

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

AUDIT REPORT
OF

CRAWFORD COUNTY COMMUNITY
SCHOOL CORPORATION
CRAWFORD COUNTY, INDIANA

July 1, 2008 to June 30, 2010



FILED
03/01/2011

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Martha R. Stroud	07-01-08 to 6-30-11
Superintendent of School	Dr. Mark A. Eastridge	07-01-08 to 12-31-14
President of the School Board	Debbie Kaiser Tim Jellison	07-01-08 to 06-30-09 07-01-09 to 06-30-11



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 CRAWFORD COUNTY COMMUNITY
SCHOOL CORPORATION, CRAWFORD COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Crawford County Community School Corporation (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 February 10, 2011, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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

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

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

STATE BOARD OF ACCOUNTS

February 10, 2011



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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 CRAWFORD COUNTY COMMUNITY
SCHOOL CORPORATION, CRAWFORD COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Crawford County Community School Corporation (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 February 10, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

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

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

Compliance and Other Matters

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

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

STATE BOARD OF ACCOUNTS

February 10, 2011

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

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts			Net (Disbursements) Receipts and Changes in Net Assets
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Totals</u>
Governmental activities:					
Instruction	\$ 9,447,430	\$ -	\$ 86,220	\$ -	\$ (9,361,210)
Support services	5,585,421	352,381	538,568	-	(4,694,472)
Noninstructional services	1,017,081	-	-	-	(1,017,081)
Facilities acquisition and construction	289,324	-	-	-	(289,324)
Debt service	1,942,752	-	-	-	(1,942,752)
Nonprogrammed charges	833,542	-	-	-	(833,542)
Total governmental activities	<u>\$ 19,115,550</u>	<u>\$ 352,381</u>	<u>\$ 624,788</u>	<u>\$ -</u>	<u>(18,138,381)</u>
General receipts:					
Property taxes					6,386,178
Other local sources					1,911,093
State aid					8,640,811
Bonds and loans					511,406
Grants and contributions not restricted to specific programs					2,334,044
Investment earnings					73,274
Other					<u>12,702</u>
Total general receipts					<u>19,869,508</u>
Change in net assets					1,731,127
Net assets - beginning					<u>1,150,451</u>
Net assets - ending					<u>\$ 2,881,578</u>
<u>Assets</u>					
Cash and investments					\$ 2,084,957
Restricted assets:					
Cash and investments					<u>796,621</u>
Total assets					<u>\$ 2,881,578</u>
<u>Net Assets</u>					
Restricted for:					
Debt service					\$ 796,621
Unrestricted					<u>2,084,957</u>
Total net assets					<u>\$ 2,881,578</u>

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

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
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 (Disbursements) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Totals</u>
Governmental activities:					
Instruction	\$ 9,585,996	\$ -	\$ 193,655	\$ -	\$ (9,392,341)
Support services	6,079,712	345,506	610,475	-	(5,123,731)
Noninstructional services	1,083,813	-	-	-	(1,083,813)
Facilities acquisition and construction	518,050	-	-	-	(518,050)
Debt service	2,024,987	-	-	-	(2,024,987)
Nonprogrammed charges	<u>922,922</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(922,922)</u>
Total governmental activities	<u>\$ 20,215,480</u>	<u>\$ 345,506</u>	<u>\$ 804,130</u>	<u>\$ -</u>	<u>(19,065,844)</u>
General receipts:					
Property taxes					5,847,473
Other local sources					2,343,884
State aid					10,464,622
Bonds and loans					588,664
Grants and contributions not restricted to specific programs					2,217,329
Sale of property					2,678
Investment earnings					48,416
Other					<u>3,840</u>
Total general receipts					<u>21,516,906</u>
Change in net assets					2,451,062
Net assets - beginning					<u>2,881,578</u>
Net assets - ending					<u>\$ 5,332,640</u>
<u>Assets</u>					
Cash and investments					\$ 4,078,253
Restricted assets:					
Cash and investments					<u>1,254,387</u>
Total assets					<u>\$ 5,332,640</u>
<u>Net Assets</u>					
Restricted for:					
Debt service					\$ 1,254,387
Unrestricted					<u>4,078,253</u>
Total net assets					<u>\$ 5,332,640</u>

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

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

	General	Transportation Operating	Local Rainy Day	Fiscal Stabilization	Debt Service	Other	Totals
Receipts:							
Local sources	\$ 2,878,772	\$ 1,413,331	\$ 7,200	\$ -	\$ 1,847,991	\$ 2,574,798	\$ 8,722,092
Intermediate sources	327	-	-	-	-	506	833
State sources	8,693,916	-	-	-	-	165,853	8,859,769
Federal sources	-	-	-	970,066	-	1,769,809	2,739,875
Temporary loans	511,406	-	-	-	-	-	511,406
Interfund loans	1,938,464	-	-	-	352,162	23,985	2,314,611
Other	10,651	2,051	-	-	-	-	12,702
Total receipts	14,033,536	1,415,382	7,200	970,066	2,200,153	4,534,951	23,161,288
Disbursements:							
Current:							
Instruction	8,078,338	-	-	189,159	-	1,179,933	9,447,430
Support services	3,232,381	1,217,943	-	89,378	-	1,045,719	5,585,421
Noninstructional services	160,085	-	-	-	-	856,996	1,017,081
Facilities acquisition and construction	-	410	-	-	-	288,914	289,324
Debt services	-	-	-	-	1,504,759	437,993	1,942,752
Nonprogrammed charges	740,369	-	-	29,190	-	63,983	833,542
Interfund loans	1,938,464	-	-	-	-	376,147	2,314,611
Total disbursements	14,149,637	1,218,353	-	307,727	1,504,759	4,249,685	21,430,161
Excess (deficiency) of receipts over disbursements	(116,101)	197,029	7,200	662,339	695,394	285,266	1,731,127
Other financing sources (uses):							
Transfers in	26,745	-	-	-	29,583	156,699	213,027
Transfers out	-	-	-	-	-	(213,027)	(213,027)
Total other financing sources (uses)	26,745	-	-	-	29,583	(56,328)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(89,356)	197,029	7,200	662,339	724,977	228,938	1,731,127
Cash and investments - beginning	323,849	54,582	282,756	-	38,669	450,595	1,150,451
Cash and investments - ending	<u>\$ 234,493</u>	<u>\$ 251,611</u>	<u>\$ 289,956</u>	<u>\$ 662,339</u>	<u>\$ 763,646</u>	<u>\$ 679,533</u>	<u>\$ 2,881,578</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 234,493	\$ 251,611	\$ 289,956	\$ 662,339	\$ -	\$ 646,558	\$ 2,084,957
Restricted assets:							
Cash and investments	-	-	-	-	763,646	32,975	796,621
Total cash and investment assets - ending	<u>\$ 234,493</u>	<u>\$ 251,611</u>	<u>\$ 289,956</u>	<u>\$ 662,339</u>	<u>\$ 763,646</u>	<u>\$ 679,533</u>	<u>\$ 2,881,578</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 763,646	\$ 32,975	\$ 796,621
Unrestricted	234,493	251,611	289,956	662,339	-	646,558	2,084,957
Total cash and investment fund balance - ending	<u>\$ 234,493</u>	<u>\$ 251,611</u>	<u>\$ 289,956</u>	<u>\$ 662,339</u>	<u>\$ 763,646</u>	<u>\$ 679,533</u>	<u>\$ 2,881,578</u>

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

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2010

	General	Transportation Operating	Local Rainy Day	Fiscal Stabilization	Debt Service	Other	Totals
Receipts:							
Local sources	\$ 1,356,344	\$ 1,943,590	\$ 9,816	\$ -	\$ 2,139,024	\$ 3,134,766	\$ 8,583,540
Intermediate sources	354	-	-	-	-	1,382	1,736
State sources	10,625,979	-	-	-	-	143,374	10,769,353
Federal sources	-	-	-	334,099	-	2,382,632	2,716,731
Temporary loans	588,664	-	-	-	-	-	588,664
Interfund loans	2,180,393	226,508	-	-	-	1,441,410	3,848,311
Other	84	-	-	-	-	3,756	3,840
Total receipts	14,751,818	2,170,098	9,816	334,099	2,139,024	7,107,320	26,512,175
Disbursements:							
Current:							
Instruction	7,612,560	-	-	642,836	-	1,330,600	9,585,996
Support services	3,135,597	1,370,599	-	263,989	-	1,309,527	6,079,712
Noninstructional services	150,179	-	-	12,724	-	920,910	1,083,813
Facilities acquisition and construction	208	-	-	-	-	517,842	518,050
Debt services	-	-	-	-	1,583,518	441,469	2,024,987
Nonprogrammed charges	822,060	-	-	76,888	-	23,974	922,922
Interfund loans	2,233,990	226,508	-	-	-	1,387,813	3,848,311
Total disbursements	13,954,594	1,597,107	-	996,437	1,583,518	5,932,135	24,063,791
Excess (deficiency) of receipts over disbursements	797,224	572,991	9,816	(662,338)	555,506	1,175,185	2,448,384
Other financing sources (uses):							
Sale of capital assets	-	2,525	-	-	-	153	2,678
Transfers in	7,651	138,830	250,000	-	17,322	211,867	625,670
Transfers out	-	-	-	-	(250,000)	(375,670)	(625,670)
Total other financing sources (uses)	7,651	141,355	250,000	-	(232,678)	(163,650)	2,678
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	804,875	714,346	259,816	(662,338)	322,828	1,011,535	2,451,062
Cash and investments - beginning	234,493	251,611	289,956	662,338	763,646	679,534	2,881,578
Cash and investments - ending	\$ 1,039,368	\$ 965,957	\$ 549,772	\$ -	\$ 1,086,474	\$ 1,691,069	\$ 5,332,640
Cash and Investment Assets - Ending							
Cash and investments	\$ 1,039,368	\$ 965,957	\$ 549,772	\$ -	\$ -	\$ 1,523,156	\$ 4,078,253
Restricted assets:							
Cash and investments	-	-	-	-	1,086,474	167,913	1,254,387
Total cash and investment assets - ending	\$ 1,039,368	\$ 965,957	\$ 549,772	\$ -	\$ 1,086,474	\$ 1,691,069	\$ 5,332,640
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 1,086,474	\$ 167,913	\$ 1,254,387
Unrestricted	1,039,368	965,957	549,772	-	-	1,523,156	4,078,253
Total cash and investment fund balance - ending	\$ 1,039,368	\$ 965,957	\$ 549,772	\$ -	\$ 1,086,474	\$ 1,691,069	\$ 5,332,640

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

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

	<u>Pension Trust Fund</u>	<u>Private-Purpose Trust Funds</u>
Additions:		
Contributions:		
Other	\$ -	\$ 526,389
Investment earnings:		
Interest	<u>21,295</u>	<u>8,094</u>
Total additions	<u>21,295</u>	<u>534,483</u>
Deductions:		
Administrative and general	<u>361,162</u>	<u>253,816</u>
Excess (deficiency) of total additions over total deductions	(339,867)	280,667
Cash and investment fund balance - beginning	<u>1,431,553</u>	<u>385,586</u>
Cash and investment fund balance - ending	<u>\$ 1,091,686</u>	<u>\$ 666,253</u>
Net assets:		
Cash and investments	<u>\$ 1,091,686</u>	<u>\$ 666,253</u>
Total net assets - cash and investment basis held in trust	<u>\$ 1,091,686</u>	<u>\$ 666,253</u>

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

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

	<u>Pension Trust Fund</u>	<u>Private-Purpose Trust Funds</u>
Additions:		
Contributions:		
Other	\$ -	\$ 750,017
Investment earnings:		
Interest	<u>14,489</u>	<u>9,468</u>
Total additions	<u>14,489</u>	<u>759,485</u>
Deductions:		
Administrative and general	<u>-</u>	<u>197,282</u>
Excess of total additions over total deductions	14,489	562,203
Cash and investment fund balance - beginning	<u>1,091,686</u>	<u>666,254</u>
Cash and investment fund balance - ending	<u>\$ 1,106,175</u>	<u>\$ 1,228,457</u>
Net assets:		
Cash and investments	<u>\$ 1,106,175</u>	<u>\$ 1,228,457</u>
Total net assets - cash and investment basis held in trust	<u>\$ 1,106,175</u>	<u>\$ 1,228,457</u>

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

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
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: Crawford County Community School Corporation

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

Joint Ventures

The School Corporation is a participant in a joint venture to operate South Central Area Special Education Cooperative (Cooperative) which was created to provide instruction to handicapped children. The School Corporation is obligated by contract to remit a prorated amount annually to supplement the Cooperative. Complete financial statements for the South Central Area Special Education Cooperative can be obtained from the Cooperative's administrative office at 600 Elm St., Suite 2, Paoli, IN 47454.

The School Corporation is a participant in a joint venture to operate Southern Indiana Education Interlocal (Interlocal) which was created to provide services and supplies. The School Corporation is obligated by contract to remit a prorated amount annually to supplement the Interlocal. Complete financial statements for the Southern Indiana Education Interlocal can be obtained from the Interlocal's administrative office at 1102 Tree Lane Drive, Jasper, IN 47546.

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. However, there are no business-type activities to report at this time.

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

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

The local rainy day fund is used to account for funds in accordance with IC 36-1-8-5.1 and a locally adopted resolution.

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 is used to account for the accumulation of resources for, and the payment of, long-term debt principal and interest.

Additionally, the School Corporation reports the following fund types:

The pension trust fund accounts for the activities of the Crawford County Community School Corporation Retirement Liability Fund, which accumulates resources for pension benefit payments.

The private-purpose trust funds report trust arrangements under which principal and income benefit the Crawford County Community 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.

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.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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. 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.

2. 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 June 30 of the year collected.

3. Capital Assets

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

4. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental 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.

5. 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."

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Fund Financial Statements

Governmental fund equity is classified as fund balance.

E. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. 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

Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

Government-Wide Financial Statements

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

Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis.

G. Rounding Differences

The financial statements may contain immaterial differences due to rounding of amounts when the statements were compiled. These differences are considered trivial and do not affect the overall presentation of the financial statements.

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.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

Prior to the first required publication, the fiscal officer of the School Corporation submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. Prior to November 1, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied 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

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 \$8,317,645.

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	\$ 26,745	\$ 7,651
	Transportation Operating Fund	-	138,830
	Debt Service Fund	29,583	17,322
	Other Governmental Funds	156,699	211,867
Debt Service Fund	Local Rainy Day Fund	<u>-</u>	<u>250,000</u>
Totals		<u>\$ 213,027</u>	<u>\$ 625,670</u>

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

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

IV. Other Information

A. Risk Management

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

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

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.

Medical Benefits to Employees

The School Corporation has chosen to establish a Voluntary Employees Beneficiary Association (VEBA) Trust to fund risks associated with medical benefits to employees. The Crawford County Community School Employee Benefit Trust is a separate account where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$50,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Amounts are paid into the trust account by the School Corporation and are available to pay premiums, claims, and administrative costs of the program.

Job Related Illnesses or Injuries to Employees

During 2003, the School Corporation joined a public entity risk pool, the Indiana Public Employer's Plan, Inc., currently operating as a common risk management and insurance program for member governmental entities. This risk pool was formed in the 1989 for the purpose of providing a medium for the funding and administration of job related illnesses and injuries. The School Corporation pays an annual premium to the risk pool for its Job related illnesses and injuries coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event.

B. Holding Corporations

The School Corporation has entered into capital leases with Crawford Community School Building Corporation, and the Crawford County Community School Building Corporation (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. Lease payments during the audit period totaled \$1,758,500.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Pension Plans

1. Agent Multiple-Employer Defined Benefit Pension Plan

Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The total contributions made to PERF by the School Corporation during the audit period were \$270,752.

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 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.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 during the period were \$402,869.

3. Defined Contribution Pension Plan

Plan Description

The School Corporation has a defined contribution healthcare plan administered by ISTA Financial Services Corporation as authorized by Section 401(a) of the Internal Revenue Code of 1986. The plan provides retirement, disability, and death benefits to plan members and their beneficiaries. The plan was established by written agreement between the School Corporation and the Plan Administrator. The Plan Administrator issues a publicly available financial report that includes financial statements and required supplementary information of the plan. That report may be obtained by contacting:

Security Benefit
One Security Benefit Place
Topeka, Kansas 66636-0001
Ph. (800)888-2461

Funding Policy

The contribution requirements of plan members are established by the written agreement between the School Corporation and the Plan Administrator. The School Corporation is required to contribute 1.50% of each bargaining unit member's salary as listed on the Informational Schedule for employees hired after June 1, 2006. The School Corporation's contributions to the plan were \$3,184 for the year ended June 30, 2010.

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

	Special Education Preschool	School Lunch	Textbook Rental	Education License Plate	06/07 Early Intervention	Gifted and Talented	08-09 High Ability Grant
Receipts:							
Local sources	\$ 6,703	\$ 343,119	\$ 150,568	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	506	-	-	-
State sources	57,280	6,758	65,199	-	1,000	33,116	-
Federal sources	-	466,611	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total receipts	63,983	816,488	215,767	506	1,000	33,116	-
Disbursements:							
Current:							
Instruction	-	-	-	-	1,520	17,163	20,084
Support services	-	-	202,977	-	-	3,902	-
Noninstructional services	-	833,312	-	-	-	-	-
Facilities acquisition and construction	-	4,220	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	63,983	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	63,983	837,532	202,977	-	1,520	21,065	20,084
Excess (deficiency) of receipts over disbursements	-	(21,044)	12,790	506	(520)	12,051	(20,084)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	28,389
Transfers out	-	-	(29,583)	-	-	(28,389)	-
Total other financing sources (uses)	-	-	(29,583)	-	-	(28,389)	28,389
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(21,044)	(16,793)	506	(520)	(16,338)	8,305
Cash and investments - beginning	-	182,384	203,229	-	1,000	16,338	-
Cash and investments - ending	\$ -	\$ 161,340	\$ 186,436	\$ 506	\$ 480	\$ -	\$ 8,305
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ 161,340	\$ 186,436	\$ 506	\$ 480	\$ -	\$ 8,305
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 161,340	\$ 186,436	\$ 506	\$ 480	\$ -	\$ 8,305
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	161,340	186,436	506	480	-	8,305
Total cash and investment fund balance - ending	\$ -	\$ 161,340	\$ 186,436	\$ 506	\$ 480	\$ -	\$ 8,305

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

	Non-English Speaking Program	School Technology	Inaccess Linux Program	Title I 08-1300	Title I 09-1300	Title V Part A	06/07 Drug-Free Schools
Receipts:							
Local sources	\$ -	\$ 27,236	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	2,500	-	-	-	-
Federal sources	-	-	-	295,027	368,136	-	5,440
Interfund loans	-	-	-	-	-	-	-
Total receipts	-	27,236	2,500	295,027	368,136	-	5,440
Disbursements:							
Current:							
Instruction	-	-	-	283,481	326,351	-	5,476
Support services	-	-	-	11,845	9,963	2,873	2,492
Noninstructional services	-	-	-	11,246	12,438	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	-	-	-	306,572	348,752	2,873	7,968
Excess (deficiency) of receipts over disbursements	-	27,236	2,500	(11,545)	19,384	(2,873)	(2,528)
Other financing sources (uses):							
Transfers in	-	-	-	65,671	27,782	-	-
Transfers out	-	-	-	(93,453)	-	-	(5,335)
Total other financing sources (uses)	-	-	-	(27,782)	27,782	-	(5,335)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	27,236	2,500	(39,327)	47,166	(2,873)	(7,863)
Cash and investments - beginning	72	46,022	-	39,327	-	2,873	7,863
Cash and investments - ending	<u>\$ 72</u>	<u>\$ 73,258</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ 47,166</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 72	\$ 73,258	\$ 2,500	\$ -	\$ 47,166	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 72</u>	<u>\$ 73,258</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ 47,166</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	72	73,258	2,500	-	47,166	-	-
Total cash and investment fund balance - ending	<u>\$ 72</u>	<u>\$ 73,258</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ 47,166</u>	<u>\$ -</u>	<u>\$ -</u>

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

	07/08 Drug-Free Schools	21st Century 07/08	21st Century 08/09	21st Century 09/10	PACK 21st Century 09/10	Class Size Reduction	07-1300 Class Size Reduction
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	5,440	62,454	52,057	171,665	22,079	65,968	62,592
Interfund loans	-	-	-	18,001	-	-	-
Total receipts	5,440	62,454	52,057	189,666	22,079	65,968	62,592
Disbursements:							
Current:							
Instruction	2,550	62,207	45,373	138,898	22,079	45,215	59,434
Support services	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	18,001	-	-	-
Total disbursements	2,550	62,207	45,373	156,899	22,079	45,215	59,434
Excess (deficiency) of receipts over disbursements	2,890	247	6,684	32,767	-	20,753	3,158
Other financing sources (uses):							
Transfers in	5,335	-	8,769	-	-	-	20,753
Transfers out	-	(8,769)	-	-	-	(20,753)	-
Total other financing sources (uses)	5,335	(8,769)	8,769	-	-	(20,753)	20,753
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	8,225	(8,522)	15,453	32,767	-	-	23,911
Cash and investments - beginning	-	8,522	-	-	-	-	-
Cash and investments - ending	\$ 8,225	\$ -	\$ 15,453	\$ 32,767	\$ -	\$ -	\$ 23,911
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 8,225	\$ -	\$ 15,453	\$ 32,767	\$ -	\$ -	\$ 23,911
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 8,225	\$ -	\$ 15,453	\$ 32,767	\$ -	\$ -	\$ 23,911
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	8,225	-	15,453	32,767	-	-	23,911
Total cash and investment fund balance - ending	\$ 8,225	\$ -	\$ 15,453	\$ 32,767	\$ -	\$ -	\$ 23,911

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

	08/09 Education Technology Grant	Title I Stimulus	Retirement Severance Bond	Capital Projects	Bus Replacement	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ 768,831	\$ 1,137,964	\$ 140,377	\$ 2,574,798
Intermediate sources	-	-	-	-	-	506
State sources	-	-	-	-	-	165,853
Federal sources	160,940	31,400	-	-	-	1,769,809
Interfund loans	5,984	-	-	-	-	23,985
Total receipts	166,924	31,400	768,831	1,137,964	140,377	4,534,951
Disbursements:						
Current:						
Instruction	150,102	-	-	-	-	1,179,933
Support services	-	31,400	-	701,889	78,378	1,045,719
Noninstructional services	-	-	-	-	-	856,996
Facilities acquisition and construction	-	-	-	284,694	-	288,914
Debt services	-	-	437,993	-	-	437,993
Nonprogrammed charges	-	-	-	-	-	63,983
Interfund loans	5,984	-	352,162	-	-	376,147
Total disbursements	156,086	31,400	790,155	986,583	78,378	4,249,685
Excess (deficiency) of receipts over disbursements	10,838	-	(21,324)	151,381	61,999	285,266
Other financing sources (uses):						
Transfers in	-	-	-	-	-	156,699
Transfers out	-	-	-	(26,745)	-	(213,027)
Total other financing sources (uses)	-	-	-	(26,745)	-	(56,328)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	10,838	-	(21,324)	124,636	61,999	228,938
Cash and investments - beginning	-	-	54,299	(124,636)	13,302	450,595
Cash and investments - ending	<u>\$ 10,838</u>	<u>\$ -</u>	<u>\$ 32,975</u>	<u>\$ -</u>	<u>\$ 75,301</u>	<u>\$ 679,533</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 10,838	\$ -	\$ -	\$ -	\$ 75,301	\$ 646,558
Restricted assets:						
Cash and investments	-	-	32,975	-	-	32,975
Total cash and investment assets - ending	<u>\$ 10,838</u>	<u>\$ -</u>	<u>\$ 32,975</u>	<u>\$ -</u>	<u>\$ 75,301</u>	<u>\$ 679,533</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ 32,975	\$ -	\$ -	\$ 32,975
Unrestricted	10,838	-	-	-	75,301	646,558
Total cash and investment fund balance - ending	<u>\$ 10,838</u>	<u>\$ -</u>	<u>\$ 32,975</u>	<u>\$ -</u>	<u>\$ 75,301</u>	<u>\$ 679,533</u>

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2010

	Special Education Preschool	School Lunch Fund	Textbook Rental	Education License Plates	06/07 Early Intervention	08/09 High Ability Grant	09/10 High Ability Grant
Receipts:							
Local sources	\$ -	\$ 340,111	\$ 127,522	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	1,382	-	-	-
State sources	31,625	6,420	56,345	-	-	-	32,301
Federal sources	-	547,710	-	-	-	-	-
Interfund loans	-	4,972	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	31,625	899,213	183,867	1,382	-	-	32,301
Disbursements:							
Current:							
Instruction	-	-	-	-	-	8,305	19,660
Support services	-	-	158,146	-	-	-	-
Noninstructional services	-	888,829	-	-	-	-	-
Facilities acquisition and construction	-	1,229	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	23,974	-	-	-	-	-	-
Interfund loans	-	4,972	-	-	-	-	-
Total disbursements	23,974	895,030	158,146	-	-	8,305	19,660
Excess (deficiency) of receipts over disbursements	7,651	4,183	25,721	1,382	-	(8,305)	12,641
Other financing sources (uses):							
Sale of capital assets	-	153	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	(7,651)	-	-	-	-	-	-
Total other financing sources (uses)	(7,651)	153	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	4,336	25,721	1,382	-	(8,305)	12,641
Cash and investments - beginning	-	161,340	186,437	506	480	8,305	-
Cash and investments - ending	\$ -	\$ 165,676	\$ 212,158	\$ 1,888	\$ 480	\$ -	\$ 12,641
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 165,676	\$ 212,158	\$ 1,888	\$ 480	\$ -	\$ 12,641
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 165,676	\$ 212,158	\$ 1,888	\$ 480	\$ -	\$ 12,641
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	165,676	212,158	1,888	480	-	12,641
Total cash and investment fund balance - ending	\$ -	\$ 165,676	\$ 212,158	\$ 1,888	\$ 480	\$ -	\$ 12,641

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2010
 (Continued)

	Non-English Speaking Program	School Technology	Inaccess LINUX Program	Excess PTRC Distribution	Title I 09-1300	Title I 10-1300	Title V Part A
Receipts:							
Local sources	\$ -	\$ 49,103	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	16,683	-	-	-
Federal sources	-	-	-	-	60,000	610,964	1,218
Interfund loans	-	-	-	-	-	60,309	-
Other	-	-	-	-	-	-	-
Total receipts	-	49,103	-	16,683	60,000	671,273	1,218
Disbursements:							
Current:							
Instruction	-	11,985	-	-	23,847	570,810	-
Support services	-	-	-	-	6,659	28,666	1,218
Noninstructional services	-	-	-	-	3,429	8,939	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	60,309	-
Total disbursements	-	11,985	-	-	33,935	668,724	1,218
Excess (deficiency) of receipts over disbursements	-	37,118	-	16,683	26,065	2,549	-
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	73,232	-
Transfers out	-	-	-	(16,683)	(73,232)	-	-
Total other financing sources (uses)	-	-	-	(16,683)	(73,232)	73,232	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	37,118	-	-	(47,167)	75,781	-
Cash and investments - beginning	72	73,257	2,500	-	47,167	-	-
Cash and investments - ending	<u>\$ 72</u>	<u>\$ 110,375</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 75,781</u>	<u>\$ -</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 72	\$ 110,375	\$ 2,500	\$ -	\$ -	\$ 75,781	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 72</u>	<u>\$ 110,375</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 75,781</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	72	110,375	2,500	-	-	75,781	-
Total cash and investment fund balance - ending	<u>\$ 72</u>	<u>\$ 110,375</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 75,781</u>	<u>\$ -</u>

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2010
 (Continued)

	06/07 Drug-Free Schools	07/08 Drug-Free Schools	08/09 21st Century	09/10 21st Century	10/11 21st Century	PACK 09/10 21st Century	07-1300 Class Size Reduction
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	8,100	-	-	303,335	46,000	124,920	-
Interfund loans	-	-	-	-	951	31,776	-
Other	-	-	-	-	-	-	-
Total receipts	8,100	-	-	303,335	46,951	156,696	-
Disbursements:							
Current:							
Instruction	2,547	7,726	14,946	335,002	30,138	95,021	23,911
Support services	-	499	-	1,100	16,813	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	54,806	-
Total disbursements	2,547	8,225	14,946	336,102	46,951	149,827	23,911
Excess (deficiency) of receipts over disbursements	5,553	(8,225)	(14,946)	(32,767)	-	6,869	(23,911)
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	507	-
Transfers out	-	-	(507)	-	-	-	-
Total other financing sources (uses)	-	-	(507)	-	-	507	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,553	(8,225)	(15,453)	(32,767)	-	7,376	(23,911)
Cash and investments - beginning	-	8,225	15,453	32,767	-	-	23,911
Cash and investments - ending	<u>\$ 5,553</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,376</u>	<u>\$ -</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 5,553	\$ -	\$ -	\$ -	\$ -	\$ 7,376	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 5,553</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,376</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	5,553	-	-	-	-	7,376	-
Total cash and investment fund balance - ending	<u>\$ 5,553</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,376</u>	<u>\$ -</u>

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2010
 (Continued)

	08-1300 Class Size Reduction	08/09 Education Technology Grant	09/10 Education Technology Grant	Rural and Low Income Schools	10/11 Rural and Low Income Schools	Title I Stimulus
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	119,372	-	26,450	44,420	20,000	277,564
Interfund loans	-	-	-	1,718	-	147,027
Other	-	-	-	-	-	-
Total receipts	119,372	-	26,450	46,138	20,000	424,591
Disbursements:						
Current:						
Instruction	99,292	10,838	13,652	34,136	-	-
Support services	-	-	1,740	-	-	209,422
Noninstructional services	-	-	-	-	-	4,713
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Interfund loans	-	-	-	1,718	-	178,427
Total disbursements	99,292	10,838	15,392	35,854	-	392,562
Excess (deficiency) of receipts over disbursements	20,080	(10,838)	11,058	10,284	20,000	32,029
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	20,080	(10,838)	11,058	10,284	20,000	32,029
Cash and investments - beginning	-	10,838	-	-	-	-
Cash and investments - ending	\$ 20,080	\$ -	\$ 11,058	\$ 10,284	\$ 20,000	\$ 32,029
Cash and Investment Assets - Ending						
Cash and investments	\$ 20,080	\$ -	\$ 11,058	\$ 10,284	\$ 20,000	\$ 32,029
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 20,080	\$ -	\$ 11,058	\$ 10,284	\$ 20,000	\$ 32,029
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	20,080	-	11,058	10,284	20,000	32,029
Total cash and investment fund balance - ending	\$ 20,080	\$ -	\$ 11,058	\$ 10,284	\$ 20,000	\$ 32,029

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2010
 (Continued)

	Special Ed Education Stimulus	Food Preparation Equipment	Retirement Severance Bond	Capital Projects	Bus Replacement	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ 818,531	\$ 1,398,603	\$ 400,896	\$ 3,134,766
Intermediate sources	-	-	-	-	-	1,382
State sources	-	-	-	-	-	143,374
Federal sources	177,579	15,000	-	-	-	2,382,632
Interfund loans	134,005	-	-	1,060,652	-	1,441,410
Other	-	-	-	3,756	-	3,756
Total receipts	311,584	15,000	818,531	2,463,011	400,896	7,107,320
Disbursements:						
Current:						
Instruction	28,784	-	-	-	-	1,330,600
Support services	-	-	-	776,928	108,336	1,309,527
Noninstructional services	-	15,000	-	-	-	920,910
Facilities acquisition and construction	128,872	-	-	387,741	-	517,842
Debt services	-	-	441,469	-	-	441,469
Nonprogrammed charges	-	-	-	-	-	23,974
Interfund loans	134,005	-	258,414	695,162	-	1,387,813
Total disbursements	291,661	15,000	699,883	1,859,831	108,336	5,932,135
Excess (deficiency) of receipts over disbursements	19,923	-	118,648	603,180	292,560	1,175,185
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	153
Transfers in	-	-	16,290	98,489	23,349	211,867
Transfers out	-	-	-	(277,597)	-	(375,670)
Total other financing sources (uses)	-	-	16,290	(179,108)	23,349	(163,650)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	19,923	-	134,938	424,072	315,909	1,011,535
Cash and investments - beginning	-	-	32,975	-	75,301	679,534
Cash and investments - ending	\$ 19,923	\$ -	\$ 167,913	\$ 424,072	\$ 391,210	\$ 1,691,069
Cash and Investment Assets - Ending						
Cash and investments	\$ 19,923	\$ -	\$ -	\$ 424,072	\$ 391,210	\$ 1,523,156
Restricted assets:						
Cash and investments	-	-	167,913	-	-	167,913
Total cash and investment assets - ending	\$ 19,923	\$ -	\$ 167,913	\$ 424,072	\$ 391,210	\$ 1,691,069
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ 167,913	\$ -	\$ -	\$ 167,913
Unrestricted	19,923	-	-	424,072	391,210	1,523,156
Total cash and investment fund balance - ending	\$ 19,923	\$ -	\$ 167,913	\$ 424,072	\$ 391,210	\$ 1,691,069

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

	Pepsi Rebate	Professional Development	English 08-09 Recycling	CARES 08-09 School Recycling	County Riverboat Support	Insurance	Drug-Free Community At-Risk
Additions:							
Contributions:							
Other	\$ 18,000	\$ 175	\$ 425	\$ 491	\$ 260,891	\$ 410	\$ 1,000
Investment earnings:							
Interest	-	-	-	-	8,094	-	-
Total additions	<u>18,000</u>	<u>175</u>	<u>425</u>	<u>491</u>	<u>268,985</u>	<u>410</u>	<u>1,000</u>
Deductions:							
Administrative and general	<u>18,000</u>	<u>6,233</u>	<u>-</u>	<u>-</u>	<u>15,934</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of total additions over total deductions	-	(6,058)	425	491	253,051	410	1,000
Cash and investment fund balance - beginning	<u>-</u>	<u>7,959</u>	<u>-</u>	<u>-</u>	<u>393,105</u>	<u>-</u>	<u>-</u>
Cash and investments - June 30	<u>\$ -</u>	<u>\$ 1,901</u>	<u>\$ 425</u>	<u>\$ 491</u>	<u>\$ 646,156</u>	<u>\$ 410</u>	<u>\$ 1,000</u>
Net assets:							
Cash and investments	<u>\$ -</u>	<u>\$ 1,901</u>	<u>\$ 425</u>	<u>\$ 491</u>	<u>\$ 646,156</u>	<u>\$ 410</u>	<u>\$ 1,000</u>
Total net assets - cash and investment basis held in trust	<u>\$ -</u>	<u>\$ 1,901</u>	<u>\$ 425</u>	<u>\$ 491</u>	<u>\$ 646,156</u>	<u>\$ 410</u>	<u>\$ 1,000</u>

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

	Drug-Free Community PACK	Drug-Free Community After-Prom	Special Funds	C.A.R.E.S.	WHAS Crusade Special Education Grant	Totals
Additions:						
Contributions:						
Other	\$ 2,000	\$ 500	\$ 100	\$ 217,397	\$ 25,000	\$ 526,389
Investment earnings:						
Interest	-	-	-	-	-	8,094
Total additions	<u>2,000</u>	<u>500</u>	<u>100</u>	<u>217,397</u>	<u>25,000</u>	<u>534,483</u>
Deductions:						
Administrative and general	-	-	490	213,159	-	253,816
Excess (deficiency) of total additions over total deductions	2,000	500	(390)	4,238	25,000	280,667
Cash and investment fund balance - beginning	-	-	936	8,586	(25,000)	385,586
Cash and investments - June 30	<u>\$ 2,000</u>	<u>\$ 500</u>	<u>\$ 546</u>	<u>\$ 12,824</u>	<u>\$ -</u>	<u>\$ 666,253</u>
Net assets:						
Cash and investments	\$ 2,000	\$ 500	\$ 546	\$ 12,824	\$ -	\$ 666,253
Total net assets - cash and investment basis held in trust	<u>\$ 2,000</u>	<u>\$ 500</u>	<u>\$ 546</u>	<u>\$ 12,824</u>	<u>\$ -</u>	<u>\$ 666,253</u>

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

	Professional Development	Leavenworth CARES	After Prom Materials and Supplies	English 08-09 Recycling	CARES 08-09 School Recycling	County Riverboat Support	Insurance
Additions:							
Contributions:							
Other	\$ -	\$ 2,250	\$ 1,500	\$ 425	\$ 491	\$ 551,356	\$ -
Investment earnings:							
Interest	-	-	-	-	-	9,468	-
Total additions	-	2,250	1,500	425	491	560,824	-
Deductions:							
Administrative and general	1,726	1,456	1,490	850	982	57,956	-
Excess (deficiency) of total additions over total deductions	(1,726)	794	10	(425)	(491)	502,868	-
Cash and investment fund balance - beginning	1,901	-	-	425	491	646,156	410
Cash and investments - June 30	<u>\$ 175</u>	<u>\$ 794</u>	<u>\$ 10</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,149,024</u>	<u>\$ 410</u>
Net assets:							
Cash and investments	\$ 175	\$ 794	\$ 10	\$ -	\$ -	\$ 1,149,024	\$ 410
Total net assets - cash and investment basis held in trust	<u>\$ 175</u>	<u>\$ 794</u>	<u>\$ 10</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,149,024</u>	<u>\$ 410</u>

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

	Drug-Free Community PACK	Drug-Free Community After-Prom	Drug-Free Funds	C.A.R.E.S.	WHAS Crusade Special Education Grant	Totals
Additions:						
Contributions:						
Other	\$ 2,000	\$ 500	\$ 100	\$ 217,397	\$ 25,000	\$ 526,389
Investment earnings:						
Interest	-	-	-	-	-	8,094
Total additions	<u>2,000</u>	<u>500</u>	<u>100</u>	<u>217,397</u>	<u>25,000</u>	<u>534,483</u>
Deductions:						
Administrative and general	-	-	490	213,159	-	253,816
Excess (deficiency) of total additions over total deductions	2,000	500	(390)	4,238	25,000	280,667
Cash and investment fund balance - beginning	-	-	936	8,586	(25,000)	385,586
Cash and investments - June 30	<u>\$ 2,000</u>	<u>\$ 500</u>	<u>\$ 546</u>	<u>\$ 12,824</u>	<u>\$ -</u>	<u>\$ 666,253</u>
Net assets:						
Cash and investments	\$ 2,000	\$ 500	\$ 546	\$ 12,824	\$ -	\$ 666,253
Total net assets - cash and investment basis held in trust	<u>\$ 2,000</u>	<u>\$ 500</u>	<u>\$ 546</u>	<u>\$ 12,824</u>	<u>\$ -</u>	<u>\$ 666,253</u>

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 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	\$ 220,000
Buildings	34,960,998
Machinery and equipment	<u>830,318</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 36,011,316</u>

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
 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:		
Elementary school buildings	\$ 8,075,000	\$ 887,000
QZAB - school renovation project	1,193,364	113,654
Notes and loans payable:		
1997 Common school loan #A0409	222,807	49,549
1997 Common school loan #A0436	1,100,440	133,217
1997 Common school loan #A0439	2,268,000	268,170
2004 Common school loan #A0510	706,875	76,538
Bonds payable:		
General obligation bonds:		
2006 Retirement/pension bonds	<u>3,635,000</u>	<u>439,247</u>
Total governmental activities debt	<u>\$ 17,201,486</u>	<u>\$ 1,967,375</u>

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS

BANK ACCOUNT RECONCILIATIONS

Depository reconciliations of the fund balances to the bank account balances were not performed in a timely manner. At the start of the audit, bank reconcilements were several months in arrears.

IC 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

CREDIT CARDS (Applies to Jr./Sr. High School)

The Jr./Sr. High School paid various credit card bills that involved credit cards that had not been approved for use by the School Board.

The State Board of Accounts will not take exception to the use of credit cards by a governmental unit provided the following criteria are observed:

- (1) The governing board must authorize credit card use through an ordinance or resolution, which has been approved in the minutes.
- (2) Issuance and use should be handled by an official or employee designated by the board.
- (3) The purposes for which the credit card may be used must be specifically stated in the ordinance or resolution.
- (4) When the purpose for which the credit card has been issued has been accomplished, the card should be returned to the custody of the responsible person.
- (5) The designated responsible official or employee should maintain an accounting system or log which would include the names of individuals requesting usage of the cards, their position, estimated amounts to be charged, fund and account numbers to be charged, date the card is issued and returned, etc.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS
(Continued)

- (6) Credit cards should not be used to bypass the accounting system. One reason that purchase orders are issued is to provide the fiscal officer with the means to encumber and track appropriations to provide the governing board and other officials with timely and accurate accounting information and monitoring of the accounting system.
- (7) Payment should not be made on the basis of a statement or a credit card slip only. Procedures for payments should be no different than for any other claim. Supporting documents such as paid bills and receipts must be available. Additionally, any interest or penalty incurred due to late filing or furnishing of documentation by an officer or employee should be the responsibility of that officer or employee.
- (8) If properly authorized, an annual fee may be paid.

(Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

CASH DISBURSEMENTS (Applies to English Elementary Extra-Curricular)

Disbursements from the Snack Fund were not always made by check. During the audit period, students received prizes as incentives for learning good life skills in the form of cash prizes and gift cards.

Disbursements, other than properly authorized petty cash disbursements, shall be by check or warrant, not by cash or other methods unless specifically authorized by statute, federal or state rule. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

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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

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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 CRAWFORD COUNTY COMMUNITY
SCHOOL CORPORATION, CRAWFORD COUNTY, INDIANA

Compliance

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

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

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

Internal Control Over Compliance

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

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

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

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

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

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

STATE BOARD OF ACCOUNTS

February 10, 2011

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
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		\$ 148,676	\$ 174,381
National School Lunch Program	10.555		384,447	449,652
Total for cluster			<u>533,123</u>	<u>624,033</u>
ARRA - Child Nutrition Discretionary Grants Limited Availability FY 2009-10	10.579	1300	-	15,000
Total for federal grantor agency			<u>533,123</u>	<u>639,033</u>
U.S. DEPARTMENT OF EDUCATION				
Pass-Through Indiana Department of Education				
Title I, Part A Cluster				
Title I Grants to Local Educational Agencies	84.010			
FY 2007-08		08-1300	19,304	-
FY 2008-09		09-1300	636,019	33,935
FY 2009-10		10-1300	-	608,415
Total for program			<u>655,323</u>	<u>642,350</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act FY 2009-10	84.389	10-1300	31,400	392,562
Total for cluster			<u>686,723</u>	<u>1,034,912</u>
Education Technology State Grants Cluster				
Education Technology State Grants	84.318			
FY 2008-09		S318X070014	156,087	10,838
FY 2009-10		S318X080014	-	15,392
Total for cluster			<u>156,087</u>	<u>26,230</u>
Special Education Cluster (IDEA)				
ARRA - Special Education - Grants to States, Recovery Act FY 2009-10	84.391	1300	-	291,661
State Fiscal Stabilization Fund Cluster				
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act FY 2009-10	84.394	1300	307,727	996,438
Safe and Drug-Free Schools and Communities - State Grants				
FY 2006-07	84.186	06-1300	7,864	-
FY 2007-08		07-1300	2,655	8,225
FY 2008-09		08-1300	-	2,547
Total for program			<u>10,519</u>	<u>10,772</u>

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

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
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 Indiana Department of Education (continued)				
State Fiscal Stabilization Fund Cluster (continued)				
Twenty-First Century Community Learning Centers	84.287			
FY 2008-09		CARES	156,900	336,102
FY 2008-09		PACKS	107,580	15,453
FY 2009-10		CARES	-	46,951
FY 2009-10		PACKS	22,079	149,828
Total for program			<u>286,559</u>	<u>548,334</u>
State Grants for Innovative Programs	84.298			
FY 2006-07		06-1300	2,873	-
FY 2007-08		07-1300	-	1,218
Total for program			<u>2,873</u>	<u>1,218</u>
Rural Education	84.358			
FY 2009-10		09-1300	-	35,853
Improving Teacher Quality State Grants	84.367			
FY 2007-08		07-1300	104,649	23,911
FY 2008-09		08-1300	-	99,292
Total for program			<u>104,649</u>	<u>123,203</u>
Total for federal grantor agency			<u>1,555,137</u>	<u>3,068,621</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>				
Pass-Through Indiana Department of Homeland Security				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)				
FY 2008-09	97.036	DR 1795	1,273	-
Total federal awards expended			<u>\$ 2,089,533</u>	<u>\$ 3,707,654</u>

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

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
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 Crawford County Community School Corporation (School Corporation) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statements. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

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

II. Noncash Assistance

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

Program Title	Federal CFDA Number	2009	2010
Child Nutrition Cluster:			
Food Commodities:			
School Breakfast Program	10.553	\$ 13,312	\$ 16,312
National School Lunch Program	10.555	32,576	40,209

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
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:

CFDA Number	Name of Federal Program or Cluster
84.287	Child Nutrition Cluster Title I, Part A Cluster Twenty-First Century Community Learning Centers 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? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CRAWFORD COUNTY COMMUNITY SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on February 10, 2011, with Martha R. Stroud, Treasurer; Dr. Mark A. Eastridge, Superintendent of Schools; and Tim Jellison, President of the School Board. The officials concurred with our audit findings.