

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

EXAMINATION REPORT  
OF  
SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
PUTNAM COUNTY, INDIANA  
July 1, 2007 to June 30, 2009



**FILED**  
02/12/2010



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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Rebecca J. Samsel	07-01-07 to 06-30-10
Superintendent of Schools	Bruce D. Bernhardt	07-01-07 to 06-30-10
President of the School Board	Michael Rissler	07-01-07 to 06-30-10



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE SOUTH PUTNAM COMMUNITY  
SCHOOL CORPORATION, PUTNAM COUNTY, INDIANA

We have examined the financial information presented herein of the South Putnam Community School Corporation (School Corporation), for the period of July 1, 2007 to June 30, 2009. The School Corporation's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial information presented herein and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the financial information referred to above presents fairly, in all material respects, the financial information of the School Corporation for the years ended June 30, 2008 and 2009, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

The Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances - Cash and Investment Basis – Other Governmental Funds, Schedule of Capital Assets, and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the basic financial information. They have not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

January 11, 2010

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
SCHEDULE 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>Net Disbursement Changes in Net Assets</u>
		Charges for Services	Operating Grants and Contributions	<u>Totals</u>
Governmental activities:				
Instruction	\$ 5,809,385	\$ -	\$ 145,639	\$ (5,663,746)
Support services	4,007,366	358,799	229,424	(3,419,143)
Noninstructional services	496,907	-	-	(496,907)
Facilities acquisition and construction	292,762	-	-	(292,762)
Debt service	8,262,643	-	-	(8,262,643)
Nonprogrammed charges	382,201	-	-	(382,201)
Total governmental activities	\$ 19,251,264	\$ 358,799	\$ 375,063	(18,517,402)
General receipts:				
Property taxes				7,191,439
Other local sources				1,143,822
State aid				5,563,911
Bonds and loans				5,700,000
Grants and contributions not restricted to specific programs				201,546
Sale of property				15,201
Investment earnings				92,467
Other				19,880
Total general receipts				19,928,266
Change in net assets				1,410,864
Net assets - beginning				2,672,402
Net assets - ending				\$ 4,083,266
<u>Assets</u>				
Cash and investments				\$ 3,103,771
Restricted assets:				
Cash and investments				979,495
Total assets				\$ 4,083,266
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 979,495
Unrestricted				3,103,771
Total net assets				\$ 4,083,266

The notes to the financial schedules are an integral part of this financial information.

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS  
For the Year Ended June 30, 2009

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Net Disbursement Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 5,765,661	\$ -	\$ 171,272	\$ (5,594,389)
Support services	4,170,934	353,902	224,336	(3,592,696)
Noninstructional services	535,640	-	-	(535,640)
Facilities acquisition and construction	306,636	-	-	(306,636)
Debt service	5,605,138	-	-	(5,605,138)
Nonprogrammed charges	452,086	-	-	(452,086)
<b>Total governmental activities</b>	<b><u>\$ 16,836,095</u></b>	<b><u>\$ 353,902</u></b>	<b><u>\$ 395,608</u></b>	<b><u>(16,086,585)</u></b>
General receipts:				
Property taxes				7,023,400
Other local sources				1,349,505
State aid				6,011,356
Grants and contributions not restricted to specific programs				938,199
Investment earnings				71,574
Other				30,760
<b>Total general receipts</b>				<b><u>15,424,794</u></b>
<b>Change in net assets</b>				<b>(661,791)</b>
<b>Net assets - beginning</b>				<b><u>4,083,266</u></b>
<b>Net assets - ending</b>				<b><u>\$ 3,421,475</u></b>
<u>Assets</u>				
Cash and investments				\$ 2,876,511
Restricted assets:				
Cash and investments				<u>544,965</u>
<b>Total assets</b>				<b><u>\$ 3,421,476</u></b>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 544,965
Unrestricted				<u>2,876,511</u>
<b>Total net assets</b>				<b><u>\$ 3,421,476</u></b>

The notes to the financial schedules are an integral part of this financial information.

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
SCHEDULE 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	Rainy Day	Debt Service	Capital Projects	Administration Building Construction	Other	Totals
<b>Receipts:</b>							
Local sources	\$ 2,617,185	\$ -	\$ 3,302,976	\$ 1,080,219	\$ -	\$ 1,773,630	\$ 8,774,010
Intermediate sources	12,292	-	-	-	-	225	12,517
State sources	5,678,334	-	-	-	-	201,982	5,880,316
Federal sources	-	-	-	-	-	260,204	260,204
Temporary loans	2,400,000	-	2,200,000	-	-	1,100,000	5,700,000
Other	6,630	-	-	-	-	13,250	19,880
<b>Total receipts</b>	<b>10,714,441</b>	<b>-</b>	<b>5,502,976</b>	<b>1,080,219</b>	<b>-</b>	<b>3,349,291</b>	<b>20,646,927</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	5,604,970	-	-	-	-	204,415	5,809,385
Support services	1,939,114	-	20,119	760,278	76,552	1,211,303	4,007,366
Noninstructional services	36,304	-	-	-	-	460,603	496,907
Facilities acquisition and construction	50	-	-	257,012	35,550	150	292,762
Debt services	2,400,000	-	4,820,242	-	-	1,042,401	8,262,643
Nonprogrammed charges	376,205	-	-	-	-	5,996	382,201
<b>Total disbursements</b>	<b>10,356,643</b>	<b>-</b>	<b>4,840,361</b>	<b>1,017,290</b>	<b>112,102</b>	<b>2,924,868</b>	<b>19,251,264</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>357,798</b>	<b>-</b>	<b>662,615</b>	<b>62,929</b>	<b>(112,102)</b>	<b>424,423</b>	<b>1,395,663</b>
<b>Other financing sources (uses):</b>							
Sale of capital assets	5,894	-	-	-	-	9,307	15,201
Transfers in	2,500	342,017	-	-	-	27,607	372,124
Transfers out	(342,017)	-	-	-	-	(30,107)	(372,124)
<b>Total other financing sources (uses)</b>	<b>(333,623)</b>	<b>342,017</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,807</b>	<b>15,201</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>24,175</b>	<b>342,017</b>	<b>662,615</b>	<b>62,929</b>	<b>(112,102)</b>	<b>431,230</b>	<b>1,410,864</b>
<b>Cash and investments - beginning</b>	<b>956,903</b>	<b>180,680</b>	<b>226,957</b>	<b>308,355</b>	<b>530,344</b>	<b>469,163</b>	<b>2,672,402</b>
<b>Cash and investments - ending</b>	<b>\$ 981,078</b>	<b>\$ 522,697</b>	<b>\$ 889,572</b>	<b>\$ 371,284</b>	<b>\$ 418,242</b>	<b>\$ 900,393</b>	<b>4,083,266</b>
<b>Net assets of governmental activities</b>							<b>\$ 4,083,266</b>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 981,078	\$ 522,697	\$ -	\$ 371,284	\$ 418,242	\$ 810,470	\$ 3,103,771
Restricted assets:							
Cash and investments	-	-	889,572	-	-	89,923	979,495
<b>Total cash and investment assets - ending</b>	<b>\$ 981,078</b>	<b>\$ 522,697</b>	<b>\$ 889,572</b>	<b>\$ 371,284</b>	<b>\$ 418,242</b>	<b>\$ 900,393</b>	<b>\$ 4,083,266</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ 889,572	\$ -	\$ -	\$ 89,923	\$ 979,495
Unrestricted	981,078	522,697	-	371,284	418,242	810,470	3,103,771
<b>Total cash and investment fund balance - ending</b>	<b>\$ 981,078</b>	<b>\$ 522,697</b>	<b>\$ 889,572</b>	<b>\$ 371,284</b>	<b>\$ 418,242</b>	<b>\$ 900,393</b>	<b>\$ 4,083,266</b>

The notes to the financial schedules are an integral part of this financial information.

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
SCHEDULE 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	Rainy Day	Fiscal Stabilization Education Grant	Debt Service	Capital Projects	Administration Building Construction	Other	Totals
<b>Receipts:</b>								
Local sources	\$ 2,794,043	\$ -	\$ -	\$ 3,117,078	\$ 1,087,521	\$ -	\$ 1,787,613	\$ 8,786,255
Intermediate sources	12,127	-	-	-	-	-	-	12,127
State sources	6,151,412	-	-	-	-	-	98,017	6,249,429
Federal sources	-	-	680,119	-	-	-	415,615	1,095,734
Other	8,105	-	-	-	11,485	-	11,170	30,760
<b>Total receipts</b>	<b>8,965,687</b>	<b>-</b>	<b>680,119</b>	<b>3,117,078</b>	<b>1,099,006</b>	<b>-</b>	<b>2,312,415</b>	<b>16,174,305</b>
<b>Disbursements:</b>								
<b>Current:</b>								
Instruction	5,583,432	-	-	-	-	-	182,229	5,765,661
Support services	2,556,489	-	-	-	567,908	56,961	989,576	4,170,934
Noninstructional services	35,654	-	-	-	-	-	499,986	535,640
Facilities acquisition and construction	1,338	-	-	-	140,288	104,950	60,060	306,636
Debt services	1,200,000	-	-	3,461,784	-	-	943,354	5,605,138
Nonprogrammed charges	452,086	-	-	-	-	-	-	452,086
<b>Total disbursements</b>	<b>9,828,999</b>	<b>-</b>	<b>-</b>	<b>3,461,784</b>	<b>708,196</b>	<b>161,911</b>	<b>2,675,205</b>	<b>16,836,095</b>
Excess (deficiency) of receipts over disbursements	(863,312)	-	680,119	(344,706)	390,810	(161,911)	(362,790)	(661,790)
<b>Other financing sources (uses):</b>								
Transfers in	46,816	144,573	-	-	-	-	245,000	436,389
Transfers out	(74,573)	(245,000)	-	-	-	-	(116,816)	(436,389)
<b>Total other financing sources (uses)</b>	<b>(27,757)</b>	<b>(100,427)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>128,184</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(891,069)	(100,427)	680,119	(344,706)	390,810	(161,911)	(234,606)	(661,790)
Cash and investments - beginning	981,078	522,697	-	889,572	371,284	418,242	900,393	4,083,266
Cash and investments - ending	\$ 90,009	\$ 422,270	\$ 680,119	\$ 544,866	\$ 762,094	\$ 256,331	\$ 665,787	\$ 3,421,476
Net assets of governmental activities								\$ 3,421,476
<b>Cash and Investment Assets - Ending</b>								
Cash and investments	\$ 90,009	\$ 422,270	\$ 680,119	\$ -	\$ 762,094	\$ 256,331	\$ 665,688	\$ 2,876,511
Restricted assets:								
Cash and investments	-	-	-	544,866	-	-	99	544,965
<b>Total cash and investment assets - ending</b>	<b>\$ 90,009</b>	<b>\$ 422,270</b>	<b>\$ 680,119</b>	<b>\$ 544,866</b>	<b>\$ 762,094</b>	<b>\$ 256,331</b>	<b>\$ 665,787</b>	<b>\$ 3,421,476</b>
<b>Cash and Investment Fund Balance - Ending</b>								
Restricted for:								
Debt service	\$ -	\$ -	\$ -	\$ 544,866	\$ -	\$ -	\$ 99	\$ 544,965
Unrestricted	90,009	422,270	680,119	-	762,094	256,331	665,688	2,876,511
<b>Total cash and investment fund balance - ending</b>	<b>\$ 90,009</b>	<b>\$ 422,270</b>	<b>\$ 680,119</b>	<b>\$ 544,866</b>	<b>\$ 762,094</b>	<b>\$ 256,331</b>	<b>\$ 665,787</b>	<b>\$ 3,421,476</b>

The notes to the financial schedules are an integral part of this financial information.

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
FIDUCIARY FUNDS  
For the Year Ended June 30, 2008

	Pension Trust Fund	Agency Fund
Additions:		
Agency fund additions	\$ -	
Deductions:		
Benefits	184,815	
Agency fund deductions	-	
Administrative and general	-	
Total deductions	184,815	
Excess (deficiency) of total additions over total deductions	(184,815)	
Cash and investment fund balance - beginning	1,649,539	
Cash and investment fund balance - ending	\$ 1,464,724	\$ 446,631
Net assets:		
Cash and investments	\$ 1,464,724	
Total net assets - cash and investment basis held in trust	\$ 1,464,724	

The notes to the financial schedules are an integral part of this financial information.

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
 SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 FIDUCIARY FUNDS  
 For the Year Ended June 30, 2009

	Pension Trust Fund	Agency Fund
Additions:		
Agency fund additions	\$ -	
Deductions:		
Benefits	93,444	
Agency fund deductions	-	
Total deductions	93,444	
Deficiency of total additions over total deductions	(93,444)	
Cash and investment fund balance - beginning	1,464,724	
Cash and investment fund balance - ending	\$ 1,371,280	\$ 315,321
Net assets:		
Cash and investments	\$ 1,371,280	
Total net assets - cash and investment basis held in trust	\$ 1,371,280	

The notes to the financial schedules are an integral part of this financial information.

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

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.

Note 2. Fund Accounting

A. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Cash and Investments and the Statement of Cash Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

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, liabilities, 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.

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

The fiscal stabilization-education (stimulus) fund accounts for receipts and disbursements of cash received from the federal government to be used to supplement funding of local, state, and federal programs.

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.

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL INFORMATION  
(Continued)

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 retirement/severance bond, which is used for bonds and payments anticipated to be made to employees on or after the termination of employment or to pay post-retirement or severance benefits held by the School Corporation in a trustee capacity.

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

**B. Measurement Focus and Basis of Accounting**

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

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

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

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the enterprise fund statements to the extent that those standards do not conflict with, or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their enterprise funds, subject to this same limitation. The School Corporation has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial schedules. Exceptions to this general rule are payments-in-lieu of taxes. Elimination of these charges would distort the direct costs and program receipts reported for the various functions concerned.

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL INFORMATION  
(Continued)

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

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

Note 3. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the School Corporation in June and 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.

Note 5. Deposits and Investments

Deposits, made in accordance with IC 5-13, with financial institutions in the State of Indiana at year end were entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statute (IC 5-13-9) authorizes the School Corporation to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL INFORMATION  
(Continued)

Note 6. Interfund Transfers

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

Transfer From	Transfer To	2008	2009
General Fund	Rainy Day Fund	\$ 342,017	\$ 74,573
Rainy Day Fund	Other governmental funds	-	245,000
Agency Fund	General Fund	-	43,062
Agency Fund	Debt Service Fund	-	51,872
Agency Fund	Capital Projects Fund	-	17,276
Agency Fund	Other governmental funds	-	16,466
Other governmental funds	General Fund	2,500	46,816
Other governmental funds	Rainy Day Fund	-	70,000
Other governmental funds	Other governmental funds	27,607	-
Totals		<u>\$ 372,124</u>	<u>\$ 565,065</u>

The School Corporation typically uses transfers for cash flow purposes as provided by various statutory provisions, except for a Property Tax Credit distribution held in the agency fund until proper posting instructions were given to the School Corporation.

Note 7. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this 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 members' 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. That 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

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL INFORMATION  
(Continued)

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF are established by the Board of Trustees of PERF.

B. 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 members' contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The School Corporation may elect to make the contributions on behalf of the member.

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

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

Funding Policy and Annual Pension Cost

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.

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

	Transportation Operating	Special Education Preschool	School Lunch	Textbook Rental	Education License Plates	Alternative Education Grant	Donations
<b>Receipts:</b>							
Local sources	\$ 826,042	\$ 6,746	\$ 326,876	\$ 123,632	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	225	-	-
State sources	-	42,198	6,163	48,655	-	-	-
Federal sources	-	-	174,606	-	-	-	-
Temporary loans	800,000	-	-	-	-	-	-
Other	11,982	-	768	-	-	-	500
<b>Total receipts</b>	<b>1,638,024</b>	<b>48,944</b>	<b>508,413</b>	<b>172,287</b>	<b>225</b>	<b>-</b>	<b>500</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	24,391	-	-	-	-	-
Support services	770,231	-	-	135,567	-	-	-
Noninstructional services	-	-	460,603	-	-	-	-
Facilities acquisition and construction	150	-	-	-	-	-	-
Debt services	800,000	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	5,996
<b>Total disbursements</b>	<b>1,570,381</b>	<b>24,391</b>	<b>460,603</b>	<b>135,567</b>	<b>-</b>	<b>-</b>	<b>5,996</b>
Excess (deficiency) of receipts over disbursements	67,643	24,553	47,810	36,720	225	-	(5,496)
<b>Other financing sources (uses):</b>							
Sale of capital assets	5,481	-	1,398	2,428	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>5,481</b>	<b>-</b>	<b>1,398</b>	<b>2,428</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	73,124	24,553	49,208	39,148	225	-	(5,496)
Cash and investments - beginning	129,408	22,225	36,250	69,263	2,977	7,986	5,792
Cash and investments - ending	\$ 202,532	\$ 46,778	\$ 85,458	\$ 108,411	\$ 3,202	\$ 7,986	\$ 296
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 202,532	\$ 46,778	\$ 85,458	\$ 108,411	\$ 3,202	\$ 7,986	\$ 296
<b>Restricted assets:</b>							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 202,532</b>	<b>\$ 46,778</b>	<b>\$ 85,458</b>	<b>\$ 108,411</b>	<b>\$ 3,202</b>	<b>\$ 7,986</b>	<b>\$ 296</b>
<b>Cash and Investment Fund Balance - Ending</b>							
<b>Restricted for:</b>							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	202,532	46,778	85,458	108,411	3,202	7,986	296
<b>Total cash and investment fund balance - ending</b>	<b>\$ 202,532</b>	<b>\$ 46,778</b>	<b>\$ 85,458</b>	<b>\$ 108,411</b>	<b>\$ 3,202</b>	<b>\$ 7,986</b>	<b>\$ 296</b>

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

	Economic Education Grant	Gifted/Talented	Scholarships	Non-English Speaking	Technology Planning Grant	School Incentive Awards	Linux Certification Grant
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	31,216	-	-	71,250	-	2,500
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>31,216</b>	<b>-</b>	<b>-</b>	<b>71,250</b>	<b>-</b>	<b>2,500</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	19,941	-	178	44,513	112	-
Support services	-	-	-	-	18,241	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>19,941</b>	<b>-</b>	<b>178</b>	<b>62,754</b>	<b>112</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	-	11,275	-	(178)	8,496	(112)	2,500
<b>Other financing sources (uses):</b>							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	(2,500)	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(2,500)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,500)	11,275	-	(178)	8,496	(112)	2,500
Cash and investments - beginning	2,500	2,490	222	178	-	112	-
Cash and investments - ending	\$ -	\$ 13,765	\$ 222	\$ -	\$ 8,496	\$ -	\$ 2,500
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ 13,765	\$ 222	\$ -	\$ 8,496	\$ -	\$ 2,500
<b>Restricted assets:</b>							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 13,765</b>	<b>\$ 222</b>	<b>\$ -</b>	<b>\$ 8,496</b>	<b>\$ -</b>	<b>\$ 2,500</b>
<b>Cash and Investment Fund Balance - Ending</b>							
<b>Restricted for:</b>							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	13,765	222	-	8,496	-	2,500
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 13,765</b>	<b>\$ 222</b>	<b>\$ -</b>	<b>\$ 8,496</b>	<b>\$ -</b>	<b>\$ 2,500</b>

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

	Title I 08-09	Title I 06-07	Title I	Title V-A Innovative Programs	Drug-Free Schools	Drug-Free Schools 07-08
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	94,000	-	25,501	-	-	3,924
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>94,000</b>	<b>-</b>	<b>25,501</b>	<b>-</b>	<b>-</b>	<b>3,924</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	63,500	19,067	6,316	-	-	-
Support services	-	-	-	-	(1,117)	3,257
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>63,500</b>	<b>19,067</b>	<b>6,316</b>	<b>-</b>	<b>(1,117)</b>	<b>3,257</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>30,500</b>	<b>(19,067)</b>	<b>19,185</b>	<b>-</b>	<b>1,117</b>	<b>667</b>
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
Transfers in	23,396	-	4,211	-	-	-
Transfers out	-	(4,211)	(23,396)	-	-	-
<b>Total other financing sources (uses)</b>	<b>23,396</b>	<b>(4,211)</b>	<b>(19,185)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>53,896</b>	<b>(23,278)</b>	<b>-</b>	<b>-</b>	<b>1,117</b>	<b>667</b>
Cash and investments - beginning	-	23,278	-	5,781	(1,117)	-
<b>Cash and investments - ending</b>	<b>\$ 53,896</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,781</b>	<b>\$ -</b>	<b>\$ 667</b>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 53,896	\$ -	\$ -	\$ 5,781	\$ -	\$ 667
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 53,896</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,781</b>	<b>\$ -</b>	<b>\$ 667</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	53,896	-	-	5,781	-	667
<b>Total cash and investment fund balance - ending</b>	<b>\$ 53,896</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,781</b>	<b>\$ -</b>	<b>\$ 667</b>

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

	Project Lead The Way	Title II Part D	Retirement/ Severance Bond	School Bus Replacement	Fillmore Construction	Totals
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ 241,586	\$ 248,748	\$ -	\$ 1,773,630
Intermediate sources	-	-	-	-	-	225
State sources	-	-	-	-	-	201,982
Federal sources	(37,827)	-	-	-	-	260,204
Temporary loans	-	-	200,000	100,000	-	1,100,000
Other	-	-	-	-	-	13,250
<b>Total receipts</b>	<b>(37,827)</b>	<b>-</b>	<b>441,586</b>	<b>348,748</b>	<b>-</b>	<b>3,349,291</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	26,397	-	-	-	-	204,415
Support services	1,926	-	-	283,198	-	1,211,303
Noninstructional services	-	-	-	-	-	460,603
Facilities acquisition and construction	-	-	-	-	-	150
Debt services	-	-	242,401	-	-	1,042,401
Nonprogrammed charges	-	-	-	-	-	5,996
<b>Total disbursements</b>	<b>28,323</b>	<b>-</b>	<b>242,401</b>	<b>283,198</b>	<b>-</b>	<b>2,924,868</b>
Excess (deficiency) of receipts over disbursements	(66,150)	-	199,185	65,550	-	424,423
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	9,307
Transfers in	-	-	-	-	-	27,607
Transfers out	-	-	-	-	-	(30,107)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,807</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(66,150)	-	199,185	65,550	-	431,230
Cash and investments - beginning	66,150	4,479	(109,262)	28,317	172,134	469,163
Cash and investments - ending	\$ -	\$ 4,479	\$ 89,923	\$ 93,867	\$ 172,134	\$ 900,393
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ -	\$ 4,479	\$ -	\$ 93,867	\$ 172,134	\$ 810,470
Restricted assets:						
Cash and investments	-	-	89,923	-	-	89,923
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 4,479</b>	<b>\$ 89,923</b>	<b>\$ 93,867</b>	<b>\$ 172,134</b>	<b>\$ 900,393</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ 89,923	\$ -	\$ -	\$ 89,923
Unrestricted	-	4,479	-	93,867	172,134	810,470
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 4,479</b>	<b>\$ 89,923</b>	<b>\$ 93,867</b>	<b>\$ 172,134</b>	<b>\$ 900,393</b>

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009

	Transportation Operating	Special Education Preschool	School Lunch	Textbook Rental	Education License Plates	Alternative Education Grant	Donations
<b>Receipts:</b>							
Local sources	\$ 844,226	\$ 6,332	\$ 319,453	\$ 115,313	\$ -	\$ -	\$ -
State sources	-	33,047	6,549	27,205	-	-	-
Federal sources	-	-	190,582	-	-	-	-
Other	8,562	-	2,608	-	-	-	-
<b>Total receipts</b>	<b>852,788</b>	<b>39,379</b>	<b>519,192</b>	<b>142,518</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	30,008	-	-	-	1,448	-
Support services	812,563	-	115	172,432	-	-	-
Noninstructional services	-	-	496,561	-	3,202	-	-
Facilities acquisition and construction	480	-	-	-	-	-	-
Debt services	400,000	-	-	-	-	-	-
<b>Total disbursements</b>	<b>1,213,043</b>	<b>30,008</b>	<b>496,676</b>	<b>172,432</b>	<b>3,202</b>	<b>1,448</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	(360,255)	9,371	22,516	(29,914)	(3,202)	(1,448)	-
<b>Other financing sources (uses):</b>							
Transfers in	245,000	-	-	-	-	-	-
Transfers out	(70,000)	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>175,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(185,255)	9,371	22,516	(29,914)	(3,202)	(1,448)	-
Cash and investments - beginning	202,532	46,778	85,458	108,411	3,202	7,986	296
Cash and investments - ending	\$ 17,277	\$ 56,149	\$ 107,974	\$ 78,497	\$ -	\$ 6,538	\$ 296
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 17,277	\$ 56,149	\$ 107,974	\$ 78,497	\$ -	\$ 6,538	\$ 296
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 17,277	\$ 56,149	\$ 107,974	\$ 78,497	\$ -	\$ 6,538	\$ 296
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	17,277	56,149	107,974	78,497	-	6,538	296
Total cash and investment fund balance - ending	\$ 17,277	\$ 56,149	\$ 107,974	\$ 78,497	\$ -	\$ 6,538	\$ 296

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009  
 (Continued)

	Gifted/Talented	Scholarships	Technology Planning Grant	Linux Certification Grant	Title I 08-09	Title V-A Innovative Programs	Drug-Free Schools 07-08
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	31,216	-	-	-	-	-	-
Federal sources	-	-	-	-	128,414	2,075	3,848
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>31,216</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>128,414</b>	<b>2,075</b>	<b>3,848</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	25,814	-	-	-	124,959	-	-
Support services	-	-	-	1,966	-	-	2,500
Noninstructional services	-	-	-	-	223	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>25,814</b>	<b>-</b>	<b>-</b>	<b>1,966</b>	<b>125,182</b>	<b>-</b>	<b>2,500</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>5,402</b>	<b>-</b>	<b>-</b>	<b>(1,966)</b>	<b>3,232</b>	<b>2,075</b>	<b>1,348</b>
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	(1,030)	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(1,030)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>4,372</b>	<b>-</b>	<b>-</b>	<b>(1,966)</b>	<b>3,232</b>	<b>2,075</b>	<b>1,348</b>
Cash and investments - beginning	13,765	222	8,496	2,500	53,896	5,781	667
Cash and investments - ending	<u>\$ 18,137</u>	<u>\$ 222</u>	<u>\$ 8,496</u>	<u>\$ 534</u>	<u>\$ 57,128</u>	<u>\$ 7,856</u>	<u>\$ 2,015</u>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 18,137	\$ 222	\$ 8,496	\$ 534	\$ 57,128	\$ 7,856	\$ 2,015
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 18,137</u>	<u>\$ 222</u>	<u>\$ 8,496</u>	<u>\$ 534</u>	<u>\$ 57,128</u>	<u>\$ 7,856</u>	<u>\$ 2,015</u>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	18,137	222	8,496	534	57,128	7,856	2,015
<b>Total cash and investment fund balance - ending</b>	<u>\$ 18,137</u>	<u>\$ 222</u>	<u>\$ 8,496</u>	<u>\$ 534</u>	<u>\$ 57,128</u>	<u>\$ 7,856</u>	<u>\$ 2,015</u>

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009  
 (Continued)

	Title II Part A	Title II Part D	Retirement/ Severance Bond	School Bus Replacement	Fillmore Construction	Totals
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ 353,530	\$ 148,759	\$ -	\$ 1,787,613
State sources	-	-	-	-	-	98,017
Federal sources	90,696	-	-	-	-	415,615
Other	-	-	-	-	-	11,170
<b>Total receipts</b>	<b>90,696</b>	<b>-</b>	<b>353,530</b>	<b>148,759</b>	<b>-</b>	<b>2,312,415</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	-	-	-	-	182,229
Support services	-	-	-	-	-	989,576
Noninstructional services	-	-	-	-	-	499,986
Facilities acquisition and construction	-	-	-	-	59,580	60,060
Debt services	-	-	443,354	100,000	-	943,354
<b>Total disbursements</b>	<b>-</b>	<b>-</b>	<b>443,354</b>	<b>100,000</b>	<b>59,580</b>	<b>2,675,205</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>90,696</b>	<b>-</b>	<b>(89,824)</b>	<b>48,759</b>	<b>(59,580)</b>	<b>(362,790)</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	245,000
Transfers out	(45,786)	-	-	-	-	(116,816)
<b>Total other financing sources (uses)</b>	<b>(45,786)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>128,184</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>44,910</b>	<b>-</b>	<b>(89,824)</b>	<b>48,759</b>	<b>(59,580)</b>	<b>(234,606)</b>
<b>Cash and investments - beginning</b>	<b>-</b>	<b>4,479</b>	<b>89,923</b>	<b>93,867</b>	<b>172,134</b>	<b>900,393</b>
<b>Cash and investments - ending</b>	<b>\$ 44,910</b>	<b>\$ 4,479</b>	<b>\$ 99</b>	<b>\$ 142,626</b>	<b>\$ 112,554</b>	<b>\$ 665,787</b>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 44,910	\$ 4,479	\$ -	\$ 142,626	\$ 112,554	\$ 665,688
Restricted assets:						
Cash and investments	-	-	99	-	-	99
<b>Total cash and investment assets - ending</b>	<b>\$ 44,910</b>	<b>\$ 4,479</b>	<b>\$ 99</b>	<b>\$ 142,626</b>	<b>\$ 112,554</b>	<b>\$ 665,787</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ 99	\$ -	\$ -	\$ 99
Unrestricted	44,910	4,479	-	142,626	112,554	665,688
<b>Total cash and investment fund balance - ending</b>	<b>\$ 44,910</b>	<b>\$ 4,479</b>	<b>\$ 99</b>	<b>\$ 142,626</b>	<b>\$ 112,554</b>	<b>\$ 665,787</b>

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CAPITAL ASSETS  
 For The Year Ended 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	\$ 709,950
Buildings	26,264,732
Improvements other than buildings	369,086
Machinery and equipment	<u>3,052,176</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 30,395,944</u>

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
 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:		
Administration Building	\$ 3,600,000	\$ 421,000
Central Elementary School	5,975,000	600,000
Fillmore Elementary School	8,710,000	732,500
South Putnam High School	443,454	650,000
Energy Savings Contract	34,850	-
Bonds payable:		
General obligation bonds:		
Pension	<u>2,570,000</u>	<u>246,145</u>
Total governmental activities debt	<u>\$ 21,333,304</u>	<u>\$ 2,649,645</u>

SOUTH PUTNAM COMMUNITY SCHOOL CORPORATION  
EXIT CONFERENCE

The contents of this report were discussed on January 11, 2010, with Bruce D. Bernhardt, Superintendent of Schools; and Rebecca J. Samsel, Treasurer. Our examination disclosed no material items that warrant comment at this time.