

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

AUDIT REPORT
OF

PERRY CENTRAL COMMUNITY
SCHOOL CORPORATION
PERRY COUNTY, INDIANA

July 1, 2007 to June 30, 2009



FILED

02/25/2010

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Sherry Knieriem	07-01-07 to 06-30-10
Superintendent of Schools	Mary Roberson	07-01-07 to 06-30-10
President of the School Board	Charles Etienne Larry James	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 PERRY CENTRAL COMMUNITY
SCHOOL CORPORATION, PERRY COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Perry Central Community School Corporation (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 PERRY CENTRAL COMMUNITY
SCHOOL CORPORATION, PERRY COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Perry Central Community School Corporation (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.

The School Corporation's response to the findings identified in our audit is described in the accompanying section of the report entitled Official Response. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

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

STATE BOARD OF ACCOUNTS

December 22, 2009

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Totals</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
Governmental activities:				
Instruction	\$ 6,249,110	\$ -	\$ 118,178	\$ (6,130,932)
Support services	3,031,125	366,302	67,826	(2,596,997)
Noninstructional services	533,721	-	-	(533,721)
Facilities acquisition and construction	141,680	-	-	(141,680)
Debt service	710,902	-	-	(710,902)
Nonprogrammed charges	99,795	-	-	(99,795)
<u>Total governmental activities</u>	<u>\$ 10,766,333</u>	<u>\$ 366,302</u>	<u>\$ 186,004</u>	<u>(10,214,027)</u>
General receipts:				
Property taxes				2,909,014
Other local sources				739,818
State aid				4,824,359
Grants and contributions not restricted to specific programs				609,269
Sale of property				4,061
Investment earnings				74,297
Other				53,313
<u>Total general receipts</u>				<u>9,214,131</u>
Change in net assets				(999,896)
Net assets - beginning				<u>2,276,542</u>
Net assets - ending				<u>\$ 1,276,646</u>
<u>Assets</u>				
Cash and investments				\$ 1,269,194
Restricted assets:				
Cash and investments				<u>7,452</u>
<u>Total assets</u>				<u>\$ 1,276,646</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 7,452
Unrestricted				<u>1,269,194</u>
<u>Total net assets</u>				<u>\$ 1,276,646</u>

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

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
STATEMENT 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>Totals</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
Governmental activities:				
Instruction	\$ 6,374,499	\$ -	\$ 161,451	\$ (6,213,048)
Support services	3,423,874	389,110	165,984	(2,868,780)
Noninstructional services	577,078	-	-	(577,078)
Facilities acquisition and construction	169,307	-	-	(169,307)
Debt service	381,391	-	-	(381,391)
Nonprogrammed charges	107,642	-	-	(107,642)
Total governmental activities	<u>\$ 11,033,791</u>	<u>\$ 389,110</u>	<u>\$ 327,435</u>	<u>(10,317,246)</u>
General receipts:				
Property taxes				3,740,527
Other local sources				1,106,283
State aid				5,140,326
Grants and contributions not restricted to specific programs				895,812
Investment earnings				27,733
Total general receipts				<u>10,910,681</u>
Change in net assets				593,435
Net assets - beginning				<u>1,276,646</u>
Net assets - ending				<u>\$ 1,870,081</u>
<u>Assets</u>				
Cash and investments				\$ 1,513,200
Restricted assets:				
Cash and investments				<u>356,881</u>
Total assets				<u>\$ 1,870,081</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 356,881
Unrestricted				<u>1,513,200</u>
Total net assets				<u>\$ 1,870,081</u>

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

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

	General	Textbook Rental	Debt Service	Other	Totals
Receipts:					
Local sources	\$ 1,731,133	\$ 86,898	\$ 508,347	\$ 1,762,178	\$ 4,088,556
Intermediate sources	876	-	-	-	876
State sources	4,911,788	13,424	-	76,360	5,001,572
Federal sources	268,128	-	-	349,931	618,059
Interfund loans	-	-	-	200,000	200,000
Other	-	-	-	53,313	53,313
Total receipts	6,911,925	100,322	508,347	2,441,782	9,962,376
Disbursements:					
Current:					
Instruction	5,902,966	-	-	346,144	6,249,110
Support services	1,583,567	107,095	-	1,340,463	3,031,125
Noninstructional services	37,119	-	-	496,602	533,721
Facilities acquisition and construction	-	-	-	141,680	141,680
Debt services	-	-	503,656	207,246	710,902
Nonprogrammed charges	83,147	-	-	16,648	99,795
Interfund loans	-	-	-	200,000	200,000
Total disbursements	7,606,799	107,095	503,656	2,748,783	10,966,333
Excess (deficiency) of receipts over disbursements	(694,874)	(6,773)	4,691	(307,001)	(1,003,957)
Other financing sources (uses):					
Sale of capital assets	61	-	-	4,000	4,061
Transfers in	-	-	-	21,518	21,518
Transfers out	-	-	-	(21,518)	(21,518)
Total other financing sources	61	-	-	4,000	4,061
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(694,813)	(6,773)	4,691	(303,001)	(999,896)
Cash and investments - beginning	1,241,185	170,572	268	864,517	2,276,542
Cash and investments - ending	\$ 546,372	\$ 163,799	\$ 4,959	\$ 561,516	\$ 1,276,646
Cash and Investment Assets - Ending					
Cash and investments	\$ 546,372	\$ 163,799	\$ -	\$ 559,023	\$ 1,269,194
Restricted assets:					
Cash and investments	-	-	4,959	2,493	7,452
Total cash and investment assets - ending	\$ 546,372	\$ 163,799	\$ 4,959	\$ 561,516	\$ 1,276,646
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ 4,959	\$ 2,493	\$ 7,452
Unrestricted	546,372	163,799	-	559,023	1,269,194
Total cash and investment fund balance - ending	\$ 546,372	\$ 163,799	\$ 4,959	\$ 561,516	\$ 1,276,646

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

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

	General	Textbook Rental	Fiscal Stabilization	Debt Service	Other	Totals
Receipts:						
Local sources	\$ 1,995,565	\$ 104,337	\$ -	\$ 619,464	\$ 2,264,212	\$ 4,983,578
Intermediate sources	550	-	-	-	279,525	280,075
State sources	5,271,591	-	-	-	78,237	5,349,828
Federal sources	-	-	584,867	-	428,878	1,013,745
Total receipts	7,267,706	104,337	584,867	619,464	3,050,852	11,627,226
Disbursements:						
Current:						
Instruction	5,648,430	-	268,430	-	457,639	6,374,499
Support services	1,738,536	112,135	51,840	4,790	1,516,573	3,423,874
Noninstructional services	47,103	-	923	-	529,052	577,078
Facilities acquisition and construction	-	-	-	-	169,307	169,307
Debt services	-	-	-	277,356	104,035	381,391
Nonprogrammed charges	48,524	-	59,118	-	-	107,642
Total disbursements	7,482,593	112,135	380,311	282,146	2,776,606	11,033,791
Excess (deficiency) of receipts over disbursements	(214,887)	(7,798)	204,556	337,318	274,246	593,435
Other financing sources (uses):						
Transfers in	88,046	-	-	-	300,000	388,046
Transfers out	-	-	-	(3,852)	(384,194)	(388,046)
Total other financing sources (uses)	88,046	-	-	(3,852)	(84,194)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(126,841)	(7,798)	204,556	333,466	190,052	593,435
Cash and investments - beginning	546,372	163,799	-	4,959	561,516	1,276,646
Cash and investments - ending	\$ 419,531	\$ 156,001	\$ 204,556	\$ 338,425	\$ 751,568	\$ 1,870,081
Cash and Investment Assets - Ending						
Cash and investments	\$ 419,531	\$ 156,001	\$ 204,556	\$ -	\$ 733,112	\$ 1,513,200
Restricted assets:						
Cash and investments	-	-	-	338,425	18,456	356,881
Total cash and investment assets - ending	\$ 419,531	\$ 156,001	\$ 204,556	\$ 338,425	\$ 751,568	\$ 1,870,081
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ 338,425	\$ 18,456	\$ 356,881
Unrestricted	419,531	156,001	204,556	-	733,112	1,513,200
Total cash and investment fund balance - ending	\$ 419,531	\$ 156,001	\$ 204,556	\$ 338,425	\$ 751,568	\$ 1,870,081

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

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

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Other	\$ -	\$ 48,030	
Deductions:			
Benefits	12,483	-	
Administrative and general	7,549	97,608	
Total deductions	20,032	97,608	
Deficiency of total additions over total deductions	(20,032)	(49,578)	
Cash and investment fund balance - beginning	20,032	53,008	
Cash and investment fund balance - ending	\$ -	\$ 3,430	\$ 51,970
Net assets:			
Cash and investments	\$ -	\$ 3,430	

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

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2009

	Private-Purpose Trust Funds	Agency Funds
Additions:		
Contributions:		
Other	\$ 21,304	
Deductions:		
Administrative and general	12,803	
Excess of total additions over total deductions	8,501	
Cash and investment fund balance - beginning	3,430	
Cash and investment fund balance - ending	\$ 11,931	\$ 86,138
Net assets:		
Cash and investments	\$ 11,931	

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

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

Primary Government: Perry Central Community School Corporation

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 accompanying financial statements present the activities of the School Corporation (primary government). There are no significant component units which require inclusion.

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 Dubois, Spencer, and Perry County Schools in a joint venture to operate Exceptional Children's Cooperative which was created to provide joint employment and purchase of supplies and equipment for an exceptional children's program. The School Corporation is obligated by contract to remit a proportionate share monthly to supplement the Dubois, Spencer, and Perry Counties Exceptional Children's Cooperative. Complete financial statements for the service can be obtained from Greater Jasper Consolidated Schools, Attn: Leah Jesse (812-482-6661), 1520 St. Charles Street, Suite 1, Jasper, IN 47546.

The School Corporation is a participant in the Patoka Valley Career and Technical Cooperative created to provide programs and services for vocational education. The School Corporation is obligated by contract to remit a proportionate share annually to supplement the Cooperative. Complete financial statements for the Patoka Valley Career and Technical Cooperative can be obtained from Patoka Valley Career and Technical Cooperative, Attn: Mr. Glenn Weil (812-482-7662), 1520 Saint Charles Street, Jasper, IN 47546.

The School Corporation is a participant in the Southern Indiana Education Center created to allow the participating school corporations to cooperate and share certain programs and services which they collectively may implement. The School Corporation is obligated by contract to remit a proportionate share semiannually to supplement the Southern Indiana Education Center. Complete financial statements can be obtained from the Southern Indiana Education Center, Attn: J. Scott Turney (812-482-6641), 1102 Tree Lane Drive, Jasper, IN 47546.

The School Corporation is a participant with Tell City–Troy Township School Corporation in a joint venture to operate the Perry County Alternative Education Cooperative which was created to provide alternative education services for eligible students whose legal settlement is within the participating corporations. The School Corporation is obligated by contract to remit a proportionate

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

share monthly to supplement the Cooperative. Complete financial statement for the Perry County Alternative Education Cooperative can be obtained from Perry Central Community School Corporation, Leopold, IN 47551.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

Fund Financial Statements

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

The School Corporation reports the following major governmental funds:

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

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

The textbook rental fund accounts for books and supplies for the school children.

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.

Additionally, the School Corporation reports the following fund types:

The pension trust funds account for the 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.

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

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

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Measurement Focus and Basis of Accounting

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

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

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

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

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

Normally, 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.

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

3. Capital Assets

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

4. Long-Term Debt

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

5. Equity Classification

Government-Wide Statements

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

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

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

Fund Financial Statements

Governmental fund equity is classified as fund balance. Proprietary fund equity is classified the same as in the government-wide statements.

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

2. Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary funds result from providing services and producing and delivering goods and/or services. They also include all receipts and disbursements not related to capital and related financing, noncapital financing, or investing activities.

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 as follows:

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

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

Prior to the first required publication, the fiscal officer of the School Corporation submits to the governing board a proposed operating budget for the year commencing the following January 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.

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

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 as authorized by state statute:

Fund	June 30, 2008	June 30, 2009
Perry County Tobacco Prevention & Cessation	\$ 1,127	\$ 2,617
Tech Prep Career Majors	6,458	-
DWD Biomedical Sciences	3,200	-
The Schergens Grant 08-09	-	4,005

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 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

Authorization for investment activity is stated in Indiana Code 5-13. As of June 30, 2009, the School Corporation had no investments.

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Interfund Transfers

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

Transfer From	Transfer To	2007-2008	2008-2009
Debt Service	General Fund	\$ -	\$ 3,852
Other governmental funds	General Fund	-	84,194
	Other governmental funds	21,518	300,000
Totals		<u>\$ 21,518</u>	<u>\$ 388,046</u>

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

C. Restatements and Reclassifications

For the year ended June 30, 2007, certain changes have been made to the financial statements to more appropriately reflect financial activity of the School Corporation. The following schedule presents a summary of restated beginning balances by opinion unit.

Opinion Unit	Balance as Reported June 30, 2007	Fund Reclassification	Balance as Restated July 1, 2007
Other governmental funds	\$ 484,291	\$ (2,134)	\$ 482,157
Private-purpose funds	50,874	2,134	53,008

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; and natural disasters.

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

B. Postemployment Benefits

In addition to the pension benefits described below, the School Corporation provides postemployment health, dental, vision and life insurance benefits, as authorized by Indiana Code 5-10-8, to all employees who retire from the School Corporation on or after attaining age 54 with

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

at least 10 years of service. Currently, six retirees meet these eligibility requirements. The School Corporation provides all costs except \$1 per retiree of these postemployment benefits. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis. During the year ended June 30, 2009, disbursements of \$80,504 were recognized for postemployment benefits.

C. Pension Plans

1. Agent Multiple-Employer Defined Benefit Pension Plan

Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plan

	PERF
Annual required contribution	\$ 56,100
Interest on net pension obligation	(3,609)
Adjustment to annual required contribution	4,113
Annual pension cost	56,604
Contributions made	72,751
Decrease in net pension obligation	(16,147)
Net pension obligation, beginning of year	(49,782)
Net pension obligation, end of year	\$ (65,929)

	PERF
Contribution rates:	
School Corporation	9.25%
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%

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-06	\$ 55,629	90%	\$ (50,508)
	06-30-07	57,004	99%	(49,782)
	06-30-08	56,604	129%	(65,929)

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

Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Costs

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

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

The School Corporation is to contribute at an actuarially determined rate. The current rate has been actuarially determined under the entry age normal cost method to be 6.82% of covered wages. The School Corporation's required contributions to the plan for the fiscal years ended June 30, 2009, 2008, and 2007, were \$109,041, \$97,729, and \$85,583, respectively. The School Corporation actually contributed 100% of the required contribution for each of the fiscal years.

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-06	\$ 1,114,688	\$ 1,356,598	\$ (241,910)	82%	\$ 641,715	(38%)
07-01-07	1,257,117	1,449,875	(192,758)	87%	662,974	(29%)
07-01-08	1,208,077	1,412,143	(204,066)	86%	752,781	(27%)

PERRY CENTRAL 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

	School Transportation	Special Ed Preschool	Local Rainy Day	School Lunch	Levy Excess	Art Grant	Daycare
Receipts:							
Local sources	\$ 581,316	\$ 4,356	\$ -	\$ 305,839	\$ -	\$ 845	\$ 11,612
State sources	-	22,218	-	9,428	-	-	-
Federal sources	-	-	-	44,436	-	-	-
Interfund loans	100,000	-	-	-	-	-	-
Other	3,648	-	-	-	-	-	-
Total receipts	684,964	26,574	-	359,703	-	845	11,612
Disbursements:							
Current:							
Instruction	-	-	-	-	-	-	-
Support services	672,802	-	-	-	-	-	-
Noninstructional services	-	-	-	448,321	-	800	10,035
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	14,745	-	-	-	-	-
Interfund loans	-	-	200,000	-	-	-	-
Total disbursements	672,802	14,745	200,000	448,321	-	800	10,035
Excess (deficiency) of receipts over disbursements	12,162	11,829	(200,000)	(88,618)	-	45	1,577
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	3	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	3	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	12,162	11,829	(200,000)	(88,618)	-	48	1,577
Cash and investments - beginning	11,079	20,894	300,000	194,605	98,643	-	43
Cash and investments - ending	\$ 23,241	\$ 32,723	\$ 100,000	\$ 105,987	\$ 98,643	\$ 48	\$ 1,620
Cash and Investment Assets - Ending							
Cash and investments	\$ 23,241	\$ 32,723	\$ 100,000	\$ 105,987	\$ 98,643	\$ 48	\$ 1,620
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 23,241	\$ 32,723	\$ 100,000	\$ 105,987	\$ 98,643	\$ 48	\$ 1,620
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	23,241	32,723	100,000	105,987	98,643	48	1,620
Total cash and investment fund balance - ending	\$ 23,241	\$ 32,723	\$ 100,000	\$ 105,987	\$ 98,643	\$ 48	\$ 1,620

PERRY CENTRAL 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)

	Alternative Education	Early Intervention	Toyota Grant Evenstart	SINE Model School	Gifted & Talented 06/07	Gifted & Talented 05/06	Gifted & Talented 2008
Receipts:							
Local sources	\$ 3,612	\$ -	\$ 1,500	\$ 401	\$ -	\$ -	\$ -
State sources	13,428	-	-	-	-	-	30,186
Federal sources	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	17,040	-	1,500	401	-	-	30,186
Disbursements:							
Current:							
Instruction	6,041	16	854	-	11,582	39	4,640
Support services	-	1,673	-	3,990	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	6,041	1,689	854	3,990	11,582	39	4,640
Excess (deficiency) of receipts over disbursements	10,999	(1,689)	646	(3,589)	(11,582)	(39)	25,546
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	39	-
Transfers out	-	-	-	-	(39)	-	-
Total other financing sources (uses)	-	-	-	-	(39)	39	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	10,999	(1,689)	646	(3,589)	(11,621)	-	25,546
Cash and investments - beginning	1,898	1,689	1,462	3,589	11,621	-	-
Cash and investments - ending	\$ 12,897	\$ -	\$ 2,108	\$ -	\$ -	\$ -	\$ 25,546
Cash and Investment Assets - Ending							
Cash and investments	\$ 12,897	\$ -	\$ 2,108	\$ -	\$ -	\$ -	\$ 25,546
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 12,897	\$ -	\$ 2,108	\$ -	\$ -	\$ -	\$ 25,546
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	12,897	-	2,108	-	-	-	25,546
Total cash and investment fund balance - ending	\$ 12,897	\$ -	\$ 2,108	\$ -	\$ -	\$ -	\$ 25,546

PERRY CENTRAL 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)

	High Education On Our Way	GED Testing Fund	Continuing Education Evenstart	SINE Adult Education	Perry County Tobacco Prevention & Cessation	Perry County Substance Abuse	#2 Stand Grant Point of Youth
Receipts:							
Local sources	\$ -	\$ 5,581	\$ 2,430	\$ 5,875	\$ 9,787	\$ 9,525	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	1,940	6,580	4,626	5,511	-	-	-
Total receipts	1,940	12,161	7,056	11,386	9,787	9,525	-
Disbursements:							
Current:							
Instruction	-	5,067	2,123	11,386	5,985	4,653	-
Support services	1,242	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	5
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	1,242	5,067	2,123	11,386	5,985	4,653	5
Excess (deficiency) of receipts over disbursements	698	7,094	4,933	-	3,802	4,872	(5)
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	3,377	4,929	5
Transfers out	-	-	-	-	(8,306)	-	-
Total other financing sources (uses)	-	-	-	-	(4,929)	4,929	5
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	698	7,094	4,933	-	(1,127)	9,801	-
Cash and investments - beginning	-	-	-	-	-	-	-
Cash and investments - ending	\$ 698	\$ 7,094	\$ 4,933	\$ -	\$ (1,127)	\$ 9,801	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ 698	\$ 7,094	\$ 4,933	\$ -	\$ (1,127)	\$ 9,801	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 698	\$ 7,094	\$ 4,933	\$ -	\$ (1,127)	\$ 9,801	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	698	7,094	4,933	-	(1,127)	9,801	-
Total cash and investment fund balance - ending	\$ 698	\$ 7,094	\$ 4,933	\$ -	\$ (1,127)	\$ 9,801	\$ -

PERRY CENTRAL 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)

	Medicaid Reimbursement	Donation	After School Program	Parent Outreach Program	Youth Service Bureau After School	PC Student Activities Fund	Youth Service Bureau - After School Program
Receipts:							
Local sources	\$ -	\$ 3,349	\$ 1,381	\$ 3,455	\$ 6,600	\$ 21	\$ 10,280
State sources	538	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	14,446	6,406	7,872	-	1,277	-
Total receipts	538	17,795	7,787	11,327	6,600	1,298	10,280
Disbursements:							
Current:							
Instruction	34	2,045	4,242	-	10,565	251	10,456
Support services	-	249	-	-	-	-	-
Noninstructional services	-	2	-	7,550	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	34	2,296	4,242	7,550	10,565	251	10,456
Excess (deficiency) of receipts over disbursements	504	15,499	3,545	3,777	(3,965)	1,047	(176)
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	4,491	-	-
Transfers out	-	-	-	-	-	-	(4,491)
Total other financing sources (uses)	-	-	-	-	4,491	-	(4,491)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	504	15,499	3,545	3,777	526	1,047	(4,667)
Cash and investments - beginning	-	-	-	-	-	-	4,667
Cash and investments - ending	\$ 504	\$ 15,499	\$ 3,545	\$ 3,777	\$ 526	\$ 1,047	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ 504	\$ 15,499	\$ 3,545	\$ 3,777	\$ 526	\$ 1,047	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 504	\$ 15,499	\$ 3,545	\$ 3,777	\$ 526	\$ 1,047	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	504	15,499	3,545	3,777	526	1,047	-
Total cash and investment fund balance - ending	\$ 504	\$ 15,499	\$ 3,545	\$ 3,777	\$ 526	\$ 1,047	\$ -

PERRY CENTRAL 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)

	Stand Grant Point of Youth	Regional Art Grant	Welborn Grant	Non-English Speaking Students	PC Special Tutoring Fund	Alcoa Future Leaders Grant	Title I 6325-07
Receipts:							
Local sources	\$ 1,000	\$ -	\$ -	\$ -	\$ -	\$ 1,500	\$ -
State sources	-	400	-	162	-	-	-
Federal sources	-	-	-	-	-	-	9,679
Interfund loans	-	-	-	-	-	-	-
Other	-	-	86	-	158	-	-
Total receipts	1,000	400	86	162	158	1,500	9,679
Disbursements:							
Current:							
Instruction	-	-	-	331	158	1,500	13,603
Support services	-	-	-	-	-	-	562
Noninstructional services	477	-	86	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	1,140	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	477	1,140	86	331	158	1,500	14,165
Excess (deficiency) of receipts over disbursements	523	(740)	-	(169)	-	-	(4,486)
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	(5)	(3)	-	-	-	-	(6,890)
Total other financing sources (uses)	(5)	(3)	-	-	-	-	(6,890)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	518	(743)	-	(169)	-	-	(11,376)
Cash and investments - beginning	(518)	743	-	197	-	-	11,376
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 28	\$ -	\$ -	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ 28	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ -	\$ 28	\$ -	\$ -	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	-	28	-	-	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ 28	\$ -	\$ -	\$ -

PERRY CENTRAL 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 07/08	P.L. 107-110 ECIA Title I	Title I Even Start	Title V	Innovative Education Program Strategies Title V	Youth Employment Training	U.S. Forestry Department Rickenbaugh #1
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	103,329	-	125,361	-	-	-	2,339
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	763
Total receipts	103,329	-	125,361	-	-	-	3,102
Disbursements:							
Current:							
Instruction	93,286	27	105,920	-	-	1,728	-
Support services	2,072	-	2,336	-	-	3,853	-
Noninstructional services	456	-	15,366	-	-	-	785
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	95,814	27	123,622	-	-	5,581	785
Excess (deficiency) of receipts over disbursements	7,515	(27)	1,739	-	-	(5,581)	2,317
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	6,890	-	-	-	-	-	-
Transfers out	-	-	-	(1,696)	(88)	-	-
Total other financing sources (uses)	6,890	-	-	(1,696)	(88)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	14,405	(27)	1,739	(1,696)	(88)	(5,581)	2,317
Cash and investments - beginning	-	27	-	1,696	88	5,581	(2,317)
Cash and investments - ending	\$ 14,405	\$ -	\$ 1,739	\$ -	\$ -	\$ -	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ 14,405	\$ -	\$ 1,739	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 14,405	\$ -	\$ 1,739	\$ -	\$ -	\$ -	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	14,405	-	1,739	-	-	-	-
Total cash and investment fund balance - ending	\$ 14,405	\$ -	\$ 1,739	\$ -	\$ -	\$ -	\$ -

PERRY CENTRAL 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)

	Serve America	Tech Prep Career Majors	DWD Biomedical Sciences	Medicaid Reimbursement	U.S. Forestry Department Rickenbaugh #2	PC for Life PE Grant	Title II
Receipts:							
Local sources	\$ -	\$ 6,454	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	794	23,434	38,924
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	-	6,454	-	-	794	23,434	38,924
Disbursements:							
Current:							
Instruction	-	10,657	1,000	-	-	11,376	26,579
Support services	584	2,255	2,200	1,933	-	1,209	-
Noninstructional services	4,013	-	-	-	6	8,700	-
Facilities acquisition and construction	-	-	-	-	-	950	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	763	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	4,597	12,912	3,200	1,933	769	22,235	26,579
Excess (deficiency) of receipts over disbursements	(4,597)	(6,458)	(3,200)	(1,933)	25	1,199	12,345
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	(4,597)	(6,458)	(3,200)	(1,933)	25	1,199	12,345
Cash and investments - beginning	4,597	-	-	1,934	-	(1,199)	(4,680)
Cash and investments - ending	\$ -	\$ (6,458)	\$ (3,200)	\$ 1	\$ 25	\$ -	\$ 7,665
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ (6,458)	\$ (3,200)	\$ 1	\$ 25	\$ -	\$ 7,665
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ (6,458)	\$ (3,200)	\$ 1	\$ 25	\$ -	\$ 7,665
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	(6,458)	(3,200)	1	25	-	7,665
Total cash and investment fund balance - ending	\$ -	\$ (6,458)	\$ (3,200)	\$ 1	\$ 25	\$ -	\$ 7,665

PERRY CENTRAL 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)

	Enhanced Education	Title V Prog #06-6325	Title V Part A Innovative	Retirement Severance Bond Fund	Capital Projects	School Bus Replacement	Totals
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ 157,096	\$ 517,960	\$ 110,403	\$ 1,762,178
State sources	-	-	-	-	-	-	76,360
Federal sources	-	-	1,635	-	-	-	349,931
Interfund loans	-	-	-	100,000	-	-	200,000
Other	-	-	-	-	-	-	53,313
Total receipts	-	-	1,635	257,096	517,960	110,403	2,441,782
Disbursements:							
Current:							
Instruction	-	-	-	-	-	-	346,144
Support services	2,306	-	989	-	429,280	210,928	1,340,463
Noninstructional services	-	-	-	-	-	-	496,602
Facilities acquisition and construction	-	-	-	-	140,730	-	141,680
Debt services	-	-	-	207,246	-	-	207,246
Nonprogrammed charges	-	-	-	-	-	-	16,648
Interfund loans	-	-	-	-	-	-	200,000
Total disbursements	2,306	-	989	207,246	570,010	210,928	2,748,783
Excess (deficiency) of receipts over disbursements	(2,306)	-	646	49,850	(52,050)	(100,525)	(307,001)
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	4,000	4,000
Transfers in	-	1,696	88	-	-	-	21,518
Transfers out	-	-	-	-	-	-	(21,518)
Total other financing sources (uses)	-	1,696	88	-	-	4,000	4,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,306)	1,696	734	49,850	(52,050)	(96,525)	(303,001)
Cash and investments - beginning	2,306	-	-	(47,357)	128,967	112,886	864,517
Cash and investments - ending	\$ -	\$ 1,696	\$ 734	\$ 2,493	\$ 76,917	\$ 16,361	\$ 561,516
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 1,696	\$ 734	\$ -	\$ 76,917	\$ 16,361	\$ 559,023
Restricted assets:							
Cash and investments	-	-	-	2,493	-	-	2,493
Total cash and investment assets - ending	\$ -	\$ 1,696	\$ 734	\$ 2,493	\$ 76,917	\$ 16,361	\$ 561,516
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ 2,493	\$ -	\$ -	\$ 2,493
Unrestricted	-	1,696	734	-	76,917	16,361	559,023
Total cash and investment fund balance - ending	\$ -	\$ 1,696	\$ 734	\$ 2,493	\$ 76,917	\$ 16,361	\$ 561,516

PERRY CENTRAL 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

	School Transportation	Special Ed Preschool	Local Rainy Day	School Lunch	Levy Excess	Art Grant	Daycare
Receipts:							
Local sources	\$ 744,118	\$ 31,854	\$ -	\$ 321,667	\$ -	\$ -	\$ 19,250
Intermediate sources	-	-	-	-	-	-	-
State sources	-	25,616	-	9,394	-	-	-
Federal sources	-	-	-	156,160	-	-	-
Total receipts	744,118	57,470	-	487,221	-	-	19,250
Disbursements:							
Current:							
Instruction	-	42,245	-	-	-	-	-
Support services	631,822	-	-	-	-	-	-
Noninstructional services	-	-	-	458,672	-	-	17,801
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	631,822	42,245	-	458,672	-	-	17,801
Excess (deficiency) of receipts over disbursements	112,296	15,225	-	28,549	-	-	1,449
Other financing sources (uses):							
Transfers in	100,000	-	100,000	-	-	-	-
Transfers out	(104,380)	(26)	(105,000)	-	(73,767)	-	-
Total other financing sources (uses)	(4,380)	(26)	(5,000)	-	(73,767)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	107,916	15,199	(5,000)	28,549	(73,767)	-	1,449
Cash and investments - beginning	23,241	32,723	100,000	105,987	98,643	48	1,620
Cash and investments - ending	\$ 131,157	\$ 47,922	\$ 95,000	\$ 134,536	\$ 24,876	\$ 48	\$ 3,069
Cash and Investment Assets - Ending							
Cash and investments	\$ 131,157	\$ 47,922	\$ 95,000	\$ 134,536	\$ 24,876	\$ 48	\$ 3,069
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 131,157	\$ 47,922	\$ 95,000	\$ 134,536	\$ 24,876	\$ 48	\$ 3,069
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	131,157	47,922	95,000	134,536	24,876	48	3,069
Total cash and investment fund balance - ending	\$ 131,157	\$ 47,922	\$ 95,000	\$ 134,536	\$ 24,876	\$ 48	\$ 3,069

PERRY CENTRAL 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)

	Alternative Education	Toyota Grant Evenstart	Lights On Community Alliance Grant	Gifted & Talented 2008	High Ability Grant 08-09	Learning Disability CFA Grant	High Education On Our Way
Receipts:							
Local sources	\$ 3,234	\$ -	\$ 3,380	\$ -	\$ -	\$ 1,575	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	12,611	-	-	-	30,186	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	15,845	-	3,380	-	30,186	1,575	-
Disbursements:							
Current:							
Instruction	12,196	2,108	-	23,719	2,763	1,575	-
Support services	-	-	-	-	-	-	442
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	12,196	2,108	-	23,719	2,763	1,575	442
Excess (deficiency) of receipts over disbursements	3,649	(2,108)	3,380	(23,719)	27,423	-	(442)
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	3,649	(2,108)	3,380	(23,719)	27,423	-	(442)
Cash and investments - beginning	12,897	2,108	-	25,546	-	-	698
Cash and investments - ending	\$ 16,546	\$ -	\$ 3,380	\$ 1,827	\$ 27,423	\$ -	\$ 256
Cash and Investment Assets - Ending							
Cash and investments	\$ 16,546	\$ -	\$ 3,380	\$ 1,827	\$ 27,423	\$ -	\$ 256
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 16,546	\$ -	\$ 3,380	\$ 1,827	\$ 27,423	\$ -	\$ 256
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	16,546	-	3,380	1,827	27,423	-	256
Total cash and investment fund balance - ending	\$ 16,546	\$ -	\$ 3,380	\$ 1,827	\$ 27,423	\$ -	\$ 256

PERRY CENTRAL 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)

	GED Testing Fund	Continuing Education Evenstart	SINE Adult Education	Perry County Tobacco Prevention & Cessation	Perry County Substance Abuse	Medicaid Reimbursement	Donation
Receipts:							
Local sources	\$ 13,041	\$ 6,359	\$ 16,155	\$ 2,407	\$ 84	\$ -	\$ 12,807
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	430	-
Federal sources	-	-	-	-	-	-	-
Total receipts	<u>13,041</u>	<u>6,359</u>	<u>16,155</u>	<u>2,407</u>	<u>84</u>	<u>430</u>	<u>12,807</u>
Disbursements:							
Current:							
Instruction	12,513	10,034	13,488	3,897	9,526	22	6,793
Support services	-	-	-	-	-	-	2,061
Noninstructional services	-	-	-	-	-	-	1,082
Facilities acquisition and construction	-	-	-	-	-	-	67
Debt services	-	-	-	-	-	-	-
Total disbursements	<u>12,513</u>	<u>10,034</u>	<u>13,488</u>	<u>3,897</u>	<u>9,526</u>	<u>22</u>	<u>10,003</u>
Excess (deficiency) of receipts over disbursements	<u>528</u>	<u>(3,675)</u>	<u>2,667</u>	<u>(1,490)</u>	<u>(9,442)</u>	<u>408</u>	<u>2,804</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>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>528</u>	<u>(3,675)</u>	<u>2,667</u>	<u>(1,490)</u>	<u>(9,442)</u>	<u>408</u>	<u>2,804</u>
Cash and investments - beginning	<u>7,094</u>	<u>4,933</u>	<u>-</u>	<u>(1,127)</u>	<u>9,801</u>	<u>504</u>	<u>15,499</u>
Cash and investments - ending	<u>\$ 7,622</u>	<u>\$ 1,258</u>	<u>\$ 2,667</u>	<u>\$ (2,617)</u>	<u>\$ 359</u>	<u>\$ 912</u>	<u>\$ 18,303</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 7,622	\$ 1,258	\$ 2,667	\$ (2,617)	\$ 359	\$ 912	\$ 18,303
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 7,622</u>	<u>\$ 1,258</u>	<u>\$ 2,667</u>	<u>\$ (2,617)</u>	<u>\$ 359</u>	<u>\$ 912</u>	<u>\$ 18,303</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>7,622</u>	<u>1,258</u>	<u>2,667</u>	<u>(2,617)</u>	<u>359</u>	<u>912</u>	<u>18,303</u>
Total cash and investment fund balance - ending	<u>\$ 7,622</u>	<u>\$ 1,258</u>	<u>\$ 2,667</u>	<u>\$ (2,617)</u>	<u>\$ 359</u>	<u>\$ 912</u>	<u>\$ 18,303</u>

PERRY CENTRAL 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)

	After School Program	Parent Outreach Program	Youth Service Bureau After School	PC Student Activities Fund	Welborn Grant 08/09	Non-English Speaking Students	PC Special Tutoring Fund
Receipts:							
Local sources	\$ 1,495	\$ 10,840	\$ 14,850	\$ 734	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	30,819	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	1,495	10,840	14,850	734	30,819	-	-
Disbursements:							
Current:							
Instruction	1,351	-	14,850	814	-	28	-
Support services	-	-	-	-	-	-	-
Noninstructional services	-	8,406	-	-	25,258	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	1,351	8,406	14,850	814	25,258	28	-
Excess (deficiency) of receipts over disbursements	144	2,434	-	(80)	5,561	(28)	-
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	144	2,434	-	(80)	5,561	(28)	-
Cash and investments - beginning	3,545	3,777	526	1,047	-	28	-
Cash and investments - ending	<u>\$ 3,689</u>	<u>\$ 6,211</u>	<u>\$ 526</u>	<u>\$ 967</u>	<u>\$ 5,561</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 3,689	\$ 6,211	\$ 526	\$ 967	\$ 5,561	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 3,689	\$ 6,211	\$ 526	\$ 967	\$ 5,561	\$ -	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	3,689	6,211	526	967	5,561	-	-
Total cash and investment fund balance - ending	\$ 3,689	\$ 6,211	\$ 526	\$ 967	\$ 5,561	\$ -	\$ -

PERRY CENTRAL 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)

	Alcoa Can't Waste Grant	Evenstart 08/09	Title I 08/09	Title I 07/08	Title I	Drug Free Schools 07/09	Tech Prep Career Majors
Receipts:							
Local sources	\$ 1,500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	3,445	25,661
State sources	-	-	-	-	-	-	-
Federal sources	-	127,582	99,517	9,000	-	-	-
Total receipts	1,500	127,582	99,517	9,000	-	3,445	25,661
Disbursements:							
Current:							
Instruction	-	85,344	96,456	23,361	1,260	3,181	12,780
Support services	-	2,000	297	-	-	-	6,423
Noninstructional services	-	17,069	243	44	477	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	-	104,413	96,996	23,405	1,737	3,181	19,203
Excess (deficiency) of receipts over disbursements	1,500	23,169	2,521	(14,405)	(1,737)	264	6,458
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	1,500	23,169	2,521	(14,405)	(1,737)	264	6,458
Cash and investments - beginning	-	-	-	14,405	1,739	-	(6,458)
Cash and investments - ending	\$ 1,500	\$ 23,169	\$ 2,521	\$ -	\$ 2	\$ 264	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ 1,500	\$ 23,169	\$ 2,521	\$ -	\$ 2	\$ 264	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 1,500	\$ 23,169	\$ 2,521	\$ -	\$ 2	\$ 264	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	1,500	23,169	2,521	-	2	264	-
Total cash and investment fund balance - ending	\$ 1,500	\$ 23,169	\$ 2,521	\$ -	\$ 2	\$ 264	\$ -

PERRY CENTRAL 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)

	DWD Biomedical Sciences	Project Lead the Way Perkins	Medicaid Reimbursement	Reduce Alcohol Grant	U.S. Forestry Department Rickenbaugh	Title II
Receipts:						
Local sources	\$ -	\$ 15,000	\$ -	\$ -	\$ -	\$ -
Intermediate sources	25,000	-	-	194,600	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	35,981
Total receipts	25,000	15,000	-	194,600	-	35,981
Disbursements:						
Current:						
Instruction	20,494	15,000	-	10,005	-	31,836
Support services	1,306	-	-	166,872	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	21,800	15,000	-	176,877	-	31,836
Excess (deficiency) of receipts over disbursements	3,200	-	-	17,723	-	4,145
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	3,200	-	-	17,723	-	4,145
Cash and investments - beginning	(3,200)	-	1	-	25	7,665
Cash and investments - ending	\$ -	\$ -	\$ 1	\$ 17,723	\$ 25	\$ 11,810
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ 1	\$ 17,723	\$ 25	\$ 11,810
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ 1	\$ 17,723	\$ 25	\$ 11,810
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	1	17,723	25	11,810
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 1	\$ 17,723	\$ 25	\$ 11,810

PERRY CENTRAL 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 V Prog #06-6325	Title V Part A Innovative	Retirement Severance Bond Fund	Capital Projects	School Bus Replacement	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ 216,288	\$ 665,738	\$ 161,836	\$ 2,264,212
Intermediate sources	-	-	-	-	-	279,525
State sources	-	-	-	-	-	78,237
Federal sources	638	-	-	-	-	428,878
Total receipts	638	-	216,288	665,738	161,836	3,050,852
Disbursements:						
Current:						
Instruction	-	-	-	-	-	457,639
Support services	-	-	-	532,206	173,144	1,516,573
Noninstructional services	-	-	-	-	-	529,052
Facilities acquisition and construction	-	-	-	169,240	-	169,307
Debt services	-	-	104,035	-	-	104,035
Total disbursements	-	-	104,035	701,446	173,144	2,776,606
Excess (deficiency) of receipts over disbursements	638	-	112,253	(35,708)	(11,308)	274,246
Other financing sources (uses):						
Transfers in	-	-	-	100,000	-	300,000
Transfers out	-	-	(96,290)	(3,895)	(836)	(384,194)
Total other financing sources (uses)	-	-	(96,290)	96,105	(836)	(84,194)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	638	-	15,963	60,397	(12,144)	190,052
Cash and investments - beginning	1,696	734	2,493	76,917	16,361	561,516
Cash and investments - ending	<u>\$ 2,334</u>	<u>\$ 734</u>	<u>\$ 18,456</u>	<u>\$ 137,314</u>	<u>\$ 4,217</u>	<u>\$ 751,568</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 2,334	\$ 734	\$ -	\$ 137,314	\$ 4,217	\$ 733,112
Restricted assets:						
Cash and investments	-	-	18,456	-	-	18,456
Total cash and investment assets - ending	<u>\$ 2,334</u>	<u>\$ 734</u>	<u>\$ 18,456</u>	<u>\$ 137,314</u>	<u>\$ 4,217</u>	<u>\$ 751,568</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ 18,456	\$ -	\$ -	\$ 18,456
Unrestricted	2,334	734	-	137,314	4,217	733,112
Total cash and investment fund balance - ending	<u>\$ 2,334</u>	<u>\$ 734</u>	<u>\$ 18,456</u>	<u>\$ 137,314</u>	<u>\$ 4,217</u>	<u>\$ 751,568</u>

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

	FFA - REC Grant	Walmart Literacy Grant	PC Student Activities	Sailing for Success Community Foundation	PC Special Tutoring	Teacher Mini Grants Alliance #1
Additions:						
Contributions:						
Other	\$ -	\$ 500	\$ 50	\$ 1,500	\$ -	\$ 778
Deductions:						
Administrative and general	412	794	1,320	1,500	158	1,600
Excess (deficiency) of total additions over total deductions	(412)	(294)	(1,270)	-	(158)	(822)
Cash and investment fund balance - beginning	412	294	1,270	-	158	822
Cash and Investments - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net assets:						
Cash and investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Teacher Mini Grants Alliance #2	Community Foundation Alliance Grant	Walmart Literacy Grant	High Education On Our Way	GED Testing Fund	Continuing Education Evenstart
Additions:						
Contributions:						
Other	\$ 1,612	\$ 12,600	\$ 495	\$ -	\$ 8,206	\$ 2,350
Deductions:						
Administrative and general	976	10,285	387	1,940	14,188	5,472
Excess (deficiency) of total additions over total deductions	636	2,315	108	(1,940)	(5,982)	(3,122)
Cash and investment fund balance - beginning	-	-	-	1,940	5,982	3,122
Cash and Investments - June 30	<u>\$ 636</u>	<u>\$ 2,315</u>	<u>\$ 108</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net assets:						
Cash and investments	<u>\$ 636</u>	<u>\$ 2,315</u>	<u>\$ 108</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Adult Education SINE	Tobacco Prevention & Cessation	Lights On Program	Saucony Run for Good Foundation	Regional Art Community Grant
Additions:					
Contributions:					
Other	\$ 5,510	\$ -	\$ 50	\$ -	\$ 1,139
Deductions:					
Administrative and general	5,511	14	50	9,108	903
Excess (deficiency) of total additions over total deductions	(1)	(14)	-	(9,108)	236
Cash and investment fund balance - beginning	1	14	-	9,240	3
Cash and Investments - June 30	\$ -	\$ -	\$ -	\$ 132	\$ 239
Net assets:					
Cash and investments	\$ -	\$ -	\$ -	\$ 132	\$ 239

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

	Welborn Grant	Donation	After School Program	Parent Outreach Program	Totals
Additions:					
Contributions:					
Other	\$ -	\$ 7,910	\$ 41	\$ 5,289	\$ 48,030
Deductions:					
Administrative and general	880	17,203	7,105	17,802	97,608
Excess (deficiency) of total additions over total deductions	(880)	(9,293)	(7,064)	(12,513)	(49,578)
Cash and investment fund balance - beginning	880	9,293	7,064	12,513	53,008
Cash and Investments - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,430</u>
Net assets:					
Cash and investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,430</u>

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2009

	<u>Teacher Mini Grants Alliance</u>	<u>The Schergens Grant 08-09</u>	<u>Community Foundation Alliance Grant</u>	<u>Walmart Literacy Grant</u>	<u>Saucony Run for Good Foundation</u>
Additions:					
Contributions:					
Other	\$ -	\$ -	\$ 6,765	\$ 1,000	\$ -
Deductions:					
Administrative and general	-	4,005	6,793	347	124
Excess (deficiency) of total additions over total deductions	-	(4,005)	(28)	653	(124)
Cash and investment fund balance - beginning	636	-	2,315	108	132
Cash and investments - June 30	<u>\$ 636</u>	<u>\$ (4,005)</u>	<u>\$ 2,287</u>	<u>\$ 761</u>	<u>\$ 8</u>
Net assets:					
Cash and investments	<u>\$ 636</u>	<u>\$ (4,005)</u>	<u>\$ 2,287</u>	<u>\$ 761</u>	<u>\$ 8</u>

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

	<u>Regional Art Community Grant</u>	<u>Indiana Recycling Grant</u>	<u>Recycling Grant</u>	<u>Totals</u>
Additions:				
Contributions:				
Other	\$ 1,443	\$ 500	\$ 11,596	\$ 21,304
Deductions:				
Administrative and general	1,534	-	-	12,803
Excess (deficiency) of total additions over total deductions	(91)	500	11,596	8,501
Cash and investment fund balance - beginning	239	-	-	3,430
Cash and investments - June 30	<u>\$ 148</u>	<u>\$ 500</u>	<u>\$ 11,596</u>	<u>\$ 11,931</u>
Net assets:				
Cash and investments	<u>\$ 148</u>	<u>\$ 500</u>	<u>\$ 11,596</u>	<u>\$ 11,931</u>

PERRY CENTRAL 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	\$ 82,000
Buildings	18,768,121
Improvements other than buildings	20,000
Machinery and equipment	263,221
Transportation equipment	<u>1,762,841</u>
 Total governmental activities, capital assets not being depreciated	 <u><u>\$ 20,896,183</u></u>

PERRY CENTRAL 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:		
Computers and Technology Equipment	\$ 69,521	\$ 71,813
Notes and loans payable:	4,720,000	504,081
Bonds payable:		
General obligation bonds:		
Pension bonds	2,175,000	209,948
Total governmental activities debt	<u>\$ 6,964,521</u>	<u>\$ 785,842</u>

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
AUDIT RESULT AND COMMENT

OVERDRAWN FUND BALANCES

The Perry County Tobacco Prevention & Cessation, Tech Prep Career Majors and DWD Biomedical Sciences funds were overdrawn at June 30, 2008. Also the Perry County Tobacco Prevention & Cessation and The Schergens Grant 08-09 funds were overdrawn at June 30, 2009.

The fund 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)

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 PERRY CENTRAL COMMUNITY
SCHOOL CORPORATION, PERRY COUNTY, INDIANA

Compliance

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

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

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

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

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

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

The School Corporation's response to the findings identified in our audit is described in the accompanying section of the report entitled Official Response. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

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

STATE BOARD OF ACCOUNTS

December 22, 2009

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
 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			
FY 07/08		FY 07/08	\$ 24,464	\$ -
FY 08/09		FY 08/09	-	29,675
National School Lunch Program	10.555			
FY 07/08		FY 07/08	164,598	-
FY 08/09		FY 08/09	-	192,910
Total for federal grantor agency			<u>189,062</u>	<u>222,585</u>
<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			
FY 06-07		07-6325	21,055	-
FY 07-08		08-6325	95,814	23,405
FY 08-09		09-6325	-	96,996
Total for program and cluster			<u>116,869</u>	<u>120,401</u>
State Fiscal Stabilization Cluster				
ARRA - State Fiscal Stabilization Fund (SFSF)	84.394			
- Education State Grants, Recovery Act		6325	-	380,311
Direct grant				
Impact Aid	84.041	S041-A-2008-1664	268,128	-
Direct grant				
Safe and Drug Free Schools and Communities - National Programs	84.184	Q184A080269-09	-	176,877
Pass-Through Indiana Department of Workforce Development				
Career and Technical Education - Basic Grants to States	84.048			
Bio-Med Grant		BIO-7-125	3,200	21,800
Pass-Through Indiana Department of Education				
Even Start - State Educational Agencies	84.213			
FY 06-07		FY 06-07	27	-
FY 07-08		FY 07-08	123,622	1,737
FY 08-09		FY 08-09	-	104,413
Total for program			<u>123,649</u>	<u>106,150</u>
Pass-Through Indiana Department of Workforce Development				
Tech-Prep Education	84.243			
Career Majors		TP-7-125	6,454	15,744
Project Lead the Way		PLTW-8-125	-	15,000
Total for program			<u>6,454</u>	<u>30,744</u>
Pass-Through Indiana Department of Education				
State Grants for Innovative Programs	84.298			
FY 04-05		04-166	88	-
FY 05-06		05-250	901	-
Total for program			<u>989</u>	<u>-</u>
Education Technology State Grants				
FY 05-06	84.318	05-06	16	-
FY 06-07		06-6325	1,896	-
Total for program			<u>1,912</u>	<u>-</u>
Improving Teacher Quality State Grants				
FY 05-06	84.367	05-180	26,579	-
FY 06-07		06-6325	-	31,836
Total for program			<u>26,579</u>	<u>31,836</u>
Total for federal grantor agency			<u>547,780</u>	<u>868,119</u>
<u>U.S. CORPORATION FOR NATIONAL AND COMMUNITY SERVICE</u>				
Pass-Through Indiana Department of Education				
Learn and Serve America - School and Community Based Programs	94.004			
FY 06-07		FY 06-07	4,597	-
Total federal awards expended			<u>\$ 741,439</u>	<u>\$ 1,090,704</u>

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

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

Circular A-133 requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$500,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with the Indiana Code (IC 5-11-1 et seq.), audits of School 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	2008	2009
Child Nutrition Cluster: Food Commodities National School Lunch Program	10.555	\$ 34,264	\$ 47,748

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

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

Federal Awards:

Internal control over major programs:

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

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

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

Name of Federal Program or Cluster

Child Nutrition Cluster
State Fiscal Stabilization Cluster

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.

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on December 22, 2009, with Sherry Knieriem, Treasurer; and Mary Roberson, Superintendent of Schools. The official response has been made a part of this report and may be found on page 57.

Separate telephone exit conferences were held with Larry James, President of the School Board; and School Board members Steven Poole, Earla Williams, Kevin Etienne, and Tim Edwards.



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Mary Roberson, Superintendent

December 15, 2009

Response to Auditor's Report

We understand the obligation of the State Board of Accounts to report negative fund balances, and we appreciate the opportunity to explain the reason for this issue. Unfortunately many grants, including grants administered by the State of Indiana, are on a reimbursement basis. Reimbursement grants leave us no option except to have a negative balance for a short period until the reimbursement is received from the funding source. In each of the funds named in the report this was the case. We regret this situation, but it is unavoidable given the nature of the grant contracts.

Respectfully submitted,

Mary Roberson
Superintendent