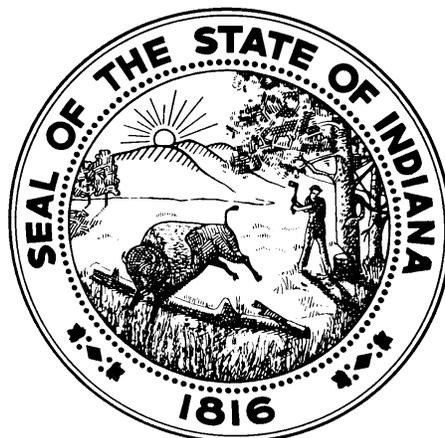


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

AUDIT REPORT
OF

CRAWFORD COUNTY COMMUNITY
SCHOOLS CORPORATION
CRAWFORD COUNTY, INDIANA

July 1, 2006 to June 30, 2008



FILED

06/30/2009

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Martha R. Stroud	07-01-06 to 06-30-09
Superintendent of Schools	Dr. Mark A. Eastridge	07-01-06 to 06-30-12
President of the School Board	Debbie Kaiser	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 CRAWFORD COUNTY COMMUNITY
SCHOOLS CORPORATION, CRAWFORD COUNTY, INDIANA

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

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

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the School Corporation as of June 30, 2007 and 2008, and the respective cash receipts and cash disbursements during the years then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated June 11, 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, as listed in the Table of Contents, is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The School Corporation has not presented Management's Discussion and Analysis or Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America have determined are 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

June 11, 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 CRAWFORD COUNTY COMMUNITY
SCHOOLS CORPORATION, CRAWFORD COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Crawford County Community Schools Corporation (School Corporation), as of and for the years ended June 30, 2007 and 2008, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated June 11, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

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

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

Compliance and Other Matters

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

This report is intended solely for the information and use of the School Corporation's management, the School Board, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

June 11, 2009

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Totals</u>	<u>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	\$ 9,515,123	\$ -	\$ 85,487	\$ -	\$ (9,429,636)
Support services	6,647,937	394,701	528,371	-	(5,724,865)
Community services	134,476	-	-	-	(134,476)
Nonprogrammed charges	846,703	-	-	-	(846,703)
Debt service	1,781,439	-	-	-	(1,781,439)
Total governmental activities	<u>\$ 18,925,678</u>	<u>\$ 394,701</u>	<u>\$ 613,858</u>	<u>\$ -</u>	<u>(17,917,119)</u>
General receipts:					
Property taxes					3,125,501
Other local sources					1,626,824
State aid					9,225,723
Grants and contributions not restricted to specific programs					1,025,581
Sale of property, adjustments, and refunds					109,117
Investment earnings					164,162
Total general receipts					<u>15,276,908</u>
Change in net assets					(2,640,211)
Net assets - beginning					<u>5,411,574</u>
Net assets - ending					<u>\$ 2,771,363</u>
Assets					
Cash and investments					\$ 2,094,496
Restricted assets:					
Cash and investments					<u>676,867</u>
Total assets					<u>\$ 2,771,363</u>
Net Assets					
Restricted for:					
Debt service					\$ 676,867
Unrestricted					<u>2,094,496</u>
Total net assets					<u>\$ 2,771,363</u>

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

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<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	\$ 9,256,950	\$ -	\$ 89,987	\$ -	\$ (9,166,963)
Support services	6,514,644	400,527	540,996	-	(5,573,121)
Community services	170,010	-	-	-	(170,010)
Nonprogrammed charges	815,374	-	-	-	(815,374)
Debt service	<u>2,006,330</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,006,330)</u>
Total governmental activities	<u>\$ 18,763,308</u>	<u>\$ 400,527</u>	<u>\$ 630,983</u>	<u>\$ -</u>	<u>(17,731,798)</u>
General receipts:					
Property taxes					4,607,163
Other local sources					1,309,867
State aid					8,600,925
Bonds and loans					284,418
Grants and contributions not restricted to specific programs					1,222,835
Sale of property, adjustments, and refunds					19,623
Investment earnings					<u>66,055</u>
Total general receipts					<u>16,110,886</u>
Change in net assets					(1,620,912)
Net assets - beginning					<u>2,771,363</u>
Net assets - ending					<u>\$ 1,150,451</u>
Assets					
Cash and investments					\$ 1,057,483
Restricted assets:					
Cash and investments					<u>92,968</u>
Total assets					<u>\$ 1,150,451</u>
Net Assets					
Restricted for:					
Debt service					\$ 92,968
Unrestricted					<u>1,057,483</u>
Total net assets					<u>\$ 1,150,451</u>

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

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

	General	Transportation Operating	Local Rainy Day	School Lunch	Textbook Rental	Debt Service
Receipts:						
Local sources	\$ 1,652,485	\$ 743,939	\$ -	\$ 382,568	\$ 142,541	\$ 1,502,191
Intermediate sources	2,138	-	-	-	-	-
State sources	9,297,522	-	-	7,388	42,175	-
Federal sources	-	-	-	478,808	-	-
Sale of property, adjustments and refunds	10,134	7,268	-	-	-	52,138
Interfund loans	62,685	30,335	-	-	-	-
Total receipts	<u>11,024,964</u>	<u>781,542</u>	<u>-</u>	<u>868,764</u>	<u>184,716</u>	<u>1,554,329</u>
Disbursements:						
Current:						
Instruction	8,600,672	-	-	-	-	-
Support services	2,079,774	1,126,577	-	829,248	146,410	-
Community services	118,650	-	-	-	-	-
Nonprogrammed charges	787,162	-	-	-	-	-
Debt services	-	-	-	-	-	1,419,585
Interfund loans	414,847	30,335	-	-	-	-
Total disbursements	<u>12,001,105</u>	<u>1,156,912</u>	<u>-</u>	<u>829,248</u>	<u>146,410</u>	<u>1,419,585</u>
Excess (deficiency) of receipts over disbursements	<u>(976,141)</u>	<u>(375,370)</u>	<u>-</u>	<u>39,516</u>	<u>38,306</u>	<u>134,744</u>
Other financing sources (uses):						
Transfers in	-	100,856	52,138	-	-	-
Transfers out	-	-	-	-	-	(152,994)
Total other financing sources (uses)	<u>-</u>	<u>100,856</u>	<u>52,138</u>	<u>-</u>	<u>-</u>	<u>(152,994)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(976,141)</u>	<u>(274,514)</u>	<u>52,138</u>	<u>39,516</u>	<u>38,306</u>	<u>(18,250)</u>
Cash and investments - beginning	<u>1,668,811</u>	<u>384,179</u>	<u>230,119</u>	<u>137,005</u>	<u>127,748</u>	<u>695,117</u>
Cash and investments - ending	<u>\$ 692,670</u>	<u>\$ 109,665</u>	<u>\$ 282,257</u>	<u>\$ 176,521</u>	<u>\$ 166,054</u>	<u>\$ 676,867</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 692,670	\$ 109,665	\$ 282,257	\$ 176,521	\$ 166,054	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	676,867
Total cash and investment assets - ending	<u>\$ 692,670</u>	<u>\$ 109,665</u>	<u>\$ 282,257</u>	<u>\$ 176,521</u>	<u>\$ 166,054</u>	<u>\$ 676,867</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 676,867
Unrestricted	<u>692,670</u>	<u>109,665</u>	<u>282,257</u>	<u>176,521</u>	<u>166,054</u>	<u>-</u>
Total cash and investment fund balance - ending	<u>\$ 692,670</u>	<u>\$ 109,665</u>	<u>\$ 282,257</u>	<u>\$ 176,521</u>	<u>\$ 166,054</u>	<u>\$ 676,867</u>

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

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

	Capital Projects	School Bus Replacement	Construction	Other	Totals
Receipts:					
Local sources	\$ 720,626	\$ 95,589	\$ -	\$ 69,112	\$ 5,309,051
Intermediate sources	-	-	-	-	2,138
State sources	-	-	-	120,447	9,467,532
Federal sources	-	-	-	918,821	1,397,629
Sale of property, adjustments and refunds	-	-	39,577	-	109,117
Interfund loans	-	32,350	-	352,162	477,532
Total receipts	720,626	127,939	39,577	1,460,542	16,762,999
Disbursements:					
Current:					
Instruction	-	-	-	914,451	9,515,123
Support services	1,084,071	115,140	1,200,279	66,438	6,647,937
Community services	-	-	-	15,826	134,476
Nonprogrammed charges	-	-	-	59,541	846,703
Debt services	67	-	-	361,787	1,781,439
Interfund loans	-	32,350	-	-	477,532
Total disbursements	1,084,138	147,490	1,200,279	1,418,043	19,403,210
Excess (deficiency) of receipts over disbursements	(363,512)	(19,551)	(1,160,702)	42,499	(2,640,211)
Other financing sources (uses):					
Transfers in	-	-	-	-	152,994
Transfers out	-	-	-	-	(152,994)
Total other financing sources (uses)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(363,512)	(19,551)	(1,160,702)	42,499	(2,640,211)
Cash and investments - beginning	377,585	82,790	1,671,719	36,501	5,411,574
Cash and investments - ending	\$ 14,073	\$ 63,239	\$ 511,017	\$ 79,000	\$ 2,771,363
Cash and Investment Assets - Ending					
Cash and investments	\$ 14,073	\$ 63,239	\$ 511,017	\$ 79,000	\$ 2,094,496
Restricted assets:					
Cash and investments	-	-	-	-	676,867
Total cash and investment assets - ending	\$ 14,073	\$ 63,239	\$ 511,017	\$ 79,000	\$ 2,771,363
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 676,867
Unrestricted	14,073	63,239	511,017	79,000	2,094,496
Total cash and investment fund balance - ending	\$ 14,073	\$ 63,239	\$ 511,017	\$ 79,000	\$ 2,771,363

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

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

	General	Transportation Operating	Local Rainy Day	School Lunch	Textbook Rental	Debt Service
Receipts:						
Local sources	\$ 1,951,411	\$ 1,218,175	\$ 500	\$ 388,876	\$ 152,163	\$ 1,309,073
Intermediate sources	2,302	-	-	-	-	-
State sources	8,656,985	-	-	6,856	63,701	-
Federal sources	-	-	-	470,439	-	-
Bonds and loans	284,418	-	-	-	-	-
Sale of property, adjustments and refunds	13,467	4,132	-	-	-	2,024
Interfund loans	352,162	-	-	-	-	-
Total receipts	<u>11,260,745</u>	<u>1,222,307</u>	<u>500</u>	<u>866,171</u>	<u>215,864</u>	<u>1,311,097</u>
Disbursements:						
Current:						
Instruction	8,146,784	-	-	-	-	-
Support services	2,609,673	1,277,390	-	860,308	208,273	-
Community services	150,132	-	-	-	-	-
Nonprogrammed charges	719,563	-	-	-	-	-
Debt services	-	-	-	-	-	1,567,550
Interfund loans	-	-	-	-	-	352,162
Total disbursements	<u>11,626,152</u>	<u>1,277,390</u>	<u>-</u>	<u>860,308</u>	<u>208,273</u>	<u>1,919,712</u>
Excess (deficiency) of receipts over disbursements	<u>(365,407)</u>	<u>(55,083)</u>	<u>500</u>	<u>5,863</u>	<u>7,591</u>	<u>(608,615)</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	29,583	-
Transfers out	(3,414)	-	-	-	-	(29,583)
Total other financing sources (uses)	<u>(3,414)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,583</u>	<u>(29,583)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(368,821)</u>	<u>(55,083)</u>	<u>500</u>	<u>5,863</u>	<u>37,174</u>	<u>(638,198)</u>
Cash and investments - beginning	<u>692,670</u>	<u>109,665</u>	<u>282,257</u>	<u>176,521</u>	<u>166,054</u>	<u>676,867</u>
Cash and investments - ending	<u>\$ 323,849</u>	<u>\$ 54,582</u>	<u>\$ 282,757</u>	<u>\$ 182,384</u>	<u>\$ 203,228</u>	<u>\$ 38,669</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 323,849	\$ 54,582	\$ 282,757	\$ 182,384	\$ 203,228	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	38,669
Total cash and investment assets - ending	<u>\$ 323,849</u>	<u>\$ 54,582</u>	<u>\$ 282,757</u>	<u>\$ 182,384</u>	<u>\$ 203,228</u>	<u>\$ 38,669</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 38,669
Unrestricted	323,849	54,582	282,757	182,384	203,228	-
Total cash and investment fund balance - ending	<u>\$ 323,849</u>	<u>\$ 54,582</u>	<u>\$ 282,757</u>	<u>\$ 182,384</u>	<u>\$ 203,228</u>	<u>\$ 38,669</u>

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

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

	Capital Projects	School Bus Replacement	Construction	Other	Totals
Receipts:					
Local sources	\$ 819,135	\$ 12,695	\$ -	\$ 529,281	\$ 6,381,309
Intermediate sources	-	-	-	-	2,302
State sources	-	-	-	100,612	8,828,154
Federal sources	-	-	-	1,156,151	1,626,590
Bonds and loans	-	-	-	-	284,418
Sale of property, adjustments and refunds	-	-	-	-	19,623
Interfund loans	-	-	-	352,162	704,324
Total receipts	819,135	12,695	-	2,138,206	17,846,720
Disbursements:					
Current:					
Instruction	-	-	-	1,110,166	9,256,950
Support services	957,844	62,632	511,017	27,507	6,514,644
Community services	-	-	-	19,878	170,010
Nonprogrammed charges	-	-	-	95,811	815,374
Debt services	-	-	-	438,780	2,006,330
Interfund loans	-	-	-	352,162	704,324
Total disbursements	957,844	62,632	511,017	2,044,304	19,467,632
Excess (deficiency) of receipts over disbursements	(138,709)	(49,937)	(511,017)	93,902	(1,620,912)
Other financing sources (uses):					
Transfers in	-	-	-	3,414	32,997
Transfers out	-	-	-	-	(32,997)
Total other financing sources (uses)	-	-	-	3,414	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(138,709)	(49,937)	(511,017)	97,316	(1,620,912)
Cash and investments - beginning	14,073	63,239	511,017	79,000	2,771,363
Cash and investments - ending	\$ (124,636)	\$ 13,302	\$ -	\$ 176,316	\$ 1,150,451
Cash and Investment Assets - Ending					
Cash and investments	\$ (124,636)	\$ 13,302	\$ -	\$ 122,017	\$ 1,057,483
Restricted assets:					
Cash and investments	-	-	-	54,299	92,968
Total cash and investment assets - ending	\$ (124,636)	\$ 13,302	\$ -	\$ 176,316	\$ 1,150,451
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ 54,299	\$ 92,968
Unrestricted	(124,636)	13,302	-	122,017	1,057,483
Total cash and investment fund balance - ending	\$ (124,636)	\$ 13,302	\$ -	\$ 176,316	\$ 1,150,451

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

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

	<u>Pension Trust Fund</u>	<u>Private-Purpose Trust Funds</u>
Additions:		
Contributions:		
Employer	\$ 350,000	\$ -
Other	<u>-</u>	<u>766,606</u>
Total contributions	<u>350,000</u>	<u>766,606</u>
Investment earnings:		
Interest	<u>72,167</u>	<u>20,528</u>
Total additions	<u>422,167</u>	<u>787,134</u>
Deductions:		
Benefits	2,995,989	-
Administrative and general	<u>-</u>	<u>794,533</u>
Total deductions	<u>2,995,989</u>	<u>794,533</u>
Deficiency of total additions over total deductions	(2,573,822)	(7,399)
Cash and investment fund balance - beginning	<u>4,236,481</u>	<u>365,641</u>
Cash and investment fund balance - ending	<u>\$ 1,662,659</u>	<u>\$ 358,242</u>
Net assets:		
Cash and investments	<u>\$ 1,662,659</u>	<u>\$ 358,242</u>
Total net assets - cash and investment basis held in trust	<u>\$ 1,662,659</u>	<u>\$ 358,242</u>

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

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2008

	<u>Pension Trust Fund</u>	<u>Private-Purpose Trust Funds</u>
Additions:		
Contributions:		
Other	\$ -	\$ 441,222
Investment earnings:		
Interest	<u>54,512</u>	<u>7,269</u>
Total additions	<u>54,512</u>	<u>448,491</u>
Deductions:		
Benefits	285,619	-
Administrative and general	<u>-</u>	<u>421,146</u>
Total deductions	<u>285,619</u>	<u>421,146</u>
Excess (deficiency) of total additions over total deductions	(231,107)	27,345
Cash and investment fund balance - beginning	<u>1,662,659</u>	<u>358,242</u>
Cash and investment fund balance - ending	<u>\$ 1,431,552</u>	<u>\$ 385,587</u>
Net assets:		
Cash and investments	<u>\$ 1,431,552</u>	<u>\$ 385,587</u>
Total net assets - cash and investment basis held in trust	<u>\$ 1,431,552</u>	<u>\$ 385,587</u>

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

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

Primary Government: Crawford County Community School Corporation

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

Joint Ventures

The School Corporation is a participant with East Washington Community School Corporation, West Washington Community School Corporation, Paoli Community School Corporation, Salem Community School Corporation, and Springs Valley Community School Corporation in a joint venture to operate South Central Area Special Education Cooperative which was created to provide instruction for handicapped children. The School Corporation is obligated by contract to remit a prorated amount annually to supplement the South Central Area Special Education Cooperative. Complete financial statements for the South Central Area Special Education Cooperative can be obtained from the South Central Area Special Education Cooperative's Administrative office at 600 Elm St., Suite 2, Paoli, IN 47454.

The School Corporation is a participant with 23 other schools in a joint venture to operate Southern Indiana Education Interlocal which was created to provide services and supplies. The Southern Indiana Education Interlocal's continued existence depends on continued funding by the School Corporation. Complete financial statements for the Southern Indiana Education Interlocal can be obtained from the joint venture's administrative office at 1102 Tree Lane Drive, Jasper, IN 47546.

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

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. However, at this time, the School Corporation has not established any enterprise funds.

The School Corporation reports the following major governmental funds:

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

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

The school lunch fund is used to account for receipts and disbursements for the food service program.

The textbook rental fund is used to account for receipts and disbursements concerning textbooks and workbooks furnished to students.

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

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

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

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

The construction fund is used to account for disbursements of capital outlay made from receipts derived from the sale of general obligation bonds or from other outside sources.

Additionally, the School Corporation reports the following fund types:

The pension trust fund accounts for the activities of the Crawford County Community School Corporation Retirement Liability Fund, which accumulates resources for pension benefit payments.

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the Crawford County Community School Corporation.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
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.

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.

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.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
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. 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

Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

Government-Wide Financial Statements

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

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

II. Stewardship, Compliance and Accountability

A. Budgetary Information

Annual budgets are adopted on the cash basis, which is not consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at calendar year end.

Prior to the first required publication, the fiscal officer of the School Corporation submits to the governing board a proposed operating budget for the year commencing the following July 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. In September of each year, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the School Corporation receives approval of the Indiana Department of Local Government Finance.

The School Corporation's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the governing board. The Indiana Department of Local Government Finance must approve any revisions to the appropriations for any fund or any department of the General Fund. The legal level of budgetary control is by object and department within the fund for the General Fund and by object within the fund for all other budgeted funds.

B. Cash and Investment Balance Deficits

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

Fund	2007	2008
C.A.R.E.S	\$ 17,686	\$ -
21st Century Learning Centers	26,819	-
WHAS Crusade for Children	-	25,000
Capital Projects	-	124,636

Cash and investment deficits arose primarily from disbursements exceeding receipts due to late distributions. These deficits are to be repaid from future receipts.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

III. Detailed Notes on All Funds

A. Deposits

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

B. Interfund Transfers

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

<u>Transfer From</u>	<u>Transfer To</u>	<u>2007</u>	<u>2008</u>
General Fund	Other governmental	\$ -	\$ 3,414
Debt Service	Transportation Operating	100,856	-
Debt Service	Local Rainy Day	52,138	-
Debt Service	Textbook Rental	-	29,583
		<u> </u>	<u> </u>
Totals		<u>\$ 152,994</u>	<u>\$ 32,997</u>

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

C. Restatements and Reclassifications

For the year ended June 30, 2006, certain changes have been made to the financial statements to more appropriately reflect financial activity of the School Corporation. The following schedule presents a summary of restated beginning balances by opinion unit.

<u>Opinion Unit</u>	<u>Balance as Reported June 30, 2006</u>	<u>Fund Reclassification</u>	<u>New Major Funds</u>	<u>Balance as Restated July 1, 2007</u>
Governmental activities	\$ 5,411,883	\$ (309)	\$ -	\$ 5,411,574
Fiduciary - Private-Purpose Trust	365,332	309	-	365,641
General	1,657,649	11,162	-	1,668,811
Other governmental	542,844	(11,471)	(494,872)	36,501

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees

The School Corporation has chosen to establish a Voluntary Employees Beneficiary Association (VEBA) Trust to fund risks associated with medical benefits to employees. The Crawford County Community School Employee Benefit Trust is a separate account where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$50,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Amounts are paid into the trust account by the School Corporation and are available to pay premiums, claims, and administrative costs of the program.

Job Related Illnesses or Injuries to Employees

During 2003, the School Corporation joined a public entity risk pool, the Indiana Public Employer's Plan, Inc., currently operating as a common risk management and insurance program for member governmental entities. This risk pool was formed in 1989 for the purpose of providing a medium for the funding and administration of job related illnesses or injuries to employees. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event.

B. Holding Corporations

The School Corporation has entered into capital leases with Crawford Community School Building Corporation, and the Crawford County Community School Building Corporation (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. Lease payments during the audit period totaled \$1,790,581.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Pension Plans

1. Agent Multiple-Employer Defined Benefit Pension Plan

Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

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

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plan

	PERF
Annual required contribution	\$ 117,055
Interest on net pension obligation	(3,190)
Adjustment to annual required contribution	3,636
Annual pension cost	117,501
Contributions made	101,714
Increase in net pension obligation	15,787
Net pension obligation, beginning of year	(44,004)
Net pension obligation, end of year	\$ (28,217)

	PERF
Contribution rates:	
School Corporation	7.75%
Plan members	3%
Actuarial valuation date	07-01-08
Actuarial cost method	Entry age
Amortization method	Level percentage of projected payroll, closed
Amortization period	30 years
Amortization period (from date)	07-01-97
Asset valuation method	75% of expected actuarial value plus 25% of market value

<u>Actuarial Assumptions</u>	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%

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-06	\$ 111,819	78%	\$ (61,009)
	06-30-07	114,814	85%	(44,004)
	06-30-08	117,501	87%	(28,217)

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

Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Costs

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

Plan members are required to contribute 3% of their salary and the School Corporation is to contribute at an actuarially determined rate. The current rate has been actuarially determined under the entry age normal cost method to be 6.82% of covered wages. The School

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Corporation's required contributions to the plan for the fiscal years ended June 30, 2008, 2007, and 2006, were \$184,695, \$171,018, and \$164,365, respectively. The School Corporation actually contributed 100% of the required contribution for each of the fiscal years.

3. Defined Contribution Pension Plan

Crawford County Community School Corporation Pension

Plan Description

The School Corporation has a defined contribution pension plan administered by ISTA Financial Services Corporation as authorized by Section 401(a) of the Internal Revenue Code of 1986. The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by written agreement between the School Corporation and the Plan Administrator. The Plan Administrator issues a publicly available financial report that includes financial statements and required supplementary information of the plan. That report may be obtained by contacting:

ISTA Financial Services Corporation
150 West Market Street, Suite 830
Indianapolis, Indiana 46204-2875
Ph. (317)263-3330

Funding Policy and Annual Pension Cost

The contribution requirements of plan members are established by the written agreement between the School Corporation and the Plan Administrator. The School Corporation is required to contribute 1.50% of each bargaining unit member's salary as listed on the Informational Schedule for employees hired after June 1, 2006. The School Corporation's contributions to the plan were \$6,915 for the year ended June 30, 2008.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-06	\$ 1,731,411	\$ 2,050,818	\$ (319,407)	84%	\$ 1,445,286	(22%)
07-01-07	1,727,282	2,087,643	(360,361)	83%	1,417,662	(25%)
07-01-08	1,900,196	2,206,609	(306,413)	86%	1,399,452	(22%)

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

	Special Ed Pre School	Education License Plates	Alternative Education Grant	School Safe Haven	Early Intervention Grant	Gifted & Talented Grant
Receipts:						
Local sources	\$ 4,471	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	75,156	-	14,104	-	17,500	13,570
Federal sources	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	79,627	-	14,104	-	17,500	13,570
Disbursements:						
Current:						
Instruction	-	-	14,104	3,546	16,500	10,840
Support services	-	544	-	-	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	59,541	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	59,541	544	14,104	3,546	16,500	10,840
Excess (deficiency) of receipts over disbursements	20,086	(544)	-	(3,546)	1,000	2,730
Cash and investments - beginning	12,248	544	-	3,546	-	751
Cash and investments - ending	<u>\$ 32,334</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 3,481</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 32,334	\$ -	\$ -	\$ -	\$ 1,000	\$ 3,481
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 32,334</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 3,481</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	32,334	-	-	-	1,000	3,481
Total cash and investment fund balance - ending	<u>\$ 32,334</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 3,481</u>

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

	Non English Speaking Program	School Technology	Technology Plan Grant	Title I	Title V Part A	04-05 Title V
Receipts:						
Local sources	\$ -	\$ 30,128	\$ -	\$ -	\$ -	\$ -
State sources	117	-	-	-	-	-
Federal sources	-	-	-	465,533	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	117	30,128	-	465,533	-	-
Disbursements:						
Current:						
Instruction	-	-	8,457	426,722	-	-
Support services	-	39,813	-	5,022	2,861	2,576
Community services	-	-	-	15,826	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	-	39,813	8,457	447,570	2,861	2,576
Excess (deficiency) of receipts over disbursements	117	(9,685)	(8,457)	17,963	(2,861)	(2,576)
Cash and investments - beginning	-	25,303	8,457	14,977	2,868	2,576
Cash and investments - ending	\$ 117	\$ 15,618	\$ -	\$ 32,940	\$ 7	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 117	\$ 15,618	\$ -	\$ 32,940	\$ 7	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 117	\$ 15,618	\$ -	\$ 32,940	\$ 7	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	117	15,618	-	32,940	7	-
Total cash and investment fund balance - ending	\$ 117	\$ 15,618	\$ -	\$ 32,940	\$ 7	\$ -

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

	Learn & Serve Indiana	Learning Disability	Title IV Part A	Project Peace CCHS	Project Peace Marengo
Receipts:					
Local sources	\$ -	\$ 24,888	\$ -	\$ -	\$ -
State sources	-	-	-	-	-
Federal sources	-	-	15,043	-	-
Interfund loans	-	-	-	-	-
Total receipts	-	24,888	15,043	-	-
Disbursements:					
Current:					
Instruction	239	2,273	11,457	-	-
Support services	-	-	2,371	-	-
Community services	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-
Debt services	-	-	-	-	-
Total disbursements	239	2,273	13,828	-	-
Excess (deficiency) of receipts over disbursements	(239)	22,615	1,215	-	-
Cash and investments - beginning	239	(21,671)	7,512	500	500
Cash and investments - ending	<u>\$ -</u>	<u>\$ 944</u>	<u>\$ 8,727</u>	<u>\$ 500</u>	<u>\$ 500</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ -	\$ 944	\$ 8,727	\$ 500	\$ 500
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 944</u>	<u>\$ 8,727</u>	<u>\$ 500</u>	<u>\$ 500</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	944	8,727	500	500
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 944</u>	<u>\$ 8,727</u>	<u>\$ 500</u>	<u>\$ 500</u>

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

	21st Century Learning Centers	Class Size Reduction	Title II Part D Technology	Retirement/ Severance Bond	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ 9,625	\$ 69,112
State sources	-	-	-	-	120,447
Federal sources	291,499	136,208	10,538	-	918,821
Interfund loans	-	-	-	352,162	352,162
Total receipts	291,499	136,208	10,538	361,787	1,460,542
Disbursements:					
Current:					
Instruction	304,114	116,199	-	-	914,451
Support services	2,713	-	10,538	-	66,438
Community services	-	-	-	-	15,826
Nonprogrammed charges	-	-	-	-	59,541
Debt services	-	-	-	361,787	361,787
Total disbursements	306,827	116,199	10,538	361,787	1,418,043
Excess (deficiency) of receipts over disbursements	(15,328)	20,009	-	-	42,499
Cash and investments - beginning	(11,491)	(10,358)	-	-	36,501
Cash and investments - ending	<u>\$ (26,819)</u>	<u>\$ 9,651</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,000</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ (26,819)	\$ 9,651	\$ -	\$ -	\$ 79,000
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ (26,819)</u>	<u>\$ 9,651</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,000</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(26,819)	9,651	-	-	79,000
Total cash and investment fund balance - ending	<u>\$ (26,819)</u>	<u>\$ 9,651</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,000</u>

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

	Special Ed Pre School	Alternative Education Grant	School Safe Haven	Early Intervention Grant	Gifted & Talented Grant	Non English Speaking Program
Receipts:						
Local sources	\$ 5,798	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	57,679	7,005	-	2,000	33,117	811
Federal sources	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	<u>63,477</u>	<u>7,005</u>	<u>-</u>	<u>2,000</u>	<u>33,117</u>	<u>811</u>
Disbursements:						
Current:						
Instruction	-	7,005	3,414	2,000	19,796	856
Support services	-	-	-	-	464	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	95,811	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	<u>95,811</u>	<u>7,005</u>	<u>3,414</u>	<u>2,000</u>	<u>20,260</u>	<u>856</u>
Excess (deficiency) of receipts over disbursements	<u>(32,334)</u>	<u>-</u>	<u>(3,414)</u>	<u>-</u>	<u>12,857</u>	<u>(45)</u>
Other financing sources:						
Transfers in	-	-	3,414	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(32,334)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,857</u>	<u>(45)</u>
Cash and investments - beginning	<u>32,334</u>	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>3,481</u>	<u>117</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 16,338</u>	<u>\$ 72</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ 1,000	\$ 16,338	\$ 72
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 16,338</u>	<u>\$ 72</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	-	1,000	16,338	72
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 16,338</u>	<u>\$ 72</u>

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

	School Technology	Title I	Title V Part A	Learning Disability	Title IV Part A	Project Peace CCHS
Receipts:						
Local sources	\$ 30,404	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	560,175	6,382	-	10,953	-
Interfund loans	-	-	-	-	-	-
Total receipts	<u>30,404</u>	<u>560,175</u>	<u>6,382</u>	<u>-</u>	<u>10,953</u>	<u>-</u>
Disbursements:						
Current:						
Instruction	-	522,593	-	944	7,679	500
Support services	-	11,317	3,516	-	4,138	-
Community services	-	19,878	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>553,788</u>	<u>3,516</u>	<u>944</u>	<u>11,817</u>	<u>500</u>
Excess (deficiency) of receipts over disbursements	<u>30,404</u>	<u>6,387</u>	<u>2,866</u>	<u>(944)</u>	<u>(864)</u>	<u>(500)</u>
Other financing sources:						
Transfers in	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>30,404</u>	<u>6,387</u>	<u>2,866</u>	<u>(944)</u>	<u>(864)</u>	<u>(500)</u>
Cash and investments - beginning	<u>15,618</u>	<u>32,940</u>	<u>7</u>	<u>944</u>	<u>8,727</u>	<u>500</u>
Cash and investments - ending	<u>\$ 46,022</u>	<u>\$ 39,327</u>	<u>\$ 2,873</u>	<u>\$ -</u>	<u>\$ 7,863</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 46,022	\$ 39,327	\$ 2,873	\$ -	\$ 7,863	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 46,022</u>	<u>\$ 39,327</u>	<u>\$ 2,873</u>	<u>\$ -</u>	<u>\$ 7,863</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>46,022</u>	<u>39,327</u>	<u>2,873</u>	<u>-</u>	<u>7,863</u>	<u>-</u>
Total cash and investment fund balance - ending	<u>\$ 46,022</u>	<u>\$ 39,327</u>	<u>\$ 2,873</u>	<u>\$ -</u>	<u>\$ 7,863</u>	<u>\$ -</u>

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

	Project Peace Marengo	21st Century Learning Centers	Class Size Reduction	Retirement/ Severance Bond	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ 493,079	\$ 529,281
State sources	-	-	-	-	100,612
Federal sources	-	462,829	115,812	-	1,156,151
Interfund loans	-	-	-	352,162	352,162
	<u>-</u>	<u>462,829</u>	<u>115,812</u>	<u>845,241</u>	<u>2,138,206</u>
Disbursements:					
Current:					
Instruction	500	419,416	125,463	-	1,110,166
Support services	-	8,072	-	-	27,507
Community services	-	-	-	-	19,878
Nonprogrammed charges	-	-	-	-	95,811
Debt services	-	-	-	438,780	438,780
Interfund loans	-	-	-	352,162	352,162
	<u>500</u>	<u>427,488</u>	<u>125,463</u>	<u>790,942</u>	<u>2,044,304</u>
Excess (deficiency) of receipts over disbursements	<u>(500)</u>	<u>35,341</u>	<u>(9,651)</u>	<u>54,299</u>	<u>93,902</u>
Other financing sources:					
Transfers in	-	-	-	-	3,414
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(500)</u>	<u>35,341</u>	<u>(9,651)</u>	<u>54,299</u>	<u>97,316</u>
Cash and investments - beginning	<u>500</u>	<u>(26,819)</u>	<u>9,651</u>	<u>-</u>	<u>79,000</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 8,522</u>	<u>\$ -</u>	<u>\$ 54,299</u>	<u>\$ 176,316</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ -	\$ 8,522	\$ -	\$ -	\$ 122,017
Restricted assets:					
Cash and investments	-	-	-	54,299	54,299
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 8,522</u>	<u>\$ -</u>	<u>\$ 54,299</u>	<u>\$ 176,316</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ 54,299	\$ 54,299
Unrestricted	-	8,522	-	-	122,017
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 8,522</u>	<u>\$ -</u>	<u>\$ 54,299</u>	<u>\$ 176,316</u>

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

	K-4 Professional Development	Tractor Refurbishing	O'Bannon Foundation Fund	County Riverboat Support	Child Services	STI Assessment Software Grant
Additions:						
Contributions:						
Other	\$ -	\$ 1,052	\$ -	\$ 596,003	\$ 20,000	\$ 21,000
Investment earnings:						
Interest	-	-	-	20,528	-	-
Total additions	-	1,052	-	616,531	20,000	21,000
Deductions:						
Administrative and general	1,361	153	10,000	592,057	15,753	21,000
Excess (deficiency) of total additions over total deductions	(1,361)	899	(10,000)	24,474	4,247	-
Cash and investment fund balance - beginning	11,470	(873)	10,000	334,245	-	-
Cash and investments - June 30	<u>\$ 10,109</u>	<u>\$ 26</u>	<u>\$ -</u>	<u>\$ 358,719</u>	<u>\$ 4,247</u>	<u>\$ -</u>
Net assets:						
Cash and investments	\$ 10,109	\$ 26	\$ -	\$ 358,719	\$ 4,247	\$ -
Total net assets - cash and investment basis held in trust	<u>\$ 10,109</u>	<u>\$ 26</u>	<u>\$ -</u>	<u>\$ 358,719</u>	<u>\$ 4,247</u>	<u>\$ -</u>

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

	Drug Free Council	Special Funds	Project Aspire	C.A.R.E.S.	Totals
Additions:					
Contributions:					
Other	\$ 2,500	\$ -	\$ -	\$ 126,051	\$ 766,606
Investment earnings:					
Interest	-	-	-	-	20,528
Total additions	2,500	-	-	126,051	787,134
Deductions:					
Administrative and general	1,030	465	-	152,714	794,533
Excess (deficiency) of total additions over total deductions	1,470	(465)	-	(26,663)	(7,399)
Cash and investment fund balance - beginning	-	1,821	1	8,977	365,641
Cash and investments - June 30	<u>\$ 1,470</u>	<u>\$ 1,356</u>	<u>\$ 1</u>	<u>\$ (17,686)</u>	<u>\$ 358,242</u>
Net assets:					
Cash and investments	\$ 1,470	\$ 1,356	\$ 1	\$ (17,686)	\$ 358,242
Total net assets - cash and investment basis held in trust	<u>\$ 1,470</u>	<u>\$ 1,356</u>	<u>\$ 1</u>	<u>\$ (17,686)</u>	<u>\$ 358,242</u>

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

	<u>K-4 Professional Development</u>	<u>Tractor Refurbishing</u>	<u>County Riverboat Support</u>	<u>Child Services</u>	<u>Drug Free Council</u>
Additions:					
Contributions:					
Other	\$ -	\$ -	\$ 300,831	\$ -	\$ -
Investment earnings:					
Interest	-	-	7,269	-	-
Total additions	-	-	308,100	-	-
Deductions:					
Administrative and general	2,150	26	273,715	4,246	1,470
Excess (deficiency) of total additions over total deductions	(2,150)	(26)	34,385	(4,246)	(1,470)
Cash and investment fund balance - beginning	10,109	26	358,719	4,247	1,470
Cash and investments - June 30	<u>\$ 7,959</u>	<u>\$ -</u>	<u>\$ 393,104</u>	<u>\$ 1</u>	<u>\$ -</u>
Net assets:					
Cash and investments	\$ 7,959	\$ -	\$ 393,104	\$ 1	\$ -
Total net assets - cash and investment basis held in trust	<u>\$ 7,959</u>	<u>\$ -</u>	<u>\$ 393,104</u>	<u>\$ 1</u>	<u>\$ -</u>

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

	Special Funds	Project Aspire	C.A.R.E.S	WHAS Crusade For Children	Totals
Additions:					
Contributions:					
Other	\$ -	\$ -	\$ 140,391	\$ -	\$ 441,222
Investment earnings:					
Interest	-	-	-	-	7,269
Total additions	-	-	140,391	-	448,491
Deductions:					
Administrative and general	419	1	114,119	25,000	421,146
Excess (deficiency) of total additions over total deductions	(419)	(1)	26,272	(25,000)	27,345
Cash and investment fund balance - beginning	1,356	1	(17,686)	-	358,242
Cash and investments - June 30	<u>\$ 937</u>	<u>\$ -</u>	<u>\$ 8,586</u>	<u>\$ (25,000)</u>	<u>\$ 385,587</u>
Net assets:					
Cash and investments	\$ 937	\$ -	\$ 8,586	\$ (25,000)	\$ 385,587
Total net assets - cash and investment basis held in trust	<u>\$ 937</u>	<u>\$ -</u>	<u>\$ 8,586</u>	<u>\$ (25,000)</u>	<u>\$ 385,587</u>

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS

For The Year Ended June 30, 2008

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 220,000
Buildings	12,690,791
Machinery and equipment	<u>4,534,066</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 17,444,857</u>

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

The School Corporation has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
Elementary school buildings	\$ 9,030,000	\$ 878,500
Qualified zone academy bonds - school renovation project	1,420,672	113,654
Notes and loans payable		
1997 Common school loan #A0409	303,828	52,993
1997 Common school loan #A0436	1,269,738	140,835
1997 Common school loan #A0439	2,604,000	283,290
2004 Common school loan #A0510	804,375	80,438
Bonds payable:		
General obligation bonds:		
Retirement/pension bonds	<u>4,060,000</u>	<u>437,993</u>
Total governmental activities debt	<u>\$ 19,492,613</u>	<u>\$ 1,987,703</u>

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS

IMPROPER USE OF CHART OF ACCOUNTS

The Athletic Director received the following compensation during the 2006-2007 and 2007-2008 school years:

<u>Description</u>	<u>2006-2007</u>	<u>2007-2008</u>
Secondary teacher's salary	\$ 58,222	\$ 59,533
Athletic Director salary	4,000	4,090
Other ECA compensation	<u>3,300</u>	<u>4,457</u>
Total contract amounts	<u>\$ 65,522</u>	<u>\$ 68,080</u>

During the audit period, the Athletic Director only taught one or two instructional classes per day and the other class periods were spent performing duties as the Athletic Director. Although only one or two of the seven class periods were spent of instruction, his entire contracted secondary teacher's salary was paid from expenditure account 1300, Instruction – Regular Programs – High School.

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

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

DISBURSEMENT DOCUMENTATION

Several payments were observed which did not contain adequate supporting documentation such as receipts, and invoices.

Due to the lack of supporting information, the validity and accountability for some monies disbursed could not be established.

Supporting documentation such as receipts, canceled checks, tickets, invoices, bills, contracts, and other public records must be available for audit to provide supporting information for the validity and accountability of monies disbursed. Payments without supporting documentation may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

PENALTIES, INTEREST, AND OTHER CHARGES

Penalties and interest totaling \$7,714.45 were paid to the Internal Revenue Service on June 11, 2008, for payroll withholdings that were not remitted timely during the quarter ending March 31, 2008.

Officials and employees have the duty to pay claims and remit taxes in a timely fashion. Failure to pay claims or remit taxes in a timely manner could be an indicator of serious financial problems which should be investigated by the governmental unit.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS
(Continued)

Additionally, officials and employees have a responsibility to perform duties in a manner which would not result in any unreasonable fees being assessed against the governmental unit.

Any penalties, interest or other charges paid by the governmental unit may be the personal obligation of the responsible official or employee.

(Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

OVERDRAWN FUND BALANCES

The Capital Project Fund and the WHAS Crusade for Children Fund were overdrawn in 2008. The C.A.R.E.S. Fund and 21st Century Learning Center Fund were overdrawn in 2007.

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

CREDIT CARDS (Applies to Jr./Sr. High School)

The Jr./Sr. High School ECA paid various credit cards bills during the audit period, that involved credit cards that had not been approved for use by the School Board.

The State Board of Accounts will not take exception to the use of credit cards by a governmental unit provided the following criteria are observed:

- (1) The governing board must authorize credit card use through an ordinance or resolution, which has been approved in the minutes.
- (2) Issuance and use should be handled by an official or employee designated by the board.
- (3) The purposes for which the credit card may be used must be specifically stated in the ordinance or resolution.
- (4) When the purpose for which the credit card has been issued has been accomplished, the card should be returned to the custody of the responsible person.
- (5) The designated responsible official or employee should maintain an accounting system or log which would include the names of individuals requesting usage of the cards, their position, estimated amounts to be charged, fund and account numbers to be charged, date the card is issued and returned, etc.
- (6) Credit cards should not be used to bypass the accounting system. One reason that purchase orders are issued is to provide the fiscal officer with the means to encumber and track appropriations to provide the governing board and other officials with timely and accurate accounting information and monitoring of the accounting system.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS
(Continued)

- (7) Payment should not be made on the basis of a statement or a credit card slip only. Procedures for payments should be no different than for any other claim. Supporting documents such as paid bills and receipts must be available. Additionally, any interest or penalty incurred due to late filing or furnishing of documentation by an officer or employee should be the responsibility of that officer or employee.

- (8) If properly authorized, an annual fee may be paid.

(Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

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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 CRAWFORD COUNTY COMMUNITY
SCHOOLS CORPORATION, CRAWFORD COUNTY, INDIANA

Compliance

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

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

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

Internal Control Over Compliance

The management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the School Corporation's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion

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 School Board, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

June 11, 2009

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-07	Total Federal Awards Expended 06-30-08
U.S. DEPARTMENT OF AGRICULTURE				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 267,330	\$ 254,621
National School Lunch Program	10.555		<u>521,472</u>	<u>545,640</u>
Total for cluster			<u>788,802</u>	<u>800,261</u>
U.S. DEPARTMENT OF EDUCATION				
Pass-Through Indiana Department of Education				
Title I Grants to Local Educational Agencies				
FY 05-06	84.010	06-1300	23,657	-
FY 06-07		07-1300	421,261	42,406
FY 07-08		08-1300	<u>-</u>	<u>511,382</u>
Total for program			<u>444,918</u>	<u>553,788</u>
Safe and Drug Free Schools and Communities - State Grants				
FY 05-06	84.186	05-127	7,115	-
FY 06-07		1300-06	<u>-</u>	<u>6,119</u>
Total for program			<u>7,115</u>	<u>6,119</u>
Twenty-First Century Community Learning Centers				
CARES	84.287		277,831	238,671
PACKS			<u>-</u>	<u>135,329</u>
Total for program			<u>277,831</u>	<u>374,000</u>
State Grants for Innovative Programs				
FY 06-07	84.298	05-107	2,861	-
FY 07-08		06-1300	<u>-</u>	<u>2,903</u>
Total for program			<u>2,861</u>	<u>2,903</u>
Improving Teacher Quality State Grants				
FY 05-06	84.367	05-040	126,557	-
FY 06-07		16-1300	<u>-</u>	<u>125,463</u>
Total for program			<u>126,557</u>	<u>125,463</u>
Total for federal grantor agency			<u>859,282</u>	<u>1,062,273</u>
Total federal awards expended			<u>\$ 1,648,084</u>	<u>\$ 1,862,534</u>

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

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

Circular A-133 requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$500,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with the Indiana Code (IC 5-11-1 et seq.), audits of school corporation's 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
Child Nutrition Cluster:			
Food Commodities:			
School Breakfast Program	10.553	\$ 13,951	\$ 9,042
National School Lunch Program	10.555	30,131	20,374

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

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

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.010	Title I Grants to Local Educational Agencies

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

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on June 11, 2009, with Martha R. Stroud, Treasurer; Dr. Mark A. Eastridge, Superintendent of Schools; and Debbie Kaiser, President of the School Board. The officials concurred with our audit findings.