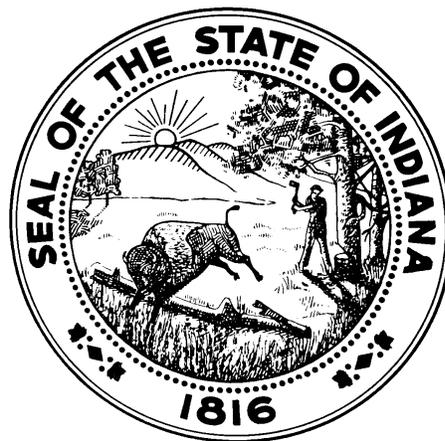


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

AUDIT REPORT
OF
CENTERVILLE ABINGTON COMMUNITY SCHOOL CORPORATION
WAYNE 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	Tyna Stover	07-01-06 to 06-30-09
Superintendent of Schools	Philip S. Stevenson	07-01-06 to 06-30-09
President of the School Board	Susan Hamilton John Staats Tim Eadler	07-01-06 to 06-30-07 07-01-07 to 06-30-08 07-01-08 to 06-30-09



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF THE CENTERVILLE ABINGTON COMMUNITY
SCHOOL CORPORATION, WAYNE COUNTY, INDIANA

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

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

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

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

In accordance with Government Auditing Standards, we have also issued a report dated 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.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Corporation's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The Schedule of Funding Progress, listed in the Table of Contents, is not required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

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

STATE BOARD OF ACCOUNTS

May 20, 2009



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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 CENTERVILLE ABINGTON COMMUNITY
SCHOOL CORPORATION, WAYNE COUNTY, INDIANA

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

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2007

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
		Charges for Services	Operating Grants and Contributions	<u>Totals</u>
Governmental activities:				
Instruction	\$ 7,339,618	\$ -	\$ 65,322	\$ (7,274,296)
Support services	4,942,274	392,957	256,027	(4,293,290)
Community services	247,105	-	-	(247,105)
Nonprogrammed charges	486,987	-	-	(486,987)
Debt service	4,683,303	-	-	(4,683,303)
Total government	\$ 17,699,287	\$ 392,957	\$ 321,349	(16,984,981)
General receipts:				
Property taxes				3,822,378
Other local sources				1,192,605
State aid				7,030,311
Bonds and loans				3,376,656
Grants and contributions not restricted to specific programs				463,360
Sale of property, adjustments, and refunds				3,739
Investment earnings				78,989
Total general receipts				15,968,038
Change in net assets				(1,016,943)
Net assets - beginning				3,079,781
Net assets - ending				\$ 2,062,838
<u>Assets</u>				
Cash and investments				\$ 1,506,454
Restricted assets:				
Cash and investments				556,384
Total assets				\$ 2,062,838
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 556,384
Unrestricted				1,506,454
Total net assets				\$ 2,062,838

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

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2008

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 7,175,818	\$ -	\$ 155,084	\$ (7,020,734)
Support services	5,486,144	391,729	280,099	(4,814,316)
Community services	247,417	-	-	(247,417)
Nonprogrammed charges	363,321	-	-	(363,321)
Debt service	<u>6,419,782</u>	<u>-</u>	<u>-</u>	<u>(6,419,782)</u>
Total government	<u>\$ 19,692,482</u>	<u>\$ 391,729</u>	<u>\$ 435,183</u>	<u>(18,865,570)</u>
General receipts:				
Property taxes				6,090,101
Other local sources				1,366,762
State aid				6,810,039
Bonds and loans				4,322,865
Grants and contributions not restricted to specific programs				504,185
Sale of property, adjustments, and refunds				2,740
Investment earnings				<u>53,063</u>
Total general receipts				<u>19,149,755</u>
Change in net assets				284,185
Net assets - beginning				<u>2,062,838</u>
Net assets - ending				<u>\$ 2,347,023</u>
<u>Assets</u>				
Cash and investments				\$ 1,747,075
Restricted assets:				
Cash and investments				<u>599,948</u>
Total assets				<u>\$ 2,347,023</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 599,948
Unrestricted				<u>1,747,075</u>
Total net assets				<u>\$ 2,347,023</u>

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

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

	General	Transportation Operating	Rainy Day	Debt Service	Capital Projects	School Bus Replacement	Other	Totals
Receipts:								
Local sources	\$ 1,630,751	\$ 446,176	\$ -	\$ 1,778,932	\$ 604,366	\$ 46,286	\$ 978,754	\$ 5,485,265
Intermediate sources	497	493	-	-	-	-	675	1,665
State sources	7,082,372	-	-	-	-	-	381,677	7,464,049
Federal sources	-	-	-	-	-	-	350,970	350,970
Bonds and loans	1,434,949	379,924	-	990,902	570,881	-	-	3,376,656
Sale of property, adjustments and refunds	2,644	36	-	-	873	-	186	3,739
Interfund loans	-	-	-	-	-	-	72,415	72,415
Total receipts	10,151,213	826,629	-	2,769,834	1,176,120	46,286	1,784,677	16,754,759
Disbursements:								
Current:								
Instruction	6,727,861	-	-	-	-	-	611,757	7,339,618
Support services	2,218,926	767,832	64,715	-	841,007	-	1,049,794	4,942,274
Community services	243,688	-	-	-	-	-	3,417	247,105
Nonprogrammed charges	486,987	-	-	-	-	-	-	486,987
Debt services	819,520	272,778	-	3,067,011	369,728	-	154,266	4,683,303
Interfund loans	72,415	-	-	-	-	-	-	72,415
Total disbursements	10,569,397	1,040,610	64,715	3,067,011	1,210,735	-	1,819,234	17,771,702
Excess (deficiency) of receipts over disbursements	(418,184)	(213,981)	(64,715)	(297,177)	(34,615)	46,286	(34,557)	(1,016,943)
Other financing sources (uses):								
Transfers in	4,279	-	400,000	-	-	-	16,200	420,479
Transfers out	(1,210)	-	-	(300,000)	-	(100,000)	(19,269)	(420,479)
Total other financing sources (uses)	3,069	-	400,000	(300,000)	-	(100,000)	(3,069)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(415,115)	(213,981)	335,285	(597,177)	(34,615)	(53,714)	(37,626)	(1,016,943)
Cash and investments - beginning	930,561	361,127	-	1,145,158	284,835	70,511	287,589	3,079,781
Cash and investments - ending	<u>\$ 515,446</u>	<u>\$ 147,146</u>	<u>\$ 335,285</u>	<u>\$ 547,981</u>	<u>\$ 250,220</u>	<u>\$ 16,797</u>	<u>\$ 249,963</u>	<u>\$ 2,062,838</u>
Cash and Investment Assets - Ending								
Cash and investments	\$ 515,446	\$ 147,146	\$ 335,285	\$ -	\$ 250,220	\$ 16,797	\$ 241,560	\$ 1,506,454
Restricted assets:								
Cash and investments	-	-	-	547,981	-	-	8,403	556,384
Total cash and investment assets - ending	<u>\$ 515,446</u>	<u>\$ 147,146</u>	<u>\$ 335,285</u>	<u>\$ 547,981</u>	<u>\$ 250,220</u>	<u>\$ 16,797</u>	<u>\$ 249,963</u>	<u>\$ 2,062,838</u>
Cash and Investment Fund Balance - Ending								
Restricted for:								
Debt service	\$ -	\$ -	\$ -	\$ 547,981	\$ -	\$ -	\$ 8,403	\$ 556,384
Unrestricted	515,446	147,146	335,285	-	250,220	16,797	241,560	1,506,454
Total cash and investment fund balance - ending	<u>\$ 515,446</u>	<u>\$ 147,146</u>	<u>\$ 335,285</u>	<u>\$ 547,981</u>	<u>\$ 250,220</u>	<u>\$ 16,797</u>	<u>\$ 249,963</u>	<u>\$ 2,062,838</u>

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

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

	General	Transportation Operating	Rainy Day	Debt Service	Capital Projects	School Bus Replacement	Other	Totals
Receipts:								
Local sources	\$ 2,666,000	\$ 873,778	\$ -	\$ 2,037,282	\$ 1,144,202	\$ 167,876	\$ 1,011,495	\$ 7,900,633
Intermediate sources	497	-	-	-	-	-	525	1,022
State sources	6,931,184	-	-	-	-	-	384,689	7,315,873
Federal sources	-	-	-	-	-	-	433,534	433,534
Bonds and loans	1,880,795	494,882	-	1,125,408	821,780	-	-	4,322,865
Sale of property, adjustments and refunds	2,728	12	-	-	-	-	-	2,740
Interfund loans	72,415	-	-	-	-	-	102,866	175,281
Total receipts	11,553,619	1,368,672	-	3,162,690	1,965,982	167,876	1,933,109	20,151,948
Disbursements:								
Current:								
Instruction	6,619,599	-	-	-	-	-	556,219	7,175,818
Support services	2,283,510	787,781	-	-	1,196,988	152,145	1,065,720	5,486,144
Community services	244,152	-	-	-	-	-	3,265	247,417
Nonprogrammed charges	363,321	-	-	-	-	-	-	363,321
Debt services	1,827,249	519,605	-	3,110,723	730,972	-	231,233	6,419,782
Interfund loans	-	-	102,866	-	-	-	72,415	175,281
Total disbursements	11,337,831	1,307,386	102,866	3,110,723	1,927,960	152,145	1,928,852	19,867,763
Excess (deficiency) of receipts over disbursements	215,788	61,286	(102,866)	51,967	38,022	15,731	4,257	284,185
Other financing sources (uses):								
Transfers in	3,071	-	-	-	-	-	17,389	20,460
Transfers out	-	-	-	-	-	-	(20,460)	(20,460)
Total other financing sources (uses)	3,071	-	-	-	-	-	(3,071)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	218,859	61,286	(102,866)	51,967	38,022	15,731	1,186	284,185
Cash and investments - beginning	515,446	147,146	335,285	547,981	250,220	16,797	249,963	2,062,838
Cash and investments - ending	\$ 734,305	\$ 208,432	\$ 232,419	\$ 599,948	\$ 288,242	\$ 32,528	\$ 251,149	\$ 2,347,023
Cash and Investment Assets - Ending								
Cash and investments	\$ 734,305	\$ 208,432	\$ 232,419	\$ -	\$ 288,242	\$ 32,528	\$ 251,149	\$ 1,747,075
Restricted assets:								
Cash and investments	-	-	-	599,948	-	-	-	599,948
Total cash and investment assets - ending	\$ 734,305	\$ 208,432	\$ 232,419	\$ 599,948	\$ 288,242	\$ 32,528	\$ 251,149	\$ 2,347,023
Cash and Investment Fund Balance - Ending								
Restricted for:								
Debt service	\$ -	\$ -	\$ -	\$ 599,948	\$ -	\$ -	\$ -	\$ 599,948
Unrestricted	734,305	208,432	232,419	-	288,242	32,528	251,149	1,747,075
Total cash and investment fund balance - ending	\$ 734,305	\$ 208,432	\$ 232,419	\$ 599,948	\$ 288,242	\$ 32,528	\$ 251,149	\$ 2,347,023

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

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

	Pension Trust Funds
Additions:	
Total additions	\$ <u> -</u>
Deductions:	
Benefits	<u> 46,649</u>
Total deductions	<u> 46,649</u>
Deficiency of total additions over total deductions	(46,649)
Cash and investment fund balance - beginning	<u> 86,031</u>
Cash and investment fund balance - ending	\$ <u> 39,382</u>
Net assets:	
Cash and investments	\$ <u> 39,382</u>
Total net assets - cash and investment basis held in trust	\$ <u> 39,382</u>

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

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

	Pension Trust Funds
Additions:	
Total additions	\$ -
Deductions:	
Benefits	19,691
Total deductions	19,691
Deficiency of total additions over total deductions	(19,691)
Cash and investment fund balance - beginning	39,382
Cash and investment fund balance - ending	\$ 19,691
Net assets:	
Cash and investments	\$ 19,691
Total net assets - cash and investment basis held in trust	\$ 19,691

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

CENTERVILLE-ABINGTON 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: Centerville-Abington Community Schools

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

Joint Venture

The School Corporation is a participant with other member school corporation in a joint venture to operate Whitewater Technical Career Center (Co-op) which was created to provide vocational education instruction to students of member schools. The Co-op's continued existence depends on continued funding by the School Corporation. The Co-op Board consists of the Superintendents of the member school corporations. Fayette County School Corporation maintains the treasury function for the (Co-op), and is accountable to the Co-op for all fiscal matters. Complete financial statements for the Whitewater Technical Career Center (Co-op) may be obtained from Fayette County School Corporation, 1401 Spartan Drive, Connersville, Indiana, 47331.

The School Corporation is a participant with many other member school corporations in a joint venture to operate East Central Indiana Educational Service Center (Co-op), 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. Complete financial statements for the East Central Indiana Educational Service Center (Co-op) may be obtained by contacting East Central Indiana Educational Service Center, 1601 Indiana Avenue, Connersville, Indiana, 47331.

The School Corporation is a participant with Fayette County School Corporation and Rushville Community School Corporation in a joint venture to operate Centerville-Fayette-Rushville (CFR) Special Services for Exceptional Learners which was created to provide special education and related services. The CFR Special Service's continued existence depends on continued funding by the School Corporation. Complete financial statements for the CFR Special Services may be obtained from Fayette County School Corporation, 1401 Spartan Drive, Connersville, Indiana, 47331.

Related Organizations

The School Corporation's officials are also responsible for appointing the members of the boards of other organizations, but the School Corporation's accountability for these organizations does not extend beyond making the appointments. The School Corporation appoints the board members of the Centerville Center Township Public Library.

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

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

Additionally, the School Corporation reports the following fund type:

The pension trust funds account for the activities of the pension debt retirement fund, which accumulate resources for pension benefit payments.

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Measurement Focus and Basis of Accounting

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

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

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

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

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

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

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the School Corporation in June and in December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). 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.

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

3. Capital Assets

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

4. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary funds is not reported as liabilities in the basic financial statements. The debt proceeds are 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. Proprietary fund equity is classified the same as in the government-wide statements.

E. Receipts and Disbursements

Program Receipts

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

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.

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

Government-Wide Financial Statements

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

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

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

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

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

B. Disbursements in Excess of Appropriations

For the years ended June 30, 2007 and 2008, disbursements exceeded budgeted appropriations in the following funds by the amounts below:

<u>Fund</u>	<u>2008</u>
Rainy Day	<u>\$ 64,715</u>

These disbursements were funded by cash balances in the Rainy Day Fund.

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 \$2,366,714.

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 funds	\$ 1,210	\$ -
Debt Service	Rainy Day	300,000	-
School Bus Replacement	Rainy Day	100,000	-
Other governmental funds	General Fund	4,279	3,071
	Other governmental funds	<u>14,990</u>	<u>17,389</u>
Totals		<u>\$ 420,479</u>	<u>\$ 20,460</u>

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

IV. Other Information

A. Risk Management

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

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

During 1992, the School Corporation joined with other governmental entities to form the East Central Indiana School Trust a public entity risk pool currently operating as a common risk management and insurance program for 11 member governmental entities. The purpose of the risk pool is to provide a medium for the funding and administration of medical insurance. The School Corporation pays an annual premium to the risk pool for its medical insurance coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$2,000,000 per insured event.

B. Pension Plans

1. Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans

a. Public Employees' Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and 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.

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plan

	PERF
Annual required contribution	\$ 111,829
Interest on net pension obligation	(9,266)
Adjustment to annual required contribution	10,559
Annual pension cost	113,122
Contributions made	119,265
Decrease in net pension obligation	(6,143)
Net pension obligation, beginning of year	(127,806)
Net pension obligation, end of year	\$ (133,949)

	PERF
Contribution rates:	
School Corporation	8.125%
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%

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-06	\$ 117,588	97%	\$ (128,581)
	06-30-07	112,743	99%	(127,806)
	06-30-08	113,122	105%	(133,949)

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Costs

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

The School Corporation is to contribute at an actuarially determined rate. The current rate has been actuarially determined under the entry age normal cost method to be 6.82% of covered wages. The School Corporation's required contributions to the plan for the fiscal years ended June 30, 2008, 2007, and 2006, were \$199,995, \$176,384, and \$178,381, respectively. The School Corporation actually contributed 7.25%, 7%, and 7% of the required contribution for each of the fiscal years, respectively.

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	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	\$ 1,212,760	\$ 1,478,188	\$ (265,428)	82%	\$ 1,407,944	(19%)
07-01-07	1,402,795	1,684,044	(281,249)	83%	1,381,387	(20%)
07-01-08	1,579,023	1,798,797	(219,774)	88%	1,370,768	(16%)

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

	Special Ed Preschool	School Lunch	Textbook Rental	Education Plate	Alternative Education
Receipts:					
Local sources	\$ 21,916	\$ 381,690	\$ 149,862	\$ -	\$ -
Intermediate sources	-	-	-	675	-
State sources	22,854	10,231	49,163	-	4,138
Federal sources	-	183,815	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-
Interfund loans	-	-	-	-	-
Total receipts	<u>44,770</u>	<u>575,736</u>	<u>199,025</u>	<u>675</u>	<u>4,138</u>
Disbursements:					
Current:					
Instruction	80,160	-	-	3,400	4,138
Support services	-	597,863	168,666	-	-
Community services	-	-	-	-	-
Debt services	-	-	-	-	-
Total disbursements	<u>80,160</u>	<u>597,863</u>	<u>168,666</u>	<u>3,400</u>	<u>4,138</u>
Excess (deficiency) of receipts over disbursements	<u>(35,390)</u>	<u>(22,127)</u>	<u>30,359</u>	<u>(2,725)</u>	<u>-</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<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>(35,390)</u>	<u>(22,127)</u>	<u>30,359</u>	<u>(2,725)</u>	<u>-</u>
Cash and investments - beginning	<u>58,313</u>	<u>40,785</u>	<u>81,351</u>	<u>2,881</u>	<u>-</u>
Cash and investments - ending	<u>\$ 22,923</u>	<u>\$ 18,658</u>	<u>\$ 111,710</u>	<u>\$ 156</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ 22,923	\$ 18,658	\$ 111,710	\$ 156	\$ -
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 22,923</u>	<u>\$ 18,658</u>	<u>\$ 111,710</u>	<u>\$ 156</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>22,923</u>	<u>18,658</u>	<u>111,710</u>	<u>156</u>	<u>-</u>
Total cash and investment fund balance - ending	<u>\$ 22,923</u>	<u>\$ 18,658</u>	<u>\$ 111,710</u>	<u>\$ 156</u>	<u>\$ -</u>

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

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

	Safe School Haven Grant	Early Intervention	Gifts and Donation	Wayne County Foundation ACADE	Wayne County Foundation Mini Grant
Receipts:					
Local sources	\$ -	\$ -	\$ 38,000	\$ -	\$ 1,000
Intermediate sources	-	-	-	-	-
State sources	-	1,000	-	-	-
Federal sources	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-
Interfund loans	491	-	-	-	-
	<u>491</u>	<u>1,000</u>	<u>38,000</u>	<u>-</u>	<u>1,000</u>
Total receipts					
Disbursements:					
Current:					
Instruction	-	1,256	35,844	-	311
Support services	5,169	841	1,910	-	-
Community services	-	-	-	-	-
Debt services	-	-	-	-	-
	<u>5,169</u>	<u>2,097</u>	<u>37,754</u>	<u>-</u>	<u>311</u>
Total disbursements					
Excess (deficiency) of receipts over disbursements					
	<u>(4,678)</u>	<u>(1,097)</u>	<u>246</u>	<u>-</u>	<u>689</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)					
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses					
	<u>(4,678)</u>	<u>(1,097)</u>	<u>246</u>	<u>-</u>	<u>689</u>
Cash and investments - beginning					
	<u>4,678</u>	<u>1,097</u>	<u>638</u>	<u>592</u>	<u>194</u>
Cash and investments - ending					
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 884</u>	<u>\$ 592</u>	<u>\$ 883</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments					
	\$ -	\$ -	\$ 884	\$ 592	\$ 883
Restricted assets:					
Cash and investments					
	-	-	-	-	-
Total cash and investment assets - ending					
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 884</u>	<u>\$ 592</u>	<u>\$ 883</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service					
	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted					
	<u>-</u>	<u>-</u>	<u>884</u>	<u>592</u>	<u>883</u>
Total cash and investment fund balance - ending					
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 884</u>	<u>\$ 592</u>	<u>\$ 883</u>

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

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

	Mini Grant Donation	Children SVC After School	Literacy Collaborative	G/T Mini Grant Assurance	Gifted Talented 2006-2007
Receipts:					
Local sources	\$ 1,008	\$ 1,328	\$ 49,575	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	13,221
Federal sources	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-
Interfund loans	-	323	-	-	-
	<u>1,008</u>	<u>1,651</u>	<u>49,575</u>	<u>-</u>	<u>13,221</u>
Total receipts					
Disbursements:					
Current:					
Instruction	928	-	46,536	27	13,221
Support services	-	1,651	-	-	-
Community services	-	-	-	-	-
Debt services	-	-	-	-	-
	<u>928</u>	<u>1,651</u>	<u>46,536</u>	<u>27</u>	<u>13,221</u>
Total disbursements					
Excess (deficiency) of receipts over disbursements	<u>80</u>	<u>-</u>	<u>3,039</u>	<u>(27)</u>	<u>-</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)					
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>80</u>	<u>-</u>	<u>3,039</u>	<u>(27)</u>	<u>-</u>
Cash and investments - beginning	<u>-</u>	<u>-</u>	<u>1,739</u>	<u>50</u>	<u>-</u>
Cash and investments - ending	<u>\$ 80</u>	<u>\$ -</u>	<u>\$ 4,778</u>	<u>\$ 23</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ 80	\$ -	\$ 4,778	\$ 23	\$ -
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 80</u>	<u>\$ -</u>	<u>\$ 4,778</u>	<u>\$ 23</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>80</u>	<u>-</u>	<u>4,778</u>	<u>23</u>	<u>-</u>
Total cash and investment fund balance - ending	<u>\$ 80</u>	<u>\$ -</u>	<u>\$ 4,778</u>	<u>\$ 23</u>	<u>\$ -</u>

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

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

	Project Lead The Way 2006-2007	Common School Technology Advance	State Medicaid Reimbursement	Non-English Speaking Program	School Technology
Receipts:					
Local sources	\$ 750	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	8,541	254,032	5,022	39	13,436
Federal sources	-	-	-	-	-
Sale of property, adjustments and refunds	186	-	-	-	-
Interfund loans	6,989	-	-	-	-
Total receipts	16,466	254,032	5,022	39	13,436
Disbursements:					
Current:					
Instruction	16,466	-	-	-	-
Support services	-	204,404	-	-	8,893
Community services	-	-	-	-	-
Debt services	-	-	-	-	-
Total disbursements	16,466	204,404	-	-	8,893
Excess (deficiency) of receipts over disbursements	-	49,628	5,022	39	4,543
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	(4,279)	-	-
Total other financing sources (uses)	-	-	(4,279)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	49,628	743	39	4,543
Cash and investments - beginning	-	4,998	1,778	-	5,773
Cash and investments - ending	\$ -	\$ 54,626	\$ 2,521	\$ 39	\$ 10,316
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ -	\$ 54,626	\$ 2,521	\$ 39	\$ 10,316
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 54,626	\$ 2,521	\$ 39	\$ 10,316
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	54,626	2,521	39	10,316
Total cash and investment fund balance - ending	\$ -	\$ 54,626	\$ 2,521	\$ 39	\$ 10,316

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

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

	Performance Based Awards	Indiana 2000	Title I 2005-2006	Title I 2006-2007	Innovative Education 2006-2008
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	-	-	-	123,236	2,524
Sale of property, adjustments and refunds	-	-	-	-	-
Interfund loans	-	-	-	-	-
Total receipts	-	-	-	123,236	2,524
Disbursements:					
Current:					
Instruction	602	1,067	-	117,537	7,076
Support services	-	-	-	1,404	-
Community services	-	-	-	2,220	1,197
Debt services	-	-	-	-	-
Total disbursements	602	1,067	-	121,161	8,273
Excess (deficiency) of receipts over disbursements	(602)	(1,067)	-	2,075	(5,749)
Other financing sources (uses):					
Transfers in	-	-	-	4,984	10,006
Transfers out	-	-	(4,984)	-	-
Total other financing sources (uses)	-	-	(4,984)	4,984	10,006
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(602)	(1,067)	(4,984)	7,059	4,257
Cash and investments - beginning	602	1,099	4,984	-	147
Cash and investments - ending	\$ -	\$ 32	\$ -	\$ 7,059	\$ 4,404
Cash and Investment Assets - Ending					
Cash and investments	\$ -	\$ 32	\$ -	\$ 7,059	\$ 4,404
Restricted assets:					
Cash and investments	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 32	\$ -	\$ 7,059	\$ 4,404
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	32	-	7,059	4,404
Total cash and investment fund balance - ending	\$ -	\$ 32	\$ -	\$ 7,059	\$ 4,404

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

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

	CFR Special Education 2006-2007	CFR Special Education 05-06 Carryover	Special Education	Safe/Drug Free 2006-2007	Safe/Drug Free School and Community
Receipts:					
Local sources	\$ 154,280	\$ 24,595	\$ 65,639	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	-	-	-	6,099	-
Sale of property, adjustments and refunds	-	-	-	-	-
Interfund loans	58,567	-	-	-	-
	<u>212,847</u>	<u>24,595</u>	<u>65,639</u>	<u>6,099</u>	<u>-</u>
Total receipts					
Disbursements:					
Current:					
Instruction	167,601	24,595	24,718	5,115	4,084
Support services	45,246	-	-	-	-
Community services	-	-	-	-	-
Debt services	-	-	-	-	-
	<u>212,847</u>	<u>24,595</u>	<u>24,718</u>	<u>5,115</u>	<u>4,084</u>
Total disbursements					
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>40,921</u>	<u>984</u>	<u>(4,084)</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	1,210
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)					
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,210</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>-</u>	<u>-</u>	<u>40,921</u>	<u>984</u>	<u>(2,874)</u>
Cash and investments - beginning	<u>-</u>	<u>-</u>	<u>(40,921)</u>	<u>-</u>	<u>2,874</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 984</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ -	\$ -	\$ -	\$ 984	\$ -
Restricted assets:					
Cash and investments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 984</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>984</u>	<u>-</u>
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 984</u>	<u>\$ -</u>

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

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

	Federal Medicaid Reimbursement	Improving Teacher Quality	Enhancing Education	Retirement Severance Bond	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ 89,111	\$ 978,754
Intermediate sources	-	-	-	-	675
State sources	-	-	-	-	381,677
Federal sources	7,796	27,500	-	-	350,970
Sale of property, adjustments and refunds	-	-	-	-	186
Interfund loans	-	6,045	-	-	72,415
	<u>7,796</u>	<u>33,545</u>	<u>-</u>	<u>89,111</u>	<u>1,784,677</u>
Total receipts					
Disbursements:					
Current:					
Instruction	-	56,148	928	-	611,758
Support services	7,390	6,357	-	-	1,049,794
Community services	-	-	-	-	3,417
Debt services	-	-	-	154,266	154,266
	<u>7,390</u>	<u>62,505</u>	<u>928</u>	<u>154,266</u>	<u>1,819,235</u>
Total disbursements					
Excess (deficiency) of receipts over disbursements	<u>406</u>	<u>(28,960)</u>	<u>(928)</u>	<u>(65,155)</u>	<u>(34,558)</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	16,200
Transfers out	-	(10,006)	-	-	(19,269)
	<u>-</u>	<u>(10,006)</u>	<u>-</u>	<u>-</u>	<u>(3,069)</u>
Total other financing sources (uses)					
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	406	(38,966)	(928)	(65,155)	(37,627)
Cash and investments - beginning	<u>485</u>	<u>38,966</u>	<u>928</u>	<u>73,558</u>	<u>287,589</u>
Cash and investments - ending	<u>\$ 891</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,403</u>	<u>\$ 249,962</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ 891	\$ -	\$ -	\$ -	\$ 241,559
Restricted assets:					
Cash and investments	-	-	-	8,403	8,403
Total cash and investment assets - ending	<u>\$ 891</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,403</u>	<u>\$ 249,962</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ 8,403	\$ 8,403
Unrestricted	<u>891</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>241,559</u>
Total cash and investment fund balance - ending	<u>\$ 891</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,403</u>	<u>\$ 249,962</u>

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

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

	Special Education Preschool	School Lunch	Textbook Rental	Education Plate	Alternative Education	Safe Haven Grant 2007-2008
Receipts:						
Local sources	\$ 26,468	\$ 379,640	\$ 143,703	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	525	-	-
State sources	21,586	9,583	47,024	-	5,324	3,761
Federal sources	-	220,752	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	<u>48,054</u>	<u>609,975</u>	<u>190,727</u>	<u>525</u>	<u>5,324</u>	<u>3,761</u>
Disbursements:						
Current:						
Instruction	40,097	-	-	681	5,324	-
Support services	-	597,798	152,501	-	-	985
Community services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	491
Total disbursements	<u>40,097</u>	<u>597,798</u>	<u>152,501</u>	<u>681</u>	<u>5,324</u>	<u>1,476</u>
Excess (deficiency) of receipts over disbursements	<u>7,957</u>	<u>12,177</u>	<u>38,226</u>	<u>(156)</u>	<u>-</u>	<u>2,285</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>7,957</u>	<u>12,177</u>	<u>38,226</u>	<u>(156)</u>	<u>-</u>	<u>2,285</u>
Cash and investments - beginning	<u>22,923</u>	<u>18,658</u>	<u>111,710</u>	<u>156</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 30,880</u>	<u>\$ 30,835</u>	<u>\$ 149,936</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,285</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ 30,880</u>	<u>\$ 30,835</u>	<u>\$ 149,936</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,285</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ 30,880</u>	<u>\$ 30,835</u>	<u>\$ 149,936</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,285</u>

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

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

	Early Intervention 2007-2008	Gifts and Donations	Wayne County Foundation ACADE	Wayne County Foundation Minigrant	Minigrant Donation	Children SVC After School
Receipts:						
Local sources	\$ -	\$ 21,549	\$ -	\$ 1,100	\$ 1,501	\$ 4,838
Intermediate sources	-	-	-	-	-	-
State sources	1,000	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	<u>1,000</u>	<u>21,549</u>	<u>-</u>	<u>1,100</u>	<u>1,501</u>	<u>4,838</u>
Disbursements:						
Current:						
Instruction	-	18,875	-	1,408	1,054	-
Support services	-	-	-	-	-	3,224
Community services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	323
Total disbursements	<u>-</u>	<u>18,875</u>	<u>-</u>	<u>1,408</u>	<u>1,054</u>	<u>3,547</u>
Excess (deficiency) of receipts over disbursements	<u>1,000</u>	<u>2,674</u>	<u>-</u>	<u>(308)</u>	<u>447</u>	<u>1,291</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	(1,000)	-	-	-	-	-
Total other financing sources (uses)	<u>(1,000)</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>-</u>	<u>2,674</u>	<u>-</u>	<u>(308)</u>	<u>447</u>	<u>1,291</u>
Cash and investments - beginning	-	884	592	883	80	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ 3,558</u>	<u>\$ 592</u>	<u>\$ 575</u>	<u>\$ 527</u>	<u>\$ 1,291</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ -</u>	<u>\$ 3,558</u>	<u>\$ 592</u>	<u>\$ 575</u>	<u>\$ 527</u>	<u>\$ 1,291</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ -</u>	<u>\$ 3,558</u>	<u>\$ 592</u>	<u>\$ 575</u>	<u>\$ 527</u>	<u>\$ 1,291</u>

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

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

	Cape Grant Literacy	Gifted Talented Minigrant Assurance	Gifted Talented 2007-2008	Project Lead The Way 2006-2007	Common School Technology Advance	State Medicaid Reimbursement
Receipts:						
Local sources	\$ 3,800	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	32,641	11,459	194,592	1,096
Federal sources	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	3,800	-	32,641	11,459	194,592	1,096
Disbursements:						
Current:						
Instruction	5,607	23	32,491	4,470	-	-
Support services	-	-	-	-	248,145	1,725
Community services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	6,989	-	-
Total disbursements	5,607	23	32,491	11,459	248,145	1,725
Excess (deficiency) of receipts over disbursements	(1,807)	(23)	150	-	(53,553)	(629)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(1,793)
Total other financing sources (uses)	-	-	-	-	-	(1,793)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,807)	(23)	150	-	(53,553)	(2,422)
Cash and investments - beginning	4,778	23	-	-	54,626	2,521
Cash and investments - ending	\$ 2,971	\$ -	\$ 150	\$ -	\$ 1,073	\$ 99
Cash and Investment Assets - Ending						
Cash and investments	\$ 2,971	\$ -	\$ 150	\$ -	\$ 1,073	\$ 99
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ 2,971	\$ -	\$ 150	\$ -	\$ 1,073	\$ 99

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

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

	Non-English Speaking Program	School Technology	Indiana 2000	Title I 2007-2008	Title I 2006-2007	Innovative Education 2006-2008
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	1,298	44,695	-	-	-	-
Federal sources	-	-	-	145,020	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	1,298	44,695	-	145,020	-	-
Disbursements:						
Current:						
Instruction	-	-	32	144,639	-	2,515
Support services	-	49,603	-	1,877	-	-
Community services	-	-	-	3,151	-	114
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	-	49,603	32	149,667	-	2,629
Excess (deficiency) of receipts over disbursements	1,298	(4,908)	(32)	(4,647)	-	(2,629)
Other financing sources (uses):						
Transfers in	-	-	-	7,058	-	-
Transfers out	-	-	-	-	(7,058)	-
Total other financing sources (uses)	-	-	-	7,058	(7,058)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,298	(4,908)	(32)	2,411	(7,058)	(2,629)
Cash and investments - beginning	39	10,316	32	-	7,059	4,404
Cash and investments - ending	<u>\$ 1,337</u>	<u>\$ 5,408</u>	<u>\$ -</u>	<u>\$ 2,411</u>	<u>\$ 1</u>	<u>\$ 1,775</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ 1,337</u>	<u>\$ 5,408</u>	<u>\$ -</u>	<u>\$ 2,411</u>	<u>\$ 1</u>	<u>\$ 1,775</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ 1,337</u>	<u>\$ 5,408</u>	<u>\$ -</u>	<u>\$ 2,411</u>	<u>\$ 1</u>	<u>\$ 1,775</u>

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

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

	Innovative Education 2008-2009	CFR Special Education 2006-2007	CFR Special Education 2007-2008	CFR Preschool 2007-2008	Safe and Drug Free 2007-2008
Receipts:					
Local sources	\$ -	\$ 62,517	\$ 195,316	\$ 211	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	2,460	-	-	-	4,152
Interfund loans	-	-	35,387	-	-
	<u>2,460</u>	<u>62,517</u>	<u>230,703</u>	<u>211</u>	<u>4,152</u>
Disbursements:					
Current:					
Instruction	5,500	3,673	225,590	211	984
Support services	-	-	5,112	-	-
Community services	-	-	-	-	-
Debt services	-	-	-	-	-
Interfund loans	-	58,567	-	-	-
	<u>5,500</u>	<u>62,240</u>	<u>230,702</u>	<u>211</u>	<u>984</u>
Excess (deficiency) of receipts over disbursements	<u>(3,040)</u>	<u>277</u>	<u>1</u>	<u>-</u>	<u>3,168</u>
Other financing sources (uses):					
Transfers in	10,331	-	-	-	-
Transfers out	-	(278)	-	-	-
	<u>10,331</u>	<u>(278)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	7,291	(1)	1	-	3,168
Cash and investments - beginning	-	-	-	-	984
Cash and investments - ending	<u>\$ 7,291</u>	<u>\$ (1)</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 4,152</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	<u>\$ 7,291</u>	<u>\$ (1)</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 4,152</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Unrestricted	<u>\$ 7,291</u>	<u>\$ (1)</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 4,152</u>

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

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

	Project Lead The Way 2007-2008	Federal Medicaid Reimbursement	Improving Teacher Quality	Retirement Severance Bond	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ 170,852	\$ 1,011,495
Intermediate sources	-	-	-	-	525
State sources	10,630	-	-	-	384,689
Federal sources	-	1,644	59,506	-	433,534
Interfund loans	4,614	-	10,887	51,978	102,866
Total receipts	15,244	1,644	70,393	222,830	1,933,109
Disbursements:					
Current:					
Instruction	15,244	-	47,801	-	556,219
Support services	-	2,534	2,216	-	1,065,720
Community services	-	-	-	-	3,265
Debt services	-	-	-	231,233	231,233
Interfund loans	-	-	6,045	-	72,415
Total disbursements	15,244	2,534	56,062	231,233	1,928,852
Excess (deficiency) of receipts over disbursements	-	(890)	14,331	(8,403)	4,257
Other financing sources (uses):					
Transfers in	-	-	-	-	17,389
Transfers out	-	-	(10,331)	-	(20,460)
Total other financing sources (uses)	-	-	(10,331)	-	(3,071)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(890)	4,000	(8,403)	1,186
Cash and investments - beginning	-	891	1	8,403	249,963
Cash and investments - ending	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 4,001</u>	<u>\$ -</u>	<u>\$ 251,149</u>
Cash and Investment Assets - Ending					
Cash and investments	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 4,001</u>	<u>\$ -</u>	<u>\$ 251,149</u>
Cash and Investment Fund Balance - Ending					
Unrestricted	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 4,001</u>	<u>\$ -</u>	<u>\$ 251,149</u>

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

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS

115 West South Street

Centerville, IN 47330

Philip S. Stevenson
Superintendent



Mark Campbell
Assistant to the Superintendent

Tyna M. Stover
Treasurer

Karen M. Staats
Deputy Treasurer

Wanda McConaha
Administrative Assistant

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION SUPPLEMENTARY INFORMATION SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 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	\$ 267,309
Buildings	21,403,951
Improvements other than buildings	1,452,669
Machinery and equipment	<u>2,960,300</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 26,084,229</u>

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**CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION
SUPPLEMENTARY INFORMATION
SCHEDULE OF LONG-TERM DEBT
December 31, 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:		
Notes and loans payable	15,177,749	1,671,369
Bonds payable:		
General obligation bonds:		
Retirement Bond	1,330,000	78,781
GO Bonds of 2004	265,000	39,410
Total governmental activities debt	\$ 16,772,749	\$ 1,789,560

Phone: (765) 855-3475

Fax (765) 855-2524

Website: www.centerville.k12.in.us

CENTERVILLE ABINGTON COMMUNITY SCHOOL CORPORATION
OTHER REPORT

The audit report presented herein was prepared in addition to another official report prepared for the individual School Corporation office listed below:

Centerville Abington Recreational Educational Services (CARES)

CENTERVILLE ABINGTON COMMUNITY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS

TRANSPORTATION FUND EXPENDITURES

Seventy-five (75) percent of the Assistant to the Superintendent and ten (10) percent of the Deputy Treasurer's salary was paid from the transportation fund, without a record of hours worked for each employee documenting time spent on transportation related costs as noted in prior Report B29588.

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

Many administrative positions have duties and responsibilities that are broad and overlapping and encompass everything that goes on in the school corporation or school building. Therefore, we have consistently been of the audit position that these expenses are normally considered operating expenses properly charged to the general fund in accordance with Indiana Code 21-2-11-2 for the operation of the school corporation and not to the transportation fund.

Some positions have been formally established by school boards of school trustees, through job description, duties assigned, title, salary schedules, etc., as transportation related (for example, Assistant Superintendent-Transportation Director). We will not take audit exception, in these situations (other than positions excluded by statute), to direct transportation related employees having direct transportation related expenses being paid from the transportation fund if a cost allocation system based upon auditable statistics is established tracking costs attributable to the transportation program and therefore payable from the transportation fund. The use of time cards, time logs, or other means of accumulating auditable statistics upon which to base costs would have to be maintained. The time spent on such programs by persons serving in more than one program area must be specific if costs are to be separated. These costs cannot be accurately maintained on a percentage basis and requires the use of one of the methods mentioned above to provide auditable statistics and should cover all program areas in which the person serves or for which the service, materials, supplies, etc., are provided.

Other positions with multiple transportation related responsibilities could be compensated in part from the transportation fund, assuming compliance with all of the aforementioned. Additionally, we review during our audit for reporting consistencies in those situations, i.e. the accounting and charging of indirect costs based upon time records to the applicable funds besides the transportation fund, for these and other positions. (The School Administrator and Uniform Compliance Guidelines, Volume 157)

INTERNAL CONTROLS - Repayment of Common School Advancements

The School Corporation had 18 active Common School Advances for school buildings and educational technology programs during the audit programs. Controls for calculating and repaying Common School Advancements are insufficient. The actual compilation of the amortization schedules of the Common School Advancements did not agree to the Common School adjustment on the Basic Grant Monthly Distribution (DOESA545). These errors appear to have been made in the compilation of the repayment amounts used in the preparation of the budget. Also, in a comparison of the transfers from the Capital Project Fund or the Debt Service Fund to the General Fund, the Debt Service Fund did not transfer a net of \$18,680 to the General Fund.

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)

CENTERVILLE ABINGTON COMMUNITY SCHOOL CORPORATION
 AUDIT RESULTS AND COMMENTS
 (Continued)

IC 20-49-4-19 states: "A school corporation receiving an advance shall agree to have the money advanced, together with interest on the advance, deducted from the distribution of the state tuition support until all the money advanced, together with the interest on the advance, has been paid. The state board and the state board of finance shall reduce each distribution of state tuition support to each school corporation to which an advance is made in amount to be agreed upon by the state and the school corporation."

IC 20-49-4-21 states: "A school corporation to which an advance is made for a school building construction program may annually levy a property tax in the debt service fund to replace the amount deducted under this chapter in the current year from the distribution of state tuition support. The amount received from the tax must be transferred from the debt service fund to the general fund."

IC 20-49-4-22 states: "A school corporation to which an advance is made for an educational technology program may annually levy a property tax in the capital projects or the debt service fund to replace the amount deducted under this chapter in the current year from the distribution of state tuition support. The amount received from the tax must be transferred from the capital projects fund or the debt service fund, as applicable, to the general fund."

APPROPRIATIONS

The records presented for audit indicated the following disbursements in excess of budgeted appropriations:

<u>Fund</u>	<u>Year</u>	<u>Excess Amount Expended</u>
Rainy Day	2007	\$ <u>64,715</u>

IC 6-1.1-18-4 states in part: ". . . the proper officers of a political subdivision shall appropriate funds in such a manner that the expenditures for a year do not exceed its budget for that year as finally determined under this article."

RECEIPT ISSUANCE – (Preschool/Centerville Elementary School)

Receipts are not issued at the time of the transaction. Currently parents pay at the Preschool and then periodically (weekly) the Pre School Coordinator remits these collections to the Extra-Curricular Treasurer who issues the receipt.

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

DEPOSITS – (Centerville Elementary)

Forty percent of the receipts examined were written for amounts which could not be verified to bank deposits. Further examination disclosed that these were the result of parent's checks being cashed instead of deposited in order to pay teachers for class parties.

CENTERVILLE ABINGTON COMMUNITY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS
(Continued)

IC 5-13-6-1(c) states in part: "Public funds deposited . . . shall be deposited in the same form in which they were received."

ECA DEPOSITS – (Rose Hamilton Elementary, Centerville Jr High School and Centerville High School)

We noted one textbook rental receipt held in excess of eight days before depositing. (Rose Hamilton Elementary)

We noted one instance where a receipt totaling \$711 was deposited ten business days after being received. (Centerville Jr. High School)

We noted some ECA receipts held in excess of eight days before depositing. (Centerville High School)

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

DEPOSITS (Applies to Centerville Jr High School and Centerville High School)

Some receipts were written for amounts which could not be verified to bank deposits. The method of payment (cash, check or money order) is not being identified on each prescribed receipt, this resulted in not being able to verify the validity of the deposit.

IC 5-13-6-1(c) states in part: "Public funds deposited . . . shall be deposited in the same form in which they were received."

INTERNAL CONTROLS - Textbook Rental (Centerville High School)

The controls over the receipting, recording, and accounting for the financial activities of Textbook Rental: were insufficient.

Prenumbered Form TBR-2 (Official Receipt- Individual Textbook Rental List) is being issued in duplicate at the time the schedule is mailed out to the student. The second copy of the prenumbered TBR-2 is being printed out at the time the schedule is mailed and is used as the official receipt.

The method of payment (cash, check or money order) is not being identified on each prescribed receipt form TBR-2.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

TBR-2 forms should not be issued prior to payments being made by parents or students. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 4)

IC 5-13-6-1(c) states in part: "Public funds deposited . . . shall be deposited in the same form in which they were received."

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF THE CENTERVILLE ABINGTON COMMUNITY
SCHOOL CORPORATION, WAYNE COUNTY, INDIANA

Compliance

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

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

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

Internal Control Over Compliance

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

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, 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

CENTERVILLE-ABINGTON 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		\$ 26,894	\$ 30,685
National School Lunch Program	10.555		<u>184,518</u>	<u>227,147</u>
Total for federal grantor agency			<u>211,412</u>	<u>257,832</u>
U.S. DEPARTMENT OF EDUCATION				
Pass-Through Centerville-Fayette-Rush Special Services for Exceptional Learners Special Education Cluster (IDEA,)				
Special Education - Grants to States	84.027A			
		14206-071-PN01	212,847	-
		14206-071-PY02	24,595	-
		14207-071-PN01	-	230,702
		14207-071-PY02	<u>-</u>	<u>3,673</u>
Total for program			237,442	234,375
Special Education - Preschool Grants	84.173		<u>24,718</u>	<u>-</u>
Total for cluster			<u>262,160</u>	<u>234,375</u>
Pass-Through Indiana Department of Education Title I Grants to Local Educational Agencies	84.010			
		FY 2006-2007	121,161	7,058
		FY 2007-2008	<u>-</u>	<u>149,668</u>
Total for program			<u>121,161</u>	<u>156,726</u>
Pass-Through Indiana Department of Education Safe and Drug Free School and Communities - State Grants	84.186			
			5,115	-
			<u>4,084</u>	<u>984</u>
Total for program			<u>9,199</u>	<u>984</u>
Pass-Through Indiana Department of Workforce Development Tech-Prep Education	84.243			
Project Lead the Way		TP-6-358	16,466	4,470
Project Lead the Way 07-08			<u>-</u>	<u>15,244</u>
Total for program			<u>16,466</u>	<u>19,714</u>
Pass-Through Indiana Department of Education State Grants for Innovative Programs	84.298			
		FY 05-07	8,272	2,630
		FY 06-08	<u>-</u>	<u>5,500</u>
Total for program			<u>8,272</u>	<u>8,130</u>
Pass-Through Indiana Department of Education Education Technology State Grants (Ed Tech)	84.318		<u>928</u>	<u>-</u>
Pass-Through Indiana Department of Education Improving Teacher Quality - State Grants	84.367	06-8360	<u>62,505</u>	<u>56,062</u>
Total for federal grantor agency			<u>480,691</u>	<u>475,991</u>
Total federal awards expended			<u>\$ 692,103</u>	<u>\$ 733,823</u>

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

CENTERVILLE-ABINGTON 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 Centerville-Abington 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		<u>\$ 26,894</u>	<u>\$ 30,685</u>

CENTERVILLE ABINGTON 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
	Child Nutrition – 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.

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CENTERVILLE ABINGTON COMMUNITY SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on May 29, 2009, with Tyna Stover, Treasurer; Philip S. Stevenson, Superintendent of Schools; Tim Eadler, President of the School Board; and Mark Campbell, Assistant to Superintendent of Schools. The officials concurred with our audit findings.