

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

EXAMINATION REPORT
OF
VERITAS ACADEMY
ST. JOSEPH COUNTY, INDIANA
July 1, 2007 to June 30, 2009



FILED
05/20/2010

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Ellen Woodruff	07-01-07 to 06-30-10
Director of Education	Angela Piazza	07-01-07 to 06-30-10
President of the School Board	Kathleen Royer Barrett Berry	07-01-07 to 11-08-09 11-09-09 to 11-09-10



STATE OF INDIANA
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF VERITAS ACADEMY, ST. JOSEPH COUNTY, INDIANA

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

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

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

The Combining Schedules and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the basic financial information. The Combining Schedules have been subjected to the examination procedures applied in the examination of the basic financial information and, in our opinion, are fairly stated in all material respects in relation to the basic financial information taken as a whole. The Schedule of Long-Term Debt has not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on it.

STATE BOARD OF ACCOUNTS

February 9, 2010

VERITAS ACADEMY
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	\$ 579,670	\$ -	\$ 22,520	\$ (557,150)
Support services	362,150	60,730	24,049	(277,371)
Noninstructional services	31,006	-	-	(31,006)
Facilities acquisition and construction	96,616	-	-	(96,616)
Debt service	3,319	-	-	(3,319)
Nonprogrammed charges	49,345	-	-	(49,345)
Total governmental activities	<u>\$ 1,122,106</u>	<u>\$ 60,730</u>	<u>\$ 46,569</u>	<u>(1,014,807)</u>
General receipts:				
Property taxes				350,354
Other local sources				23,056
State aid				675,517
Grants and contributions not restricted to specific programs				<u>75,765</u>
Total general receipts				<u>1,124,692</u>
Change in net assets				109,885
Net assets - beginning				<u>112,502</u>
Net assets - ending				<u>\$ 222,387</u>
<u>Assets</u>				
Cash and investments				<u>\$ 222,387</u>
<u>Net Assets</u>				
Unrestricted				<u>\$ 222,387</u>

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

VERITAS ACADEMY
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	\$ 628,659	\$ -	\$ 28,631	\$ (600,028)
Support services	430,530	48,392	45,913	(336,225)
Noninstructional services	29,818	-	-	(29,818)
Facilities acquisition and construction	64,461	-	-	(64,461)
Debt service	4,393	-	-	(4,393)
Nonprogrammed charges	<u>37,232</u>	<u>-</u>	<u>-</u>	<u>(37,232)</u>
Total governmental activities	<u>\$ 1,195,093</u>	<u>\$ 48,392</u>	<u>\$ 74,544</u>	<u>(1,072,157)</u>
General receipts:				
Property taxes				194,777
Other local sources				10,940
State aid				763,429
Grants and contributions not restricted to specific programs				<u>184,917</u>
Total general receipts				<u>1,154,063</u>
Change in net assets				81,906
Net assets - beginning				<u>222,387</u>
Net assets - ending				<u>\$ 304,293</u>
<u>Assets</u>				
Cash and investments				<u>\$ 304,293</u>
<u>Net Assets</u>				
Unrestricted				<u>\$ 304,293</u>

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

VERITAS ACADEMY
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

	<u>General</u>	<u>Other</u>	<u>Totals</u>
Receipts:			
Local sources	\$ 401,513	\$ 32,627	\$ 434,140
State sources	705,833	16,253	722,086
Federal sources	<u>35,983</u>	<u>39,782</u>	<u>75,765</u>
 Total receipts	 <u>1,143,329</u>	 <u>88,662</u>	 <u>1,231,991</u>
Disbursements:			
Current:			
Instruction	544,488	35,182	579,670
Support services	314,013	48,137	362,150
Noninstructional services	10,438	20,568	31,006
Facilities acquisition and construction	96,616	-	96,616
Debt services	3,319	-	3,319
Nonprogrammed charges	<u>49,345</u>	<u>-</u>	<u>49,345</u>
 Total disbursements	 <u>1,018,219</u>	 <u>103,887</u>	 <u>1,122,106</u>
 Excess (deficiency) of receipts over disbursements	 <u>125,110</u>	 <u>(15,225)</u>	 <u>109,885</u>
 Cash and investments - beginning	 <u>116,620</u>	 <u>(4,118)</u>	 <u>112,502</u>
 Cash and investments - ending	 <u>\$ 241,730</u>	 <u>\$ (19,343)</u>	 <u>\$ 222,387</u>
 <u>Cash and Investment Assets - Ending</u>			
Cash and investments	<u>\$ 241,730</u>	<u>\$ (19,343)</u>	<u>\$ 222,387</u>
 <u>Cash and Investment Fund Balance - Ending</u>			
Unrestricted	<u>\$ 241,730</u>	<u>\$ (19,343)</u>	<u>\$ 222,387</u>

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

VERITAS ACADEMY
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

	<u>General</u>	<u>Other</u>	<u>Totals</u>
Receipts:			
Local sources	\$ 218,978	\$ 35,131	\$ 254,109
State sources	825,221	12,752	837,973
Federal sources	<u>30,228</u>	<u>154,689</u>	<u>184,917</u>
 Total receipts	 <u>1,074,427</u>	 <u>202,572</u>	 <u>1,276,999</u>
Disbursements:			
Current:			
Instruction	586,538	42,121	628,659
Support services	373,842	56,688	430,530
Noninstructional services	10,804	19,014	29,818
Facilities acquisition and construction	64,461	-	64,461
Debt services	4,393	-	4,393
Nonprogrammed charges	<u>37,232</u>	<u>-</u>	<u>37,232</u>
 Total disbursements	 <u>1,077,270</u>	 <u>117,823</u>	 <u>1,195,093</u>
 Excess (deficiency) of receipts over disbursements	 <u>(2,843)</u>	 <u>84,749</u>	 <u>81,906</u>
 Cash and investments - beginning	 <u>241,730</u>	 <u>(19,343)</u>	 <u>222,387</u>
 Cash and investments - ending	 <u>\$ 238,887</u>	 <u>\$ 65,406</u>	 <u>\$ 304,293</u>
 <u>Cash and Investment Assets - Ending</u>			
Cash and investments	<u>\$ 238,887</u>	<u>\$ 65,406</u>	<u>\$ 304,293</u>
 <u>Cash and Investment Fund Balance - Ending</u>			
Unrestricted	<u>\$ 238,887</u>	<u>\$ 65,406</u>	<u>\$ 304,293</u>

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

VERITAS ACADEMY
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

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

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

Note 2. Fund Accounting

A. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

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

Fund Financial Statements

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

The School Corporation reports the following major governmental fund:

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.

B. Measurement Focus and Basis of Accounting

The government-wide and governmental 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.

VERITAS ACADEMY
NOTES TO FINANCIAL INFORMATION
(Continued)

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

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial Statements. Elimination of these charges would distort the direct costs and program receipts reported for the various functions concerned.

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

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

Note 3. Budgets

The operating budget is initially prepared and approved at the local level.

Note 4. Property Taxes

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

Note 5. Deposits and Investments

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

VERITAS ACADEMY
NOTES TO FINANCIAL INFORMATION
(Continued)

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

B. Teachers' Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Teachers' Retirement Fund (TRF), a defined benefit pension plan. TRF is a cost-sharing multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All employees engaged in teaching or in the supervision of teaching in the public schools of the State of Indiana are eligible to participate in TRF. State statute (IC 5-10.2) governs, through the TRF Board, most requirements of the system, and gives the School Corporation

VERITAS ACADEMY
NOTES TO FINANCIAL INFORMATION
(Continued)

authority to contribute to the plan. The TRF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The School Corporation may elect to make the contributions on behalf of the member.

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

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

Funding Policy and Annual Pension Cost

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

Note 7. American Recovery Reinvestment Act (ARRA) Funding

On June 8, 2009, the School Corporation received \$85,652 of ARRA money from the Indiana Department of Education. As of December 31, 2009, the School Corporation had spent the funding.

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

	School Lunch	Textbook Rental	Teacher Quality Improvement Grant	Extra-Curricular Activities	Title I	Title I FY 05/06
Receipts:						
Local sources	\$ 15,831	\$ 7,620	\$ -	\$ 9,176	\$ -	\$ -
State sources	-	7,992	8,261	-	-	-
Federal sources	-	-	-	-	39,782	-
Total receipts	15,831	15,612	8,261	9,176	39,782	-
Disbursements:						
Current:						
Instruction	-	-	-	-	35,182	-
Support services	-	32,872	3,856	5,881	27	-
Noninstructional services	20,568	-	-	-	-	-
Total disbursements	20,568	32,872	3,856	5,881	35,209	-
Excess (deficiency) of receipts over disbursements	(4,737)	(17,260)	4,405	3,295	4,573	-
Cash and investments - beginning	-	(22,814)	(4,536)	143	1,954	8,745
Cash and investments - ending	\$ (4,737)	\$ (40,074)	\$ (131)	\$ 3,438	\$ 6,527	\$ 8,745
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ (4,737)	\$ (40,074)	\$ (131)	\$ 3,438	\$ 6,527	\$ 8,745
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ (4,737)	\$ (40,074)	\$ (131)	\$ 3,438	\$ 6,527	\$ 8,745

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

	Title V Part A	Title IV Part A	Title II Part A	Title II Part D	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 32,627
State sources	-	-	-	-	16,253
Federal sources	-	-	-	-	39,782
Total receipts	-	-	-	-	88,662
Disbursements:					
Current:					
Instruction	-	-	-	-	35,182
Support services	1,200	314	3,987	-	48,137
Noninstructional services	-	-	-	-	20,568
Total disbursements	1,200	314	3,987	-	103,887
Excess (deficiency) of receipts over disbursements	(1,200)	(314)	(3,987)	-	(15,225)
Cash and investments - beginning	248	632	10,953	557	(4,118)
Cash and investments - ending	\$ (952)	\$ 318	\$ 6,966	\$ 557	\$ (19,343)
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ (952)	\$ 318	\$ 6,966	\$ 557	\$ (19,343)
<u>Cash and Investment Fund Balance - Ending</u>					
Unrestricted	\$ (952)	\$ 318	\$ 6,966	\$ 557	\$ (19,343)

VERITAS ACADEMY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2009

	School Lunch	Textbook Rental	Teacher Quality Improvement Grant	Extra-Curricular Activities	Title I	Title I FY 05/06
Receipts:						
Local sources	\$ 12,307	\$ 6,463	\$ -	\$ 16,361	\$ -	\$ -
State sources	-	8,654	4,098	-	-	-
Federal sources	-	-	-	-	47,683	-
Total receipts	12,307	15,117	4,098	16,361	47,683	-
Disbursements:						
Current:						
Instruction	-	1,532	-	-	40,589	-
Support services	-	19,942	797	19,444	4,117	-
Noninstructional services	19,014	-	-	-	-	-
Total disbursements	19,014	21,474	797	19,444	44,706	-
Excess (deficiency) of receipts over disbursements	(6,707)	(6,357)	3,301	(3,083)	2,977	-
Cash and investments - beginning	(4,737)	(40,074)	(131)	3,438	6,527	8,745
Cash and investments - ending	<u>\$ (11,444)</u>	<u>\$ (46,431)</u>	<u>\$ 3,170</u>	<u>\$ 355</u>	<u>\$ 9,504</u>	<u>\$ 8,745</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ (11,444)</u>	<u>\$ (46,431)</u>	<u>\$ 3,170</u>	<u>\$ 355</u>	<u>\$ 9,504</u>	<u>\$ 8,745</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ (11,444)</u>	<u>\$ (46,431)</u>	<u>\$ 3,170</u>	<u>\$ 355</u>	<u>\$ 9,504</u>	<u>\$ 8,745</u>

VERITAS ACADEMY
 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 V Part A	Title IV Part A	Title II Part A	Title II Part D	Fiscal Stabilization	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 35,131
State sources	-	-	-	-	-	12,752
Federal sources	<u>226</u>	<u>1,911</u>	<u>19,217</u>	<u>-</u>	<u>85,652</u>	<u>154,689</u>
Total receipts	<u>226</u>	<u>1,911</u>	<u>19,217</u>	<u>-</u>	<u>85,652</u>	<u>202,572</u>
Disbursements:						
Current:						
Instruction	-	-	-	-	-	42,121
Support services	699	1,796	9,893	-	-	56,688
Noninstructional services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,014</u>
Total disbursements	<u>699</u>	<u>1,796</u>	<u>9,893</u>	<u>-</u>	<u>-</u>	<u>117,823</u>
Excess (deficiency) of receipts over disbursements	<u>(473)</u>	<u>115</u>	<u>9,324</u>	<u>-</u>	<u>85,652</u>	<u>84,749</u>
Cash and investments - beginning	<u>(952)</u>	<u>318</u>	<u>6,966</u>	<u>557</u>	<u>-</u>	<u>(19,343)</u>
Cash and investments - ending	<u>\$ (1,425)</u>	<u>\$ 433</u>	<u>\$ 16,290</u>	<u>\$ 557</u>	<u>\$ 85,652</u>	<u>\$ 65,406</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ (1,425)</u>	<u>\$ 433</u>	<u>\$ 16,290</u>	<u>\$ 557</u>	<u>\$ 85,652</u>	<u>\$ 65,406</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ (1,425)</u>	<u>\$ 433</u>	<u>\$ 16,290</u>	<u>\$ 557</u>	<u>\$ 85,652</u>	<u>\$ 65,406</u>

VERITAS ACADEMY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2009

The School Corporation has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Notes and loans payable		
Common School Fund Loan	\$ 68,015	\$ 12,557

VERITAS ACADEMY
EXAMINATION RESULTS AND COMMENTS

OVERDRAWN CASH BALANCE

The cash balance of the School Lunch Fund was overdrawn during the examination period.

The cash balance of any fund may not be reduced below zero. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

BANK RECONCILIATION

The reconciled bank balance as of June 30, 2009, was \$18,093 less than the annual cash financial report prepared from information submitted to the Indiana Department of Education (DOE). The difference is attributed to various accrual adjustments. Veritas Academy is chartered through Ball State University which requires accrual records and the DOE requires cash reporting. Veritas maintains their records on the accrual basis and reports transactions on that basis to the DOE.

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)

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 Townships, Chapter 13)

VERITAS ACADEMY
EXIT CONFERENCE

The contents of this report were discussed on February 9, 2010, with Ellen Woodruff, Treasurer; Angela Piazza, Director of Education; and Barrett Berry, President of the School Board. The officials concurred with our findings.