

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

AUDIT REPORT
OF

METROPOLITAN SCHOOL DISTRICT
OF DECATUR TOWNSHIP
MARION COUNTY, INDIANA

July 1, 2007 to June 30, 2009



FILED

03/31/2010

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Dr. Jeffrey S. Baer Bob Harris	07-01-07 to 01-31-10 02-01-10 to 06-30-10
Superintendent of Schools	Donald H. Stinson	07-01-07 to 06-30-10
President of the School Board	Donald L. Huffman Doug Greenwald Dale Henson	07-01-07 to 06-30-08 07-01-08 to 06-30-09 07-01-09 to 06-30-10



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

TO: THE OFFICIALS OF THE METROPOLITAN SCHOOL DISTRICT
OF DECATUR TOWNSHIP, MARION COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Metropolitan School District of Decatur Township (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 March 5, 2010, 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

March 5, 2010



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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 METROPOLITAN SCHOOL DISTRICT
OF DECATUR TOWNSHIP, MARION COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Metropolitan School District of Decatur Township (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 March 5, 2010. 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.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we considered to be significant deficiencies.

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. We consider the deficiencies described in item finding no. 2009-1 of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies in internal control over financial reporting.

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.

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)

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. However, we believe that none of the significant deficiencies described above is a material weakness.

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 and Corrective Action Plan. 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, 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

March 5, 2010

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2008

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 29,059,829	\$ -	\$ 648,137	\$ (28,411,692)
Support services	22,961,461	1,460,019	2,057,758	(19,443,684)
Noninstructional services	3,326,241	-	-	(3,326,241)
Facilities acquisition and construction	4,656,747	-	-	(4,656,747)
Debt service	32,485,081	-	-	(32,485,081)
Nonprogrammed charges	2,809,574	-	-	(2,809,574)
Total governmental activities	<u>\$ 95,298,933</u>	<u>\$ 1,460,019</u>	<u>\$ 2,705,895</u>	<u>(91,133,019)</u>
General receipts:				
Property taxes				19,388,759
Other local sources				4,640,493
State aid				26,357,927
Bonds and loans				36,555,874
Grants and contributions not restricted to specific programs				6,814,671
Sale of property				55,239
Investment earnings				561,869
Other				110,608
Total general receipts				<u>94,485,440</u>
Change in net assets				3,352,421
Net assets - beginning				<u>12,317,023</u>
Net assets - ending				<u>\$ 15,669,444</u>
<u>Assets</u>				
Cash and investments				<u>\$ 15,669,444</u>
<u>Net Assets</u>				
Unrestricted				<u>\$ 15,669,444</u>

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

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
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>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 29,856,589	\$ -	\$ 1,859,035	\$ (27,997,554)
Support services	20,491,554	1,614,351	2,417,190	(16,460,013)
Noninstructional services	3,720,968	-	-	(3,720,968)
Facilities acquisition and construction	1,615,685	-	-	(1,615,685)
Debt service	23,864,086	-	-	(23,864,086)
Nonprogrammed charges	2,117,514	-	-	(2,117,514)
Total governmental activities	<u>\$ 81,666,396</u>	<u>\$ 1,614,351</u>	<u>\$ 4,276,225</u>	<u>(75,775,820)</u>
General receipts:				
Property taxes				15,836,111
Other local sources				4,352,920
State aid				30,514,964
Bonds and loans				23,000,000
Grants and contributions not restricted to specific programs				9,611,057
Sale of property				21,988
Investment earnings				178,747
Other				97,749
Total general receipts				<u>83,613,536</u>
Change in net assets				7,837,716
Net assets - beginning				<u>15,669,444</u>
Net assets - ending				<u>\$ 23,507,160</u>
<u>Assets</u>				
Cash and investments				<u>\$ 23,507,160</u>
<u>Net Assets</u>				
Unrestricted				<u>\$ 23,507,160</u>

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

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2008

	General	Transportation Operating	Debt Service	Capital Projects	School Bus Replacement	Safe Keeping	Other	Totals
Receipts:								
Local sources	\$ 7,856,217	\$ 1,876,382	\$ 6,632,020	\$ 4,613,995	\$ 1,207,326	\$ 438,176	\$ 3,426,311	\$ 26,050,427
Intermediate sources	-	-	-	-	-	-	713	713
State sources	30,521,533	1,172,580	-	-	-	-	1,190,447	32,884,560
Federal sources	-	-	-	-	-	-	2,993,933	2,993,933
Temporary loans	9,906,550	5,829,591	12,456,593	6,591,600	1,026,160	-	745,380	36,555,874
Other	-	-	-	-	-	-	110,608	110,608
Total receipts	48,284,300	8,878,553	19,088,613	11,205,595	2,233,486	438,176	8,467,392	98,596,115
Disbursements:								
Current:								
Instruction	27,363,837	11,546	-	-	-	-	1,684,446	29,059,829
Support services	15,349,531	3,678,356	-	1,987,603	24,741	-	1,921,230	22,961,461
Noninstructional services	579,675	-	-	-	-	-	2,746,566	3,326,241
Facilities acquisition and construction	-	1,902	-	4,251,358	-	-	403,487	4,656,747
Debt services	7,237,657	1,753,360	17,361,760	3,191,600	1,026,160	-	1,914,544	32,485,081
Nonprogrammed charges	2,452,224	-	-	32,627	-	-	324,723	2,809,574
Total disbursements	52,982,924	5,445,164	17,361,760	9,463,188	1,050,901	-	8,994,996	95,298,933
Excess (deficiency) of receipts over disbursements	(4,698,624)	3,433,389	1,726,853	1,742,407	1,182,585	438,176	(527,604)	3,297,182
Other financing sources :								
Sale of capital assets	-	52,950	-	-	-	-	2,289	55,239
Transfers in	255,097	-	-	-	-	11,586,126	105,342	11,946,565
Transfers out	-	(1,119)	(3,920)	(3,629)	(556)	-	(11,937,341)	(11,946,565)
Total other financing sources (uses)	255,097	51,831	(3,920)	(3,629)	(556)	11,586,126	(11,829,710)	55,239
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,443,527)	3,485,220	1,722,933	1,738,778	1,182,029	12,024,302	(12,357,314)	3,352,421
Cash and investments - beginning	6,169,642	(1,840,428)	(3,625,407)	(879,652)	1,289,931	-	11,202,937	12,317,023
Cash and investments - ending	\$ 1,726,115	\$ 1,644,792	\$ (1,902,474)	\$ 859,126	\$ 2,471,960	\$ 12,024,302	\$ (1,154,377)	\$ 15,669,444
Cash and Investment Assets - Ending								
Cash and investments	\$ 1,726,115	\$ 1,644,792	\$ (1,902,474)	\$ 859,126	\$ 2,471,960	\$ 12,024,302	\$ (1,154,377)	\$ 15,669,444
Cash and Investment Fund Balance - Ending								
Unrestricted	\$ 1,726,115	\$ 1,644,792	\$ (1,902,474)	\$ 859,126	\$ 2,471,960	\$ 12,024,302	\$ (1,154,377)	\$ 15,669,444

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

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

	General	Transportation Operating	Debt Service	Capital Projects	School Bus Replacement	Safe Keeping	Other	Totals
Receipts:								
Local sources	\$ 5,575,796	\$ 1,671,381	\$ 6,761,365	\$ 3,109,621	\$ 1,225,453	\$ 119,186	\$ 3,517,902	\$ 21,980,704
Intermediate sources	-	-	-	-	-	-	1,425	1,425
State sources	34,883,524	842,795	-	-	-	-	781,967	36,508,286
Federal sources	-	-	-	-	-	-	7,893,960	7,893,960
Temporary loans	1,500,000	7,050,000	7,280,000	7,170,000	-	-	-	23,000,000
Other	-	-	-	-	2,020	-	95,729	97,749
Total receipts	41,959,320	9,564,176	14,041,365	10,279,621	1,227,473	119,186	12,290,983	89,482,124
Disbursements:								
Current:								
Instruction	27,042,890	-	-	-	-	-	2,813,699	29,856,589
Support services	9,382,946	4,173,320	2,750	2,987,856	568,970	2,200	3,373,512	20,491,554
Noninstructional services	540,838	-	-	-	-	-	3,180,130	3,720,968
Facilities acquisition and construction	-	-	-	1,371,367	-	74,509	169,809	1,615,685
Debt services	6,713,227	1,745,270	12,981,532	2,027,627	-	-	396,430	23,864,086
Nonprogrammed charges	2,073,889	-	-	18,922	-	-	24,703	2,117,514
Total disbursements	45,753,790	5,918,590	12,984,282	6,405,772	568,970	76,709	9,958,283	81,666,396
Excess (deficiency) of receipts over disbursements	(3,794,470)	3,645,586	1,057,083	3,873,849	658,503	42,477	2,332,700	7,815,728
Other financing sources (uses):								
Sale of capital assets	48	-	-	13,138	-	-	8,802	21,988
Transfers in	351,409	-	-	-	-	-	2,512,007	2,863,416
Transfers out	(11,404)	-	-	-	(2,500,000)	-	(352,012)	(2,863,416)
Total other financing sources (uses)	340,053	-	-	13,138	(2,500,000)	-	2,168,797	21,988
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,454,417)	3,645,586	1,057,083	3,886,987	(1,841,497)	42,477	4,501,497	7,837,716
Cash and investments - beginning	1,726,115	1,644,792	(1,902,474)	859,126	2,471,960	12,024,302	(1,154,377)	15,669,444
Cash and investments - ending	<u>\$ (1,728,302)</u>	<u>\$ 5,290,378</u>	<u>\$ (845,391)</u>	<u>\$ 4,746,113</u>	<u>\$ 630,463</u>	<u>\$ 12,066,779</u>	<u>\$ 3,347,120</u>	<u>\$ 23,507,160</u>
Cash and Investment Assets - Ending								
Cash and investments	<u>\$ (1,728,302)</u>	<u>\$ 5,290,378</u>	<u>\$ (845,391)</u>	<u>\$ 4,746,113</u>	<u>\$ 630,463</u>	<u>\$ 12,066,779</u>	<u>\$ 3,347,120</u>	<u>\$ 23,507,160</u>
Cash and Investment Fund Balance - Ending								
Unrestricted	<u>\$ (1,728,302)</u>	<u>\$ 5,290,378</u>	<u>\$ (845,391)</u>	<u>\$ 4,746,113</u>	<u>\$ 630,463</u>	<u>\$ 12,066,779</u>	<u>\$ 3,347,120</u>	<u>\$ 23,507,160</u>

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

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
STATEMENT OF CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2008

	<u>Agency Funds</u>
Assets:	
Cash and investments - ending balance	<u>\$ 46,738</u>

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

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
STATEMENT OF CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2009

	<u>Agency Funds</u>
Assets:	
Cash and investments - ending balance	<u>\$ 97,023</u>

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

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

Primary Government: Metropolitan School District of Decatur Township

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 Avon Community Schools, School City of Beech Grove, Carmel Clay Schools, Center Grove Community School Corporation, Clark-Pleasant Community Schools, Franklin Township Community School Corporation, Hamilton Southeastern Schools, Indianapolis Public Schools, Lebanon Community School Corporation, Metropolitan School District (M.S.D) of Lawrence Township, M.S.D. of Perry Township, M.S.D. of Pike Township, M.S.D. of Wayne Township, M.S.D. of Washington Township, Speedway Public Schools, Westfield Washington Schools, Zionsville Community Schools in a joint venture to operate the Central Indiana Educational Services Center (CIESC) which was created to provide educational programs and services for participating school corporations. To participate in the CIESC, each school corporation is billed an amount based upon their student population. Complete financial statements for CIESC can be obtained from their offices at 6321 Lapas Trail, Indianapolis, Indiana, 46268.

The School Corporation is a participant with School City of Beech Grove, Franklin Township Community School Corporation, and M.S.D. of Perry Township in a joint venture to operate the Relating Individualism to Special Education (RISE) Learning Center which was created to provide special education for handicapped children. The school corporation is obligated by contract to remit funding based upon the participation levels annually to supplement the RISE Learning Center. Complete financial statements for RISE Learning Center can be obtained from M.S.D. of Perry Township , 6548 Orinoco Avenue, Indianapolis, Indiana, 46227.

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. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Financial Statements

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

The School Corporation reports the following major governmental funds:

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

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

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

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

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

The safekeeping fund is used to account for disbursements for capital outlay from receipts derived from the sale of general obligation bonds.

Additionally, the School Corporation reports the following fund type:

Agency funds account for assets held by the School Corporation as an agent for the federal government, state government and various employee insurance companies.

C. Measurement Focus and Basis of Accounting

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

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

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. Property Taxes

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

3. Capital Assets

Capital assets arising from cash transactions acquired for use in governmental fund operations are accounted for as facilities acquisition and instruction 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.

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

- b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

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

Fund Financial Statements

Governmental fund equity is classified as fund balance.

E. Program Receipts

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

F. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Activities and Net Assets – Cash and Investment Basis, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.
2. 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.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

Prior to the first required publication, the fiscal officer of the School Corporation submits to the governing board a proposed operating budget for the year commencing the following July 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. In September of each year, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the School Corporation receives approval of the Indiana Department of Local Government Finance.

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

B. Disbursements in Excess of Appropriations

For the years ended June 30, 2008 and 2009, disbursements exceeded budgeted appropriations in the following funds by the amounts below:

Fund	2008
Debt Service	\$ 1,282,858
Transportation	938,408
Total	\$ 2,221,266

These disbursements were funded by available fund balances.

C. Cash and Investment Balance Deficits

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

The following funds are the funds which have a cash and investment deficit balance greater than \$50,000.

Fund	June 30, 2008	June 30, 2009
General Fund	\$ -	\$ (1,728,302)
Debt Service Fund	(1,902,474)	(845,391)
Retirement/Serverance Bond	(1,010,196)	(850,384)
Special Education Preschool	-	(92,361)
Local Rainy Day Fund	(654,135)	-
Construction	(114,423)	(215,619)
Textbook Rental	(522,997)	(495,139)
Challenger Learning Center	(548,258)	(689,716)
Early Childhood Center Preschool	(66,052)	(97,235)

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.

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The School Corporation's deposit policy for custodial credit risk is to use approved depositories. At June 30, 2009, the School Corporation had deposit balances in the amount of \$23,604,183.

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 did not have investments.

Statutory Authorization for Investments

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

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

Additionally, the School Corporation may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the School Corporation's purchase and guaranteed resale of any interest-bearing obligations

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

A. Interfund Transfers

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

Transfer From	Transfer To	06-30-08	06-30-08
General	Other governmental funds	\$ -	\$ 11,404
Transportation Operating	General	1,119	-
Debt Service	General	3,920	-
Capital Project	General	3,629	-
School Bus Replacement	General	556	-
	Other governmental funds	-	2,500,000
Other governmental funds	General	245,873	351,409
	Safe Keeping	11,586,126	-
	Other governmental funds	<u>105,342</u>	<u>603</u>
Totals		<u>\$ 11,946,565</u>	<u>\$ 2,863,416</u>

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

B. 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. Prior period adjustments represent scholarship and donation funds formerly presented as private purpose trust funds that are currently presented as special revenue funds.

Opinion Unit	Balance as Reported June 30, 2006	Fund Reclassification	Balance as Restated July 1, 2007
Governmental Funds	\$ 12,716,217	\$ (399,194)	\$ 12,317,023
Private-Purpose Trust Funds	(399,194)	399,194	-

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees, Retirees, and Dependents

During 1992, the School Corporation joined with other governmental entities to form the Hoosier School Benefit Trust, a public entity risk pool currently operating as a common risk management and insurance program for five member governmental entities. The purpose of the risk pool is to provide a medium for the funding and administration of medical benefits to employees, retirees and dependents. The School Corporation pays a monthly premium to the risk pool for its medical benefits to employees retirees and dependents coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$10,000,000 per insured event.

B. Holding Corporations

The School Corporation has entered into capital leases with Decatur Township Marion County Middle School Building Corporation and Decatur Township Multi-School Building Corporation (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessors have been determined to be related parties of the School Corporation. Lease payments during the years ended June 30, 2008 and 2009, totaled \$9,487,782 and \$9,523,446, respectively.

C. Other Postemployment Benefits

Single-Employer Defined Benefit Healthcare Plan

Plan Description

The School Districts' severance incentive program allows qualifying retirees and dependents to participate in the school districts' health insurance plan administered by Hoosier School Benefit Trust Group. The 2002 MSD Decatur Township teachers contract assigns the authority to establish medical benefit provisions for qualifying retirees. The Hoosier School Benefit Trust issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for the participants. That report may be obtained by contacting the plan administrator:

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

MJ Insurance Inc.
925 Priority Way West Drive, Suite 100
Indianapolis, In. 46240
317-580-7500

Funding Policy

The School Districts' overall contribution requirement (which includes funding for current employees) is established by the Hoosier School Benefit Trust Group board of directors. The rate at which participating retirees are required to contribute was established by the School District's governing board. The retiree contribution for full-time employees is 14% of the total premium. The retiree contribution for part time employees is 57% of the total premium. The dollar value contribution will vary depending on the type of coverage selected and the medical plan selected. There are four types of coverage available: single, employee/spouse, employee/ children, and family. There were two different medical plans available during the audit period. For the year ended June 30, 2009, the Districts' contribution on behalf of retirees was \$63,943. This was 67% of total premiums on behalf of retirees. Retirees receiving benefits contributed \$31,613 or 33% of the total premiums on behalf of retirees.

D. Pension Plans

1. Agent Multiple-Employer Defined Benefit Pension Plan

Public Employees' Retirement Fund

Plan Description

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

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

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

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
(Continued)

Funding Policy and Annual Pension Cost

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

Actuarial Information for the Above Plan

	PERF
Annual required contribution	\$ 500,745
Interest on net pension obligation	(43,712)
Adjustment to annual required contribution	49,813
Annual pension cost	506,846
Contributions made	501,351
Increase in net pension obligation	5,495
Net pension obligation, beginning of year	(602,925)
Net pension obligation, end of year	\$ (597,430)

	PERF
Contribution rates:	
School Corporation	7%
Plan members	3%
Actuarial valuation date	07-01-08
Actuarial cost method	Entry age
Amortization method	Level percentage of projected payroll, closed
Amortization period	30 years
Amortization period (from date)	07-01-97
Asset valuation method	75% of expected actuarial value plus 25% of market value

<u>Actuarial Assumptions</u>	PERF
Investment rate of return	7.25%
Projected future salary increases:	
Total	5%
Attributed to inflation	4%
Attributed to merit/seniority	1%
Cost-of-living adjustments	2%

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 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	\$ 444,114	103%	\$ (658,143)
	06-30-07	531,870	90%	(602,925)
	06-30-08	506,846	99%	(597,430)

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

Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Costs

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

Plan members are required to contribute 3% of their salary and the School Corporation is to contribute at an actuarially determined rate. The current rate has been actuarially determined under the entry age normal cost method to be 6.82% of covered wages. The School Corporation's required contributions to the plan for the fiscal years ended June 30, 2007, 2008, and 2009, were \$892,631, \$1,024,816, and \$1,038,087, respectively. The School Corporation actually contributed 100% of the required contribution for each of the fiscal years, respectively.

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 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	\$ 6,982,275	\$ 7,800,757	\$ (818,482)	90%	\$ 7,238,507	(11%)
07-01-07	7,776,421	8,079,521	(303,100)	96%	7,262,874	(4%)
07-01-08	8,442,643	8,579,093	(136,450)	98%	6,602,185	(2%)

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008

	Special Education PreSchool	Local Rainy Day	School Lunch	Textbook Rental	Educational License Plates	Alternative Education
Receipts:						
Local sources	\$ 22,817	\$ 40,887	\$ 1,288,475	\$ 326,629	\$ -	\$ -
Intermediate sources	-	-	-	-	713	-
State sources	151,702	-	26,253	350,892	-	26,060
Federal sources	-	-	1,680,613	-	-	-
Temporary loans	26,260	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>200,779</u>	<u>40,887</u>	<u>2,995,341</u>	<u>677,521</u>	<u>713</u>	<u>26,060</u>
Disbursements:						
Current:						
Instruction	9,136	28,982	9,333	53,104	-	(278)
Support services	-	1,452	38,940	390,862	-	-
Noninstructional services	-	-	2,701,763	-	-	-
Facilities acquisition and construction	-	2,750	14,537	-	-	-
Debt services	26,260	-	3,437	-	-	-
Nonprogrammed charges	-	284,952	-	-	-	-
Total disbursements	<u>35,396</u>	<u>318,136</u>	<u>2,768,010</u>	<u>443,966</u>	<u>-</u>	<u>(278)</u>
Excess (deficiency) of receipts over disbursements	<u>165,383</u>	<u>(277,249)</u>	<u>227,331</u>	<u>233,555</u>	<u>713</u>	<u>26,338</u>
Other financing sources (uses):						
Sale of capital assets	-	-	-	2,289	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(214,243)	-	-	-	-	(26,060)
Total other financing sources (uses)	<u>(214,243)</u>	<u>-</u>	<u>-</u>	<u>2,289</u>	<u>-</u>	<u>(26,060)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(48,860)</u>	<u>(277,249)</u>	<u>227,331</u>	<u>235,844</u>	<u>713</u>	<u>278</u>
Cash and investments - beginning	<u>129,422</u>	<u>(376,886)</u>	<u>231,889</u>	<u>(758,841)</u>	<u>-</u>	<u>(278)</u>
Cash and investments - ending	<u>\$ 80,562</u>	<u>\$ (654,135)</u>	<u>\$ 459,220</u>	<u>\$ (522,997)</u>	<u>\$ 713</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ 80,562</u>	<u>\$ (654,135)</u>	<u>\$ 459,220</u>	<u>\$ (522,997)</u>	<u>\$ 713</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ 80,562</u>	<u>\$ (654,135)</u>	<u>\$ 459,220</u>	<u>\$ (522,997)</u>	<u>\$ 713</u>	<u>\$ -</u>

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 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)

	Collection Development Grant	Early Intervention Grant	Pepsi	Lilly School Initiative II	IMI 2007-2008	Challenge Learning Center
Receipts:						
Local sources	\$ 10,000	\$ -	\$ 13,000	\$ -	\$ 21,624	\$ 137,178
Intermediate sources	-	-	-	-	-	-
State sources	-	14,339	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>10,000</u>	<u>14,339</u>	<u>13,000</u>	<u>-</u>	<u>21,624</u>	<u>137,178</u>
Disbursements:						
Current:						
Instruction	-	-	-	-	-	228,135
Support services	7,100	2,700	13,000	102,930	21,624	2,731
Noninstructional services	-	1,000	-	-	-	8,575
Facilities acquisition and construction	1,774	10,639	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	11,475
Total disbursements	<u>8,874</u>	<u>14,339</u>	<u>13,000</u>	<u>102,930</u>	<u>21,624</u>	<u>250,916</u>
Excess (deficiency) of receipts over disbursements	<u>1,126</u>	<u>-</u>	<u>-</u>	<u>(102,930)</u>	<u>-</u>	<u>(113,738)</u>
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(325)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(325)</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>1,126</u>	<u>-</u>	<u>-</u>	<u>(103,255)</u>	<u>-</u>	<u>(113,738)</u>
Cash and investments - beginning	<u>844</u>	<u>-</u>	<u>13,000</u>	<u>186,406</u>	<u>-</u>	<u>(434,520)</u>
Cash and investments - ending	<u>\$ 1,970</u>	<u>\$ -</u>	<u>\$ 13,000</u>	<u>\$ 83,151</u>	<u>\$ -</u>	<u>\$ (548,258)</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ 1,970</u>	<u>\$ -</u>	<u>\$ 13,000</u>	<u>\$ 83,151</u>	<u>\$ -</u>	<u>\$ (548,258)</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ 1,970</u>	<u>\$ -</u>	<u>\$ 13,000</u>	<u>\$ 83,151</u>	<u>\$ -</u>	<u>\$ (548,258)</u>

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 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)

	Chris Evans Scholarship	Robert Moore Memorial	Eugene Smith Scholarship	Exploratory Teaching Scholarship	DTEF Small Grants	Jordan Fundamentals Nike Grant
Receipts:						
Local sources	\$ -	\$ -	\$ 6,500	\$ -	\$ 20,533	\$ 701
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	-	6,500	-	20,533	701
Disbursements:						
Current:						
Instruction	-	-	-	-	36,925	491
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	1,121	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	3,500	500	-	-
Total disbursements	-	-	3,500	500	38,046	491
Excess (deficiency) of receipts over disbursements	-	-	3,000	(500)	(17,513)	210
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	1,264	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	1,264	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	3,000	(500)	(16,249)	210
Cash and investments - beginning	1,004	42	46,316	639	(18,886)	-
Cash and investments - ending	\$ 1,004	\$ 42	\$ 49,316	\$ 139	\$ (35,135)	\$ 210
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 1,004	\$ 42	\$ 49,316	\$ 139	\$ (35,135)	\$ 210
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 1,004	\$ 42	\$ 49,316	\$ 139	\$ (35,135)	\$ 210

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 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)

	Lumina Foundation for Education	Remediation K-12	GQE Remediation	Retirement Banquet	State G/T Grant	Professional Development 06-07
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 199
Intermediate sources	-	-	-	-	-	-
State sources	-	140,324	32,188	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	140,324	32,188	-	-	199
Disbursements:						
Current:						
Instruction	2,541	18,907	34,606	-	7,978	-
Support services	2,436	-	-	19	-	45,219
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	4,977	18,907	34,606	19	7,978	45,219
Excess (deficiency) of receipts over disbursements	(4,977)	121,417	(2,418)	(19)	(7,978)	(45,020)
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	49,378
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	49,378
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,977)	121,417	(2,418)	(19)	(7,978)	4,358
Cash and investments - beginning	5,008	-	-	1,203	7,978	-
Cash and investments - ending	\$ 31	\$ 121,417	\$ (2,418)	\$ 1,184	\$ -	\$ 4,358
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 31	\$ 121,417	\$ (2,418)	\$ 1,184	\$ -	\$ 4,358
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 31	\$ 121,417	\$ (2,418)	\$ 1,184	\$ -	\$ 4,358

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 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)

	Public Law 221 2007-2008	Early Childhood Center Preschool	Non English Speaking Program	School Technology	Buddy System Project	Star Grant DCHS
Receipts:						
Local sources	\$ -	\$ 144,164	\$ -	\$ 254,828	\$ 1,350	\$ 2,500
Intermediate sources	-	-	-	-	-	-
State sources	71,725	-	18,328	-	45,000	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	71,725	144,164	18,328	254,828	46,350	2,500
Disbursements:						
Current:						
Instruction	-	154,301	14,446	-	-	-
Support services	14,037	533	1,587	-	441	172
Noninstructional services	-	-	-	-	28,814	-
Facilities acquisition and construction	-	-	-	74,740	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	14,037	154,834	16,033	74,740	29,255	172
Excess (deficiency) of receipts over disbursements	57,688	(10,670)	2,295	180,088	17,095	2,328
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	(55,382)	-	-	-	(2,500)
Total other financing sources (uses)	-	(55,382)	-	-	-	(2,500)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	57,688	(66,052)	2,295	180,088	17,095	(172)
Cash and investments - beginning	-	-	-	68,587	-	-
Cash and investments - ending	\$ 57,688	\$ (66,052)	\$ 2,295	\$ 248,675	\$ 17,095	\$ (172)
Cash and Investment Assets - Ending						
Cash and investments	\$ 57,688	\$ (66,052)	\$ 2,295	\$ 248,675	\$ 17,095	\$ (172)
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ 57,688	\$ (66,052)	\$ 2,295	\$ 248,675	\$ 17,095	\$ (172)

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 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)

	NGA Early College Grant	Building Trades Grant	Ace Academy Cell Design & Prep.	State High Ability Grant	New Tech Grant	IMI Grant/ IND University
Receipts:						
Local sources	\$ -	\$ -	\$ 100,000	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	226,637	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	-	100,000	226,637	-	-
Disbursements:						
Current:						
Instruction	-	-	-	48,366	-	-
Support services	6,130	18,673	-	-	6,135	4,662
Noninstructional services	-	-	-	-	-	191
Facilities acquisition and construction	-	-	-	174,913	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	1,200	-	-	-	-
Total disbursements	6,130	19,873	-	223,279	6,135	4,853
Excess (deficiency) of receipts over disbursements	(6,130)	(19,873)	100,000	3,358	(6,135)	(4,853)
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	(6,130)	(19,873)	100,000	3,358	(6,135)	(4,853)
Cash and investments - beginning	44,663	24,649	-	-	6,135	4,853
Cash and investments - ending	\$ 38,533	\$ 4,776	\$ 100,000	\$ 3,358	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 38,533	\$ 4,776	\$ 100,000	\$ 3,358	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ 38,533	\$ 4,776	\$ 100,000	\$ 3,358	\$ -	\$ -

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 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)

	IMI - EM Grant	DWD Biomedical Science Grant	Refund of Insurance	Liability Insurance Claim	Title I	Title I School Improvement
Receipts:						
Local sources	\$ -	\$ -	\$ (76)	\$ -	\$ 1,165	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	821,355	28,470
Temporary loans	-	-	-	-	-	-
Other	-	-	-	110,608	-	-
Total receipts	-	-	(76)	110,608	822,520	28,470
Disbursements:						
Current:						
Instruction	-	-	29,002	-	688,378	-
Support services	4,149	-	4,962	136,592	180,062	8,691
Noninstructional services	-	-	83	-	4,556	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	1,000	-	-	-	-
Total disbursements	4,149	1,000	34,047	136,592	872,996	8,691
Excess (deficiency) of receipts over disbursements	(4,149)	(1,000)	(34,123)	(25,984)	(50,476)	19,779
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	(4,149)	(1,000)	(34,123)	(25,984)	(50,476)	19,779
Cash and investments - beginning	4,149	-	352,897	31,468	105,742	-
Cash and investments - ending	\$ -	\$ (1,000)	\$ 318,774	\$ 5,484	\$ 55,266	\$ 19,779
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ (1,000)	\$ 318,774	\$ 5,484	\$ 55,266	\$ 19,779
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ -	\$ (1,000)	\$ 318,774	\$ 5,484	\$ 55,266	\$ 19,779

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	School Improvement	CSR Grant	Title V Part A Innovative Ed.	ESEA Title V Part A	Drug Free Schools	WN 2000 IPLA Summer Team Bldg.
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	120,000	10,009	-	16,500	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	120,000	10,009	-	16,500	-
Disbursements:						
Current:						
Instruction	-	37,255	9,738	20,258	16,500	-
Support services	51,062	235,008	-	-	-	-
Noninstructional services	-	480	-	-	-	-
Facilities acquisition and construction	-	-	-	5,115	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	800	-	-	-	-	-
Total disbursements	51,862	272,743	9,738	25,373	16,500	-
Excess (deficiency) of receipts over disbursements	(51,862)	(152,743)	271	(25,373)	-	-
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	(51,862)	(152,743)	271	(25,373)	-	-
Cash and investments - beginning	51,862	152,743	-	25,373	-	4,888
Cash and investments - ending	\$ -	\$ -	\$ 271	\$ -	\$ -	\$ 4,888
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ 271	\$ -	\$ -	\$ 4,888
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ -	\$ -	\$ 271	\$ -	\$ -	\$ 4,888

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2008
 (Continued)

	Title II Part A	Enhancing Ed Through Technology	Title II Improving Teacher	Title III English Lang. Acquisition	Reading First 2008-2009	Star-Schools Taking Action HS
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 9,185	\$ 177	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	23,400	15,658	96,560	-	181,368	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	23,400	15,658	96,560	9,185	181,545	-
Disbursements:						
Current:						
Instruction	93,981	-	-	1,847	32,015	-
Support services	42,361	15,876	-	18	164,441	-
Noninstructional services	-	-	-	-	1,104	-
Facilities acquisition and construction	-	(218)	-	-	2,213	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	11,390	-	-	9,906	-
Total disbursements	136,342	27,048	-	1,865	209,679	-
Excess (deficiency) of receipts over disbursements	(112,942)	(11,390)	96,560	7,320	(28,134)	-
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	52,200	-	-	-	-	2,500
Transfers out	-	-	(52,200)	-	-	-
Total other financing sources (uses)	52,200	-	(52,200)	-	-	2,500
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(60,742)	(11,390)	44,360	7,320	(28,134)	2,500
Cash and investments - beginning	26,014	11,390	-	713	13,695	-
Cash and investments - ending	\$ (34,728)	\$ -	\$ 44,360	\$ 8,033	\$ (14,439)	\$ 2,500
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ (34,728)	\$ -	\$ 44,360	\$ 8,033	\$ (14,439)	\$ 2,500
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ (34,728)	\$ -	\$ 44,360	\$ 8,033	\$ (14,439)	\$ 2,500

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 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)

	Retirement Severance Bond	Construction	Southwest Pavilion	Vehicle Repairs/Misc	Remediation Grant
Receipts:					
Local sources	\$ 541,915	\$ 308,034	\$ 174,526	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	-	-	-	-	-
Temporary loans	719,120	-	-	-	-
Other	-	-	-	-	-
Total receipts	<u>1,261,035</u>	<u>308,034</u>	<u>174,526</u>	<u>-</u>	<u>-</u>
Disbursements:					
Current:					
Instruction	-	-	-	-	58,482
Support services	-	296,064	100,495	66	-
Noninstructional services	-	-	-	-	-
Facilities acquisition and construction	-	115,903	-	-	-
Debt services	1,884,847	-	-	-	-
Nonprogrammed charges	-	-	-	-	-
Total disbursements	<u>1,884,847</u>	<u>411,967</u>	<u>100,495</u>	<u>66</u>	<u>58,482</u>
Excess (deficiency) of receipts over disbursements	<u>(623,812)</u>	<u>(103,933)</u>	<u>74,031</u>	<u>(66)</u>	<u>(58,482)</u>
Other financing sources (uses):					
Sale of capital assets	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	(505)	(11,586,126)	-	-	-
Total other financing sources (uses)	<u>(505)</u>	<u>(11,586,126)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(624,317)</u>	<u>(11,690,059)</u>	<u>74,031</u>	<u>(66)</u>	<u>(58,482)</u>
Cash and investments - beginning	<u>(385,879)</u>	<u>11,575,636</u>	<u>27,519</u>	<u>-</u>	<u>58,482</u>
Cash and investments - ending	<u>\$ (1,010,196)</u>	<u>\$ (114,423)</u>	<u>\$ 101,550</u>	<u>\$ (66)</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	<u>\$ (1,010,196)</u>	<u>\$ (114,423)</u>	<u>\$ 101,550</u>	<u>\$ (66)</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Unrestricted	<u>\$ (1,010,196)</u>	<u>\$ (114,423)</u>	<u>\$ 101,550</u>	<u>\$ (66)</u>	<u>\$ -</u>

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 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)

	Professional Development FY05/06	Professional Development FY06/07	Early Childhood Center Preschool	Recycled Tire Grant	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 3,426,311
Intermediate sources	-	-	-	-	713
State sources	-	-	55,382	31,617	1,190,447
Federal sources	-	-	-	-	2,993,933
Temporary loans	-	-	-	-	745,380
Other	-	-	-	-	110,608
Total receipts	-	-	55,382	31,617	8,467,392
Disbursements:					
Current:					
Instruction	804	49,213	-	-	1,684,446
Support services	-	-	-	-	1,921,230
Noninstructional services	-	-	-	-	2,746,566
Facilities acquisition and construction	-	-	-	-	403,487
Debt services	-	-	-	-	1,914,544
Nonprogrammed charges	-	-	-	-	324,723
Total disbursements	804	49,213	-	-	8,994,996
Excess (deficiency) of receipts over disbursements	(804)	(49,213)	55,382	31,617	(527,604)
Other financing sources (uses):					
Sale of capital assets	-	-	-	-	2,289
Transfers in	-	-	-	-	105,342
Transfers out	-	-	-	-	(11,937,341)
Total other financing sources (uses)	-	-	-	-	(11,829,710)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(804)	(49,213)	55,382	31,617	(12,357,314)
Cash and investments - beginning	804	49,213	(55,382)	(31,617)	11,202,937
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ (1,154,377)
Cash and Investment Assets - Ending					
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ (1,154,377)
Cash and Investment Fund Balance - Ending					
Unrestricted	\$ -	\$ -	\$ -	\$ -	\$ (1,154,377)

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 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

	Special Education PreSchool	Local Rainy Day	School Lunch	Textbook Rental	Educational License Plates	Alternative Education
Receipts:						
Local sources	\$ 20,538	\$ 19,567	\$ 1,477,618	\$ 314,424	\$ -	\$ -
Intermediate sources	-	-	-	-	1,425	-
State sources	175,384	-	26,941	383,250	-	27,049
Federal sources	-	-	1,983,408	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>195,922</u>	<u>19,567</u>	<u>3,487,967</u>	<u>697,674</u>	<u>1,425</u>	<u>27,049</u>
Disbursements:						
Current:						
Instruction	51,857	147,218	-	102,409	-	20,016
Support services	-	30,872	60,704	569,631	16	-
Noninstructional services	-	-	3,099,859	-	-	-
Facilities acquisition and construction	-	-	68,748	-	-	-
Debt services	-	-	11,317	-	-	-
Nonprogrammed charges	-	5,853	-	-	-	-
Total disbursements	<u>51,857</u>	<u>183,943</u>	<u>3,240,628</u>	<u>672,040</u>	<u>16</u>	<u>20,016</u>
Excess (deficiency) of receipts over disbursements	<u>144,065</u>	<u>(164,376)</u>	<u>247,339</u>	<u>25,634</u>	<u>1,409</u>	<u>7,033</u>
Other financing sources (uses):						
Sale of capital assets	-	6,578	-	2,224	-	-
Transfers in	-	2,500,000	-	-	-	-
Transfers out	(316,988)	-	-	-	-	-
Total other financing sources (uses)	<u>(316,988)</u>	<u>2,506,578</u>	<u>-</u>	<u>2,224</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(172,923)</u>	<u>2,342,202</u>	<u>247,339</u>	<u>27,858</u>	<u>1,409</u>	<u>7,033</u>
Cash and investments - beginning	<u>80,562</u>	<u>(654,135)</u>	<u>459,220</u>	<u>(522,997)</u>	<u>713</u>	<u>-</u>
Cash and investments - ending	<u>\$ (92,361)</u>	<u>\$ 1,688,067</u>	<u>\$ 706,559</u>	<u>\$ (495,139)</u>	<u>\$ 2,122</u>	<u>\$ 7,033</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ (92,361)</u>	<u>\$ 1,688,067</u>	<u>\$ 706,559</u>	<u>\$ (495,139)</u>	<u>\$ 2,122</u>	<u>\$ 7,033</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ (92,361)</u>	<u>\$ 1,688,067</u>	<u>\$ 706,559</u>	<u>\$ (495,139)</u>	<u>\$ 2,122</u>	<u>\$ 7,033</u>

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	School Library Material Grant	Collection Development Grant	Early Intervention Grant	Pepsi	Lilly School Initiative II	IMI 2007-2008
Receipts:						
Local sources	\$ 5,664	\$ -	\$ -	\$ 13,000	\$ -	\$ 2,250
Intermediate sources	-	-	-	-	-	-
State sources	-	-	5,700	-	-	-
Federal sources	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>5,664</u>	<u>-</u>	<u>5,700</u>	<u>13,000</u>	<u>-</u>	<u>2,250</u>
Disbursements:						
Current:						
Instruction	-	-	-	-	-	-
Support services	5,651	1,970	4,500	5,111	65,766	3,314
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	<u>5,651</u>	<u>1,970</u>	<u>4,500</u>	<u>5,111</u>	<u>65,766</u>	<u>3,314</u>
Excess (deficiency) of receipts over disbursements	<u>13</u>	<u>(1,970)</u>	<u>1,200</u>	<u>7,889</u>	<u>(65,766)</u>	<u>(1,064)</u>
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>13</u>	<u>(1,970)</u>	<u>1,200</u>	<u>7,889</u>	<u>(65,766)</u>	<u>(1,064)</u>
Cash and investments - beginning	<u>-</u>	<u>1,970</u>	<u>-</u>	<u>13,000</u>	<u>83,151</u>	<u>-</u>
Cash and investments - ending	<u>\$ 13</u>	<u>\$ -</u>	<u>\$ 1,200</u>	<u>\$ 20,889</u>	<u>\$ 17,385</u>	<u>\$ (1,064)</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ 13</u>	<u>\$ -</u>	<u>\$ 1,200</u>	<u>\$ 20,889</u>	<u>\$ 17,385</u>	<u>\$ (1,064)</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ 13</u>	<u>\$ -</u>	<u>\$ 1,200</u>	<u>\$ 20,889</u>	<u>\$ 17,385</u>	<u>\$ (1,064)</u>

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	Challenge Learning Center	Chris Evans Scholarship	Robert Moore Memorial	Eugene Smith Scholarship	Exploratory Teaching Scholarship	DTEF Small Grants
Receipts:						
Local sources	\$ 128,020	\$ -	\$ -	\$ 6,500	\$ -	\$ 27,511
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>128,020</u>	<u>-</u>	<u>-</u>	<u>6,500</u>	<u>-</u>	<u>27,511</u>
Disbursements:						
Current:						
Instruction	255,633	-	-	-	-	30,345
Support services	961	-	42	-	-	-
Noninstructional services	7,434	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	5,450	-	-	2,250	-	-
Total disbursements	<u>269,478</u>	<u>-</u>	<u>42</u>	<u>2,250</u>	<u>-</u>	<u>30,345</u>
Excess (deficiency) of receipts over disbursements	<u>(141,458)</u>	<u>-</u>	<u>(42)</u>	<u>4,250</u>	<u>-</u>	<u>(2,834)</u>
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(141,458)</u>	<u>-</u>	<u>(42)</u>	<u>4,250</u>	<u>-</u>	<u>(2,834)</u>
Cash and investments - beginning	<u>(548,258)</u>	<u>1,004</u>	<u>42</u>	<u>49,316</u>	<u>139</u>	<u>(35,135)</u>
Cash and investments - ending	<u>\$ (689,716)</u>	<u>\$ 1,004</u>	<u>\$ -</u>	<u>\$ 53,566</u>	<u>\$ 139</u>	<u>\$ (37,969)</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ (689,716)</u>	<u>\$ 1,004</u>	<u>\$ -</u>	<u>\$ 53,566</u>	<u>\$ 139</u>	<u>\$ (37,969)</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ (689,716)</u>	<u>\$ 1,004</u>	<u>\$ -</u>	<u>\$ 53,566</u>	<u>\$ 139</u>	<u>\$ (37,969)</u>

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	Jordan Fundamentals Nike Grant	Lumina Foundation for Education	Remediation K-12	GOE Remediation	Retirement Banquet	Professional Development 06-07
Receipts:						
Local sources	\$ -	\$ 9,789	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	9,789	-	-	-	-
Disbursements:						
Current:						
Instruction	-	7,273	71,375	(2,418)	-	-
Support services	-	666	-	-	16	2,845
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	-	7,939	71,375	(2,418)	16	2,845
Excess (deficiency) of receipts over disbursements	-	1,850	(71,375)	2,418	(16)	(2,845)
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	(24,822)	-	-	(425)
Total other financing sources (uses)	-	-	(24,822)	-	-	(425)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	1,850	(96,197)	2,418	(16)	(3,270)
Cash and investments - beginning	210	31	121,417	(2,418)	1,184	4,358
Cash and investments - ending	\$ 210	\$ 1,881	\$ 25,220	\$ -	\$ 1,168	\$ 1,088
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 210	\$ 1,881	\$ 25,220	\$ -	\$ 1,168	\$ 1,088
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 210	\$ 1,881	\$ 25,220	\$ -	\$ 1,168	\$ 1,088

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	Public Law 221 2007-2008	Public Law 221 2008-2009	Early Childhood Center Preschool	Non English Speaking Program	School Technology	Buddy System Project
Receipts:						
Local sources	\$ -	\$ -	\$ 129,227	\$ -	\$ 104,432	\$ 43,650
Intermediate sources	-	-	-	-	-	-
State sources	-	69,969	-	16,950	-	-
Federal sources	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>69,969</u>	<u>129,227</u>	<u>16,950</u>	<u>104,432</u>	<u>43,650</u>
Disbursements:						
Current:						
Instruction	-	-	160,410	12,361	-	-
Support services	54,608	12,769	-	2,097	-	1,264
Noninstructional services	-	-	-	-	-	49,481
Facilities acquisition and construction	-	-	-	-	74,740	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	<u>54,608</u>	<u>12,769</u>	<u>160,410</u>	<u>14,458</u>	<u>74,740</u>	<u>50,745</u>
Excess (deficiency) of receipts over disbursements	<u>(54,608)</u>	<u>57,200</u>	<u>(31,183)</u>	<u>2,492</u>	<u>29,692</u>	<u>(7,095)</u>
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	603	-	-	-	-	-
Transfers out	-	(178)	-	-	-	-
Total other financing sources (uses)	<u>603</u>	<u>(178)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(54,005)</u>	<u>57,022</u>	<u>(31,183)</u>	<u>2,492</u>	<u>29,692</u>	<u>(7,095)</u>
Cash and investments - beginning	<u>57,688</u>	<u>-</u>	<u>(66,052)</u>	<u>2,295</u>	<u>248,675</u>	<u>17,095</u>
Cash and investments - ending	<u>\$ 3,683</u>	<u>\$ 57,022</u>	<u>\$ (97,235)</u>	<u>\$ 4,787</u>	<u>\$ 278,367</u>	<u>\$ 10,000</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ 3,683</u>	<u>\$ 57,022</u>	<u>\$ (97,235)</u>	<u>\$ 4,787</u>	<u>\$ 278,367</u>	<u>\$ 10,000</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ 3,683</u>	<u>\$ 57,022</u>	<u>\$ (97,235)</u>	<u>\$ 4,787</u>	<u>\$ 278,367</u>	<u>\$ 10,000</u>

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	Star Grant DCHS	NGA Early College Grant	Building Trades Grant	Ace Academy Cell Design & Prep	State High Ability Grant	New Tech Grant
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,816
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	51,724	-
Federal sources	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	-	-	-	51,724	7,816
Disbursements:						
Current:						
Instruction	-	-	-	110	48,178	-
Support services	(172)	23,020	4,276	65,463	-	1,053
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	(172)	23,020	4,276	65,573	48,178	1,053
Excess (deficiency) of receipts over disbursements	172	(23,020)	(4,276)	(65,573)	3,546	6,763
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	(500)	-	-	-
Total other financing sources (uses)	-	-	(500)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	172	(23,020)	(4,776)	(65,573)	3,546	6,763
Cash and investments - beginning	(172)	38,533	4,776	100,000	3,358	-
Cash and investments - ending	\$ -	\$ 15,513	\$ -	\$ 34,427	\$ 6,904	\$ 6,763
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 15,513	\$ -	\$ 34,427	\$ 6,904	\$ 6,763
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ -	\$ 15,513	\$ -	\$ 34,427	\$ 6,904	\$ 6,763

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	School of IDEAS	IMI Grant/ IND University	Health & Hospital Corp.	DWD Biomedical Science Grant	Refund of Insurance	Liability Insurance Claim
Receipts:						
Local sources	\$ -	\$ 1,000	\$ -	\$ -	\$ -	\$ 3,916
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	25,000	-	-
Federal sources	-	-	-	-	-	-
Other	-	-	-	-	4,956	90,773
Total receipts	-	1,000	-	25,000	4,956	94,689
Disbursements:						
Current:						
Instruction	-	-	-	1,624	25,768	-
Support services	3,465	1,000	1,003	4,877	3,726	24,182
Noninstructional services	-	-	-	-	28	-
Facilities acquisition and construction	-	-	-	17,499	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	3,465	1,000	1,003	24,000	29,522	24,182
Excess (deficiency) of receipts over disbursements	(3,465)	-	(1,003)	1,000	(24,566)	70,507
Other financing sources (uses):						
Sale of capital assets	-	-	73,094	-	(73,094)	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	73,094	-	(73,094)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,465)	-	72,091	1,000	(97,660)	70,507
Cash and investments - beginning	-	-	-	(1,000)	318,774	5,484
Cash and investments - ending	\$ (3,465)	\$ -	\$ 72,091	\$ -	\$ 221,114	\$ 75,991
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ (3,465)	\$ -	\$ 72,091	\$ -	\$ 221,114	\$ 75,991
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ (3,465)	\$ -	\$ 72,091	\$ -	\$ 221,114	\$ 75,991

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	Title I	Title I School Improvement	Title V Part A Innovative Ed.	Drug Free Schools	WN 2000 IPLA Summer Team Bldg.	Title II Part A
Receipts:						
Local sources	\$ 1,088	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	1,374,969	17,082	-	6,032	-	227,599
Other	-	-	-	-	-	-
Total receipts	1,376,057	17,082	-	6,032	-	227,599
Disbursements:						
Current:						
Instruction	492,189	-	271	6,032	-	97,758
Support services	589,109	51,945	-	-	-	23,522
Noninstructional services	23,252	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	10,035	-	-	-	-	-
Total disbursements	1,114,585	51,945	271	6,032	-	121,280
Excess (deficiency) of receipts over disbursements	261,472	(34,863)	(271)	-	-	106,319
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	11,404	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	11,404	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	261,472	(23,459)	(271)	-	-	106,319
Cash and investments - beginning	55,266	19,779	271	-	4,888	(34,728)
Cash and investments - ending	\$ 316,738	\$ (3,680)	\$ -	\$ -	\$ 4,888	\$ 71,591
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 316,738	\$ (3,680)	\$ -	\$ -	\$ 4,888	\$ 71,591
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 316,738	\$ (3,680)	\$ -	\$ -	\$ 4,888	\$ 71,591

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	Title II Improving Teacher	Title III English Lang. Acquisition	Title II Part B Math and Science	Reading First 2008-2009	Star-Schools Taking Action HS	Fiscal Stabilization Education
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	(44,360)	22,787	-	1,195,368	-	3,111,075
Other	-	-	-	-	-	-
Total receipts	(44,360)	22,787	-	1,195,368	-	3,111,075
Disbursements:						
Current:						
Instruction	-	34,949	-	144,958	-	1,074,093
Support services	-	(1,151)	39,079	887,149	572	223,093
Noninstructional services	-	-	-	76	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	1,115	-	-
Total disbursements	-	33,798	39,079	1,033,298	572	1,297,186
Excess (deficiency) of receipts over disbursements	(44,360)	(11,011)	(39,079)	162,070	(572)	1,813,889
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(9,099)	-	-
Total other financing sources (uses)	-	-	-	(9,099)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(44,360)	(11,011)	(39,079)	152,971	(572)	1,813,889
Cash and investments - beginning	44,360	8,033	-	(14,439)	2,500	-
Cash and investments - ending	\$ -	\$ (2,978)	\$ (39,079)	\$ 138,532	\$ 1,928	\$ 1,813,889
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ (2,978)	\$ (39,079)	\$ 138,532	\$ 1,928	\$ 1,813,889
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ -	\$ (2,978)	\$ (39,079)	\$ 138,532	\$ 1,928	\$ 1,813,889

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	Retirement Severance Bond	Construction	Southwest Pavilion	Vehicle Repairs/Misc	Totals
Receipts:					
Local sources	\$ 544,925	\$ 376,517	\$ 280,450	\$ -	\$ 3,517,902
Intermediate sources	-	-	-	-	1,425
State sources	-	-	-	-	781,967
Federal sources	-	-	-	-	7,893,960
Other	-	-	-	-	95,729
Total receipts	544,925	376,517	280,450	-	12,290,983
Disbursements:					
Current:					
Instruction	-	31,290	-	-	2,813,699
Support services	-	437,601	167,897	-	3,373,512
Noninstructional services	-	-	-	-	3,180,130
Facilities acquisition and construction	-	8,822	-	-	169,809
Debt services	385,113	-	-	-	396,430
Nonprogrammed charges	-	-	-	-	24,703
Total disbursements	385,113	477,713	167,897	-	9,958,283
Excess (deficiency) of receipts over disbursements	159,812	(101,196)	112,553	-	2,332,700
Other financing sources (uses):					
Sale of capital assets	-	-	-	-	8,802
Transfers in	-	-	-	-	2,512,007
Transfers out	-	-	-	-	(352,012)
Total other financing sources (uses)	-	-	-	-	2,168,797
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	159,812	(101,196)	112,553	-	4,501,497
Cash and investments - beginning	(1,010,196)	(114,423)	101,550	(66)	(1,154,377)
Cash and investments - ending	\$ (850,384)	\$ (215,619)	\$ 214,103	\$ (66)	\$ 3,347,120
Cash and Investment Assets - Ending					
Cash and investments	\$ (850,384)	\$ (215,619)	\$ 214,103	\$ (66)	\$ 3,347,120
Cash and Investment Fund Balance - Ending					
Unrestricted	\$ (850,384)	\$ (215,619)	\$ 214,103	\$ (66)	\$ 3,347,120

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND
 CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2008

	<u>Payroll Deductions</u>
Additions:	
Agency fund additions	<u>\$ 11,878,473</u>
Deductions:	
Agency fund deductions	<u>11,836,588</u>
Excess of total additions over total deductions	41,885
Cash and investment fund balance - beginning	<u>4,853</u>
Cash and investment fund balance - ending	<u><u>\$ 46,738</u></u>

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND
 CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2009

	<u>Payroll Deductions</u>
Additions:	
Agency fund additions	<u>\$ 12,003,386</u>
Deductions:	
Agency fund deductions	<u>11,953,101</u>
Excess of total additions over total deductions	50,285
Cash and investment fund balance - beginning	<u>46,738</u>
Cash and investment fund balance - ending	<u><u>\$ 97,023</u></u>

MSD DECATUR TOWNSHIP
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	\$ 5,160,292
Infrastructure	-
Buildings	226,960,879
Improvements other than buildings	4,558,441
Machinery and equipment	18,796,731
Construction in progress	-
	<hr/>
Total governmental activities, capital assets not being depreciated	<u>\$ 255,476,343</u>



Metropolitan School District of Decatur Township

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MSD OF DECATUR TOWNSHIP
SUPPLEMENTARY INFORMATION
SCHEDULE OF LONG-TERM DEBT
30-Jun-09

The Unitttype has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
Middle School Building Corp Bond	2,780,000	764,550
DMS Phase II & Technology	11,500,000	1,243,467
DCHS Renovation/Expansion Bond Issue	\$ 140,290,000	\$ 7,829,000
Purchase of Southwest Pavilion	\$ 1,290,586	\$ 581,838
Notes and loans payable		
Common School Loan NO A0425	2,700,000	306,000
Common School Loan A0420	976,464	108,109
Bonds payable:		
General obligation bonds:		
Pension Debt	5,905,000	771,102
Total governmental activities debt	\$ 165,442,050	\$ 11,604,065

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
AUDIT RESULTS AND COMMENTS

CASH NECESSARY TO BALANCE, BANK RECONCILIATIONS

A comparison of the records to the bank account indicated a cash necessary to balance of \$30,705.27 at June 30, 2009.

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

CONDITION OF RECORDS

The following deficiencies relating to the recordkeeping were noted. A similar comment appeared in prior Report B32087.

Bank Reconcilements were attempted monthly, but the bank balance did not equal the record balance for any month during the audit period. Differences varied from \$27,208.35 long to \$33,699.74 short (cash necessary to balance).

Numerous corrections and adjustments were made in the records by use of negative entries.

Several funds per the School Corporation's records were combined with the General Fund in the Biannual Financial (Form 9) Report to the Indiana Department of Education. Several grant funds of the same type were also combined in the Form 9 report to the Indiana Department of Education.

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

Receipt and disbursement corrections or other errors should be corrected by memorandum entry with the issuance of a check and receipt to document the flow of the transactions. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

CAPITAL PROJECTS FUND - IMPROPER EXPENDITURES

The Custodial Director's salary was paid from the Capital Projects Fund during the audit period. A similar comment was made in prior Report B32087.

The Capital Projects Fund Memorandum by the Department of Local Government Finance, dated August 2009 state in part: "SKILLED CRAFT EMPLOYEES are corporation employees that are brick-layers, stone masons, cement masons, tile setters, glaziers, insulation workers, asbestos removers, painters, paperhangers, drywall applicators and tapers, plasterers, pipe fitters, roofers, installers, welders, carpenters, electricians, or plumbers, as these occupations are defined in the United States Department of Labor, Employment and Training Administration, Dictionary of Occupational Titles, Fourth Edition, Revised 1991 if they perform construction of, renovation of, repair of, or maintenance on the facilities or equipment of the school corporation. Only employees listed above may be included in the CPF plan. Custodians, janitors, ground crew employees, and personnel who perform duties normally provided in the daily operation of the facilities or equipment do not meet the definition of a skilled craft employee."

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
 AUDIT RESULTS AND COMMENTS
 (Continued)

Political subdivisions are required to comply with all grant agreements, rules, regulations, bulletins, directives, letters, letter rulings, and filing requirements concerning reports and other procedural matters of federal and state agencies, including opinions of the Attorney General of the State of Indiana, and court decisions. Governmental units should file accurate reports required by federal and state agencies. Noncompliance may require corrective action. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

APPROPRIATIONS

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

<u>Fund</u>	<u>Year</u>	<u>Excess Amount Expended</u>
Debt Service	2008	\$ 1,282,858
Transportation	2008	938,408

A similar comment appeared in prior Report B32087.

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

OVERDRAWN CASH BALANCES

The following funds were overdrawn at June 30, 2008: Debt Service, Retirement/Severance Bond, Local Rainy Day, Construction, Vehicle Repairs/Misc., Textbook Rental, Challenge Learning Center, DTEF Small Grants, GQE Remediation, Early Childhood Center Preschool, Star Grant/DCHS, DWD Biomedical Science Grant; Title II Part A, and Reading First 2008-2009.

The following funds were overdrawn at June 30, 2009: General, Debt Service, Retirement/Severance Bond, Special Education Preschool, Construction, Vehicle Repairs/Misc, Textbook Rental, IMI 2007-2008, Challenge Learning Center, DTEF Small Grants, Early Childhood Center Preschool, School of Ideas, Title I School Improvement, Title III English Lang. Acquisition, Title II, Part B Math and Science.

A similar comment appeared in prior Report B32087.

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

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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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 METROPOLITAN SCHOOL DISTRICT
OF DECATUR TOWNSHIP, MARION COUNTY, INDIANA

Compliance

We have audited the compliance of the Metropolitan School District of Decatur Township (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

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)

federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

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 Official Response and Corrective Action Plan. 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, 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

March 5, 2010

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
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.S. DEPARTMENT OF AGRICULTURE				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 509,556	\$ 458,030
National School Lunch Program	10.555		1,281,882	1,514,624
Summer Food Service Program for Children	10.559		<u>100,970</u>	<u>129,392</u>
Total for Cluster and federal grantor agency			<u>1,892,408</u>	<u>2,102,046</u>
U.S. DEPARTMENT OF EDUCATION				
Pass-Through Indiana Department of Education				
Title I, Part A Cluster				
Title I Grants to Local Educational Agencies	84.010			
Title I		FY 07/08	986,489	-
School Improvement		FY 07/08	51,862	-
Title I		FY 08/09		1,168,634
School Improvement		FY 08/09	<u>8,691</u>	<u>51,945</u>
Total for Cluster			<u>1,047,042</u>	<u>1,220,579</u>
State Fiscal Stabilization Fund Cluster				
ARAA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act (Education Stabilization Fund)				
	84.394	FY 08/09	-	<u>1,297,186</u>
Drug Free Schools and Communities - State Grants				
	84.186	FY 07/08	16,500	-
		FY 08/09	-	<u>6,032</u>
Total for program			<u>16,500</u>	<u>6,032</u>
State Grants for Innovative Programs				
	84.298	FY 06/07	25,373	
		FY 07/08	<u>9,738</u>	<u>271</u>
Total for program			<u>35,111</u>	<u>271</u>
Education Technology State Grants				
	84.318	FY 07/08	<u>27,048</u>	-
Comprehensive School Reform Demonstration Programs				
	84.332	FY 07/08	<u>272,743</u>	-
Reading First State Grants				
	84.357	FY 07/08	209,679	70,935
		FY 08/09	-	880,872
		Summer Program	-	<u>100,000</u>
Total for program			<u>209,679</u>	<u>1,051,807</u>
English Language Acquisition Grants				
	84.365	FY 06/07	1,865	-
		FY 07/08	-	<u>33,798</u>
Total for program			<u>1,865</u>	<u>33,798</u>
Mathematics and Science Partnerships				
	84.366	FY 07/08	-	<u>39,079</u>
Improving Teacher Quality State Grants				
	84.367	FY 07	136,343	572
		FY 08	-	<u>104,564</u>
Total for program			<u>136,343</u>	<u>105,136</u>
Total for federal grantor agency			<u>1,746,331</u>	<u>3,753,888</u>
Total federal awards expended			<u>\$ 3,638,739</u>	<u>\$ 5,855,934</u>

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

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
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 Metropolitan School District of Decatur Township (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. Subrecipients

Of the federal expenditures presented in the schedule, the School Corporation provided federal awards to subrecipients as follows for the years ended June 30, 2008 and 2009:

Program Title	Federal CFDA Number	2008	2009
Title I Grants to Local Educational Agencies	84.010	\$ -	\$ 1,990

III. 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
School Breakfast Program	10.553	\$ 50,690	\$ 21,001
National School Lunch Program	10.555	194,971	96,892

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
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?	yes

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

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

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.357	Title I, Part A Cluster State Fiscal Stabilization Cluster Reading First State Grants

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

Auditee qualified as low-risk auditee? yes

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section II – Financial Statement Findings

FINDING 2009 -1, INTERNAL CONTROLS OVER BANK RECONCILEMENTS

The monthly depository reconciliations of the fund balances to the bank account balances were incorrect during most of the audit period. The monthly reconcilements are showing significant cash necessary to balance from September 2008 until the present. Each month's reconciliation is off by a different amount.

Controls over the reconciliation were insufficient. The reconcilements are performed by the deputy treasurer and are not regularly reviewed in detail by management. The deputy treasurer makes most of the posting entries so there is also a lack of segregation of duties.

The School Corporation should devote more resources to resolving the short and performing the monthly bank reconcilements. We recommended that another employer or member of management aside from the deputy treasurer be involved with the reconcilements on a monthly basis. The monthly bank reconcilements should be reviewed by management.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control.

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

IC 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

RE: Response to Audit Finding 2009-1 Internal Controls over bank reconcilements

Since the monthly depository reconciliations of the fund balances to the bank account balances were incorrect during most of the audit period, we are going to implement the following controls;

1. We will research all records to bring account balances up to date and reconciled.
2. We will devote more resources to resolving the shortage and performing the monthly bank reconcilements. We will have another employee or member of management, aside from the deputy treasurer, be involved with the monthly reconcilements. Each month, the Chief Financial Officer will approve the reconciliation.

We feel that these improvements will help control the accuracy of receipting, disbursing, recording, and accounting procedures.

METROPOLITAN SCHOOL DISTRICT OF DECATUR TOWNSHIP
EXIT CONFERENCE

The contents of this report were discussed on March 5, 2010, with Dr. Jeffrey S. Baer, Chief Financial Officer; Donald H. Stinson, Superintendent of Schools; and Dale Henson, President of the School Board. The official response has been made a part of this report and may be found on page 63.

Officials' Response to the M.S.D. Decatur Audit

Capital Projects Fund – Improper Expenditure;

The Custodial Director's salary was paid from the Capital Projects Fund during the audit period. We made adjustments to the job description and duties of this position, and, it is the opinion of M.S.D. Decatur that these changes should have allowed this position to be paid from CPF. This position is being eliminated; therefore, this issue is resolved.

Appropriations;

The records presented indicated expenditures in excess of appropriations. As a result of the mandated reassessment in 2007, Marion County has been woefully behind in property tax collections and distributions to the units of government. Therefore, the budgets for this audit period were approved by the State of Indiana over one year late. This means that the budgets for M.S.D. Decatur were approved after the year ended. Obviously, there will be overspending in some funds when the budget is approved "after the fact". Hopefully, going forward, Marion County property tax collections and distributions will be timely thus ending this issue.

Overdrawn Cash Balances;

There were overdrawn funds during this audit period. Once again, because of the 2007 mandated reassessment, Marion County was delinquent in their property tax distributions to the units of government. Even after excessive borrowing, there will be funds that are overdrawn because of late distributions from the county. As was stated above, the funds were received as much as one year late. Timely property tax collections and distributions from the county will remedy this situation.



Superintendent



Chief Financial Officer