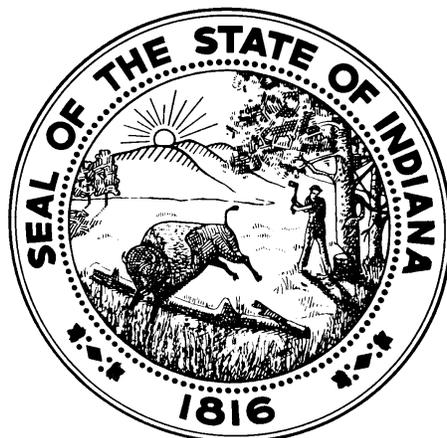


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

AUDIT REPORT
OF

UNION COUNTY COLLEGE CORNER
JOINT SCHOOL DISTRICT
UNION COUNTY, INDIANA

July 1, 2006 to June 30, 2008



FILED

06/19/2009

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report on Financial Statements and Supplementary Schedule of Expenditures of Federal Awards	3-4
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards	5-6
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Activities and Net Assets – Cash and Investment Basis	7-8
Fund Financial Statements:	
Governmental Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Governmental Funds	9-12
Fiduciary Funds:	
Statement of Additions, Deductions, and Changes in Cash and Investment Balances – Fiduciary Funds	13-14
Notes to Financial Statements	15-25
Required Supplementary Information:	
Schedule of Funding Progress	26
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds.....	27-41
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Private-Purpose Trust Funds	42-43
Schedule of Capital Assets.....	44
Schedule of Long-Term Debt	45
Audit Results and Comments:	
Overdrawn Cash Balances.....	46
Guaranteed Energy Savings Contracts.....	46-48
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133.....	50-51
Schedule of Expenditures of Federal Awards	52
Notes to Schedule of Expenditures of Federal Awards.....	53
Schedule of Findings and Questioned Costs	54
Auditee Prepared Schedule:	
Summary Schedule of Prior Audit Findings	55-56
Exit Conference.....	57

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Marsha Maze	07-01-06 to 06-30-09
Superintendent of Schools	Mark Ransford Lynn Sheets	07-01-06 to 01-08-07 01-09-07 to 06-30-09
President of the School Board	Michael Murray	07-01-06 to 06-30-09



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

TO: THE OFFICIALS OF THE UNION COUNTY COLLEGE CORNER
JOINT SCHOOL DISTRICT, UNION COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Union County College Corner Joint School District (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 May 20, 2009, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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

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, Schedule of Contributions From the Employer and Other Contributing Entities, as listed in the Table of Contents, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

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

STATE BOARD OF ACCOUNTS

May 20, 2009



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

TO: THE OFFICIALS OF THE UNION COUNTY COLLEGE CORNER
JOINT SCHOOL DISTRICT, UNION COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Union County College Corner Joint School District (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 May 20, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Corporation's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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

May 20, 2009

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
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>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental activities:					
Instruction	\$ 10,019,010	\$ -	\$ 121,351	\$ -	\$ (9,897,659)
Support services	5,581,218	548,159	343,178	-	(4,689,881)
Community services	118,107	-	-	-	(118,107)
Nonprogrammed charges	786,897	-	-	-	(786,897)
Debt service	<u>1,837,882</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,837,882)</u>
Total government	<u>\$ 18,343,114</u>	<u>\$ 548,159</u>	<u>\$ 464,529</u>	<u>\$ -</u>	<u>(17,330,426)</u>
General receipts:					
Property taxes					3,251,338
Other local sources					2,818,962
State aid					6,849,156
Grants and contributions not restricted to specific programs					1,727,390
Sale of property, adjustments, and refunds					208,617
Investment earnings					39,588
Tax anticipation warrants received					2,985,000
Tax anticipation warrants paid					<u>(800,000)</u>
Total general receipts, interfund loans, transfers, and special items					<u>17,080,051</u>
Change in net assets					(250,375)
Net assets - beginning					<u>1,070,859</u>
Net assets - ending					<u>\$ 820,484</u>
<u>Assets</u>					
Cash and investments					\$ 432,845
Restricted assets:					
Cash and investments					<u>387,639</u>
Total assets					<u>\$ 820,484</u>
<u>Net Assets</u>					
Restricted for:					
Debt service					\$ 387,639
Unrestricted					<u>432,845</u>
Total net assets					<u>\$ 820,484</u>

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

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2008

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Totals</u>	Net (Disbursement) Receipts and Changes in Net Assets
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>		<u>Capital Grants and Contributions</u>
Governmental activities:					
Instruction	\$ 8,504,081	\$ -	\$ 170,674	\$ -	\$ (8,333,407)
Support services	6,082,303	544,768	314,243	-	(5,223,292)
Community services	115,035	-	-	-	(115,035)
Nonprogrammed charges	636,279	-	-	-	(636,279)
Debt service	<u>2,031,156</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,031,156)</u>
Total government	<u>\$ 17,368,854</u>	<u>\$ 544,768</u>	<u>\$ 484,917</u>	<u>\$ -</u>	<u>(16,339,169)</u>
General receipts:					
Property taxes					5,292,743
Other local sources					4,012,764
State aid					6,517,029
Grants and contributions not restricted to specific programs					1,807,042
Sale of property, adjustments, and refunds					227,859
Investment earnings					65,329
Tax anticipation warrants received					675,000
Tax anticipation warrants paid					<u>(2,185,000)</u>
Total general receipts, interfund loans, transfers, and special items					<u>16,412,766</u>
Change in net assets					73,597
Net assets - beginning					<u>820,484</u>
Net assets - ending					<u>\$ 894,081</u>
<u>Assets</u>					
Cash and investments					\$ 1,301,795
Restricted assets:					
Cash and investments					<u>(407,714)</u>
Total assets					<u>\$ 894,081</u>
<u>Net Assets</u>					
Restricted for:					
Debt service					\$ (407,714)
Unrestricted					<u>1,301,795</u>
Total net assets					<u>\$ 894,081</u>

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

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
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	Local Cost of Special Education	Joint Services and Supply	Special Education Carryover Fund	Debt Service
Receipts:						
Local sources	\$ 2,034,361	\$ 412,728	\$ 1,570,317	\$ 234,404	\$ -	\$ 1,154,491
Intermediate sources	621	-	-	-	-	-
State sources	6,954,004	-	65,626	-	-	-
Federal sources	-	-	-	-	-	-
Bonds and loans	2,985,000	-	-	-	-	-
Sale of property, adjustments and refunds	57,107	8,146	-	7,970	-	-
Total receipts	12,031,093	420,874	1,635,943	242,374	-	1,154,491
Disbursements:						
Current:						
Instruction	7,149,528	-	1,457,023	58,365	-	-
Support services	2,391,067	700,677	20,103	161,972	31,195	1,100
Community services	117,717	-	-	-	-	-
Nonprogrammed charges	786,897	-	-	-	-	-
Debt services	809,658	-	-	-	-	1,828,224
Total disbursements	11,254,867	700,677	1,477,126	220,337	31,195	1,829,324
Excess (deficiency) of receipts over disbursements	776,226	(279,803)	158,817	22,037	(31,195)	(674,833)
Other financing sources (uses):						
Transfers in	285,831	-	5,093	-	151,577	550,000
Transfers out	(601,429)	(15,081)	(4,848)	-	-	(46,107)
Total other financing sources (uses)	(315,598)	(15,081)	245	-	151,577	503,893
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	460,628	(294,884)	159,062	22,037	120,382	(170,940)
Cash and investments - beginning	(150,861)	197,344	(161,135)	77,768	-	463,719
Cash and investments - ending	\$ 309,767	\$ (97,540)	\$ (2,073)	\$ 99,805	\$ 120,382	\$ 292,779
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 309,767	\$ (97,540)	\$ (2,073)	\$ 99,805	\$ 120,382	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	292,779
Total cash and investment assets - ending	\$ 309,767	\$ (97,540)	\$ (2,073)	\$ 99,805	\$ 120,382	\$ 292,779
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 292,779
Unrestricted	309,767	(97,540)	(2,073)	99,805	120,382	-
Total cash and investment fund balance - ending	\$ 309,767	\$ (97,540)	\$ (2,073)	\$ 99,805	\$ 120,382	\$ 292,779

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

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2007
(Continued)

	Retirement/ Severance Bond	Capital Projects	School Bus Replacement	Other	Totals
Receipts:					
Local sources	\$ 34,235	\$ 633,115	\$ 618	\$ 581,318	\$ 6,655,587
Intermediate sources	-	-	-	1,838	2,459
State sources	-	-	-	257,779	7,277,409
Federal sources	-	-	-	1,763,667	1,763,667
Bonds and loans	-	-	-	-	2,985,000
Sale of property, adjustments and refunds	<u>89,532</u>	<u>33,130</u>	<u>-</u>	<u>12,732</u>	<u>208,617</u>
Total receipts	<u>123,767</u>	<u>666,245</u>	<u>618</u>	<u>2,617,334</u>	<u>18,892,739</u>
Disbursements:					
Current:					
Instruction	-	-	-	1,354,094	10,019,010
Support services	-	880,433	57,009	1,337,662	5,581,218
Community services	-	-	-	390	118,107
Nonprogrammed charges	-	-	-	-	786,897
Debt services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,637,882</u>
Total disbursements	<u>-</u>	<u>880,433</u>	<u>57,009</u>	<u>2,692,146</u>	<u>19,143,114</u>
Excess (deficiency) of receipts over disbursements	<u>123,767</u>	<u>(214,188)</u>	<u>(56,391)</u>	<u>(74,812)</u>	<u>(250,375)</u>
Other financing sources (uses):					
Transfers in	-	-	-	133,473	1,125,974
Transfers out	<u>(149,697)</u>	<u>(9,563)</u>	<u>-</u>	<u>(299,249)</u>	<u>(1,125,974)</u>
Total other financing sources (uses)	<u>(149,697)</u>	<u>(9,563)</u>	<u>-</u>	<u>(165,776)</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(25,930)</u>	<u>(223,751)</u>	<u>(56,391)</u>	<u>(240,588)</u>	<u>(250,375)</u>
Cash and investments - beginning	<u>120,790</u>	<u>68,431</u>	<u>57,254</u>	<u>397,549</u>	<u>1,070,859</u>
Cash and investments - ending	<u>\$ 94,860</u>	<u>\$ (155,320)</u>	<u>\$ 863</u>	<u>\$ 156,961</u>	<u>\$ 820,484</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ -	\$ (155,320)	\$ 863	\$ 156,961	\$ 432,845
Restricted assets:					
Cash and investments	<u>94,860</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>387,639</u>
Total cash and investment assets - ending	<u>\$ 94,860</u>	<u>\$ (155,320)</u>	<u>\$ 863</u>	<u>\$ 156,961</u>	<u>\$ 820,484</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ 94,860	\$ -	\$ -	\$ -	\$ 387,639
Unrestricted	<u>-</u>	<u>(155,320)</u>	<u>863</u>	<u>156,961</u>	<u>432,845</u>
Total cash and investment fund balance - ending	<u>\$ 94,860</u>	<u>\$ (155,320)</u>	<u>\$ 863</u>	<u>\$ 156,961</u>	<u>\$ 820,484</u>

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

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2008

	General	Transportation Operating	Rainy Day Fund	Local Cost of Special Education	Joint Services and Supply	Special Education Carryover Fund
Receipts:						
Local sources	\$ 3,277,616	\$ 697,438	\$ -	\$ 1,539,951	\$ 270,072	\$ -
Intermediate sources	1,706	-	-	-	-	-
State sources	6,655,298	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Bonds and loans	675,000	-	-	-	-	-
Sale of property, adjustments and refunds	175,537	14,681	-	-	7,952	-
Total receipts	10,785,157	712,119	-	1,539,951	278,024	-
Disbursements:						
Current:						
Instruction	5,573,194	-	382,736	1,418,193	1,652	2,556
Support services	2,473,133	709,612	224,325	-	110,886	128,941
Community services	107,078	-	7,533	-	-	-
Nonprogrammed charges	604,478	-	31,800	-	-	-
Debt services	2,208,562	-	10,178	-	-	-
Total disbursements	10,966,445	709,612	656,572	1,418,193	112,538	131,497
Excess (deficiency) of receipts over disbursements	(181,288)	2,507	(656,572)	121,758	165,486	(131,497)
Other financing sources (uses):						
Transfers in	16	53,592	1,312,895	-	2,931	11,115
Transfers out	-	-	-	-	(11,115)	-
Total other financing sources (uses)	16	53,592	1,312,895	-	(8,184)	11,115
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(181,272)	56,099	656,323	121,758	157,302	(120,382)
Cash and investments - beginning	309,767	(97,540)	-	(2,073)	99,805	120,382
Cash and investments - ending	\$ 128,495	\$ (41,441)	\$ 656,323	\$ 119,685	\$ 257,107	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 128,495	\$ (41,441)	\$ 656,323	\$ 119,685	\$ 257,107	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 128,495	\$ (41,441)	\$ 656,323	\$ 119,685	\$ 257,107	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	128,495	(41,441)	656,323	119,685	257,107	-
Total cash and investment fund balance - ending	\$ 128,495	\$ (41,441)	\$ 656,323	\$ 119,685	\$ 257,107	\$ -

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

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2008
(Continued)

	Debt Service	Retirement/ Severance Bond	Capital Projects	School Bus Replacement	Other	Totals
Receipts:						
Local sources	\$ 1,725,211	\$ 180,444	\$ 1,584,267	\$ 64,486	\$ 573,101	\$ 9,912,586
Intermediate sources	-	-	-	-	1,312	3,018
State sources	-	-	-	-	158,460	6,813,758
Federal sources	-	-	-	-	1,995,232	1,995,232
Bonds and loans	-	-	-	-	-	675,000
Sale of property, adjustments and refunds	-	-	6,355	850	22,482	227,857
Total receipts	1,725,211	180,444	1,590,622	65,336	2,750,587	19,627,451
Disbursements:						
Current:						
Instruction	-	-	-	-	1,125,751	8,504,082
Support services	-	-	847,186	31,693	1,556,529	6,082,305
Community services	-	-	-	-	424	115,035
Nonprogrammed charges	-	-	-	-	-	636,278
Debt services	1,864,904	132,512	-	-	-	4,216,156
Total disbursements	1,864,904	132,512	847,186	31,693	2,682,704	19,553,856
Excess (deficiency) of receipts over disbursements	(139,693)	47,932	743,436	33,643	67,883	73,595
Other financing sources (uses):						
Transfers in	-	-	-	-	124,061	1,504,610
Transfers out	(553,592)	(150,000)	(662,895)	-	(127,008)	(1,504,610)
Total other financing sources (uses)	(553,592)	(150,000)	(662,895)	-	(2,947)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(693,285)	(102,068)	80,541	33,643	64,936	73,595
Cash and investments - beginning	292,779	94,860	(155,320)	863	156,963	820,486
Cash and investments - ending	<u>\$ (400,506)</u>	<u>\$ (7,208)</u>	<u>\$ (74,779)</u>	<u>\$ 34,506</u>	<u>\$ 221,899</u>	<u>\$ 894,081</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ (74,779)	\$ 34,506	\$ 221,899	\$ 1,301,795
Restricted assets:						
Cash and investments	(400,506)	(7,208)	-	-	-	\$ (407,714)
Total cash and investment assets - ending	<u>\$ (400,506)</u>	<u>\$ (7,208)</u>	<u>\$ (74,779)</u>	<u>\$ 34,506</u>	<u>\$ 221,899</u>	<u>\$ 894,081</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ (400,506)	\$ (7,208)	\$ -	\$ -	\$ -	\$ (407,714)
Unrestricted	-	-	(74,779)	34,506	221,899	1,301,795
Total cash and investment fund balance - ending	<u>\$ (400,506)</u>	<u>\$ (7,208)</u>	<u>\$ (74,779)</u>	<u>\$ 34,506</u>	<u>\$ 221,899</u>	<u>\$ 894,081</u>

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

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
STATEMENT OF ADDITIONS, DEDUCTIONS
AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2007

	Private-Purpose Trust Funds
Additions:	
Contributions:	
Other	\$ <u>3,580</u>
Deductions:	
Administrative and general	<u>4,084</u>
Deficiency of total additions over total deductions	(504)
Cash and investment fund balance - beginning	<u>3,981</u>
Cash and investment fund balance - ending	<u>\$ <u>3,477</u></u>
Net assets:	
Cash and investments	<u>\$ <u>3,477</u></u>
Total net assets - cash and investment basis held in trust	<u>\$ <u>3,477</u></u>

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

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
STATEMENT OF ADDITIONS, DEDUCTIONS
AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2008

	Private-Purpose Trust Funds
Additions:	
Contributions:	
Other	\$ <u>5,145</u>
Deductions:	
Administrative and general	<u>6,257</u>
Deficiency of total additions over total deductions	(1,112)
Cash and investment fund balance - beginning	<u>3,477</u>
Cash and investment fund balance - ending	<u>\$ <u>2,365</u></u>
Net assets:	
Cash and investments	<u>\$ <u>2,365</u></u>
Total net assets - cash and investment basis held in trust	<u>\$ <u>2,365</u></u>

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

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
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: Union County College Corner Joint School District

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

Joint Ventures

The School Corporation is a participant with Northeastern Wayne School Corporation, Franklin County Community School Corporation, and Western Wayne Schools in a joint venture to operate East Central Indiana Special Services District which was created to provide instruction for handi-capped children. The School Corporation is obligated by contract to remit an annual amount determined by a funding formula approved by the District Board. Complete financial statements for the East Central Indiana Special Services District can be obtained from the joint venture's administrative office at 107 Laymon Street, Liberty, Indiana 47353.

The School Corporation is a participant with approximately fifty school corporations in the East Central Indiana Educational Service Center (Co-op). The Co-op is a joint venture which was created to take advantage of bulk purchasing power, centralized repairs of equipment, and joint in-service training programs. The Co-op's governing board consists of a member selected by each participating school corporation. The board has full authority to manage the Co-op's operations and also maintains the treasury functions. Detailed information may be obtained by contacting East Central Indiana Educational Service Center, 1601 Indiana Avenue, Connorsville, Indiana 47331.

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 nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. However, there are no business-type activities to report at this time.

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Financial Statements

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

The School Corporation reports the following major governmental funds:

The general fund is the School Corporation's primary operating fund and accounts for all financial resources of the School Corporation, 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 local cost of special education costs fund accounts for 20% of the allowable costs not paid by the special education grant. The costs are billed to and received from the member schools.

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 rainy day fund is used to account for funds in accordance with IC 36-1-8-5.1 and a locally adopted resolution.

The joint service and supply fund is used to account for the local cost of the special education cooperative.

The special education carryover fund is used to account for funds left over from the prior grant year for special education.

The retirement/severance bond fund accounts for pension bond funding and related debt service payments.

Additionally, the School Corporation reports the following fund types:

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

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Measurement Focus and Basis of Accounting

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

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

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

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

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

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the School Corporation in June and in December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the School Corporation on or prior to June 30 of the year collected except for the distribution due June 30, 2008. The June 30, 2008, distribution was not made by the County Auditor until September 30, 2008.

3. Capital Assets

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

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

4. Long-Term Debt

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

5. Equity Classification

Government-Wide Statements

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

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

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

Fund Financial Statements

Governmental fund equity is classified as fund balance.

E. Receipts and Disbursements

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.

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.

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Government-Wide Financial Statements

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

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.

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Cash and Investment Balance Deficits

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

Fund	2007	2008
Transportation Fund	\$ 97,540	\$ 41,442
Debt Service	-	400,506
Retirement Bond	-	7,208
Joint Service and Supply	2,073	-
Capital Projects Fund	135,320	74,779
Textbook Rental Fund	85,320	46,386

Cash and investment deficits at June 30, 2008, arose primarily from the normal June 30th local property tax distribution not being received by the School Corporation until September 30, 2008.

C. Tax Anticipation Warrants

The School Corporation issues tax anticipation warrants for cash flow purposes in advance of property tax collections and/or state tuition support disbursements.

Fiscal Year 2006-2007	Beginning Balance	Issued/ Draws	Redeemed Repayments	Ending Balance
General Fund	\$ -	\$ 2,985,000	\$ 800,000	\$ 2,185,000
<u>Fiscal Year 2007-2008</u>				
General Fund	\$ 2,185,000	\$ 675,000	\$ 2,185,000	\$ 675,000

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The 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 \$2,127,603. The entire amount was insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Statutory Authorization for Investments

Indiana Code 5-13-9 authorizes the School Corporation to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the School Corporation to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

B. Interfund Transfers

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

Transfer From	Transfer To	2007	2008
General Fund	Debt Service	\$ 550,000	\$ -
	Other governmental	51,429	-
Debt Service	Transportation Fund	-	53,592
	Rainy Day Fund	-	500,000
	Other governmental	46,107	-
Capital Projects	Rainy Day Fund	-	662,895
	Other governmental	9,563	-
Transportation Fund	Other governmental	15,081	-
Retirement Bond	General Fund	145,899	-
Retirement Bond	Rainy Day Fund	-	150,000
Retirement Bond	Other governmental	3,798	-
Joint Service and Supply	Other governmental	4,848	-
Local Share of Special Education Costs	Other governmental	-	11,115
Other governmental	General Fund	139,932	16
	Joint Service and Supply	5,093	-
	Other governmental	154,224	126,992
Totals		<u>\$ 1,125,974</u>	<u>\$ 1,504,610</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.

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Medical Benefits to Employees, Retirees, and Dependents

During 1997, the School Corporation joined together with other governmental entities to form the Indiana Public Employees Plan, Greater Randolph County School Insurance Consortium, a public entity risk pool currently operating as a common risk management and insurance program for seven member governmental entities. This risk pool was formed in 1996. The purpose of the risk pool is to provide a medium for the funding and administration of medical benefits to employees, retirees and dependents. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$5,000,000 per insured event. The risk pool obtains independent coverage for insured events in excess of the \$100,000 limit.

B. Holding Corporation

The School Corporation has entered into three capital leases with the Union County School Building Corporation, (the lessor). The lessor was organized as a corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments during the fiscal year 2008 totaled \$1,839,028.

C. Pension Plans

Employees of the School Corporation participate in one of four pension plans. Employees participate in the (1) Indiana's Teachers' Retirement Fund; (2) the Ohio State Teachers' Retirement System; (3) the Indiana Public Employees' Retirement Fund; or (4) the Ohio School Employees' Retirement System. Noncertified personnel (other covered employees) participate in one of the Employees' Retirement Funds while certified personnel (licensed teachers) are members of one of the Teachers' Retirement Funds.

Indiana Plans

1. 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.

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Funding Policy and Annual Pension Cost

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

Actuarial Information for the Above Plan

	PERF
Annual required contribution	\$ 145,185
Interest on net pension obligation	(12,756)
Adjustment to annual required contribution	14,537
Annual pension cost	146,966
Contributions made	122,857
Increase (decrease) in net pension obligation	24,109
Net pension obligation, beginning of year	(175,947)
Net pension obligation, end of year	\$ (151,838)

	PERF
Contribution rates:	
School Corporation	6.75%
Plan members	3%
Actuarial valuation date	07-01-07
Actuarial cost method	Entry age
Amortization method	Level percentage of projected payroll, closed
Amortization period	40 years
Amortization period (from date)	07-01-97
Asset valuation method	75% of expected actuarial value plus 25% of market value

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
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	\$ 110,735	105%	\$ (179,104)
	06-30-06	121,143	97%	(175,947)
	06-30-07	146,966	84%	(151,838)

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

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
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.

Plan members are required to contribute 3% of their salary. The School Corporation pays the entire cost for members. 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 9% of covered wages. The School Corporation's required contribution to the plan for the fiscal years ended June 30, 2008, 2007 and 2006 were \$260,461,329, \$308,255, and \$271,329, respectively. The School Corporation actually contributed 100%, of the required contributions for each of the fiscal years.

Ohio Plans

Members of the Ohio State Teachers' Retirement System contribute 9.3% of gross earnings and members of the Ohio School Employees' Retirement System contribute 9.9% of gross earnings. The College Corner Local School Corporation of Ohio contributes 14% of gross earnings to the certified employees' and noncertified employees' plans. The Ohio State Teachers' Retirement System may be contacted at the following address:

State Teachers' Retirement System of Ohio
275 East Broad Street
Columbus, Ohio 43215

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-05	\$ 1,409,855	\$ 1,707,500	\$ (297,645)	83%	\$ 1,817,848	(16%)
07-01-06	1,501,353	1,836,431	(335,078)	82%	1,859,042	(18%)
07-01-07	1,690,775	2,045,333	(354,558)	83%	1,911,279	(19%)

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007

	Special Education Preschool	School Lunch Fund	Textbook Rental Fund	Levy Excess Fund	East Central Pass Through	Education Plate Fund	School Library Grant
Receipts:							
Local sources	\$ 5,248	\$ 484,081	\$ 86,489	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	1,838	-
State sources	111,925	8,391	19,217	-	-	-	-
Federal sources	-	249,945	-	-	-	-	-
Sale of property, adjustments and refunds	-	5,860	-	-	-	-	-
Total receipts	117,173	748,277	105,706	-	-	1,838	-
Disbursements:							
Current:							
Instruction	120,817	-	-	-	(14,970)	-	-
Support services	3,631	710,352	76,482	-	(9,052)	-	200
Community services	-	-	-	-	-	-	-
Total disbursements	124,448	710,352	76,482	-	(24,022)	-	200
Excess (deficiency) of receipts over disbursements	(7,275)	37,925	29,224	-	24,022	1,838	(200)
Other financing sources (uses):							
Transfers in	-	-	-	126,181	-	-	-
Transfers out	(13,878)	-	-	(126,256)	(1,497)	-	-
Total other financing sources (uses)	(13,878)	-	-	(75)	(1,497)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(21,153)	37,925	29,224	(75)	22,525	1,838	(200)
Cash and investments - beginning	49,410	(28,046)	(114,544)	75	(22,525)	5,888	200
Cash and investments - ending	\$ 28,257	\$ 9,879	\$ (85,320)	\$ -	\$ -	\$ 7,726	\$ -
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 28,257	\$ 9,879	\$ (85,320)	\$ -	\$ -	\$ 7,726	\$ -
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	\$ 28,257	\$ 9,879	\$ (85,320)	\$ -	\$ -	\$ 7,726	\$ -

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Early Intervention Program	REAP Fund	Partnership with Schools	Local Wellness	Ohio Professional Development	Gifted and Talented	Medicaid Reimbursement Fund
Receipts:							
Local sources	\$ -	\$ -	\$ 500	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	130	2,350	13,105	-
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	-	-	500	130	2,350	13,105	-
Disbursements:							
Current:							
Instruction	(607)	11,000	600	-	2,532	8,855	-
Support services	-	-	-	-	-	-	-
Community services	-	-	-	-	-	-	-
Total disbursements	(607)	11,000	600	-	2,532	8,855	-
Excess (deficiency) of receipts over disbursements	<u>607</u>	<u>(11,000)</u>	<u>(100)</u>	<u>130</u>	<u>(182)</u>	<u>4,250</u>	<u>-</u>
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	<u>607</u>	<u>(11,000)</u>	<u>(100)</u>	<u>130</u>	<u>(182)</u>	<u>4,250</u>	<u>-</u>
Cash and investments - beginning	<u>(607)</u>	<u>11,000</u>	<u>100</u>	<u>-</u>	<u>-</u>	<u>27,548</u>	<u>7,321</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 130</u>	<u>\$ (182)</u>	<u>\$ 31,798</u>	<u>\$ 7,321</u>
Cash and Investment Assets - Ending							
Cash and investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 130</u>	<u>\$ (182)</u>	<u>\$ 31,798</u>	<u>\$ 7,321</u>
Cash and Investment Fund Balance - Ending							
Unrestricted	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 130</u>	<u>\$ (182)</u>	<u>\$ 31,798</u>	<u>\$ 7,321</u>

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 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)

	Criminal Justice Grant	Non English Speaking Grant	School Technology Fund	Library Services Technology	Technology Plan Grant	REMC Education Grant	Library Grant
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	98	-	2,100	77,163	-	-
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	6,872	-	-	-	-
Total receipts	-	98	6,872	2,100	77,163	-	-
Disbursements:							
Current:							
Instruction	1,028	-	-	-	-	-	-
Support services	-	-	3,375	2,100	17,612	521	41
Community services	-	-	-	-	-	-	-
Total disbursements	1,028	-	3,375	2,100	17,612	521	41
Excess (deficiency) of receipts over disbursements	(1,028)	98	3,497	-	59,551	(521)	(41)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(1)	-
Total other financing sources (uses)	-	-	-	-	-	(1)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,028)	98	3,497	-	59,551	(522)	(41)
Cash and investments - beginning	1,028	105	241	-	352	522	41
Cash and investments - ending	\$ -	\$ 203	\$ 3,738	\$ -	\$ 59,903	\$ -	\$ -
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ 203	\$ 3,738	\$ -	\$ 59,903	\$ -	\$ -
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	\$ -	\$ 203	\$ 3,738	\$ -	\$ 59,903	\$ -	\$ -

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 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)

	Mentorship Program	Project Lead The Way	Visteon Grant	Soil & Water Conservation Youth Grant	Title I FY 03-04	Title I Ohio
Receipts:						
Local sources	\$ -	\$ -	\$ 5,000	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	3,300	20,000	-	-	-	-
Federal sources	-	-	-	-	-	15,968
Sale of property, adjustments and refunds	-	-	-	-	-	-
Total receipts	3,300	20,000	5,000	-	-	15,968
Disbursements:						
Current:						
Instruction	2,400	730	-	-	479	12,421
Support services	-	19,270	4,994	-	-	-
Community services	-	-	-	-	-	-
Total disbursements	2,400	20,000	4,994	-	479	12,421
Excess (deficiency) of receipts over disbursements	900	-	6	-	(479)	3,547
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	900	-	6	-	(479)	3,547
Cash and investments - beginning	2,555	-	-	9	479	-
Cash and investments - ending	\$ 3,455	\$ -	\$ 6	\$ 9	\$ -	\$ 3,547
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 3,455	\$ -	\$ 6	\$ 9	\$ -	\$ 3,547
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 3,455	\$ -	\$ 6	\$ 9	\$ -	\$ 3,547

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Title I FY 05-06	Title I FY 06-07	Innovative Education FY 06	Innovative Education FY 07	Innovative Education FY 05	IDEA Part B FY 06-07
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	17,000	153,362	-	2,596	-	1,244,296
Sale of property, adjustments and refunds	-	-	-	-	-	-
Total receipts	<u>17,000</u>	<u>153,362</u>	<u>-</u>	<u>2,596</u>	<u>-</u>	<u>1,244,296</u>
Disbursements:						
Current:						
Instruction	34,000	164,569	147	-	-	855,395
Support services	-	4,804	-	-	1,554	394,603
Community services	-	390	-	-	-	-
Total disbursements	<u>34,000</u>	<u>169,763</u>	<u>147</u>	<u>-</u>	<u>1,554</u>	<u>1,249,998</u>
Excess (deficiency) of receipts over disbursements	<u>(17,000)</u>	<u>(16,401)</u>	<u>(147)</u>	<u>2,596</u>	<u>(1,554)</u>	<u>(5,702)</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>(17,000)</u>	<u>(16,401)</u>	<u>(147)</u>	<u>2,596</u>	<u>(1,554)</u>	<u>(5,702)</u>
Cash and investments - beginning	<u>17,000</u>	<u>-</u>	<u>3,942</u>	<u>-</u>	<u>1,554</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ (16,401)</u>	<u>\$ 3,795</u>	<u>\$ 2,596</u>	<u>\$ -</u>	<u>\$ (5,702)</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ -</u>	<u>\$ (16,401)</u>	<u>\$ 3,795</u>	<u>\$ 2,596</u>	<u>\$ -</u>	<u>\$ (5,702)</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ -</u>	<u>\$ (16,401)</u>	<u>\$ 3,795</u>	<u>\$ 2,596</u>	<u>\$ -</u>	<u>\$ (5,702)</u>

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 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)

	IDEA Preschool FY 06-07	IDEA Part B FY 05-06	IDEA Preschool FY 05-06	Sliver Grant FY 05-06	IDEA Part B FY 05-06	IDEA Preschool Carryover FY 05-06
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	52,381	-	2,070	4,180	-	2,091
Sale of property, adjustments and refunds	-	-	-	-	-	-
Total receipts	52,381	-	2,070	4,180	-	2,091
Disbursements:						
Current:						
Instruction	51,664	19,296	(9)	2,519	26,982	(904)
Support services	-	(10,877)	-	400	75,689	-
Community services	-	-	-	-	-	-
Total disbursements	51,664	8,419	(9)	2,919	102,671	(904)
Excess (deficiency) of receipts over disbursements	717	(8,419)	2,079	1,261	(102,671)	2,995
Other financing sources (uses):						
Transfers in	-	-	-	-	-	1,497
Transfers out	-	(151,577)	-	-	-	-
Total other financing sources (uses)	-	(151,577)	-	-	-	1,497
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	717	(159,996)	2,079	1,261	(102,671)	4,492
Cash and investments - beginning	-	159,996	(2,079)	(1,261)	105,600	(4,492)
Cash and investments - ending	\$ 717	\$ -	\$ -	\$ -	\$ 2,929	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 717	\$ -	\$ -	\$ -	\$ 2,929	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 717	\$ -	\$ -	\$ -	\$ 2,929	\$ -

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 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)

	IDEA Part B FY 03-04	IDEA Preschool FY 03-04	CSPD Grant FY 03-04	IDEA Part B Carryover FY 03-04	IDEA Preschool Carryover FY 04-05	IDEA Preschool FY 04-05
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-
Disbursements:						
Current:						
Instruction	-	-	-	-	-	-
Support services	-	-	-	-	-	-
Community services	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-
Other financing sources (uses):						
Transfers in	-	4,301	547	-	947	-
Transfers out	(383)	-	-	(25)	-	(5,396)
Total other financing sources (uses)	(383)	4,301	547	(25)	947	(5,396)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(383)	4,301	547	(25)	947	(5,396)
Cash and investments - beginning	383	(4,301)	(547)	25	(947)	5,396
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 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)

	Sliver Grant FY 04-05	Drug Free Schools FY 04-05	Drug Free Schools FY 05-06	Drug Free Schools FY 06-07	Medicaid Reimbursements Federal	School to Work Fund FY 2005
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	5,212	14,566	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Total receipts	-	-	-	5,212	14,566	-
Disbursements:						
Current:						
Instruction	-	1,383	5,195	-	-	-
Support services	-	1,514	-	-	24	-
Community services	-	-	-	-	-	-
Total disbursements	-	2,897	5,195	-	24	-
Excess (deficiency) of receipts over disbursements	-	(2,897)	(5,195)	5,212	14,542	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	(236)	-	-	-	-	-
Total other financing sources (uses)	(236)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(236)	(2,897)	(5,195)	5,212	14,542	-
Cash and investments - beginning	236	3,089	6,297	-	40,625	267
Cash and investments - ending	<u>\$ -</u>	<u>\$ 192</u>	<u>\$ 1,102</u>	<u>\$ 5,212</u>	<u>\$ 55,167</u>	<u>\$ 267</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ -</u>	<u>\$ 192</u>	<u>\$ 1,102</u>	<u>\$ 5,212</u>	<u>\$ 55,167</u>	<u>\$ 267</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ -</u>	<u>\$ 192</u>	<u>\$ 1,102</u>	<u>\$ 5,212</u>	<u>\$ 55,167</u>	<u>\$ 267</u>

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	School to Work Fund FY 2001	Class Size Reduction Grant	Improving Teacher Quality	Title II Technology	Liberty Construction Fund	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 581,318
Intermediate sources	-	-	-	-	-	1,838
State sources	-	-	-	-	-	257,779
Federal sources	-	-	-	-	-	1,763,667
Sale of property, adjustments and refunds	-	-	-	-	-	12,732
Total receipts	-	-	-	-	-	2,617,334
Disbursements:						
Current:						
Instruction	-	(2,342)	50,915	-	-	1,354,095
Support services	-	-	23,816	2,124	14,485	1,337,662
Community services	-	-	-	-	-	390
Total disbursements	-	(2,342)	74,731	2,124	14,485	2,692,147
Excess (deficiency) of receipts over disbursements	-	2,342	(74,731)	(2,124)	(14,485)	(74,813)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	133,473
Transfers out	-	-	-	-	-	(299,249)
Total other financing sources (uses)	-	-	-	-	-	(165,776)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	2,342	(74,731)	(2,124)	(14,485)	(240,589)
Cash and investments - beginning	692	(2,342)	107,502	5,278	14,485	397,550
Cash and investments - ending	<u>\$ 692</u>	<u>\$ -</u>	<u>\$ 32,771</u>	<u>\$ 3,154</u>	<u>\$ -</u>	<u>\$ 156,961</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ 692</u>	<u>\$ -</u>	<u>\$ 32,771</u>	<u>\$ 3,154</u>	<u>\$ -</u>	<u>\$ 156,961</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ 692</u>	<u>\$ -</u>	<u>\$ 32,771</u>	<u>\$ 3,154</u>	<u>\$ -</u>	<u>\$ 156,961</u>

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008

	Special Education Preschool	School Lunch Fund	Textbook Rental Fund	Education Plate Fund	Local Wellness	Ohio Professional Development	Gifted and Talented
Receipts:							
Local sources	\$ 12,224	\$ 485,301	\$ 74,952	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	1,312	-	-	-
State sources	78,661	7,920	39,475	-	-	-	32,404
Federal sources	-	266,848	-	-	-	-	-
Sale of property, adjustments and refunds	-	4,779	9,525	-	-	-	-
Total receipts	90,885	764,848	123,952	1,312	-	-	32,404
Disbursements:							
Current:							
Instruction	115,026	-	-	-	-	(182)	59,249
Support services	3,017	730,631	85,018	-	130	-	-
Community services	-	-	-	-	-	-	-
Total disbursements	118,043	730,631	85,018	-	130	(182)	59,249
Excess (deficiency) of receipts over disbursements	(27,158)	34,217	38,934	1,312	(130)	182	(26,845)
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	(27,158)	34,217	38,934	1,312	(130)	182	(26,845)
Cash and investments - beginning	28,257	9,879	(85,320)	7,726	130	(182)	31,798
Cash and investments - ending	<u>\$ 1,099</u>	<u>\$ 44,096</u>	<u>\$ (46,386)</u>	<u>\$ 9,038</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,953</u>
Cash and Investment Assets - Ending							
Cash and investments	<u>\$ 1,099</u>	<u>\$ 44,096</u>	<u>\$ (46,386)</u>	<u>\$ 9,038</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,953</u>
Cash and Investment Fund Balance - Ending							
Unrestricted	<u>\$ 1,099</u>	<u>\$ 44,096</u>	<u>\$ (46,386)</u>	<u>\$ 9,038</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,953</u>

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	Drug Free Communities	Medicaid Reimbursement Fund	Non English Speaking Grant	School Technology Fund	Technology Planning Grant	Mentorship Program	Project Lead The Way
Receipts:							
Local sources	\$ 424	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	6,678	-	-	-
Total receipts	424	-	-	6,678	-	-	-
Disbursements:							
Current:							
Instruction	-	-	202	-	-	2,483	1,000
Support services	-	-	-	10,416	54,824	-	16,446
Community services	424	-	-	-	-	-	-
Total disbursements	424	-	202	10,416	54,824	2,483	17,446
Excess (deficiency) of receipts over disbursements	-	-	(202)	(3,738)	(54,824)	(2,483)	(17,446)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	(1)	-	-	-	-
Total other financing sources (uses)	-	-	(1)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(203)	(3,738)	(54,824)	(2,483)	(17,446)
Cash and investments - beginning	-	7,321	203	3,738	59,903	3,455	-
Cash and investments - ending	\$ -	\$ 7,321	\$ -	\$ -	\$ 5,079	\$ 972	\$ (17,446)
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 7,321	\$ -	\$ -	\$ 5,079	\$ 972	\$ (17,446)
Cash and Investment Fund Balance - Ending							
Unrestricted	\$ -	\$ 7,321	\$ -	\$ -	\$ 5,079	\$ 972	\$ (17,446)

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 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)

	Visteon Grant	Soil & Water Conservation Youth Grant	Title I FY 07-08	Title I Ohio	Title I FY 06-07	Innovative Education FY06
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 200	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	185,758	-	16,401	-
Sale of property, adjustments and refunds	-	-	-	-	-	1,394
Total receipts	-	-	185,758	200	16,401	1,394
Disbursements:						
Current:						
Instruction	-	-	203,458	3,747	-	3,763
Support services	-	-	-	-	-	1,426
Community services	-	-	-	-	-	-
Total disbursements	-	-	203,458	3,747	-	5,189
Excess (deficiency) of receipts over disbursements	-	-	(17,700)	(3,547)	16,401	(3,795)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	(6)	(9)	-	-	-	-
Total other financing sources (uses)	(6)	(9)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(6)	(9)	(17,700)	(3,547)	16,401	(3,795)
Cash and investments - beginning	6	9	-	3,547	(16,401)	3,795
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,700)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,700)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,700)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 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)

	Innovative Education FY07	Innovative Education FY08	IDEA Part B FY 06-07	IDEA Preschool FY 06-07	IDEA Part B FY 07-08	IDEA Preschool FY 07-08
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	2,541	291,327	-	1,122,000	37,690
Sale of property, adjustments and refunds	106	-	-	-	-	-
Total receipts	106	2,541	291,327	-	1,122,000	37,690
Disbursements:						
Current:						
Instruction	393	-	60,227	717	633,434	1,094
Support services	2,309	1,260	101,337	-	436,525	43,298
Community services	-	-	-	-	-	-
Total disbursements	2,702	1,260	161,564	717	1,069,959	44,392
Excess (deficiency) of receipts over disbursements	(2,596)	1,281	129,763	(717)	52,041	(6,702)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	(124,061)	-	-	-
Total other financing sources (uses)	-	-	(124,061)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,596)	1,281	5,702	(717)	52,041	(6,702)
Cash and investments - beginning	2,596	-	(5,702)	717	-	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ 1,281</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52,041</u>	<u>\$ (6,702)</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ -</u>	<u>\$ 1,281</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52,041</u>	<u>\$ (6,702)</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ -</u>	<u>\$ 1,281</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52,041</u>	<u>\$ (6,702)</u>

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 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)

	IDEA Part B Carryover	IDEA Part B FY 05-06	Drug Free Schools FY 04-05	Drug Free Schools FY 05-06	Drug Free Schools FY 06-07	Drug Free Schools FY 07-08
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	5,122
Sale of property, adjustments and refunds	-	-	-	-	-	-
Total receipts	-	-	-	-	-	5,122
Disbursements:						
Current:						
Instruction	192	-	180	1,102	4,170	1,914
Support services	40,744	-	-	-	-	-
Community services	-	-	-	-	-	-
Total disbursements	40,936	-	180	1,102	4,170	1,914
Excess (deficiency) of receipts over disbursements	(40,936)	-	(180)	(1,102)	(4,170)	3,208
Other financing sources (uses):						
Transfers in	124,061	-	-	-	-	-
Transfers out	-	(2,931)	-	-	-	-
Total other financing sources (uses)	124,061	(2,931)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	83,125	(2,931)	(180)	(1,102)	(4,170)	3,208
Cash and investments - beginning	-	2,931	192	1,102	5,212	-
Cash and investments - ending	<u>\$ 83,125</u>	<u>\$ -</u>	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ 1,042</u>	<u>\$ 3,208</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ 83,125</u>	<u>\$ -</u>	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ 1,042</u>	<u>\$ 3,208</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ 83,125</u>	<u>\$ -</u>	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ 1,042</u>	<u>\$ 3,208</u>

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 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)

	Medicaid Reimbursements Federal	School to Work Fund FY 2005	School to Work Fund FY 2001	Improving Teacher Quality	Title II Technology	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 573,101
Intermediate sources	-	-	-	-	-	1,312
State sources	-	-	-	-	-	158,460
Federal sources	4,437	-	-	63,108	-	1,995,232
Sale of property, adjustments and refunds	-	-	-	-	-	22,482
Total receipts	4,437	-	-	63,108	-	2,750,587
Disbursements:						
Current:						
Instruction	-	-	-	33,582	-	1,125,751
Support services	10,044	267	659	15,024	3,154	1,556,529
Community services	-	-	-	-	-	424
Total disbursements	10,044	267	659	48,606	3,154	2,682,704
Excess (deficiency) of receipts over disbursements	(5,607)	(267)	(659)	14,502	(3,154)	67,883
Other financing sources (uses):						
Transfers in	-	-	-	-	-	124,061
Transfers out	-	-	-	-	-	(127,008)
Total other financing sources (uses)	-	-	-	-	-	(2,947)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(5,607)	(267)	(659)	14,502	(3,154)	64,936
Cash and investments - beginning	55,167	267	692	32,771	3,154	156,963
Cash and investments - ending	<u>\$ 49,560</u>	<u>\$ -</u>	<u>\$ 33</u>	<u>\$ 47,273</u>	<u>\$ -</u>	<u>\$ 221,899</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ 49,560</u>	<u>\$ -</u>	<u>\$ 33</u>	<u>\$ 47,273</u>	<u>\$ -</u>	<u>\$ 221,899</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ 49,560</u>	<u>\$ -</u>	<u>\$ 33</u>	<u>\$ 47,273</u>	<u>\$ -</u>	<u>\$ 221,899</u>

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2007

	<u>Scholarships</u>	<u>Donations</u>	<u>Grants and Donations Foundation</u>	<u>FACS Grant</u>	<u>Totals</u>
Additions:					
Contributions:					
Other	\$ 1,000	\$ 2,080	\$ -	\$ 500	\$ 3,580
Deductions:					
Administrative and general	1,500	2,281	-	303	4,084
Excess (deficiency) of total additions over total deductions	(500)	(201)	-	197	(504)
Cash and investment fund balance - beginning	500	2,980	501	-	3,981
Cash and investments - June 30	<u>\$ -</u>	<u>\$ 2,779</u>	<u>\$ 501</u>	<u>\$ 197</u>	<u>\$ 3,477</u>
Net assets:					
Cash and investments	\$ -	\$ 2,779	\$ 501	\$ 197	\$ 3,477
Total net assets - cash and investment basis held in trust	<u>\$ -</u>	<u>\$ 2,779</u>	<u>\$ 501</u>	<u>\$ 197</u>	<u>\$ 3,477</u>

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2008

	Donations	Grants and Donations Foundation	FACS Grant	Totals
Additions:				
Contributions:				
Other	\$ 5,145	\$ -	\$ -	\$ 5,145
Deductions:				
Administrative and general	6,060	-	197	6,257
Deficiency of total additions over total deductions	(915)	-	(197)	(1,112)
Cash and investment fund balance - beginning	2,779	501	197	3,477
Cash and investments - June 30	\$ 1,864	\$ 501	\$ -	\$ 2,365
Net assets:				
Cash and investments	\$ 1,864	\$ 501	\$ -	\$ 2,365
Total net assets - cash and investment basis held in trust	\$ 1,864	\$ 501	\$ -	\$ 2,365

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2008

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 154,678
Buildings	21,714,997
Improvements other than buildings	1,378,218
Machinery and equipment	<u>6,057,491</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 29,305,384</u>

UNION COUNTY/COLLEGE CORNER JOINT SCHOOL DISTRICT
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2008

Description of Asset	Ending Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
Liberty Elementary/Union County High School	\$ 4,665,000	\$ 458,700
Middle School	6,290,000	959,000
Liberty/College Corner Elementaries, and Union County High School	5,320,000	466,659
Honeywell Energy Update	86,698	46,880
Bonds payable:		
General obligation bonds:		
Pension Bond	<u>1,425,000</u>	<u>135,182</u>
Total governmental activities long-term debt	<u>\$ 17,786,698</u>	<u>\$ 2,066,421</u>

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
AUDIT RESULTS AND COMMENTS

OVERDRAWN CASH BALANCES

The cash balance of eight funds, including the Transportation, Debt Service, Retirement Bond, Capital Projects, and Textbook Rental funds were overdrawn on June 30, 2008. The cause of the Debt Service, Retirement Bond, and Capital Projects funds cash deficit was due to delays in the normal spring property tax distribution. As described more fully in the Notes to Financial Statements (D2), taxes levied are collected by the County Treasurer and are distributed to the School Corporation in June and in December. However, the June 30, 2008, distribution was not received by the School Corporation until September 30, 2008.

A subsequent review of the cash balances of the above funds showed the following positive cash balances at January 30, 2009:

<u>Fund</u>	<u>Cash Balance</u>
Transportation	\$ 159,097
Debt Service	448,004
Retirement Bond	-
Capital Projects	480,244
Textbook Rental	33,252

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

GUARANTEED ENERGY SAVINGS CONTRACTS

The Union County College Corner Joint School District entered into two separate guaranteed energy savings contracts with Honeywell, Inc. The first contract was entered into on December 11, 1995. This contract was for five years. The total amount of the contract was \$134,200. The total amount of guaranteed energy savings was \$67,100. The total amount of guaranteed operational savings was \$67,100. The second contract was entered into on August 30, 1999. This contract was for a ten year period. The total amount of the contract was \$336,529. The total amount of guaranteed energy savings was \$224,590. The total amount of guaranteed operational savings was \$244,250. The contracts were combined during the period October 2000 and January 2002. There was an overlap in the contracts and there was no way to distinguish the ECM's of each contract since all ECM's show up on all meters. The contracts provide operational cost savings projections and included capital expenditures as "agreed upon Operational Cost Savings." The "agreed upon" savings were "deemed realized upon execution" of the contract. No information was presented for audit to document the operational savings for either contract.

The contracts state in part "Operational Savings are mutually agreed by the Customer and Honeywell and are deemed satisfied upon contract execution".

The projects include per the contract, Lighting Retrofit, Boiler Replacement, Water Conservation Measurers, Steam Taps and Windows.

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
AUDIT RESULTS AND COMMENTS
(Continued)

Statutory and Other Compliance Guideline Provisions

The Public Works Law, IC 36-1-12-1(e), states in part: "As an alternative to this chapter, the governing body . . . may . . . enter into a guaranteed energy savings contract as permitted under IC 36-1-12.5."

Effective March 21, 2002, IC 36-1-12.5-1 states in part:

"As used in this chapter, 'energy conservation measure' means a school facility alteration or an alteration of a structure (as defined in IC 36-1-10-2) designed to reduce energy consumption costs or other operating costs . . . including future:

- (A) labor costs;
- (B) costs for contracted services; and
- (C) related capital expenditures."

IC 36-1-12.5-5(a) concerning energy savings contracts states in part:

"The governing body may enter into . . . a guaranteed energy savings contract with a qualified provider to reduce the school corporation's or the political subdivision's energy consumption costs or operating costs if, after review of the report described in section 6 of this chapter, the governing body finds: (1) that the amount the governing body would spend on the energy conservation measures under the contract and that are recommended in the report is not likely to exceed the amount to be saved in energy consumption costs and other operating costs over ten (10) years from the date of installation if the recommendations in the report were followed; and (2) in the case of a guaranteed energy savings contract, the qualified provider provides a written guarantee as described in subsection (d)(2)."

IC 36-1-12.5-5(d) states in part:

"An agreement to participate in . . . guaranteed energy savings contract under this section must provide that: . . . (2) in the case of the guaranteed energy savings contract: (A) the savings in energy and operating costs due to the energy conservation measures are guaranteed to cover the costs of the payments for the measures; and (B) the qualified provider will reimburse the school corporation or political subdivision for the difference between the guaranteed savings and the actual savings . . ."

Effective March 21, 2002, IC 36-1-12.5-0.5 states: "As used in this chapter, 'actual savings' includes stipulated savings."

IC 36-1-12.5-3.7 states in part: "As used in this chapter, 'stipulated savings' are assumed savings that are documented by industry engineering standards."

IC 36-1-12.5-11 states in part:

"(a) A guaranteed energy savings contract that includes stipulated savings must specify the methodology used to calculate the savings using industry engineering standards."

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
AUDIT RESULTS AND COMMENTS
(Continued)

(b) Stipulated savings may be used for energy conservation measures including . . . (9) Any work that is causally connected to the energy conservation measures listed in subdivisions (1) through (8).

(c) The guaranteed energy savings contract shall:

(1) describe stipulated savings for:

(A) energy conservation measures; and

(B) work causally connected to the energy conservation measures; and

(2) document assumptions by industry engineering standards."

Repayment of Costs in Excess of Savings

The Union County College Corner Joint School District officials conveyed that the items shown as "agreed upon" or "stipulated savings" have been predetermined. Furthermore, the Union County College Corner Joint School District officials do not have available for audit and conveyed they do not plan in the future to have any additional information to document actual operating savings. Accordingly, with due regards for the remaining contract time for which information may be presented to document actual operating and energy savings (effective March 21, 2002, "stipulated savings" documented by "industry engineering standards"), the Union County College Corner Joint School District should request reimbursement from Honeywell, Inc., for costs which did not result in an actual reduction of energy consumption costs or other operating costs (or effective March 21, 2002, stipulated savings which were not supported by "industry engineering standards") at the end of the contract term in accordance with IC 36-1-12.5-5(d)(2)(B).

Governmental units have a responsibility to collect amounts owed to the governmental unit pursuant to procedures authorized by statute. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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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 UNION COUNTY COLLEGE CORNER
JOINT SCHOOL DISTRICT, UNION COUNTY, INDIANA

Compliance

We have audited the compliance of the Union County College Corner Joint School District (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

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

on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

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

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

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

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

May 20, 2009

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
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		\$ 59,620	\$ 59,833
National School Lunch Program	10.555		225,493	231,418
			<u>285,113</u>	<u>291,251</u>
Total for federal grantor agency			<u>285,113</u>	<u>291,251</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>				
Pass-Through Indiana Department of Education Special Education Cluster				
Special Education Grants To States (IDEA, Part B)	84.027	14207-013-PN01	1,249,997	285,625
		14206-013-PY02	128,940	-
		14208-013-PN01	-	1,069,959
		14207-013-PY02	-	40,936
			<u>1,378,937</u>	<u>1,396,520</u>
Total for Program			<u>1,378,937</u>	<u>1,396,520</u>
Special Education Preschool Grants (IDEA, Preschool)	84.173	45707-013-PN01	51,664	-
		45708-013-PN01	-	44,392
			<u>51,664</u>	<u>44,392</u>
Total for Program			<u>51,664</u>	<u>44,392</u>
Total for cluster			<u>1,430,601</u>	<u>1,440,912</u>
Title I Grants to Local Educational Agencies	84.010	07-7950	216,183	-
		08-7950	-	203,762
			<u>216,183</u>	<u>203,762</u>
Total for Program			<u>216,183</u>	<u>203,762</u>
Safe and Drug Free Schools and Communities	84.186	SY 04-05	2,896	-
		SY 05-06	5,194	-
		SY 06-07	-	4,170
		SY 07-08	-	1,914
			<u>8,090</u>	<u>6,084</u>
Total for Program			<u>8,090</u>	<u>6,084</u>
Title V, Innovative Education	84.298	05-7950	1,554	-
		06-7950	4,026	-
		07-7950	-	2,596
		08-7950	-	2,278
			<u>5,580</u>	<u>4,874</u>
Total for Program			<u>5,580</u>	<u>4,874</u>
Title II, Technology	84.318	07-7950	2,124	-
		08-7950	-	3,153
			<u>2,124</u>	<u>3,153</u>
Total for Program			<u>2,124</u>	<u>3,153</u>
Title II, Improving Teacher Quality	84.367	05-7950	57,577	-
		06-7950	-	24,551
		07-7950	-	24,053
			<u>57,577</u>	<u>48,604</u>
Total for Program			<u>57,577</u>	<u>48,604</u>
Total for Federal Grantor Agency			<u>1,720,155</u>	<u>1,707,389</u>
Total Federal Awards Expended			<u>\$ 2,005,268</u>	<u>\$ 1,998,640</u>

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
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 Union County College Corner Joint School District (School Corporation) and is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Accordingly, the amount of federal awards expended is based on when the activity related to the award occurs. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

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

II. Noncash Assistance

The School Corporation expended the following amount of noncash assistance for the years ending June 30, 2007 and 2008. This noncash assistance is also included in the federal expenditures presented in the schedule.

Program Title	Federal CFDA Number	2007	2008
National School Lunch	10.555	\$ 29,585	\$ 19,390
School Breakfast Program	10.553	7,748	5,013

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
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:

Name of Federal Program or Cluster
Special Education Cluster

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

UNION COUNTY-COLLEGE CORNER JOINT SCHOOL DISTRICT
107 Layman Street • Liberty, Indiana 47353 • P: 765-458-7471 • F: 765-458-5647

Lynn A. Sheets, Superintendent
Al Sustarsic, Administrative
Assistant
Sharon L. Moore, Director of
Information Technology



Marsha Maze, Treasurer
Grace Atkins, Payroll Clerk
Ron Elleman, Bus Coordinator

Indiana State Board of Accounts
302 West Washington St.
Room E418
Indianapolis, IN 46204-2769

RE: Prior Audit Findings

Original SBA Audit Report Number:	B29912
Fiscal Year	7/1/2004-6/30/2006
Auditee Contact Person	Marsha Maze
Title of contact Person	Treasurer
Phone Number	765/458-7471
Status of Finding	All Corrected

Finding Number 2006-1

The School Board is furnished a financial statement and fund balances monthly.

We currently have a Tax Anticipated Warrant loan at First Merchants Bank. Before this money can be accessed, Board approval is required and a copy of the Board minutes is presented to the bank showing the amount needed.

Finding Number 2006-2

The cash requests made to the State of Indiana by East Central Indiana Special Services each month is only for the amount needed to meet expenses for that month.

Page 2
Audit Findings

Finding Number 2006-3

There are no gift cards purchased at anytime by the Corporation.

Marsha Maze
Marsha Maze, Treasurer

UNION COUNTY COLLEGE CORNER JOINT SCHOOL DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on May 20, 2009, with Johnny K. Welborn, Vice-President; Marsha Maze, Treasurer; Lynn A. Sheets, Superintendent of Schools; and Gena S. Waltz and Ben Caskey, Board members. The officials concurred with our audit findings.

The contents of this report were discussed on May 20, 2009, with Mike Murray, President of the School Board; Marsha Maze, Treasurer; Lynn A. Sheets, Superintendent of Schools; Susan Kirkpatrick, Michael L. Sims, and Gary Arn, Board members. The officials concurred with our audit findings.