

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

EXAMINATION REPORT
OF
NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
SHELBY COUNTY, INDIANA
July 1, 2007 to June 30, 2009



FILED
06/11/2010

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Diane J. Brown	07-01-03 to 12-14-07
	Gail Ratliff	12-15-07 to 02-12-08
	Julie Glesing	02-13-08 to 11-12-08
	Gail Ratliff	11-13-08 to 12-14-08
	Nathaniel Day	12-15-08 to 06-30-10
Superintendent of Schools	Dr. Larry G. Moore	07-01-05 to 08-03-07
	Mary Geisting	08-04-07 to 06-30-08
	Dr. Larry G. Moore	07-01-08 to 07-31-08
	Dr. Ellen Welk	08-01-08 to 06-30-10
President of the School Board	Mary Pardue	07-01-06 to 06-30-08
	Rick Persinger	07-01-08 to 06-30-09
	John Merlau	07-01-09 to 06-30-10



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF NORTHWESTERN CONSOLIDATED
SCHOOL CORPORATION, SHELBY COUNTY, INDIANA

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

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

In our opinion, the financial information referred to above present 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 Schedule of Capital Assets and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the basic financial information. They have not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

February 17, 2010

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>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	\$ 5,430,409	\$ -	\$ 83,967	\$ (5,346,442)
Support services	3,973,848	443,290	166,811	(3,363,747)
Noninstructional services	691,488	-	-	(691,488)
Facilities acquisition and construction	1,030,925	-	-	(1,030,925)
Debt service	1,197,750	-	-	(1,197,750)
Nonprogrammed charges	<u>374,807</u>	<u>-</u>	<u>-</u>	<u>(374,807)</u>
Total governmental activities	<u>\$ 12,699,227</u>	<u>\$ 443,290</u>	<u>\$ 250,778</u>	<u>(12,005,159)</u>
General receipts:				
Property taxes				3,753,335
Other local sources				1,145,263
State aid				5,426,908
Temporary loans				975,000
Grants and contributions not restricted to specific programs				316,627
Sale of property				25,866
Investment earnings				36,849
Other				<u>31,761</u>
Total general receipts				<u>11,711,609</u>
Change in net assets				(293,550)
Net assets - beginning				<u>624,736</u>
Net assets - ending				<u>\$ 331,186</u>
<u>Assets</u>				
Cash and investments				\$ 680,878
Restricted assets:				
Cash and investments				<u>(349,692)</u>
Total assets				<u>\$ 331,186</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ (349,692)
Unrestricted				<u>680,878</u>
Total net assets				<u>\$ 331,186</u>

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

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2009

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
		Charges for Services	Operating Grants and Contributions	<u>Totals</u>
Governmental activities:				
Instruction	\$ 5,058,651	\$ -	\$ 121,908	\$ (4,936,743)
Support services	4,070,066	397,612	244,012	(3,428,442)
Noninstructional services	743,777	-	-	(743,777)
Facilities acquisition and construction	1,448,489	-	-	(1,448,489)
Debt service	1,144,639	-	-	(1,144,639)
Nonprogrammed charges	820,877	-	-	(820,877)
	<u>\$ 13,286,499</u>	<u>\$ 397,612</u>	<u>\$ 365,920</u>	<u>(12,522,967)</u>
General receipts:				
Property taxes				6,510,427
Other local sources				1,780,781
State aid				5,880,266
Temporary loans (net)				715,000
Grants and contributions not restricted to specific programs				1,135,034
Sale of property				6,095
Investment earnings				5,251
Other				32,686
				<u>16,065,540</u>
Total general receipts				<u>16,065,540</u>
Change in net assets				3,542,573
Net assets - beginning				<u>331,186</u>
Net assets - ending				<u>\$ 3,873,759</u>
<u>Assets</u>				
Cash and investments				\$ 2,173,004
Restricted assets:				
Cash and investments				<u>1,700,755</u>
Total assets				<u>\$ 3,873,759</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 141,261
Construction				1,559,494
Unrestricted				<u>2,173,004</u>
Total net assets				<u>\$ 3,873,759</u>

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

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

	General	Transportation Operating	Other	Totals
Receipts:				
Local sources	\$ 2,448,510	\$ 458,526	\$ 2,471,297	\$ 5,378,333
Intermediate sources	105	-	300	405
State sources	5,477,693	-	79,485	5,557,178
Federal sources	-	-	429,134	429,134
Temporary loans	800,000	175,000	-	975,000
Other	8,106	240	31,416	39,762
Total receipts	8,734,414	633,766	3,011,632	12,379,812
Disbursements:				
Current:				
Instruction	5,165,693	-	264,716	5,430,409
Support services	2,602,055	632,604	739,189	3,973,848
Noninstructional services	75,725	-	615,763	691,488
Facilities acquisition and construction	-	-	1,030,925	1,030,925
Debt services	-	-	1,197,750	1,197,750
Nonprogrammed charges	374,807	-	-	374,807
Total disbursements	8,218,280	632,604	3,848,343	12,699,227
Excess (deficiency) of receipts over disbursements	516,134	1,162	(836,711)	(319,415)
Other financing sources (uses):				
Sale of capital assets	9,447	10,818	5,600	25,865
Transfers in	22	-	29,719	29,741
Transfers out	-	-	(29,741)	(29,741)
Total other financing sources (uses)	9,469	10,818	5,578	25,865
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	525,603	11,980	(831,133)	(293,550)
Cash and investments - beginning	47,165	3,802	573,769	624,736
Cash and investments - ending	\$ 572,768	\$ 15,782	\$ (257,364)	\$ 331,186
<u>Cash and Investment Assets - Ending</u>				
Cash and investments	\$ 572,768	15,782	\$ 92,328	\$ 680,878
Restricted assets:				
Cash and investments	-	-	(349,692)	(349,692)
Total cash and investment assets - ending	\$ 572,768	\$ 15,782	\$ (257,364)	\$ 331,186
<u>Cash and Investment Fund Balance - Ending</u>				
Restricted for:				
Debt service	\$ -	\$ -	\$ (349,692)	\$ (349,692)
Unrestricted	572,768	15,782	92,328	680,878
Total cash and investment fund balance - ending	\$ 572,768	\$ 15,782	\$ (257,364)	\$ 331,186

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

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

	General	Fiscal Stabilization	Transportation Operating	New Tech Construction	Other	Totals
Receipts:						
Local sources	\$ 4,345,644	\$ -	\$ 827,205	\$ -	\$ 3,413,611	\$ 8,586,460
Intermediate sources	-	-	-	-	506	506
State sources	6,109,896	-	-	-	92,445	6,202,341
Federal sources	-	740,961	-	-	437,916	1,178,877
Temporary loans	935,000	-	29,000	-	636,000	1,600,000
Other	17,064	-	165	-	122,564	139,793
Total receipts	11,407,604	740,961	856,370	-	4,703,042	17,707,977
Disbursements:						
Current:						
Instruction	4,817,368	-	-	-	241,283	5,058,651
Support services	2,834,690	-	524,651	-	710,725	4,070,066
Noninstructional services	81,736	-	-	-	662,041	743,777
Facilities acquisition and construction	-	-	-	540,506	907,983	1,448,489
Debt services	3,251,123	-	-	-	878,516	4,129,639
Nonprogrammed charges	775,562	45,315	-	-	-	820,877
Total disbursements	11,760,479	45,315	524,651	540,506	3,400,548	16,271,499
Excess (deficiency) of receipts over disbursements	(352,875)	695,646	331,719	(540,506)	1,302,494	1,436,478
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	2,100,000	-	2,100,000
Sale of capital assets	5,985	-	110	-	-	6,095
Transfers in	90,000	-	-	-	167,363	257,363
Transfers out	-	-	(90,000)	-	(167,363)	(257,363)
Total other financing sources (uses)	95,985	-	(89,890)	2,100,000	-	2,106,095
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(256,890)	695,646	241,829	1,559,494	1,302,494	3,542,573
Cash and investments - beginning	572,768	-	15,782	-	(257,364)	331,186
Cash and investments - ending	<u>\$ 315,878</u>	<u>\$ 695,646</u>	<u>\$ 257,611</u>	<u>\$ 1,559,494</u>	<u>\$ 1,045,130</u>	<u>\$ 3,873,759</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 315,878	\$ 695,646	\$ 257,611	\$ -	\$ 903,869	\$ 2,173,004
Restricted assets:						
Cash and investments	-	-	-	1,559,494	141,261	1,700,755
Total cash and investment assets - ending	<u>\$ 315,878</u>	<u>\$ 695,646</u>	<u>\$ 257,611</u>	<u>\$ 1,559,494</u>	<u>\$ 1,045,130</u>	<u>\$ 3,873,759</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 141,261	\$ 141,261
Construction	-	-	-	1,559,494	-	1,559,494
Unrestricted	315,878	695,646	257,611	-	903,869	2,173,004
Total cash and investment fund balance - ending	<u>\$ 315,878</u>	<u>\$ 695,646</u>	<u>\$ 257,611</u>	<u>\$ 1,559,494</u>	<u>\$ 1,045,130</u>	<u>\$ 3,873,759</u>

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

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

	Retirement Severance Bond Fund	Private-Purpose Trust Funds	Payroll Clearing
Additions:			
Contributions:			
Other	\$ -	\$ -	
Deductions:			
Administrative and general	-	41	
Excess of total additions over total deductions	-	(41)	
Cash and investment fund balance - beginning	<u>55,070</u>	<u>316</u>	
Cash and investment fund balance - ending	<u>\$ 55,070</u>	<u>\$ 275</u>	<u>\$ 67,210</u>
Net assets:			
Cash and investments	<u>\$ 55,070</u>	<u>\$ 275</u>	<u>\$ 67,210</u>
Total net assets - cash and investment basis held in trust	<u>\$ 55,070</u>	<u>\$ 275</u>	<u>\$ 67,210</u>

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

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

	Retirement Severance Bond Fund	Donation Grant	Payroll Clearing
Additions:			
Contributions:			
Other	\$ -	\$ -	
Deductions:			
Administrative and general	-	-	
Excess of total additions over total deductions	-	-	
Cash and investment fund balance - beginning	55,070	275	
Cash and investment fund balance - ending	\$ 55,070	\$ 275	\$ (23,258)
Net assets:			
Cash and investments	\$ 55,070	\$ 275	\$ (23,258)
Total net assets - cash and investment basis held in trust	\$ 55,070	\$ 275	\$ (23,258)

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

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

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

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

Note 2. Fund Accounting

A. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

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

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter is excluded from the government-wide financial statements.

The School Corporation reports the following major governmental funds:

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

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

The fiscal stabilization fund accounts for funds received from the 2009 American Recovery and Reinvestment Act.

The new tech construction fund accounts for facilities acquisition costs funded by loan proceeds

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

Additionally, the School Corporation reports the following fund types:

The retirement severance bond fund accounts for bonds and payments anticipated to be made to employees on or after the termination of employment and are held by the School Corporation in a trustee capacity.

The private-purpose trust funds report trust arrangements under which principal and income benefit the faculty and student development and training programs.

Agency funds account for assets held by the School Corporation as an agent for various employee benefit providers and taxing authorities.

B. Measurement Focus and Basis of Accounting

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

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

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

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

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

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 3. Budgets

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

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled for distribution 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.

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.

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. Interfund Transfers

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

<u>Transfer From</u>	<u>Transfer To</u>	<u>2008</u>	<u>2009</u>
Other governmental	General Fund	\$ 22	\$ 90,000
Other governmental	Capital Projects	-	50,000
Other governmental	Other governmental	<u>29,719</u>	<u>117,363</u>
Totals		<u>\$ 29,741</u>	<u>\$ 257,363</u>

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

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 7. 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 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.

Teachers' Retirement Fund

Plan Description

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

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

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

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 8. Subsequent Event

The School Corporation is in the planning and bidding stage of a construction project on the High School with an estimated cost of \$10 million. Bidding was authorized at the October 14, 2009, School Board meeting.

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-06	\$ 618,845	\$ 765,137	\$ (146,292)	81%	\$ 695,297	(21%)
07-01-07	509,027	565,998	(56,971)	90%	578,328	(10%)
07-01-08	537,514	526,930	10,584	102%	592,762	2%

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

	Hoosier Heartland Trust	Preschool Special Ed	School Lunch	Textbook Rental	Extended Day Kindergarten	Title II	Debt Service
Receipts:							
Local sources	\$ 44,762	\$ 6,053	\$ 382,930	\$ 164,685	\$ 28,628	\$ -	\$ 757,887
Intermediate sources	-	-	-	-	-	-	-
State sources	-	32,813	9,242	746	-	-	-
Federal sources	-	-	153,450	-	-	51,094	-
Other	-	-	-	-	-	-	-
Total receipts	44,762	38,866	545,622	165,431	28,628	51,094	757,887
Disbursements:							
Current:							
Instruction	-	38,500	-	-	527	12,814	-
Support services	57,707	-	1,151	132,134	-	1,334	-
Noninstructional services	-	-	515,004	-	29,516	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	1,016,033
Total disbursements	57,707	38,500	516,155	132,134	30,043	14,148	1,016,033
Excess (deficiency) of receipts over disbursements	(12,945)	366	29,467	33,297	(1,415)	36,946	(258,146)
Other financing sources (uses):							
Sale of capital assets	-	-	5,600	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	5,600	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(12,945)	366	35,067	33,297	(1,415)	36,946	(258,146)
Cash and investments - beginning	2,969	52,102	36	48,819	87,086	-	2,240
Cash and investments - ending	\$ (9,976)	\$ 52,468	\$ 35,103	\$ 82,116	\$ 85,671	\$ 36,946	\$ (255,906)
Cash and Investment Assets - Ending							
Cash and investments	\$ (9,976)	\$ 52,468	\$ 35,103	\$ 82,116	\$ 85,671	\$ 36,946	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	(255,906)
Total cash and investment assets - ending	\$ (9,976)	\$ 52,468	\$ 35,103	\$ 82,116	\$ 85,671	\$ 36,946	\$ (255,906)
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (255,906)
Unrestricted	(9,976)	52,468	35,103	82,116	85,671	36,946	-
Total cash and investment fund balance - ending	\$ (9,976)	\$ 52,468	\$ 35,103	\$ 82,116	\$ 85,671	\$ 36,946	\$ (255,906)

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

	Construction	Educational License Plate Fund	State Medicaid Reimbursement	Non English Speaking Program	School Technology	Buddy System Grant (TMS)	ISIA 1999-2000
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 3,250	\$ -	\$ -
Intermediate sources	-	300	-	-	-	-	-
State sources	-	-	-	1,135	-	-	-
Federal sources	-	-	-	-	-	-	-
Other	23,416	-	-	-	-	-	-
Total receipts	23,416	300	-	1,135	3,250	-	-
Disbursements:							
Current:							
Instruction	-	-	-	58	-	-	-
Support services	-	-	-	1,025	630	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	12,065	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	12,065	-	-	1,083	630	-	-
Excess (deficiency) of receipts over disbursements	11,351	300	-	52	2,620	-	-
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(22)	-
Total other financing sources (uses)	-	-	-	-	-	(22)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	11,351	300	-	52	2,620	(22)	-
Cash and investments - beginning	33,317	6,637	17,600	39	113	22	303
Cash and investments - ending	\$ 44,668	\$ 6,937	\$ 17,600	\$ 91	\$ 2,733	\$ -	\$ 303
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 44,668	\$ 6,937	\$ 17,600	\$ 91	\$ 2,733	\$ -	\$ 303
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 44,668	\$ 6,937	\$ 17,600	\$ 91	\$ 2,733	\$ -	\$ 303
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	44,668	6,937	17,600	91	2,733	-	303
Total cash and investment fund balance - ending	\$ 44,668	\$ 6,937	\$ 17,600	\$ 91	\$ 2,733	\$ -	\$ 303

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

	School Age Child Care Parents	Pre School	Cape Grant	Criminal Justice Grant 07-08	Title I 2006-2007	Title I 2007-2008	Gifted & Talented 2007-2008
Receipts:							
Local sources	\$ 42,558	\$ 14,449	\$ 8,126	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	3,502	-	-	32,047
Federal sources	-	-	-	-	-	198,447	-
Other	-	-	-	-	-	-	-
Total receipts	42,558	14,449	8,126	3,502	-	198,447	32,047
Disbursements:							
Current:							
Instruction	1,132	300	855	-	-	184,996	-
Support services	-	-	-	-	-	19,412	30,672
Noninstructional services	34,723	12,359	23,348	-	-	813	-
Facilities acquisition and construction	-	-	-	3,502	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	35,855	12,659	24,203	3,502	-	205,221	30,672
Excess (deficiency) of receipts over disbursements	6,703	1,790	(16,077)	-	-	(6,774)	1,375
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	29,719	-
Transfers out	-	-	-	-	(29,719)	-	-
Total other financing sources (uses)	-	-	-	-	(29,719)	29,719	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	6,703	1,790	(16,077)	-	(29,719)	22,945	1,375
Cash and investments - beginning	1,467	17,029	832	-	29,719	-	-
Cash and investments - ending	\$ 8,170	\$ 18,819	\$ (15,245)	\$ -	\$ -	\$ 22,945	\$ 1,375
Cash and Investment Assets - Ending							
Cash and investments	\$ 8,170	\$ 18,819	\$ (15,245)	\$ -	\$ -	\$ 22,945	\$ 1,375
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 8,170	\$ 18,819	\$ (15,245)	\$ -	\$ -	\$ 22,945	\$ 1,375
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	8,170	18,819	(15,245)	-	-	22,945	1,375
Total cash and investment fund balance - ending	\$ 8,170	\$ 18,819	\$ (15,245)	\$ -	\$ -	\$ 22,945	\$ 1,375

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

	High Ability Grant 2008-2009	Title V 2006-2007	Drug Free Schools 2005-2006	Drug Free Schools 2006-2007	Title II Eisenhower 2001-2002	Federal Medicaid Reimbursement	Project Lead The Way
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	6,273	4,870	-	-	15,000
Other	-	-	-	-	-	-	-
Total receipts	-	-	6,273	4,870	-	-	15,000
Disbursements:							
Current:							
Instruction	-	-	-	-	-	-	-
Support services	281	758	5,624	1,938	-	-	13,158
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	281	758	5,624	1,938	-	-	13,158
Excess (deficiency) of receipts over disbursements	(281)	(758)	649	2,932	-	-	1,842
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	(281)	(758)	649	2,932	-	-	1,842
Cash and investments - beginning	281	2,287	-	-	4,335	10,489	(5,228)
Cash and investments - ending	\$ -	\$ 1,529	\$ 649	\$ 2,932	\$ 4,335	\$ 10,489	\$ (3,386)
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 1,529	\$ 649	\$ 2,932	\$ 4,335	\$ 10,489	\$ (3,386)
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 1,529	\$ 649	\$ 2,932	\$ 4,335	\$ 10,489	\$ (3,386)
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	1,529	649	2,932	4,335	10,489	(3,386)
Total cash and investment fund balance - ending	\$ -	\$ 1,529	\$ 649	\$ 2,932	\$ 4,335	\$ 10,489	\$ (3,386)

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

	Title II Tech 2005-2006	Title II 2005-2006	Debt Service Retirement Severance	Transportation Bus Replacement	Capital Projects	New Tech High Grant	Totals
Receipts:							
Local sources	\$ -	\$ -	\$ 87,618	\$ 28,354	\$ 901,997	\$ -	\$ 2,471,297
Intermediate sources	-	-	-	-	-	-	300
State sources	-	-	-	-	-	-	79,485
Federal sources	-	-	-	-	-	-	429,134
Other	-	-	-	-	-	8,000	31,416
Total receipts	-	-	87,618	28,354	901,997	8,000	3,011,632
Disbursements:							
Current:							
Instruction	-	25,534	-	-	-	-	264,716
Support services	236	10,253	-	85,946	368,930	8,000	739,189
Noninstructional services	-	-	-	-	-	-	615,763
Facilities acquisition and construction	-	-	-	-	1,015,358	-	1,030,925
Debt services	-	-	181,717	-	-	-	1,197,750
Total disbursements	236	35,787	181,717	85,946	1,384,288	8,000	3,848,343
Excess (deficiency) of receipts over disbursements	(236)	(35,787)	(94,099)	(57,592)	(482,291)	-	(836,711)
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	5,600
Transfers in	-	-	-	-	-	-	29,719
Transfers out	-	-	-	-	-	-	(29,741)
Total other financing sources (uses)	-	-	-	-	-	-	5,578
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(236)	(35,787)	(94,099)	(57,592)	(482,291)	-	(831,133)
Cash and investments - beginning	236	35,787	313	22,786	202,153	-	573,769
Cash and investments - ending	\$ -	\$ -	\$ (93,786)	\$ (34,806)	\$ (280,138)	\$ -	\$ (257,364)
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ -	\$ -	\$ (34,806)	\$ (280,138)	\$ -	\$ 92,328
Restricted assets:							
Cash and investments	-	-	(93,786)	-	-	-	(349,692)
Total cash and investment assets - ending	\$ -	\$ -	\$ (93,786)	\$ (34,806)	\$ (280,138)	\$ -	\$ (257,364)
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ (93,786)	\$ -	\$ -	\$ -	\$ (349,692)
Unrestricted	-	-	-	(34,806)	(280,138)	-	92,328
Total cash and investment fund balance - ending	\$ -	\$ -	\$ (93,786)	\$ (34,806)	\$ (280,138)	\$ -	\$ (257,364)

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

	Hoosier Heartland Trust	Preschool Special Ed	School Lunch	Textbook Rental	Extended Day Kindergarten	Title II
Receipts:						
Local sources	\$ 72,835	\$ 11,972	\$ 367,991	\$ 170,070	\$ 497	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	43,420	-	-	-	-
Federal sources	-	-	181,381	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>72,835</u>	<u>55,392</u>	<u>549,372</u>	<u>170,070</u>	<u>497</u>	<u>-</u>
Disbursements:						
Current:						
Instruction	-	22,321	-	-	-	21,988
Support services	60,157	1,155	1,458	223,454	-	14,958
Noninstructional services	-	-	535,850	-	12,377	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	<u>60,157</u>	<u>23,476</u>	<u>537,308</u>	<u>223,454</u>	<u>12,377</u>	<u>36,946</u>
Excess (deficiency) of receipts over disbursements	<u>12,678</u>	<u>31,916</u>	<u>12,064</u>	<u>(53,384)</u>	<u>(11,880)</u>	<u>(36,946)</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>12,678</u>	<u>31,916</u>	<u>12,064</u>	<u>(53,384)</u>	<u>(11,880)</u>	<u>(36,946)</u>
Cash and investments - beginning	<u>(9,976)</u>	<u>52,468</u>	<u>35,103</u>	<u>82,116</u>	<u>85,671</u>	<u>36,946</u>
Cash and investments - ending	<u>\$ 2,702</u>	<u>\$ 84,384</u>	<u>\$ 47,167</u>	<u>\$ 28,732</u>	<u>\$ 73,791</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 2,702	\$ 84,384	\$ 47,167	\$ 28,732	\$ 73,791	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 2,702</u>	<u>\$ 84,384</u>	<u>\$ 47,167</u>	<u>\$ 28,732</u>	<u>\$ 73,791</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>2,702</u>	<u>84,384</u>	<u>47,167</u>	<u>28,732</u>	<u>73,791</u>	<u>-</u>
Total cash and investment fund balance - ending	<u>\$ 2,702</u>	<u>\$ 84,384</u>	<u>\$ 47,167</u>	<u>\$ 28,732</u>	<u>\$ 73,791</u>	<u>\$ -</u>

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

	Debt Service	Construction	Educational License Plate Fund	State Medicaid Reimbursement	Non English Speaking Program	School Technology
Receipts:						
Local sources	\$ 878,244	\$ -	\$ -	\$ -	\$ -	\$ 3,397
Intermediate sources	-	-	506	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	386,000	-	-	-	-	-
Other	7	-	-	-	-	-
Total receipts	<u>1,264,251</u>	<u>-</u>	<u>506</u>	<u>-</u>	<u>-</u>	<u>3,397</u>
Disbursements:						
Current:						
Instruction	-	-	-	-	-	-
Support services	-	-	-	-	-	2,000
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	3,505	-	-	-	-
Debt services	760,580	-	-	-	-	-
Total disbursements	<u>760,580</u>	<u>3,505</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,000</u>
Excess (deficiency) of receipts over disbursements	<u>503,671</u>	<u>(3,505)</u>	<u>506</u>	<u>-</u>	<u>-</u>	<u>1,397</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>503,671</u>	<u>(3,505)</u>	<u>506</u>	<u>-</u>	<u>-</u>	<u>1,397</u>
Cash and investments - beginning	<u>(255,906)</u>	<u>44,668</u>	<u>6,937</u>	<u>17,600</u>	<u>91</u>	<u>2,733</u>
Cash and investments - ending	<u>\$ 247,765</u>	<u>\$ 41,163</u>	<u>\$ 7,443</u>	<u>\$ 17,600</u>	<u>\$ 91</u>	<u>\$ 4,130</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 41,163	\$ 7,443	\$ 17,600	\$ 91	\$ 4,130
Restricted assets:						
Cash and investments	247,765	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 247,765</u>	<u>\$ 41,163</u>	<u>\$ 7,443</u>	<u>\$ 17,600</u>	<u>\$ 91</u>	<u>\$ 4,130</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ 247,765	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	41,163	7,443	17,600	91	4,130
Total cash and investment fund balance - ending	<u>\$ 247,765</u>	<u>\$ 41,163</u>	<u>\$ 7,443</u>	<u>\$ 17,600</u>	<u>\$ 91</u>	<u>\$ 4,130</u>

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

	ISIA 1999-2000	School Age Child Care Parents	Pre School	Cape Grant	Cape Grant 2008-2009	Title II Class Size Red
Receipts:						
Local sources	\$ -	\$ 45,427	\$ 42,183	\$ 17,469	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	14,753	32,047
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	45,427	42,183	17,469	14,753	32,047
Disbursements:						
Current:						
Instruction	-	-	-	-	-	3,098
Support services	-	-	-	-	-	-
Noninstructional services	-	30,978	28,262	34	38,956	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	-	30,978	28,262	34	38,956	3,098
Excess (deficiency) of receipts over disbursements	-	14,449	13,921	17,435	(24,203)	28,949
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(28,949)
Total other financing sources (uses)	-	-	-	-	-	(28,949)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	14,449	13,921	17,435	(24,203)	-
Cash and investments - beginning	303	8,170	18,819	(15,245)	-	-
Cash and investments - ending	\$ 303	\$ 22,619	\$ 32,740	\$ 2,190	\$ (24,203)	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 303	\$ 22,619	\$ 32,740	\$ 2,190	\$ (24,203)	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 303	\$ 22,619	\$ 32,740	\$ 2,190	\$ (24,203)	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	303	22,619	32,740	2,190	(24,203)	-
Total cash and investment fund balance - ending	\$ 303	\$ 22,619	\$ 32,740	\$ 2,190	\$ (24,203)	\$ -

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

	Title I 2007-2008	Title I 2008-2009	Gifted & Talented 2007-2008	Title V 2006-2007	Title V 2007-2008	Drug Free Schools 2005-2006
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	2,225	-
Federal sources	119,652	74,051	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>119,652</u>	<u>74,051</u>	<u>-</u>	<u>-</u>	<u>2,225</u>	<u>-</u>
Disbursements:						
Current:						
Instruction	124,881	67,620	1,375	-	-	-
Support services	-	4,669	-	1,529	1,817	649
Noninstructional services	316	247	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	<u>125,197</u>	<u>72,536</u>	<u>1,375</u>	<u>1,529</u>	<u>1,817</u>	<u>649</u>
Excess (deficiency) of receipts over disbursements	<u>(5,545)</u>	<u>1,515</u>	<u>(1,375)</u>	<u>(1,529)</u>	<u>408</u>	<u>(649)</u>
Other financing sources (uses):						
Transfers in	44,093	13,629	-	-	-	-
Transfers out	(13,629)	(15,144)	-	-	-	-
Total other financing sources (uses)	<u>30,464</u>	<u>(1,515)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>24,919</u>	<u>-</u>	<u>(1,375)</u>	<u>(1,529)</u>	<u>408</u>	<u>(649)</u>
Cash and investments - beginning	<u>22,945</u>	<u>-</u>	<u>1,375</u>	<u>1,529</u>	<u>-</u>	<u>649</u>
Cash and investments - ending	<u>\$ 47,864</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 408</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 47,864	\$ -	\$ -	\$ -	\$ 408	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 47,864</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 408</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	47,864	-	-	-	408	-
Total cash and investment fund balance - ending	<u>\$ 47,864</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 408</u>	<u>\$ -</u>

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

	Drug Free Schools 2006-2007	Title II Eisenhower 2001-2002	Federal Medicaid Reimbursement	Project Lead The Way	Project Lead The Way Biomed
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	-	-	-	-	36,979
Temporary loans	-	-	-	-	-
Other	-	-	-	3,386	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total receipts	-	-	-	3,386	36,979
Disbursements:					
Current:					
Instruction	-	-	-	-	-
Support services	2,932	4,435	-	-	34,188
Noninstructional services	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-
Debt services	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total disbursements	2,932	4,435	-	-	34,188
Excess (deficiency) of receipts over disbursements					
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	(2,932)	(4,435)	-	3,386	2,791
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses					
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	(2,932)	(4,435)	-	3,386	2,791
Cash and investments - beginning	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	2,932	4,335	10,489	(3,386)	-
Cash and investments - ending	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	\$ -	\$ (100)	\$ 10,489	\$ -	\$ 2,791
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ -	\$ (100)	\$ 10,489	\$ -	\$ 2,791
Restricted assets:					
Cash and investments	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total cash and investment assets - ending	\$ -	\$ (100)	\$ 10,489	\$ -	\$ 2,791
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	(100)	10,489	-	2,791
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total cash and investment fund balance - ending	\$ -	\$ (100)	\$ 10,489	\$ -	\$ 2,791

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

	Project Lead The Way Technology	Title II Tech 2005-2006	Debt Service Retirement Severance	Transportation Bus Replacement	Capital Projects
Receipts:					
Local sources	\$ -	\$ -	\$ 95,577	\$ 235,702	\$ 1,472,247
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	3,853	22,000	-	-	-
Temporary loans	-	-	-	-	250,000
Other	-	-	-	-	15,451
Total receipts	<u>3,853</u>	<u>22,000</u>	<u>95,577</u>	<u>235,702</u>	<u>1,737,698</u>
Disbursements:					
Current:					
Instruction	-	-	-	-	-
Support services	4,262	10,514	-	-	342,548
Noninstructional services	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	904,478
Debt services	-	-	117,936	-	-
Total disbursements	<u>4,262</u>	<u>10,514</u>	<u>117,936</u>	<u>-</u>	<u>1,247,026</u>
Excess (deficiency) of receipts over disbursements	<u>(409)</u>	<u>11,486</u>	<u>(22,359)</u>	<u>235,702</u>	<u>490,672</u>
Other financing sources (uses):					
Transfers in	-	-	59,641	-	50,000
Transfers out	-	-	(50,000)	(59,641)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>9,641</u>	<u>(59,641)</u>	<u>50,000</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(409)</u>	<u>11,486</u>	<u>(12,718)</u>	<u>176,061</u>	<u>540,672</u>
Cash and investments - beginning	<u>-</u>	<u>-</u>	<u>(93,786)</u>	<u>(34,806)</u>	<u>(280,138)</u>
Cash and investments - ending	<u>\$ (409)</u>	<u>\$ 11,486</u>	<u>\$ (106,504)</u>	<u>\$ 141,255</u>	<u>\$ 260,534</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ (409)	\$ 11,486	\$ -	\$ 141,255	\$ 260,534
Restricted assets:					
Cash and investments	-	-	(106,504)	-	-
Total cash and investment assets - ending	<u>\$ (409)</u>	<u>\$ 11,486</u>	<u>\$ (106,504)</u>	<u>\$ 141,255</u>	<u>\$ 260,534</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ (106,504)	\$ -	\$ -
Unrestricted	<u>(409)</u>	<u>11,486</u>	<u>-</u>	<u>141,255</u>	<u>260,534</u>
Total cash and investment fund balance - ending	<u>\$ (409)</u>	<u>\$ 11,486</u>	<u>\$ (106,504)</u>	<u>\$ 141,255</u>	<u>\$ 260,534</u>

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

	New Tech High Grant	New Tech Language Lab	Shelby County Drug Coalition	IDEM Exhaust Reduction	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 3,413,611
Intermediate sources	-	-	-	-	506
State sources	-	-	-	-	92,445
Federal sources	-	-	-	-	437,916
Temporary loans	-	-	-	-	636,000
Other	25,000	77,500	1,220	-	122,564
Total receipts	25,000	77,500	1,220	-	4,703,042
Disbursements:					
Current:					
Instruction	-	-	-	-	241,283
Support services	-	-	-	-	710,725
Noninstructional services	5,411	-	370	9,240	662,041
Facilities acquisition and construction	-	-	-	-	907,983
Debt services	-	-	-	-	878,516
Total disbursements	5,411	-	370	9,240	3,400,548
Excess (deficiency) of receipts over disbursements	19,589	77,500	850	(9,240)	1,302,494
Other financing sources (uses):					
Transfers in	-	-	-	-	167,363
Transfers out	-	-	-	-	(167,363)
Total other financing sources (uses)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	19,589	77,500	850	(9,240)	1,302,494
Cash and investments - beginning	-	-	-	-	(257,364)
Cash and investments - ending	\$ 19,589	\$ 77,500	\$ 850	\$ (9,240)	\$ 1,045,130
Cash and Investment Assets - Ending					
Cash and investments	\$ 19,589	\$ 77,500	\$ 850	\$ (9,240)	\$ 903,869
Restricted assets:					
Cash and investments	-	-	-	-	141,261
Total cash and investment assets - ending	\$ 19,589	\$ 77,500	\$ 850	\$ (9,240)	\$ 1,045,130
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 141,261
Unrestricted	19,589	77,500	850	(9,240)	903,869
Total cash and investment fund balance - ending	\$ 19,589	\$ 77,500	\$ 850	\$ (9,240)	\$ 1,045,130

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

	McDonald Grant	Blue River Foundation Grant	Donation Grant	Totals
Additions:				
Contributions:				
Other	\$ -	\$ -	\$ -	\$ -
Deductions:				
Administrative and general	12	29	-	41
Deficiency of total additions over total deductions	(12)	(29)	-	(41)
Cash and investment fund balance - beginning	12	29	275	316
Cash and investments - June 30	\$ -	\$ -	\$ 275	\$ 275
Net assets:				
Cash and investments	\$ -	\$ -	\$ 275	\$ 275
Total net assets - cash and investment basis held in trust	\$ -	\$ -	\$ 275	\$ 275

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

	Donation Grant
Additions:	
Contributions:	
Other	\$ -
Deductions:	
Administrative and general	-
Excess (deficiency) of total additions over total deductions	-
Cash and investment fund balance - beginning	275
Cash and investments - June 30	\$ 275
Net assets:	
Cash and investments	\$ 275
Total net assets - cash and investment basis held in trust	\$ 275

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2008

	<u>Payroll Deduction</u>
Additions:	
Agency fund additions	<u>\$ 2,386,670</u>
Deductions:	
Agency fund deductions	<u>2,320,500</u>
Excess (deficiency) of total additions over total deductions	66,170
Cash and investment fund balance - beginning	<u>1,040</u>
Cash and investment fund balance - ending	<u><u>\$ 67,210</u></u>

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2009

	Payroll Deduction
Additions:	
Agency fund additions	\$ 2,429,630
Deductions:	
Agency fund deductions	2,520,098
Excess (deficiency) of total additions over total deductions	(90,468)
Cash and investment fund balance - beginning	67,210
Cash and investment fund balance - ending	\$ (23,258)

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended June 30, 2009

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 222,402
Buildings	11,799,600
Improvements other than buildings	611,082
Machinery and equipment	<u>3,428,613</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 16,061,697</u>

NORTHWEST CONSOLIDATED SCHOOL CORPORATION
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2009

The School Corporation has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
2004 Lease - Middle School	\$ 2,290,000	\$ 421,498
2006 Lease - High School	1,665,000	214,489
Middle School Energy Savings	1,058,644	260,950
High School Energy Savings	49,306	51,028
Common School Loan	412,500	94,688
Bonds payable:		
General obligation bonds:		
Retirement/Severance Bonds	935,000	121,544
2009 High School Remodel	<u>2,100,000</u>	<u>50,187</u>
Total governmental activities debt	<u>\$ 8,510,450</u>	<u>\$ 1,214,383</u>

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
EXAMINATION RESULTS AND COMMENTS

ERRORS ON CLAIMS

The following deficiencies were noted on claims during the examination period:

- (1) Claims or invoices did not have evidence to support authorization to purchase by the requesting department administrator.
- (2) Claims or invoices did not have evidence to support receipt of goods or services.

IC 5-11-10-1.6 states in part:

"(b) As used in this section, 'claim' means a bill or an invoice submitted to a governmental entity for goods or services."

"(c) The fiscal officer of a governmental entity may not draw a warrant or check for payment of a claim unless:

- (1) there is a fully itemized invoice or bill for the claim;
- (2) the invoice or bill is approved by the officer or person receiving the goods and services;
- (3) the invoice or bill is filed with the governmental entity's fiscal officer;
- (4) the fiscal officer audits and certifies before payment that the invoice or bill is true and correct; and
- (5) payment of the claim is allowed by the governmental entity's legislative body or the board or official having jurisdiction over allowance of payment of the claim."

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)

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
EXAMINATION RESULTS AND COMMENTS
(Continued)

APPROPRIATIONS

Records presented for examination indicated the following expenditures in excess of budgeted appropriations:

<u>Fund</u>	<u>Year</u>	<u>Excess Amount Expended</u>
Debt Service	2008	<u>\$ 16,165.29</u>

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."

GUARANTEED ENERGY SAVINGS CONTRACTS

Triton Central High School

The Northwestern Consolidated School Corporation entered into a guaranteed energy savings contract with Energy Systems Group, LLC, on April 26, 2000. The total amount of the contract was \$665,000. The total amount of guaranteed energy savings was \$87,500. The total amount of guaranteed stipulated and agreed upon operational savings was \$577,500. The "stipulated and agreed upon" operational savings were "considered fully satisfied upon the Owner's final acceptance of the project." There was no information presented for examination to document "stipulated and agreed upon" operational savings.

The High School Project has contract requirements which include full lighting upgrade, well water pressure tank replacement, fresh water well cleaning and refurbishing, certain HVAC and control repair and replacement, revised air handling ductwork system, and repair and replacement of air handling unit controls.

Triton Middle School

The Northwestern Consolidated School Corporation entered into a guaranteed energy savings contract with Energy Systems Group, LLC, on January 8, 2003. The total amount of the contract was \$2,350,559. The total amount of guaranteed energy savings was \$375,600. The total amount of guaranteed operational savings was \$2,632,055. The parties stipulate and agree that the energy and operational savings were "considered fully satisfied upon the Owner's final acceptance of the project." There was no information presented for examination to document "stipulated and agreed upon" operational savings.

The Middle School Project has contract requirements which include installation of a new front-end workstation with full communications network, boiler control, chiller control, pump control, AHU control, unit ventilator control, exhaust fan control, and a new boiler room.

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
EXAMINATION RESULTS AND COMMENTS
(Continued)

Statutory and Other Compliance Guideline Provisions

The Public Works Law, IC 36-1-12-1(e), states in part: "As an alternative to this chapter, the governing body . . . may . . . enter into a guaranteed energy savings contract as permitted under IC 36-1-12.5."

Effective March 21, 2002, IC 36-1-12.5-1 states in part:

"As used in this chapter, 'energy conservation measure' means a school facility alteration or an alteration of a structure (as defined in IC 36-1-10-2) designed to reduce energy consumption costs or other operating costs . . . including future:

- (A) labor costs;
- (B) costs for contracted services; and
- (C) related capital expenditures."

IC 36-1-12.5-5(a) concerning energy savings contracts states in part:

"The governing body may enter into . . . a guaranteed energy savings contract with a qualified provider to reduce the school corporation's or the political subdivision's energy consumption costs or operating costs if, after review of the report described in section 6 of this chapter, the governing body finds: (1) that the amount the governing body would spend on the energy conservation measures under the contract and that are recommended in the report is not likely to exceed the amount to be saved in energy consumption costs and other operating costs over ten (10) years from the date of installation if the recommendations in the report were followed; and (2) in the case of a guaranteed energy savings contract, the qualified provider provides a written guarantee as described in subsection (d)(2)."

IC 36-1-12.5-5(d) states in part:

"An agreement to participate in . . . guaranteed energy savings contract under this section must provide that: . . . (2) in the case of the guaranteed energy savings contract: (A) the savings in energy and operating costs due to the energy conservation measures are guaranteed to cover the costs of the payments for the measures; and (B) the qualified provider will reimburse the school corporation or political subdivision for the difference between the guaranteed savings and the actual savings . . ."

Effective March 21, 2002, IC 36-1-12.5-0.5 states: "As used in this chapter, 'actual savings' includes stipulated savings."

IC 36-1-12.5-0.7 states: "As used in this chapter, 'causally connected work' means work that is required to properly implement an energy conservation measure."

IC 36-1-12.5-3.7 states in part: "As used in this chapter, 'stipulated savings' are assumed savings that are documented by industry engineering standards."

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
EXAMINATION RESULTS AND COMMENTS
(Continued)

IC 36-1-12.5-11 states in part:

"(a) A guaranteed energy savings contract that includes stipulated savings must specify the methodology used to calculate the savings using industry engineering standards.

(b) Stipulated savings may be used for energy conservation measures including . . . (9) Any work that is causally connected to the energy conservation measures listed in subdivisions (1) through (8).

(c) The guaranteed energy savings contract shall:

(1) describe stipulated savings for:

(A) energy conservation measures; and

(B) work causally connected to the energy conservation measures; and

(2) document assumptions by industry engineering standards."

Repayment of Costs in Excess of Savings

Northwestern Consolidated School Corporation Officials conveyed that the items shown as "agreed upon" or "stipulated savings" have been predetermined. Furthermore, Northwestern Consolidated School Corporation Officials do not have available for examination and conveyed they do not plan in the future to have any additional information to document actual operating or energy savings. Accordingly, with due regards for the remaining contract time for which information may be presented to document actual operating and energy savings (effective March 21, 2002, "stipulated savings" documented by "industry engineering standards"), the Northwestern Consolidated School Corporation should request reimbursement from Energy Systems Group, LLC for costs which did not result in an actual reduction of energy consumption costs or other operating costs (or effective March 21, 2002, stipulated savings which were not supported by "industry engineering standards") at the end of the contract term in accordance with IC 36-1-12.5-5(d)(2)(B).

Governmental units have a responsibility to collect amounts owed to the governmental unit pursuant to procedures authorized by statute. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

OFFICIAL BOND

None of the official bonds for the three extra-curricular treasurers were filed in the Office of the County Recorder. Additionally, there was not continuous official bond coverage for the School Corporation treasurers or the payroll clerks during the examination period.

IC 5-4-1-5.1(b) states in part: "Every elected or appointed officer, official, deputy, or employee of a political subdivision . . . shall file the bond in the office of the county recorder . . ."

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
EXAMINATION RESULTS AND COMMENTS
(Continued)

OVERDRAWN FUND BALANCES

The following funds were overdrawn during the examination period:

Fund	2007-2008	2008-2009
Debt Service	\$ 255,906	\$ -
Capital Projects	280,138	-
Transportation Bus Replacement	34,806	-
Debt Service Retirement/Severance	93,786	106,504
Title II	-	100
Cape Grant	15,245	24,203
Project Lead the Way	3,386	-
Project Lead the Way Technology	-	409
Hoosier Heartland Trust	9,975	-
IDEM Exhaust Reduction	-	9,240

The balances of funds 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)

NORTHWESTERN CONSOLIDATED SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on February 17, 2010, with Dr. Ellen Welk, Superintendent of Schools; Nathaniel Day, Treasurer; and Ken Polston, School Board member. The officials concurred with our findings.