>	<u>2,917</u>
Cash and investments - beginning	2,410	-	126,887	1,877	19,922	61,547
Cash and investments - ending	<u>\$ 2,539</u>	<u>\$ 281,319</u>	<u>\$ 131,127</u>	<u>\$ 1,253</u>	<u>\$ -</u>	<u>\$ 64,464</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ 2,539</u>	<u>\$ 281,319</u>	<u>\$ 131,127</u>	<u>\$ 1,253</u>	<u>\$ -</u>	<u>\$ 64,464</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ 2,539</u>	<u>\$ 281,319</u>	<u>\$ 131,127</u>	<u>\$ 1,253</u>	<u>\$ -</u>	<u>\$ 64,464</u>

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Fresh Start Program	Title I Delinquent	Title One Delinquent	Title I	Title I	Title V Part A
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	16,465	56,056	243,000	2,760,333	20,565
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	-	16,465	56,056	243,000	2,760,333	20,565
Disbursements:						
Current:						
Instruction	-	149	49,328	2,429	2,212,399	1,922
Support services	-	-	-	11,706	474,393	32,226
Community services	18,876	-	-	4,036	56,282	-
Nonprogrammed charges	-	1,122	-	49,944	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	18,876	1,271	49,328	68,115	2,743,074	34,148
Excess (deficiency) of receipts over disbursements	(18,876)	15,194	6,728	174,885	17,259	(13,583)
Other financing sources (uses):						
Transfers in	-	-	-	-	131,996	-
Transfers out	-	-	-	(131,996)	-	-
Total other financing sources (uses)	-	-	-	(131,996)	131,996	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(18,876)	15,194	6,728	42,889	149,255	(13,583)
Cash and investments - beginning	-	(15,194)	-	(39,908)	-	1,876
Cash and investments - ending	<u>\$ (18,876)</u>	<u>\$ -</u>	<u>\$ 6,728</u>	<u>\$ 2,981</u>	<u>\$ 149,255</u>	<u>\$ (11,707)</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ (18,876)</u>	<u>\$ -</u>	<u>\$ 6,728</u>	<u>\$ 2,981</u>	<u>\$ 149,255</u>	<u>\$ (11,707)</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ (18,876)</u>	<u>\$ -</u>	<u>\$ 6,728</u>	<u>\$ 2,981</u>	<u>\$ 149,255</u>	<u>\$ (11,707)</u>

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Homeless Assistance Act	Special Ed 2004-05	Special Ed 2005-06	Special Ed 94-142 IDEA	Special Ed Part B	Special Ed 2005-06
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	57,164	-	203,311	3,158,000	-	8,664
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	<u>57,164</u>	<u>-</u>	<u>203,311</u>	<u>3,158,000</u>	<u>-</u>	<u>8,664</u>
Disbursements:						
Current:						
Instruction	-	-	108,610	2,122,549	-	1,000
Support services	-	7,539	56,303	243,202	40,714	18,320
Community services	-	-	-	-	-	-
Nonprogrammed charges	55,639	-	56,626	957,496	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	<u>55,639</u>	<u>7,539</u>	<u>221,539</u>	<u>3,323,247</u>	<u>40,714</u>	<u>19,320</u>
Excess (deficiency) of receipts over disbursements	<u>1,525</u>	<u>(7,539)</u>	<u>(18,228)</u>	<u>(165,247)</u>	<u>(40,714)</u>	<u>(10,656)</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>1,525</u>	<u>(7,539)</u>	<u>(18,228)</u>	<u>(165,247)</u>	<u>(40,714)</u>	<u>(10,656)</u>
Cash and investments - beginning	<u>78,725</u>	<u>7,539</u>	<u>18,228</u>	<u>-</u>	<u>-</u>	<u>10,656</u>
Cash and investments - ending	<u>\$ 80,250</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (165,247)</u>	<u>\$ (40,714)</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ 80,250</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (165,247)</u>	<u>\$ (40,714)</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ 80,250</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (165,247)</u>	<u>\$ (40,714)</u>	<u>\$ -</u>

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Special Ed Preschool 2005-06	Special Ed Preschool	Adult Ed 2005-06	Adult Basic Ed	Title IV Part A	Safe and Drug Free
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	153,872	-	136,341	-	77,499
Sale of property, adjustments and refunds	3,334	-	625	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	<u>3,334</u>	<u>153,872</u>	<u>625</u>	<u>136,341</u>	<u>-</u>	<u>77,499</u>
Disbursements:						
Current:						
Instruction	-	116,807	26,838	64,874	-	-
Support services	-	8,617	-	65,287	10,421	70,680
Community services	-	-	-	-	3,544	3,055
Nonprogrammed charges	-	54,263	-	-	-	1,348
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>179,687</u>	<u>26,838</u>	<u>130,161</u>	<u>13,965</u>	<u>75,083</u>
Excess (deficiency) of receipts over disbursements	<u>3,334</u>	<u>(25,815)</u>	<u>(26,213)</u>	<u>6,180</u>	<u>(13,965)</u>	<u>2,416</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>3,334</u>	<u>(25,815)</u>	<u>(26,213)</u>	<u>6,180</u>	<u>(13,965)</u>	<u>2,416</u>
Cash and investments - beginning	<u>(3,334)</u>	<u>-</u>	<u>26,213</u>	<u>-</u>	<u>13,965</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ (25,815)</u>	<u>\$ -</u>	<u>\$ 6,180</u>	<u>\$ -</u>	<u>\$ 2,416</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ -</u>	<u>\$ (25,815)</u>	<u>\$ -</u>	<u>\$ 6,180</u>	<u>\$ -</u>	<u>\$ 2,416</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ -</u>	<u>\$ (25,815)</u>	<u>\$ -</u>	<u>\$ 6,180</u>	<u>\$ -</u>	<u>\$ 2,416</u>

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Title IIA Class Size Reduction	Title II Part A	Title II A 2006-07	Title II Part D	Title II Part D	English Language Acquisition
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	492,814	-	-	-	-	-
Federal sources	-	-	-	32,920	5,407	44,250
Sale of property, adjustments and refunds	-	-	-	-	2,199	-
Interfund loans	-	-	-	-	-	-
Total receipts	492,814	-	-	32,920	7,606	44,250
Disbursements:						
Current:						
Instruction	582,426	-	-	-	-	24,564
Support services	11,198	56,387	2,480	15,739	-	13,517
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	12,864	-	-	345	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	593,624	69,251	2,480	15,739	345	38,081
Excess (deficiency) of receipts over disbursements	(100,810)	(69,251)	(2,480)	17,181	7,261	6,169
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	(100,810)	(69,251)	(2,480)	17,181	7,261	6,169
Cash and investments - beginning	(3,105)	69,251	-	20,459	(7,261)	22,396
Cash and investments - ending	\$ (103,915)	\$ -	\$ (2,480)	\$ 37,640	\$ -	\$ 28,565
Cash and Investment Assets - Ending						
Cash and investments	\$ (103,915)	\$ -	\$ (2,480)	\$ 37,640	\$ -	\$ 28,565
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ (103,915)	\$ -	\$ (2,480)	\$ 37,640	\$ -	\$ 28,565

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Competitive Tech Ed	Ed Tech Grant	Teaching American History	21st Century SSMS	Pension Debt Service	Anderson Elementary
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 1,769,780	\$ -
State sources	-	-	-	450,750	-	-
Federal sources	92,710	14,770	1,331	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	<u>92,710</u>	<u>14,770</u>	<u>1,331</u>	<u>450,750</u>	<u>1,769,780</u>	<u>-</u>
Disbursements:						
Current:						
Instruction	5,359	25,061	-	-	-	-
Support services	18,496	28,071	109,387	901	-	3,445
Community services	-	-	-	364,580	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	3,643,677	-
Interfund loans	-	-	-	-	12,100	-
Total disbursements	<u>23,855</u>	<u>53,132</u>	<u>109,387</u>	<u>365,481</u>	<u>3,655,777</u>	<u>3,445</u>
Excess (deficiency) of receipts over disbursements	<u>68,855</u>	<u>(38,362)</u>	<u>(108,056)</u>	<u>85,269</u>	<u>(1,885,997)</u>	<u>(3,445)</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	26,493	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,493</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>68,855</u>	<u>(38,362)</u>	<u>(108,056)</u>	<u>85,269</u>	<u>(1,859,504)</u>	<u>(3,445)</u>
Cash and investments - beginning	<u>-</u>	<u>38,362</u>	<u>-</u>	<u>30,242</u>	<u>1,772,628</u>	<u>13,608</u>
Cash and investments - ending	<u>\$ 68,855</u>	<u>\$ -</u>	<u>\$ (108,056)</u>	<u>\$ 115,511</u>	<u>\$ (86,876)</u>	<u>\$ 10,163</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ 68,855</u>	<u>\$ -</u>	<u>\$ (108,056)</u>	<u>\$ 115,511</u>	<u>\$ (86,876)</u>	<u>\$ 10,163</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ 68,855</u>	<u>\$ -</u>	<u>\$ (108,056)</u>	<u>\$ 115,511</u>	<u>\$ (86,876)</u>	<u>\$ 10,163</u>

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	CSR Robinson 2004-05	21st Century	High School Remodeling	Insurance Adjustments	Extra-Curricular Reimbursements	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,668,435
State sources	-	-	-	-	-	2,427,609
Federal sources	-	-	-	-	-	9,624,595
Sale of property, adjustments and refunds	121	-	-	1,124	4,000	13,835
Interfund loans	-	-	-	-	-	196,604
Total receipts	121	-	-	1,124	4,000	15,931,078
Disbursements:						
Current:						
Instruction	-	-	-	-	-	6,870,686
Support services	-	157,394	5,702	-	-	6,706,400
Community services	-	-	-	-	-	623,202
Nonprogrammed charges	-	-	-	6,489	-	1,206,599
Debt services	-	-	-	-	-	3,643,677
Interfund loans	-	-	-	-	-	473,904
Total disbursements	-	157,394	5,702	6,489	-	19,524,468
Excess (deficiency) of receipts over disbursements	121	(157,394)	(5,702)	(5,365)	4,000	(3,593,390)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	1,634,042
Transfers out	-	-	-	-	-	(1,247,503)
Total other financing sources (uses)	-	-	-	-	-	386,539
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	121	(157,394)	(5,702)	(5,365)	4,000	(3,206,851)
Cash and investments - beginning	(121)	157,394	326,622	5,911	3,596	5,373,193
Cash and investments - ending	\$ -	\$ -	\$ 320,920	\$ 546	\$ 7,596	\$ 2,166,342
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ 320,920	\$ 546	\$ 7,596	\$ 2,166,342
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ -	\$ -	\$ 320,920	\$ 546	\$ 7,596	\$ 2,166,342

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

	Special Education Preschool	Rainy Day	School Lunch	Textbook Rental	Vocational	Alternative Education	Special Education Equipment
Receipts:							
Local sources	\$ 49,013	\$ -	\$ 1,998,247	\$ -	\$ -	\$ 54	\$ -
State sources	327,982	-	28,074	644,356	-	89,988	-
Federal sources	-	-	2,538,246	-	-	-	100
Bonds and loans	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Interfund loans	103,194	-	-	-	-	-	-
Total receipts	480,189	-	4,564,567	644,356	-	90,042	100
Disbursements:							
Current:							
Instruction	298,907	-	-	-	1,010,987	43,493	-
Support services	123,690	-	4,398,549	168,498	419,862	7,095	-
Community services	59,856	-	-	-	-	-	-
Nonprogrammed charges	418	-	-	-	18,321	-	1
Debt services	-	-	-	-	-	-	-
Interfund loans	103,194	-	-	-	-	-	-
Total disbursements	586,065	-	4,398,549	168,498	1,449,170	50,588	1
Excess (deficiency) of receipts over disbursements	(105,876)	-	166,018	475,858	(1,449,170)	39,454	99
Other financing sources (uses):							
Transfers in	-	-	-	-	1,472,837	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	1,472,837	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(105,876)	-	166,018	475,858	23,667	39,454	99
Cash and investments - beginning	(80,231)	264,227	368,537	554,530	-	77,610	120
Cash and investments - ending	\$ (186,107)	\$ 264,227	\$ 534,555	\$ 1,030,388	\$ 23,667	\$ 117,064	\$ 219
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ (186,107)	\$ 264,227	\$ 534,555	\$ 1,030,388	\$ 23,667	\$ 117,064	\$ 219
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	\$ (186,107)	\$ 264,227	\$ 534,555	\$ 1,030,388	\$ 23,667	\$ 117,064	\$ 219

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	Safe Haven	Early Intervention	Reading Recovery	Miscellaneous Programs	Invest In Anderson	Tanglewood Donation	Guide Corp Elementary Enrich
Receipts:							
Local sources	\$ -	\$ -	\$ 34,700	\$ -	\$ -	\$ -	\$ -
State sources	-	27,874	36,000	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Bonds and loans	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total receipts	-	27,874	70,700	-	-	-	-
Disbursements:							
Current:							
Instruction	243	17,226	185	-	-	-	-
Support services	-	5,100	66,405	4,224	-	-	-
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	243	22,326	66,590	4,224	-	-	-
Excess (deficiency) of receipts over disbursements	(243)	5,548	4,110	(4,224)	-	-	-
Other financing sources (uses):							
Transfers in	-	-	-	4,945	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	4,945	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(243)	5,548	4,110	721	-	-	-
Cash and investments - beginning	(610)	14,818	179,590	500	1,811	3,620	644
Cash and investments - ending	<u>\$ (853)</u>	<u>\$ 20,366</u>	<u>\$ 183,700</u>	<u>\$ 1,221</u>	<u>\$ 1,811</u>	<u>\$ 3,620</u>	<u>\$ 644</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	<u>\$ (853)</u>	<u>\$ 20,366</u>	<u>\$ 183,700</u>	<u>\$ 1,221</u>	<u>\$ 1,811</u>	<u>\$ 3,620</u>	<u>\$ 644</u>
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	<u>\$ (853)</u>	<u>\$ 20,366</u>	<u>\$ 183,700</u>	<u>\$ 1,221</u>	<u>\$ 1,811</u>	<u>\$ 3,620</u>	<u>\$ 644</u>

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	Co-op Program	Lilly Teacher Creativity Grant	Character Counts 2008-09	Simon Youth Foundation	Character Counts	Character Counts II	Naval Junior ROTC
Receipts:							
Local sources	\$ 653	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	44,493
Bonds and loans	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total receipts	653	-	-	-	-	-	44,493
Disbursements:							
Current:							
Instruction	19,574	1,405	-	-	-	-	39,089
Support services	-	-	-	-	-	1,275	-
Community services	-	-	-	-	1,954	37,109	-
Nonprogrammed charges	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	19,574	1,405	-	-	1,954	38,384	39,089
Excess (deficiency) of receipts over disbursements	(18,921)	(1,405)	-	-	(1,954)	(38,384)	5,404
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	(18,921)	(1,405)	-	-	(1,954)	(38,384)	5,404
Cash and investments - beginning	20,442	1,405	(329)	(566)	1,334	-	(14,516)
Cash and investments - ending	\$ 1,521	\$ -	\$ (329)	\$ (566)	\$ (620)	\$ (38,384)	\$ (9,112)
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 1,521	\$ -	\$ (329)	\$ (566)	\$ (620)	\$ (38,384)	\$ (9,112)
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	\$ 1,521	\$ -	\$ (329)	\$ (566)	\$ (620)	\$ (38,384)	\$ (9,112)

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	Miscellaneous Programs II	Indiana Math Initiative	Insig 2007-08	Uniform Closet	Miscellaneous Programs III	Gifted and Talented 2006-07	Gifted and Talented 2007-08
Receipts:							
Local sources	\$ 14,835	\$ 1,660	\$ 20,382	\$ 115,134	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	70,332
Federal sources	-	-	-	-	-	-	-
Bonds and loans	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	1	-	-
Interfund loans	-	-	-	-	-	-	-
Total receipts	14,835	1,660	20,382	115,134	1	-	70,332
Disbursements:							
Current:							
Instruction	-	-	-	115,172	-	6,715	61,218
Support services	11,804	3,169	36,682	-	-	-	-
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	1,200	-
Debt services	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	11,804	3,169	36,682	115,172	-	7,915	61,218
Excess (deficiency) of receipts over disbursements	3,031	(1,509)	(16,300)	(38)	1	(7,915)	9,114
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	(4,945)	-	-	-	-	-	-
Total other financing sources (uses)	(4,945)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,914)	(1,509)	(16,300)	(38)	1	(7,915)	9,114
Cash and investments - beginning	1,914	2,680	-	5,000	1,222	7,968	-
Cash and investments - ending	\$ -	\$ 1,171	\$ (16,300)	\$ 4,962	\$ 1,223	\$ 53	\$ 9,114
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ 1,171	\$ (16,300)	\$ 4,962	\$ 1,223	\$ 53	\$ 9,114
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	\$ -	\$ 1,171	\$ (16,300)	\$ 4,962	\$ 1,223	\$ 53	\$ 9,114

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	Computer Consortium	Non-English Speaking	Technology Plan Grant	Ind School Improvement Plan	Star	Learn and Serve America
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	928,800	27,736	-	113,932	2,500	-
Federal sources	-	-	-	-	-	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	928,800	27,736	-	113,932	2,500	-
Disbursements:						
Current:						
Instruction	-	675	-	-	3,571	4,468
Support services	928,800	1,135	143,355	33,463	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	928,800	1,810	143,355	33,463	3,571	4,468
Excess (deficiency) of receipts over disbursements	-	25,926	(143,355)	80,469	(1,071)	(4,468)
Other financing sources (uses):						
Transfers in	-	-	-	3,000	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	3,000	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	25,926	(143,355)	83,469	(1,071)	(4,468)
Cash and investments - beginning	-	2,539	281,319	131,127	-	1,253
Cash and investments - ending	<u>\$ -</u>	<u>\$ 28,465</u>	<u>\$ 137,964</u>	<u>\$ 214,596</u>	<u>\$ (1,071)</u>	<u>\$ (3,215)</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ -</u>	<u>\$ 28,465</u>	<u>\$ 137,964</u>	<u>\$ 214,596</u>	<u>\$ (1,071)</u>	<u>\$ (3,215)</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ -</u>	<u>\$ 28,465</u>	<u>\$ 137,964</u>	<u>\$ 214,596</u>	<u>\$ (1,071)</u>	<u>\$ (3,215)</u>

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	School Improvement	Fresh Start Program	Title I Delinquent	Title One Delinquent	Title I	School Improvement
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	75,504	-	-	-	105,278
Federal sources	-	-	3,826	51,880	3,329,344	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	-	75,504	3,826	51,880	3,329,344	105,278
Disbursements:						
Current:						
Instruction	38,370	-	1,511	62,226	2,126,248	10,114
Support services	22,276	-	-	-	719,095	19,244
Community services	800	56,628	-	-	21,344	-
Nonprogrammed charges	3,027	-	1,635	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	64,473	56,628	3,146	62,226	2,866,687	29,358
Excess (deficiency) of receipts over disbursements	(64,473)	18,876	680	(10,346)	462,657	75,920
Other financing sources (uses):						
Transfers in	-	-	-	-	174,617	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	174,617	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(64,473)	18,876	680	(10,346)	637,274	75,920
Cash and investments - beginning	64,464	(18,876)	6,728	-	-	-
Cash and investments - ending	\$ (9)	\$ -	\$ 7,408	\$ (10,346)	\$ 637,274	\$ 75,920
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ (9)	\$ -	\$ 7,408	\$ (10,346)	\$ 637,274	\$ 75,920
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ (9)	\$ -	\$ 7,408	\$ (10,346)	\$ 637,274	\$ 75,920

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	Title I	Title I	Title V Part A	Title V Part A	Homeless Assistance Act	Special Ed 94-142 IDEA
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	350,000	-	18,938	67,000	207,860
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	15,390	-	-	57,023
Interfund loans	-	-	-	-	-	-
Total receipts	-	350,000	15,390	18,938	67,000	264,883
Disbursements:						
Current:						
Instruction	-	183,286	-	1,637	-	-
Support services	-	54,523	-	17,301	-	83,465
Community services	-	3,008	-	-	-	-
Nonprogrammed charges	-	87,067	683	-	81,867	17,003
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	-	327,884	683	18,938	81,867	100,468
Excess (deficiency) of receipts over disbursements	-	22,116	14,707	-	(14,867)	164,415
Other financing sources (uses):						
Transfers in	-	3,246	-	-	-	-
Transfers out	(2,981)	(174,617)	(3,000)	-	-	-
Total other financing sources (uses)	(2,981)	(171,371)	(3,000)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,981)	(149,255)	11,707	-	(14,867)	164,415
Cash and investments - beginning	2,981	149,255	(11,707)	-	80,250	(165,247)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 65,383	\$ (832)
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 65,383	\$ (832)
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ -	\$ -	\$ -	\$ -	\$ 65,383	\$ (832)

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	Special Ed Part B	Special Ed Part B	Special Ed Preschool	Special Ed Preschool	Adult Basic	Title III Adult Basic
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	3,159,357	-	155,455	-	122,472
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	11,683	-	27,283	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	11,683	3,159,357	27,283	155,455	-	122,472
Disbursements:						
Current:						
Instruction	-	1,978,411	-	106,324	7,614	59,487
Support services	-	283,791	1,468	18,407	618	61,801
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	952,305	-	53,246	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	-	3,214,507	1,468	177,977	8,232	121,288
Excess (deficiency) of receipts over disbursements	11,683	(55,150)	25,815	(22,522)	(8,232)	1,184
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	11,683	(55,150)	25,815	(22,522)	(8,232)	1,184
Cash and investments - beginning	(40,714)	-	(25,815)	-	6,180	-
Cash and investments - ending	<u>\$ (29,031)</u>	<u>\$ (55,150)</u>	<u>\$ -</u>	<u>\$ (22,522)</u>	<u>\$ (2,052)</u>	<u>\$ 1,184</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ (29,031)</u>	<u>\$ (55,150)</u>	<u>\$ -</u>	<u>\$ (22,522)</u>	<u>\$ (2,052)</u>	<u>\$ 1,184</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ (29,031)</u>	<u>\$ (55,150)</u>	<u>\$ -</u>	<u>\$ (22,522)</u>	<u>\$ (2,052)</u>	<u>\$ 1,184</u>

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	Safe and Drug Free	Title IV Part A	Title II A 2007-08	Title IIA Class Size Reduction	Title II A 2006-07	Title II Part D
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	200,720	233,523	-
Federal sources	-	61,826	-	-	-	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	-	61,826	-	200,720	233,523	-
Disbursements:						
Current:						
Instruction	-	-	-	50,048	426,611	-
Support services	2,542	12,378	485	34,690	21,814	32,666
Community services	-	795	-	-	-	-
Nonprogrammed charges	-	-	-	12,067	-	4,974
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	2,542	13,173	485	96,805	448,425	37,640
Excess (deficiency) of receipts over disbursements	(2,542)	48,653	(485)	103,915	(214,902)	(37,640)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(4,115)
Total other financing sources (uses)	-	-	-	-	-	(4,115)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,542)	48,653	(485)	103,915	(214,902)	(41,755)
Cash and investments - beginning	2,416	-	-	(103,915)	(2,480)	37,640
Cash and investments - ending	\$ (126)	\$ 48,653	\$ (485)	\$ -	\$ (217,382)	\$ (4,115)
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ (126)	\$ 48,653	\$ (485)	\$ -	\$ (217,382)	\$ (4,115)
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ (126)	\$ 48,653	\$ (485)	\$ -	\$ (217,382)	\$ (4,115)

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	English Language Acquisition	English Language Acquisition	Competitive Tech Ed	Teaching American History	Teaching American History	21st Century SSMS
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	30,227	-	18,540	394,731	158,440	-
Bonds and loans	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	30,227	-	18,540	394,731	158,440	-
Disbursements:						
Current:						
Instruction	14,452	30,994	45,166	-	-	-
Support services	-	917	42,229	292,424	163,591	710
Community services	-	-	-	-	-	114,801
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	14,452	31,911	87,395	292,424	163,591	115,511
Excess (deficiency) of receipts over disbursements	15,775	(31,911)	(68,855)	102,307	(5,151)	(115,511)
Other financing sources (uses):						
Transfers in	-	-	4,115	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	4,115	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	15,775	(31,911)	(64,740)	102,307	(5,151)	(115,511)
Cash and investments - beginning	-	28,565	68,855	(108,056)	-	115,511
Cash and investments - ending	\$ 15,775	\$ (3,346)	\$ 4,115	\$ (5,749)	\$ (5,151)	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 15,775	\$ (3,346)	\$ 4,115	\$ (5,749)	\$ (5,151)	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 15,775	\$ (3,346)	\$ 4,115	\$ (5,749)	\$ (5,151)	\$ -

ANDERSON COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	Pension Debt Service	Anderson Elementary	High School Remodeling	Insurance Adjustments	Extra-Curricular Reimbursements	Totals
Receipts:						
Local sources	\$ 3,631,399	\$ -	\$ -	\$ -	\$ -	\$ 5,866,077
State sources	-	-	-	-	-	2,912,599
Federal sources	-	-	-	-	-	10,712,735
Bonds and loans	1,118,318	-	-	-	-	1,118,318
Sale of property, adjustments and refunds	-	-	-	-	4,746	116,126
Interfund loans	1,889,210	-	-	-	-	1,992,404
Total receipts	6,638,927	-	-	-	4,746	22,718,259
Disbursements:						
Current:						
Instruction	-	-	-	-	-	6,765,427
Support services	-	10,163	320,920	-	-	8,570,624
Community services	-	-	-	-	-	296,295
Nonprogrammed charges	-	-	-	-	-	1,233,814
Debt services	5,470,974	-	-	-	-	5,470,974
Interfund loans	1,889,210	-	-	-	-	1,992,404
Total disbursements	7,360,184	10,163	320,920	-	-	24,329,538
Excess (deficiency) of receipts over disbursements	(721,257)	(10,163)	(320,920)	-	4,746	(1,611,279)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	1,662,760
Transfers out	-	-	-	-	-	(189,658)
Total other financing sources (uses)	-	-	-	-	-	1,473,102
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(721,257)	(10,163)	(320,920)	-	4,746	(138,177)
Cash and investments - beginning	(86,876)	10,163	320,920	546	7,596	2,166,342
Cash and investments - ending	\$ (808,133)	\$ -	\$ -	\$ 546	\$ 12,342	\$ 2,028,165
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ (808,133)	\$ -	\$ -	\$ 546	\$ 12,342	\$ 2,028,165
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ (808,133)	\$ -	\$ -	\$ 546	\$ 12,342	\$ 2,028,165

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

	Amanda K. Breece	Donations Gifts Trusts	Totals
Additions:			
Contributions:			
Other	\$ 2,813	\$ -	\$ 2,813
Investment earnings:			
Interest	389	768	1,157
Total additions	3,202	768	3,970
Deductions:			
Administrative and general	2,854	-	2,854
Excess of total additions over total deductions	348	768	1,116
Cash and investment fund balance - beginning	2,613	21,034	23,647
Cash and Investments - ending	\$ 2,961	\$ 21,802	\$ 24,763
Net assets:			
Cash and investments	\$ 2,961	\$ 21,802	\$ 24,763
Total net assets - cash and investment basis held in trust	\$ 2,961	\$ 21,802	\$ 24,763

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

	Amanda K. Breece	Donations Gifts Trusts	Totals
Additions:			
Investment earnings:			
Interest	\$ -	\$ 658	\$ 658
Deductions:			
Administrative and general	100	-	100
Excess (deficiency) of total additions over total deductions	(100)	658	558
Cash and investment fund balance - beginning	2,961	21,802	24,763
Cash and Investments - ending	<u>\$ 2,861</u>	<u>\$ 22,460</u>	<u>\$ 25,321</u>
Net assets:			
Cash and investments	<u>\$ 2,861</u>	<u>\$ 22,460</u>	<u>\$ 25,321</u>
Total net assets - cash and investment basis held in trust	<u>\$ 2,861</u>	<u>\$ 22,460</u>	<u>\$ 25,321</u>

ANDERSON COMMUNITY SCHOOL CORPORATION
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2008

The School Corporation has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One - Year
Governmental Activities:		
Capital leases:		
Schools Construction and Renovations	\$ 77,530,000	\$ 6,321,500
Loan payable	928,800	194,827
Bonds payable:		
General obligation bonds:		
School Pension Bonds of 2002	6,675,000	914,046
School Pension Bonds of 2005	33,845,000	2,736,141
Total governmental activities debt	<u>\$ 118,978,800</u>	<u>\$ 10,166,514</u>

ANDERSON COMMUNITY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS

OVERDRAWN CASH BALANCES

The cash balances of numerous funds, with the major ones being detailed in the Notes to the Financial Statements, were overdrawn at June 30, 2007 and 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)

AVERAGE DAILY MEMBERSHIP (ADM) - LACK OF RECORDS

Supporting documentation generated by the School Corporation and signed by each building level official supporting Average Daily Membership (ADM) counts and used as input for Form 30A were not presented for both school years audited. Instead, reports generated from the Student Administration Student Information (SASI) computer system were presented for audit. Therefore, we were unable to verify ADM counts to original, certified School Corporation records.

IC 5-15-6-3(f) concerning destruction of public records, states in part: "Original records may be disposed of only with the approval of the commission according to guidelines established by the commission."

Officials should maintain records (enrollment cards, rosters, reporting forms, etc.) which substantiate the number of students claimed for ADM. The building level official (Principal, Assistant Principal, etc.) responsible for reporting ADM to the School Corporation Central Office, should provide a written certification of ADM to properly document responsibility. The certification should at a minimum include a statement detailing the names and location of the records used (these records must be retained for public inspection and audit) to substantiate ADM claimed. (The School Administrator and Uniform Compliance Guidelines, Volume 123, September 1993, and Volume 142, June 1998)

RECORDS OF HOURS WORKED

Two employees paid from the Carl Perkins the grant were paid salaries from more than one fund without a record of hours worked for each activity presented for audit.

Additionally, the Principal/Director paid from the Carl Perkins grant, signs his own time distribution record.

IC 5-11-9-4(b) states in part: "... records be maintained showing which hours were worked each day by officers and employees ... employed ... in more than one (1) position by the same public agency ..."

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

ANDERSON COMMUNITY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS
(Continued)

TRANSACTION RECORDING

Clearing account fund numbers 8100 and 8530 were not properly used as clearing accounts. The clearing account funds receipted insurance and other reimbursements. Additionally, these funds were not reported on the Form 9 information.

As stated in part: "Clearing Accounts serve as control accounts for certain areas of the accounting system. Therefore, they must be supported by receipt and disbursement entries in the general ledger and subsidiary ledgers or other supporting records. . . ." (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 6)

All financial transactions pertaining to the governmental unit should be recorded in the records of the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

CONDITION OF RECORDS

Some transactions were recorded as negative receipts and disbursements. Receipt number 20967, dated June 25, 2008, in one instance (transferring amounts from the Self-Insurance Fund which had been charged to the General Fund in error) was issued in a negative amount of \$3,996,498.06.

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

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

OVERDRAWN CASH BALANCES (Applies to Anderson, Forest Hills, and Valley Grove Elementary Schools)

The cash balances at Anderson Elementary School of the Fifth Grade, Staff, and Just Say No Funds were overdrawn at May 31, 2007. The cash balances of the Staff, Sharon Buchanan, and Just Say No Funds were overdrawn at May 31, 2008. Forest Hills Elementary School had three funds (Convocation, Student Recognition, and Interest Fund) overdrawn at May 31, 2007, and one fund (Educational Fees Fund) overdrawn at May 31, 2008. The Fourth Grade Fund cash balance at Valley Grove Elementary School was overdrawn at May 31, 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 Extra-Curricular Accounts, Chapter 7)

ANDERSON COMMUNITY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS
(Continued)

INTERNAL CONTROLS (Applies to Eastside Middle and Killbuck Elementary Schools)

Some weaknesses were noted with the process of posting the records at Eastside Middle School. Checks were manually written and then entered into the computer system to be posted to the accounting software. The accounting system will allow the Extra-Curricular Treasurer to post a check outside of the current month. Receipt number 4693 for instance was written, dated, and posted February 27, 2007, for \$42. The same receipt number 4693 was posted on March 1, 2007, for \$42.

We noted where checks at Killbuck Elementary School were manually written and posted to the records using a computer accounting software program. The accounting system will allow a Treasurer to post a check with the same check number twice.

A similar comment appeared in prior Report B29604.

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

RECEIPT ISSUANCE (Applies to Ebbert Education Center, Anderson, Robinson, and Valley Grove Elementary Schools)

Receipts at Anderson, Robinson and Valley Grove Elementary Schools were prepared but not always issued or completed properly. Some receipts at Anderson and Robinson Elementary School were not written to individuals, but written to groups of teachers, parents, or students. Receipts at Valley Grove Elementary School were not always written when funds were received, not issued to the person paying, nor were they completed sufficiently. The receipt form in some cases did not list the person paying. The Treasurer issued receipts to the fund and not the individual (payor). The receipt also indicated that cash was received, but did not denote the amount.

Receipts at Ebbert Education Center were not always issued on a timely basis. Money was given to the Treasurer to be receipted to the Employment Skills Fund on May 2, 2008. However, a receipt was not issued until May 8, 2008. Funds were given to the Treasurer on May 9, 2008, but not receipted until May 15, 2008. The Treasurer received money on May 23, 2008, for the GED Fund which was receipted on June 10, 2008. A similar comment appeared in prior Report B29604.

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)

SALES TAX PAID ON PURCHASES (Applies to Anderson Elementary School)

Sales tax was paid for some purchases. A similar comment appeared in prior Report B29604.

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

ANDERSON COMMUNITY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS
(Continued)

DISBURSEMENT DOCUMENTATION (Applies to Ebbert Education Center, Highland High and Anderson Elementary Schools)

We noted the following deficiencies at Highland High School: (1) Some claims lacked supporting documentation; (2) Payments were made from a statement instead of an original invoice; and (3) The prescribed Purchase Order, Form SA-1, was not always properly completed. Due to the lack of supporting documentation for some disbursements audited at Anderson Elementary School the validity and accountability for some monies disbursed could not be established. Ebbert Education Center paid a claim for \$150.00 from the Employment Skills Fund for gift cards. No supporting documentation was presented for audit as to who received the cards, or the date the gift cards were given out.

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

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

Public funds may not be used to pay for personal items or for expenses which do not relate to the functions and purposes of the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 11)

EXTRA-CURRICULAR ACCOUNT DEPOSITS (Applies to Ebbert Education Center, Erskine and Forest Hills Elementary Schools)

Receipts were not always deposited timely. Receipts at Ebbert Education Center were held for periods in excess of 30 days before depositing. Receipts, in some cases, accumulated to \$2,633.97 before a deposit was made. One deposit ticket at Forest Hills School dated January 9, 2008, for \$141.50 was deposited on April 17, 2008. Deposit tickets on another occasion dated April 10, 2008, for \$2,395.80 were deposited on April 17, 2008. We noted Erskine Elementary School where one deposit was dated seven days prior to the date credited by the bank. A similar comment appeared in prior Report B29604.

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

FINANCIAL REPORT - FORM SA-5 (Applies to Valley Grove Elementary and Anderson High School)

Financial Reports (Form SA-5) presented for audit were incomplete. The receipts, disbursements and fund balances as presented in the reports did not accurately reflect the financial activity of the Extra-Curricular Account. The financial reports(SA-5) at Valley Grove Elementary School presented for 2006-2007 and 2007-2008 presented receipts disbursements and balances from August 1 through May 31 of the respective years. The reports did not include activity that occurred for the June 1 through July 31 period in each year. Therefore, beginning balances at August 1 did not agree with ending balances at May 31. The beginning balance on the financial report at Anderson High School for 2007-2008 did not agree to the ending balance for 2006-2007, due to posting of May's interest in the amount of \$101.22 being posted between the two years.

ANDERSON COMMUNITY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS
(Continued)

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

INVESTMENTS (Applies to Anderson and Highland High Schools)

Interest earned on investments at Anderson High School was automatically added to the principal and not recorded in the records in some instances.

The Athletic Department at Highland High School has a certificate of deposit that is not accounted for in the extra-curricular account records. Additionally, interest on the certificate is automatically added to the principal. A similar comment appeared in several prior audit reports, most recently Report B29604.

Interest on investments should not be automatically added into the investment. Instead, interest on investments should be paid to the governmental unit at each maturity date and posted to the appropriate fund. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

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

BANK ACCOUNT RECONCILIATIONS (Applies to Anderson and Highland High Schools)

Anderson High School's depository reconciliations at June 30, 2007 and 2008, of the fund balances to the bank account contained an amount necessary to reconcile of \$86.14. The cash necessary to balance has been a reconciling item since June 30, 2006.

The outstanding check list presented for audit at Highland High School totaled \$15,194.39, which amount varied by \$68 from the total used in the depository reconciliation of the fund balances to the bank account balance at June 30, 2007.

IC 5-13-6-1(e) states in part: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

PRESCRIBED FORM NOT IN USE (Applies to all schools)

We noted that Prescribed Form TBR-2, Official Receipt - Individual Textbook Rental List, was not in use.

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

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDIANAPOLIS, INDIANA 46204-2769

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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 ANDERSON COMMUNITY SCHOOL
CORPORATION, MADISON COUNTY, INDIANA

Compliance

We have audited the compliance of the Anderson Community School Corporation (School Corporation) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the years ended June 30, 2007 and 2008. The School Corporation's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the School Corporation's management. Our responsibility is to express an opinion on the School Corporation's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the School Corporation's compliance with those requirements.

In our opinion, the School Corporation complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the years ended June 30, 2007 and 2008.

Internal Control Over Compliance

The management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the School Corporation's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

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

A control deficiency in a School Corporation's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

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

This report is intended solely for the information and use of the School Corporation's management, 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 26, 2009

ANDERSON COMMUNITY SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2007 and 2008

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-07	Total Federal Awards Expended 06-30-08
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Pass-Through Indiana Department of Education Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 555,209	\$ 601,610
National School Lunch	10.555		<u>2,130,963</u>	<u>2,300,985</u>
Total for federal grantor agency			<u>2,686,172</u>	<u>2,902,595</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>				
Pass-Through Indiana Criminal Justice Institute Juvenile Justice and Delinquency Prevention - Allocation to States	16.540			
		05-JF-002	57,236	
		06-JF-002	18,876	56,628
		07-JF-002	-	<u>18,576</u>
Total for federal grantor agency			<u>76,112</u>	<u>75,204</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>				
Pass-Through Indiana Department of Education Special Education Cluster				
Special Education - Grants to States	84.027			
		14205-003-DY01	19,320	-
		14206-002-PN01	221,539	-
		14206-002-PY02	40,714	-
		14207-002-PN01	3,323,247	43,445
		14208-002-PN01	-	<u>3,214,508</u>
Total for program			<u>3,604,820</u>	<u>3,257,953</u>
Special Education - Preschool Grants	84.173			
		45705-002-PY02	7,539	-
		45706-002-PN01	-	-
		45707-002-PN01	179,688	-
		45708-002-PN01	-	<u>177,977</u>
Total for program			<u>187,227</u>	<u>177,977</u>
Total for cluster			<u>3,792,047</u>	<u>3,435,930</u>
Direct Grant				
Fund for the Improvement of Education	84.215			
		U215X060306	109,387	292,425
		U215X070054	-	<u>163,591</u>
Total for program			<u>109,387</u>	<u>456,016</u>
Pass-Through Indiana Department of Education Adult Education - Basic Grants to States	84.002			
		2006-8001	26,213	-
		2007-8001	130,161	8,233
		2008-8001	-	<u>121,288</u>
Total for program			<u>156,374</u>	<u>129,521</u>
Twenty-First Century Community Learning Centers	84.287	S287C020014	<u>365,481</u>	<u>115,511</u>
Title I Grants to Local Educational Agencies	84.010			
		06-5275	69,387	-
		07-5275	2,900,312	398,505
		08-5275	-	<u>2,896,044</u>
Total for program			<u>2,969,699</u>	<u>3,294,549</u>

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

ANDERSON COMMUNITY SCHOOL CORPORATION
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 (continued)				
Career and Technical Education - Basic Grants to States	84.048		<u>269,223</u>	<u>253,930</u>
Safe and Drug- Free Schools and Communities - State Grants	84.186	04-336 05-191 06-5275	13,965 75,083 <u>-</u>	- 2,542 <u>13,172</u>
Total for program			<u>89,048</u>	<u>15,714</u>
Education for Homeless Children and Youth	84.196	FY 07 FY 08	55,639 <u>-</u>	- <u>81,867</u>
Total for program			<u>55,639</u>	<u>81,867</u>
State Grants for Innovative Programs	84.298	S298A050014 S298A060014	34,148 <u>-</u>	- <u>18,938</u>
Total for program			<u>34,148</u>	<u>18,938</u>
Education Technology State Grants	84.318	S318X040014 S318X050014	76,987 <u>15,739</u>	87,395 <u>47,977</u>
Total for program			<u>92,726</u>	<u>135,372</u>
English Language Acquisition Grants	84.365	FY 07 FY 08	38,080 <u>-</u>	- <u>31,912</u>
Total for program			<u>38,080</u>	<u>31,912</u>
Improving Teacher Quality State Grants	84.367	05-186 06-5275 07-5275	523,624 2,480 <u>-</u>	96,805 448,425 <u>485</u>
Total for program			<u>526,104</u>	<u>545,715</u>
Total for federal grantor agency			<u>8,497,956</u>	<u>8,514,975</u>
Total federal awards expended			<u>\$ 11,260,240</u>	<u>\$ 11,492,774</u>

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

ANDERSON COMMUNITY SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

Circular A-133 requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$500,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with the Indiana Code (IC 5-11-1 et seq.), audits of school corporations 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:

Program Title	Federal CFDA Number	2007	2008
Special Education Cluster		\$ 1,011,759	\$ 1,005,551
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540	75,504	75,504
Education for Homeless Children and Youth	84.196	55,000	67,000

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.

Program Title	Federal CFDA Number	2007	2008
School Breakfast Program	10.553	\$ 46,200	\$ 36,325
National School Lunch	10.555	161,291	116,143

ANDERSON COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	none reported

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.010	Title I Grants to Local Educational Agencies
84.367	Improving Teacher Quality State Grants

Dollar threshold used to distinguish between Type A and Type B programs: \$682,590

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

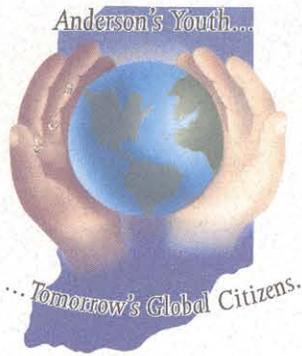
No matters are reportable.

ANDERSON COMMUNITY SCHOOL CORPORATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

ANDERSON COMMUNITY SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on February 26, 2009, with Mikella A. Lowe, Superintendent of Schools; Teddy Bohnenkamp, President of the School Board; and Kevin J. Brown, Treasurer. The official response has been made a part of this report and may be found on pages 68 and 69.



Anderson Community School Corporation

Kevin J. Brown, Business Manager and Treasurer

E-mail: kbrown@acsc.net

March 12, 2009

Mr. Bruce A. Hartman, C.P.A.
State Examiner
Indiana State Board of Accounts
302 W. Washington Street, Room E418
Indianapolis, IN 46204-2281

Re: Response to Audit Report
For the period ended
June 30, 2008

Dear Mr. Hartman:

This letter is in response to the "Audit Results and Comments" discussion draft discussed in the exit conference on February 26, 2009, of the Anderson Community School Corporation for the period ended June 30, 2008.

With regard to the Audit Results and Comments affecting the School Corporation as a whole, the following is submitted:

1. OVERDRAWN CASH BALANCES: The overdrawn condition in all instances was due to late distributions of property taxes from the County Treasurer. We at the Anderson Community School Corporation have no input or control over the timing of assessments, tax billings, tax collections, or distributions. We simply operate based on the statutes and expect all other governmental agencies to do the same. It is noted that no funds were overdrawn as of December 31 of each year.
2. AVERAGE DAILY MEMBERSHIP (ADM) – LACK OF RECORDS: ADM records are compiled out of the Corporation's Student Information System – PowerSchool. This information is aggregated and assembled totally within the confines of that system. Paper copies or records from buildings do not exist. Information is extracted from PowerSchool and converted to the STN format, and submitted electronically. Verification reports are issued from that State system. Building administrators submit no paper records, as it is all contained within PowerSchool. Confirmation of valid student data, school building, and district of record are verified at the state level upon submission. On our prior audit, the lead auditor instructed us to use lists from student information system, signed by the principal as our source documentation. These lists were presented to the auditors during this current cycle, and resulted in comment. We are confused that the use of these reports as instructed generated comment. In the future, we will use state verification reports, our PowerSchool enrollment verification reports signed by each principal on ADM day, and state submission spreadsheets as source material for State auditors.
3. RECORDS OF HOURS WORKED: This item has been discussed with the Principal/Director affected and appropriate time records will be prepared and made available in the future.
4. TRANSACTION RECORDING: After discussion with the auditors regarding the specifics of this concern, we have taken steps to use the clearing accounts in Accordance with the Accounting and Uniform Compliance Guidelines Manual.
5. CONDITION OF RECORDS: It is noted that the preferred method according to the auditors of the transactions in question would have been a transfer as opposed to negative receipts and disbursements.
6. OVERDRAWN CASH BALANCES (Applies to Anderson, Forest Hills and Valley Grove Elementary Schools): The Treasurers have been instructed to not allow individual fund balances to be overdrawn.

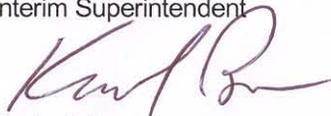
7. INTERNAL CONTROLS (Applies to Eastside Middle and Killbuck Elementary Schools): As noted, the ECA accounting systems as purchased for these two schools do allow checks to be manually written. While this may be a less than perfect internal control, it is acceptable and we have not encountered major problems with it. The systems also will allow duplicate receipt numbers. If such happens and it is truly a double posting of the same item –the reconciliation process should identify the error. As the various schools upgrade their systems we are looking for these features to be improved upon.
8. RECEIPT ISSUANCE (Applies to Ebbert Education Center, Anderson, Robinson and Valley Grove Elementary Schools): The ECA treasurers were instructed to not issue receipts to groups of persons but only to the person forwarding the funds to the treasurer. It was also noted that receipts should be completed timely and completely.
9. SALES TAX PAID ON PURCHASES (Applies to Anderson Elementary School): The treasurer was reminded not to pay sales tax. Given the number of schools and the amount of purchases made in the corporation, we feel the treasurers have monitored this practice very well.
10. DISBURSEMENT DOCUMENTATION (Applies to Ebbert Education Center, Highland High and Anderson Elementary Schools): The treasurers were told to pay from invoices and not from statements. Also, to complete the prescribed purchase order form. Ebbert Education Center officials were instructed not to purchase gift cards with no documentation.
11. EXTRA-CURRICULAR ACCOUNT DEPOSITS (Applies to Ebbert Education Center, Erskine and Forest Hills Elementary Schools): The ECA treasurers were instructed to not accumulate monies for such unreasonable periods before depositing.
12. FINANCIAL REPORT-FORM SA-5 (Applies to Valley Grove Elementary and Anderson High School): We feel the records at the schools were complete. However when the annual reports were printed, the wrong date parameters were entered. This situation arises in some instances as the treasurers are not here during the summer months and they eventually post bank interest that they may not know about until they return in the fall.
13. INVESTMENTS (Applies to Anderson and Highland High Schools): The treasurers were instructed to properly record the interest and not to simply add it to the principal. All investments should be reflected in the records. While the accounting for the investments could be better we feel all investment amounts are readily determinable.
14. BANK ACCOUNT RECONCILIATIONS: (Anderson and Highland High Schools): The small differences have been present for a considerable time. We will discuss the situation with the treasurers and determine if an adjustment going forward should be made.
15. PRESCRIBED FORM NOT IN USE: (Applies to all schools): The use of this form was explained at a February, 2007 treasurers' meeting we held. We believe some schools did begin using it and understand that your comment was "all schools" because such a large number of schools were not using. We again will stress the importance of using the proper forms.

Thank you for the opportunity to respond to this audit report.

Sincerely,



Mikella A. Lowe
Interim Superintendent



Kevin J. Brown
Business Manager and Treasurer

MAK/KJB/at

Cc: Executive Cabinet