

B37118

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

EXAMINATION REPORT
OF
LAWRENCE EARLY COLLEGE HIGH SCHOOL
MARION COUNTY, INDIANA
July 1, 2007 to June 30, 2009



FILED
06/11/2010

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Kay Harmless Bonnie Hester	07-01-07 to 07-16-08 07-17-08 to 06-30-10
School Director	Kay Harmless Carolyn Emmert Scott Syverson	07-01-07 to 07-16-08 07-17-08 to 09-01-08 09-02-08 to 06-30-10
President of the School Board	Alan Rowland Tracy Barnes	07-01-07 to 06-30-09 07-01-09 to 06-30-10



STATE OF INDIANA
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE LAWRENCE EARLY COLLEGE
HIGH SCHOOL, MARION COUNTY, INDIANA

We have examined the financial information presented herein of the Lawrence Early College High School (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 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

March 17, 2010

LAWRENCE EARLY COLLEGE HIGH SCHOOL
SCHEDULE OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2008

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		Net (Disbursement) Receipts and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	<u>Totals</u>
Governmental activities:				
Instruction	\$ 721,515	\$ -	\$ 23,309	\$ (698,206)
Support services	299,436	12,069	6,807	(280,560)
Noninstructional services	4,861	-	-	(4,861)
Facilities acquisition and construction	514,290	-	-	(514,290)
Debt service	44,786	-	-	(44,786)
Total governmental activities	\$ 1,584,888	\$ 12,069	\$ 30,116	(1,542,703)
General receipts:				
Property taxes				431,553
Other local sources				29,593
State aid				627,938
Bonds and loans				70,000
Grants and contributions not restricted to specific programs				376,270
Total general receipts				1,535,354
Change in net assets				(7,349)
Net assets - beginning				228,991
Net assets - ending				\$ 221,642
<u>Assets</u>				
Cash and investments				\$ 221,642
<u>Net Assets</u>				
Unrestricted				\$ 221,642

The accompany notes are an integral part of the financial information.

LAWRENCE EARLY COLLEGE HIGH SCHOOL
SCHEDULE 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>Totals</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	
Governmental activities:				Net (Disbursement) Receipts and Changes in Net Assets
Instruction	\$ 507,786	\$ -	\$ 28,711	\$ (479,075)
Support services	381,604	2,680	13,748	(365,176)
Noninstructional services	4,073	-	-	(4,073)
Facilities acquisition and construction	416,534	-	-	(416,534)
Debt service	<u>176,229</u>	<u>-</u>	<u>-</u>	<u>(176,229)</u>
Total governmental and activities	<u>\$ 1,486,226</u>	<u>\$ 2,680</u>	<u>\$ 42,459</u>	<u>(1,441,087)</u>
General receipts:				
Property taxes				157,628
Other local sources				12,490
State aid				800,035
Bonds and loans				136,049
Grants and contributions not restricted to specific programs				<u>157,214</u>
Total general receipts				<u>1,263,416</u>
Change in net assets				(177,671)
Net assets - beginning				<u>221,642</u>
Net assets - ending				<u>\$ 43,971</u>
<u>Assets</u>				
Cash and investments				<u>\$ 43,971</u>
<u>Net Assets</u>				
Unrestricted				<u>\$ 43,971</u>

The accompany notes are an integral part of the financial information.

LAWRENCE EARLY COLLEGE HIGH SCHOOL
SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2008

	General	Textbook Rental	Safe and Drug Free	Technical Preparation	Title II	Public Charter School Program	Other	Totals
Receipts:								
Local sources	\$ 469,241	\$ 3,974	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 473,215
State sources	650,121	6,808	-	-	-	-	1,622	658,551
Federal sources	-	-	44,235	14,852	9,948	271,000	35,738	375,773
Temporary loans	70,000	-	-	-	-	-	-	70,000
Total receipts	1,189,362	10,782	44,235	14,852	9,948	271,000	37,360	1,577,539
Disbursements:								
Current:								
Instruction	567,270	15,962	56,225	5,168	4,192	35,595	37,103	721,515
Support services	191,518	-	4,659	5,781	1,193	95,129	1,156	299,436
Noninstructional services	4,612	-	-	70	149	30	-	4,861
Facilities acquisition and construction	507,630	-	4,660	-	-	2,000	-	514,290
Debt services	44,786	-	-	-	-	-	-	44,786
Total disbursements	1,315,816	15,962	65,544	11,019	5,534	132,754	38,259	1,584,888
Excess (deficiency) of receipts over disbursements	(126,454)	(5,180)	(21,309)	3,833	4,414	138,246	(899)	(7,349)
Cash and investments - beginning	130,260	7,615	21,309	(3,614)	-	72,039	1,382	228,991
Cash and investments - ending	\$ 3,806	\$ 2,435	\$ -	\$ 219	\$ 4,414	\$ 210,285	\$ 483	\$ 221,642
<u>Cash and Investment Assets - Ending</u>	<u>\$ 3,806</u>	<u>\$ 2,435</u>	<u>\$ -</u>	<u>\$ 219</u>	<u>\$ 4,414</u>	<u>\$ 210,285</u>	<u>\$ 483</u>	<u>\$ 221,642</u>
<u>Cash and Investment Fund Balance - Ending</u>								
Unrestricted	\$ 3,806	\$ 2,435	\$ -	\$ 219	\$ 4,414	\$ 210,285	\$ 483	\$ 221,642

The accompany notes are an integral part of the financial information.

LAWRENCE EARLY COLLEGE HIGH SCHOOL
SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

	General	Textbook Rental	Title I	Safe and Drug Free	Technical Preparation	Title II	Public Charter School Program	Other	Totals
Receipts:									
Local sources	\$ 170,973	\$ 1,825	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 172,798
State sources	811,089	13,748	-	-	-	-	-	1,199	826,036
Federal sources	-	-	33,911	14,746	21,550	3,330	-	100,135	173,672
Temporary loans	136,049	-	-	-	-	-	-	-	136,049
Total receipts	1,118,111	15,573	33,911	14,746	21,550	3,330	-	101,334	1,308,555
Disbursements:									
Current:									
Instruction	437,571	5,184	23,530	-	11,484	2,060	27,286	671	507,786
Support services	355,365	-	24	9,516	3,610	849	10,025	2,215	381,604
Noninstructional services	4,053	-	11	-	-	-	9	-	4,073
Facilities acquisition and construction	319,635	-	-	-	1,064	-	1,515	94,320	416,534
Debt services	176,229	-	-	-	-	-	-	-	176,229
Total disbursements	1,292,853	5,184	23,565	9,516	16,158	2,909	38,835	97,206	1,486,226
Excess (deficiency) of receipts over disbursements	(174,742)	10,389	10,346	5,230	5,392	421	(38,835)	4,128	(177,671)
Cash and investments - beginning	3,806	2,435	-	-	219	4,414	210,285	483	221,642
Cash and investments - ending	\$ (170,936)	\$ 12,824	\$ 10,346	\$ 5,230	\$ 5,611	\$ 4,835	\$ 171,450	\$ 4,611	\$ 43,971
Cash and Investment Assets - Ending									
Cash and investments	\$ (170,936)	\$ 12,824	\$ 10,346	\$ 5,230	\$ 5,611	\$ 4,835	\$ 171,450	\$ 4,611	\$ 43,971
Cash and Investment Fund Balance - Ending									
Unrestricted	\$ (170,936)	\$ 12,824	\$ 10,346	\$ 5,230	\$ 5,611	\$ 4,835	\$ 171,450	\$ 4,611	\$ 43,971

The accompany notes are an integral part of the financial information.

LAWRENCE EARLY COLLEGE HIGH SCHOOL
 SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 FIDUCIARY FUNDS
 For the Year Ended June 30, 2008

	<u>Private-Purpose Trust Funds</u>
Additions:	
Contributions:	
Other	\$ <u>17,000</u>
Total additions	<u>17,000</u>
Deductions:	
Administrative and general	<u>184,267</u>
Total deductions	<u>184,267</u>
Deficiency of total additions over total deductions	<u>(167,267)</u>
Cash and investment fund balance - beginning	<u>205,514</u>
Cash and investment fund balance - ending	<u>\$ 38,247</u>
Net assets - cash and investment basis held in trust	<u>\$ 38,247</u>

The accompany notes are an integral part of the financial information.

LAWRENCE EARLY COLLEGE HIGH SCHOOL
 SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 FIDUCIARY FUNDS
 For the Year Ended June 30, 2009

	<u>Private-Purpose Trust Funds</u>
Additions:	
Contributions:	
Other	\$ <u>28,901</u>
Total additions	<u>28,901</u>
Deductions:	
Administrative and general	<u>10,084</u>
Total deductions	<u>10,084</u>
Excess of total additions over total deductions	<u>18,817</u>
Cash and investment fund balance - beginning	<u>38,247</u>
Cash and investment fund balance - ending	<u>\$ 57,064</u>
Net assets - cash and investment basis held in trust	<u>\$ 57,064</u>

The accompany notes are an integral part of the financial information.

LAWRENCE EARLY COLLEGE HIGH SCHOOL
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 Schedules

Government-Wide Financial Schedules

The Schedule of Activities and Net Assets – Cash and Investments Basis displays 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 Schedules

Fund financial schedules 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 schedules 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 schedules.

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 textbook rental fund accounts for state and local textbook distributions.

The safe and drug free fund accounts for grants received from the federal government.

The technical preparation fund accounts for grants received from the federal government.

The title I funds account for grants received from the federal government.

The public charter school program fund accounts for grants and distributions received from the federal government.

LAWRENCE EARLY COLLEGE HIGH SCHOOL
NOTES TO FINANCIAL INFORMATION
(Continued)

Additionally, the School Corporation reports the following fund type:

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the school corporation and the students.

B. Measurement Focus and Basis of Accounting

The government-wide, governmental fund, proprietary fund and fiduciary fund financial schedules 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 schedule.

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 schedules for proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

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

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

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

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

LAWRENCE EARLY COLLEGE HIGH SCHOOL
NOTES TO FINANCIAL INFORMATION
(Continued)

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.

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.

LAWRENCE EARLY COLLEGE HIGH SCHOOL
NOTES TO FINANCIAL INFORMATION
(Continued)

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. Teacher's Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Teacher's 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:

Teacher's 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.

LAWRENCE EARLY COLLEGE HIGH SCHOOL
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 7. School Name Change

Effective July 1, 2010, Lawrence Early College High School will be known as Stonegate Early College High School. The School Corporation will serve students from the ninth to the twelfth grades.

Note 8. School Location Change

On August 14, 2009, the School Corporation began leasing a new location for the school and administrative offices. The new address is 2855 North Franklin Road, Indianapolis, IN 46219. Payment of the lease will be made monthly and with a term of 20 years. The lease rental payments range from \$147,745 to \$312,657.81 for the first 10 years and \$336,316 every year thereafter.

LAWRENCE EARLY COLLEGE HIGH SCHOOL
 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

	Professional Development	Non-English Speaking Program	Title I	Title VI	Totals
Receipts:					
State sources	\$ -	\$ 1,622	\$ -	\$ -	\$ 1,622
Federal sources	-	-	35,474	264	35,738
Total receipts	-	1,622	35,474	264	37,360
Disbursements:					
Current:					
Instruction	226	1,403	35,474	-	37,103
Support services	1,156	-	-	-	1,156
Total disbursements	1,382	1,403	35,474	-	38,259
Excess (deficiency) of receipts over disbursements	(1,382)	219	-	264	(899)
Cash and investments - beginning	1,382	-	-	-	1,382
Cash and investments - ending	\$ -	\$ 219	\$ -	\$ 264	\$ 483
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ -	\$ 219	\$ -	\$ 264	\$ 483
Cash and investments	\$ -	\$ 219	\$ -	\$ 264	\$ 483
<u>Cash and Investment Fund Balance - Ending</u>					
Unrestricted	\$ -	\$ 219	\$ -	\$ 264	\$ 483

LAWRENCE EARLY COLLEGE HIGH SCHOOL
 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

	Non-English Speaking Program	Title VI	Safe and Drug Free Schools	Fiscal Stabilization	Totals
Receipts:					
State sources	\$ 1,199	\$ -	\$ -	\$ -	\$ 1,199
Federal sources	-	3,134	576	96,425	100,135
Total receipts	<u>1,199</u>	<u>3,134</u>	<u>576</u>	<u>96,425</u>	<u>101,334</u>
Disbursements:					
Current:					
Instruction	219	-	452	-	671
Support services	110	-	-	2,105	2,215
Facilities acquisition and construction	-	-	-	94,320	94,320
Total disbursements	<u>329</u>	<u>-</u>	<u>452</u>	<u>96,425</u>	<u>97,206</u>
Deficiency of receipts over disbursements	<u>870</u>	<u>3,134</u>	<u>124</u>	<u>-</u>	<u>4,128</u>
Cash and investments - beginning	<u>219</u>	<u>264</u>	<u>-</u>	<u>-</u>	<u>483</u>
Cash and investments - ending	<u>\$ 1,089</u>	<u>\$ 3,398</u>	<u>\$ 124</u>	<u>\$ -</u>	<u>\$ 4,611</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	<u>\$ 1,089</u>	<u>\$ 3,398</u>	<u>\$ 124</u>	<u>\$ -</u>	<u>\$ 4,611</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Unrestricted	<u>\$ 1,089</u>	<u>\$ 3,398</u>	<u>\$ 124</u>	<u>\$ -</u>	<u>\$ 4,611</u>

LAWRENCE EARLY COLLEGE HIGH SCHOOL
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2008

	<u>LUMINA Grant</u>	<u>NESSI Grant</u>	<u>Governor's Grant</u>	<u>Totals</u>
Additions:				
Contributions:				
Other	\$ 17,000	\$ -	\$ -	\$ 17,000
Total additions	<u>17,000</u>	<u>-</u>	<u>-</u>	<u>17,000</u>
Deductions:				
Administrative and general	<u>16,748</u>	<u>128,804</u>	<u>38,715</u>	<u>184,267</u>
Excess (deficiency) of total additions over total deductions	<u>252</u>	<u>(128,804)</u>	<u>(38,715)</u>	<u>(167,267)</u>
Cash and investment fund balance - beginning	<u>-</u>	<u>160,352</u>	<u>45,162</u>	<u>205,514</u>
Cash and investments - ending	<u>\$ 252</u>	<u>\$ 31,548</u>	<u>\$ 6,447</u>	<u>\$ 38,247</u>
Net assets - cash and investment basis held in trust	<u>\$ 252</u>	<u>\$ 31,548</u>	<u>\$ 6,447</u>	<u>\$ 38,247</u>

LAWRENCE EARLY COLLEGE HIGH SCHOOL
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2009

	<u>LUMINA Grant</u>	<u>NESSI Grant</u>	<u>Governor's Grant</u>	<u>School Administrative</u>	<u>Totals</u>
Additions:					
Contributions:					
Other	\$ 10,000	\$ 15,000	\$ -	\$ 3,901	\$ 28,901
Total additions	<u>10,000</u>	<u>15,000</u>	<u>-</u>	<u>3,901</u>	<u>28,901</u>
Deductions:					
Administrative and general	<u>-</u>	<u>8,153</u>	<u>552</u>	<u>1,379</u>	<u>10,084</u>
Excess (deficiency) of total additions over total deductions	<u>10,000</u>	<u>6,847</u>	<u>(552)</u>	<u>2,522</u>	<u>18,817</u>
Cash and investment fund balance - beginning	<u>252</u>	<u>31,548</u>	<u>6,447</u>	<u>-</u>	<u>38,247</u>
Cash and investments - ending	<u>\$ 10,252</u>	<u>\$ 38,395</u>	<u>\$ 5,895</u>	<u>\$ 2,522</u>	<u>\$ 57,064</u>
Net assets - cash and investment basis held in trust	<u>\$ 10,252</u>	<u>\$ 38,395</u>	<u>\$ 5,895</u>	<u>\$ 2,522</u>	<u>\$ 57,064</u>

LAWRENCE EARLY COLLEGE HIGH SCHOOL
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS
June 30, 2009

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Machinery and equipment	\$ <u>9,239</u>
Total governmental activities, capital assets not being depreciated	\$ <u><u>9,239</u></u>

LAWRENCE EARLY COLLEGE HIGH SCHOOL
 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 Loan	\$ 520,787	\$ 2,004
Total governmental activities debt	<u>\$ 520,787</u>	<u>\$ 2,004</u>

LAWRENCE EARLY COLLEGE HIGH SCHOOL
EXAMINATION RESULT AND COMMENT

OVERDRAWN CASH BALANCE

The General Fund was overdrawn at June 30, 2009. A similar comment appeared in prior Report B32034.

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)

LAWRENCE EARLY COLLEGE HIGH SCHOOL
EXIT CONFERENCE

The contents of this report were discussed on March 17, 2010, with Bonnie Hester, Treasurer; and Tracy Barnes, President of the School Board.