

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

AUDIT REPORT
OF
CROTHERSVILLE COMMUNITY SCHOOLS
JACKSON COUNTY, INDIANA
July 1, 2008 to June 30, 2010



FILED
03/02/2011

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report on Financial Statements and Supplementary Schedule of Expenditures of Federal Awards	3-4
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards	5-6
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Activities and Net Assets – Cash and Investment Basis	7-8
Fund Financial Statements:	
Governmental Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Governmental Funds	9-10
Fiduciary Funds:	
Statement of Additions, Deductions, and Changes in Cash and Investment Balances – Fiduciary Funds	11-12
Notes to Financial Statements	13-19
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds.....	20-28
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Private-Purpose Trust Funds	29-30
Schedule of Long-Term Debt	31
Audit Result and Comment:	
Capital Assets Records	32
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133.....	34-35
Schedule of Expenditures of Federal Awards	36
Notes to Schedule of Expenditures of Federal Awards.....	37
Schedule of Findings and Questioned Costs	38
Auditee Prepared Schedule:	
Summary Schedule of Prior Audit Findings	39
Exit Conference.....	40

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Terry L. Richey	07-01-08 to 06-30-11
Superintendent of Schools	Dr. Terry L. Goodin	07-01-08 to 07-28-12
President of the School Board	Robert E. Spicer Dale Schmelzle	07-01-08 to 06-30-09 07-01-09 to 06-30-11



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF CROTHERSVILLE COMMUNITY SCHOOLS, JACKSON COUNTY, INDIANA

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

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

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

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

In accordance with Government Auditing Standards, we have also issued a report dated February 14, 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, 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 on it.

STATE BOARD OF ACCOUNTS

February 14, 2011



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF CROTHERSVILLE COMMUNITY SCHOOLS, JACKSON COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Crothersville Community Schools (School Corporation), as of and for the years ended June 30, 2009 and 2010, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated February 14, 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 14, 2011

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Net (Disbursements) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 2,987,354	\$ -	\$ 37,247	\$ (2,950,107)
Support services	1,395,898	142,182	127,375	(1,126,341)
Noninstructional services	245,944	-	-	(245,944)
Facilities acquisition and construction	550,271	-	-	(550,271)
Debt service	882,452	-	-	(882,452)
Nonprogrammed charges	30,456	-	-	(30,456)
Total governmental activities	\$ 6,092,375	\$ 142,182	\$ 164,622	(5,785,571)
General receipts:				
Property taxes				2,060,939
Other local sources				501,694
State aid				3,102,142
Bonds and loans				324,000
Grants and contributions not restricted to specific programs				551,337
Investment earnings				38,477
Total general receipts				6,578,589
Change in net assets				793,018
Net assets - beginning				3,140,894
Net assets - ending				\$ 3,933,912
<u>Assets</u>				
Cash and investments				\$ 3,731,422
Restricted assets:				
Cash and investments				202,490
Total assets				\$ 3,933,912
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 202,490
Unrestricted				3,731,422
Total net assets				\$ 3,933,912

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

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Net (Disbursements) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 3,263,205	\$ -	\$ 97,668	\$ (3,165,537)
Support services	1,753,735	137,343	136,093	(1,480,299)
Noninstructional services	266,049	-	-	(266,049)
Facilities acquisition and construction	280,802	-	-	(280,802)
Debt service	789,381	-	-	(789,381)
Nonprogrammed charges	19,124	-	-	(19,124)
Total governmental activities	<u>\$ 6,372,296</u>	<u>\$ 137,343</u>	<u>\$ 233,761</u>	<u>(6,001,192)</u>
General receipts:				
Property taxes				1,925,744
Other local sources				457,186
State aid				3,811,154
Bonds and loans				175,885
Grants and contributions not restricted to specific programs				369,460
Investment earnings				40,344
Total general receipts				<u>6,779,773</u>
Change in net assets				778,581
Net assets - beginning				<u>3,933,912</u>
Net assets - ending				<u>\$ 4,712,493</u>
<u>Assets</u>				
Cash and investments				\$ 3,895,730
Restricted assets:				
Cash and investments				<u>816,763</u>
Total assets				<u>\$ 4,712,493</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 816,763
Unrestricted				<u>3,895,730</u>
Total net assets				<u>\$ 4,712,493</u>

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

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

	General	Debt Service	Capital Projects	Other	Totals
Receipts:					
Local sources	\$ 1,042,611	\$ 538,867	\$ 416,961	\$ 744,553	\$ 2,742,992
Intermediate sources	-	-	-	300	300
State sources	3,111,855	-	-	129,772	3,241,627
Federal sources	-	-	-	576,474	576,474
Temporary loans	-	324,000	-	-	324,000
Interfund loans	25,000	-	-	65,593	90,593
Total receipts	4,179,466	862,867	416,961	1,516,692	6,975,986
Disbursements:					
Current:					
Instruction	2,599,780	-	-	387,574	2,987,354
Support services	1,051,669	-	76,378	267,851	1,395,898
Noninstructional services	14,379	-	-	231,565	245,944
Facilities acquisition and construction	-	-	550,271	-	550,271
Debt services	-	667,591	-	214,861	882,452
Nonprogrammed charges	30,456	-	-	-	30,456
Interfund loans	65,593	-	-	25,000	90,593
Total disbursements	3,761,877	667,591	626,649	1,126,851	6,182,968
Excess (deficiency) of receipts over disbursements	417,589	195,276	(209,688)	389,841	793,018
Other financing sources (uses):					
Transfers in	-	-	-	11,325	11,325
Transfers out	(9,723)	-	-	(1,602)	(11,325)
Total other financing sources (uses)	(9,723)	-	-	9,723	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	407,866	195,276	(209,688)	399,564	793,018
Cash and investments - beginning	1,984,139	7,214	404,664	744,877	3,140,894
Cash and investments - ending	\$ 2,392,005	\$ 202,490	\$ 194,976	\$ 1,144,441	\$ 3,933,912
Cash and Investment Assets - Ending					
Cash and investments	\$ 2,392,005	\$ -	\$ 194,976	\$ 1,144,441	\$ 3,731,422
Restricted assets:					
Cash and investments	-	202,490	-	-	202,490
Total cash and investment assets - ending	\$ 2,392,005	\$ 202,490	\$ 194,976	\$ 1,144,441	\$ 3,933,912
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ 202,490	\$ -	\$ -	\$ 202,490
Unrestricted	2,392,005	-	194,976	1,144,441	3,731,422
Total cash and investment fund balance - ending	\$ 2,392,005	\$ 202,490	\$ 194,976	\$ 1,144,441	\$ 3,933,912

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

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

	General	Debt Service	Capital Projects	Other	Totals
Receipts:					
Local sources	\$ 86,803	\$ 1,001,060	\$ 551,912	\$ 919,954	\$ 2,559,729
Intermediate sources	719	-	-	169	888
State sources	3,881,443	-	-	64,125	3,945,568
Federal sources	-	-	-	468,807	468,807
Temporary loans	-	120,292	-	55,593	175,885
Interfund loans	160,885	120,292	-	-	281,177
Total receipts	4,129,850	1,241,644	551,912	1,508,648	7,432,054
Disbursements:					
Current:					
Instruction	2,582,241	-	-	680,964	3,263,205
Support services	1,420,697	-	86,525	246,513	1,753,735
Noninstructional services	8,341	-	-	257,708	266,049
Facilities acquisition and construction	20,000	-	260,802	-	280,802
Debt services	16,453	662,000	-	110,928	789,381
Nonprogrammed charges	19,124	-	-	-	19,124
Interfund loans	120,292	120,292	-	40,593	281,177
Total disbursements	4,187,148	782,292	347,327	1,336,706	6,653,473
Excess (deficiency) of receipts over disbursements	(57,298)	459,352	204,585	171,942	778,581
Other financing sources (uses):					
Transfers in	274,157	33,758	28,542	4,204	340,661
Transfers out	(62,300)	-	-	(278,361)	(340,661)
Total other financing sources (uses)	211,857	33,758	28,542	(274,157)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	154,559	493,110	233,127	(102,215)	778,581
Cash and investments - beginning	2,392,005	202,490	194,976	1,144,441	3,933,912
Cash and investments - ending	<u>\$ 2,546,564</u>	<u>\$ 695,600</u>	<u>\$ 428,103</u>	<u>\$ 1,042,226</u>	<u>\$ 4,712,493</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ 2,546,564	\$ -	\$ 428,103	\$ 921,063	\$ 3,895,730
Restricted assets:					
Cash and investments	-	695,600	-	121,163	816,763
Total cash and investment assets - ending	<u>\$ 2,546,564</u>	<u>\$ 695,600</u>	<u>\$ 428,103</u>	<u>\$ 1,042,226</u>	<u>\$ 4,712,493</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ 695,600	\$ -	\$ 121,163	\$ 816,763
Unrestricted	2,546,564	-	428,103	921,063	3,895,730
Total cash and investment fund balance - ending	<u>\$ 2,546,564</u>	<u>\$ 695,600</u>	<u>\$ 428,103</u>	<u>\$ 1,042,226</u>	<u>\$ 4,712,493</u>

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

CROTHERSVILLE COMMUNITY SCHOOLS
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:		
Investment earnings:		
Interest	\$ -	\$ 7
Deductions:		
Benefits	<u>66,285</u>	<u>-</u>
Excess (deficiency) of total additions over total deductions	(66,285)	7
Cash and investment fund balance - beginning	<u>1,270,795</u>	<u>23,993</u>
Cash and investment fund balance - ending	<u>\$ 1,204,510</u>	<u>\$ 24,000</u>
Net assets:		
Cash and investments	<u>\$ 1,204,510</u>	<u>\$ 24,000</u>
Total net assets - cash and investment basis held in trust	<u>\$ 1,204,510</u>	<u>\$ 24,000</u>

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

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

	Pension Trust Fund	Private-Purpose Trust Funds
Additions:		
Contributions:		
Other	\$ -	\$ 25,100
Investment earnings:		
Interest	-	4
Total additions	-	25,104
Deductions:		
Benefits	39,898	-
Administrative and general	-	25,100
Total deductions	39,898	25,100
Excess (deficiency) of total additions over total deductions	(39,898)	4
Cash and investment fund balance - beginning	1,204,510	24,000
Cash and investment fund balance - ending	\$ 1,164,612	\$ 24,004
Net assets:		
Cash and investments	\$ 1,164,612	\$ 24,004
Total net assets - cash and investment basis held in trust	\$ 1,164,612	\$ 24,004

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

CROTHERSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

Primary Government: Crothersville Community Schools

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

Joint Ventures

The School Corporation is a participant in a joint venture to operate Wilson Educational Center which was created to perform educational planning on a cooperative basis and to assist in meeting specific educational needs in participating school districts which could be more efficiently provided by an educational service center than by the school corporations themselves. The School Corporation is obligated by contract to remit approximately \$3,000 annually to supplement the Wilson Educational Center. Complete financial statements for the Wilson Educational Center can be obtained from the Wilson Education Center's administrative office is at 11440 Highway 62, Charlestown, Indiana 47111.

The School Corporation is a participant in a joint venture to operate the Bartholomew Consolidated School Corporation Special Education Cooperative which was created to provide a comprehensive special education and related service programs. The School Corporation is obligated by contract to remit approximately \$10,500 annually to supplement the Bartholomew Consolidated School Corporation Special Education Cooperative. Complete financial statements for the Bartholomew Consolidated School Corporation Special Education Cooperative can be obtained from the Bartholomew Consolidated School Corporation's administrative office at 703 Washington Street, Columbus, Indiana 47201.

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. The School Corporation does not have any business-type activities.

CROTHERSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Financial Statements

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

The School Corporation reports the following major governmental funds:

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

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

The private-purpose trust funds report trust arrangements under which principal and income benefit the arts program, special needs students, and student needs as a whole.

C. Measurement Focus and Basis of Accounting

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

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.

CROTHERSVILLE COMMUNITY SCHOOLS
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. Restricted Assets

All restricted assets, as presented in the accompanying financial statements, are restricted due to third party debt agreements.

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 June 30 of the year collected.

4. 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.

5. 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.

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.

CROTHERSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

- 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.

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

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

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.

CROTHERSVILLE COMMUNITY SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

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

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

III. Detailed Notes on All Funds

A. Deposits

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 \$5,868,843.

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>
General Fund	Debt Service Fund	\$ -	\$ 33,758
	Capital Projects Fund	-	28,542
General Fund	Other Governmental Funds	9,723	-
Other Governmental Funds	Other Governmental Funds	1,602	4,204
Other Governmental Funds	General Fund	<u>-</u>	<u>274,157</u>
Totals		<u>\$ 11,325</u>	<u>\$ 340,661</u>

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

CROTHERSVILLE COMMUNITY SCHOOLS
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; 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.

B. Holding Corporations

The School Corporation has entered into a capital lease with Crothersville 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, \$662,000, and \$662,000 respectively.

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:

CROTHERSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Funding Policy

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The total contributions made to PERF by the School Corporation during the period were \$36,526.

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. 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 \$167,518.

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

	Transportation Operating	Special Education Preschool	School Lunch	Textbook Rental	Educational License Plates	Safety Program	Gifted and Talented FY 07-08
Receipts:							
Local sources	\$ 204,925	\$ 2,414	\$ 134,249	\$ 32,369	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	300	-	-
State sources	-	28,271	1,666	20,938	-	-	-
Federal sources	-	-	104,772	-	-	-	-
Interfund loans	25,000	-	-	-	-	-	-
Total receipts	229,925	30,685	240,687	53,307	300	-	-
Disbursements:							
Current:							
Instruction	-	9,565	-	-	-	-	22,608
Support services	185,258	-	-	75,052	-	-	-
Noninstructional services	-	-	230,160	-	-	-	-
Debt services	-	-	-	-	-	-	-
Interfund loans	25,000	-	-	-	-	-	-
Total disbursements	210,258	9,565	230,160	75,052	-	-	22,608
Excess (deficiency) of receipts over disbursements	19,667	21,120	10,527	(21,745)	300	-	(22,608)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	19,667	21,120	10,527	(21,745)	300	-	(22,608)
Cash and investments - beginning	33,309	215,523	36,754	100,056	2,919	996	22,608
Cash and investments - ending	\$ 52,976	\$ 236,643	\$ 47,281	\$ 78,311	\$ 3,219	\$ 996	\$ -
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 52,976	\$ 236,643	\$ 47,281	\$ 78,311	\$ 3,219	\$ 996	\$ -
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	\$ 52,976	\$ 236,643	\$ 47,281	\$ 78,311	\$ 3,219	\$ 996	\$ -

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

	Gifted and Talented FY 08-09	Medicaid Reimbursement State	Non-English Speaking Program	School Technology	Technology Planning Grant	Access Indiana	School Improvement
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 96,693
Intermediate sources	-	-	-	-	-	-	-
State sources	27,534	-	-	-	51,363	-	-
Federal sources	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total receipts	27,534	-	-	-	51,363	-	96,693
Disbursements:							
Current:							
Instruction	9,601	-	-	-	-	-	78,329
Support services	-	-	-	-	-	50	-
Noninstructional services	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	9,601	-	-	-	-	50	78,329
Excess (deficiency) of receipts over disbursements	17,933	-	-	-	51,363	(50)	18,364
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	17,933	-	-	-	51,363	(50)	18,364
Cash and investments - beginning	-	1,967	240	6,380	-	367	263,998
Cash and investments - ending	\$ 17,933	\$ 1,967	\$ 240	\$ 6,380	\$ 51,363	\$ 317	\$ 282,362
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 17,933	\$ 1,967	\$ 240	\$ 6,380	\$ 51,363	\$ 317	\$ 282,362
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	\$ 17,933	\$ 1,967	\$ 240	\$ 6,380	\$ 51,363	\$ 317	\$ 282,362

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

	Title 1 FY 07-08	Title 1 FY 08-09	Title V, Part A Innovative Programs	Title IV, Part A, Drug Free FY 08-09	Title IV, Part A, Drug Free FY 07-08	Title IV, Part A, Drug Free FY 06-07	Medicaid Reimbursement Federal
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	73,686	345	1,250	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total receipts	-	73,686	345	1,250	-	-	-
Disbursements:							
Current:							
Instruction	2,727	60,691	-	-	-	902	-
Support services	-	328	-	-	-	-	-
Noninstructional services	-	1,405	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	2,727	62,424	-	-	-	902	-
Excess (deficiency) of receipts over disbursements	(2,727)	11,262	345	1,250	-	(902)	-
Other financing sources (uses):							
Transfers in	-	977	-	-	-	-	-
Transfers out	(977)	-	-	(625)	-	-	-
Total other financing sources (uses)	(977)	977	-	(625)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,704)	12,239	345	625	-	(902)	-
Cash and investments - beginning	3,704	-	-	-	922	902	2,889
Cash and investments - ending	\$ -	\$ 12,239	\$ 345	\$ 625	\$ 922	\$ -	\$ 2,889
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ 12,239	\$ 345	\$ 625	\$ 922	\$ -	\$ 2,889
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	\$ -	\$ 12,239	\$ 345	\$ 625	\$ 922	\$ -	\$ 2,889

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

	Improving Teacher Quality Title II, Part A	Small Rural School Grant	Fiscal Stabilization - Education (Stimulus)	Title 1 - Grants to LEA's (Stimulus)	Retirement/ Severance Bond Debt Service	School Bus Replacement	Totals
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 174,268	\$ 99,635	\$ 744,553
Intermediate sources	-	-	-	-	-	-	300
State sources	-	-	-	-	-	-	129,772
Federal sources	28,260	30,967	328,317	8,877	-	-	576,474
Interfund loans	-	-	-	-	40,593	-	65,593
Total receipts	28,260	30,967	328,317	8,877	214,861	99,635	1,516,692
Disbursements:							
Current:							
Instruction	31,565	30,967	140,619	-	-	-	387,574
Support services	-	-	7,163	-	-	-	267,851
Noninstructional services	-	-	-	-	-	-	231,565
Debt services	-	-	-	-	214,861	-	214,861
Interfund loans	-	-	-	-	-	-	25,000
Total disbursements	31,565	30,967	147,782	-	214,861	-	1,126,851
Excess (deficiency) of receipts over disbursements	(3,305)	-	180,535	8,877	-	99,635	389,841
Other financing sources (uses):							
Transfers in	625	-	-	-	-	9,723	11,325
Transfers out	-	-	-	-	-	-	(1,602)
Total other financing sources (uses)	625	-	-	-	-	9,723	9,723
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,680)	-	180,535	8,877	-	109,358	399,564
Cash and investments - beginning	16,266	-	-	-	-	35,077	744,877
Cash and investments - ending	\$ 13,586	\$ -	\$ 180,535	\$ 8,877	\$ -	\$ 144,435	\$ 1,144,441
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 13,586	\$ -	\$ 180,535	\$ 8,877	\$ -	\$ 144,435	\$ 1,144,441
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	\$ 13,586	\$ -	\$ 180,535	\$ 8,877	\$ -	\$ 144,435	\$ 1,144,441

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

	Transportation Operating	Special Education Preschool	School Lunch	Textbook Rental	Educational License Plates	Safety Program
Receipts:						
Local sources	\$ 365,064	\$ -	\$ 133,395	\$ 31,637	\$ -	\$ -
Intermediate sources	-	-	-	-	169	-
State sources	-	15,125	1,501	20,120	-	-
Federal sources	-	-	114,472	-	-	-
Temporary loans	15,000	-	-	-	-	-
Total receipts	<u>380,064</u>	<u>15,125</u>	<u>249,368</u>	<u>51,757</u>	<u>169</u>	<u>-</u>
Disbursements:						
Current:						
Instruction	-	3,480	-	-	-	-
Support services	186,594	-	-	40,532	-	-
Noninstructional services	-	-	255,875	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	<u>186,594</u>	<u>3,480</u>	<u>255,875</u>	<u>40,532</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>193,470</u>	<u>11,645</u>	<u>(6,507)</u>	<u>11,225</u>	<u>169</u>	<u>-</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	(248,288)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(248,288)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>193,470</u>	<u>(236,643)</u>	<u>(6,507)</u>	<u>11,225</u>	<u>169</u>	<u>-</u>
Cash and investments - beginning	<u>52,976</u>	<u>236,643</u>	<u>47,281</u>	<u>78,311</u>	<u>3,219</u>	<u>996</u>
Cash and investments - ending	<u>\$ 246,446</u>	<u>\$ -</u>	<u>\$ 40,774</u>	<u>\$ 89,536</u>	<u>\$ 3,388</u>	<u>\$ 996</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 246,446	\$ -	\$ 40,774	\$ 89,536	\$ 3,388	\$ 996
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 246,446</u>	<u>\$ -</u>	<u>\$ 40,774</u>	<u>\$ 89,536</u>	<u>\$ 3,388</u>	<u>\$ 996</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	246,446	-	40,774	89,536	3,388	996
Total cash and investment fund balance - ending	<u>\$ 246,446</u>	<u>\$ -</u>	<u>\$ 40,774</u>	<u>\$ 89,536</u>	<u>\$ 3,388</u>	<u>\$ 996</u>

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

	Gifted and Talented FY 09-10	Gifted and Talented FY 08-09	Medicaid Reimbursement State	Non-English Speaking Program	School Technology	Technology Planning Grant
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	27,379	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Total receipts	27,379	-	-	-	-	-
Disbursements:						
Current:						
Instruction	10,202	17,933	-	-	-	50,281
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	10,202	17,933	-	-	-	50,281
Excess (deficiency) of receipts over disbursements	17,177	(17,933)	-	-	-	(50,281)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	17,177	(17,933)	-	-	-	(50,281)
Cash and investments - beginning	-	17,933	1,967	240	6,380	51,363
Cash and investments - ending	\$ 17,177	\$ -	\$ 1,967	\$ 240	\$ 6,380	\$ 1,082
Cash and Investment Assets - Ending						
Cash and investments	\$ 17,177	\$ -	\$ 1,967	\$ 240	\$ 6,380	\$ 1,082
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 17,177	\$ -	\$ 1,967	\$ 240	\$ 6,380	\$ 1,082
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	17,177	-	1,967	240	6,380	1,082
Total cash and investment fund balance - ending	\$ 17,177	\$ -	\$ 1,967	\$ 240	\$ 6,380	\$ 1,082

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

	Access Indiana	School Improvement	Title 1 FY 08-09	Title 1 FY 09-10	Title V, Part A Innovative Programs	Title V, Part A Drug-Free FY 08-09
Receipts:						
Local sources	\$ -	\$ 113,701	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	79,968	-	-
Temporary loans	-	-	-	-	-	-
Total receipts	-	113,701	-	79,968	-	-
Disbursements:						
Current:						
Instruction	-	74,799	8,949	74,955	-	48
Support services	-	-	-	-	345	-
Noninstructional services	-	-	-	1,833	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	-	74,799	8,949	76,788	345	48
Excess (deficiency) of receipts over disbursements	-	38,902	(8,949)	3,180	(345)	(48)
Other financing sources (uses):						
Transfers in	-	-	-	3,290	-	-
Transfers out	-	-	(3,290)	-	-	-
Total other financing sources (uses)	-	-	(3,290)	3,290	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	38,902	(12,239)	6,470	(345)	(48)
Cash and investments - beginning	317	282,362	12,239	-	345	625
Cash and investments - ending	<u>\$ 317</u>	<u>\$ 321,264</u>	<u>\$ -</u>	<u>\$ 6,470</u>	<u>\$ -</u>	<u>\$ 577</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 317	\$ 321,264	\$ -	\$ 6,470	\$ -	\$ 577
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 317</u>	<u>\$ 321,264</u>	<u>\$ -</u>	<u>\$ 6,470</u>	<u>\$ -</u>	<u>\$ 577</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	317	321,264	-	6,470	-	577
Total cash and investment fund balance - ending	<u>\$ 317</u>	<u>\$ 321,264</u>	<u>\$ -</u>	<u>\$ 6,470</u>	<u>\$ -</u>	<u>\$ 577</u>

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

	Title V, Part A Drug-Free FY 07-08	Title V, Part A Drug-Free FY 09-10	Medicaid Reimbursement Federal	Improving Teacher Quality Title II, Part A	Small Rural School Grant	Fiscal Stabilization - Education (Stimulus)
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	1,829	-	29,591	30,490	110,315
Temporary loans	-	-	-	-	-	-
Total receipts	-	1,829	-	29,591	30,490	110,315
Disbursements:						
Current:						
Instruction	922	-	-	32,732	30,490	271,808
Support services	-	-	-	-	-	19,042
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	922	-	-	32,732	30,490	290,850
Excess (deficiency) of receipts over disbursements	(922)	1,829	-	(3,141)	-	(180,535)
Other financing sources (uses):						
Transfers in	-	-	-	914	-	-
Transfers out	-	(914)	-	-	-	-
Total other financing sources (uses)	-	(914)	-	914	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(922)	915	-	(2,227)	-	(180,535)
Cash and investments - beginning	922	-	2,889	13,586	-	180,535
Cash and investments - ending	\$ -	\$ 915	\$ 2,889	\$ 11,359	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 915	\$ 2,889	\$ 11,359	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 915	\$ 2,889	\$ 11,359	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	915	2,889	11,359	-	-
Total cash and investment fund balance - ending	\$ -	\$ 915	\$ 2,889	\$ 11,359	\$ -	\$ -

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

	Title 1 - Grants to LEA's (Stimulus)	Special Education - Part B (Stimulus)	Special Education - Part B - Preschool (Stimulus)	Retirement/ Severance Bond Debt Service	School Bus Replacement	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 232,091	\$ 44,066	\$ 919,954
Intermediate sources	-	-	-	-	-	169
State sources	-	-	-	-	-	64,125
Federal sources	29,400	68,103	4,639	-	-	468,807
Temporary loans	-	-	-	40,593	-	55,593
Total receipts	29,400	68,103	4,639	272,684	44,066	1,508,648
Disbursements:						
Current:						
Instruction	34,555	65,892	3,918	-	-	680,964
Support services	-	-	-	-	-	246,513
Noninstructional services	-	-	-	-	-	257,708
Debt services	-	-	-	110,928	-	110,928
Interfund loans	-	-	-	40,593	-	40,593
Total disbursements	34,555	65,892	3,918	151,521	-	1,336,706
Excess (deficiency) of receipts over disbursements	(5,155)	2,211	721	121,163	44,066	171,942
Other financing sources (uses):						
Transfers in	-	-	-	-	-	4,204
Transfers out	-	-	-	-	(25,869)	(278,361)
Total other financing sources (uses)	-	-	-	-	(25,869)	(274,157)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(5,155)	2,211	721	121,163	18,197	(102,215)
Cash and investments - beginning	8,877	-	-	-	144,435	1,144,441
Cash and investments - ending	<u>\$ 3,722</u>	<u>\$ 2,211</u>	<u>\$ 721</u>	<u>\$ 121,163</u>	<u>\$ 162,632</u>	<u>\$ 1,042,226</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 3,722	\$ 2,211	\$ 721	\$ -	\$ 162,632	\$ 921,063
Restricted assets:						
Cash and investments	-	-	-	121,163	-	121,163
Total cash and investment assets - ending	<u>\$ 3,722</u>	<u>\$ 2,211</u>	<u>\$ 721</u>	<u>\$ 121,163</u>	<u>\$ 162,632</u>	<u>\$ 1,042,226</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ 121,163	\$ -	\$ 121,163
Unrestricted	3,722	2,211	721	-	162,632	921,063
Total cash and investment fund balance - ending	<u>\$ 3,722</u>	<u>\$ 2,211</u>	<u>\$ 721</u>	<u>\$ 121,163</u>	<u>\$ 162,632</u>	<u>\$ 1,042,226</u>

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

	Special Needs	Aisin Grant	Totals
Additions:			
Investment earnings:			
Interest	\$ 7	\$ -	\$ 7
Deductions:			
Administrative and general	-	-	-
Excess of total additions over total deductions	7	-	7
Cash and investment fund balance - beginning	1,493	22,500	23,993
Cash and investments - ending	\$ 1,500	\$ 22,500	\$ 24,000
Net assets:			
Cash and investments	\$ 1,500	\$ 22,500	\$ 24,000
Total net assets - cash and investment basis held in trust	\$ 1,500	\$ 22,500	\$ 24,000

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

	<u>Special Needs</u>	<u>Aisin Grant</u>	<u>Project Lead the Way</u>	<u>Totals</u>
Additions:				
Contributions:				
Other	\$ -	\$ -	\$ 25,100	\$ 25,100
Investment earnings:				
Interest	<u>4</u>	<u>-</u>	<u>-</u>	<u>4</u>
Total additions	<u>4</u>	<u>-</u>	<u>25,100</u>	<u>25,104</u>
Deductions:				
Administrative and general	<u>-</u>	<u>-</u>	<u>25,100</u>	<u>25,100</u>
Excess of total additions over total deductions	4	-	-	4
Cash and investment fund balance - beginning	<u>1,500</u>	<u>22,500</u>	<u>-</u>	<u>24,000</u>
Cash and investments - ending	<u>\$ 1,504</u>	<u>\$ 22,500</u>	<u>\$ -</u>	<u>\$ 24,004</u>
Net assets:				
Cash and investments	<u>\$ 1,504</u>	<u>\$ 22,500</u>	<u>\$ -</u>	<u>\$ 24,004</u>
Total net assets - cash and investment basis held in trust	<u>\$ 1,504</u>	<u>\$ 22,500</u>	<u>\$ -</u>	<u>\$ 24,004</u>

CROTHERSVILLE COMMUNITY 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:		
Crothersville school building corporation	\$ 7,830,000	\$ 662,000
Bonds payable:		
General obligation bonds:		
Pension bonds of 2006	<u>2,255,000</u>	<u>218,418</u>
Total governmental activities debt	<u>\$ 10,085,000</u>	<u>\$ 880,418</u>

CROTHERSVILLE COMMUNITY SCHOOLS
AUDIT RESULT AND COMMENT

CAPITAL ASSETS RECORDS

Information presented for audit did not indicate an inventory or detailed record of capital assets was maintained by the School Corporation.

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)

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF CROTHERSVILLE COMMUNITY SCHOOLS, JACKSON COUNTY, INDIANA

Compliance

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

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

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

Internal Control Over Compliance

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

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

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

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

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

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

STATE BOARD OF ACCOUNTS

February 14, 2011

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
U.S. DEPARTMENT OF AGRICULTURE				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 21,258	\$ 22,890
National School Lunch Program	10.555		<u>93,567</u>	<u>102,581</u>
Total for federal grantor agency			<u>114,825</u>	<u>125,471</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		08-3710	2,727	-
FY 2008-09		09-3710	62,424	8,949
FY 2009-10		10-3710	<u>-</u>	<u>76,788</u>
Total for program			<u>65,151</u>	<u>85,737</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389			
FY 2008-09		09-3710	-	8,877
FY 2009-10		10-3710	<u>-</u>	<u>25,678</u>
Total for program			<u>-</u>	<u>34,555</u>
Total for cluster			<u>65,151</u>	<u>120,292</u>
Pass-Through Bartholomew Consolidated School Corporation				
Special Education Cluster (IDEA)				
ARRA - Special Education - Grants to States, Recovery Act	84.391			
FY 2009-10		10-3710	<u>-</u>	<u>65,892</u>
ARRA - Special Education - Preschool Grants, Recovery Act	84.392			
FY 2009-10		10-3710	<u>-</u>	<u>3,918</u>
Total for cluster			<u>-</u>	<u>69,810</u>
Pass-Through Indiana Department of Education				
State Fiscal Stabilization Fund Cluster				
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act (Education Stabilization Fund)	84.394			
FY 2008-09		09-3710	147,782	180,535
FY 2009-10		10-3710	<u>-</u>	<u>110,315</u>
Total for cluster			<u>147,782</u>	<u>290,850</u>
Direct Grant				
Rural Education	84.358			
FY 2008-09		S358A080068	30,967	-
FY 2009-10		S358A080068	<u>-</u>	<u>30,490</u>
Total for program			<u>30,967</u>	<u>30,490</u>
Pass-Through Indiana Department of Education				
Safe and Drug-Free Schools and Communities - State Grants	84.186			
FY 2006-07		3710-06	902	-
FY 2007-08		3710-07	-	922
FY 2008-09		08-3710	<u>-</u>	<u>48</u>
Total for program			<u>902</u>	<u>970</u>
State Grants for Innovative Programs	84.298			
Supplemental FY07 Award		07-3710	<u>-</u>	<u>345</u>
Improving Teacher Quality State Grants	84.367			
FY 2007-08		07-3710	16,266	-
FY 2008-09		08-3710	15,299	13,586
FY 2009-10		10-3710	<u>-</u>	<u>19,146</u>
Total for program			<u>31,565</u>	<u>32,732</u>
Total for federal grantor agency			<u>276,367</u>	<u>545,489</u>
Total federal awards expended			<u>\$ 391,192</u>	<u>\$ 670,960</u>

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

CROTHERSVILLE COMMUNITY SCHOOLS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

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

II. Noncash Assistance

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

Program Title	Federal CFDA Number	2009	2010
Child Nutrition Cluster:			
Food Commodities:			
School Breakfast Program	10.553	\$ 1,861	\$ 2,006
National School Lunch Program	10.555	8,192	8,992

CROTHERSVILLE COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:
 Material weaknesses identified? no
 Significant deficiencies identified that are not considered to be material weaknesses? none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:
 Material weaknesses identified? no
 Significant deficiencies identified that are not considered to be material weaknesses? none reported

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
----------------	------------------------------------

Title I, Part A 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.

CROTHERSVILLE COMMUNITY SCHOOLS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CROTHERSVILLE COMMUNITY SCHOOLS
EXIT CONFERENCE

The contents of this report were discussed on February 14, 2011, with Dr. Robert M. Mahan, Interim Superintendent of Schools; Dale Schmelzle, President of the School Board; Terry L. Richey, Treasurer; and Sara Hillenburg, Deputy Treasurer.