

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

AUDIT REPORT
OF

COMMUNITY SCHOOL CORPORATION
OF SOUTHERN HANCOCK COUNTY
HANCOCK COUNTY, INDIANA

July 1, 2008 to June 30, 2010



FILED

01/10/2011

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Robert L. Yoder	07-01-08 to 06-30-11
Superintendent of Schools	James M. Halik	07-01-08 to 06-30-11
President of the School Board	Mark Cox Brian McKinney	01-01-07 to 12-31-08 01-01-09 to 12-31-10



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

TO: THE OFFICIALS OF THE COMMUNITY SCHOOL CORPORATION
OF SOUTHERN HANCOCK COUNTY, HANCOCK COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Community School Corporation of Southern Hancock County (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 November 29, 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, Schedule 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

November 29, 2010



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

TO: THE OFFICIALS OF THE COMMUNITY SCHOOL CORPORATION
OF SOUTHERN HANCOCK COUNTY, HANCOCK COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Community School Corporation of Southern Hancock County (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 November 29, 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.

The School Corporation's response to the findings identified in our audit is described in the accompanying section of the report entitled Corrective Action Plan. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the School Corporation's management, Board of School Trustees, 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

November 29, 2010

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
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	\$ 12,877,325	\$ -	\$ 224,889	\$ (12,652,436)
Support services	9,064,915	1,843,173	272,750	(6,948,992)
Noninstructional services	1,894,433	-	-	(1,894,433)
Facilities acquisition and construction	2,230,448	-	-	(2,230,448)
Debt service	9,380,593	-	-	(9,380,593)
Nonprogrammed charges	1,390,924	-	-	(1,390,924)
Total governmental activities	<u>\$ 36,838,638</u>	<u>\$ 1,843,173</u>	<u>\$ 497,639</u>	<u>(34,497,826)</u>
General receipts:				
Property taxes				15,062,477
Other local sources				2,957,434
State aid				13,491,200
Grants and contributions not restricted to specific programs				2,172,795
Sale of property				3,483
Investment earnings				23,684
Other				7,110
Total general receipts				<u>33,718,183</u>
Change in net assets				(779,643)
Net assets - beginning				<u>3,148,777</u>
Net assets - ending				<u>\$ 2,369,134</u>
<u>Assets</u>				
Cash and investments				\$ 2,060,767
Restricted assets:				
Cash and investments				<u>308,367</u>
Total assets				<u>\$ 2,369,134</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 308,367
Unrestricted				<u>2,060,767</u>
Total net assets				<u>\$ 2,369,134</u>

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

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2010

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<u>Totals</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
Governmental activities:				
Instruction	\$ 13,066,779	\$ -	\$ 161,851	\$ (12,904,928)
Support services	8,388,974	1,737,656	362,839	(6,288,479)
Noninstructional services	1,998,746	-	-	(1,998,746)
Facilities acquisition and construction	1,488,943	-	-	(1,488,943)
Debt service	5,814,020	-	-	(5,814,020)
Nonprogrammed charges	1,248,708	-	-	(1,248,708)
Total governmental activities	<u>\$ 32,006,170</u>	<u>\$ 1,737,656</u>	<u>\$ 524,690</u>	<u>(29,743,824)</u>
General receipts:				
Property taxes				12,480,656
Other local sources				2,443,234
State aid				17,754,379
Grants and contributions not restricted to specific programs				1,591,775
Sale of property				4,011
Investment earnings				5,770
Other				9,226
Total general receipts				<u>34,289,051</u>
Change in net assets				4,545,227
Net assets - beginning				<u>2,369,134</u>
Net assets - ending				<u>\$ 6,914,361</u>
Assets				
Cash and investments				\$ 4,345,300
Restricted assets:				
Cash and investments				<u>2,569,061</u>
Total assets				<u>\$ 6,914,361</u>
Net Assets				
Restricted for:				
Debt service				\$ 2,569,061
Unrestricted				<u>4,345,300</u>
Total net assets				<u>\$ 6,914,361</u>

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

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
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	School Lunch	Fiscal Stabilization	Debt Service	Capital Projects	Other	Totals
Receipts:							
Local sources	\$ 7,580,397	\$ 1,284,323	\$ -	\$ 4,939,363	\$ 3,513,831	\$ 2,567,568	\$ 19,885,482
Intermediate sources	47	-	-	-	-	1,238	1,285
State sources	13,675,286	21,785	-	-	-	390,409	14,087,480
Federal sources	-	225,599	1,559,601	-	-	288,954	2,074,154
Interfund loans	-	-	-	-	350,000	650,000	1,000,000
Other	5,340	1,375	-	-	-	395	7,110
Total receipts	21,261,070	1,533,082	1,559,601	4,939,363	3,863,831	3,898,564	37,055,511
Disbursements:							
Current:							
Instruction	12,452,589	-	-	-	-	424,736	12,877,325
Support services	5,800,757	55,220	-	-	1,003,214	2,205,724	9,064,915
Noninstructional services	410,796	1,483,637	-	-	-	-	1,894,433
Facilities acquisition and construction	-	307,234	-	-	1,923,214	-	2,230,448
Debt services	1,800,000	-	-	4,809,629	1,300,000	1,470,964	9,380,593
Nonprogrammed charges	1,252,055	-	-	-	-	138,869	1,390,924
Interfund loans	-	-	1,000,000	-	-	-	1,000,000
Total disbursements	21,716,197	1,846,091	1,000,000	4,809,629	4,226,428	4,240,293	37,838,638
Excess (deficiency) of receipts over disbursements	(455,127)	(313,009)	559,601	129,734	(362,597)	(341,729)	(783,127)
Other financing sources (uses):							
Sale of capital assets	3,484	-	-	-	-	-	3,484
Transfers in	-	-	-	-	-	94,234	94,234
Transfers out	-	-	-	-	-	(94,234)	(94,234)
Total other financing sources (uses)	3,484	-	-	-	-	-	3,484
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(451,643)	(313,009)	559,601	129,734	(362,597)	(341,729)	(779,643)
Cash and investments - beginning	882,122	760,360	-	145,727	402,050	958,518	3,148,777
Cash and investments - ending	\$ 430,479	\$ 447,351	\$ 559,601	\$ 275,461	\$ 39,453	\$ 616,789	\$ 2,369,134
Cash and Investment Assets - Ending							
Cash and investments	\$ 430,479	\$ 447,351	\$ 559,601	\$ -	\$ 39,453	\$ 583,883	\$ 2,060,767
Restricted assets:							
Cash and investments	-	-	-	275,461	-	32,906	308,367
Total cash and investment assets - ending	\$ 430,479	\$ 447,351	\$ 559,601	\$ 275,461	\$ 39,453	\$ 616,789	\$ 2,369,134
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ 275,461	\$ -	\$ 32,906	\$ 308,367
Unrestricted	430,479	447,351	559,601	-	39,453	583,883	2,060,767
Total cash and investment fund balance - ending	\$ 430,479	\$ 447,351	\$ 559,601	\$ 275,461	\$ 39,453	\$ 616,789	\$ 2,369,134

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

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
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	School Lunch	Fiscal Stabilization	Debt Service	Capital Projects	Other	Totals
Receipts:							
Local sources	\$ 531,094	\$ 1,268,090	\$ -	\$ 7,466,208	\$ 3,975,640	\$ 3,418,239	\$ 16,659,271
Intermediate sources	-	-	-	-	-	543	543
State sources	17,876,625	21,537	-	-	-	252,673	18,150,835
Federal sources	-	298,704	680,147	-	-	748,659	1,727,510
Other	7,495	1,351	-	-	-	381	9,227
Total receipts	18,415,214	1,589,682	680,147	7,466,208	3,975,640	4,420,495	36,547,386
Disbursements:							
Current:							
Instruction	9,904,496	-	2,239,748	-	-	922,535	13,066,779
Support services	5,566,194	47,583	-	11,662	976,911	1,786,624	8,388,974
Noninstructional services	406,541	1,592,205	-	-	-	-	1,998,746
Facilities acquisition and construction	-	66,813	-	-	1,422,130	-	1,488,943
Debt services	-	-	-	5,170,304	-	643,716	5,814,020
Nonprogrammed charges	1,115,147	-	-	-	-	133,561	1,248,708
Total disbursements	16,992,378	1,706,601	2,239,748	5,181,966	2,399,041	3,486,436	32,006,170
Excess (deficiency) of receipts over disbursements	1,422,836	(116,919)	(1,559,601)	2,284,242	1,576,599	934,059	4,541,216
Other financing sources (uses):							
Sale of capital assets	4,011	-	-	-	-	-	4,011
Transfers in	647	-	1,000,000	-	-	30,000	1,030,647
Transfers out	-	-	-	-	(350,000)	(680,647)	(1,030,647)
Total other financing sources (uses)	4,658	-	1,000,000	-	(350,000)	(650,647)	4,011
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,427,494	(116,919)	(559,601)	2,284,242	1,226,599	283,412	4,545,227
Cash and investments - beginning	430,479	447,351	559,601	275,461	39,453	616,789	2,369,134
Cash and investments - ending	\$ 1,857,973	\$ 330,432	\$ -	\$ 2,559,703	\$ 1,266,052	\$ 900,201	\$ 6,914,361
Cash and Investment Assets - Ending							
Cash and investments	\$ 1,857,973	\$ 330,432	\$ -	\$ -	\$ 1,266,052	\$ 890,843	\$ 4,345,300
Restricted assets:							
Cash and investments	-	-	-	2,559,703	-	9,358	2,569,061
Total cash and investment assets - ending	\$ 1,857,973	\$ 330,432	\$ -	\$ 2,559,703	\$ 1,266,052	\$ 900,201	\$ 6,914,361
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ 2,559,703	\$ -	\$ 9,358	\$ 2,569,061
Unrestricted	1,857,973	330,432	-	-	1,266,052	890,843	4,345,300
Total cash and investment fund balance - ending	\$ 1,857,973	\$ 330,432	\$ -	\$ 2,559,703	\$ 1,266,052	\$ 900,201	\$ 6,914,361

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

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2009

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Employer	\$ 69,829	\$ -	
Other	-	23,923	
Total contributions	69,829	23,923	
Investment earnings:			
Interest	-	31,663	
Total additions	69,829	55,586	
Deductions:			
Benefits	68,447	-	
Administrative and general	-	57,331	
Total deductions	68,447	57,331	
Excess (deficiency) of total additions over total deductions	1,382	(1,745)	
Cash and investment fund balance - beginning	515,263	962,250	
Cash and investment fund balance - ending	\$ 516,645	\$ 960,505	\$ 45,223
Net assets:			
Cash and investments	\$ 516,645	\$ 960,505	\$ 45,223
Total net assets - cash and investment basis held in trust	\$ 516,645	\$ 960,505	\$ 45,223

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

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2010

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Employer	\$ 75,047	\$ -	
Other	-	23,877	
Total contributions	75,047	23,877	
Investment earnings:			
Interest	-	16,009	
Total additions	75,047	39,886	
Deductions:			
Benefits	25,557	-	
Administrative and general	-	37,455	
Total deductions	25,557	37,455	
Excess (deficiency) of total additions over total deductions	49,490	2,431	
Cash and investment fund balance - beginning	516,645	960,505	
Cash and investment fund balance - ending	\$ 566,135	\$ 962,936	\$ 70,068
Net assets:			
Cash and investments	\$ 566,135	\$ 962,936	\$ 70,068
Total net assets - cash and investment basis held in trust	\$ 566,135	\$ 962,936	\$ 70,068

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

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
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: Community School Corporation of Southern Hancock County

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 East Central Educational Service Center (Service Center) which was created to increase School Corporation's buying power when purchasing and servicing materials, supplies, and equipment. The East Central Educational Service Center (Service Center)'s continued existence depends on continued funding by the School Corporation. Complete financial statements for the East Central Educational Service Center (Service Center) can be obtained from East Central Educational Services Center, 1601 Indiana Avenue, Connersville, IN 47331.

The School Corporation is a participant in a joint venture to operate Hancock-South Madison Joint Services (Co-Op) which was created to provide educational services for handicapped children jointly with other school corporations. The School Corporation is obligated by contract to remit \$1,304,361 annually to supplement the Hancock-South Madison Joint Services (Co-Op). Complete financial statements for the Hancock-South Madison Joint Services (Co-Op) can be obtained from Hancock-South Madison Joint Services Co-Op, 110 W. North Street, Greenfield, IN 46140.

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. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, 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 school lunch fund accounts for receipts and disbursements related to the food service program.

The fiscal stabilization fund accounts for receipts and disbursements of cash received from the federal government to be used to supplement funding of local, state, and federal programs.

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.

Additionally, the School Corporation reports the following fund types:

Pension trust funds account for bonds and payments anticipated to be made to employees on or after termination of employment or to pay post-retirement or severance benefits held by the School Corporation in a trustee capacity.

Private-purpose trust funds report a trust arrangement under which principal and income benefit the various individuals and programs.

Agency funds account for assets held by the School Corporation as an agent for employees and serve as control of accounts for certain cash transactions during the time they are a liability to the School Corporation.

C. Measurement Focus and Basis of Accounting

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

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

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.

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.

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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."

Fund Financial Statements

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

E. Receipts and Disbursements

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.

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 services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.
2. 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.
3. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.
4. Interfund loans – Flow of assets from one fund to another where repayment is expected is reported as interfund loans.

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers – Internal Activities. 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

Budgetary Information

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

Prior to the first required publication, the fiscal officer of the School Corporation submits to the governing board a proposed operating budget for the year commencing the following 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 highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the School Corporation receives approval of the Indiana Department of Local Government Finance.

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

III. Detailed Notes on All Funds

A. Deposits and Investments

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 \$11,288,038.

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

B. Interfund Transfers

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

Transfer From	Transfer To	2009	2010
Capital Projects Fund	Fiscal Stabilization Fund	\$ -	\$ 350,000
Other Governmental Funds	General Fund	-	647
Other Governmental Funds	Fiscal Stabilization Fund	-	650,000
Other Governmental Funds	Other Governmental Funds	94,234	30,000
Totals		<u>\$ 94,234</u>	<u>\$ 1,030,647</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; medical benefits to employees, retirees, and dependents; and natural disasters are covered by commercial insurance from independent third parties.

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.

Risk financing is not utilized for the other risks of loss.

B. Holding Corporations

The School Corporation has entered into a capital lease with New Palestine High School Holding 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 fiscal years 2009 and 2010, totaled \$1,419,000 and \$1,419,000, respectively.

The School Corporation has entered into a capital lease with New Palestine Elementary Holding 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

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments during the fiscal years 2009 and 2010, totaled \$852,000 and \$851,000, respectively.

The School Corporation has entered into a capital lease with Doe Creek Middle School Holding 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 fiscal years 2009 and 2010, totaled \$559,000 and \$559,000, respectively.

The School Corporation has entered into a capital lease with Southern Hancock Holding 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 fiscal years 2009 and 2010, totaled \$1,256,500 and \$1,263,000, respectively.

The School Corporation has entered into a capital lease with Brandywine Elementary Holding 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 fiscal years 2009 and 2010, totaled \$243,000 and \$243,000, respectively.

The School Corporation has entered into a capital lease with New Palestine 2008 Holding 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 fiscal years 2010 totaled \$484,000.

C. Pension Plans

1. Agent Multiple-Employer 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.

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. 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 during the period were \$474,950.

2. Cost-Sharing Multiple-Employer Defined Benefit Pension Plan(s)

Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy

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.

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The School Corporation's contributions to the plan during the period were \$1,477,618.

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 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	Textbook Rental	Educational License Plate	Safe Haven	2007-08 Gifted/Talented	2008-09 Gifted/Talented
Receipts:							
Local sources	\$ 1,522,546	\$ 22,035	\$ 249,166	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	1,238	-	-	-
State sources	-	159,827	25,366	-	17,170	-	-
Federal sources	-	-	-	-	-	-	-
Interfund loans	650,000	-	-	-	-	-	-
Other	332	-	63	-	-	-	-
Total receipts	2,172,878	181,862	274,595	1,238	17,170	-	-
Disbursements:							
Current:							
Instruction	-	-	-	1,326	-	-	14,574
Support services	1,476,669	-	395,695	-	14,870	-	5,974
Debt services	750,000	-	-	-	-	-	-
Nonprogrammed charges	-	138,869	-	-	-	-	-
Total disbursements	2,226,669	138,869	395,695	1,326	14,870	-	20,548
Excess (deficiency) of receipts over disbursements	(53,791)	42,993	(121,100)	(88)	2,300	-	(20,548)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	20,548
Transfers out	-	-	-	-	-	(20,548)	-
Total other financing sources (uses)	-	-	-	-	-	(20,548)	20,548
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(53,791)	42,993	(121,100)	(88)	2,300	(20,548)	-
Cash and investments - beginning	80,089	19,715	346,591	1,578	-	20,548	-
Cash and investments - ending	\$ 26,298	\$ 62,708	\$ 225,491	\$ 1,490	\$ 2,300	\$ -	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ 26,298	\$ 62,708	\$ 225,491	\$ 1,490	\$ 2,300	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 26,298	\$ 62,708	\$ 225,491	\$ 1,490	\$ 2,300	\$ -	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	26,298	62,708	225,491	1,490	2,300	-	-
Total cash and investment fund balance - ending	\$ 26,298	\$ 62,708	\$ 225,491	\$ 1,490	\$ 2,300	\$ -	\$ -

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 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)

	08-09 High Ability	Non-English Speaking	Indiana School & Library	IN Access Grant	Technology Planning	Lilly LESO Science	IN Access Linux Grant
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,836	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	40,203	600	19,580	-	127,663	-	-
Federal sources	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	40,203	600	19,580	-	127,663	1,836	-
Disbursements:							
Current:							
Instruction	23,052	-	-	57,190	36,457	1,019	-
Support services	-	-	6,838	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	23,052	-	6,838	57,190	36,457	1,019	-
Excess (deficiency) of receipts over disbursements	17,151	600	12,742	(57,190)	91,206	817	-
Other financing sources (uses):							
Transfers in	-	-	-	2,500	-	-	-
Transfers out	-	-	-	-	-	-	(2,500)
Total other financing sources (uses)	-	-	-	2,500	-	-	(2,500)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	17,151	600	12,742	(54,690)	91,206	817	(2,500)
Cash and investments - beginning	-	-	23,362	67,776	-	-	2,500
Cash and investments - ending	\$ 17,151	\$ 600	\$ 36,104	\$ 13,086	\$ 91,206	\$ 817	\$ -
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 17,151	\$ 600	\$ 36,104	\$ 13,086	\$ 91,206	\$ 817	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 17,151	\$ 600	\$ 36,104	\$ 13,086	\$ 91,206	\$ 817	\$ -
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	17,151	600	36,104	13,086	91,206	817	-
Total cash and investment fund balance - ending	\$ 17,151	\$ 600	\$ 36,104	\$ 13,086	\$ 91,206	\$ 817	\$ -

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 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)

	WHEEL Grant	Title I 08-09	Title I 07-08	Title V Innovative Program	Title V 08-09	Title IV Part A Drug Free 08-09
Receipts:						
Local sources	\$ 550	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	213,401	20,000	4,293	-	-
Interfund loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	550	213,401	20,000	4,293	-	-
Disbursements:						
Current:						
Instruction	-	185,321	38,770	4,189	183	7,154
Support services	-	2,425	4,651	104	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	-	187,746	43,421	4,293	183	7,154
Excess (deficiency) of receipts over disbursements	550	25,655	(23,421)	-	(183)	(7,154)
Other financing sources (uses):						
Transfers in	-	20,000	43,421	-	183	7,175
Transfers out	-	(43,421)	(20,000)	(183)	-	-
Total other financing sources (uses)	-	(23,421)	23,421	(183)	183	7,175
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	550	2,234	-	(183)	-	21
Cash and investments - beginning	-	43,422	-	183	-	207
Cash and investments - ending	\$ 550	\$ 45,656	\$ -	\$ -	\$ -	\$ 228
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 550	\$ 45,656	\$ -	\$ -	\$ -	\$ 228
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 550	\$ 45,656	\$ -	\$ -	\$ -	\$ 228
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	550	45,656	-	-	-	228
Total cash and investment fund balance - ending	\$ 550	\$ 45,656	\$ -	\$ -	\$ -	\$ 228

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 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 IV Part A Drug Free 07-08	Title II 2006-07	Title II Teacher Improvement	School Pension Debt	Transportation School Bus Replacement	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 460,104	\$ 311,331	\$ 2,567,568
Intermediate sources	-	-	-	-	-	1,238
State sources	-	-	-	-	-	390,409
Federal sources	-	-	51,260	-	-	288,954
Interfund loans	-	-	-	-	-	650,000
Other	-	-	-	-	-	395
Total receipts	-	-	51,260	460,104	311,331	3,898,564
Disbursements:						
Current:						
Instruction	-	-	55,501	-	-	424,736
Support services	-	-	4,237	-	294,261	2,205,724
Debt services	-	-	-	430,964	290,000	1,470,964
Nonprogrammed charges	-	-	-	-	-	138,869
Total disbursements	-	-	59,738	430,964	584,261	4,240,293
Excess (deficiency) of receipts over disbursements	-	-	(8,478)	29,140	(272,930)	(341,729)
Other financing sources (uses):						
Transfers in	-	-	407	-	-	94,234
Transfers out	(7,175)	(407)	-	-	-	(94,234)
Total other financing sources (uses)	(7,175)	(407)	407	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(7,175)	(407)	(8,071)	29,140	(272,930)	(341,729)
Cash and investments - beginning	7,175	407	25,246	3,766	315,953	958,518
Cash and investments - ending	\$ -	\$ -	\$ 17,175	\$ 32,906	\$ 43,023	\$ 616,789
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ 17,175	\$ -	\$ 43,023	\$ 583,883
Restricted assets:						
Cash and investments	-	-	-	32,906	-	32,906
Total cash and investment assets - ending	\$ -	\$ -	\$ 17,175	\$ 32,906	\$ 43,023	\$ 616,789
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ 32,906	\$ -	\$ 32,906
Unrestricted	-	-	17,175	-	43,023	583,883
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 17,175	\$ 32,906	\$ 43,023	\$ 616,789

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 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	Textbook Rental	Educational License Plate	Safe Haven	08-09 High Ability	09-10 High Ability
Receipts:							
Local sources	\$ 2,318,234	\$ -	\$ 251,394	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	543	-	-	-
State sources	-	71,500	42,598	-	-	-	39,606
Federal sources	-	-	-	-	-	-	-
Other	360	-	21	-	-	-	-
Total receipts	2,318,594	71,500	294,013	543	-	-	39,606
Disbursements:							
Current:							
Instruction	-	-	-	-	-	13,551	15,001
Support services	1,542,838	-	194,666	-	2,300	3,600	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	133,561	-	-	-	-	-
Total disbursements	1,542,838	133,561	194,666	-	2,300	17,151	15,001
Excess (deficiency) of receipts over disbursements	775,756	(62,061)	99,347	543	(2,300)	(17,151)	24,605
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	(650,000)	(647)	-	-	-	-	-
Total other financing sources (uses)	(650,000)	(647)	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	125,756	(62,708)	99,347	543	(2,300)	(17,151)	24,605
Cash and investments - beginning	26,298	62,708	225,491	1,490	2,300	17,151	-
Cash and investments - ending	\$ 152,054	\$ -	\$ 324,838	\$ 2,033	\$ -	\$ -	\$ 24,605
Cash and Investment Assets - Ending							
Cash and investments	\$ 152,054	\$ -	\$ 324,838	\$ 2,033	\$ -	\$ -	\$ 24,605
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 152,054	\$ -	\$ 324,838	\$ 2,033	\$ -	\$ -	\$ 24,605
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	152,054	-	324,838	2,033	-	-	24,605
Total cash and investment fund balance - ending	\$ 152,054	\$ -	\$ 324,838	\$ 2,033	\$ -	\$ -	\$ 24,605

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 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)

	HCCF Grant 2010-11	Non-English Speaking	Indiana School & Library	IN Access Grant	Technology Planning	Lilly LESO Science	BWE State Revolving Fund
Receipts:							
Local sources	\$ 7,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 35,580
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	7,500
Other	-	-	-	-	-	-	-
Total receipts	7,000	-	-	-	-	-	43,080
Disbursements:							
Current:							
Instruction	1,000	277	-	10,530	91,206	498	43,080
Support services	-	-	28,595	56	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	1,000	277	28,595	10,586	91,206	498	43,080
Excess (deficiency) of receipts over disbursements	6,000	(277)	(28,595)	(10,586)	(91,206)	(498)	-
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	6,000	(277)	(28,595)	(10,586)	(91,206)	(498)	-
Cash and investments - beginning	-	600	36,104	13,086	91,206	817	-
Cash and investments - ending	<u>\$ 6,000</u>	<u>\$ 323</u>	<u>\$ 7,509</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ 319</u>	<u>\$ -</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 6,000	\$ 323	\$ 7,509	\$ 2,500	\$ -	\$ 319	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 6,000</u>	<u>\$ 323</u>	<u>\$ 7,509</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ 319</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	6,000	323	7,509	2,500	-	319	-
Total cash and investment fund balance - ending	<u>\$ 6,000</u>	<u>\$ 323</u>	<u>\$ 7,509</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ 319</u>	<u>\$ -</u>

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 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)

	WHEE! Grant	Excess PTRC Distributions	Title I 08-09	Title I 2009-10	Title IV Part A Drug Free 08-09	Readiness Emergency Management
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	98,969	-	-	-	-
Federal sources	-	-	-	148,535	-	62,789
Other	-	-	-	-	-	-
Total receipts	-	98,969	-	148,535	-	62,789
Disbursements:						
Current:						
Instruction	550	-	10,271	155,054	228	62,789
Support services	-	-	5,385	3,500	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	550	-	15,656	158,554	228	62,789
Excess (deficiency) of receipts over disbursements	(550)	98,969	(15,656)	(10,019)	(228)	-
Other financing sources (uses):						
Transfers in	-	-	-	30,000	-	-
Transfers out	-	-	(30,000)	-	-	-
Total other financing sources (uses)	-	-	(30,000)	30,000	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(550)	98,969	(45,656)	19,981	(228)	-
Cash and investments - beginning	550	-	45,656	-	228	-
Cash and investments - ending	\$ -	\$ 98,969	\$ -	\$ 19,981	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 98,969	\$ -	\$ 19,981	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 98,969	\$ -	\$ 19,981	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	98,969	-	19,981	-	-
Total cash and investment fund balance - ending	\$ -	\$ 98,969	\$ -	\$ 19,981	\$ -	\$ -

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 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 Teacher Improvement	Special Education Part B ARRA	Special Education Preschool ARRA	School Pension Debt	Transportation School Bus Replacement	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 620,168	\$ 185,863	\$ 3,418,239
Intermediate sources	-	-	-	-	-	543
State sources	-	-	-	-	-	252,673
Federal sources	43,200	474,014	12,621	-	-	748,659
Other	-	-	-	-	-	381
Total receipts	43,200	474,014	12,621	620,168	185,863	4,420,495
Disbursements:						
Current:						
Instruction	60,189	445,690	12,621	-	-	922,535
Support services	(296)	5,980	-	-	-	1,786,624
Debt services	-	-	-	643,716	-	643,716
Nonprogrammed charges	-	-	-	-	-	133,561
Total disbursements	59,893	451,670	12,621	643,716	-	3,486,436
Excess (deficiency) of receipts over disbursements	(16,693)	22,344	-	(23,548)	185,863	934,059
Other financing sources (uses):						
Transfers in	-	-	-	-	-	30,000
Transfers out	-	-	-	-	-	(680,647)
Total other financing sources (uses)	-	-	-	-	-	(650,647)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(16,693)	22,344	-	(23,548)	185,863	283,412
Cash and investments - beginning	17,175	-	-	32,906	43,023	616,789
Cash and investments - ending	482	22,344	-	9,358	228,886	900,201
Cash and Investment Assets - Ending						
Cash and investments	\$ 482	\$ 22,344	\$ -	\$ -	\$ 228,886	\$ 890,843
Restricted assets:						
Cash and investments	-	-	-	9,358	-	9,358
Total cash and investment assets - ending	482	22,344	-	9,358	228,886	900,201
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ 9,358	\$ -	\$ 9,358
Unrestricted	482	22,344	-	-	228,886	890,843
Total cash and investment fund balance - ending	482	22,344	-	9,358	228,886	900,201

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PENSION TRUST FUNDS
 For the Year Ended June 30, 2009

	Retirement/ Severance Bond	Post-Retirement/ Severance Future Benefit	Totals
Additions:			
Contributions:			
Employer	\$ -	\$ 69,829	\$ 69,829
Total additions	-	69,829	69,829
Deductions:			
Benefits	39,728	28,719	68,447
Total deductions	39,728	28,719	68,447
Excess (deficiency) of total additions over total deductions	(39,728)	41,110	1,382
Cash and investment fund balance - beginning	367,535	147,728	515,263
Cash and investment fund balance - ending	\$ 327,807	\$ 188,838	\$ 516,645
Net assets:			
Cash and investments	\$ 327,807	\$ 188,838	\$ 516,645
Total net assets - cash and investment basis held in trust	\$ 327,807	\$ 188,838	\$ 516,645

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PENSION TRUST FUNDS
 For the Year Ended June 30, 2010

	Retirement/ Severance Bond	Post-Retirement/ Severance Future Benefit	Totals
Additions:			
Contributions:			
Employer	\$ -	\$ 75,047	\$ 75,047
Total additions	-	75,047	75,047
Deductions:			
Benefits	25,557	-	25,557
Total deductions	25,557	-	25,557
Excess (deficiency) of total additions over total deductions	(25,557)	75,047	49,490
Cash and investment fund balance - beginning	327,807	188,838	516,645
Cash and investment fund balance - ending	\$ 302,250	\$ 263,885	\$ 566,135
Net assets:			
Cash and investments	\$ 302,250	\$ 263,885	\$ 566,135
Total net assets - cash and investment basis held in trust	\$ 302,250	\$ 263,885	\$ 566,135

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

	Sugar Creek Memorial	Wickliff Memorial Awards	Benjamin Moore Journalism Scholarship	Pepsi Scholarship	Scholarships and Awards	Pat Blair Memorial Library Fund	Lilly Science Grant 2007-08
Additions:							
Contributions:							
Other	\$ -	\$ -	\$ 1,535	\$ 2,000	\$ 3,150	\$ 50	\$ -
Investment earnings:							
Interest	30,935	380	348	-	-	-	-
Total additions	<u>30,935</u>	<u>380</u>	<u>1,883</u>	<u>2,000</u>	<u>3,150</u>	<u>50</u>	<u>-</u>
Deductions:							
Administrative and general	40,802	600	1,000	2,000	3,150	879	1,862
Excess (deficiency) of total additions over total deductions	(9,867)	(220)	883	-	-	(829)	(1,862)
Cash and investment fund balance - beginning	<u>925,313</u>	<u>11,926</u>	<u>10,586</u>	<u>-</u>	<u>73</u>	<u>1,203</u>	<u>1,862</u>
Cash and investments - June 30	<u>\$ 915,446</u>	<u>\$ 11,706</u>	<u>\$ 11,469</u>	<u>\$ -</u>	<u>\$ 73</u>	<u>\$ 374</u>	<u>\$ -</u>
Net assets:							
Cash and investments	\$ 915,446	\$ 11,706	\$ 11,469	\$ -	\$ 73	\$ 374	\$ -
Total net assets - cash and investment basis held in trust	<u>\$ 915,446</u>	<u>\$ 11,706</u>	<u>\$ 11,469</u>	<u>\$ -</u>	<u>\$ 73</u>	<u>\$ 374</u>	<u>\$ -</u>

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	Lilly Teacher Grant 2007-08	Lilly KMS Science 08-09	Cinergy Foundation	Rotary Club Fund	Pepsi	Totals
Additions:						
Contributions:						
Other	\$ -	\$ 6,688	\$ -	\$ 500	\$ 10,000	\$ 23,923
Investment earnings:						
Interest	-	-	-	-	-	31,663
Total additions	-	6,688	-	500	10,000	55,586
Deductions:						
Administrative and general	272	5,531	1,015	220	-	57,331
Excess (deficiency) of total additions over total deductions	(272)	1,157	(1,015)	280	10,000	(1,745)
Cash and investment fund balance - beginning	272	-	1,015	-	10,000	962,250
Cash and investments - June 30	<u>\$ -</u>	<u>\$ 1,157</u>	<u>\$ -</u>	<u>\$ 280</u>	<u>\$ 20,000</u>	<u>\$ 960,505</u>
Net assets:						
Cash and investments	<u>\$ -</u>	<u>\$ 1,157</u>	<u>\$ -</u>	<u>\$ 280</u>	<u>\$ 20,000</u>	<u>\$ 960,505</u>
Total net assets - cash and investment basis held in trust	<u>\$ -</u>	<u>\$ 1,157</u>	<u>\$ -</u>	<u>\$ 280</u>	<u>\$ 20,000</u>	<u>\$ 960,505</u>

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2010

	Sugar Creek Memorial	Wickliff Memorial Awards	Benjamin Moore Journalism Scholarship	Pepsi Scholarship	Scholarships and Awards	Pat Blair Memorial Library Fund
Additions:						
Contributions:						
Other	\$ -	\$ -	\$ 1,570	\$ 2,000	\$ 6,875	\$ -
Investment earnings:						
Interest	15,810	-	199	-	-	-
Total additions	<u>15,810</u>	<u>-</u>	<u>1,769</u>	<u>2,000</u>	<u>6,875</u>	<u>-</u>
Deductions:						
Administrative and general	13,772	11,706	-	2,000	6,875	374
Excess (deficiency) of total additions over total deductions	2,038	(11,706)	1,769	-	-	(374)
Cash and investment fund balance - beginning	915,446	11,706	11,469	-	73	374
Cash and investments - June 30	<u>\$ 917,484</u>	<u>\$ -</u>	<u>\$ 13,238</u>	<u>\$ -</u>	<u>\$ 73</u>	<u>\$ -</u>
Net assets:						
Cash and investments	\$ 917,484	\$ -	\$ 13,238	\$ -	\$ 73	\$ -
Total net assets - cash and investment basis held in trust	<u>\$ 917,484</u>	<u>\$ -</u>	<u>\$ 13,238</u>	<u>\$ -</u>	<u>\$ 73</u>	<u>\$ -</u>

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2010
 (Continued)

	Covance Grant 09-10	Lilly KMS Science 08-09	Lilly LSEO Grant 2010-11	Rotary Club	Pepsi	Totals
Additions:						
Contributions:						
Other	\$ 1,000	\$ -	\$ 1,832	\$ 600	\$ 10,000	\$ 23,877
Investment earnings:						
Interest	-	-	-	-	-	16,009
Total additions	<u>1,000</u>	<u>-</u>	<u>1,832</u>	<u>600</u>	<u>10,000</u>	<u>39,886</u>
Deductions:						
Administrative and general	<u>1,000</u>	<u>-</u>	<u>1,528</u>	<u>200</u>	<u>-</u>	<u>37,455</u>
Excess (deficiency) of total additions over total deductions	-	-	304	400	10,000	2,431
Cash and investment fund balance - beginning	-	1,157	-	280	20,000	960,505
Cash and investments - June 30	<u>\$ -</u>	<u>\$ 1,157</u>	<u>\$ 304</u>	<u>\$ 680</u>	<u>\$ 30,000</u>	<u>\$ 962,936</u>
Net assets:						
Cash and investments	<u>\$ -</u>	<u>\$ 1,157</u>	<u>\$ 304</u>	<u>\$ 680</u>	<u>\$ 30,000</u>	<u>\$ 962,936</u>
Total net assets - cash and investment basis held in trust	<u>\$ -</u>	<u>\$ 1,157</u>	<u>\$ 304</u>	<u>\$ 680</u>	<u>\$ 30,000</u>	<u>\$ 962,936</u>

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2009

	Federal Withholding	Social Security	State Withholding	County Withholding	Teachers Retirement	Voluntary TRF	Public Employee Retirement
Additions:							
Agency fund additions	\$ 1,392,091	\$ 1,089,440	\$ 469,078	\$ 167,635	\$ 2,158	\$ 3,092	\$ 95,806
Deductions:							
Agency fund deductions	1,392,091	1,089,440	469,078	167,635	2,158	3,092	95,806
Excess (deficiency) of total additions over total deductions	-	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	Voluntary PERF	Blue Cross/ Blue Shield	Employee Dental	Vision Insurance	Sun Life Term Insurance	Sun Life Certified	Sun Life Non Certified
Additions:							
Agency fund additions	\$ 9,858	\$ 75,594	\$ 6,452	\$ 2,879	\$ 1,366	\$ 78	\$ 17,973
Deductions:							
Agency fund deductions	9,858	72,640	5,799	2,890	1,285	83	18,007
Excess (deficiency) of total additions over total deductions	-	2,954	653	(11)	81	(5)	(34)
Cash and investment fund balance - beginning	-	11,941	1,235	405	134	5	233
Cash and investment fund balance - ending	\$ -	\$ 14,895	\$ 1,888	\$ 394	\$ 215	\$ -	\$ 199

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	Anthem life Term Life	ISTA Dues	IAEMPS/ NAESP Dues	Garnishee Wages	Section 125 Deductions	United Way	American Funds
Additions:							
Agency fund additions	\$ 5,746	\$ 69,384	\$ 22	\$ 16,884	\$ 651,186	\$ 3,889	\$ 17,779
Deductions:							
Agency fund deductions	5,742	69,384	22	16,884	656,776	3,889	17,779
Excess (deficiency) of total additions over total deductions	4	-	-	-	(5,590)	-	-
Cash and investment fund balance - beginning	70	-	-	-	1,997	-	-
Cash and investment fund balance - ending	<u>\$ 74</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,593)</u>	<u>\$ -</u>	<u>\$ -</u>

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	American General	Ameriprise Clearing	Equitable	Fidelity Retirement	Lincoln National	MFS Investments	Pacific Life
Additions:							
Agency fund additions	\$ 180	\$ 9,100	\$ 40	\$ 17,190	\$ 7,700	\$ 1,900	\$ 3,300
Deductions:							
Agency fund deductions	180	9,100	40	17,190	7,700	1,900	3,300
Excess (deficiency) of total additions over total deductions	-	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-	-
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2009
 (Continued)

	ReliaStar Life	Sun Life Financial	Thrivent Financial	Valic Financial	School Lunch Prepaid	Fringe Benefits	Totals
Additions:							
Agency fund additions	\$ 20,190	\$ 164	\$ 8,275	\$ 262,883	\$ -	\$ 3,813	\$ 4,433,125
Deductions:							
Agency fund deductions	20,190	164	8,275	262,883	6,786	3,813	4,441,859
Excess (deficiency) of total additions over total deductions	-	-	-	-	(6,786)	-	(8,734)
Cash and investment fund balance - beginning	-	-	-	-	37,937	-	53,957
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ 31,151	\$ -	\$ 45,223

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2010

	<u>Federal Withholding</u>	<u>Social Security</u>	<u>State Withholding</u>	<u>County Withholding</u>	<u>Teachers Retirement</u>	<u>Voluntary TRF</u>	<u>Public Employee Retirement</u>	<u>Voluntary PERF</u>
Additions:								
Agency fund additions	\$ 1,339,761	\$ 1,091,640	\$ 471,813	\$ 169,298	\$ 2,478	\$ 3,627	\$ 95,737	\$ 10,999
Deductions:								
Agency fund deductions	<u>1,339,761</u>	<u>1,091,640</u>	<u>471,813</u>	<u>169,298</u>	<u>2,478</u>	<u>3,627</u>	<u>95,737</u>	<u>10,999</u>
Excess (deficiency) of total additions over total deductions	-	-	-	-	-	-	-	-
Cash and investment fund balance - beginning	-	-	-	-	-	-	-	-
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2010
 (Continued)

	Blue Cross/ Blue Shield	Employee Dental	Vision Insurance	Sun Life Term Insurance	Sun Life Certified	Sun Life Non Certified	Anthem life Term Life
Additions:							
Agency fund additions	\$ 98,616	\$ 7,116	\$ 3,557	\$ 1,408	\$ 56	\$ 18,837	\$ 6,375
Deductions:							
Agency fund deductions	76,999	6,356	3,094	1,409	15	18,813	6,363
Excess (deficiency) of total additions over total deductions	21,617	760	463	(1)	41	24	12
Cash and investment fund balance - beginning	14,895	1,888	394	215	-	199	74
Cash and investment fund balance - ending	<u>\$ 36,512</u>	<u>\$ 2,648</u>	<u>\$ 857</u>	<u>\$ 214</u>	<u>\$ 41</u>	<u>\$ 223</u>	<u>\$ 86</u>

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2010
 (Continued)

	<u>ISTA Dues</u>	<u>IAEMPS/ NAESP Dues</u>	<u>Garnishee Wages</u>	<u>Section 125 Deductions</u>	<u>United Way</u>	<u>Ameriprise Clearing</u>	<u>Equitable</u>
Additions:							
Agency fund additions	\$ 76,542	\$ 57	\$ 14,017	\$ 624,504	\$ 4,766	\$ 9,100	\$ 13,980
Deductions:							
Agency fund deductions	76,542	57	14,017	619,948	4,766	9,100	13,980
Excess (deficiency) of total additions over total deductions	-	-	-	4,556	-	-	-
Cash and investment fund balance - beginning	-	-	-	(3,593)	-	-	-
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 963</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2010
 (Continued)

	Lincoln National	ReliaStar Life	Thrivent Financial	Valic Financial	School Lunch Prepaid	Fringe Benefits	Totals
Additions:							
Agency fund additions	\$ 7,600	\$ 20,320	\$ 7,150	\$ 235,570	\$ -	\$ 3,828	\$ 4,338,752
Deductions:							
Agency fund deductions	7,600	20,320	7,150	235,570	2,627	3,828	4,313,907
Excess (deficiency) of total additions over total deductions	-	-	-	-	(2,627)	-	24,845
Cash and investment fund balance - beginning	-	-	-	-	31,151	-	45,223
Cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ 28,524	\$ -	\$ 70,068

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended 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	\$ 1,175,430
Infrastructure	882,852
Licensed vehicles	944,204
Machinery and equipment	624,377
Assets under capital lease	<u>34,511,309</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 38,138,172</u>

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 For The Year Ended June 30, 2010

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
New Palestine High School	\$ 7,250,000	\$ 1,419,000
New Palestine Elementary 2003	820,000	849,000
Doe Creek Middle School	1,785,000	559,000
Brandywine Elementary	660,000	243,000
Southern Hancock 1998 School (2005 Bonds)	12,062,750	1,270,500
New Palestine Elementary 2008	4,850,000	480,000
Brier Creek School	27,130,000	2,148,522
Financing Lease:		
2007 Light Lease	195,934	83,706
Notes and loans payable:		
School Improvement Note 2004	78,046	76,580
Bonds payable:		
General obligation bonds:		
Retirement/Severance Bonds	2,405,000	427,807
School Improvement Note of 2006	390,000	203,115
Total governmental activities debt	<u>\$ 57,626,730</u>	<u>\$ 7,760,230</u>

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
AUDIT RESULT AND COMMENT

MILEAGE REIMBURSEMENT/PREPAYMENT OF EXPENDITURE

We noted during our review of travel expenses, one claim was not properly completed, resulting in a prepayment of travel expenses. Information listed on the description of the claim indicated that the claim was for three dates of travel: November 17, 2009, November 18, 2009, and April 12, 2010. The detailed portion of the mileage claim listed only the November 2009 dates as a single line item for two days of travel for a total of mileage of 132 miles. We were able to determine that the correct mileage for two dates of travel to the training indicated should have been 22 miles one way or 88 miles for the two days of travel. The reimbursement for a total of 132 miles was paid on December 28, 2009. Review of the individual's payroll records indicated that the individual did attend a third day of training in April 2010 and additional travel expenses have not been paid as of October 28, 2010.

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

Compensation and any other payments for goods and services should not be paid in advance of receipt of the goods or services unless specifically authorized by statute. Payments made for goods or services which are not received may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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 COMMUNITY SCHOOL CORPORATION
OF SOUTHERN HANCOCK COUNTY, HANCOCK COUNTY, INDIANA

Compliance

We have audited the compliance of the Community School Corporation of Southern Hancock County (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. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2010-1 and 2010-2.

Internal Control Over Compliance

The management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the School Corporation's internal control over compliance with requirements that could have a direct and material effect on a major

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

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

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

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

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

The School Corporation's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the School Corporation's management, Board of School Trustees, 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

November 29, 2010

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
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.S. DEPARTMENT OF AGRICULTURE				
Pass-Through Indiana Department of Education Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 17,568	\$ 23,433
National School Lunch Program	10.555		<u>273,434</u>	<u>342,883</u>
Total for cluster and federal grantor agency			<u>291,002</u>	<u>366,316</u>
U.S. DEPARTMENT OF EDUCATION				
Pass-Through Greenfield Central Community School Corporation Special Education Cluster				
ARRA - Special Education - Grants to States, Recovery Act	84.391	33310-027-SN01	-	<u>451,669</u>
ARRA - Special Education - Preschool Grants, Recovery Act	84.392	44410-027-SN01	-	<u>12,621</u>
Total for cluster			-	<u>464,290</u>
Direct Grant				
Safe and Drug-Free Schools and Communities - National Programs Readiness Emergency Management Grant	84.184	FY2009-10	-	<u>62,789</u>
Pass-Through Indiana Department of Education Title I, Part A Cluster				
Title I Grants to Local Educational Agencies	84.010	FY2007-08 FY2008-09 FY2009-10	43,421 187,746 -	- 15,656 <u>158,554</u>
Total for cluster			<u>231,167</u>	<u>174,210</u>
Safe and Drug-Free Schools and Communities - State Grants Title IV, Part A Drug-Free	84.186	SY2006-07	<u>7,154</u>	<u>228</u>
Education Technology State Grants Technology Planning Grant	84.318	FY2007-08	<u>7,500</u>	-
Improving Teacher Quality State Grants	84.367	FY2008-09 FY2009-10	59,738 -	- <u>59,893</u>
Total for program			<u>59,738</u>	<u>59,893</u>
State Fiscal Stabilization Fund Cluster ARRA - State Fiscal Stabilization Fund - Education State Grants, Recovery Act	84.394	09-3115	-	<u>2,239,749</u>
Total for federal grantor agency			<u>305,559</u>	<u>3,001,159</u>
Total federal awards expended			<u>\$ 596,561</u>	<u>\$ 3,367,475</u>

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

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
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 Community School Corporation of Southern Hancock County (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 Schools 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.

Program Title	Federal CFDA Number	2008-2009	2009-2010
Child Nutrition Cluster	10.555	\$ 62,637	\$ 77,263

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
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? yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
	Special Education Cluster
	State Fiscal Stabilization Fund Cluster

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III – Federal Award Findings and Questioned Costs

FINDING 2010-1, CASH MANAGEMENT

Federal Agency: U.S. Department of Education
Federal Program: Special Education Cluster - ARRA
CFDA Number: 84.391, 84.392
Pass-Through Entity: Greenfield - Central Community School Corporation

We noted during our audit period that the fund for the Special Education — Grants to States (IDEA, Part B), Recovery Act Fund (7953) and the Special Education — Preschool Grants (IDEA Preschool), Recovery Act Fund (7954) had a cash balance in four of the six months in excess of twice the average monthly expenditures.

34 CFR 80.20(b)(7) states in part:

"Procedures for minimizing the time elapsing between the transfer of funds from the U.S. Treasury and disbursement by grantees and subgrantees must be followed whenever advance payment procedures are used. Grantees must establish reasonable procedures to ensure the receipt of reports on subgrantees' cash balances and cash disbursements in sufficient time to enable them to prepare complete and accurate cash transactions reports to the awarding agency. When advances are made by letter-of-credit or electronic transfer of funds methods, the grantee must make drawdowns as close as possible to the time of making disbursements. Grantees must monitor cash drawdowns by their subgrantees to assure that they conform substantially to the same standards of timing and amount as apply to advances to the grantees."

Failure to comply with cash management requirement could raise the School Corporation to be deemed ineligible to receive federal funds in the future.

We recommended School Corporation Officials develop and implement procedures and controls to ensure that the time between the receipt and disbursement of federal funds is minimized.

2010-2, ALLOWABLE COST/COST PRINCIPLES

Federal Agency: U.S. Department of Education
Federal Program: ARRA Special Education - Grants to States
CFDA Number: 84.193
Pass-through Entity: Greenfield - Central Community School Corporation

The School Corporation in November 2009, reclassified expenditures in November 2009, for computer related items from the Capital Projects Fund to the ARRA Special Education Fund for \$6,346. The originating purchase order and expenditures from the Capital Projects Fund had proper supporting documentation for the items purchased. The items approved for purchase listed on the approved budget for the grant included a monitor, mobile computer cart with computers. However, the amount of expenditures claimed for the reclassification could not be recalculated.

Failure to adequately document transfers reclassifications, could result in unallowed cost being charged to the federal program.

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

EDGAR Part 80 Subpart C Section 80.20(b) states in part:

- "(2) Accounting records. Grantees and subgrantees must maintain records which adequately identify the source and application of funds provided for financially-assisted activities. These records must contain information pertaining to grant or subgrant awards and authorizations, obligations, unobligated balances, assets, liabilities, outlays or expenditures, and income."
- "(5) Allowable cost. Applicable OMB cost principles, agency program regulations, and the terms of grant and subgrant agreements will be followed in determining the reasonableness, allowability, and allocability of costs.
- (6) Source documentation. Accounting records must be supported by such source documentation as cancelled checks, paid bills, payrolls, time and attendance records, contract and subgrant award documents, etc."

We recommended that School Corporation Officials design and implement internal control procedures that will ensure proper compliance with supporting documentation requirements.

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

SOUTHERN HANCOCK COUNTY

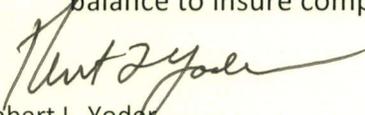
P.O. Box 508 - 4711 South 500 West - New Palestine, Indiana 46163
317-861-4463 - Telephone / 317-861-2142 - Fax

CORRECTIVE ACTION PLAN

FINDINGS NO, 2010-1. INTERNAL CONTROL REPORTABLE CONDITION/CASH MANAGEMENT

Federal Agency:	U.S. Department of Education
Federal Programs:	Special Education Cluster-ARRA
CFDA Number:	84.391, 84.392
Pass Through Entity:	Greenfield Central Community School Corporation
Auditee Contact Person:	Robert L. Yoder
Title of Contact Person:	Assistant Superintendent/Treasurer
Phone Number:	317-861-4463 Ext. 111
Expected Completion Date:	All corrective actions in place as of 11-10-2010

- The LEA has changed the distribution process so this will not occur.
- Cash disbursement request will be made at the end of month after all expenditures.
- We will maintain no cash balance in this fund.
- On a monthly basis, the Assistant Superintendent Robert L. Yoder, will review the fund balance to insure compliance.


Robert L. Yoder
Assistant Superintendent
CSCSHS

SOUTHERN HANCOCK COUNTY

P.O. Box 508 - 4711 South 500 West - New Palestine, Indiana 46163

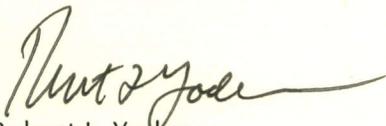
317-861-4463 - Telephone / 317-861-2142 - Fax

CORRECTION ACTION PLAN

Section III Financial Statement Findings

Federal Agency:	U.S. Department of Education
Federal Program:	ARRA Special Education-Grants to States
CFDA Number:	84.193
Pass-Through Entity:	Greenfield Central Community School Corporation
Auditee Contact Person:	Robert L. Yoder
Title of Contact Person:	Assistant Superintendent/Treasurer
Phone Number:	317-861-4463 Ext 111
Expected Completion Date:	All corrective actions in place as of 11-10-2010

- Separate purchase orders will be issued for anything purchased thru grant dollars.
- Any supplies or equipment purchased must match the description that was in the grant application.
- The purchase order must match the description that was in the grant application.
- Reclassification of expenditures for items should be eliminated.



Robert L. Yoder
Assistant Superintendent
CSCSHS

COMMUNITY SCHOOL CORPORATION OF SOUTHERN HANCOCK COUNTY
EXIT CONFERENCE

The contents of this report were discussed on November 29, 2010, with Robert L. Yoder, Treasurer; James M. Halik, Superintendent of Schools; Brian McKinney, President of the School Board; Ashlie Worth, Deputy Treasurer; Marcia Piercy, Special Education Director; and Natalie Dishman, School Board Secretary. The officials concurred with our audit finding.