

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

AUDIT REPORT

OF

BREMEN PUBLIC SCHOOLS

MARSHALL COUNTY, INDIANA

July 1, 2008 to June 30, 2010



**FILED**

01/11/2011



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Stephanie K. Pittman	07-01-08 to 06-30-11
Superintendent of Schools	Russ Mikel	07-01-08 to 06-30-12
President of the School Board	Becky Beron Jack Jordan	01-01-08 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 BREMEN PUBLIC SCHOOLS, MARSHALL COUNTY, INDIANA

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

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

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

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

In accordance with Government Auditing Standards, we have also issued a report dated 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.

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

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

U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The School Corporation has not presented Management's Discussion and Analysis, Schedules of Funding Progress, Schedule of Contributions From the Employer and Other Contributing Entities, 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, 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 Long-Term Debt has not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion it.

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 BREMEN PUBLIC SCHOOLS, MARSHALL COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Bremen Public Schools (School Corporation), as of and for the years ended June 30, 2009 and 2010, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated 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.

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

BREMEN PUBLIC SCHOOLS  
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS  
For the Year Ended June 30, 2009

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<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	\$ 6,384,349	\$ -	\$ 177,172	\$ (6,207,177)
Support services	3,911,398	388,039	240,308	(3,283,051)
Noninstructional services	758,733	-	-	(758,733)
Facilities acquisition and construction	2,339,581	-	-	(2,339,581)
Debt service	4,705,245	-	-	(4,705,245)
Nonprogrammed charges	19,112	-	-	(19,112)
Total governmental activities	<u>\$ 18,118,418</u>	<u>\$ 388,039</u>	<u>\$ 417,480</u>	<u>(17,312,899)</u>
General receipts:				
Property taxes				6,047,409
Other local sources				981,130
State aid				5,819,458
Bonds and loans				1,353,309
Grants and contributions not restricted to specific programs				1,264,320
Sale of property				9,467
Investment earnings				14,034
Other				20,629
Total general receipts				<u>15,509,756</u>
Change in net assets				(1,803,143)
Net assets - beginning				<u>2,961,016</u>
Net assets - ending				<u>\$ 1,157,873</u>
<u>Assets</u>				
Cash and investments				\$ 1,156,772
Restricted assets:				
Cash and investments				<u>1,101</u>
Total assets				<u>\$ 1,157,873</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 1,101
Unrestricted				<u>1,156,772</u>
Total net assets				<u>\$ 1,157,873</u>

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

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

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<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	\$ 6,312,749	\$ -	\$ 173,003	\$ (6,139,746)
Support services	4,163,560	359,932	291,255	(3,512,373)
Noninstructional services	712,558	-	-	(712,558)
Facilities acquisition and construction	434,459	-	-	(434,459)
Debt service	2,816,999	-	-	(2,816,999)
Nonprogrammed charges	<u>13,352</u>	<u>-</u>	<u>-</u>	<u>(13,352)</u>
Total governmental activities	<u>\$ 14,453,677</u>	<u>\$ 359,932</u>	<u>\$ 464,258</u>	<u>(13,629,487)</u>
General receipts:				
Property taxes				4,728,304
Other local sources				715,192
State aid				8,081,249
Bonds and loans				501,474
Grants and contributions not restricted to specific programs				1,103,490
Other				<u>10,973</u>
Total general receipts				<u>15,140,682</u>
Change in net assets				1,511,195
Net assets - beginning				<u>1,157,873</u>
Net assets - ending				<u>\$ 2,669,068</u>
<u>Assets</u>				
Cash and investments				\$ 2,427,800
Restricted assets:				
Cash and investments				<u>241,268</u>
Total assets				<u>\$ 2,669,068</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 241,268
Unrestricted				<u>2,427,800</u>
Total net assets				<u>\$ 2,669,068</u>

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

BREMEN PUBLIC SCHOOLS  
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,  
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2009

	General	Transportation Operating	Debt Service	Capital Projects	Other	Totals
<b>Receipts:</b>						
Local sources	\$ 3,532,912	\$ 470,849	\$ 1,331,943	\$ 1,302,317	\$ 792,088	\$ 7,430,109
Intermediate sources	166	-	-	-	338	504
State sources	5,934,178	-	-	2,622	143,334	6,080,134
Federal sources	4,300	-	-	-	1,416,824	1,421,124
Temporary loans	-	-	561,772	711,583	79,954	1,353,309
Other	15,053	5,126	-	-	551	20,730
<b>Total receipts</b>	<b>9,486,609</b>	<b>475,975</b>	<b>1,893,715</b>	<b>2,016,522</b>	<b>2,433,089</b>	<b>16,305,910</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	5,478,644	-	-	-	905,806	6,384,450
Support services	2,234,500	436,447	-	577,216	663,235	3,911,398
Noninstructional services	306,163	-	-	-	452,570	758,733
Facilities acquisition and construction	-	-	-	1,000,533	1,339,048	2,339,581
Debt services	1,996,824	-	1,917,786	557,537	233,099	4,705,246
Nonprogrammed charges	12,062	-	-	-	7,050	19,112
<b>Total disbursements</b>	<b>10,028,193</b>	<b>436,447</b>	<b>1,917,786</b>	<b>2,135,286</b>	<b>3,600,808</b>	<b>18,118,520</b>
Excess (deficiency) of receipts over disbursements	(541,584)	39,528	(24,071)	(118,764)	(1,167,719)	(1,812,610)
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	9,467	9,467
Transfers in	-	-	-	-	6,284	6,284
Transfers out	-	-	-	-	(6,284)	(6,284)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,467</b>	<b>9,467</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(541,584)	39,528	(24,071)	(118,764)	(1,158,252)	(1,803,143)
Cash and investments - beginning	746,903	171,100	25,172	409,762	1,705,109	3,058,046
Cash and investments - ending	\$ 205,319	\$ 210,628	\$ 1,101	\$ 290,998	\$ 546,857	1,254,903
Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:						
Internal service funds are used by management to charge the costs of certain services to individual funds. The receipts and disbursements of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						
						(97,030)
Net assets of governmental activities						\$ 1,157,873
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 205,319	\$ 210,628	\$ -	\$ 290,998	\$ 546,857	\$ 1,253,802
Restricted assets:						
Cash and investments	-	-	1,101	-	-	1,101
<b>Total cash and investment assets - ending</b>	<b>\$ 205,319</b>	<b>\$ 210,628</b>	<b>\$ 1,101</b>	<b>\$ 290,998</b>	<b>\$ 546,857</b>	<b>\$ 1,254,903</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ 1,101	\$ -	\$ -	\$ 1,101
Unrestricted	205,319	210,628	-	290,998	546,857	1,253,802
<b>Total cash and investment fund balance - ending</b>	<b>\$ 205,319</b>	<b>\$ 210,628</b>	<b>\$ 1,101</b>	<b>\$ 290,998</b>	<b>\$ 546,857</b>	<b>\$ 1,254,903</b>

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

BREMEN PUBLIC SCHOOLS  
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,  
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2010

	General	Transportation Operating	Debt Service	Capital Projects	Other	Totals
<b>Receipts:</b>						
Local sources	\$ 98,086	\$ 756,247	\$ 2,058,704	\$ 1,969,040	\$ 920,970	\$ 5,803,047
Intermediate sources	249	-	-	-	131	380
State sources	8,185,901	-	-	-	174,419	8,360,320
Federal sources	3,000	-	-	-	1,285,677	1,288,677
Temporary loans	-	-	-	417,960	83,514	501,474
Other	2,099	5,243	-	-	3,631	10,973
<b>Total receipts</b>	<u>8,289,335</u>	<u>761,490</u>	<u>2,058,704</u>	<u>2,387,000</u>	<u>2,468,342</u>	<u>15,964,871</u>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	5,518,511	-	-	-	794,237	6,312,748
Support services	2,375,681	428,191	-	581,281	778,407	4,163,560
Noninstructional services	299,000	-	-	-	413,558	712,558
Facilities acquisition and construction	-	-	-	434,459	-	434,459
Debt services	-	-	1,832,124	711,583	273,292	2,816,999
Nonprogrammed charges	5,422	-	-	-	7,930	13,352
<b>Total disbursements</b>	<u>8,198,614</u>	<u>428,191</u>	<u>1,832,124</u>	<u>1,727,323</u>	<u>2,267,424</u>	<u>14,453,676</u>
<b>Excess of receipts over disbursements</b>	<u>90,721</u>	<u>333,299</u>	<u>226,580</u>	<u>659,677</u>	<u>200,918</u>	<u>1,511,195</u>
<b>Other financing sources (uses):</b>						
Transfers in	62,420	-	-	-	46,440	108,860
Transfers out	-	-	-	-	(108,860)	(108,860)
<b>Total other financing sources (uses)</b>	<u>62,420</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(62,420)</u>	<u>-</u>
<b>Excess of receipts and other financing sources over disbursements and other financing uses</b>	<u>153,141</u>	<u>333,299</u>	<u>226,580</u>	<u>659,677</u>	<u>138,498</u>	<u>1,511,195</u>
<b>Cash and investments - beginning</b>	<u>205,319</u>	<u>210,628</u>	<u>1,101</u>	<u>290,998</u>	<u>546,857</u>	<u>1,254,903</u>
<b>Cash and investments - ending</b>	<u>\$ 358,460</u>	<u>\$ 543,927</u>	<u>\$ 227,681</u>	<u>\$ 950,675</u>	<u>\$ 685,355</u>	<u>2,766,098</u>
<b>Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:</b>						
Internal service funds are used by management to charge the costs of certain services to individual funds. The receipts and disbursements of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						<u>(97,030)</u>
<b>Net assets of governmental activities</b>						<u>\$ 2,669,068</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 358,460	\$ 543,927	\$ -	\$ 950,675	\$ 671,768	\$ 2,524,830
Restricted assets:						
Cash and investments	-	-	227,681	-	13,587	241,268
<b>Total cash and investment assets - ending</b>	<u>\$ 358,460</u>	<u>\$ 543,927</u>	<u>\$ 227,681</u>	<u>\$ 950,675</u>	<u>\$ 685,355</u>	<u>\$ 2,766,098</u>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ 227,681	\$ -	\$ 13,587	\$ 241,268
Unrestricted	358,460	543,927	-	950,675	671,768	2,524,830
<b>Total cash and investment fund balance - ending</b>	<u>\$ 358,460</u>	<u>\$ 543,927</u>	<u>\$ 227,681</u>	<u>\$ 950,675</u>	<u>\$ 685,355</u>	<u>\$ 2,766,098</u>

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

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

	Internal Service Fund
Cash and investment fund balance - beginning	\$ (97,030)
Cash and investment fund balance - ending	\$ (97,030)
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	\$ (97,030)
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	\$ (97,030)

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

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

	Internal Service Fund
Cash and investment fund balance - beginning	\$ (97,030)
Cash and investment fund balance - ending	\$ (97,030)
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	\$ (97,030)
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	\$ (97,030)

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

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

	Pension Trust Fund	Private-Purpose Trust Funds	Agency Fund
	Retirement/ Severance Bond		
Additions:			
Contributions:			
Plan members	\$ 29,866	\$ -	
Other	-	955	
Total additions	29,866	955	
Deductions:			
Benefits	29,866	-	
Administrative and general	-	1,000	
Total deductions	29,866	1,000	
Excess (deficiency) of total additions over total deductions	-	(45)	
Cash and investment fund balance - beginning	-	666	
Cash and investment fund balance - ending	\$ -	\$ 621	\$ 34,566
Cash and investments	\$ -	\$ 621	
Total net assets - cash and investment basis held in trust	\$ -	\$ 621	

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

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

	Pension Trust Fund	Private-Purpose Trust Funds	Agency Fund
	<u>Retirement/ Severance Bond</u>		
Additions:			
Contributions:			
Other	\$ -	\$ 100	
Deductions:			
Benefits	16,367	-	
Administrative and general	-	634	
Total deductions	<u>16,367</u>	<u>634</u>	
Deficiency of total additions under total deductions	(16,367)	(534)	
Cash and investment fund balance - beginning	-	621	
Cash and investment fund balance - ending	<u>\$ (16,367)</u>	<u>\$ 87</u>	<u>\$ 30,234</u>
Cash and investments	<u>\$ (16,367)</u>	<u>\$ 87</u>	
Total net assets - cash and investment basis held in trust	<u>\$ (16,367)</u>	<u>\$ 87</u>	

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

BREMEN PUBLIC SCHOOLS  
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

Primary Government: Bremen Public Schools

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

Joint Venture

The School Corporation is a participant in a joint venture to operate Northern Indiana Educational Services Center which was created to provide educational services to the member schools. The Northern Indiana Educational Services Center's continued existence depends on continued funding by the School Corporation. In 2010, the State of Indiana discontinued its funding of the NIESC. Complete financial statements for the Northern Indiana Educational Services Center can be obtained from the administrative office at 56535 Magnetic Drive, Mishawaka, IN 46545.

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.

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.

BREMEN PUBLIC SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

The School Corporation reports the following major governmental funds:

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

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

The 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:

The internal service fund has a deficit cash balance and is no longer used for self-insurance purposes but was used for payment of medical claims.

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

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the gifted and talented students and for equipment purchases.

Agency funds account for assets held by the School Corporation as an agent for employee payroll withholdings 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, proprietary fund, and fiduciary fund financial statements are reported using the basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

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

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

BREMEN PUBLIC SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

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

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

D. Assets and Cash and Investment Balances

1. Restricted Assets

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

2. Cash and Investments

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

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.

BREMEN PUBLIC SCHOOLS  
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.

BREMEN PUBLIC SCHOOLS  
 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

A. Budgetary Information

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

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.

B. Cash and Investment Balance Deficits

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

Fund	2009	2010
Self-Insurance	\$ 97,030	\$ 97,030
Retirement/Severance Bond	-	16,367

BREMEN PUBLIC SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

The Internal Service Fund deficit arose in 2004 when claims were paid in excess of reimbursements received from an insurance carrier. For several years the School Corporation has attempted to settle this dispute with the insurance carrier to no avail. The School Corporation will continue to maintain this Fund until a transfer is made from either the General Fund or the Rainy Day Fund to eliminate the negative cash balance. The Pension Trust Fund deficit arose from claims exceeding reimbursement receipts from the General Fund during the most recent school year. Subsequent to the audit period the deficit balance has been eliminated.

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 \$2,683,022.

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:

<u>Transfer From</u>	<u>Transfer To</u>	<u>2009</u>	<u>2010</u>
Other Governmental Funds	General Fund	\$ -	\$ 62,420
	Other Governmental Funds	<u>6,284</u>	<u>46,440</u>
Totals		<u>\$ 6,284</u>	<u>\$ 108,860</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.

BREMEN PUBLIC SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

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.

During 2004, the School Corporation joined with other governmental entities in the Midwest Area School Employees' Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program for 17 member governmental entities. This risk pool was formed in the 1986. The purpose of the risk pool is to provide a medium for the funding and administration of medical benefits to employees, retirees, and dependents. The School Corporation pays an annual premium to the risk pool for its medical benefits to employees, retirees, and dependents coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$5,000,000 per insured event. The risk pool obtains independent coverage for insured events in excess of the \$250,000 limit.

B. Holding Corporations

The School Corporation has entered into a capital lease with Bremen Multi School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments during the years 2009 and 2010, totaled \$995,000, and \$1,263,000, respectively.

C. Termination Benefits

The School Corporation offers an Early Retirement/Severance Pay Plan (457(b) plan), administered by TIAA-CREF, to any retiring teacher who has a minimum of 15 years of service with the School Corporation and has attained the minimum age of 55. The severance pay is calculated based on \$75 per year of service to the School Corporation and the \$30 per day for unused sick leave of 100 days or more. A portion of the cost of this benefit has been funded through the issuance of the General Obligation Pension Bonds of 2002.

An additional \$10,000 termination benefit was offered by the School Corporation to eligible teachers if elected prior to May 2010. Two employees accepted this benefit and the School Corporation paid the \$20,000 during the 2010-2011 school year from its General Fund.

Three other retirees continue to receive termination benefits in addition to the above under a plan established by the School Corporation prior to the 457(b) plan described above. These benefits are funded through the General Fund and were \$27,744 for the year ended June 30, 2009, and \$15,204 for the year ended June 30, 2010.

BREMEN PUBLIC SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

D. Pension Plans

1. Agent Multiple-Employer Defined Benefit Pension Plans

Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The total contributions made to PERF by the School Corporation during the school years ended June 30, 2009, and 2010, were \$104,727 and \$93,056, respectively.

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

Teachers' Retirement Fund

Plan Description

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

BREMEN PUBLIC SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

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

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

Funding Policy

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

The School Corporation's contributions to the plan for the school years ended June 30, 2009, and 2010, were \$342,170 and \$348,405, respectively.

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

	Special Education Preschool	Local Rainy Day	School Lunch	Textbook Rental	Extended Kindergarten	Educational License Plates	Alternative Education
<b>Receipts:</b>							
Local sources	\$ 10,301	\$ -	\$ 245,903	\$ 127,489	\$ 89,820	\$ -	\$ 2,030
Intermediate sources	-	-	-	-	-	338	-
State sources	38,179	-	7,041	34,598	-	-	-
Federal sources	-	-	198,669	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	-	-	21	430	-	-	-
<b>Total receipts</b>	<b>48,480</b>	<b>-</b>	<b>451,634</b>	<b>162,517</b>	<b>89,820</b>	<b>338</b>	<b>2,030</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	63,576	-	-	-	106,091	-	2,346
Support services	-	-	-	198,742	-	400	-
Noninstructional services	-	-	418,929	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>63,576</b>	<b>-</b>	<b>418,929</b>	<b>198,742</b>	<b>106,091</b>	<b>400</b>	<b>2,346</b>
Excess (deficiency) of receipts over disbursements	(15,096)	-	32,705	(36,225)	(16,271)	(62)	(316)
<b>Other financing sources (uses):</b>							
Sale of capital assets	-	-	1,467	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>1,467</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(15,096)	-	34,172	(36,225)	(16,271)	(62)	(316)
Cash and investments - beginning	77,530	120,133	62,279	158,915	46,940	4,875	555
Cash and investments - ending	<u>\$ 62,434</u>	<u>\$ 120,133</u>	<u>\$ 96,451</u>	<u>\$ 122,690</u>	<u>\$ 30,669</u>	<u>\$ 4,813</u>	<u>\$ 239</u>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	<u>\$ 62,434</u>	<u>\$ 120,133</u>	<u>\$ 96,451</u>	<u>\$ 122,690</u>	<u>\$ 30,669</u>	<u>\$ 4,813</u>	<u>\$ 239</u>
<b>Cash and Investment Fund Balance - Ending</b>							
Unrestricted	<u>\$ 62,434</u>	<u>\$ 120,133</u>	<u>\$ 96,451</u>	<u>\$ 122,690</u>	<u>\$ 30,669</u>	<u>\$ 4,813</u>	<u>\$ 239</u>

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

	School Safety Commission Award	Little Paws Preschool	Gifted and Talented	Gifted and Talented	Gifted and Talented	Drug Free Communities	Medicaid Reimbursement
Receipts:							
Local sources	\$ -	\$ 3,063	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	1,063	-	-	-	31,572	-	-
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	<u>1,063</u>	<u>3,063</u>	<u>-</u>	<u>-</u>	<u>31,572</u>	<u>-</u>	<u>-</u>
Disbursements:							
Current:							
Instruction	-	678	563	-	31,572	-	-
Support services	1,063	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	<u>1,063</u>	<u>678</u>	<u>563</u>	<u>-</u>	<u>31,572</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>2,385</u>	<u>(563)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	563	-	-	-	-
Transfers out	-	-	-	(563)	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>563</u>	<u>(563)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>-</u>	<u>2,385</u>	<u>-</u>	<u>(563)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - beginning	<u>90</u>	<u>2,012</u>	<u>-</u>	<u>563</u>	<u>-</u>	<u>(427)</u>	<u>384</u>
Cash and investments - ending	<u>\$ 90</u>	<u>\$ 4,397</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (427)</u>	<u>\$ 384</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	<u>\$ 90</u>	<u>\$ 4,397</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (427)</u>	<u>\$ 384</u>
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	<u>\$ 90</u>	<u>\$ 4,397</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (427)</u>	<u>\$ 384</u>

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

	Non-English Speaking Program	Non-English Speaking Grant 08-09	Science Telecommunications Grant	Tobacco Free Mini Grant	Drug Free Indiana Grant 2007 Year	Title I FY 2007-2008	Title I FY 2008-2009
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	30,881	-	-	-	-	-
Federal sources	-	-	-	-	-	12,000	145,438
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>30,881</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,000</b>	<b>145,438</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	1,969	30,881	-	211	-	21,613	115,256
Support services	-	-	-	-	171	-	3,184
Noninstructional services	-	-	-	-	-	391	751
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>1,969</b>	<b>30,881</b>	<b>-</b>	<b>211</b>	<b>171</b>	<b>22,004</b>	<b>119,191</b>
Excess (deficiency) of receipts over disbursements	(1,969)	-	-	(211)	(171)	(10,004)	26,247
<b>Other financing sources (uses):</b>							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,969)	-	-	(211)	(171)	(10,004)	26,247
Cash and investments - beginning	1,969	-	17	211	171	10,004	-
Cash and investments - ending	\$ -	\$ -	\$ 17	\$ -	\$ -	\$ -	\$ 26,247
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ -	\$ 17	\$ -	\$ -	\$ -	\$ 26,247
<b>Cash and Investment Fund Balance - Ending</b>							
Unrestricted	\$ -	\$ -	\$ 17	\$ -	\$ -	\$ -	\$ 26,247

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

	Title V 2006-2008 FY	Title V 2007-2009	Federal Special Education FY 2007-2008	Special Education Carryover	Federal Special Education FY 2008-2009	Federal Preschool FY 2007-2008	Federal Preschool FY 2008-2009
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	2,135	18,271	-	243,918	562	7,353
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	100	-
<b>Total receipts</b>	<b>-</b>	<b>2,135</b>	<b>18,271</b>	<b>-</b>	<b>243,918</b>	<b>662</b>	<b>7,353</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	-	339	-	-	-	4,576
Support services	-	1,067	11,082	2,441	213,468	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>1,067</b>	<b>11,421</b>	<b>2,441</b>	<b>213,468</b>	<b>-</b>	<b>4,576</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>-</b>	<b>1,068</b>	<b>6,850</b>	<b>(2,441)</b>	<b>30,450</b>	<b>662</b>	<b>2,777</b>
<b>Other financing sources (uses):</b>							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	2,549	-	-	-
Transfers out	(1,082)	(1,068)	(2,549)	-	-	(1,022)	-
<b>Total other financing sources (uses)</b>	<b>(1,082)</b>	<b>(1,068)</b>	<b>(2,549)</b>	<b>2,549</b>	<b>-</b>	<b>(1,022)</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>(1,082)</b>	<b>-</b>	<b>4,301</b>	<b>108</b>	<b>30,450</b>	<b>(360)</b>	<b>2,777</b>
<b>Cash and investments - beginning</b>	<b>1,082</b>	<b>-</b>	<b>(4,301)</b>	<b>-</b>	<b>-</b>	<b>360</b>	<b>-</b>
<b>Cash and investments - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 108</b>	<b>\$ 30,450</b>	<b>\$ -</b>	<b>\$ 2,777</b>
<b><u>Cash and Investment Assets - Ending</u></b>							
<b>Cash and investments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 108</b>	<b>\$ 30,450</b>	<b>\$ -</b>	<b>\$ 2,777</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>							
<b>Unrestricted</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 108</b>	<b>\$ 30,450</b>	<b>\$ -</b>	<b>\$ 2,777</b>

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

	Carryover Grant	Title IV 2007-2009	Medicaid Reimbursement	Indiana Wellness Grant	Title II Part A 2006-2008 FY	Title II Part A 2007-2009 FY	Title III 2008-2009
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	4,937	-	-	-	39,323	37,650
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>4,937</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39,323</b>	<b>37,650</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	1,002	3,937	-	-	1,811	24,216	30,600
Support services	-	573	-	-	2,504	16,175	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	7,050
<b>Total disbursements</b>	<b>1,002</b>	<b>4,510</b>	<b>-</b>	<b>-</b>	<b>4,315</b>	<b>40,391</b>	<b>37,650</b>
Excess (deficiency) of receipts over disbursements	(1,002)	427	-	-	(4,315)	(1,068)	-
<b>Other financing sources (uses):</b>							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	1,022	-	-	-	1,082	1,068	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>1,022</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,082</b>	<b>1,068</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	20	427	-	-	(3,233)	-	-
Cash and investments - beginning	-	-	2,191	130	729	-	-
Cash and investments - ending	<u>\$ 20</u>	<u>\$ 427</u>	<u>\$ 2,191</u>	<u>\$ 130</u>	<u>\$ (2,504)</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	<u>\$ 20</u>	<u>\$ 427</u>	<u>\$ 2,191</u>	<u>\$ 130</u>	<u>\$ (2,504)</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Cash and Investment Fund Balance - Ending</b>							
Unrestricted	<u>\$ 20</u>	<u>\$ 427</u>	<u>\$ 2,191</u>	<u>\$ 130</u>	<u>\$ (2,504)</u>	<u>\$ -</u>	<u>\$ -</u>

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

	American Recovery and Reinvest Act 2009	Pension Debt Service	School Bus Replacement	Construction	Repair and Replacement	Totals
<b>Receipts:</b>						
Local sources	\$ -	\$ 155,109	\$ 153,358	\$ 5,015	\$ -	\$ 792,088
Intermediate sources	-	-	-	-	-	338
State sources	-	-	-	-	-	143,334
Federal sources	706,568	-	-	-	-	1,416,824
Temporary loans	-	79,954	-	-	-	79,954
Other	-	-	-	-	-	551
<b>Total receipts</b>	<b>706,568</b>	<b>235,063</b>	<b>153,358</b>	<b>5,015</b>	<b>-</b>	<b>2,433,089</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	464,569	-	-	-	-	905,806
Support services	209,500	-	-	2,865	-	663,235
Noninstructional services	32,499	-	-	-	-	452,570
Facilities acquisition and construction	-	-	-	1,339,048	-	1,339,048
Debt services	-	233,099	-	-	-	233,099
Nonprogrammed charges	-	-	-	-	-	7,050
<b>Total disbursements</b>	<b>706,568</b>	<b>233,099</b>	<b>-</b>	<b>1,341,913</b>	<b>-</b>	<b>3,600,808</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>-</b>	<b>1,964</b>	<b>153,358</b>	<b>(1,336,898)</b>	<b>-</b>	<b>(1,167,719)</b>
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	8,000	-	9,467
Transfers in	-	-	-	-	-	6,284
Transfers out	-	-	-	-	-	(6,284)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,000</b>	<b>-</b>	<b>9,467</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>-</b>	<b>1,964</b>	<b>153,358</b>	<b>(1,328,898)</b>	<b>-</b>	<b>(1,158,252)</b>
<b>Cash and investments - beginning</b>	<b>-</b>	<b>(1,964)</b>	<b>(110,836)</b>	<b>1,328,898</b>	<b>2,599</b>	<b>1,705,109</b>
<b>Cash and investments - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 42,522</b>	<b>\$ -</b>	<b>\$ 2,599</b>	<b>\$ 546,857</b>
<b><u>Cash and Investment Assets - Ending</u></b>						
<b>Cash and investments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 42,522</b>	<b>\$ -</b>	<b>\$ 2,599</b>	<b>\$ 546,857</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
<b>Unrestricted</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 42,522</b>	<b>\$ -</b>	<b>\$ 2,599</b>	<b>\$ 546,857</b>

BREMEN PUBLIC SCHOOLS  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2010

	Special Education Preschool	Local Rainy Day	School Lunch	Textbook Rental	Extended Kindergarten	Educational License Plates	Alternative Education
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ 236,493	\$ 133,992	\$ 90,575	\$ -	\$ -
Intermediate sources	-	-	-	-	-	131	-
State sources	20,625	-	6,387	37,737	-	-	-
Federal sources	-	-	247,131	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	-	-	3,600	31	-	-	-
<b>Total receipts</b>	<b>20,625</b>	<b>-</b>	<b>493,611</b>	<b>171,760</b>	<b>90,575</b>	<b>131</b>	<b>-</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	20,639	-	-	-	75,613	-	-
Support services	-	-	-	164,355	-	1,836	-
Noninstructional services	-	-	410,846	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>20,639</b>	<b>-</b>	<b>410,846</b>	<b>164,355</b>	<b>75,613</b>	<b>1,836</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	(14)	-	82,765	7,405	14,962	(1,705)	-
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	(62,420)	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(62,420)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(62,434)	-	82,765	7,405	14,962	(1,705)	-
Cash and investments - beginning	62,434	120,133	96,451	122,690	30,669	4,813	239
Cash and investments - ending	\$ -	\$ 120,133	\$ 179,216	\$ 130,095	\$ 45,631	\$ 3,108	\$ 239
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ 120,133	\$ 179,216	\$ 130,095	\$ 45,631	\$ 3,108	\$ 239
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 120,133</b>	<b>\$ 179,216</b>	<b>\$ 130,095</b>	<b>\$ 45,631</b>	<b>\$ 3,108</b>	<b>\$ 239</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	120,133	179,216	130,095	45,631	3,108	239
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 120,133</b>	<b>\$ 179,216</b>	<b>\$ 130,095</b>	<b>\$ 45,631</b>	<b>\$ 3,108</b>	<b>\$ 239</b>

BREMEN PUBLIC SCHOOLS  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2010  
 (Continued)

	School Safety Commission Award	Little Paws Preschool	Gifted and Talented 2009-2010	Drug Free Communities	Medicaid Reimbursement	Non-English Speaking Grant 09-10
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	31,411	-	-	29,432
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>31,411</b>	<b>-</b>	<b>-</b>	<b>29,432</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	-	26,915	-	-	26,912
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>-</b>	<b>26,915</b>	<b>-</b>	<b>-</b>	<b>26,912</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>-</b>	<b>-</b>	<b>4,496</b>	<b>-</b>	<b>-</b>	<b>2,520</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>-</b>	<b>-</b>	<b>4,496</b>	<b>-</b>	<b>-</b>	<b>2,520</b>
Cash and investments - beginning	90	4,397	-	(427)	384	-
Cash and investments - ending	<u>\$ 90</u>	<u>\$ 4,397</u>	<u>\$ 4,496</u>	<u>\$ (427)</u>	<u>\$ 384</u>	<u>\$ 2,520</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 90	\$ 4,397	\$ 4,496	\$ (427)	\$ 384	\$ 2,520
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 90</u>	<u>\$ 4,397</u>	<u>\$ 4,496</u>	<u>\$ (427)</u>	<u>\$ 384</u>	<u>\$ 2,520</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	90	4,397	4,496	(427)	384	2,520
<b>Total cash and investment fund balance - ending</b>	<u>\$ 90</u>	<u>\$ 4,397</u>	<u>\$ 4,496</u>	<u>\$ (427)</u>	<u>\$ 384</u>	<u>\$ 2,520</u>

BREMEN PUBLIC SCHOOLS  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
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 For the Year Ended June 30, 2010  
 (Continued)

	High Ability Making a Difference	Science Telecommunications Grant	Excess Property Tax Replacement Credit Distribution	Title I FY 2009-2010	Title I FY 2008-2009	Title V 2007-2009
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	7,508	-	41,319	-	-	-
Federal sources	-	-	-	151,361	-	833
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>7,508</b>	<b>-</b>	<b>41,319</b>	<b>151,361</b>	<b>-</b>	<b>833</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	675	-	-	97,670	6,517	-
Support services	-	-	-	32,364	-	833
Noninstructional services	-	-	-	2,214	498	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>675</b>	<b>-</b>	<b>-</b>	<b>132,248</b>	<b>7,015</b>	<b>833</b>
Excess (deficiency) of receipts over disbursements	6,833	-	41,319	19,113	(7,015)	-
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	19,232	-	-
Transfers out	-	-	-	-	(19,232)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>19,232</b>	<b>(19,232)</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	6,833	-	41,319	38,345	(26,247)	-
Cash and investments - beginning	-	17	-	-	26,247	-
Cash and investments - ending	<u>\$ 6,833</u>	<u>\$ 17</u>	<u>\$ 41,319</u>	<u>\$ 38,345</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 6,833	\$ 17	\$ 41,319	\$ 38,345	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 6,833</u>	<u>\$ 17</u>	<u>\$ 41,319</u>	<u>\$ 38,345</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	6,833	17	41,319	38,345	-	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ 6,833</u>	<u>\$ 17</u>	<u>\$ 41,319</u>	<u>\$ 38,345</u>	<u>\$ -</u>	<u>\$ -</u>

BREMEN PUBLIC SCHOOLS  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
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 For the Year Ended June 30, 2010  
 (Continued)

	Special Education Carryover	Federal Special Education FY 2008-2009	Federal Special Education 2009-2010	Special Education	Special Education Carryover 2009-2010	Federal Preschool FY 2008-2009
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	266,219	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>266,219</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	-	-	3,588	10,146	70
Support services	108	9,537	219,240	-	7,179	-
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>108</b>	<b>9,537</b>	<b>219,240</b>	<b>3,588</b>	<b>17,325</b>	<b>70</b>
Excess (deficiency) of receipts over disbursements	(108)	(9,537)	46,979	(3,588)	(17,325)	(70)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	3,588	20,913	-
Transfers out	-	(20,913)	-	-	(3,588)	(2,707)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(20,913)</b>	<b>-</b>	<b>3,588</b>	<b>17,325</b>	<b>(2,707)</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(108)	(30,450)	46,979	-	-	(2,777)
Cash and investments - beginning	108	30,450	-	-	-	2,777
Cash and investments - ending	\$ -	\$ -	\$ 46,979	\$ -	\$ -	\$ -
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ 46,979	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 46,979</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	46,979	-	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 46,979</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

BREMEN PUBLIC SCHOOLS  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2010  
 (Continued)

	Federal Preschool FY 2009-2010	Federal Preschool Carryover 09-10	Carryover Grant	Title IV 2008-2010	Title IV 2007-2009	Medicaid Reimbursement
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	7,703	-	-	3,811	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>7,703</b>	<b>-</b>	<b>-</b>	<b>3,811</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	6,078	1,507	20	3,260	-	-
Support services	-	1,200	-	-	427	-
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>6,078</b>	<b>2,707</b>	<b>20</b>	<b>3,260</b>	<b>427</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	1,625	(2,707)	(20)	551	(427)	-
<b>Other financing sources (uses):</b>						
Transfers in	-	2,707	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>2,707</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,625	-	(20)	551	(427)	-
Cash and investments - beginning	-	-	20	-	427	2,191
Cash and investments - ending	<u>\$ 1,625</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 551</u>	<u>\$ -</u>	<u>\$ 2,191</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 1,625	\$ -	\$ -	\$ 551	\$ -	\$ 2,191
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 1,625</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 551</u>	<u>\$ -</u>	<u>\$ 2,191</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	1,625	-	-	551	-	2,191
<b>Total cash and investment fund balance - ending</b>	<u>\$ 1,625</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 551</u>	<u>\$ -</u>	<u>\$ 2,191</u>

BREMEN PUBLIC SCHOOLS  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2010  
 (Continued)

	Indiana Wellness Grant	Title II Part A 2006-2008 FY	Title III 2009-2010	American Recovery and Reinvest Act 2009	Title I Stimulus	Special Education Stimulus
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	39,307	34,710	294,611	86,338	148,359
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>39,307</b>	<b>34,710</b>	<b>294,611</b>	<b>86,338</b>	<b>148,359</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	23,259	21,941	294,611	57,691	115,531
Support services	-	7,502	-	-	14,171	38,053
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	7,930	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>30,761</b>	<b>29,871</b>	<b>294,611</b>	<b>71,862</b>	<b>153,584</b>
Excess (deficiency) of receipts over disbursements	-	8,546	4,839	-	14,476	(5,225)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	8,546	4,839	-	14,476	(5,225)
Cash and investments - beginning	130	(2,504)	-	-	-	-
Cash and investments - ending	<u>\$ 130</u>	<u>\$ 6,042</u>	<u>\$ 4,839</u>	<u>\$ -</u>	<u>\$ 14,476</u>	<u>\$ (5,225)</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 130	\$ 6,042	\$ 4,839	\$ -	\$ 14,476	\$ (5,225)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 130</u>	<u>\$ 6,042</u>	<u>\$ 4,839</u>	<u>\$ -</u>	<u>\$ 14,476</u>	<u>\$ (5,225)</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	130	6,042	4,839	-	14,476	(5,225)
<b>Total cash and investment fund balance - ending</b>	<u>\$ 130</u>	<u>\$ 6,042</u>	<u>\$ 4,839</u>	<u>\$ -</u>	<u>\$ 14,476</u>	<u>\$ (5,225)</u>

BREMEN PUBLIC SCHOOLS  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2010  
 (Continued)

	Special Education Preschool Stimulus	Pension Debt Service	School Bus Replacement	Repair and Replacement	CVS Caremark Playground Project	Totals
<b>Receipts:</b>						
Local sources	\$ -	\$ 245,122	\$ 212,059	\$ -	\$ 2,729	\$ 920,970
Intermediate sources	-	-	-	-	-	131
State sources	-	-	-	-	-	174,419
Federal sources	5,294	-	-	-	-	1,285,677
Temporary loans	-	-	83,514	-	-	83,514
Other	-	-	-	-	-	3,631
<b>Total receipts</b>	<b>5,294</b>	<b>245,122</b>	<b>295,573</b>	<b>-</b>	<b>2,729</b>	<b>2,468,342</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	1,594	-	-	-	-	794,237
Support services	-	-	281,602	-	-	778,407
Noninstructional services	-	-	-	-	-	413,558
Debt services	-	231,535	41,757	-	-	273,292
Nonprogrammed charges	-	-	-	-	-	7,930
<b>Total disbursements</b>	<b>1,594</b>	<b>231,535</b>	<b>323,359</b>	<b>-</b>	<b>-</b>	<b>2,267,424</b>
Excess (deficiency) of receipts over disbursements	3,700	13,587	(27,786)	-	2,729	200,918
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	46,440
Transfers out	-	-	-	-	-	(108,860)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(62,420)</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,700	13,587	(27,786)	-	2,729	138,498
Cash and investments - beginning	-	-	42,522	2,599	-	546,857
Cash and investments - ending	<u>\$ 3,700</u>	<u>\$ 13,587</u>	<u>\$ 14,736</u>	<u>\$ 2,599</u>	<u>\$ 2,729</u>	<u>\$ 685,355</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 3,700	\$ -	\$ 14,736	\$ 2,599	\$ 2,729	\$ 671,768
Restricted assets:						
Cash and investments	-	13,587	-	-	-	13,587
<b>Total cash and investment assets - ending</b>	<u>\$ 3,700</u>	<u>\$ 13,587</u>	<u>\$ 14,736</u>	<u>\$ 2,599</u>	<u>\$ 2,729</u>	<u>\$ 685,355</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ 13,587	\$ -	\$ -	\$ -	\$ 13,587
Unrestricted	3,700	-	14,736	2,599	2,729	671,768
<b>Total cash and investment fund balance - ending</b>	<u>\$ 3,700</u>	<u>\$ 13,587</u>	<u>\$ 14,736</u>	<u>\$ 2,599</u>	<u>\$ 2,729</u>	<u>\$ 685,355</u>

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

	<u>Gifted and Talented Donation</u>	<u>Community Foundation Grant</u>	<u>Totals</u>
Additions:			
Contributions:			
Other	\$ -	\$ 955	\$ 955
Deductions:			
Administrative and general	-	1,000	1,000
Deficiency of total additions under total deductions	-	(45)	(45)
Cash and investment fund balance - beginning	666	-	666
Cash and investments - June 30	<u>\$ 666</u>	<u>\$ (45)</u>	<u>\$ 621</u>
Net assets:			
Cash and investments	<u>\$ 666</u>	<u>\$ (45)</u>	<u>\$ 621</u>
Total net assets - cash and investment basis held in trust	<u>\$ 666</u>	<u>\$ (45)</u>	<u>\$ 621</u>

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

	Gifted and Talented Donation	Community Foundation Grant	Totals
Additions:			
Contributions:			
Other	\$ -	\$ 100	\$ 100
Deductions:			
Administrative and general	634	-	634
Excess (deficiency) of total additions over total deductions	(634)	100	(534)
Cash and investment fund balance - beginning	666	(45)	621
Cash and investments - June 30	\$ 32	\$ 55	\$ 87
Net assets:			
Cash and investments	\$ 32	\$ 55	\$ 87
Total net assets - cash and investment basis held in trust	\$ 32	\$ 55	\$ 87

BREMEN PUBLIC SCHOOLS  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUND  
 For the Year Ended June 30, 2009

	Payroll
Additions:	
Agency fund additions	\$ 2,294,076
Deductions:	
Agency fund deductions	2,282,910
Excess of total additions over total deductions	11,166
Cash and investment fund balance - beginning	23,400
Cash and investment fund balance - ending	\$ 34,566

BREMEN PUBLIC SCHOOLS  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUND  
 For the Year Ended June 30, 2010

	Payroll
Additions:	
Agency fund additions	\$ <u>2,261,878</u>
Deductions:	
Agency fund deductions	<u>2,266,210</u>
Deficiency of total additions under total deductions	(4,332)
Cash and investment fund balance - beginning	<u>34,566</u>
Cash and investment fund balance - ending	<u><u>\$ 30,234</u></u>

BREMEN PUBLIC SCHOOLS  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 June 30, 2010

The School Corporation has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
Bremen Multi-School Building Corporation 2006 and 2007	\$ 12,700,000	\$ 1,263,000
Bonds payable:		
General obligation pension bonds:		
Retirement and severance	<u>1,365,000</u>	<u>157,967</u>
Total governmental activities debt	<u>\$ 14,065,000</u>	<u>\$ 1,420,967</u>

BREMEN PUBLIC SCHOOLS  
AUDIT RESULTS AND COMMENTS

CAPITAL ASSET RECORDS

Information presented for audit did not indicate a complete inventory or record of capital assets. The School Corporation does have lists of equipment from several departments. The equipment included on those lists does not appear to be all encompassing. Most of the equipment listed does not include actual or estimated historical cost.

The School Corporation does have records that include buildings owned by the School Corporation. The records do not include an actual or estimated historical cost.

Every governmental unit should have a complete inventory of all capital assets owned which reflect their acquisition value. Such inventory should be recorded on the applicable Capital Assets Ledger. A complete inventory should be taken at least every two years for good internal control and for verifying account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

OVERDRAWN CASH FUND BALANCES

The cash balance of the inactive Self-Insurance Fund has been overdrawn by \$97,030 since the 2007-2008 fiscal year. The Retirement/Severance Bond Fund was overdrawn by \$16,367 at June 30, 2010.

The cash balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
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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 BREMEN PUBLIC SCHOOLS, MARSHALL COUNTY, INDIANA

Compliance

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

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

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

Internal Control Over Compliance

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

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

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

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

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

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

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 19,214	\$ 28,590
National School Lunch Program	10.555		<u>206,117</u>	<u>250,557</u>
Total for federal grantor agency			<u>225,331</u>	<u>279,147</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>				
Pass-Through Indiana Department of Education				
Title 1, Part A Cluster				
Title 1 Grants to Local Educational Agencies	84.010	08-5480	22,004	-
		09-5480	119,191	7,015
		10-5480	<u>-</u>	<u>132,248</u>
Total for program			<u>141,195</u>	<u>139,263</u>
ARRA - Title 1 Grants to Local Educational Agencies, Recovery Act	84.389	ARRA 10-5480	<u>-</u>	<u>71,862</u>
Total for cluster			<u>141,195</u>	<u>211,125</u>
Pass-Through Warsaw Community Schools				
Special Education Cluster				
Special Education - Grants to States	84.027	14208-045-PN01	13,970	-
		14209-045-PN01	213,468	30,450
		14210-045-PN01	<u>-</u>	<u>219,240</u>
Total for program			<u>227,438</u>	<u>249,690</u>
Special Education - Preschool Grants	84.173	45708-045-PN01	923	-
			4,576	2,777
			<u>-</u>	<u>6,078</u>
Total for program			<u>5,499</u>	<u>8,855</u>
Pass-Through Indiana Department of Education				
ARRA - Special Education - Grants to States, Recovery Act	84.391	33310-045-SN01	<u>-</u>	<u>153,584</u>
ARRA - Special Education - Preschool Grants, Recovery Act	84.392	44410-045-SN-01	<u>-</u>	<u>1,594</u>
Total for cluster			<u>232,937</u>	<u>413,723</u>
Pass-Through Indiana Department of Education				
State Fiscal Stabilization Fund Cluster				
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	84.394		706,568	-
			<u>-</u>	<u>294,611</u>
Total for cluster			<u>706,568</u>	<u>294,611</u>

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

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Elkhart Community Schools				
Career and Technical Education - Basic Grants to States	84.048	FY 09 FY 10	4,300 -	- <u>3,000</u>
Total for program			<u>4,300</u>	<u>3,000</u>
Pass-Through Indiana Department of Education				
Safe and Drug-Free Schools and Communities - State Grants	84.186	FY 09 FY 10	4,510 -	427 <u>3,260</u>
Total for program			<u>4,510</u>	<u>3,687</u>
State Grants for Innovative Programs	84.298	FY 08 Supplemental	1,067 -	- <u>833</u>
Total for program			<u>1,067</u>	<u>833</u>
English Language Acquisition Grants	84.365	FY 09 FY 10	37,650 -	- <u>29,871</u>
Total for program			<u>37,650</u>	<u>29,871</u>
Improving Teacher Quality State Grants	84.367	07-5480 08-5480	40,391 -	- <u>30,761</u>
Total for program			<u>40,391</u>	<u>30,761</u>
Total for federal grantor agency			<u>1,168,618</u>	<u>987,611</u>
Total federal awards expended			<u>\$ 1,393,949</u>	<u>\$ 1,266,758</u>

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

BREMEN PUBLIC SCHOOLS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

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

II. Subrecipients

Of the federal expenditures presented in the schedule, the School Corporation provided federal awards to subrecipients as follows for the years ended June 30, 2009 and 2010:

Program Title	Federal CFDA Number	2009	2010
English Language Acquisition Grants	84.365	\$ 7,050	\$ 7,930

III. 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	2009	2010
National School Lunch Program	10.555	\$ 26,662	\$ 29,899

BREMEN PUBLIC SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

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

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

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

Identification of Major Programs:

Name of Federal Program or Cluster

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

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

BREMEN PUBLIC SCHOOLS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

BREMEN PUBLIC SCHOOLS  
EXIT CONFERENCE

The contents of this report were discussed on November 29, 2010, with Stephanie K. Pittman, Treasurer; and Russ Mikel, Superintendent of Schools. The officials concurred with our audit findings.