

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

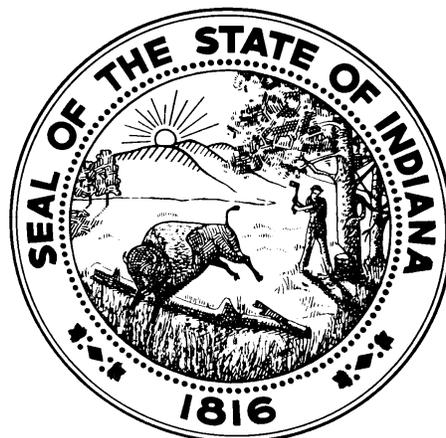
AUDIT REPORT

OF

NORTH ADAMS COMMUNITY SCHOOLS

ADAMS COUNTY, INDIANA

July 1, 2007 to June 30, 2009



FILED

02/01/2010

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SCHEDULE OF OFFICIALS

| <u>Office</u> | <u>Official</u> | <u>Term</u> |
|----------------------------------|-------------------------------------|--|
| Treasurer | Kathleen R. Brown Larry G. Carty | 07-01-07 to 06-30-09 07-01-09 to 06-30-10 |
| Superintendent of Schools | James D. Compton Wylie Sirk | 07-01-07 to 07-31-07 08-01-07 to 06-30-10 |
| President of the School Board | Steve Scott Gary Giessler | 07-01-07 to 06-30-08 07-01-08 to 06-30-10 |



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF THE NORTH ADAMS COMMUNITY SCHOOLS, ADAMS COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the North Adams Community Schools (School Corporation), as of and for the years ended June 30, 2008 and 2009, 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, 2008 and 2009, 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 December 22, 2009, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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

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

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

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

STATE BOARD OF ACCOUNTS

December 22, 2009



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

TO: THE OFFICIALS OF THE NORTH ADAMS COMMUNITY SCHOOLS, ADAMS COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the North Adams Community Schools (School Corporation), as of and for the years ended June 30, 2008 and 2009, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated December 22, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

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

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

Compliance and Other Matters

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

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

STATE BOARD OF ACCOUNTS

December 22, 2009

NORTH ADAMS 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> | Program Receipts | | <u>Totals</u> |
|--|----------------------|-------------------------|--|--|
| | | Charges for Services | Operating Grants and Contributions | |
| Governmental activities: | | | | Net (Disbursements) Receipts and Changes in Net Assets |
| Instruction | \$ 9,698,077 | \$ - | \$ 216,844 | \$ (9,481,233) |
| Support services | 6,275,601 | 781,463 | 438,558 | (5,055,580) |
| Noninstructional services | 1,748,018 | - | - | (1,748,018) |
| Facilities acquisition and construction | 1,900,466 | - | - | (1,900,466) |
| Debt service | 8,132,013 | - | - | (8,132,013) |
| Nonprogrammed charges | 1,182,409 | - | - | (1,182,409) |
| Total governmental activities | \$ 28,936,584 | \$ 781,463 | \$ 655,402 | (27,499,719) |
| General receipts: | | | | |
| Property taxes | | | | 6,058,294 |
| Other local sources | | | | 1,163,043 |
| State aid | | | | 7,865,258 |
| Bonds and loans | | | | 4,500,000 |
| Grants and contributions not restricted to specific programs | | | | 1,227,763 |
| Sale of property | | | | 11,595 |
| Investment earnings | | | | 182,035 |
| Other | | | | 12,870 |
| Total general receipts | | | | 21,020,858 |
| Change in net assets | | | | (6,478,861) |
| Net assets - beginning | | | | 8,107,676 |
| Net assets - ending | | | | \$ 1,628,815 |
| <u>Assets</u> | | | | |
| Cash and investments | | | | \$ 1,544,080 |
| Restricted assets: | | | | |
| Cash and investments | | | | 84,735 |
| Total assets | | | | \$ 1,628,815 |
| <u>Net Assets</u> | | | | |
| Restricted for: | | | | |
| Debt service | | | | \$ 84,735 |
| Unrestricted | | | | 1,544,080 |
| Total net assets | | | | \$ 1,628,815 |

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

NORTH ADAMS COMMUNITY SCHOOLS
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2009

| <u>Functions/Programs</u> | <u>Disbursements</u> | Program Receipts | | <u>Totals</u> |
|--|----------------------|---------------------------------|---|--|
| | | <u>Charges for Services</u> | <u>Operating Grants and Contributions</u> | |
| Governmental activities: | | | | Net (Disbursements) Receipts and Changes in Net Assets |
| Instruction | \$ 8,764,753 | \$ - | \$ 280,772 | \$ (8,483,981) |
| Support services | 6,486,457 | 697,474 | 549,422 | (5,239,561) |
| Noninstructional services | 2,081,189 | - | - | (2,081,189) |
| Facilities acquisition and construction | 1,276,704 | - | - | (1,276,704) |
| Debt service | 10,469,689 | - | - | (10,469,689) |
| Nonprogrammed charges | <u>1,239,301</u> | <u>-</u> | <u>-</u> | <u>(1,239,301)</u> |
| Total governmental activities | <u>\$ 30,318,093</u> | <u>\$ 697,474</u> | <u>\$ 830,194</u> | <u>(28,790,425)</u> |
| General receipts: | | | | |
| Property taxes | | | | 16,087,805 |
| Other local sources | | | | 1,740,520 |
| State aid | | | | 9,342,615 |
| Bonds and loans | | | | 3,500,000 |
| Grants and contributions not restricted to specific programs | | | | 2,743,179 |
| Sale of property | | | | 1,574 |
| Investment earnings | | | | 51,051 |
| Other | | | | <u>42,952</u> |
| Total general receipts | | | | <u>33,509,696</u> |
| Change in net assets | | | | 4,719,271 |
| Net assets - beginning | | | | <u>1,628,815</u> |
| Net assets - ending | | | | <u>\$ 6,348,086</u> |
| <u>Assets</u> | | | | |
| Cash and investments | | | | \$ 4,073,412 |
| Restricted assets: | | | | |
| Cash and investments | | | | <u>2,274,674</u> |
| Total assets | | | | <u>\$ 6,348,086</u> |
| <u>Net Assets</u> | | | | |
| Restricted for: | | | | |
| Debt service | | | | \$ 2,274,674 |
| Unrestricted | | | | <u>4,073,412</u> |
| Total net assets | | | | <u>\$ 6,348,086</u> |

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

NORTH ADAMS 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 | Debt Service | Capital Projects | Other | Totals |
|--|--------------------------|-----------------------------|-------------------------|--------------------------|--------------------------|----------------------------|
| Receipts: | | | | | | |
| Local sources | \$ 3,069,344 | \$ 596,435 | \$ 1,738,199 | \$ 1,397,934 | \$ 1,382,188 | \$ 8,184,100 |
| Intermediate sources | 324 | - | - | - | 413 | 737 |
| State sources | 8,041,461 | - | - | - | 536,134 | 8,577,595 |
| Federal sources | - | - | - | - | 1,170,827 | 1,170,827 |
| Temporary loans | 3,000,000 | 500,000 | - | 1,000,000 | - | 4,500,000 |
| Other | 4,607 | 2,303 | - | 4,376 | 1,583 | 12,869 |
| Total receipts | 14,115,736 | 1,098,738 | 1,738,199 | 2,402,310 | 3,091,145 | 22,446,128 |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | 9,103,101 | - | - | - | 594,976 | 9,698,077 |
| Support services | 3,612,348 | 988,272 | - | 730,945 | 944,036 | 6,275,601 |
| Noninstructional services | 380,100 | - | - | - | 1,367,918 | 1,748,018 |
| Facilities acquisition and construction | 851 | - | - | 1,899,615 | - | 1,900,466 |
| Debt services | 3,000,000 | 500,000 | 3,270,417 | 1,000,000 | 361,596 | 8,132,013 |
| Nonprogrammed charges | 1,181,838 | - | - | - | 571 | 1,182,409 |
| Total disbursements | 17,278,238 | 1,488,272 | 3,270,417 | 3,630,560 | 3,269,097 | 28,936,584 |
| Deficiency of receipts over disbursements | (3,162,502) | (389,534) | (1,532,218) | (1,228,250) | (177,952) | (6,490,456) |
| Other financing sources (uses): | | | | | | |
| Sale of capital assets | 1,757 | 6,282 | 73 | - | 3,483 | 11,595 |
| Transfers in | 55,933 | - | - | - | 49,669 | 105,602 |
| Transfers out | - | - | (18,171) | (55,933) | (31,498) | (105,602) |
| Total other financing sources (uses) | 57,690 | 6,282 | (18,098) | (55,933) | 21,654 | 11,595 |
| Deficiency of receipts and other financing sources over disbursements and other financing uses | (3,104,812) | (383,252) | (1,550,316) | (1,284,183) | (156,298) | (6,478,861) |
| Cash and investments - beginning | 3,669,332 | 628,675 | 1,627,998 | 1,754,224 | 427,447 | 8,107,676 |
| Cash and investments - ending | <u>\$ 564,520</u> | <u>\$ 245,423</u> | <u>\$ 77,682</u> | <u>\$ 470,041</u> | <u>\$ 271,149</u> | <u>\$ 1,628,815</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | | |
| Cash and investments | \$ 564,520 | \$ 245,423 | \$ - | \$ 470,041 | \$ 264,096 | \$ 1,544,080 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | 77,682 | - | 7,053 | 84,735 |
| Total cash and investment assets - ending | <u>\$ 564,520</u> | <u>\$ 245,423</u> | <u>\$ 77,682</u> | <u>\$ 470,041</u> | <u>\$ 271,149</u> | <u>\$ 1,628,815</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ 77,682 | \$ - | \$ 7,053 | \$ 84,735 |
| Unrestricted | 564,520 | 245,423 | - | 470,041 | 264,096 | 1,544,080 |
| Total cash and investment fund balance - ending | <u>\$ 564,520</u> | <u>\$ 245,423</u> | <u>\$ 77,682</u> | <u>\$ 470,041</u> | <u>\$ 271,149</u> | <u>\$ 1,628,815</u> |

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

NORTH ADAMS 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, 2009

| | General | Transportation Operating | Debt Service | Capital Projects | Other | Totals |
|--|-------------------|-----------------------------|---------------------|---------------------|---------------------|---------------------|
| Receipts: | | | | | | |
| Local sources | \$ 5,475,790 | \$ 1,828,680 | \$ 5,222,460 | \$ 3,597,599 | \$ 2,451,565 | \$ 18,576,094 |
| Intermediate sources | 324 | - | - | - | 431 | 755 |
| State sources | 9,584,371 | - | - | - | 526,033 | 10,110,404 |
| Federal sources | - | - | - | - | 2,805,585 | 2,805,585 |
| Temporary loans | - | 500,000 | 1,600,000 | 1,000,000 | 400,000 | 3,500,000 |
| Other | 19,961 | 2,109 | - | 661 | 20,221 | 42,952 |
| Total receipts | <u>15,080,446</u> | <u>2,330,789</u> | <u>6,822,460</u> | <u>4,598,260</u> | <u>6,203,835</u> | <u>35,035,790</u> |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | 7,540,238 | - | - | - | 1,224,515 | 8,764,753 |
| Support services | 3,567,838 | 952,593 | - | 719,528 | 1,246,498 | 6,486,457 |
| Noninstructional services | 323,504 | - | - | - | 1,757,685 | 2,081,189 |
| Facilities acquisition and construction | 1,041 | - | - | 1,273,503 | 2,160 | 1,276,704 |
| Debt services | 3,000,000 | 500,000 | 4,946,018 | 1,000,000 | 1,023,671 | 10,469,689 |
| Nonprogrammed charges | 1,109,765 | - | - | - | 129,536 | 1,239,301 |
| Total disbursements | <u>15,542,386</u> | <u>1,452,593</u> | <u>4,946,018</u> | <u>2,993,031</u> | <u>5,384,065</u> | <u>30,318,093</u> |
| Excess (deficiency) of receipts over disbursements | <u>(461,940)</u> | <u>878,196</u> | <u>1,876,442</u> | <u>1,605,229</u> | <u>819,770</u> | <u>4,717,697</u> |
| Other financing sources (uses): | | | | | | |
| Sale of capital assets | 1,574 | - | - | - | - | 1,574 |
| Transfers in | 22,138 | - | - | - | 588,797 | 610,935 |
| Transfers out | - | (250,000) | - | (322,138) | (38,797) | (610,935) |
| Total other financing sources (uses) | <u>23,712</u> | <u>(250,000)</u> | <u>-</u> | <u>(322,138)</u> | <u>550,000</u> | <u>1,574</u> |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | <u>(438,228)</u> | <u>628,196</u> | <u>1,876,442</u> | <u>1,283,091</u> | <u>1,369,770</u> | <u>4,719,271</u> |
| Cash and investments - beginning | <u>564,520</u> | <u>245,423</u> | <u>77,682</u> | <u>470,041</u> | <u>271,149</u> | <u>1,628,815</u> |
| Cash and investments - ending | <u>\$ 126,292</u> | <u>\$ 873,619</u> | <u>\$ 1,954,124</u> | <u>\$ 1,753,132</u> | <u>\$ 1,640,919</u> | <u>\$ 6,348,086</u> |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ 126,292 | \$ 873,619 | \$ - | \$ 1,753,132 | \$ 1,320,369 | \$ 4,073,412 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | 1,954,124 | - | 320,550 | 2,274,674 |
| Total cash and investment assets - ending | <u>\$ 126,292</u> | <u>\$ 873,619</u> | <u>\$ 1,954,124</u> | <u>\$ 1,753,132</u> | <u>\$ 1,640,919</u> | <u>\$ 6,348,086</u> |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ 1,954,124 | \$ - | \$ 320,550 | \$ 2,274,674 |
| Unrestricted | 126,292 | 873,619 | - | 1,753,132 | 1,320,369 | 4,073,412 |
| Total cash and investment fund balance - ending | <u>\$ 126,292</u> | <u>\$ 873,619</u> | <u>\$ 1,954,124</u> | <u>\$ 1,753,132</u> | <u>\$ 1,640,919</u> | <u>\$ 6,348,086</u> |

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

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

| | <u>Pension Trust Fund</u> | <u>Private-Purpose Trust Funds</u> |
|--|-------------------------------|--|
| Additions: | | |
| Contributions: | | |
| Other | \$ 666 | \$ 53,921 |
| Investment earnings: | | |
| Interest | <u>17,769</u> | <u>-</u> |
| Total additions | <u>18,435</u> | <u>53,921</u> |
| Deductions: | | |
| Benefits | 99,247 | - |
| Administrative and general | <u>-</u> | <u>63,793</u> |
| Total deductions | <u>99,247</u> | <u>63,793</u> |
| Deficiency of total additions over total deductions | (80,812) | (9,872) |
| Cash and investment fund balance - beginning | <u>465,420</u> | <u>56,802</u> |
| Cash and investment fund balance - ending | <u>\$ 384,608</u> | <u>\$ 46,930</u> |
| Net assets: | | |
| Cash and investments | <u>\$ 384,608</u> | <u>\$ 46,930</u> |
| Total net assets - cash and investment basis held in trust | <u>\$ 384,608</u> | <u>\$ 46,930</u> |

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

NORTH ADAMS COMMUNITY SCHOOLS
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2009

| | <u>Pension Trust Fund</u> | <u>Private-Purpose Trust Funds</u> |
|--|-------------------------------|--|
| Additions: | | |
| Contributions: | | |
| Other | \$ - | \$ 27,729 |
| Investment earnings: | | |
| Interest | <u>4,676</u> | <u>-</u> |
| Total additions | <u>4,676</u> | <u>27,729</u> |
| Deductions: | | |
| Benefits | 107,044 | - |
| Administrative and general | <u>-</u> | <u>46,190</u> |
| Total deductions | <u>107,044</u> | <u>46,190</u> |
| Deficiency of total additions over total deductions | (102,368) | (18,461) |
| Cash and investment fund balance - beginning | <u>384,608</u> | <u>46,930</u> |
| Cash and investment fund balance - ending | <u>\$ 282,240</u> | <u>\$ 28,469</u> |
| Net assets: | | |
| Cash and investments | <u>\$ 282,240</u> | <u>\$ 28,469</u> |
| Total net assets - cash and investment basis held in trust | <u>\$ 282,240</u> | <u>\$ 28,469</u> |

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

NORTH ADAMS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

Primary Government: North Adams 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 South Adams Schools, Adams Central Community Schools, Southern Wells Community Schools, Northern Wells Community Schools, and Bluffton-Harrison Metropolitan School District in a joint venture to operate Adams-Wells Special Services Cooperative (Co-op) which was created to provide instruction for handicapped children. The Co-op's continued existence depends on continued funding by the School Corporations. Complete financial statements for the Co-op can be obtained from the Co-op's administrative offices at 925 North Main Street, Bluffton, Indiana 46714.

The School Corporation is also a participant with South Adams Schools, Adams Central Community Schools, Southern Wells Community Schools, Northern Wells Community Schools, Bluffton-Harrison Metropolitan School District, Huntington County Community School Corporation and Jay School Corporation in a joint venture to operate Area 18 Cooperative (Co-op) which was created to provide occupational training to students. The Co-op's continued existence depends on continued funding by the School Corporations. Complete financial statements for the Co-op can be obtained from the Co-op's administrative offices at 805 E. Harrison Street, Bluffton, Indiana 46714.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

NORTH ADAMS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Financial Statements

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

The School Corporation reports the following major governmental funds:

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

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

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

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

Additionally, the School Corporation reports the following fund types:

The pension trust fund accounts for the activities of the Post-Retirement/Severance Future Benefit Fund, which accumulates resources for pension benefit payments.

The private-purpose trust funds report trust arrangements under which principal and income benefit students of low income households.

C. Measurement Focus and Basis of Accounting

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

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

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

NORTH ADAMS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 proprietary funds.

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

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. Property Taxes

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

3. Capital Assets

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

4. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary funds is not reported as liabilities in the basic financial statements. The debt proceeds are 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:

NORTH ADAMS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Fund Financial Statements

Governmental fund equity is classified as fund balance.

E. Receipts and Disbursements

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.

Fund Financial Statements

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

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements. Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis. The effects of interfund services between funds, if any, are not eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis.

NORTH ADAMS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

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

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

B. Cash and Investment Balance Deficits

At June 30, 2008 and 2009, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines and state statute:

| Fund | June 30, 2008 | June 30, 2009 |
|--------------------------|------------------|------------------|
| Textbook Rental | \$ 182,468 | \$ 196,281 |
| Healthy Families 2007-08 | 4,019 | - |
| Healthy Families 2008-09 | - | 6,040 |

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

III. Detailed Notes on All Funds

A. Deposits 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

NORTH ADAMS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

Statutory Authorization for Investments

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

Indiana Code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal Investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50% of the funds held by the School Corporation and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should have a stated final maturity of one day.

Additionally, the School Corporation may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the School Corporation's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The School Corporation does not have a formal investment policy for custodial credit risk for investments.

NORTH ADAMS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The School Corporation must follow state statute and limit the stated final maturities of the investments to no more than two years. The School Corporation does not have a formal investment policy for interest rate risk for investments.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The School Corporation does not have a formal investment policy for credit risk for investments.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The School Corporation does not have a policy in regards to concentration of credit risk. United States of America government and United States of America governmental agency securities are exempt from this policy requirement.

Foreign Currency Risk

The School Corporation does not have a formal policy in regards to foreign currency risk.

B. Interfund Transfers

Interfund transfers for the years ended June 30, 2008 and 2009, were as follows:

| <u>Transfer From</u> | <u>Transfer To</u> | <u>June 30, 2008</u> | <u>June 30, 2009</u> |
|-------------------------------|--------------------------|--------------------------|--------------------------|
| Capital Projects Fund | General Fund | \$ 55,933 | \$ 22,138 |
| Debt Service Fund | Other governmental funds | 18,171 | - |
| Other governmental funds | Other governmental funds | 31,498 | 38,797 |
| Transportation Operating Fund | Other governmental funds | - | 250,000 |
| Capital Projects Fund | Other governmental funds | - | 300,000 |
| | | <u>\$ 105,602</u> | <u>\$ 610,935</u> |
| Totals | | <u>\$ 105,602</u> | <u>\$ 610,935</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.

NORTH ADAMS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Medical Benefits to Employees

During 1984, the School Corporation joined the School Employees' Benefit Trust, a public entity risk pool currently operating as a common risk management and insurance program for fourteen member governmental entities. This risk pool was formed in 1980. The purpose of the risk pool is to provide a medium for the funding and administration of medical benefits to employees. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$150,000 per insured event. The risk pool obtains independent coverage for insured events in excess of the \$150,000 limit.

B. Holding Corporations

The School Corporation has entered into capital leases with Belmont Middle School Building Corporation and North Adams Community Schools Renovation Building Corporation (the lessors). The lessors were organized as for profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessors have been determined to be related parties of the School Corporation. Lease payments during the year 2007-2008 totaled \$3,104,011 and during the year 2008-2009 totaled \$3,166,241.

C. Other Postemployment Benefits

Single-Employer Defined Benefit Healthcare Plan

Plan Description

School Employees Benefit Trust Healthcare Plan is a single-employer defined benefit healthcare plan administered by Allied Benefit Systems, Inc. The plan provides medical insurance to eligible retirees. Indiana Code 5-10-8 assigns the authority to establish and amend benefit provisions to the School Corporation. The School Employees Benefit Trust Healthcare Plan issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for the participants. That report may be obtained by contacting the plan administrator:

Allied Benefit Systems, Inc.
208 S. LaSalle Street #1300
Chicago, IL 60604
1-800-288-2078

NORTH ADAMS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

D. Pension Plans

1. Agent Multiple-Employer Defined Benefit Pension Plan

Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

Actuarial Information for the Above Plan

| | PERF |
|--|--------------|
| Annual required contribution | \$ 178,765 |
| Interest on net pension obligation | (16,506) |
| Adjustment to annual required contribution | 18,809 |
| Annual pension cost | 181,068 |
| Contributions made | 175,992 |
| Increase in net pension obligation | 5,076 |
| Net pension obligation, beginning of year | (227,663) |
| Net pension obligation, end of year | \$ (222,587) |

NORTH ADAMS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

| | PERF |
|---------------------------------|---|
| Contribution rates: | |
| School Corporation | 7% |
| 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 | \$ 179,008 | 92% | \$ (264,055) |
| | 06-30-07 | 201,834 | 82% | (227,663) |
| | 06-30-08 | 181,068 | 97% | (222,587) |

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.

NORTH ADAMS COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Funding Policy and Annual Pension Costs

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

The School Corporation is to contribute at an actuarially determined rate. The current rate has been actuarially determined under the entry age normal cost method to be 7% of covered wages. The School Corporation's required contributions to the plan for the fiscal years ended June 30, 2009, 2008, and 2007, were \$228,570, \$225,107, and \$198,931, respectively. The School Corporation contributed 100% of the required contribution for each of the fiscal years.

NORTH ADAMS 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 | \$ 3,258,310 | \$ 3,540,143 | \$ (281,833) | 92% | \$ 2,738,360 | (10%) |
| 07-01-07 | 3,670,256 | 3,741,997 | (71,741) | 98% | 2,622,890 | (3%) |
| 07-01-08 | 4,101,078 | 4,378,455 | (277,377) | 94% | 2,684,121 | (10%) |

NORTH ADAMS 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

| | Business Office | Bellmont High School Learning Math | Special Education Preschool | Rainy Day | School Lunch | Textbook Rental |
|--|-----------------|--|-----------------------------------|------------------|------------------|---------------------|
| Receipts: | | | | | | |
| Local sources | \$ 44,985 | \$ - | \$ 8,550 | \$ - | \$ 673,571 | \$ 247,459 |
| Intermediate sources | - | - | - | - | - | - |
| State sources | - | - | 50,099 | - | 13,458 | 61,035 |
| Federal sources | - | - | - | - | 364,064 | - |
| Other | - | - | - | - | 665 | 918 |
| Total receipts | 44,985 | - | 58,649 | - | 1,051,758 | 309,412 |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | - | - | 71,590 | - | - | - |
| Support services | 54,454 | 1,800 | - | - | 36,497 | 274,517 |
| Noninstructional services | - | - | - | - | 998,725 | - |
| Debt services | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - |
| Total disbursements | 54,454 | 1,800 | 71,590 | - | 1,035,222 | 274,517 |
| Excess (deficiency) of receipts over disbursements | (9,469) | (1,800) | (12,941) | - | 16,536 | 34,895 |
| Other financing sources (uses): | | | | | | |
| Sale of capital assets | - | - | - | - | 5 | 3,478 |
| Transfers in | - | - | - | - | - | 18,171 |
| Transfers out | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | 5 | 21,649 |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (9,469) | (1,800) | (12,941) | - | 16,541 | 56,544 |
| Cash and investments - beginning | 18,241 | 1,800 | 27,974 | 16,484 | 56,911 | (239,012) |
| Cash and investments - ending | \$ 8,772 | \$ - | \$ 15,033 | \$ 16,484 | \$ 73,452 | \$ (182,468) |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ 8,772 | \$ - | \$ 15,033 | \$ 16,484 | \$ 73,452 | \$ (182,468) |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | \$ 8,772 | \$ - | \$ 15,033 | \$ 16,484 | \$ 73,452 | \$ (182,468) |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | 8,772 | - | 15,033 | 16,484 | 73,452 | (182,468) |
| Total cash and investment fund balance - ending | \$ 8,772 | \$ - | \$ 15,033 | \$ 16,484 | \$ 73,452 | \$ (182,468) |

NORTH ADAMS 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)

| | Child Care High School | Educational License Plate | Alternative Education | Safe School Haven | Early Intervention | Gifted and Talented 2007-08 |
|--|---------------------------|------------------------------|--------------------------|----------------------|-----------------------|-----------------------------------|
| Receipts: | | | | | | |
| Local sources | \$ 22,781 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intermediate sources | - | 413 | - | - | - | - |
| State sources | - | - | 7,392 | 3,073 | 103,939 | 34,819 |
| Federal sources | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| Total receipts | 22,781 | 413 | 7,392 | 3,073 | 103,939 | 34,819 |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | 405 | - | 7,273 | - | 85,220 | 22,576 |
| Support services | - | - | - | 3,073 | 26,924 | - |
| Noninstructional services | 25,152 | - | - | - | - | - |
| Debt services | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - |
| Total disbursements | 25,557 | - | 7,273 | 3,073 | 112,144 | 22,576 |
| Excess (deficiency) of receipts over disbursements | (2,776) | 413 | 119 | - | (8,205) | 12,243 |
| Other financing sources (uses): | | | | | | |
| Sale of capital assets | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - |
| Transfers out | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (2,776) | 413 | 119 | - | (8,205) | 12,243 |
| Cash and investments - beginning | 15,442 | 2,550 | 7,273 | - | 26,924 | - |
| Cash and investments - ending | \$ 12,666 | \$ 2,963 | \$ 7,392 | \$ - | \$ 18,719 | \$ 12,243 |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ 12,666 | \$ 2,963 | \$ 7,392 | \$ - | \$ 18,719 | \$ 12,243 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | \$ 12,666 | \$ 2,963 | \$ 7,392 | \$ - | \$ 18,719 | \$ 12,243 |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | 12,666 | 2,963 | 7,392 | - | 18,719 | 12,243 |
| Total cash and investment fund balance - ending | \$ 12,666 | \$ 2,963 | \$ 7,392 | \$ - | \$ 18,719 | \$ 12,243 |

NORTH ADAMS 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)

| | Gifted and Talented 2006-07 | Gifted and Talented 2005-06 | Collaborative Inquiry | Lifelong Learning and Technology Center | Adams County Partnership Grant | Healthy Families 2006-07 |
|--|-----------------------------------|-----------------------------------|--------------------------|--|--------------------------------------|--------------------------------|
| Receipts: | | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intermediate sources | - | - | - | - | - | - |
| State sources | - | - | - | 15,649 | 599 | 73,562 |
| Federal sources | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| Total receipts | - | - | - | 15,649 | 599 | 73,562 |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | 7,249 | 3,062 | - | - | - | 12,487 |
| Support services | - | - | 697 | - | - | - |
| Noninstructional services | - | - | - | - | 599 | 47,490 |
| Debt services | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - |
| Total disbursements | 7,249 | 3,062 | 697 | - | 599 | 59,977 |
| Excess (deficiency) of receipts over disbursements | (7,249) | (3,062) | (697) | 15,649 | - | 13,585 |
| Other financing sources (uses): | | | | | | |
| Sale of capital assets | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - |
| Transfers out | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (7,249) | (3,062) | (697) | 15,649 | - | 13,585 |
| Cash and investments - beginning | 7,249 | 3,062 | 697 | (15,649) | - | (13,585) |
| Cash and investments - ending | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | - | - | - | - | - | - |
| Total cash and investment fund balance - ending | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

NORTH ADAMS 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)

| | Healthy Families 2007-08 | Non-English Speaking Program | School Technology | Bellmont Middle School C.L.A.S.S. 2000-01 | Even Start 2006-07 | Even Start 2007-08 |
|--|--------------------------------|------------------------------------|----------------------|--|-----------------------|-----------------------|
| Receipts: | | | | | | |
| Local sources | \$ 53,037 | \$ - | \$ 17,252 | \$ - | \$ - | \$ - |
| Intermediate sources | - | - | - | - | - | - |
| State sources | 166,183 | 6,326 | - | - | - | - |
| Federal sources | - | - | - | - | - | 161,262 |
| Other | - | - | - | - | - | - |
| Total receipts | 219,220 | 6,326 | 17,252 | - | - | 161,262 |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | 8,930 | 8,093 | - | - | 3,859 | 57,671 |
| Support services | - | - | - | 37 | 7,121 | 51,323 |
| Noninstructional services | 214,309 | - | - | - | 4,364 | 26,599 |
| Debt services | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - |
| Total disbursements | 223,239 | 8,093 | - | 37 | 15,344 | 135,593 |
| Excess (deficiency) of receipts over disbursements | (4,019) | (1,767) | 17,252 | (37) | (15,344) | 25,669 |
| Other financing sources (uses): | | | | | | |
| Sale of capital assets | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - |
| Transfers out | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (4,019) | (1,767) | 17,252 | (37) | (15,344) | 25,669 |
| Cash and investments - beginning | - | 1,958 | 74,389 | 37 | 15,344 | - |
| Cash and investments - ending | \$ (4,019) | \$ 191 | \$ 91,641 | \$ - | \$ - | \$ 25,669 |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ (4,019) | \$ 191 | \$ 91,641 | \$ - | \$ - | \$ 25,669 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | \$ (4,019) | \$ 191 | \$ 91,641 | \$ - | \$ - | \$ 25,669 |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | (4,019) | 191 | 91,641 | - | - | 25,669 |
| Total cash and investment fund balance - ending | \$ (4,019) | \$ 191 | \$ 91,641 | \$ - | \$ - | \$ 25,669 |

NORTH ADAMS 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)

| | Title I Northwest School Improvement 2 | Title I Northwest School Improvement 1 | Title I 2007-08 | Title I 2006-07 | Title V 2007-08 | Title V 2006-07 |
|--|---|---|--------------------|--------------------|--------------------|--------------------|
| Receipts: | | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intermediate sources | - | - | - | - | - | - |
| State sources | - | - | - | - | - | - |
| Federal sources | 23,278 | - | 211,701 | 20,000 | 4,195 | - |
| Other | - | - | - | - | - | - |
| Total receipts | 23,278 | - | 211,701 | 20,000 | 4,195 | - |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | 4,072 | 867 | 181,214 | 18,192 | - | - |
| Support services | 14,173 | - | 18,895 | - | - | - |
| Noninstructional services | - | - | 3,062 | - | 432 | 2,845 |
| Debt services | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - |
| Total disbursements | 18,245 | 867 | 203,171 | 18,192 | 432 | 2,845 |
| Excess (deficiency) of receipts over disbursements | 5,033 | (867) | 8,530 | 1,808 | 3,763 | (2,845) |
| Other financing sources (uses): | | | | | | |
| Sale of capital assets | - | - | - | - | - | - |
| Transfers in | - | - | 27,540 | - | 3,958 | - |
| Transfers out | - | - | - | (27,540) | - | - |
| Total other financing sources (uses) | - | - | 27,540 | (27,540) | 3,958 | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 5,033 | (867) | 36,070 | (25,732) | 7,721 | (2,845) |
| Cash and investments - beginning | - | 867 | - | 25,732 | - | 2,919 |
| Cash and investments - ending | \$ 5,033 | \$ - | \$ 36,070 | \$ - | \$ 7,721 | \$ 74 |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ 5,033 | \$ - | \$ 36,070 | \$ - | \$ 7,721 | \$ 74 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | \$ 5,033 | \$ - | \$ 36,070 | \$ - | \$ 7,721 | \$ 74 |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | 5,033 | - | 36,070 | - | 7,721 | 74 |
| Total cash and investment fund balance - ending | \$ 5,033 | \$ - | \$ 36,070 | \$ - | \$ 7,721 | \$ 74 |

NORTH ADAMS 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)

| | Title V 2005-06 | Adult Education and Family Literacy 2006-07 | Adult Education and Family Literacy 2007-08 | Drug Free Schools 2007-08 | Drug Free Schools 2005-06 | Drug Free Schools 2006-07 |
|--|--------------------|--|--|---------------------------------|---------------------------------|---------------------------------|
| Receipts: | | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intermediate sources | - | - | - | - | - | - |
| State sources | - | - | - | - | - | - |
| Federal sources | - | - | 30,550 | 7,916 | - | - |
| Other | - | - | - | - | - | - |
| Total receipts | - | - | 30,550 | 7,916 | - | - |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | - | 1,524 | 11,802 | - | - | - |
| Support services | - | 437 | 18,748 | 474 | 2,237 | 3,207 |
| Noninstructional services | 841 | - | - | - | - | - |
| Debt services | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - |
| Total disbursements | 841 | 1,961 | 30,550 | 474 | 2,237 | 3,207 |
| Excess (deficiency) of receipts over disbursements | (841) | (1,961) | - | 7,442 | (2,237) | (3,207) |
| Other financing sources (uses): | | | | | | |
| Sale of capital assets | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - |
| Transfers out | - | - | - | (3,958) | - | - |
| Total other financing sources (uses) | - | - | - | (3,958) | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (841) | (1,961) | - | 3,484 | (2,237) | (3,207) |
| Cash and investments - beginning | 841 | 1,961 | - | - | 2,237 | 3,360 |
| Cash and investments - ending | \$ - | \$ - | \$ - | \$ 3,484 | \$ - | \$ 153 |
| <u>Cash and Investment Assets - Ending</u> | | | | | | |
| Cash and investments | \$ - | \$ - | \$ - | \$ 3,484 | \$ - | \$ 153 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | \$ - | \$ - | \$ - | \$ 3,484 | \$ - | \$ 153 |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | - | - | - | 3,484 | - | 153 |
| Total cash and investment fund balance - ending | \$ - | \$ - | \$ - | \$ 3,484 | \$ - | \$ 153 |

NORTH ADAMS 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)

| | Title II 2000-02 | Area 18 Vocational Education 2006-07 | Area 18 Vocational Education 2007-08 | 21st Century Northwest | Alternative Fuel Award 2005-07 | Title II |
|--|---------------------|---|---|---------------------------|--------------------------------------|------------------|
| Receipts: | | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ 25 | \$ 1,141 | \$ - |
| Intermediate sources | - | - | - | - | - | - |
| State sources | - | - | - | - | - | - |
| Federal sources | - | - | 26,165 | 212,256 | - | 102,927 |
| Other | - | - | - | - | - | - |
| Total receipts | <u>-</u> | <u>-</u> | <u>26,165</u> | <u>212,281</u> | <u>1,141</u> | <u>102,927</u> |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | 120 | 530 | 23,932 | 48,302 | 22 | 11,105 |
| Support services | 486 | - | - | 114,569 | 570 | 98,922 |
| Noninstructional services | - | - | - | 43,500 | - | - |
| Debt services | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | 571 | - |
| Total disbursements | <u>606</u> | <u>530</u> | <u>23,932</u> | <u>206,371</u> | <u>1,163</u> | <u>110,027</u> |
| Excess (deficiency) of receipts over disbursements | <u>(606)</u> | <u>(530)</u> | <u>2,233</u> | <u>5,910</u> | <u>(22)</u> | <u>(7,100)</u> |
| Other financing sources (uses): | | | | | | |
| Sale of capital assets | - | - | - | - | - | - |
| 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>(606)</u> | <u>(530)</u> | <u>2,233</u> | <u>5,910</u> | <u>(22)</u> | <u>(7,100)</u> |
| Cash and investments - beginning | <u>606</u> | <u>530</u> | <u>-</u> | <u>19,350</u> | <u>22</u> | <u>54,369</u> |
| Cash and investments - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,233</u> | <u>\$ 25,260</u> | <u>\$ -</u> | <u>\$ 47,269</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | | |
| Cash and investments | \$ - | \$ - | \$ 2,233 | \$ 25,260 | \$ - | \$ 47,269 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,233</u> | <u>\$ 25,260</u> | <u>\$ -</u> | <u>\$ 47,269</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | - | - | 2,233 | 25,260 | - | 47,269 |
| Total cash and investment fund balance - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,233</u> | <u>\$ 25,260</u> | <u>\$ -</u> | <u>\$ 47,269</u> |

NORTH ADAMS 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)

| | Title II, Part D 2005-06 | Title II, Part A | Retirement Bond | School Bus Replacement | Totals |
|---|-----------------------------|------------------------|------------------------|---------------------------|--------------------------|
| Receipts: | | | | | |
| Local sources | \$ - | \$ - | \$ 192,038 | \$ 121,349 | \$ 1,382,188 |
| Intermediate sources | - | - | - | - | 413 |
| State sources | - | - | - | - | 536,134 |
| Federal sources | - | 6,513 | - | - | 1,170,827 |
| Other | - | - | - | - | 1,583 |
| Total receipts | - | 6,513 | 192,038 | 121,349 | 3,091,145 |
| Disbursements: | | | | | |
| Current: | | | | | |
| Instruction | - | 4,879 | - | - | 594,976 |
| Support services | 434 | 1,689 | - | 212,752 | 944,036 |
| Noninstructional services | - | - | - | - | 1,367,918 |
| Debt services | - | - | 361,596 | - | 361,596 |
| Nonprogrammed charges | - | - | - | - | 571 |
| Total disbursements | 434 | 6,568 | 361,596 | 212,752 | 3,269,097 |
| Excess (deficiency) of receipts over disbursements | (434) | (55) | (169,558) | (91,403) | (177,952) |
| Other financing sources (uses): | | | | | |
| Sale of capital assets | - | - | - | - | 3,483 |
| Transfers in | - | - | - | - | 49,669 |
| Transfers out | - | - | - | - | (31,498) |
| Total other financing sources (uses) | - | - | - | - | 21,654 |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (434) | (55) | (169,558) | (91,403) | (156,298) |
| Cash and investments - beginning | 434 | 5,168 | 176,611 | 124,351 | 427,447 |
| Cash and investments - ending | <u>\$ -</u> | <u>\$ 5,113</u> | <u>\$ 7,053</u> | <u>\$ 32,948</u> | <u>\$ 271,149</u> |
| Cash and Investment Assets - Ending | | | | | |
| Cash and investments | \$ - | \$ 5,113 | \$ - | \$ 32,948 | \$ 264,096 |
| Restricted assets: | | | | | |
| Cash and investments | - | - | 7,053 | - | 7,053 |
| Total cash and investment assets - ending | <u>\$ -</u> | <u>\$ 5,113</u> | <u>\$ 7,053</u> | <u>\$ 32,948</u> | <u>\$ 271,149</u> |
| Cash and Investment Fund Balance - Ending | | | | | |
| Restricted for: | | | | | |
| Debt service | \$ - | \$ - | \$ 7,053 | \$ - | \$ 7,053 |
| Unrestricted | - | 5,113 | - | 32,948 | 264,096 |
| Total cash and investment fund balance - ending | <u>\$ -</u> | <u>\$ 5,113</u> | <u>\$ 7,053</u> | <u>\$ 32,948</u> | <u>\$ 271,149</u> |

NORTH ADAMS 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, 2009

| | Business Office | Special Education Preschool | Rainy Day | School Lunch | Textbook Rental | Child Care High School |
|---|-----------------|-----------------------------------|-------------------|-------------------|---------------------|---------------------------|
| Receipts: | | | | | | |
| Local sources | \$ 60,579 | \$ 16,305 | \$ - | \$ 601,550 | \$ 186,894 | \$ 43,858 |
| Intermediate sources | - | - | - | - | - | - |
| State sources | - | 56,487 | - | 14,506 | 63,687 | - |
| Federal sources | - | - | - | 471,229 | - | - |
| Temporary loans | - | - | - | - | - | - |
| Other | - | - | - | 12,024 | 8,197 | - |
| Total receipts | <u>60,579</u> | <u>72,792</u> | <u>-</u> | <u>1,099,309</u> | <u>258,778</u> | <u>43,858</u> |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | - | 60,500 | 2,016 | - | - | - |
| Support services | 69,351 | - | 53,625 | 41,684 | 272,591 | 655 |
| Noninstructional services | - | - | - | 992,285 | - | 46,773 |
| Facilities acquisition and construction | - | - | 2,115 | - | - | - |
| Debt services | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | 129,536 | - | - | - |
| Total disbursements | <u>69,351</u> | <u>60,500</u> | <u>187,292</u> | <u>1,033,969</u> | <u>272,591</u> | <u>47,428</u> |
| Excess (deficiency) of receipts over disbursements | <u>(8,772)</u> | <u>12,292</u> | <u>(187,292)</u> | <u>65,340</u> | <u>(13,813)</u> | <u>(3,570)</u> |
| Other financing sources (uses): | | | | | | |
| Transfers in | - | - | 550,000 | - | - | - |
| Transfers out | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>550,000</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | <u>(8,772)</u> | <u>12,292</u> | <u>362,708</u> | <u>65,340</u> | <u>(13,813)</u> | <u>(3,570)</u> |
| Cash and investments - beginning | <u>8,772</u> | <u>15,033</u> | <u>16,484</u> | <u>73,452</u> | <u>(182,468)</u> | <u>12,666</u> |
| Cash and investments - ending | <u>\$ -</u> | <u>\$ 27,325</u> | <u>\$ 379,192</u> | <u>\$ 138,792</u> | <u>\$ (196,281)</u> | <u>\$ 9,096</u> |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ - | \$ 27,325 | \$ 379,192 | \$ 138,792 | \$ (196,281) | \$ 9,096 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | <u>\$ -</u> | <u>\$ 27,325</u> | <u>\$ 379,192</u> | <u>\$ 138,792</u> | <u>\$ (196,281)</u> | <u>\$ 9,096</u> |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | - | 27,325 | 379,192 | 138,792 | (196,281) | 9,096 |
| Total cash and investment fund balance - ending | <u>\$ -</u> | <u>\$ 27,325</u> | <u>\$ 379,192</u> | <u>\$ 138,792</u> | <u>\$ (196,281)</u> | <u>\$ 9,096</u> |

NORTH ADAMS 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, 2009
 (Continued)

| | Educational License Plate | Alternative Education | Safe School Haven | Early Intervention | Gifted and Talented 2007-08 | Gifted and Talented 2008-09 |
|---|------------------------------|--------------------------|----------------------|-----------------------|-----------------------------------|-----------------------------------|
| Receipts: | | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intermediate sources | 431 | - | - | - | - | - |
| State sources | - | 6,504 | 1,387 | 97,387 | - | 34,819 |
| Federal sources | - | - | - | - | - | - |
| Temporary loans | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| Total receipts | <u>431</u> | <u>6,504</u> | <u>1,387</u> | <u>97,387</u> | <u>-</u> | <u>34,819</u> |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | - | 7,034 | - | 91,277 | 12,243 | 27,533 |
| Support services | - | - | 1,387 | - | - | - |
| Noninstructional services | - | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - | - |
| Debt services | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - |
| Total disbursements | <u>-</u> | <u>7,034</u> | <u>1,387</u> | <u>91,277</u> | <u>12,243</u> | <u>27,533</u> |
| Excess (deficiency) of receipts over disbursements | <u>431</u> | <u>(530)</u> | <u>-</u> | <u>6,110</u> | <u>(12,243)</u> | <u>7,286</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>431</u> | <u>(530)</u> | <u>-</u> | <u>6,110</u> | <u>(12,243)</u> | <u>7,286</u> |
| Cash and investments - beginning | <u>2,963</u> | <u>7,392</u> | <u>-</u> | <u>18,719</u> | <u>12,243</u> | <u>-</u> |
| Cash and investments - ending | <u>\$ 3,394</u> | <u>\$ 6,862</u> | <u>\$ -</u> | <u>\$ 24,829</u> | <u>\$ -</u> | <u>\$ 7,286</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | | |
| Cash and investments | \$ 3,394 | \$ 6,862 | \$ - | \$ 24,829 | \$ - | \$ 7,286 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | <u>\$ 3,394</u> | <u>\$ 6,862</u> | <u>\$ -</u> | <u>\$ 24,829</u> | <u>\$ -</u> | <u>\$ 7,286</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | <u>3,394</u> | <u>6,862</u> | <u>-</u> | <u>24,829</u> | <u>-</u> | <u>7,286</u> |
| Total cash and investment fund balance - ending | <u>\$ 3,394</u> | <u>\$ 6,862</u> | <u>\$ -</u> | <u>\$ 24,829</u> | <u>\$ -</u> | <u>\$ 7,286</u> |

NORTH ADAMS 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, 2009
 (Continued)

| | Healthy Families 2007-08 | Healthy Families 2008-09 | Non-English Speaking Program | School Technology | Even Start 2007-08 | Even Start 2008-09 |
|---|--------------------------------|--------------------------------|------------------------------------|----------------------|-----------------------|-----------------------|
| Receipts: | | | | | | |
| Local sources | \$ 9,380 | \$ 30,984 | \$ - | \$ 17,212 | \$ - | \$ - |
| Intermediate sources | - | - | - | - | - | - |
| State sources | 60,960 | 186,099 | 4,197 | - | - | - |
| Federal sources | - | - | - | - | - | 164,487 |
| Temporary loans | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| Total receipts | 70,340 | 217,083 | 4,197 | 17,212 | - | 164,487 |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | - | - | 4,325 | - | 17,019 | 35,961 |
| Support services | - | - | - | 23,364 | 7,720 | 71,617 |
| Noninstructional services | 66,321 | 223,123 | - | - | 930 | 5,848 |
| Facilities acquisition and construction | - | - | - | - | - | - |
| Debt services | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - |
| Total disbursements | 66,321 | 223,123 | 4,325 | 23,364 | 25,669 | 113,426 |
| Excess (deficiency) of receipts over disbursements | 4,019 | (6,040) | (128) | (6,152) | (25,669) | 51,061 |
| Other financing sources (uses): | | | | | | |
| Transfers in | - | - | - | - | - | - |
| Transfers out | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 4,019 | (6,040) | (128) | (6,152) | (25,669) | 51,061 |
| Cash and investments - beginning | (4,019) | - | 191 | 91,641 | 25,669 | - |
| Cash and investments - ending | \$ - | \$ (6,040) | \$ 63 | \$ 85,489 | \$ - | \$ 51,061 |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ - | \$ (6,040) | \$ 63 | \$ 85,489 | \$ - | \$ 51,061 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | \$ - | \$ (6,040) | \$ 63 | \$ 85,489 | \$ - | \$ 51,061 |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | - | (6,040) | 63 | 85,489 | - | 51,061 |
| Total cash and investment fund balance - ending | \$ - | \$ (6,040) | \$ 63 | \$ 85,489 | \$ - | \$ 51,061 |

NORTH ADAMS 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, 2009
 (Continued)

| | Title I Northwest School Improvement 2 | Title I 2007-08 | Title I 2008-09 | Title V 2007-08 | Title V 2006-07 | Adult Education and Family Literacy 2008-09 |
|---|---|--------------------|--------------------|--------------------|--------------------|--|
| Receipts: | | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intermediate sources | - | - | - | - | - | - |
| State sources | - | - | - | - | - | - |
| Federal sources | 5,200 | 27,000 | 215,800 | 400 | - | 29,201 |
| Temporary loans | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| Total receipts | <u>5,200</u> | <u>27,000</u> | <u>215,800</u> | <u>400</u> | <u>-</u> | <u>29,201</u> |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | 1,774 | 32,239 | 195,579 | - | - | 22,612 |
| Support services | 8,459 | 2 | - | - | - | 6,112 |
| Noninstructional services | - | 4,041 | - | 7,128 | 74 | - |
| Facilities acquisition and construction | - | - | - | - | - | - |
| Debt services | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - |
| Total disbursements | <u>10,233</u> | <u>36,282</u> | <u>195,579</u> | <u>7,128</u> | <u>74</u> | <u>28,724</u> |
| Excess (deficiency) of receipts over disbursements | <u>(5,033)</u> | <u>(9,282)</u> | <u>20,221</u> | <u>(6,728)</u> | <u>(74)</u> | <u>477</u> |
| Other financing sources (uses): | | | | | | |
| Transfers in | - | - | 26,788 | - | - | - |
| Transfers out | - | (26,788) | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>(26,788)</u> | <u>26,788</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | <u>(5,033)</u> | <u>(36,070)</u> | <u>47,009</u> | <u>(6,728)</u> | <u>(74)</u> | <u>477</u> |
| Cash and investments - beginning | <u>5,033</u> | <u>36,070</u> | <u>-</u> | <u>7,721</u> | <u>74</u> | <u>-</u> |
| Cash and investments - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 47,009</u> | <u>\$ 993</u> | <u>\$ -</u> | <u>\$ 477</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | | |
| Cash and investments | \$ - | \$ - | \$ 47,009 | \$ 993 | \$ - | \$ 477 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 47,009</u> | <u>\$ 993</u> | <u>\$ -</u> | <u>\$ 477</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | - | - | 47,009 | 993 | - | 477 |
| Total cash and investment fund balance - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 47,009</u> | <u>\$ 993</u> | <u>\$ -</u> | <u>\$ 477</u> |

NORTH ADAMS 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, 2009
 (Continued)

| | Drug Free Schools 2007-08 | Drug Free Schools 2008-09 | Drug Free Schools 2006-07 | Area 18 Vocational Education 2008-09 | Area 18 Vocational Education 2007-08 | Project Lead the Way |
|--|---------------------------------|---------------------------------|---------------------------------|---|---|-------------------------|
| Receipts: | | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ 92 | \$ - | \$ - |
| Intermediate sources | - | - | - | - | - | - |
| State sources | - | - | - | - | - | - |
| Federal sources | - | 5,967 | - | 36,342 | - | 24,716 |
| Temporary loans | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| Total receipts | - | 5,967 | - | 36,434 | - | 24,716 |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | - | - | - | 36,434 | 2,233 | 19,968 |
| Support services | 589 | 603 | 153 | - | - | - |
| Noninstructional services | - | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - | - |
| Debt services | - | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - | - |
| Total disbursements | 589 | 603 | 153 | 36,434 | 2,233 | 19,968 |
| Excess (deficiency) of receipts over disbursements | (589) | 5,364 | (153) | - | (2,233) | 4,748 |
| Other financing sources (uses): | | | | | | |
| Transfers in | - | - | - | - | - | - |
| Transfers out | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (589) | 5,364 | (153) | - | (2,233) | 4,748 |
| Cash and investments - beginning | 3,484 | - | 153 | - | 2,233 | - |
| Cash and investments - ending | \$ 2,895 | \$ 5,364 | \$ - | \$ - | \$ - | \$ 4,748 |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ 2,895 | \$ 5,364 | \$ - | \$ - | \$ - | \$ 4,748 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | - | - | - |
| Total cash and investment assets - ending | \$ 2,895 | \$ 5,364 | \$ - | \$ - | \$ - | \$ 4,748 |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | 2,895 | 5,364 | - | - | - | 4,748 |
| Total cash and investment fund balance - ending | \$ 2,895 | \$ 5,364 | \$ - | \$ - | \$ - | \$ 4,748 |

NORTH ADAMS 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, 2009
 (Continued)

| | 21st Century Northwest | McKinney- Vento Ed For Homeless | Title II | Title II, Part A | Safe Schools Healthy Students |
|---|---------------------------|---------------------------------------|------------------|------------------|-------------------------------------|
| Receipts: | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intermediate sources | - | - | - | - | - |
| State sources | - | - | - | - | - |
| Federal sources | 216,486 | 55,000 | 104,285 | 5,850 | 331,322 |
| Temporary loans | - | - | - | - | - |
| Other | - | - | - | - | - |
| Total receipts | <u>216,486</u> | <u>55,000</u> | <u>104,285</u> | <u>5,850</u> | <u>331,322</u> |
| Disbursements: | | | | | |
| Current: | | | | | |
| Instruction | 29,341 | - | - | - | - |
| Support services | 93,176 | - | 89,761 | 9,699 | - |
| Noninstructional services | 52,077 | - | - | - | 331,322 |
| Facilities acquisition and construction | - | - | - | - | - |
| Debt services | - | - | - | - | - |
| Nonprogrammed charges | - | - | - | - | - |
| Total disbursements | <u>174,594</u> | <u>-</u> | <u>89,761</u> | <u>9,699</u> | <u>331,322</u> |
| Excess (deficiency) of receipts over disbursements | <u>41,892</u> | <u>55,000</u> | <u>14,524</u> | <u>(3,849)</u> | <u>-</u> |
| Other financing sources (uses): | | | | | |
| Transfers in | 12,009 | - | - | - | - |
| Transfers out | <u>(12,009)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| 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 | 41,892 | 55,000 | 14,524 | (3,849) | - |
| Cash and investments - beginning | <u>25,260</u> | <u>-</u> | <u>47,269</u> | <u>5,113</u> | <u>-</u> |
| Cash and investments - ending | <u>\$ 67,152</u> | <u>\$ 55,000</u> | <u>\$ 61,793</u> | <u>\$ 1,264</u> | <u>\$ -</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | |
| Cash and investments | \$ 67,152 | \$ 55,000 | \$ 61,793 | \$ 1,264 | \$ - |
| Restricted assets: | | | | | |
| Cash and investments | - | - | - | - | - |
| Total cash and investment assets - ending | <u>\$ 67,152</u> | <u>\$ 55,000</u> | <u>\$ 61,793</u> | <u>\$ 1,264</u> | <u>\$ -</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | |
| Restricted for: | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unrestricted | <u>67,152</u> | <u>55,000</u> | <u>61,793</u> | <u>1,264</u> | <u>-</u> |
| Total cash and investment fund balance - ending | <u>\$ 67,152</u> | <u>\$ 55,000</u> | <u>\$ 61,793</u> | <u>\$ 1,264</u> | <u>\$ -</u> |

NORTH ADAMS 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, 2009
 (Continued)

| | Fiscal Stabilization 2009 | Title I Grants to LEAs Stimulus | Retirement Bond | School Bus Replacement | Totals |
|---|---------------------------------|---------------------------------------|--------------------------|---------------------------|----------------------------|
| Receipts: | | | | | |
| Local sources | \$ - | \$ - | \$ 937,168 | \$ 547,543 | \$ 2,451,565 |
| Intermediate sources | - | - | - | - | 431 |
| State sources | - | - | - | - | 526,033 |
| Federal sources | 1,084,653 | 27,647 | - | - | 2,805,585 |
| Temporary loans | - | - | 200,000 | 200,000 | 400,000 |
| Other | - | - | - | - | 20,221 |
| Total receipts | 1,084,653 | 27,647 | 1,137,168 | 747,543 | 6,203,835 |
| Disbursements: | | | | | |
| Current: | | | | | |
| Instruction | 626,427 | - | - | - | 1,224,515 |
| Support services | 254,955 | - | - | 240,995 | 1,246,498 |
| Noninstructional services | 27,763 | - | - | - | 1,757,685 |
| Facilities acquisition and construction | 45 | - | - | - | 2,160 |
| Debt services | - | - | 823,671 | 200,000 | 1,023,671 |
| Nonprogrammed charges | - | - | - | - | 129,536 |
| Total disbursements | 909,190 | - | 823,671 | 440,995 | 5,384,065 |
| Excess (deficiency) of receipts over disbursements | 175,463 | 27,647 | 313,497 | 306,548 | 819,770 |
| Other financing sources (uses): | | | | | |
| Transfers in | - | - | - | - | 588,797 |
| Transfers out | - | - | - | - | (38,797) |
| Total other financing sources (uses) | - | - | - | - | 550,000 |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 175,463 | 27,647 | 313,497 | 306,548 | 1,369,770 |
| Cash and investments - beginning | - | - | 7,053 | 32,948 | 271,149 |
| Cash and investments - ending | <u>\$ 175,463</u> | <u>\$ 27,647</u> | <u>\$ 320,550</u> | <u>\$ 339,496</u> | <u>\$ 1,640,919</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | |
| Cash and investments | \$ 175,463 | \$ 27,647 | \$ - | \$ 339,496 | \$ 1,320,369 |
| Restricted assets: | | | | | |
| Cash and investments | - | - | 320,550 | - | 320,550 |
| Total cash and investment assets - ending | <u>\$ 175,463</u> | <u>\$ 27,647</u> | <u>\$ 320,550</u> | <u>\$ 339,496</u> | <u>\$ 1,640,919</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | |
| Restricted for: | | | | | |
| Debt service | \$ - | \$ - | \$ 320,550 | \$ - | \$ 320,550 |
| Unrestricted | 175,463 | 27,647 | - | 339,496 | 1,320,369 |
| Total cash and investment fund balance - ending | <u>\$ 175,463</u> | <u>\$ 27,647</u> | <u>\$ 320,550</u> | <u>\$ 339,496</u> | <u>\$ 1,640,919</u> |

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

| | <u>Worthman Trust</u> | <u>Niblock Summer School</u> | <u>Camp Invention</u> | <u>Cultural Competency Mini-Grant</u> | <u>Healthy Families High School</u> | <u>Southeast Special Education</u> |
|---|---------------------------|--------------------------------------|---------------------------|---|---|--|
| Additions: | | | | | | |
| Contributions: | | | | | | |
| Other | \$ - | \$ - | \$ 1,950 | \$ - | \$ - | \$ - |
| Deductions: | | | | | | |
| Administrative and general | <u>833</u> | <u>2,635</u> | <u>1,018</u> | <u>2,042</u> | <u>-</u> | <u>216</u> |
| Excess (deficiency) of total additions over total deductions | (833) | (2,635) | 932 | (2,042) | - | (216) |
| Cash and investment fund balance - beginning | <u>833</u> | <u>3,462</u> | <u>1,358</u> | <u>2,042</u> | <u>71</u> | <u>3,382</u> |
| Cash and investments - June 30 | <u>\$ -</u> | <u>\$ 827</u> | <u>\$ 2,290</u> | <u>\$ -</u> | <u>\$ 71</u> | <u>\$ 3,166</u> |
| Net assets: | | | | | | |
| Cash and investments | <u>\$ -</u> | <u>\$ 827</u> | <u>\$ 2,290</u> | <u>\$ -</u> | <u>\$ 71</u> | <u>\$ 3,166</u> |
| Total net assets - cash and investment basis held in trust | <u>\$ -</u> | <u>\$ 827</u> | <u>\$ 2,290</u> | <u>\$ -</u> | <u>\$ 71</u> | <u>\$ 3,166</u> |

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

| | GED Lifelong Learning | Certification High School Test | Adams County Learning Center | DFC Even Start 2005-06 | DFC Even Start 2007 |
|---|-----------------------------|--------------------------------------|------------------------------------|------------------------------|---------------------------|
| Additions: | | | | | |
| Contributions: | | | | | |
| Other | \$ 2,506 | \$ - | \$ 2,801 | \$ - | \$ 20,000 |
| Deductions: | | | | | |
| Administrative and general | 1,895 | - | 19,073 | 122 | 29,344 |
| Excess (deficiency) of total additions over total deductions | 611 | - | (16,272) | (122) | (9,344) |
| Cash and investment fund balance - beginning | 3,143 | 399 | 28,653 | 122 | 12,387 |
| Cash and investments - June 30 | <u>\$ 3,754</u> | <u>\$ 399</u> | <u>\$ 12,381</u> | <u>\$ -</u> | <u>\$ 3,043</u> |
| Net assets: | | | | | |
| Cash and investments | <u>\$ 3,754</u> | <u>\$ 399</u> | <u>\$ 12,381</u> | <u>\$ -</u> | <u>\$ 3,043</u> |
| Total net assets - cash and investment basis held in trust | <u>\$ 3,754</u> | <u>\$ 399</u> | <u>\$ 12,381</u> | <u>\$ -</u> | <u>\$ 3,043</u> |

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

| | DFC Even Start 2008 | After School Child Care | Area 18 Culinary Arts | Southeast Nickelodeon Just Play | Totals |
|---|---------------------------|----------------------------|--------------------------|---------------------------------------|------------------|
| Additions: | | | | | |
| Contributions: | | | | | |
| Other | \$ 20,000 | \$ 1,664 | \$ - | \$ 5,000 | \$ 53,921 |
| Deductions: | | | | | |
| Administrative and general | 6,112 | 503 | - | - | 63,793 |
| Excess (deficiency) of total additions over total deductions | 13,888 | 1,161 | - | 5,000 | (9,872) |
| Cash and investment fund balance - beginning | - | 545 | 405 | - | 56,802 |
| Cash and investments - June 30 | <u>\$ 13,888</u> | <u>\$ 1,706</u> | <u>\$ 405</u> | <u>\$ 5,000</u> | <u>\$ 46,930</u> |
| Net assets: | | | | | |
| Cash and investments | <u>\$ 13,888</u> | <u>\$ 1,706</u> | <u>\$ 405</u> | <u>\$ 5,000</u> | <u>\$ 46,930</u> |
| Total net assets - cash and investment basis held in trust | <u>\$ 13,888</u> | <u>\$ 1,706</u> | <u>\$ 405</u> | <u>\$ 5,000</u> | <u>\$ 46,930</u> |

NORTH ADAMS COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2009

| | Niblock Summer School | Camp Invention | Healthy Families High School | Southeast Special Education | GED Lifelong Learning | Certification High School Test | Adams County Learning Center |
|---|-----------------------------|-------------------|------------------------------------|-----------------------------------|-----------------------------|--------------------------------------|------------------------------------|
| Additions: | | | | | | | |
| Contributions: | | | | | | | |
| Other | \$ 100 | \$ 1,000 | \$ 1,600 | \$ - | \$ 4,434 | \$ - | \$ - |
| Deductions: | | | | | | | |
| Administrative and general | 350 | 1,910 | 1,175 | 55 | 4,419 | - | - |
| Excess (deficiency) of total additions over total deductions | (250) | (910) | 425 | (55) | 15 | - | - |
| Cash and investment fund balance - beginning | 827 | 2,290 | 71 | 3,166 | 3,754 | 399 | 12,381 |
| Cash and investments - June 30 | <u>\$ 577</u> | <u>\$ 1,380</u> | <u>\$ 496</u> | <u>\$ 3,111</u> | <u>\$ 3,769</u> | <u>\$ 399</u> | <u>\$ 12,381</u> |
| Net assets: | | | | | | | |
| Cash and investments | <u>\$ 577</u> | <u>\$ 1,380</u> | <u>\$ 496</u> | <u>\$ 3,111</u> | <u>\$ 3,769</u> | <u>\$ 399</u> | <u>\$ 12,381</u> |
| Total net assets - cash and investment basis held in trust | <u>\$ 577</u> | <u>\$ 1,380</u> | <u>\$ 496</u> | <u>\$ 3,111</u> | <u>\$ 3,769</u> | <u>\$ 399</u> | <u>\$ 12,381</u> |

NORTH ADAMS COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2009
 (Continued)

| | DFC Even Start 2007 | DFC Even Start 2008 | After School Child Care | Area 18 Culinary Arts | Southeast Nickelodeon Just Play | Totals |
|---|---------------------------|---------------------------|----------------------------|--------------------------|---------------------------------------|------------------|
| Additions: | | | | | | |
| Contributions: | | | | | | |
| Other | \$ - | \$ 20,000 | \$ 595 | \$ - | \$ - | \$ 27,729 |
| Deductions: | | | | | | |
| Administrative and general | 3,043 | 31,982 | 257 | - | 2,999 | 46,190 |
| Excess (deficiency) of total additions over total deductions | (3,043) | (11,982) | 338 | - | (2,999) | (18,461) |
| Cash and investment fund balance - beginning | 3,043 | 13,888 | 1,706 | 405 | 5,000 | 46,930 |
| Cash and investments - June 30 | <u>\$ -</u> | <u>\$ 1,906</u> | <u>\$ 2,044</u> | <u>\$ 405</u> | <u>\$ 2,001</u> | <u>\$ 28,469</u> |
| Net assets: | | | | | | |
| Cash and investments | <u>\$ -</u> | <u>\$ 1,906</u> | <u>\$ 2,044</u> | <u>\$ 405</u> | <u>\$ 2,001</u> | <u>\$ 28,469</u> |
| Total net assets - cash and investment basis held in trust | <u>\$ -</u> | <u>\$ 1,906</u> | <u>\$ 2,044</u> | <u>\$ 405</u> | <u>\$ 2,001</u> | <u>\$ 28,469</u> |

NORTH ADAMS COMMUNITY SCHOOLS
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2009

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 | \$ 232,300 |
| Buildings | 28,136,420 |
| Improvements other than buildings | 419,538 |
| Machinery and equipment | <u>8,111,730</u> |
| Total governmental activities, capital assets not being depreciated | <u><u>\$ 36,899,988</u></u> |

NORTH ADAMS COMMUNITY SCHOOLS
SUPPLEMENTARY INFORMATION
SCHEDULE OF LONG-TERM DEBT
June 30, 2009

The School Corporation has entered into the following debt:

| Description of Debt | Ending Principal Balance | Principal and Interest Due Within One Year |
|---|--------------------------------|---|
| Governmental activities: | | |
| Capital leases: | | |
| Bellmont Middle School Renovation | \$ 4,005,000 | \$ 1,233,813 |
| North Adams Community Schools Renovations | 13,832,140 | 1,735,204 |
| North Adams Community Schools Guaranteed Energy Savings | 4,695,000 | 465,695 |
| Computer Equipment | 157,848 | 111,665 |
| Technology - Radio Tower | 149,576 | 62,374 |
| Duplicators | 29,460 | 23,568 |
| Copiers | 127,840 | 35,280 |
| Bonds payable: | | |
| General obligation bonds: | | |
| Finance Retirement/Severance Liabilities | <u>6,700,000</u> | <u>621,431</u> |
| Total governmental activities debt | <u>\$ 29,696,864</u> | <u>\$ 4,289,030</u> |

NORTH ADAMS COMMUNITY SCHOOLS
AUDIT RESULTS AND COMMENTS

OVERDRAWN CASH BALANCES

The cash balance of the Textbook Rental Fund, Healthy Families 2007-08 Fund and Healthy Families 2008-09 Fund were overdrawn as follows. A similar comment appeared in prior report B31695.

| Fund | June 30, 2008 | June 30, 2009 |
|--------------------------|---------------|---------------|
| Textbook Rental | \$ 182,468 | \$ 196,281 |
| Healthy Families 2007-08 | 4,019 | - |
| Healthy Families 2008-09 | - | 6,040 |

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

AVERAGE DAILY MEMBERSHIP (ADM) - LACK OF BUILDING LEVEL OFFICIAL SIGNATURE

There was no written certification of ADM by any building level officials (Principal, Assistant Principal, etc.) responsible for reporting ADM to the School Corporation Central Office.

Officials should maintain records (enrollment cards, rosters, reporting forms, etc.) which substantiate the number of students claimed for ADM. The building level official (Principal, Assistant Principal, etc.) responsible for reporting ADM to the School Corporation Central Office, should provide a written certification of ADM to properly document responsibility. The certification should at a minimum include a statement detailing the names and location of the records used (these records must be retained for public inspection and audit) to substantiate ADM claimed. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 8)

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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

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

TO: THE OFFICIALS OF THE NORTH ADAMS COMMUNITY SCHOOLS, ADAMS COUNTY, INDIANA

Compliance

We have audited the compliance of the North Adams Community Schools (School Corporation) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the years ended June 30, 2008 and 2009. 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, 2008 and 2009.

Internal Control Over Compliance

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

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

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

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

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

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

STATE BOARD OF ACCOUNTS

December 22, 2009

NORTH ADAMS COMMUNITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2008 and 2009

| 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 06-30-08 | Total Federal Awards Expended 06-30-09 |
|---|---------------------------|--|---|---|
| <u>U.S. DEPARTMENT OF AGRICULTURE</u> | | | | |
| Pass-Through Indiana Department of Education | | | | |
| Child Nutrition Cluster | | | | |
| School Breakfast Program | 10.553 | | \$ 61,575 | \$ 93,784 |
| National School Lunch Program | 10.555 | | 357,863 | 435,079 |
| | | | <u>419,438</u> | <u>528,863</u> |
| Total for federal grantor agency | | | | |
| <u>U.S. DEPARTMENT OF EDUCATION</u> | | | | |
| Pass-Through Indiana Department of Education | | | | |
| Title I, Part A Cluster | | | | |
| Title I Grants to Local Educational Agencies | 84.010 | | | |
| | | 07-0025 School Improvement | 867 | - |
| | | 07-0025 | 18,192 | - |
| | | 08-0025 School Improvement | 18,244 | 10,234 |
| | | 08-0025 | 203,172 | 36,281 |
| | | 09-0025 | - | 195,578 |
| | | | <u>240,475</u> | <u>242,093</u> |
| Total for cluster | | | | |
| State Fiscal Stabilization Fund Cluster | | | | |
| ARRA - State Fiscal Stabilization Fund (SFSF) – Education State Grants, Recovery Act | 84.394 | | - | 909,190 |
| Direct Grant | | | | |
| Safe and Drug-Free Schools and Communities - National Programs | 84.184 | | | |
| | | Q184L080330 | - | 331,322 |
| Pass-Through Indiana Department of Education | | | | |
| Adult Education - Basic Grants to States | 84.002 | | | |
| | | FY2007 - 8027 | 1,961 | - |
| | | FY2008 - 8027 | 30,550 | - |
| | | FY2009 - 8027 | - | 28,724 |
| | | | <u>32,511</u> | <u>28,724</u> |
| Total for program | | | | |
| Career and Technical Education - Basic Grants to States | 84.048 | | | |
| | | 07-4700-8445 | 530 | - |
| | | 08-4700-8445 | 23,932 | 2,234 |
| | | 09-4700-8445 | - | 36,434 |
| | | | <u>24,462</u> | <u>38,668</u> |
| Total for program | | | | |
| Safe and Drug Free Schools and Communities - State Grants | 84.186 | | | |
| | | 05-102 | 2,237 | - |
| | | 0025-06 | 3,207 | 154 |
| | | 0025-07 | 474 | 589 |
| | | 08-0025 | - | 603 |
| | | | <u>5,918</u> | <u>1,346</u> |
| Total for program | | | | |
| Even Start - State Educational Agencies | 84.213 | | | |
| | | FY07 - 1006 | 15,344 | - |
| | | FY08 - 0025 | 135,594 | 25,668 |
| | | FY09 - 0025 | - | 113,426 |
| | | | <u>150,938</u> | <u>139,094</u> |
| Total for program | | | | |
| Pass-Through Indiana Department of Workforce Development | | | | |
| Tech-Prep Education | 84.243 | | | |
| | | C1-9-PLTW-8-687 | - | 19,968 |

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

NORTH ADAMS COMMUNITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2008 and 2009
(Continued)

| Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title | Federal CFDA Number | Pass-Through Entity (or Other) Identifying Number | Total Federal Awards Expended 06-30-08 | Total Federal Awards Expended 06-30-09 |
|---|---------------------------|--|---|---|
| <u>U.S. DEPARTMENT OF EDUCATION (continued)</u> | | | | |
| Pass-Through Indiana Department of Education | | | | |
| Eisenhower Professional Development State Grants | 84.281 | 00-044 | <u>606</u> | <u>-</u> |
| Twenty-First Century Community Learning Centers | 84.287 | FY2007-2008 - 0025 FY2008-2009 - 0025 | 206,371 <u>1,163</u> | 13,251 <u>161,343</u> |
| Total for program | | | <u>207,534</u> | <u>174,594</u> |
| State Grants for Innovative Programs | 84.298 | 05-083 06-0025 07-0025 | 841 2,845 <u>432</u> | - 74 <u>7,128</u> |
| Total for program | | | <u>4,118</u> | <u>7,202</u> |
| English Language Acquisition Grants | 84.365 | FY2006-2007 FY2007-2008 FY2008-2009 | 5,168 1,399 <u>-</u> | - 5,114 <u>4,585</u> |
| Total for program | | | <u>6,567</u> | <u>9,699</u> |
| Improving Teacher Quality State Grants | 84.367 | 04-120 05-555 06-0025 07-0025 08-0025 | 433 15,439 87,575 7,013 <u>-</u> | - - 11,182 69,411 <u>9,168</u> |
| Total for program | | | <u>110,460</u> | <u>89,761</u> |
| Total for federal grantor agency | | | <u>783,589</u> | <u>1,991,661</u> |
| <u>U.S. DEPARTMENT OF HOMELAND SECURITY</u> | | | | |
| Pass-Through Indiana Department of Homeland Security | | | | |
| Disaster Grants - Public Assistance | 97.036 | DR1766 | <u>-</u> | <u>11,288</u> |
| Total for federal grantor agency | | | <u>-</u> | <u>11,288</u> |
| Total federal awards expended | | | <u>\$ 1,203,027</u> | <u>\$ 2,531,812</u> |

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

NORTH ADAMS COMMUNITY SCHOOLS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

Circular A-133 requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$500,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with the Indiana Code (IC 5-11-1 et seq.), audits of School Corporations 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, 2008 and 2009. This noncash assistance is also included in the federal expenditures presented in the schedule.

| Program Title | Federal CFDA Number | Year Ended June 30, 2008 | Year Ended June 30, 2009 |
|-------------------------------|---------------------------|--------------------------------|--------------------------------|
| Child Nutrition Cluster: | | | |
| Food Commodities | | | |
| School Breakfast Program | 10.553 | \$ 8,129 | \$ 10,441 |
| National School Lunch Program | 10.555 | 47,244 | 47,193 |
| Total for cluster | | \$ 55,373 | \$ 57,634 |

NORTH ADAMS COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

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

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

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

Identification of Major Programs:

| CFDA Number | Name of Federal Program or Cluster |
|----------------|--|
| 84.184 | State Fiscal Stabilization Fund Cluster Safe and Drug-Free Schools and Communities – National Programs |
| 84.287 | Twenty-First Century Community Learning Centers |

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

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

NORTH ADAMS COMMUNITY SCHOOLS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

NORTH ADAMS COMMUNITY SCHOOLS
EXIT CONFERENCE

The contents of this report were discussed on December 22, 2009, with Kathleen R. Brown, former Treasurer; Larry G. Carty, Treasurer; Wylie Sirk, Superintendent of Schools; and Gary Giessler, President of the School Board.