

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

AUDIT REPORT
OF
CONCORD COMMUNITY SCHOOLS
ELKHART COUNTY, INDIANA
July 1, 2008 to June 30, 2010



FILED
12/30/2010

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report on Financial Statements and Supplementary Schedule of Expenditures of Federal Awards	3-4
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards	5-6
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Activities and Net Assets – Cash and Investment Basis	7-8
Fund Financial Statements:	
Governmental Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Governmental Funds	9-10
Proprietary Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Proprietary Funds.....	11-12
Fiduciary Funds:	
Statement of Additions, Deductions, and Changes in Cash and Investment Balances – Fiduciary Funds	13-14
Notes to Financial Statements	15-26
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds.....	27-41
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Private-Purpose Trust Funds	42-43
Combining Schedule of Cash and Investment Balances – Agency Funds	44-45
Schedule of Capital Assets.....	46
Schedule of Long-Term Debt	47
Audit Results and Comments:	
Capital Assets Records	48
Overdrawn Cash Balances	48
Disbursement Documentation	48
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133.....	50-51
Schedule of Expenditures of Federal Awards	52-53
Notes to Schedule of Expenditures of Federal Awards.....	54
Schedule of Findings and Questioned Costs	55
Auditee Prepared Schedule:	
Summary Schedule of Prior Audit Findings	56
Exit Conference.....	57

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Constance J. Crum	07-01-08 to 06-30-11
Superintendent of Schools	George S. Dyer	07-01-08 to 06-30-11
President of the School Board	Catherine Tahmassebi Randall Myers	07-01-08 to 06-30-09 07-01-09 to 06-30-11



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

TO: THE OFFICIALS OF THE CONCORD COMMUNITY SCHOOLS, ELKHART COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Concord Community Schools (School Corporation), as of and for the years ended June 30, 2009 and 2010, which collectively comprise the School Corporation's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the School Corporation's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note I, the School Corporation prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the School Corporation as of June 30, 2009 and 2010, and the respective cash receipts and cash disbursements during the years then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated October 26, 2010, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Corporation's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The School Corporation has not presented Management's Discussion and Analysis, Schedules of Funding Progress, or Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Corporation's basic financial statements. The Combining Schedules, as listed in the Table of Contents, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the basic financial statements. The Combining Schedules, as listed in the Table of Contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Schedule of Capital Assets and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

October 26, 2010



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

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF THE CONCORD COMMUNITY SCHOOLS, ELKHART COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Concord Community Schools (School Corporation), as of and for the years ended June 30, 2009 and 2010, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated October 26, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School Corporation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

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

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS
(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Corporation's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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

STATE BOARD OF ACCOUNTS

October 26, 2010

CONCORD COMMUNITY SCHOOLS
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	\$ 21,029,708	\$ -	\$ 697,745	\$ (20,331,963)
Support services	12,023,529	1,089,523	1,355,335	(9,578,671)
Noninstructional services	2,387,476	-	-	(2,387,476)
Facilities acquisition and construction	6,065,497	-	-	(6,065,497)
Debt service	33,679,873	-	-	(33,679,873)
Nonprogrammed charges	1,811,144	-	-	(1,811,144)
<u>Total government activities</u>	<u>\$ 76,997,227</u>	<u>\$ 1,089,523</u>	<u>\$ 2,053,080</u>	<u>(73,854,624)</u>
General receipts:				
Property taxes				21,862,773
Other local sources				3,889,319
State aid				20,177,258
Bonds and loans				29,156,070
Grants and contributions not restricted to specific programs				4,547,349
Sale of property				1
Investment earnings				121,470
Other				273,212
<u>Total general receipts</u>				<u>80,027,452</u>
Change in net assets				6,172,828
Net assets - beginning				<u>11,273,232</u>
Net assets - ending				<u>\$ 17,446,060</u>
<u>Assets</u>				
Cash and investments				\$ 15,909,374
Restricted assets:				
Cash and investments				<u>1,536,686</u>
<u>Total assets</u>				<u>\$ 17,446,060</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 857,115
Other purposes				679,571
Unrestricted				<u>15,909,374</u>
<u>Total net assets</u>				<u>\$ 17,446,060</u>

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

CONCORD COMMUNITY SCHOOLS
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2010

<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	\$ 21,975,632	\$ -	\$ 566,096	\$ (21,409,536)
Support services	12,104,606	1,050,626	1,453,324	(9,600,656)
Noninstructional services	2,450,804	-	-	(2,450,804)
Facilities acquisition and construction	11,511,236	-	-	(11,511,236)
Debt service	17,295,087	-	-	(17,295,087)
Nonprogrammed charges	2,281,571	-	-	(2,281,571)
Total governmental activities	<u>\$ 67,618,936</u>	<u>\$ 1,050,626</u>	<u>\$ 2,019,420</u>	<u>(64,548,890)</u>
General receipts:				
Property taxes				22,858,957
Other local sources				2,512,589
State aid				26,367,456
Bonds and loans				10,219,900
Grants and contributions not restricted to specific programs				4,507,397
Sale of property				6,231
Investment earnings				90,333
Other				284,964
Total general receipts				<u>66,847,827</u>
Change in net assets				2,298,937
Net assets - beginning				<u>17,446,060</u>
Net assets - ending				<u>\$ 19,744,997</u>
<u>Assets</u>				
Cash and investments				\$ 13,469,452
Restricted assets:				
Cash and investments				<u>6,275,545</u>
Total assets				<u>\$ 19,744,997</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 5,248,636
Other purposes				1,026,909
Unrestricted				<u>13,469,452</u>
Total net assets				<u>\$ 19,744,997</u>

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

CONCORD COMMUNITY SCHOOLS
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	Debt Service	Capital Projects	Construction Intermediate School	Other	Totals
Receipts:						
Local sources	\$ 8,531,728	\$ 8,806,826	\$ 5,423,005	\$ 6,617	\$ 3,773,711	\$ 26,541,887
Intermediate sources	34	-	-	-	2,000	2,034
State sources	20,705,252	-	-	-	505,108	21,210,360
Federal sources	8,000	-	-	-	5,559,327	5,567,327
Temporary loans	3,200,000	6,025,000	4,000,000	-	2,125,000	15,350,000
Other	118,081	38,731	1,557	-	114,843	273,212
Total receipts	32,563,095	14,870,557	9,424,562	6,617	12,079,989	68,944,820
Disbursements:						
Current:						
Instruction	18,930,171	-	-	-	2,099,537	21,029,708
Support services	7,230,645	-	2,171,865	10,165	2,610,854	12,023,529
Noninstructional services	457,491	-	-	-	1,929,985	2,387,476
Facilities acquisition and construction	-	-	2,948,527	1,892,375	1,224,595	6,065,497
Debt services	10,200,000	14,763,233	5,500,000	-	3,216,640	33,679,873
Nonprogrammed charges	946,834	-	-	-	864,310	1,811,144
Total disbursements	37,765,141	14,763,233	10,620,392	1,902,540	11,945,921	76,997,227
Excess (deficiency) of receipts over disbursements	(5,202,046)	107,324	(1,195,830)	(1,895,923)	134,068	(8,052,407)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	10,838,070	2,968,000	13,806,070
Sale of capital assets	1	-	-	-	-	1
Transfers in	24,114	-	-	-	67,834	91,948
Transfers out	(3,970)	-	-	-	(87,978)	(91,948)
Total other financing sources (uses)	20,145	-	-	10,838,070	2,947,856	13,806,071
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(5,181,901)	107,324	(1,195,830)	8,942,147	3,081,924	5,753,664
Cash and investments - beginning	4,752,030	749,791	2,294,958	-	3,216,046	11,012,825
Cash and investments - ending	\$ (429,871)	\$ 857,115	\$ 1,099,128	\$ 8,942,147	\$ 6,297,970	16,766,489
Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:						
Internal service funds are used by management to charge the costs of certain services to individual funds. The receipts and disbursements of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						
						<u>679,571</u>
Net assets of governmental activities						<u>\$ 17,446,060</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ (429,871)	\$ -	\$ 1,099,128	\$ 8,942,147	\$ 6,297,970	\$ 15,909,374
Restricted assets:						
Cash and investments	-	857,115	-	-	-	857,115
Total cash and investment assets - ending	\$ (429,871)	\$ 857,115	\$ 1,099,128	\$ 8,942,147	\$ 6,297,970	\$ 16,766,489
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ 857,115	\$ -	\$ -	\$ -	\$ 857,115
Unrestricted	(429,871)	-	1,099,128	8,942,147	6,297,970	15,909,374
Total cash and investment fund balance - ending	\$ (429,871)	\$ 857,115	\$ 1,099,128	\$ 8,942,147	\$ 6,297,970	\$ 16,766,489

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

CONCORD COMMUNITY SCHOOLS
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, 2010

	General	Debt Service	Capital Projects	Construction Intermediate School	Construction Elementaries	Other	Totals
Receipts:							
Local sources	\$ 133,935	\$ 13,388,495	\$ 7,248,066	\$ 54,137	\$ 250	\$ 5,340,233	\$ 26,165,116
Intermediate sources	51	-	-	-	-	-	51
State sources	26,766,583	-	-	-	-	539,827	27,306,410
Federal sources	2,100	-	-	-	-	5,585,763	5,587,863
Temporary loans	-	3,200,000	1,900,000	-	-	950,000	6,050,000
Other	129,253	-	-	-	-	155,711	284,964
Total receipts	27,031,922	16,588,495	9,148,066	54,137	250	12,571,534	65,394,404
Disbursements:							
Current:							
Instruction	18,425,051	-	-	-	-	3,550,581	21,975,632
Support services	6,808,601	-	2,206,421	-	-	3,089,584	12,104,606
Noninstructional services	482,720	-	-	-	-	1,968,084	2,450,804
Facilities acquisition and construction	-	-	1,895,191	6,861,756	1,017,432	1,736,857	11,511,236
Debt services	-	12,555,320	2,701,276	-	-	2,038,491	17,295,087
Nonprogrammed charges	899,389	-	-	-	-	1,382,182	2,281,571
Total disbursements	26,615,761	12,555,320	6,802,888	6,861,756	1,017,432	13,765,779	67,618,936
Excess (deficiency) of receipts over disbursements	416,161	4,033,175	2,345,178	(6,807,619)	(1,017,182)	(1,194,245)	(2,224,532)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	4,169,900	-	4,169,900
Sale of capital assets	6,231	-	-	-	-	-	6,231
Transfers in	36,284	-	-	-	-	82,456	118,740
Transfers out	-	-	-	-	-	(118,740)	(118,740)
Total other financing sources (uses)	42,515	-	-	-	4,169,900	(36,284)	4,176,131
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	458,676	4,033,175	2,345,178	(6,807,619)	3,152,718	(1,230,529)	1,951,599
Cash and investments - beginning	(429,871)	857,115	1,099,128	8,942,147	-	6,297,970	16,766,489
Cash and investments - ending	\$ 28,805	\$ 4,890,290	\$ 3,444,306	\$ 2,134,528	\$ 3,152,718	\$ 5,067,441	18,718,088
Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:							
Internal service funds are used by management to charge the costs of certain services to individual funds. The receipts and disbursements of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.							
							1,026,909
Net assets of governmental activities							\$ 19,744,997
Cash and Investment Assets - Ending							
Cash and investments	\$ 28,805	\$ -	\$ 3,444,306	\$ 2,134,528	\$ 3,152,718	\$ 4,709,095	\$ 13,469,452
Restricted assets:							
Cash and investments	-	4,890,290	-	-	-	358,346	5,248,636
Total cash and investment assets - ending	\$ 28,805	\$ 4,890,290	\$ 3,444,306	\$ 2,134,528	\$ 3,152,718	\$ 5,067,441	\$ 18,718,088
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ 4,890,290	\$ -	\$ -	\$ -	\$ 358,346	\$ 5,248,636
Unrestricted	28,805	-	3,444,306	2,134,528	3,152,718	4,709,095	13,469,452
Total cash and investment fund balance - ending	\$ 28,805	\$ 4,890,290	\$ 3,444,306	\$ 2,134,528	\$ 3,152,718	\$ 5,067,441	\$ 18,718,088

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

CONCORD COMMUNITY SCHOOLS
 STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 PROPRIETARY FUND
 For the Year Ended June 30, 2009

	Internal Service Fund (Self-Insurance)
Operating receipts:	
Charges for services	\$ 4,040,497
Miscellaneous	<u>65,381</u>
Total operating receipts	<u>4,105,878</u>
Operating disbursements:	
Insurance claims and expense	3,684,620
Other	<u>2,094</u>
Total operating disbursements	<u>3,686,714</u>
Change in net assets	419,164
Cash and investment fund balance - beginning	<u>260,407</u>
Cash and investment fund balance - ending	<u><u>\$ 679,571</u></u>
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	<u><u>\$ 679,571</u></u>
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	<u><u>\$ 679,571</u></u>

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

CONCORD COMMUNITY SCHOOLS
 STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 PROPRIETARY FUND
 For the Year Ended June 30, 2010

	Internal Service Fund (Self-Insurance)
Operating receipts:	
Charges for services	\$ 4,103,920
Miscellaneous	<u>60,751</u>
Total operating receipts	<u>4,164,671</u>
Operating disbursements:	
Insurance claims and expense	3,815,460
Other	<u>1,873</u>
Total operating disbursements	<u>3,817,333</u>
Change in net assets	347,338
Cash and investment fund balance - beginning	<u>679,571</u>
Cash and investment fund balance - ending	<u><u>\$ 1,026,909</u></u>
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	<u><u>\$ 1,026,909</u></u>
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	<u><u>\$ 1,026,909</u></u>

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

CONCORD COMMUNITY SCHOOLS
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2009

	Pension Trust Fund (Retirement/ Severance)	Private-Purpose Trust Funds	Agency Fund (Payroll)
Additions:			
Contributions:			
Other	\$ -	\$ 14,832	
Investment earnings:			
Interest	20,588	-	
Total additions	20,588	14,832	
Deductions:			
Benefits	193,085	-	
Administrative and general	-	21,142	
Total deductions	193,085	21,142	
Deficiency of total additions over total deductions	(172,497)	(6,310)	
Cash and investment fund balance - beginning	736,439	8,543	
Cash and investment fund balance - ending	\$ 563,942	\$ 2,233	\$ 87,721
Net assets:			
Cash and investments	\$ 563,942	\$ 2,233	
Total net assets - cash and investment basis held in trust	\$ 563,942	\$ 2,233	

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

CONCORD COMMUNITY SCHOOLS
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2010

	Pension Trust Fund (Retirement/ Severance)	Private-Purpose Trust Funds	Agency Fund
Additions:			
Contributions:			
Other	\$ -	\$ 18,285	
Investment earnings:			
Interest	6,670	-	
Total additions	6,670	18,285	
Deductions:			
Benefits	178,481	-	
Administrative and general	-	18,882	
Total deductions	178,481	18,882	
Deficiency of total additions over total deductions	(171,811)	(597)	
Cash and investment fund balance - beginning	563,942	2,233	
Cash and investment fund balance - ending	\$ 392,131	\$ 1,636	\$ 91,477
Net assets:			
Cash and investments	\$ 392,131	\$ 1,636	
Total net assets - cash and investment basis held in trust	\$ 392,131	\$ 1,636	

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

CONCORD COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

Primary Government: Concord Community Schools

In determining the financial reporting entity, the School Corporation complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

Joint Venture

The School Corporation is a participant in a joint venture to operate Head Start Consortium (Consortium) which was created to develop, operate, participate, and supervise a Head Start Program to serve the preschool student populations of the participating corporations. The Consortium's continued existence depends on continued funding through a federal grant program. Participating school corporations are required to provide 'in-kind' services (transportation and classroom, gymnasium and playground space) to meet the grant requirements. No fees are assessed the school corporation for the operation of this program. The School Corporation may be obligated for the debts of the Consortium should they not be covered by the grant. Complete financial statements for the Consortium can be obtained from South Bend Community School Corporation at 215 South St. Joseph Street, South Bend, Indiana, 46601.

The School Corporation is a member of the Elkhart County Special Education Cooperative (ECSEC), a joint venture with five other Elkhart County Public School Corporations. The Cooperative was formed for the purpose of providing services to handicapped students of the six school corporations in the most efficient manner possible (Special Education Program). Concord Community Schools also is a member of the Elkhart County Education Interlocal, a joint venture with four of the same five Elkhart County Public School Corporations as the ECSEC. The Interlocal provides programs for students who have difficulty learning in a traditional setting (Alternative School Program). The operations of the Interlocal are managed by the superintendents of each school (Board of Directors), a Treasurer and Assistant Treasurer. The Special Education Program and the Alternative School Program are administered by Goshen Community Schools. Funding for the operations of the Interlocal shall include grants and/or charges to the participating members. The joint ventures' continued existence depends on continued funding by the School Corporation. Complete financial statements for the ECSEC can be obtained from the administrative offices of Goshen Community Schools at 613 East Purl Street, Goshen, Indiana, 46526.

CONCORD COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

The School Corporation is a participant in a joint venture to operate Northern Indiana Educational Service Center (NIESC) which was created to allow participating schools to cooperate and share certain programs and services, which collectively they may implement. The NIESC's continued existence depends on continued funding by the School Corporation. Complete financial statements for the NIESC can be obtained from the administrative offices of Plymouth Community Schools at 611 Berkley Street, Plymouth, Indiana, 46563.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. At this time, the School Corporation has not established any business-type activities.

Fund Financial Statements

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

The School Corporation reports the following major governmental funds:

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

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

The Capital Projects Fund accounts for planned construction, repair, replacement, or remodeling of buildings; and the purchase, lease, upgrade, maintenance, or repair of computer equipment.

The Construction Intermediate School Fund accounts for planned construction, repair, replacement, or remodeling of the intermediate school.

The Construction Elementaries Fund accounts for planned construction, repair, replacement, or remodeling of the four elementary schools.

Additionally, the School Corporation reports the following fund types:

The internal service fund accounts for the financial resources related to the School Corporation's health and dental insurance provided to its employees and retirees.

CONCORD COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

The pension trust fund accounts for bonds and payments anticipated to be made to employees on or after the termination of employment or to pay postretirement or severance benefits held by the school cooperation in a trustee capacity.

The private-purpose trust funds report a trust arrangement under which principal and income benefit various individuals.

The agency fund accounts for assets held by the School Corporation as an agent for amounts withheld from employees payroll.

C. Measurement Focus and Basis of Accounting

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

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

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

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

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

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

D. Assets and Cash and Investment Balances

1. Restricted Assets

All restricted assets, as presented in the accompanying financial statements, are restricted due to enabling legislation.

2. Cash and Investments

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

CONCORD COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

3. Property Taxes

Normally, property taxes levied are collected by the County Treasurer and are distributed to the School Corporation in June and in December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. 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 may 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 December 31 of the year collected.

4. Capital Assets

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

5. Long-Term Debt

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

6. Equity Classification

Government-Wide Statements

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

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

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

Fund Financial Statements

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

CONCORD COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

E. Receipts and Disbursements

1. Program Receipts

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

2. Operating Receipts and Disbursements

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

F. Internal and Interfund Activities

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

Fund Financial Statements

1. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are not reported as reimbursements but as adjustments to disbursements in the respective funds.
2. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

Government-Wide Financial Statements

Interfund activity, if any, is eliminated or reclassified in the government-wide financial statements as follows:

Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis. The effects of interfund loans and services between funds, if any, are not eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis.

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

CONCORD COMMUNITY SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

Prior to the first required publication, the fiscal officer of the School Corporation submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. Prior to November 1, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or high-way use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the School Corporation receives approval of the Indiana Department of Local Government Finance.

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

B. Cash and Investment Balance Deficits

At June 30, 2009 and 2010, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines as authorized by state statute:

Fund	2009	2010
General	\$ 429,871	\$ -
Special Education Preschool	34,653	-
Project Lead the Way	7,228	-
Pension Bond	336,217	-

Cash and investment deficits arose primarily from disbursements exceeding receipts due to delays in billing property taxes by the county or unreimbursed grant expenditures. The deficits are to be repaid from future receipts.

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. IC 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The School Corporation does not have a deposit policy for custodial credit risk. At June 30, 2010, the School Corporation had deposit balances in the amount of \$22,273,363. Of this amount, the following was exposed to custodial credit risk:

CONCORD COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

	2010
Uninsured deposits collateralized with securities held by the pledging financial institution's trust department or agent, but not in the depositor-government's name	\$ 1,978,672

The remaining bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

As of June 30, 2010, the School Corporation had the following investments:

Investment Type	Primary Government Market Value
U.S. treasuries and securities	\$ 10,060
Government sponsored enterprise	546,700
Total	\$ 556,760

Statutory Authorization for Investments

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

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

CONCORD COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Additionally, the School Corporation may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the School Corporation's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The School Corporation does not have a formal investment policy for custodial credit risk for investments. At June 30, 2010, the School Corporation held investments in Government Sponsored Enterprises in the amount of \$546,700. All of these investments were held by the counterpart's trust department or agent but not in the School Corporation's name.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The School Corporation must follow state statute and limit the stated final maturities of the investments to no more than two years. The School Corporation's investment policy for interest rate risk is to follow state statutes.

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
U.S. treasuries and securities	\$ -	\$ 10,060	\$ -
Government sponsored enterprise	418,581	113,064	15,055
Totals	<u>\$ 418,581</u>	<u>\$ 123,124</u>	<u>\$ 15,055</u>

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below. The School Corporation does not have a formal investment policy for credit risk for investments.

Standard and Poor's Rating	Moody's Rating	School's Investments Government Sponsored Enterprise
AAA	Aaa	<u>\$ 546,700</u>

CONCORD COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The School Corporation does not have a policy in regards to concentration of credit risk. United States of America government and United States of America governmental agency securities are exempt from this policy requirement. There were no investments subject to the concentration of credit risk.

Foreign Currency Risk

The School Corporation does not have a formal policy in regards to foreign currency risk. There were no investments subject to the foreign currency risk.

B. Interfund Transfers

Interfund transfers for the years ended June 30, 2009 and 2010, were as follows:

Transfer From	Transfer To	2009	2010
General Fund	Other Governmental Funds	\$ 3,970	\$ -
Other Governmental Funds	General Fund	24,114	36,284
	Other Governmental Funds	<u>63,864</u>	<u>82,456</u>
Totals		<u>\$ 91,948</u>	<u>\$ 118,740</u>

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

IV. Other Information

A. Risk Management

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

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; and natural disasters are covered by commercial insurance from independent third parties.

The School Corporation has chosen to establish a risk-financing fund for risks associated with medical benefits. The risk-financing fund is accounted for in the Self-Insurance Fund, an internal service fund, where assets are set aside for claim settlements. The School Corporation purchases commercial insurance for claims in excess of coverage provided by the fund. Amounts are paid into the fund by all insured funds and are available to pay claims, claim reserves, and administrative costs of the program.

CONCORD COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Settled claims from risks covered by commercial insurance have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

B. Holding Corporation

The School Corporation has entered into several capital leases with Concord Community Schools Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments during the years 2009 and 2010 totaled \$6,308,750 and \$7,957,038, respectively.

C. Termination Benefits

An early retirement incentive plan was approved for the 2009-2010 school year. Teachers who chose to retire early received a one-time \$20,000 contribution to either their 401(a) or VEBA plans. To participate, they must be at least 55 by August 1, 2010, and eligible for full retirement in the Teacher Retirement Fund. Fourteen (14) employees accepted the offer, and the cost of \$280,000, was paid from the Rainy Day Fund.

D. Other Postemployment Benefits

Single-Employer Defined Benefit Healthcare Plan

Plan Description

Concord Community Schools provides and administers a defined benefit contribution plan for employees who retired prior to 2007. The plan provides a healthcare stipend, as authorized by Indiana Code 5-10-8, to eligible retirees and their spouses of \$7,656 per year.

Funding Policy

The required contribution is based on projected pay-as-you-go financing requirements and for the year ended June 30, 2009, the School Corporation contributed \$192,745 in healthcare stipends. For the year ended June 30, 2010, the School Corporation contributed \$175,469 in healthcare stipends.

Funded Status and Funding Progress

As of June 30, 2010, the estimated accrued liability for benefits was \$357,677, and the value of assets, available in the pension trust fund, was \$392,131.

CONCORD COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

E. Pension Plans

1. Agent Multiple-Employer Defined Benefit Pension Plan

Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The total contributions made to PERF by the School Corporation for periods ending June 30, 2009 and 2010, were \$301,816 and \$310,174, respectively.

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

Teachers' Retirement Fund

Plan Description

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

CONCORD COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

Funding Policy

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.

The School Corporation's contributions to the plan for the periods ending June 30, 2009 and 2010, were \$679,478 and \$720,752, respectively.

CONCORD COMMUNITY SCHOOLS
 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

	Transportation Operating	Special Education Preschool	Rainy Day	School Lunch	Textbook Rental	Joint Service and Supply	Alternate Education
Receipts:							
Local sources	\$ 1,721,171	\$ 32,798	\$ -	\$ 917,270	\$ 171,198	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	146,712	-	19,542	147,393	-	5,710
Federal sources	-	-	-	1,188,400	-	-	-
Temporary loans	1,875,000	-	-	-	-	-	-
Other	18,050	-	-	8,776	1,770	-	-
Total receipts	3,614,221	179,510	-	2,133,988	320,361	-	5,710
Disbursements:							
Current:							
Instruction	-	190,894	-	-	-	-	-
Support services	1,707,541	-	-	1,832	533,493	-	-
Noninstructional services	-	-	-	1,896,685	-	-	-
Facilities acquisition and construction	-	-	-	3,011	-	-	-
Debt services	2,175,000	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	40,000	-	-	-
Total disbursements	3,882,541	190,894	-	1,941,528	533,493	-	-
Excess (deficiency) of receipts over disbursements	(268,320)	(11,384)	-	192,460	(213,132)	-	5,710
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(268,320)	(11,384)	-	192,460	(213,132)	-	5,710
Cash and investments - beginning	792,363	(23,269)	700,000	844,106	732,451	2,855	6,865
Cash and investments - ending	\$ 524,043	\$ (34,653)	\$ 700,000	\$ 1,036,566	\$ 519,319	\$ 2,855	\$ 12,575
Cash and Investment Assets - Ending							
Cash and investments	\$ 524,043	\$ (34,653)	\$ 700,000	\$ 1,036,566	\$ 519,319	\$ 2,855	\$ 12,575
Cash and Investment Fund Balance - Ending							
Unrestricted	\$ 524,043	\$ (34,653)	\$ 700,000	\$ 1,036,566	\$ 519,319	\$ 2,855	\$ 12,575

CONCORD COMMUNITY SCHOOLS
 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)

	Safe Haven 2007/08	Safe Haven 2008/09	Early Intervention	Gifted and Talented 2007/08	Gifted and Talented 2008/09	Extra- Curricular	Non-English Speaking 2007/08
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,204	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	16,000	-	-	46,379	-	-
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	-	16,000	-	-	46,379	20,204	-
Disbursements:							
Current:							
Instruction	-	-	4,827	8,264	45,811	-	20,029
Support services	-	16,000	210	-	-	-	-
Noninstructional services	-	-	1,000	-	-	19,197	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	-	16,000	6,037	8,264	45,811	19,197	20,029
Excess (deficiency) of receipts over disbursements	-	-	(6,037)	(8,264)	568	1,007	(20,029)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Transfers in	-	-	3,970	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	3,970	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(2,067)	(8,264)	568	1,007	(20,029)
Cash and investments - beginning	124	-	2,067	8,264	-	15,550	20,029
Cash and investments - ending	\$ 124	\$ -	\$ -	\$ -	\$ 568	\$ 16,557	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ 124	\$ -	\$ -	\$ -	\$ 568	\$ 16,557	\$ -
Cash and Investment Fund Balance - Ending							
Unrestricted	\$ 124	\$ -	\$ -	\$ -	\$ 568	\$ 16,557	\$ -

CONCORD COMMUNITY SCHOOLS
 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)

	Non-English Speaking 2008/09	Technology	Math Merit Scholarship	Staff Development	Title I School Improvement 08	Title I School Improvement 09
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	2,000	-	-	-
State sources	123,372	-	-	-	-	-
Federal sources	-	-	-	-	-	85,800
Temporary loans	-	-	-	-	-	-
Other	-	72,792	-	13,455	-	-
Total receipts	123,372	72,792	2,000	13,455	-	85,800
Disbursements:						
Current:						
Instruction	105,895	-	-	-	85	616
Support services	-	30,009	2,000	4,250	23,256	64,365
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	33,827	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	105,895	63,836	2,000	4,250	23,341	64,981
Excess (deficiency) of receipts over disbursements	17,477	8,956	-	9,205	(23,341)	20,819
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	17,477	8,956	-	9,205	(23,341)	20,819
Cash and investments - beginning	-	26,025	-	713	23,341	-
Cash and investments - ending	\$ 17,477	\$ 34,981	\$ -	\$ 9,918	\$ -	\$ 20,819
Cash and Investment Assets - Ending						
Cash and investments	\$ 17,477	\$ 34,981	\$ -	\$ 9,918	\$ -	\$ 20,819
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ 17,477	\$ 34,981	\$ -	\$ 9,918	\$ -	\$ 20,819

CONCORD COMMUNITY SCHOOLS
 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 2007/08	Title I 2008/09	Title IV Innovative Programs 07/08	PL 101-476 2007/08	PL 101-476 2008/09	Drug-Free Schools 2007/08
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	54,400	545,817	-	194,691	804,116	(2,071)
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>54,400</u>	<u>545,817</u>	<u>-</u>	<u>194,691</u>	<u>804,116</u>	<u>(2,071)</u>
Disbursements:						
Current:						
Instruction	56,848	326,371	125	163,829	785,512	883
Support services	13,640	136,560	-	-	-	-
Noninstructional services	24	13,079	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	<u>70,512</u>	<u>476,010</u>	<u>125</u>	<u>163,829</u>	<u>785,512</u>	<u>883</u>
Excess (deficiency) of receipts over disbursements	<u>(16,112)</u>	<u>69,807</u>	<u>(125)</u>	<u>30,862</u>	<u>18,604</u>	<u>(2,954)</u>
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Transfers in	-	28,487	2,145	-	-	-
Transfers out	(28,487)	-	-	-	-	-
Total other financing sources (uses)	<u>(28,487)</u>	<u>28,487</u>	<u>2,145</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(44,599)</u>	<u>98,294</u>	<u>2,020</u>	<u>30,862</u>	<u>18,604</u>	<u>(2,954)</u>
Cash and investments - beginning	<u>44,599</u>	<u>-</u>	<u>(2,020)</u>	<u>(30,862)</u>	<u>-</u>	<u>2,954</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 98,294</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,604</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ -</u>	<u>\$ 98,294</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,604</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ -</u>	<u>\$ 98,294</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,604</u>	<u>\$ -</u>

CONCORD COMMUNITY SCHOOLS
 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 2008/09	Medicaid Reimbursement	Educate America Indiana Library Grant	21st Century 2007/10	High School Works	Project Lead the Way
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	13,146	-	-	133,125	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>13,146</u>	<u>-</u>	<u>-</u>	<u>133,125</u>	<u>-</u>	<u>-</u>
Disbursements:						
Current:						
Instruction	13,392	-	-	134,659	-	2,752
Support services	-	-	-	-	-	4,476
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	<u>13,392</u>	<u>-</u>	<u>-</u>	<u>134,659</u>	<u>-</u>	<u>7,228</u>
Excess (deficiency) of receipts over disbursements	<u>(246)</u>	<u>-</u>	<u>-</u>	<u>(1,534)</u>	<u>-</u>	<u>(7,228)</u>
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Transfers in	1,968	-	-	31,264	-	-
Transfers out	-	(5,172)	(466)	(31,264)	-	-
Total other financing sources (uses)	<u>1,968</u>	<u>(5,172)</u>	<u>(466)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>1,722</u>	<u>(5,172)</u>	<u>(466)</u>	<u>(1,534)</u>	<u>-</u>	<u>(7,228)</u>
Cash and investments - beginning	<u>-</u>	<u>5,172</u>	<u>466</u>	<u>11,962</u>	<u>1,750</u>	<u>-</u>
Cash and investments - ending	<u>\$ 1,722</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,428</u>	<u>\$ 1,750</u>	<u>\$ (7,228)</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ 1,722</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,428</u>	<u>\$ 1,750</u>	<u>\$ (7,228)</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ 1,722</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,428</u>	<u>\$ 1,750</u>	<u>\$ (7,228)</u>

CONCORD COMMUNITY SCHOOLS
 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)

	Class Size Reduction	Title II Part A 2007/08	Title II Part A 2008/09	Limited English 2007/08	Limited English 2008/09	Fiscal Stabilization - Education (Stimulus)
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	124,391	-	137,200	2,280,312
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>-</u>	<u>124,391</u>	<u>-</u>	<u>137,200</u>	<u>2,280,312</u>
Disbursements:						
Current:						
Instruction	-	28,403	92,288	21,377	96,677	-
Support services	-	-	-	-	-	44,722
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	824,310
Total disbursements	<u>-</u>	<u>28,403</u>	<u>92,288</u>	<u>21,377</u>	<u>96,677</u>	<u>869,032</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>(28,403)</u>	<u>32,103</u>	<u>(21,377)</u>	<u>40,523</u>	<u>1,411,280</u>
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(18,476)	(2,145)	(1,968)	-	-	-
Total other financing sources (uses)	<u>(18,476)</u>	<u>(2,145)</u>	<u>(1,968)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(18,476)	(30,548)	30,135	(21,377)	40,523	1,411,280
Cash and investments - beginning	<u>18,476</u>	<u>30,548</u>	<u>-</u>	<u>21,377</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,135</u>	<u>\$ -</u>	<u>\$ 40,523</u>	<u>\$ 1,411,280</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,135</u>	<u>\$ -</u>	<u>\$ 40,523</u>	<u>\$ 1,411,280</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,135</u>	<u>\$ -</u>	<u>\$ 40,523</u>	<u>\$ 1,411,280</u>

CONCORD COMMUNITY SCHOOLS
 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)

	Pension Bond	School Bus Replacement	Construction	High School Roof Construction	Equipment Junior High Construction	Totals
Receipts:						
Local sources	\$ 660,125	\$ 236,628	\$ -	\$ -	\$ 14,317	\$ 3,773,711
Intermediate sources	-	-	-	-	-	2,000
State sources	-	-	-	-	-	505,108
Federal sources	-	-	-	-	-	5,559,327
Temporary loans	-	250,000	-	-	-	2,125,000
Other	-	-	-	-	-	114,843
Total receipts	660,125	486,628	-	-	14,317	12,079,989
Disbursements:						
Current:						
Instruction	-	-	-	-	-	2,099,537
Support services	-	-	-	28,500	-	2,610,854
Noninstructional services	-	-	-	-	-	1,929,985
Facilities acquisition and construction	-	-	226,845	950,273	10,639	1,224,595
Debt services	711,640	330,000	-	-	-	3,216,640
Nonprogrammed charges	-	-	-	-	-	864,310
Total disbursements	711,640	330,000	226,845	978,773	10,639	11,945,921
Excess (deficiency) of receipts over disbursements	(51,515)	156,628	(226,845)	(978,773)	3,678	134,068
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	1,998,000	970,000	2,968,000
Transfers in	-	-	-	-	-	67,834
Transfers out	-	-	-	-	-	(87,978)
Total other financing sources (uses)	-	-	-	1,998,000	970,000	2,947,856
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(51,515)	156,628	(226,845)	1,019,227	973,678	3,081,924
Cash and investments - beginning	(284,702)	13,328	231,514	-	-	3,216,046
Cash and investments - ending	<u>\$ (336,217)</u>	<u>\$ 169,956</u>	<u>\$ 4,669</u>	<u>\$ 1,019,227</u>	<u>\$ 973,678</u>	<u>\$ 6,297,970</u>
Cash and Investment Assets - Ending						
Cash and investments	<u>\$ (336,217)</u>	<u>\$ 169,956</u>	<u>\$ 4,669</u>	<u>\$ 1,019,227</u>	<u>\$ 973,678</u>	<u>\$ 6,297,970</u>
Cash and Investment Fund Balance - Ending						
Unrestricted	<u>\$ (336,217)</u>	<u>\$ 169,956</u>	<u>\$ 4,669</u>	<u>\$ 1,019,227</u>	<u>\$ 973,678</u>	<u>\$ 6,297,970</u>

CONCORD COMMUNITY SCHOOLS
 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, 2010

	Transportation Operating	Special Education Preschool	Rainy Day	School Lunch	Textbook Rental	Joint Service and Supply
Receipts:						
Local sources	\$ 2,845,137	\$ -	\$ -	\$ 899,127	\$ 181,312	\$ -
State sources	-	79,750	-	17,347	154,713	-
Federal sources	-	-	-	1,272,768	-	-
Temporary loans	600,000	-	-	-	-	-
Other	66,790	-	-	5,679	1,805	-
Total receipts	3,511,927	79,750	-	2,194,921	337,830	-
Disbursements:						
Current:						
Instruction	-	43,631	280,000	-	-	-
Support services	1,759,632	-	-	26,205	479,613	-
Noninstructional services	-	-	-	1,924,824	-	-
Facilities acquisition and construction	-	-	-	16,360	-	-
Debt services	1,200,000	-	-	-	-	-
Nonprogrammed charges	-	-	-	40,000	-	-
Total disbursements	2,959,632	43,631	280,000	2,007,389	479,613	-
Excess (deficiency) of receipts over disbursements	552,295	36,119	(280,000)	187,532	(141,783)	-
Other financing sources (uses):						
Transfers in	10,686	-	-	-	-	-
Transfers out	-	(1,466)	-	-	-	-
Total other financing sources (uses)	10,686	(1,466)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	562,981	34,653	(280,000)	187,532	(141,783)	-
Cash and investments - beginning	524,043	(34,653)	700,000	1,036,566	519,319	2,855
Cash and investments - ending	\$ 1,087,024	\$ -	\$ 420,000	\$ 1,224,098	\$ 377,536	\$ 2,855
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,087,024	\$ -	\$ 420,000	\$ 1,224,098	\$ 377,536	\$ 2,855
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 1,087,024	\$ -	\$ 420,000	\$ 1,224,098	\$ 377,536	\$ 2,855
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	1,087,024	-	420,000	1,224,098	377,536	2,855
Total cash and investment fund balance - ending	\$ 1,087,024	\$ -	\$ 420,000	\$ 1,224,098	\$ 377,536	\$ 2,855

CONCORD COMMUNITY SCHOOLS
 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, 2010
 (Continued)

	Alternate Education	Safe Haven 2007/08	Early Intervention	Gifted and Talented 2007/08	Gifted and Talented 2008/09	Extra- Curricular
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,577
State sources	6,113	15,000	57,580	45,257	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>6,113</u>	<u>15,000</u>	<u>57,580</u>	<u>45,257</u>	<u>-</u>	<u>19,577</u>
Disbursements:						
Current:						
Instruction	18,688	-	53,908	45,257	568	-
Support services	-	124	-	-	-	-
Noninstructional services	-	-	-	-	-	19,404
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	<u>18,688</u>	<u>124</u>	<u>53,908</u>	<u>45,257</u>	<u>568</u>	<u>19,404</u>
Excess (deficiency) of receipts over disbursements	<u>(12,575)</u>	<u>14,876</u>	<u>3,672</u>	<u>-</u>	<u>(568)</u>	<u>173</u>
Other financing sources (uses):						
Transfers in	-	4	-	-	-	-
Transfers out	-	(4)	-	-	-	(15,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(15,000)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(12,575)</u>	<u>14,876</u>	<u>3,672</u>	<u>-</u>	<u>(568)</u>	<u>(14,827)</u>
Cash and investments - beginning	<u>12,575</u>	<u>124</u>	<u>-</u>	<u>-</u>	<u>568</u>	<u>16,557</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 15,000</u>	<u>\$ 3,672</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,730</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 15,000	\$ 3,672	\$ -	\$ -	\$ 1,730
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 15,000</u>	<u>\$ 3,672</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,730</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	15,000	3,672	-	-	1,730
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 15,000</u>	<u>\$ 3,672</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,730</u>

CONCORD COMMUNITY SCHOOLS
 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, 2010
 (Continued)

	Non-English Speaking 2009/10	Non-English Speaking 2008/09	Technology	Staff Development	Excess PTRC Distribution	Title I School Improvement 10
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	121,712	-	-	-	42,355	-
Federal sources	-	-	-	-	-	90,700
Temporary loans	-	-	-	-	-	-
Other	-	-	78,637	2,800	-	-
Total receipts	121,712	-	78,637	2,800	42,355	90,700
Disbursements:						
Current:						
Instruction	103,930	17,477	-	-	-	-
Support services	-	-	6,400	7,690	-	55,854
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	98,674	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	103,930	17,477	105,074	7,690	-	55,854
Excess (deficiency) of receipts over disbursements	17,782	(17,477)	(26,437)	(4,890)	42,355	34,846
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	17,782	(17,477)	(26,437)	(4,890)	42,355	34,846
Cash and investments - beginning	-	17,477	34,981	9,918	-	-
Cash and investments - ending	\$ 17,782	\$ -	\$ 8,544	\$ 5,028	\$ 42,355	\$ 34,846
Cash and Investment Assets - Ending						
Cash and investments	\$ 17,782	\$ -	\$ 8,544	\$ 5,028	\$ 42,355	\$ 34,846
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 17,782	\$ -	\$ 8,544	\$ 5,028	\$ 42,355	\$ 34,846
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	17,782	-	8,544	5,028	42,355	34,846
Total cash and investment fund balance - ending	\$ 17,782	\$ -	\$ 8,544	\$ 5,028	\$ 42,355	\$ 34,846

CONCORD COMMUNITY SCHOOLS
 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, 2010
 (Continued)

	Title I School Improvement 09	Title I 2009/10	Title I 2008/09	Title VI FY 00	PL 101-476 2009/10	PL 101-476 2008/09
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	15,200	551,726	37,100	3,022	861,794	185,565
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	15,200	551,726	37,100	3,022	861,794	185,565
Disbursements:						
Current:						
Instruction	-	318,929	49,841	3,022	825,595	204,169
Support services	36,019	188,974	16,515	-	-	-
Noninstructional services	-	1,796	13	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	13,540	-	-	-
Total disbursements	36,019	509,699	79,909	3,022	825,595	204,169
Excess (deficiency) of receipts over disbursements	(20,819)	42,027	(42,809)	-	36,199	(18,604)
Other financing sources (uses):						
Transfers in	-	55,485	-	-	-	-
Transfers out	-	-	(55,485)	-	(19,818)	-
Total other financing sources (uses)	-	55,485	(55,485)	-	(19,818)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(20,819)	97,512	(98,294)	-	16,381	(18,604)
Cash and investments - beginning	20,819	-	98,294	-	-	18,604
Cash and investments - ending	\$ -	\$ 97,512	\$ -	\$ -	\$ 16,381	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 97,512	\$ -	\$ -	\$ 16,381	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 97,512	\$ -	\$ -	\$ 16,381	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	97,512	-	-	16,381	-
Total cash and investment fund balance - ending	\$ -	\$ 97,512	\$ -	\$ -	\$ 16,381	\$ -

CONCORD COMMUNITY SCHOOLS
 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, 2010
 (Continued)

	Drug-Free Schools 2009/10	Drug-Free Schools 2008/09	Medicaid Reimbursement	21st Century 2007/10	High School Works	Project Lead the Way
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	15,436	-	8,496	125,574	-	12,968
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>15,436</u>	<u>-</u>	<u>8,496</u>	<u>125,574</u>	<u>-</u>	<u>12,968</u>
Disbursements:						
Current:						
Instruction	8,743	1,722	-	113,817	-	5,740
Support services	-	-	489	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	4,368	-	-
Total disbursements	<u>8,743</u>	<u>1,722</u>	<u>489</u>	<u>118,185</u>	<u>-</u>	<u>5,740</u>
Excess (deficiency) of receipts over disbursements	<u>6,693</u>	<u>(1,722)</u>	<u>8,007</u>	<u>7,389</u>	<u>-</u>	<u>7,228</u>
Other financing sources (uses):						
Transfers in	-	-	-	3,089	-	-
Transfers out	-	-	-	(13,775)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(10,686)</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>6,693</u>	<u>(1,722)</u>	<u>8,007</u>	<u>(3,297)</u>	<u>-</u>	<u>7,228</u>
Cash and investments - beginning	<u>-</u>	<u>1,722</u>	<u>-</u>	<u>10,428</u>	<u>1,750</u>	<u>(7,228)</u>
Cash and investments - ending	<u>\$ 6,693</u>	<u>\$ -</u>	<u>\$ 8,007</u>	<u>\$ 7,131</u>	<u>\$ 1,750</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 6,693	\$ -	\$ 8,007	\$ 7,131	\$ 1,750	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 6,693</u>	<u>\$ -</u>	<u>\$ 8,007</u>	<u>\$ 7,131</u>	<u>\$ 1,750</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	6,693	-	8,007	7,131	1,750	-
Total cash and investment fund balance - ending	<u>\$ 6,693</u>	<u>\$ -</u>	<u>\$ 8,007</u>	<u>\$ 7,131</u>	<u>\$ 1,750</u>	<u>\$ -</u>

CONCORD COMMUNITY SCHOOLS
 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, 2010
 (Continued)

	Title II Part A 2009/10	Title II Part A 2008/09	Tech Cadre 3	Title II Part D	Limited English 2009/10	Limited English 2008/09
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	133,439	-	47,784	107,228	96,290	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>133,439</u>	<u>-</u>	<u>47,784</u>	<u>107,228</u>	<u>96,290</u>	<u>-</u>
Disbursements:						
Current:						
Instruction	106,177	30,135	-	-	91,034	40,523
Support services	-	-	26,271	97,004	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	3,300	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	<u>106,177</u>	<u>30,135</u>	<u>29,571</u>	<u>97,004</u>	<u>91,034</u>	<u>40,523</u>
Excess (deficiency) of receipts over disbursements	<u>27,262</u>	<u>(30,135)</u>	<u>18,213</u>	<u>10,224</u>	<u>5,256</u>	<u>(40,523)</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>27,262</u>	<u>(30,135)</u>	<u>18,213</u>	<u>10,224</u>	<u>5,256</u>	<u>(40,523)</u>
Cash and investments - beginning	<u>-</u>	<u>30,135</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,523</u>
Cash and investments - ending	<u>\$ 27,262</u>	<u>\$ -</u>	<u>\$ 18,213</u>	<u>\$ 10,224</u>	<u>\$ 5,256</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 27,262	\$ -	\$ 18,213	\$ 10,224	\$ 5,256	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 27,262</u>	<u>\$ -</u>	<u>\$ 18,213</u>	<u>\$ 10,224</u>	<u>\$ 5,256</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	27,262	-	18,213	10,224	5,256	-
Total cash and investment fund balance - ending	<u>\$ 27,262</u>	<u>\$ -</u>	<u>\$ 18,213</u>	<u>\$ 10,224</u>	<u>\$ 5,256</u>	<u>\$ -</u>

CONCORD COMMUNITY SCHOOLS
 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, 2010
 (Continued)

	Fiscal Stabilization - Education (Stimulus)	Title I - Grants to LEAs (Stimulus)	Special Education Part B (Stimulus)	School Lunch Equipment (Stimulus)	Pension Bond
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 1,033,054
State sources	-	-	-	-	-
Federal sources	938,702	231,556	837,335	13,080	-
Temporary loans	-	-	-	-	350,000
Other	-	-	-	-	-
Total receipts	<u>938,702</u>	<u>231,556</u>	<u>837,335</u>	<u>13,080</u>	<u>1,383,054</u>
Disbursements:					
Current:					
Instruction	687,814	119,792	380,069	-	-
Support services	316,754	72,040	-	-	-
Noninstructional services	21,140	907	-	-	-
Facilities acquisition and construction	-	-	385,268	13,080	-
Debt services	-	-	-	-	688,491
Nonprogrammed charges	1,324,274	-	-	-	-
Total disbursements	<u>2,349,982</u>	<u>192,739</u>	<u>765,337</u>	<u>13,080</u>	<u>688,491</u>
Excess (deficiency) of receipts over disbursements	<u>(1,411,280)</u>	<u>38,817</u>	<u>71,998</u>	<u>-</u>	<u>694,563</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<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>(1,411,280)</u>	<u>38,817</u>	<u>71,998</u>	<u>-</u>	<u>694,563</u>
Cash and investments - beginning	<u>1,411,280</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(336,217)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 38,817</u>	<u>\$ 71,998</u>	<u>\$ -</u>	<u>\$ 358,346</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ -	\$ 38,817	\$ 71,998	\$ -	\$ -
Restricted assets:					
Cash and investments	-	-	-	-	358,346
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 38,817</u>	<u>\$ 71,998</u>	<u>\$ -</u>	<u>\$ 358,346</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 358,346
Unrestricted	-	38,817	71,998	-	-
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 38,817</u>	<u>\$ 71,998</u>	<u>\$ -</u>	<u>\$ 358,346</u>

CONCORD COMMUNITY SCHOOLS
 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, 2010
 (Continued)

	School Bus Replacement	Construction	High School Roof Construction	Equipment Junior High Construction	Totals
Receipts:					
Local sources	\$ 361,902	\$ -	\$ -	\$ 124	\$ 5,340,233
State sources	-	-	-	-	539,827
Federal sources	-	-	-	-	5,585,763
Temporary loans	-	-	-	-	950,000
Other	-	-	-	-	155,711
Total receipts	361,902	-	-	124	12,571,534
Disbursements:					
Current:					
Instruction	-	-	-	-	3,550,581
Support services	-	-	-	-	3,089,584
Noninstructional services	-	-	-	-	1,968,084
Facilities acquisition and construction	-	4,669	633,748	581,758	1,736,857
Debt services	150,000	-	-	-	2,038,491
Nonprogrammed charges	-	-	-	-	1,382,182
Total disbursements	150,000	4,669	633,748	581,758	13,765,779
Excess (deficiency) of receipts over disbursements	211,902	(4,669)	(633,748)	(581,634)	(1,194,245)
Other financing sources (uses):					
Transfers in	-	13,192	-	-	82,456
Transfers out	-	(13,192)	-	-	(118,740)
Total other financing sources (uses)	-	-	-	-	(36,284)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	211,902	(4,669)	(633,748)	(581,634)	(1,230,529)
Cash and investments - beginning	169,956	4,669	1,019,227	973,678	6,297,970
Cash and investments - ending	\$ 381,858	\$ -	\$ 385,479	\$ 392,044	\$ 5,067,441
Cash and Investment Assets - Ending					
Cash and investments	\$ 381,858	\$ -	\$ 385,479	\$ 392,044	\$ 4,709,095
Restricted assets:					
Cash and investments	-	-	-	-	358,346
Total cash and investment assets - ending	\$ 381,858	\$ -	\$ 385,479	\$ 392,044	\$ 5,067,441
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 358,346
Unrestricted	381,858	-	385,479	392,044	4,709,095
Total cash and investment fund balance - ending	\$ 381,858	\$ -	\$ 385,479	\$ 392,044	\$ 5,067,441

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

	<u>Dirkson Grant</u>	<u>Donations</u>	<u>Print Shop</u>	<u>Totals</u>
Additions:				
Contributions:				
Other	\$ -	\$ -	\$ 14,832	\$ 14,832
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Deductions:				
Administrative and general, transfers	-	5,575	15,567	21,142
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Deficiency of total additions over total deductions	-	(5,575)	(735)	(6,310)
Cash and investment fund balance - beginning	289	5,575	2,679	8,543
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Cash and investments - June 30	<u>\$ 289</u>	<u>\$ -</u>	<u>\$ 1,944</u>	<u>\$ 2,233</u>
Net assets:				
Cash and investments	<u>\$ 289</u>	<u>\$ -</u>	<u>\$ 1,944</u>	<u>\$ 2,233</u>
Total net assets - cash and investment basis held in trust	<u>\$ 289</u>	<u>\$ -</u>	<u>\$ 1,944</u>	<u>\$ 2,233</u>

CONCORD COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2010

	<u>Dirkson Grant</u>	<u>Print Shop</u>	<u>Totals</u>
Additions:			
Contributions:			
Other	\$ -	\$ 18,285	\$ 18,285
Deductions:			
Administrative and general	-	18,882	18,882
Deficiency of total additions over total deductions	-	(597)	(597)
Cash and investment fund balance - beginning	<u>289</u>	<u>1,944</u>	<u>2,233</u>
Cash and investments - June 30	<u>\$ 289</u>	<u>\$ 1,347</u>	<u>\$ 1,636</u>
Net assets:			
Cash and investments	<u>\$ 289</u>	<u>\$ 1,347</u>	<u>\$ 1,636</u>
Total net assets - cash and investment basis held in trust	<u>\$ 289</u>	<u>\$ 1,347</u>	<u>\$ 1,636</u>

CONCORD COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2009

	Payroll
Additions:	
Agency fund additions	\$ 23,831,168
Deductions:	
Agency fund deductions	23,867,019
Excess (deficiency) of total additions over total deductions	(35,851)
Cash and investment fund balance - beginning	123,572
Cash and investment fund balance - ending	\$ 87,721

CONCORD COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2010

	Payroll
Additions: Agency fund additions	\$ <u>25,316,799</u>
Deductions: Agency fund deductions	<u>25,313,043</u>
Excess (deficiency) of total additions over total deductions	3,756
Cash and investment fund balance - beginning	<u>87,721</u>
Cash and investment fund balance - ending	\$ <u><u>91,477</u></u>

CONCORD COMMUNITY SCHOOLS
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2010

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	\$ 1,794,000
Land improvements	2,251,075
Buildings	86,107,785
Machinery and equipment	13,763,838
Construction in progress	<u>47,390,179</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 151,306,877</u>

CONCORD COMMUNITY SCHOOLS
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2010

Description of Debt	Principal Ending Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
1996 Phase 3 Project - Capital Appreciation	\$ 571,280	\$ -
2003 Administration Building	535,000	136,000
2005 Refunding	13,540,000	2,362,800
2007 Refunding	12,980,000	2,713,700
2008 Junior High Building	48,000,000	2,293,245
2008B - Junior High	9,910,000	1,188,825
2009 - Junior High	<u>3,925,000</u>	<u>765,430</u>
 Total Capital Leases	 <u>89,461,280</u>	 <u>9,460,000</u>
Bonds payable:		
General obligation bonds:		
2002 Pension Bonds	210,000	216,583
2006 Pension Bonds	<u>3,090,000</u>	<u>336,541</u>
 Total Bonds Payable	 <u>3,300,000</u>	 <u>553,124</u>
 Total governmental activities long-term debt	 <u>\$ 92,761,280</u>	 <u>\$ 10,013,124</u>

CONCORD COMMUNITY SCHOOLS
AUDIT RESULTS AND COMMENTS

CAPITAL ASSETS RECORDS

Review of the capital asset records disclosed the following deficiencies.

- a. The ending balance on the Net Changes Summary Report for June 30, 2009, (\$55,764,376), did not agree to the beginning balance the following year (\$55,813,475).
- b. Additions and retirements, as listed in the Net Changes Summary Reports, did not always agree to the Additions Reports (Asset Number Report) or the Asset Disposal Reports.
- c. The only land values included in the capital asset records were for land purchases that were made during the current and prior audit periods.

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

OVERDRAWN CASH BALANCES

The cash balances of the General Fund, Pension Bond Fund, Project Lead the Way Fund, and the Special Education Preschool Fund were overdrawn at June 30, 2009.

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)

DISBURSEMENT DOCUMENTATION

We observed one payment which included an invoice but the total paid, \$158.27, did not agree with the detail of the enclosed invoice, \$30.96.

Due to the lack of supporting information, the validity and accountability for some monies disbursed could not be established.

Supporting documentation such as receipts, canceled checks, tickets, invoices, bills, contracts, and other public records must be available for audit to provide supporting information for the validity and accountability of monies disbursed. Payments without supporting documentation may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF THE CONCORD COMMUNITY SCHOOLS, ELKHART COUNTY, INDIANA

Compliance

We have audited the compliance of the Concord Community Schools (School Corporation) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the years ended June 30, 2009 and 2010. The School Corporation's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the School Corporation's management. Our responsibility is to express an opinion on the School Corporation's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the School Corporation's compliance with those requirements.

In our opinion, the School Corporation complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the years ended June 30, 2009 and 2010.

Internal Control Over Compliance

The management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the School Corporation's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

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

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

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

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

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

STATE BOARD OF ACCOUNTS

October 26, 2010

CONCORD COMMUNITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2009 and 2010

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 14,959	\$ 278,741
National School Lunch Program	10.555		1,242,745	1,030,863
Summer Food Service Program for Children	10.559		-	38,237
Total for cluster			<u>1,257,704</u>	<u>1,347,841</u>
ARRA - Child Nutrition Discretionary Grants Limited Availability	10.579		-	13,080
Total for federal grantor agency			<u>1,257,704</u>	<u>1,360,921</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>				
Pass-Through Indiana Department of Education				
Title I, Part A Cluster				
Title I Grants to Local Educational Agencies	84.010			
School Improvement 09		FY 09	64,981	36,019
School Improvement 10		FY 10	23,341	55,854
Title I 08		FY 08	70,510	-
Title I 09		FY 09	476,009	79,910
Title I 10		FY 10	-	509,699
Total for program			<u>634,841</u>	<u>681,482</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389	10-2270	-	192,738
Total for cluster			<u>634,841</u>	<u>874,220</u>
Pass-Through Goshen Community Schools				
Special Education Cluster				
Special Education - Grants to States	84.027			
		FY 08	163,831	-
		FY 09	785,512	204,169
		FY 10	-	825,595
Total for program			<u>949,343</u>	<u>1,029,764</u>
ARRA - Special Education Grants to States, Recovery Act	84.391	33310-016-SN01	-	765,337
Total for cluster			<u>949,343</u>	<u>1,795,101</u>
Pass-Through Indiana Department of Education				
State Fiscal Stabilization Fund Cluster				
ARRA - State Fiscal Stabilization Fund - Education State Grants, Recovery Act	84.394		869,032	2,349,982

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

CONCORD COMMUNITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2009 and 2010
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Elkhart Community Schools				
Career and Technical Education - Basic Grants to States	84.048	FY 09	8,000	-
		FY 10	-	<u>2,100</u>
Total for program			<u>8,000</u>	<u>2,100</u>
Pass-Through Indiana Department of Education				
Safe and Drug-Free Schools and Communities - State Grants	84.186	FY 08	883	-
		FY 09	13,392	1,722
		FY 10	-	<u>8,743</u>
Total for program			<u>14,275</u>	<u>10,465</u>
Pass-Through Indiana Department of Workforce Development				
Tech-Prep Education	84.243	PLTW-8-697	<u>7,227</u>	<u>5,741</u>
Pass-Through Indiana Department of Education				
Twenty-First Century Community Learning Centers	84.287	FY 08	<u>134,659</u>	<u>118,185</u>
State Grants for Innovative Programs	84.298	FY 08	125	-
		FY 10	-	<u>3,022</u>
Total for program			<u>125</u>	<u>3,022</u>
Education Technology State Grants	84.318	FY 09	-	97,004
		FY 10	-	<u>29,571</u>
Total for program			<u>-</u>	<u>126,575</u>
English Language Acquisition Grants	84.365	FY 08	21,379	-
		FY 09	96,677	40,523
		FY 10	-	<u>91,034</u>
Total for program			<u>118,056</u>	<u>131,557</u>
Improving Teacher Quality State Grants	84.367	FY 08	28,402	-
		FY 09	92,288	30,135
		FY 10	-	<u>106,177</u>
Total for program			<u>120,690</u>	<u>136,312</u>
Total for federal grantor agency			<u>2,856,248</u>	<u>5,553,260</u>
Total federal awards expended			<u>\$ 4,113,952</u>	<u>\$ 6,914,181</u>

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

CONCORD COMMUNITY SCHOOLS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Concord Community Schools (School Corporation) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statements. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

Circular A-133 requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$500,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with the Indiana Code (IC 5-11-1 et seq.), audits of school corporations shall be conducted biennially. Such audits shall include both years within the biennial period.

II. Noncash Assistance

The School Corporation expended the following amount of noncash assistance for the years ending June 30, 2009 and 2010. This noncash assistance is also included in the federal expenditures presented in the schedule.

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>2009</u>	<u>2010</u>
Child Nutrition Cluster	10.555	<u>\$ 69,304</u>	<u>\$ 75,074</u>

CONCORD COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

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

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

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

Identification of Major Programs:

Name of Federal Program or Cluster

Title I, Part A Cluster
Special Education Cluster
State Fiscal Stabilization Fund Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$330,844

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

CONCORD COMMUNITY SCHOOLS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CONCORD COMMUNITY SCHOOLS
EXIT CONFERENCE

The contents of this report were discussed on October 26, 2010, with Constance J. Crum, Treasurer; George S. Dyer, Superintendent of Schools; and Randall Myers, President of the School Board.