

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

AUDIT REPORT
OF

GARRETT-KEYSER-BUTLER
COMMUNITY SCHOOL DISTRICT
DEKALB COUNTY, INDIANA

July 1, 2008 to June 30, 2010



FILED

03/03/2011

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	9-14
Fiduciary Funds:	
Statement of Additions, Deductions, and Changes in Cash and Investment Balances – Fiduciary Funds	15-16
Notes to Financial Statements	17-27
Required Supplementary Information:	
Schedule of Funding Progress	28
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds	29-56
Combining Schedule of Additions, Deductions, and Changes in Cash and Investment Balances – Agency Funds	57-58
Schedule of Capital Assets	59
Schedule of Long-Term Debt	60
Audit Results and Comments:	
Appropriations	61
Overdrawn Cash Balances	61
Contracts and Public Works Law	61-23
Deposits Not Made Timely	63
Non Check Disbursements	63
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	66-67
Schedule of Expenditures of Federal Awards	68-69
Notes to Schedule of Expenditures of Federal Awards	70
Schedule of Findings and Questioned Costs	71
Auditee Prepared Schedule:	
Summary Schedule of Prior Audit Findings	72-74
Exit Conference	75
Official Response	76-77

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Pamela S. Good	07-01-08 to 06-30-11
Superintendent of Schools	Dennis L. Stockdale	07-01-08 to 06-30-11
President of the School Board	Jerry A. Weller	07-01-08 to 06-30-11



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF THE GARRETT-KEYSER-BUTLER COMMUNITY
SCHOOL DISTRICT, DEKALB COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Garrett-Keyser-Butler Community School District (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 January 31, 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 Schedule of Funding Progress is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The School Corporation has not presented Management's Discussion and Analysis, 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.

The School Corporation's response to the Audit Results and Comments identified in our audit is described in the accompanying section of the report entitled Official Response. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

STATE BOARD OF ACCOUNTS

January 31, 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 THE GARRETT-KEYSER-BUTLER COMMUNITY
SCHOOL DISTRICT, DEKALB COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Garrett-Keyser-Butler Community School District (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 January 31, 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, 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

January 31, 2011

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2009

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<u>Totals</u>	Net (Disbursement) Receipts and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions		
Governmental activities:					
Instruction	\$ 11,794,638	\$ -	\$ 248,798	\$ (11,545,840)	
Support services	6,029,308	284,243	659,322	(5,085,743)	
Noninstructional services	949,640	-	-	(949,640)	
Facilities acquisition and construction	2,285,251	-	-	(2,285,251)	
Debt service	5,251,413	-	-	(5,251,413)	
Nonprogrammed charges	<u>606,652</u>	<u>-</u>	<u>-</u>	<u>(606,652)</u>	
Total governmental activities	<u>\$ 26,916,902</u>	<u>\$ 284,243</u>	<u>\$ 908,120</u>	<u>(25,724,539)</u>	
General receipts:					
Property taxes				5,113,335	
Other local sources				4,718,101	
State aid				8,056,378	
Bonds and loans				4,192,681	
Grants and contributions not restricted to specific programs				3,225,015	
Sale of property				262,600	
Investment earnings				9,765	
Other				<u>83,475</u>	
Total general receipts				<u>25,661,350</u>	
Change in net assets					(63,189)
Net assets - beginning					<u>418,022</u>
Net assets - ending					<u>\$ 354,833</u>
<u>Assets</u>					
Cash and investments				\$ 806,588	
Restricted assets:					
Cash and investments				<u>(451,755)</u>	
Total assets				<u>\$ 354,833</u>	
<u>Net Assets</u>					
Restricted for:					
Debt service				\$ (451,755)	
Unrestricted				<u>806,588</u>	
Total net assets				<u>\$ 354,833</u>	

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
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>Totals</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>		
Governmental activities:					
Instruction	\$ 12,201,489	\$ -	\$ 186,106	\$ (12,015,383)	
Support services	5,753,737	410,422	601,053	(4,742,262)	
Noninstructional services	1,074,295	-	-	(1,074,295)	
Facilities acquisition and construction	1,580,954	-	-	(1,580,954)	
Debt service	3,365,096	-	-	(3,365,096)	
Nonprogrammed charges	<u>485,680</u>	<u>-</u>	<u>-</u>	<u>(485,680)</u>	
Total governmental activities	<u>\$ 24,461,251</u>	<u>\$ 410,422</u>	<u>\$ 787,159</u>	<u>(23,263,670)</u>	
General receipts:					
Property taxes				5,625,034	
Other local sources				4,102,622	
State aid				10,072,489	
Bonds and loans				1,250,000	
Grants and contributions not restricted to specific programs				3,359,001	
Sale of property				663,314	
Investment earnings				5,771	
Other				<u>76,691</u>	
Total general receipts				<u>25,154,922</u>	
Change in net assets					1,891,252
Net assets - beginning					<u>354,833</u>
Net assets - ending					<u>\$ 2,246,085</u>
<u>Assets</u>					
Cash and investments				\$ 1,844,656	
Restricted assets:					
Cash and investments				<u>401,429</u>	
Total assets				<u>\$ 2,246,085</u>	
<u>Net Assets</u>					
Restricted for:					
Debt service				\$ 401,429	
Unrestricted				<u>1,844,656</u>	
Total net assets				<u>\$ 2,246,085</u>	

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
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	Special Education Preschool	Rainy Day	Vocational Program Carryover	Voc ADM 2009	ABE 2008-2009
Receipts:						
Local sources	\$ 2,586,659	\$ 5,857	\$ -	\$ 51,490	\$ 838,758	\$ 37,524
Intermediate sources	3,439	-	-	-	-	-
State sources	8,138,232	60,005	-	-	-	-
Federal sources	-	-	-	-	-	258,608
Temporary loans	2,350,000	-	-	-	-	-
Other	35,037	-	-	-	-	-
Total receipts	13,113,367	65,862	-	51,490	838,758	296,132
Disbursements:						
Current:						
Instruction	6,585,791	-	-	140,213	-	149,209
Support services	3,477,051	-	-	-	245,808	3,763
Noninstructional services	195,214	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	18,142
Debt services	2,150,000	-	-	-	-	-
Nonprogrammed charges	385,396	113,496	-	-	-	-
Total disbursements	12,793,452	113,496	-	140,213	245,808	171,114
Excess (deficiency) of receipts over disbursements	319,915	(47,634)	-	(88,723)	592,950	125,018
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	47,570	-	-	-	-	-
Transfers in	9,150	-	70,000	217,448	-	542
Transfers out	(1,821)	(9,150)	-	(16,755)	(414,937)	-
Total other financing sources (uses)	54,899	(9,150)	70,000	200,693	(414,937)	542
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	374,814	(56,784)	70,000	111,970	178,013	125,560
Cash and investments - beginning	(282,286)	185,030	-	(52,250)	-	-
Cash and investments - ending	\$ 92,528	\$ 128,246	\$ 70,000	\$ 59,720	\$ 178,013	\$ 125,560
Cash and Investment Assets - Ending						
Cash and investments	\$ 92,528	\$ 128,246	\$ 70,000	\$ 59,720	\$ 178,013	\$ 125,560
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 92,528	\$ 128,246	\$ 70,000	\$ 59,720	\$ 178,013	\$ 125,560
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	92,528	128,246	70,000	59,720	178,013	125,560
Total cash and investment fund balance - ending	\$ 92,528	\$ 128,246	\$ 70,000	\$ 59,720	\$ 178,013	\$ 125,560

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
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
(Continued)

	Welding 2008-2009	CAD 2008-2009	Health Occupations 2008-2009	Workforce Development Project	Construction Trades 2008-2009	Weilert Scholarship
Receipts:						
Local sources	\$ 208,218	\$ 110,220	\$ 234,590	\$ 100	\$ 240,647	\$ 1,613
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	111,375	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>208,218</u>	<u>110,220</u>	<u>234,590</u>	<u>111,475</u>	<u>240,647</u>	<u>1,613</u>
Disbursements:						
Current:						
Instruction	131,508	59,613	177,272	63,346	305,662	-
Support services	23,591	11,946	5,880	-	1,816	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	10,292	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	<u>165,391</u>	<u>71,559</u>	<u>183,152</u>	<u>63,346</u>	<u>307,478</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>42,827</u>	<u>38,661</u>	<u>51,438</u>	<u>48,129</u>	<u>(66,831)</u>	<u>1,613</u>
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	74,570	-
Transfers in	-	-	-	-	58,852	-
Transfers out	(750)	(350)	(5,000)	-	(14,800)	-
Total other financing sources (uses)	<u>(750)</u>	<u>(350)</u>	<u>(5,000)</u>	<u>-</u>	<u>118,622</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>42,077</u>	<u>38,311</u>	<u>46,438</u>	<u>48,129</u>	<u>51,791</u>	<u>1,613</u>
Cash and investments - beginning	-	-	-	-	-	38,174
Cash and investments - ending	<u>\$ 42,077</u>	<u>\$ 38,311</u>	<u>\$ 46,438</u>	<u>\$ 48,129</u>	<u>\$ 51,791</u>	<u>\$ 39,787</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 42,077	\$ 38,311	\$ 46,438	\$ 48,129	\$ 51,791	\$ 39,787
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 42,077</u>	<u>\$ 38,311</u>	<u>\$ 46,438</u>	<u>\$ 48,129</u>	<u>\$ 51,791</u>	<u>\$ 39,787</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	42,077	38,311	46,438	48,129	51,791	39,787
Total cash and investment fund balance - ending	<u>\$ 42,077</u>	<u>\$ 38,311</u>	<u>\$ 46,438</u>	<u>\$ 48,129</u>	<u>\$ 51,791</u>	<u>\$ 39,787</u>

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
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
(Continued)

	Title II/Part A/ Teacher Quality	Fiscal Stabilization	Debt Service	Other	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ 1,201,812	\$ 4,601,291	\$ 10,118,779
Intermediate sources	-	-	-	413	3,852
State sources	-	-	-	293,156	8,602,768
Federal sources	61,576	883,008	-	2,386,704	3,589,896
Temporary loans	-	-	400,000	600,000	3,350,000
Other	-	-	-	48,438	83,475
Total receipts	<u>61,576</u>	<u>883,008</u>	<u>1,601,812</u>	<u>7,930,002</u>	<u>25,748,770</u>
Disbursements:					
Current:					
Instruction	-	146,170	-	4,035,854	11,794,638
Support services	12,152	22,402	-	2,224,899	6,029,308
Noninstructional services	-	-	-	754,426	949,640
Facilities acquisition and construction	-	-	-	2,256,817	2,285,251
Debt services	-	-	1,883,733	1,217,680	5,251,413
Nonprogrammed charges	-	-	-	107,760	606,652
Total disbursements	<u>12,152</u>	<u>168,572</u>	<u>1,883,733</u>	<u>10,597,436</u>	<u>26,916,902</u>
Excess (deficiency) of receipts over disbursements	<u>49,424</u>	<u>714,436</u>	<u>(281,921)</u>	<u>(2,667,434)</u>	<u>(1,168,132)</u>
Other financing sources (uses):					
Proceeds of long-term debt	-	-	-	842,343	842,343
Sale of capital assets	-	-	-	140,460	262,600
Transfers in	-	-	-	428,343	784,335
Transfers out	-	-	(440)	(320,332)	(784,335)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(440)</u>	<u>1,090,814</u>	<u>1,104,943</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	49,424	714,436	(282,361)	(1,576,620)	(63,189)
Cash and investments - beginning	<u>2,607</u>	<u>-</u>	<u>(60,831)</u>	<u>587,578</u>	<u>418,022</u>
Cash and investments - ending	<u>\$ 52,031</u>	<u>\$ 714,436</u>	<u>\$ (343,192)</u>	<u>\$ (989,042)</u>	<u>\$ 354,833</u>
Cash and Investment Assets - Ending					
Cash and investments	\$ 52,031	\$ 714,436	\$ -	\$ (880,479)	\$ 806,588
Restricted assets:					
Cash and investments	-	-	(343,192)	(108,563)	(451,755)
Total cash and investment assets - ending	<u>\$ 52,031</u>	<u>\$ 714,436</u>	<u>\$ (343,192)</u>	<u>\$ (989,042)</u>	<u>\$ 354,833</u>
Cash and Investment Fund Balance - Ending					
Restricted for:					
Debt service	\$ -	\$ -	\$ (343,192)	\$ (108,563)	\$ (451,755)
Unrestricted	<u>52,031</u>	<u>714,436</u>	<u>-</u>	<u>(880,479)</u>	<u>806,588</u>
Total cash and investment fund balance - ending	<u>\$ 52,031</u>	<u>\$ 714,436</u>	<u>\$ (343,192)</u>	<u>\$ (989,042)</u>	<u>\$ 354,833</u>

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
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	Special Education Preschool	Rainy Day	Vocational Program Carryover	Voc ADM 2009	ABE 2008-2009
Receipts:						
Local sources	\$ 184,787	\$ -	\$ -	\$ 50,502	\$ 3,070	\$ 1,630
Intermediate sources	26	-	-	-	-	-
State sources	10,175,980	38,500	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	28,393	-	-	-	-	-
Total receipts	10,389,186	38,500	-	50,502	3,070	1,630
Disbursements:						
Current:						
Instruction	6,041,633	-	-	132,874	-	74,939
Support services	3,363,731	-	20,000	3,941	132,205	244
Noninstructional services	274,658	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	13,321
Debt services	400,000	-	-	-	-	-
Nonprogrammed charges	270,706	42,977	50,000	-	-	-
Total disbursements	10,350,728	42,977	70,000	136,815	132,205	88,504
Excess (deficiency) of receipts over disbursements	38,458	(4,477)	(70,000)	(86,313)	(129,135)	(86,874)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	42,917	-	-	-	-	-
Transfers in	100,720	-	55,000	123,618	-	-
Transfers out	-	(123,769)	-	(67,657)	(48,878)	(38,686)
Total other financing sources (uses)	143,637	(123,769)	55,000	55,961	(48,878)	(38,686)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	182,095	(128,246)	(15,000)	(30,352)	(178,013)	(125,560)
Cash and investments - beginning	92,528	128,246	70,000	59,720	178,013	125,560
Cash and investments - ending	\$ 274,623	\$ -	\$ 55,000	\$ 29,368	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 274,623	\$ -	\$ 55,000	\$ 29,368	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 274,623	\$ -	\$ 55,000	\$ 29,368	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	274,623	-	55,000	29,368	-	-
Total cash and investment fund balance - ending	\$ 274,623	\$ -	\$ 55,000	\$ 29,368	\$ -	\$ -

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
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
(Continued)

	Welding 2008-2009	CAD 2008-2009	Health Occupations 2008-2009	Workforce Development Project	Construction Trades 2008-2009	Voc ADM 2010
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 25	\$ 750	\$ 683,208
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	37,125	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,150</u>	<u>750</u>	<u>683,208</u>
Disbursements:						
Current:						
Instruction	26,868	10,743	33,801	73,781	12,255	-
Support services	532	1,832	531	-	1,992	93,074
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	936	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	<u>28,336</u>	<u>12,575</u>	<u>34,332</u>	<u>73,781</u>	<u>14,247</u>	<u>93,074</u>
Excess (deficiency) of receipts over disbursements	<u>(28,336)</u>	<u>(12,575)</u>	<u>(34,332)</u>	<u>(36,631)</u>	<u>(13,497)</u>	<u>590,134</u>
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(13,741)	(25,736)	(12,106)	-	(38,294)	(265,790)
Total other financing sources (uses)	<u>(13,741)</u>	<u>(25,736)</u>	<u>(12,106)</u>	<u>-</u>	<u>(38,294)</u>	<u>(265,790)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(42,077)</u>	<u>(38,311)</u>	<u>(46,438)</u>	<u>(36,631)</u>	<u>(51,791)</u>	<u>324,344</u>
Cash and investments - beginning	<u>42,077</u>	<u>38,311</u>	<u>46,438</u>	<u>48,129</u>	<u>51,791</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,498</u>	<u>\$ -</u>	<u>\$ 324,344</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ 11,498	\$ -	\$ 324,344
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,498</u>	<u>\$ -</u>	<u>\$ 324,344</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	-	11,498	-	324,344
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,498</u>	<u>\$ -</u>	<u>\$ 324,344</u>

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
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
(Continued)

	Weilert Scholarship	Title II/Part A/ Teacher Quality	Fiscal Stabilization	Debt Service	Other	Totals
Receipts:						
Local sources	\$ 1,028	\$ -	\$ 9	\$ 2,502,871	\$ 6,712,611	\$ 10,140,491
Intermediate sources	-	-	-	-	131	157
State sources	-	-	-	-	245,523	10,497,128
Federal sources	-	-	355,251	-	3,369,471	3,724,722
Temporary loans	-	-	-	450,000	500,000	950,000
Other	-	915	-	-	47,383	76,691
Total receipts	<u>1,028</u>	<u>915</u>	<u>355,260</u>	<u>2,952,871</u>	<u>10,875,119</u>	<u>25,389,189</u>
Disbursements:						
Current:						
Instruction	-	-	943,088	-	4,851,507	12,201,489
Support services	-	47,315	126,608	-	1,961,732	5,753,737
Noninstructional services	-	1,491	-	-	798,146	1,074,295
Facilities acquisition and construction	-	-	-	-	1,566,697	1,580,954
Debt services	-	-	-	2,230,606	734,490	3,365,096
Nonprogrammed charges	-	-	-	-	121,997	485,680
Total disbursements	<u>-</u>	<u>48,806</u>	<u>1,069,696</u>	<u>2,230,606</u>	<u>10,034,569</u>	<u>24,461,251</u>
Excess (deficiency) of receipts over disbursements	<u>1,028</u>	<u>(47,891)</u>	<u>(714,436)</u>	<u>722,265</u>	<u>840,550</u>	<u>927,938</u>
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	300,000	300,000
Sale of capital assets	-	-	-	-	620,397	663,314
Transfers in	-	-	-	-	483,126	762,464
Transfers out	-	-	-	(9,351)	(118,456)	(762,464)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,351)</u>	<u>1,285,067</u>	<u>963,314</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>1,028</u>	<u>(47,891)</u>	<u>(714,436)</u>	<u>712,914</u>	<u>2,125,617</u>	<u>1,891,252</u>
Cash and investments - beginning	<u>39,787</u>	<u>52,031</u>	<u>714,436</u>	<u>(343,192)</u>	<u>(989,042)</u>	<u>354,833</u>
Cash and investments - ending	<u>\$ 40,815</u>	<u>\$ 4,140</u>	<u>\$ -</u>	<u>\$ 369,722</u>	<u>\$ 1,136,575</u>	<u>\$ 2,246,085</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 40,815	\$ 4,140	\$ -	\$ -	\$ 1,104,868	\$ 1,844,656
Restricted assets:						
Cash and investments	-	-	-	369,722	31,707	401,429
Total cash and investment assets - ending	<u>\$ 40,815</u>	<u>\$ 4,140</u>	<u>\$ -</u>	<u>\$ 369,722</u>	<u>\$ 1,136,575</u>	<u>\$ 2,246,085</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ 369,722	\$ 31,707	\$ 401,429
Unrestricted	40,815	4,140	-	-	1,104,868	1,844,656
Total cash and investment fund balance - ending	<u>\$ 40,815</u>	<u>\$ 4,140</u>	<u>\$ -</u>	<u>\$ 369,722</u>	<u>\$ 1,136,575</u>	<u>\$ 2,246,085</u>

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 FIDUCIARY FUND
 For the Year Ended June 30, 2009

	Agency Fund
Cash and investment fund balance - ending	\$ 35,030
Net assets:	
Cash and investments	\$ 35,030
Total net assets - cash and investment basis held in trust	\$ 35,030

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2010

	Pension Trust Funds	Agency Funds
Additions:		
Contributions:		
Other	\$ 228,024	
Deductions:		
Benefits	<u>14,551</u>	
Excess of total additions over total deductions	213,473	
Cash and investment fund balance - beginning	<u>-</u>	
Cash and investment fund balance - ending	<u>\$ 213,473</u>	<u>\$ 26,156</u>
Net assets:		
Cash and investments	<u>\$ 213,473</u>	<u>\$ 26,156</u>
Total net assets - cash and investment basis held in trust	<u>\$ 213,473</u>	<u>\$ 26,156</u>

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
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: Garrett-Keyser-Butler Community School District

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

Joint Venture

The School Corporation is a participant with other interested school corporations in DeKalb, LaGrange, Noble, and Steuben Counties in a joint venture to operate the Four County Area Vocational Cooperative (Co-op) which was created to provide vocational instruction for children. The School Corporation is obligated by contract to remit an amount annually to supplement the Four County Area Vocational Cooperative (Co-op). Complete financial statements for the Four County Area Vocational Cooperative (Co-op) can be obtained from the School Corporation.

The School Corporation is a participant with other interested school corporations in DeKalb, LaGrange, Noble, and Steuben Counties in a joint venture to operate the Northeast Indiana Special Education Cooperative (Co-op) which was created to provide programs and services for children with exceptional needs. The School Corporation is obligated by contract to remit an amount annually to supplement the Co-op. Complete financial statements for the Co-op can be obtained from DeKalb Eastern Community School District, 300 East Washington Street, Butler, IN 46721.

Related Organizations

The School Corporation's officials are also responsible for appointing the members of the boards of other organizations, but the School Corporation's accountability for these organizations does not extend beyond making the appointments. The School Corporation appoints three members of the Garrett Public Library Board.

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.

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements

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

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 special education preschool fund accounts for receipts and disbursements for the operation of programs and services for special education preschool students.

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

The vocational program carryover fund is used to account for excess funds from vocational funds to be used for capital expenditures.

The voc ADM 2009 and voc ADM 2010 funds account for the receipt and disbursements for the vocational education administration.

The ABE 2008-2009 fund accounts for receipts and disbursements for the operation of programs and services for the adult basic education students.

The welding 2008-2009 fund accounts for receipts and disbursements for the welding program.

The CAD 2008-2009 fund accounts for receipts and disbursements for the computer aided drafting program.

The health occupations 2008-2009 fund accounts for receipts and disbursements for the operation of the health occupations program.

The workforce development project fund accounts for receipts and disbursements for the out of school youth program.

The construction trades 2008-2009 fund accounts for receipts and disbursements for the construction trades program.

The Weilert scholarship fund accounts for receipts and disbursements for student scholarships.

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

The Title II/Part A/Teacher Quality fund accounts for receipts and disbursements for the Title II grant agreement program.

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

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

Additionally, the School Corporation reports the following fund types:

The pension trust fund accounts for 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.

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

C. Measurement Focus and Basis of Accounting

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

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

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

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

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

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

D. Assets and Cash and Investment Balances

1. Restricted Assets

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

2. Cash and Investments

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

3. Property Taxes

Normally, property taxes levied are collected by the County Treasurer and are distributed to the School Corporation in June and in December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which may become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the School Corporation on or prior to June 30 of the year collected.

4. Capital Assets

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

5. Long-Term Debt

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

6. Equity Classification

Government-Wide Statements

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

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Financial Statements

Governmental fund equity is classified as fund balance.

E. Receipts and Disbursements

Program Receipts

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

F. Internal and Interfund Activities

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

Fund Financial Statements

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

Government-Wide Financial Statements

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

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

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.

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

Prior to the first required publication, the fiscal officer of the School Corporation submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. In September of each year, 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.

B. Disbursements in Excess of Appropriations

For the years ended June 30, 2009 and 2010, disbursements exceeded budgeted appropriations in the following funds by the amounts below:

Fund	2009
Transportation Operating	\$ <u>12,040</u>

These disbursements were funded by available cash balances.

C. Cash Balance Deficits

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund	2009	2010
Debt Service	\$ 343,192	\$ -
Transportation Operating	294,055	-
Textbook Rental	106,794	64,017
Perkins 2008-2009	17,545	
In School Youth Program 2010	-	2,487
Perkins 2009-2010	-	16,854
Vocational Building Maintenance	39,297	-
Vocational Transportation	-	193
Head Start 2010	-	3
Retirement/Severance Debt Service	108,563	-
Capital Projects	586,581	-
School Bus Replacement	171,729	15,105
Building Trades House	2	-
Vocational Building Purchase	31,732	-

Cash and investment deficits arose primarily from disbursements exceeding receipts due to an underestimate of current requirements and current receipts; these deficits are to be repaid from future receipts.

III. Detailed Notes on All Funds

A. Deposits and Investments

Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. IC 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The School Corporation does not have a deposit policy for custodial credit risk. At June 30, 2010, the School Corporation had deposit balances in the amount of \$2,485,714.

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:

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Transfer From	Transfer To	2009	2010
General Fund	Other Governmental Funds	\$ 1,821	\$ -
Special Education Preschool Fund	General Fund	9,150	95,466
	Other Governmental Funds	-	28,303
Debt Service Fund	General Fund	-	5,254
	Other Governmental Funds	440	4,097
Voc ADM 2009 Fund	Vocational Program Carryover Fund	50,578	15,544
	Other Governmental Funds	364,358	33,333
Voc ADM 2010 Fund	Other Governmental Funds	-	265,790
Other Governmental Funds	Rainy Day Fund	-	55,000
Construction Trades 2008-2009 Fund	Vocational Program Carryover Fund	-	18,016
	Other Governmental Funds	14,800	20,278
Vocational Program Carryover Fund	Other Governmental Funds	16,755	67,657
Welding 2008-2009 Fund	Vocational Program Carryover Fund	-	13,741
	Other Governmental Funds	750	-
CAD 2008-2009 Fund	Vocational Program Carryover Fund	-	25,736
	Other Governmental Funds	350	-
Health Occupations 2008-2009 Fund	Vocational Program Carryover Fund	-	12,106
	Other Governmental Funds	5,000	-
ABE 2008-2009 Fund	Other Governmental Funds	-	38,686
Other Governmental Funds	Vocational Program Carryover Fund	166,870	38,474
	ABE 2008-2009 Fund	542	-
	Construction Trades 2008-2009 Fund	58,852	-
	Rainy Day Fund	70,000	-
	Other Governmental Funds	24,069	24,983
Totals		<u>\$ 784,335</u>	<u>\$ 762,464</u>

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

IV. Other Information

A. Risk Management

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Holding Corporation

The School Corporation has entered into capital leases with Garrett-Keyser-Butler Middle 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 ended June 30, 2009 and 2010, totaled \$1,347,041 and \$1,410,403, respectively.

C. Subsequent Events

December 29, 2010, the School Corporation entered into a lease agreement with the Garrett-Keyser-Butler Middle School Building Corporation. Taxable Ad Valorem Property Tax First Mortgage Bonds, Series 2010 were issued in the amount of \$16,680,000 on that date. The new bond series is for the purpose of building a new high school and academic center.

D. Termination Benefits

The School Corporation at different times offers a retirement incentive to the Garrett-Keyser-Butler Education Association. Employees must sign a contractual retirement notification. Upon retirement the employee will receive for a specified number of years Plan 3 Single coverage health insurance at the same rate as active employees. If a retiree leaves the health insurance plan, he/she may have the same amount dropped into a 401a plan. If the employee does not participate in either, the retiree will receive the current dollar benefit each July with appropriate tax deductions. During the current audit period there were seven retirees participating in various retirement incentive plans. For the years ending June 30, 2009 and 2010, payments were made of \$35,948 and \$44,916, respectively.

E. Receipts Pledged

Receipts Pledged in Connection with Component Unit Debt

The School Corporation has pledged, as security for bonds issued by Garrett-Keyser-Butler Middle School Building Corporation, a portion of the School Corporation's tax. The bonds, issued by the Garrett-Keyser-Butler Middle School Building Corporation in 2009 in the amount of \$11,405,000 to refund 1998 and 1999 series bonds, are payable through 2020. The School Corporation has committed to appropriate each year, from the tax, amounts sufficient to cover the principal and interest requirements on the Garrett-Keyser-Butler Middle School Building Corporation's debt. The Garrett-Keyser-Butler Middle School Building Corporation has pledged, as the sole security for the bonds, the annual appropriations from the School Corporation. Annual principal and interest payments are expected to equal less than 100% of the tax of the School Corporation.

The School Corporation has pledged, as security for bonds issued by Garrett-Keyser-Butler Middle School Building Corporation, a portion of the School Corporation's tax. The bonds, issued by the Garrett-Keyser-Butler Middle School Building Corporation in 2009 in the amount of \$1,980,000 to Energy Savings Contract for HVAC improvement, are payable through 2020. The School Corporation has committed to appropriate each year, from the tax, amounts sufficient to cover the principal and interest requirements on the Garrett-Keyser-Butler Middle School Building Corporation's debt. The Garrett-Keyser-Butler Middle School Building Corporation has pledged, as the sole security for the bonds, the annual appropriations from the School Corporation. Annual principal and interest payments are expected to equal less than 100 percent of the tax of the School Corporation.

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

F. Pension Plans

1. Agent Multiple-Employer Defined Benefit Pension Plan

Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The total contributions made to PERF by the School Corporation for the years ended June 30, 2009 and 2010, were \$205,230 and \$212,891, respectively.

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

Teachers' Retirement Fund

Plan Description

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Funding Policy

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

The School Corporation's contributions to the plan for the years ended June 30, 2009 and 2010, were \$280,344 and \$301,740, respectively.

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-07	\$ 2,550,718	\$ 2,634,169	\$ (83,451)	97%	\$ 2,477,834	(3%)
07-01-08	2,510,668	2,638,759	(128,091)	95%	2,798,799	(5%)
07-01-09	2,222,238	2,595,600	(373,362)	86%	3,083,397	(12%)

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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	School Lunch	Textbook Rental	ABE 2007-2008	Autos 2007-2008	CAD 2007-2008	Cosmetology 2007-2008
Receipts:							
Local sources	\$ 602,399	\$ 182,103	\$ 80,002	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	9,736	40,911	-	-	-	-
Federal sources	-	550,377	-	-	-	-	-
Temporary loans	100,000	-	-	-	-	-	-
Other	922	-	-	-	-	-	-
Total receipts	703,321	742,216	120,913	-	-	-	-
Disbursements:							
Current:							
Instruction	-	-	157,625	33,609	22,161	9,310	31,389
Support services	614,497	-	-	255	932	450	1,720
Noninstructional services	-	682,134	-	-	-	-	-
Facilities acquisition and construction	-	-	-	22,668	2,867	-	1,911
Debt services	300,000	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	914,497	682,134	157,625	56,532	25,960	9,760	35,020
Excess (deficiency) of receipts over disbursements	(211,176)	60,082	(36,712)	(56,532)	(25,960)	(9,760)	(35,020)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	440	-	-	-	-
Transfers out	-	-	-	-	(9,855)	(28,842)	(6,647)
Total other financing sources (uses)	-	-	440	-	(9,855)	(28,842)	(6,647)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(211,176)	60,082	(36,272)	(56,532)	(35,815)	(38,602)	(41,667)
Cash and investments - beginning	(82,879)	(40,270)	(70,522)	56,532	35,815	38,602	41,667
Cash and investments - ending	\$ (294,055)	\$ 19,812	\$ (106,794)	\$ -	\$ -	\$ -	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ (294,055)	\$ 19,812	\$ (106,794)	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ (294,055)	\$ 19,812	\$ (106,794)	\$ -	\$ -	\$ -	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(294,055)	19,812	(106,794)	-	-	-	-
Total cash and investment fund balance - ending	\$ (294,055)	\$ 19,812	\$ (106,794)	\$ -	\$ -	\$ -	\$ -

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Criminal Justice 2007-2008	Autos 2008-2009	Information Technology 2008-2009	Construction Trades Land	Health Occupations 2007-2008	Machine Trades 2008-2009	Marine Mechanics 2008-2009
Receipts:							
Local sources	\$ -	\$ 119,591	\$ 54,405	\$ -	\$ -	\$ 91,079	\$ 138,142
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	-	119,591	54,405	-	-	91,079	138,142
Disbursements:							
Current:							
Instruction	12,054	70,574	40,068	-	25,779	52,792	89,833
Support services	426	25,220	502	-	572	12,128	15,626
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	3,840	-	14,000	-	6,861	11,500
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	12,480	99,634	40,570	14,000	26,351	71,781	116,959
Excess (deficiency) of receipts over disbursements	(12,480)	19,957	13,835	(14,000)	(26,351)	19,298	21,183
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	14,000	-	-	-
Transfers out	(23,420)	(200)	(400)	-	(17,581)	-	-
Total other financing sources (uses)	(23,420)	(200)	(400)	14,000	(17,581)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(35,900)	19,757	13,435	-	(43,932)	19,298	21,183
Cash and investments - beginning	35,900	-	-	-	43,932	-	-
Cash and investments - ending	\$ -	\$ 19,757	\$ 13,435	\$ -	\$ -	\$ 19,298	\$ 21,183
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ 19,757	\$ 13,435	\$ -	\$ -	\$ 19,298	\$ 21,183
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 19,757	\$ 13,435	\$ -	\$ -	\$ 19,298	\$ 21,183
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	19,757	13,435	-	-	19,298	21,183
Total cash and investment fund balance - ending	\$ -	\$ 19,757	\$ 13,435	\$ -	\$ -	\$ 19,298	\$ 21,183

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Culinary Arts 2008-2009	Perkins 2008-2009	Vocational Education	Autos 2008-2009	Cosmetology 2008-2009	Criminal Justice 2008-2009	GED/Jail/ EW/LCC/COL
Receipts:							
Local sources	\$ 131,526	\$ -	\$ 26,806	\$ 215,519	\$ 174,336	\$ 112,553	\$ 18,947
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	208,413	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	131,526	208,413	26,806	215,519	174,336	112,553	18,947
Disbursements:							
Current:							
Instruction	83,847	219,787	15,425	146,516	110,634	61,365	24,247
Support services	5,714	-	50	17,114	16,095	12,969	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	10,500	-	-	21,022	21,022	10,511	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	100,061	219,787	15,475	184,652	147,751	84,845	24,247
Excess (deficiency) of receipts over disbursements	31,465	(11,374)	11,331	30,867	26,585	27,708	(5,300)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	(900)	(6,171)	-	(750)	(700)	(5,500)	(542)
Total other financing sources (uses)	(900)	(6,171)	-	(750)	(700)	(5,500)	(542)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	30,565	(17,545)	11,331	30,117	25,885	22,208	(5,842)
Cash and investments - beginning	-	-	6,116	-	-	-	15,798
Cash and investments - ending	\$ 30,565	\$ (17,545)	\$ 17,447	\$ 30,117	\$ 25,885	\$ 22,208	\$ 9,956
Cash and Investment Assets - Ending							
Cash and investments	\$ 30,565	\$ (17,545)	\$ 17,447	\$ 30,117	\$ 25,885	\$ 22,208	\$ 9,956
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 30,565	\$ (17,545)	\$ 17,447	\$ 30,117	\$ 25,885	\$ 22,208	\$ 9,956
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	30,565	(17,545)	17,447	30,117	25,885	22,208	9,956
Total cash and investment fund balance - ending	\$ 30,565	\$ (17,545)	\$ 17,447	\$ 30,117	\$ 25,885	\$ 22,208	\$ 9,956

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Construction Trades 2007-2008	Machine Trades 2007-2008	Marine Mechanics 2007-2008	Welding 2007-2008	Office Supervision 2007-2008	Culinary Arts 2007-2008
Receipts:						
Local sources	\$ 500	\$ -	\$ 162	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	500	-	162	-	-	-
Disbursements:						
Current:						
Instruction	14,686	14,007	14,096	27,161	-	14,597
Support services	927	310	639	560	-	120
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	624	1,150	936	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	15,613	14,941	15,885	28,657	-	14,717
Excess (deficiency) of receipts over disbursements	(15,113)	(14,941)	(15,723)	(28,657)	-	(14,717)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(73,620)	(14,736)	(2,927)	(3,485)	(14,313)	(14,241)
Total other financing sources (uses)	(73,620)	(14,736)	(2,927)	(3,485)	(14,313)	(14,241)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(88,733)	(29,677)	(18,650)	(32,142)	(14,313)	(28,958)
Cash and investments - beginning	88,733	29,677	18,650	32,142	14,313	28,958
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	-	-	-	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Voc ADM 2008	Cosmetology 2009-2010	Perkins 2007-2008	Voc ADM 2007	Education License Plate Fees	Alternative Education
Receipts:						
Local sources	\$ 20,116	\$ 4,108	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	413	-
State sources	-	-	-	-	-	3,366
Federal sources	-	-	65,340	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	20,116	4,108	65,340	-	413	3,366
Disbursements:						
Current:						
Instruction	-	-	21,244	-	-	3,211
Support services	230,924	-	-	-	536	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	230,924	-	21,244	-	536	3,211
Excess (deficiency) of receipts over disbursements	(210,808)	4,108	44,096	-	(123)	155
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	6,669	-	-	-
Transfers out	(4,240)	-	(5,000)	(7,312)	-	-
Total other financing sources (uses)	(4,240)	-	1,669	(7,312)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(215,048)	4,108	45,765	(7,312)	(123)	155
Cash and investments - beginning	215,398	-	(45,765)	7,312	1,876	-
Cash and investments - ending	\$ 350	\$ 4,108	\$ -	\$ -	\$ 1,753	\$ 155
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 350	\$ 4,108	\$ -	\$ -	\$ 1,753	\$ 155
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 350	\$ 4,108	\$ -	\$ -	\$ 1,753	\$ 155
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	350	4,108	-	-	1,753	155
Total cash and investment fund balance - ending	\$ 350	\$ 4,108	\$ -	\$ -	\$ 1,753	\$ 155

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Early Intervention	Miscellaneous Donations	Speech and Hearing Donation	Michelle James Memorial Reading	Eaton Charitable Foundation	Head Start Donations
Receipts:						
Local sources	\$ -	\$ 6,828	\$ -	\$ 335	\$ 30,000	\$ 22,079
Intermediate sources	-	-	-	-	-	-
State sources	27,200	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	38,053
Total receipts	27,200	6,828	-	335	30,000	60,132
Disbursements:						
Current:						
Instruction	-	5,318	113	89	30,000	22,428
Support services	25,000	11,028	-	-	-	28,889
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	25,000	16,346	113	89	30,000	51,317
Excess (deficiency) of receipts over disbursements	2,200	(9,518)	(113)	246	-	8,815
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	(8)	-	-	-	-
Total other financing sources (uses)	-	(8)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,200	(9,526)	(113)	246	-	8,815
Cash and investments - beginning	-	13,696	321	7,907	-	20,594
Cash and investments - ending	\$ 2,200	\$ 4,170	\$ 208	\$ 8,153	\$ -	\$ 29,409
Cash and Investment Assets - Ending						
Cash and investments	\$ 2,200	\$ 4,170	\$ 208	\$ 8,153	\$ -	\$ 29,409
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 2,200	\$ 4,170	\$ 208	\$ 8,153	\$ -	\$ 29,409
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	2,200	4,170	208	8,153	-	29,409
Total cash and investment fund balance - ending	\$ 2,200	\$ 4,170	\$ 208	\$ 8,153	\$ -	\$ 29,409

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	DEKKO/ K.A.R.E.	Vocational Capital Donations	DEKKO/ Middle School Literacy	Voc/Plaza Limited Donation	DEKKO/ Elementary Music Enhancement	Student Service
Receipts:						
Local sources	\$ -	\$ 101,052	\$ -	\$ 708,750	\$ -	\$ 563
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	101,052	-	708,750	-	563
Disbursements:						
Current:						
Instruction	1,242	245,997	-	700,595	-	-
Support services	-	-	6	-	-	1,273
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	1,242	245,997	6	700,595	-	1,273
Excess (deficiency) of receipts over disbursements	(1,242)	(144,945)	(6)	8,155	-	(710)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	16,755	-	-	-	8
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	16,755	-	-	-	8
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,242)	(128,190)	(6)	8,155	-	(702)
Cash and investments - beginning	1,627	128,190	6	-	372	1,745
Cash and investments - ending	\$ 385	\$ -	\$ -	\$ 8,155	\$ 372	\$ 1,043
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 385	\$ -	\$ -	\$ 8,155	\$ 372	\$ 1,043
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 385	\$ -	\$ -	\$ 8,155	\$ 372	\$ 1,043
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	385	-	-	8,155	372	1,043
Total cash and investment fund balance - ending	\$ 385	\$ -	\$ -	\$ 8,155	\$ 372	\$ 1,043

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Professional Development 2007-2008	Professional Development 2009	Professional Development 2008-2009	Cape III/ Terra Firma	Herzer Donation	Media Talbert Scholarship
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 8,320	\$ 328
Intermediate sources	-	-	-	-	-	-
State sources	-	-	21,094	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	-	21,094	-	8,320	328
Disbursements:						
Current:						
Instruction	617	5,880	8,374	13,536	-	-
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	2,635	500
Total disbursements	617	5,880	8,374	13,536	2,635	500
Excess (deficiency) of receipts over disbursements	(617)	(5,880)	12,720	(13,536)	5,685	(172)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
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	(617)	(5,880)	12,720	(13,536)	5,685	(172)
Cash and investments - beginning	617	5,880	-	13,536	10,030	8,628
Cash and investments - ending	\$ -	\$ -	\$ 12,720	\$ -	\$ 15,715	\$ 8,456
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ 12,720	\$ -	\$ 15,715	\$ 8,456
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ 12,720	\$ -	\$ 15,715	\$ 8,456
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	12,720	-	15,715	8,456
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 12,720	\$ -	\$ 15,715	\$ 8,456

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Paul Bateman Scholarship	Visual Arts Scholarship	Construction and Maintenance	Vocational Building Maintenance	Vocational Transportation	Adult and Continuing Education
Receipts:						
Local sources	\$ -	\$ 60	\$ 2,119	\$ 45,682	\$ 356	\$ 42,999
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	109,381
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	60	2,119	45,682	356	152,380
Disbursements:						
Current:						
Instruction	-	-	-	-	-	117,957
Support services	-	-	-	259,271	9,261	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	24,000	2,574	32,110
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	-	-	-	283,271	11,835	150,067
Excess (deficiency) of receipts over disbursements	-	60	2,119	(237,589)	(11,479)	2,313
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	263,201	15,350	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	263,201	15,350	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	60	2,119	25,612	3,871	2,313
Cash and investments - beginning	755	2,316	-	(64,909)	182	(24)
Cash and investments - ending	<u>\$ 755</u>	<u>\$ 2,376</u>	<u>\$ 2,119</u>	<u>\$ (39,297)</u>	<u>\$ 4,053</u>	<u>\$ 2,289</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 755	\$ 2,376	\$ 2,119	\$ (39,297)	\$ 4,053	\$ 2,289
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 755</u>	<u>\$ 2,376</u>	<u>\$ 2,119</u>	<u>\$ (39,297)</u>	<u>\$ 4,053</u>	<u>\$ 2,289</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>755</u>	<u>2,376</u>	<u>2,119</u>	<u>(39,297)</u>	<u>4,053</u>	<u>2,289</u>
Total cash and investment fund balance - ending	<u>\$ 755</u>	<u>\$ 2,376</u>	<u>\$ 2,119</u>	<u>\$ (39,297)</u>	<u>\$ 4,053</u>	<u>\$ 2,289</u>

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Tele- Communications	Non English Speaking Grant	Non English Speaking 2008-2009	Technology 2008	PLTW Biomed 2008-2009	PLTW Technology 2008-2009
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	3,748	-	25,000	20,000
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	-	3,748	-	25,000	20,000
Disbursements:						
Current:						
Instruction	-	1,703	1,164	-	25,000	20,000
Support services	-	-	-	79,138	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	-	1,703	1,164	79,138	25,000	20,000
Excess (deficiency) of receipts over disbursements	-	(1,703)	2,584	(79,138)	-	-
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
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	-	(1,703)	2,584	(79,138)	-	-
Cash and investments - beginning	355	1,703	-	79,138	-	-
Cash and investments - ending	\$ 355	\$ -	\$ 2,584	\$ -	\$ -	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 355	\$ -	\$ 2,584	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 355	\$ -	\$ 2,584	\$ -	\$ -	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	355	-	2,584	-	-	-
Total cash and investment fund balance - ending	\$ 355	\$ -	\$ 2,584	\$ -	\$ -	\$ -

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	High Ability Grant	High Ability 2008-2009	Title I 2007-2008	Title I 2008-2009	Title V, Part A	2007 Safe and Drug Free
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	32,720	-	-	-	-
Federal sources	-	-	10,000	183,752	1,128	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	32,720	10,000	183,752	1,128	-
Disbursements:						
Current:						
Instruction	25,617	32,356	9,503	151,051	-	-
Support services	-	-	12,000	19,022	3,793	144
Noninstructional services	-	-	451	-	226	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	25,617	32,356	21,954	170,073	4,019	144
Excess (deficiency) of receipts over disbursements	(25,617)	364	(11,954)	13,679	(2,891)	(144)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
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	(25,617)	364	(11,954)	13,679	(2,891)	(144)
Cash and investments - beginning	25,617	-	11,954	-	2,891	144
Cash and investments - ending	\$ -	\$ 364	\$ -	\$ 13,679	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 364	\$ -	\$ 13,679	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 364	\$ -	\$ 13,679	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	364	-	13,679	-	-
Total cash and investment fund balance - ending	\$ -	\$ 364	\$ -	\$ 13,679	\$ -	\$ -

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	2008 Safe and Drug Free	2009 Safe and Drug Free	Head Start Summer Lunch	Head Start Lunch	Title II/Part A/ 2010	Title II/Part A/ 2008
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	3,691	-	61,450	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	3,166	-	-	-
Total receipts	-	3,691	3,166	61,450	-	-
Disbursements:						
Current:						
Instruction	-	-	-	-	-	-
Support services	2,752	-	-	-	8,692	24,514
Noninstructional services	237	179	3,022	64,995	-	3,182
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	2,989	179	3,022	64,995	8,692	27,696
Excess (deficiency) of receipts over disbursements	(2,989)	3,512	144	(3,545)	(8,692)	(27,696)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	8,942	-
Transfers out	-	-	-	-	-	(8,942)
Total other financing sources (uses)	-	-	-	-	8,942	(8,942)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,989)	3,512	144	(3,545)	250	(36,638)
Cash and investments - beginning	4,200	-	(144)	8,018	-	36,638
Cash and investments - ending	\$ 1,211	\$ 3,512	\$ -	\$ 4,473	\$ 250	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 1,211	\$ 3,512	\$ -	\$ 4,473	\$ 250	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 1,211	\$ 3,512	\$ -	\$ 4,473	\$ 250	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	1,211	3,512	-	4,473	250	-
Total cash and investment fund balance - ending	\$ 1,211	\$ 3,512	\$ -	\$ 4,473	\$ 250	\$ -

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Head Start 2008	Head Start 2009	Early Head Start 2008	Early Head Start 2009	Title I Stimulus	Retirement/ Severance Debt Service
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 196,830
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	495,264	468,448	163,942	140,373	34,526	-
Temporary loans	-	-	-	-	-	-
Other	1,038	-	50	-	-	-
Total receipts	496,302	468,448	163,992	140,373	34,526	196,830
Disbursements:						
Current:						
Instruction	497,004	468,347	163,167	140,357	32,422	-
Support services	600	-	600	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	217,680
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	497,604	468,347	163,767	140,357	32,422	217,680
Excess (deficiency) of receipts over disbursements	(1,302)	101	225	16	2,104	(20,850)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	1,334
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	1,334
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,302)	101	225	16	2,104	(19,516)
Cash and investments - beginning	1,302	-	(225)	-	-	(89,047)
Cash and investments - ending	\$ -	\$ 101	\$ -	\$ 16	\$ 2,104	\$ (108,563)
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 101	\$ -	\$ 16	\$ 2,104	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	(108,563)
Total cash and investment assets - ending	\$ -	\$ 101	\$ -	\$ 16	\$ 2,104	\$ (108,563)
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (108,563)
Unrestricted	-	101	-	16	2,104	-
Total cash and investment fund balance - ending	\$ -	\$ 101	\$ -	\$ 16	\$ 2,104	\$ (108,563)

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Capital Projects	School Bus Replacement	Building Trades House	Vocational Building Purchase	Energy Savings Contract	Totals
Receipts:						
Local sources	\$ 1,205,413	\$ 210,447	\$ -	\$ 46,498	\$ 338	\$ 4,601,291
Intermediate sources	-	-	-	-	-	413
State sources	-	-	-	-	-	293,156
Federal sources	-	-	-	-	-	2,386,704
Temporary loans	500,000	-	-	-	-	600,000
Other	2,899	-	2,310	-	-	48,438
Total receipts	1,708,312	210,447	2,310	46,498	338	7,930,002
Disbursements:						
Current:						
Instruction	-	-	-	-	-	4,035,854
Support services	521,563	259,067	-	-	-	2,224,899
Noninstructional services	-	-	-	-	-	754,426
Facilities acquisition and construction	985,968	-	143,226	96,846	842,681	2,256,817
Debt services	700,000	-	-	-	-	1,217,680
Nonprogrammed charges	-	-	-	104,625	-	107,760
Total disbursements	2,207,531	259,067	143,226	201,471	842,681	10,597,436
Excess (deficiency) of receipts over disbursements	(499,219)	(48,620)	(140,916)	(154,973)	(842,343)	(2,667,434)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	842,343	842,343
Sale of capital assets	-	-	140,460	-	-	140,460
Transfers in	-	-	487	101,157	-	428,343
Transfers out	-	(70,000)	-	-	-	(320,332)
Total other financing sources (uses)	-	(70,000)	140,947	101,157	842,343	1,090,814
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(499,219)	(118,620)	31	(53,816)	-	(1,576,620)
Cash and investments - beginning	(87,362)	(53,109)	(33)	22,084	-	587,578
Cash and investments - ending	\$ (586,581)	\$ (171,729)	\$ (2)	\$ (31,732)	\$ -	\$ (989,042)
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ (586,581)	\$ (171,729)	\$ (2)	\$ (31,732)	\$ -	\$ (880,479)
Restricted assets:						
Cash and investments	-	-	-	-	-	(108,563)
Total cash and investment assets - ending	\$ (586,581)	\$ (171,729)	\$ (2)	\$ (31,732)	\$ -	\$ (989,042)
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (108,563)
Unrestricted	(586,581)	(171,729)	(2)	(31,732)	-	(880,479)
Total cash and investment fund balance - ending	\$ (586,581)	\$ (171,729)	\$ (2)	\$ (31,732)	\$ -	\$ (989,042)

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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	School Lunch	Textbook Rental	Autos 2008-2009	Information Technology 2008-2009	Machine Trades 2008-2009	Marine Mechanics 2008-2009
Receipts:							
Local sources	\$ 1,085,314	\$ 317,333	\$ 73,960	\$ -	\$ -	\$ -	\$ 12
Intermediate sources	-	-	-	-	-	-	-
State sources	-	8,426	53,852	-	-	-	-
Federal sources	-	473,163	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	275	360	11	-	-	-	-
Total receipts	1,085,589	799,282	127,823	-	-	-	12
Disbursements:							
Current:							
Instruction	-	-	89,143	13,142	6,886	8,659	12,804
Support services	650,684	438	-	624	230	532	1,064
Noninstructional services	-	717,795	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	624	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	650,684	718,233	89,143	13,766	7,116	9,815	13,868
Excess (deficiency) of receipts over disbursements	434,905	81,049	38,680	(13,766)	(7,116)	(9,815)	(13,856)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	28,303	-	4,097	-	-	-	-
Transfers out	(55,000)	-	-	(5,991)	(6,319)	(9,483)	(7,327)
Total other financing sources (uses)	(26,697)	-	4,097	(5,991)	(6,319)	(9,483)	(7,327)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	408,208	81,049	42,777	(19,757)	(13,435)	(19,298)	(21,183)
Cash and investments - beginning	(294,055)	19,812	(106,794)	19,757	13,435	19,298	21,183
Cash and investments - ending	\$ 114,153	\$ 100,861	\$ (64,017)	\$ -	\$ -	\$ -	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ 114,153	\$ 100,861	\$ (64,017)	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 114,153	\$ 100,861	\$ (64,017)	\$ -	\$ -	\$ -	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	114,153	100,861	(64,017)	-	-	-	-
Total cash and investment fund balance - ending	\$ 114,153	\$ 100,861	\$ (64,017)	\$ -	\$ -	\$ -	\$ -

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Culinary Arts 2008-2009	Perkins 2008-2009	Vocational Education	Autos 2008-2009	Cosmetology 2008-2009	Criminal Justice 2008-2009
Receipts:						
Local sources	\$ 262	\$ -	\$ 24,438	\$ -	\$ 100	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	69,472	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	262	69,472	24,438	-	100	-
Disbursements:						
Current:						
Instruction	14,729	84,795	18,249	28,812	30,734	13,622
Support services	362	-	-	2,334	1,130	2,362
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	12,000	-	-	1,911	1,911	956
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	27,091	84,795	18,249	33,057	33,775	16,940
Excess (deficiency) of receipts over disbursements	(26,829)	(15,323)	6,189	(33,057)	(33,675)	(16,940)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	35,604	-	2,940	7,790	-
Transfers out	(3,736)	(2,736)	-	-	-	(5,268)
Total other financing sources (uses)	(3,736)	32,868	-	2,940	7,790	(5,268)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(30,565)	17,545	6,189	(30,117)	(25,885)	(22,208)
Cash and investments - beginning	30,565	(17,545)	17,447	30,117	25,885	22,208
Cash and investments - ending	\$ -	\$ -	\$ 23,636	\$ -	\$ -	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ 23,636	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ 23,636	\$ -	\$ -	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	23,636	-	-	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 23,636	\$ -	\$ -	\$ -

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	GED/Jail/ EW/LCC/COL	In School Youth Program 2010	Out of School Youth Program 2010	Voc ADM 2008	Cosmetology 2009-2010	ABE 2009-2010
Receipts:						
Local sources	\$ 19,615	\$ -	\$ 184,950	\$ -	\$ 163,457	\$ 31,247
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	137,027
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	19,615	-	184,950	-	163,457	168,274
Disbursements:						
Current:						
Instruction	15,900	2,487	135,520	-	85,527	104,458
Support services	-	-	-	-	39,821	5,907
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	21,140	8,409
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	15,900	2,487	135,520	-	146,488	118,774
Excess (deficiency) of receipts over disbursements	3,715	(2,487)	49,430	-	16,969	49,500
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(350)	(400)	-
Total other financing sources (uses)	-	-	-	(350)	(400)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,715	(2,487)	49,430	(350)	16,569	49,500
Cash and investments - beginning	9,956	-	-	350	4,108	-
Cash and investments - ending	<u>\$ 13,671</u>	<u>\$ (2,487)</u>	<u>\$ 49,430</u>	<u>\$ -</u>	<u>\$ 20,677</u>	<u>\$ 49,500</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 13,671	\$ (2,487)	\$ 49,430	\$ -	\$ 20,677	\$ 49,500
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 13,671</u>	<u>\$ (2,487)</u>	<u>\$ 49,430</u>	<u>\$ -</u>	<u>\$ 20,677</u>	<u>\$ 49,500</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	13,671	(2,487)	49,430	-	20,677	49,500
Total cash and investment fund balance - ending	<u>\$ 13,671</u>	<u>\$ (2,487)</u>	<u>\$ 49,430</u>	<u>\$ -</u>	<u>\$ 20,677</u>	<u>\$ 49,500</u>

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Auto 2009-2010	Auto Body 2009-2010	Criminal Justice 2009-2010	CAD 2009-2010	Construction Trades 2009-2010	Perkins 2009-2010
Receipts:						
Local sources	\$ 311,641	\$ 144,658	\$ 166,967	\$ 119,616	\$ 117,102	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	208,896
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	311,641	144,658	166,967	119,616	117,102	208,896
Disbursements:						
Current:						
Instruction	179,858	80,523	58,325	54,174	569,363	223,627
Support services	37,306	31,931	24,721	25,370	4,570	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	40,547	-	25,040	20,045	-	4,100
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	257,711	112,454	108,086	99,589	573,933	227,727
Excess (deficiency) of receipts over disbursements	53,930	32,204	58,881	20,027	(456,831)	(18,831)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	506,988	-
Transfers in	-	-	-	-	20,278	1,977
Transfers out	(800)	(800)	(3,800)	(200)	(1,200)	-
Total other financing sources (uses)	(800)	(800)	(3,800)	(200)	526,066	1,977
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	53,130	31,404	55,081	19,827	69,235	(16,854)
Cash and investments - beginning	-	-	-	-	-	-
Cash and investments - ending	\$ 53,130	\$ 31,404	\$ 55,081	\$ 19,827	\$ 69,235	\$ (16,854)
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 53,130	\$ 31,404	\$ 55,081	\$ 19,827	\$ 69,235	\$ (16,854)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 53,130	\$ 31,404	\$ 55,081	\$ 19,827	\$ 69,235	\$ (16,854)
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	53,130	31,404	55,081	19,827	69,235	(16,854)
Total cash and investment fund balance - ending	\$ 53,130	\$ 31,404	\$ 55,081	\$ 19,827	\$ 69,235	\$ (16,854)

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Culinary Arts 2009-2010	Health Occupations 2009-2010	HVAC 2009-2010	Machine Trades 2009-2010	Marine Mechanics 2009-2010	Welding 2009-2010
Receipts:						
Local sources	\$ 146,025	\$ 295,371	\$ 70,517	\$ 97,132	\$ 166,654	\$ 216,770
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	146,025	295,371	70,517	97,132	166,654	216,770
Disbursements:						
Current:						
Instruction	101,020	210,023	26,056	55,274	98,185	175,902
Support services	9,719	8,969	11,986	13,484	34,178	25,490
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	6,861	11,550	10,292
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	110,739	218,992	38,042	75,619	143,913	211,684
Excess (deficiency) of receipts over disbursements	35,286	76,379	32,475	21,513	22,741	5,086
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(600)	(5,000)	(300)	(200)	(100)	(650)
Total other financing sources (uses)	(600)	(5,000)	(300)	(200)	(100)	(650)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	34,686	71,379	32,175	21,313	22,641	4,436
Cash and investments - beginning	-	-	-	-	-	-
Cash and investments - ending	\$ 34,686	\$ 71,379	\$ 32,175	\$ 21,313	\$ 22,641	\$ 4,436
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 34,686	\$ 71,379	\$ 32,175	\$ 21,313	\$ 22,641	\$ 4,436
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 34,686	\$ 71,379	\$ 32,175	\$ 21,313	\$ 22,641	\$ 4,436
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	34,686	71,379	32,175	21,313	22,641	4,436
Total cash and investment fund balance - ending	\$ 34,686	\$ 71,379	\$ 32,175	\$ 21,313	\$ 22,641	\$ 4,436

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Education License Plate Fees	Alternative Education	Early Intervention	Miscellaneous Donation	Speech and Hearing Donation	Michelle James Memorial Reading
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 3,768	\$ -	\$ 346
Intermediate sources	131	-	-	-	-	-
State sources	-	6,410	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	131	6,410	-	3,768	-	346
Disbursements:						
Current:						
Instruction	-	5,092	-	4,393	-	395
Support services	144	-	2,200	1,141	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	144	5,092	2,200	5,534	-	395
Excess (deficiency) of receipts over disbursements	(13)	1,318	(2,200)	(1,766)	-	(49)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
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	(13)	1,318	(2,200)	(1,766)	-	(49)
Cash and investments - beginning	1,753	155	2,200	4,170	208	8,153
Cash and investments - ending	\$ 1,740	\$ 1,473	\$ -	\$ 2,404	\$ 208	\$ 8,104
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 1,740	\$ 1,473	\$ -	\$ 2,404	\$ 208	\$ 8,104
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 1,740	\$ 1,473	\$ -	\$ 2,404	\$ 208	\$ 8,104
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	1,740	1,473	-	2,404	208	8,104
Total cash and investment fund balance - ending	\$ 1,740	\$ 1,473	\$ -	\$ 2,404	\$ 208	\$ 8,104

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Head Start Donations	DEKKO/ K.A.R.E.	Voc/Plaza Limited Donation	DEKKO/ Elementary Music Enhancement	Student Service	Professional Development 2009
Receipts:						
Local sources	\$ 5,155	\$ -	\$ 241,865	\$ -	\$ 500	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	38,657	-	-	-	-	-
Total receipts	43,812	-	241,865	-	500	-
Disbursements:						
Current:						
Instruction	21,655	385	300,611	-	-	12,720
Support services	18,769	-	-	-	320	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	40,424	385	300,611	-	320	12,720
Excess (deficiency) of receipts over disbursements	3,388	(385)	(58,746)	-	180	(12,720)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	50,591	-	-	-
Transfers out	(5,463)	-	-	-	-	-
Total other financing sources (uses)	(5,463)	-	50,591	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,075)	(385)	(8,155)	-	180	(12,720)
Cash and investments - beginning	29,409	385	8,155	372	1,043	12,720
Cash and investments - ending	\$ 27,334	\$ -	\$ -	\$ 372	\$ 1,223	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 27,334	\$ -	\$ -	\$ 372	\$ 1,223	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 27,334	\$ -	\$ -	\$ 372	\$ 1,223	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	27,334	-	-	372	1,223	-
Total cash and investment fund balance - ending	\$ 27,334	\$ -	\$ -	\$ 372	\$ 1,223	\$ -

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Professional Development 2009-2010	NEISIC Wellness Program	Herzer Donation	Media Talbert Scholarship	Paul Bateman Scholarship	Visual Arts Scholarship
Receipts:						
Local sources	\$ -	\$ 18,339	\$ 119	\$ 327	\$ -	\$ 62
Intermediate sources	-	-	-	-	-	-
State sources	3,750	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	3,750	18,339	119	327	-	62
Disbursements:						
Current:						
Instruction	3,675	-	-	-	-	-
Support services	-	18,339	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	7,395	250	-	-
Total disbursements	3,675	18,339	7,395	250	-	-
Excess (deficiency) of receipts over disbursements	75	-	(7,276)	77	-	62
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
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	75	-	(7,276)	77	-	62
Cash and investments - beginning	-	-	15,715	8,456	755	2,376
Cash and investments - ending	\$ 75	\$ -	\$ 8,439	\$ 8,533	\$ 755	\$ 2,438
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 75	\$ -	\$ 8,439	\$ 8,533	\$ 755	\$ 2,438
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 75	\$ -	\$ 8,439	\$ 8,533	\$ 755	\$ 2,438
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	75	-	8,439	8,533	755	2,438
Total cash and investment fund balance - ending	\$ 75	\$ -	\$ 8,439	\$ 8,533	\$ 755	\$ 2,438

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Construction and Maintenance	Vocational Building Maintenance	Vocational Transportation	Adult and Continuing Education	Tele- Communications	Non-English Speaking 2009-2010
Receipts:						
Local sources	\$ 1,303	\$ 60,293	\$ -	\$ 20,612	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	40,696	-	3,526
Federal sources	-	-	-	52,125	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	1,303	60,293	-	113,433	-	3,526
Disbursements:						
Current:						
Instruction	-	-	-	91,807	-	2,288
Support services	989	185,920	16,089	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	12,000	2,207	24,709	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	989	197,920	18,296	116,516	-	2,288
Excess (deficiency) of receipts over disbursements	314	(137,627)	(18,296)	(3,083)	-	1,238
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	189,705	14,050	10,177	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	189,705	14,050	10,177	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	314	52,078	(4,246)	7,094	-	1,238
Cash and investments - beginning	2,119	(39,297)	4,053	2,289	355	-
Cash and investments - ending	\$ 2,433	\$ 12,781	\$ (193)	\$ 9,383	\$ 355	\$ 1,238
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 2,433	\$ 12,781	\$ (193)	\$ 9,383	\$ 355	\$ 1,238
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 2,433	\$ 12,781	\$ (193)	\$ 9,383	\$ 355	\$ 1,238
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	2,433	12,781	(193)	9,383	355	1,238
Total cash and investment fund balance - ending	\$ 2,433	\$ 12,781	\$ (193)	\$ 9,383	\$ 355	\$ 1,238

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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 2008-2009	School Technology/ E-Rate	PLTW Technology 2009-2010	PLTW Biomed 2008-2009	High Ability 2009-2010	Excess PTRC Distribution
Receipts:						
Local sources	\$ -	\$ 4,062	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	1,894	-	15,000	20,000	32,748	34,221
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	1,894	4,062	15,000	20,000	32,748	34,221
Disbursements:						
Current:						
Instruction	3,378	-	15,000	20,000	26,229	-
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	3,378	-	15,000	20,000	26,229	-
Excess (deficiency) of receipts over disbursements	(1,484)	4,062	-	-	6,519	34,221
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
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	(1,484)	4,062	-	-	6,519	34,221
Cash and investments - beginning	2,584	-	-	-	-	-
Cash and investments - ending	\$ 1,100	\$ 4,062	\$ -	\$ -	\$ 6,519	\$ 34,221
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 1,100	\$ 4,062	\$ -	\$ -	\$ 6,519	\$ 34,221
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 1,100	\$ 4,062	\$ -	\$ -	\$ 6,519	\$ 34,221
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	1,100	4,062	-	-	6,519	34,221
Total cash and investment fund balance - ending	\$ 1,100	\$ 4,062	\$ -	\$ -	\$ 6,519	\$ 34,221

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	High Ability 2008-2009	Title I 2008-2009	Title I 2009-2010	2010 Safe and Drug Free	2008 Safe and Drug Free	2009 Safe and Drug Free
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	10,000	182,342	5,401	-	-
Temporary loans	-	-	-	-	-	-
Other	-	702	-	-	-	-
Total receipts	-	10,702	182,342	5,401	-	-
Disbursements:						
Current:						
Instruction	364	23,178	157,756	-	-	-
Support services	-	1,203	-	-	1,211	3,512
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	364	24,381	157,756	-	1,211	3,512
Excess (deficiency) of receipts over disbursements	(364)	(13,679)	24,586	5,401	(1,211)	(3,512)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
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	(364)	(13,679)	24,586	5,401	(1,211)	(3,512)
Cash and investments - beginning	364	13,679	-	-	1,211	3,512
Cash and investments - ending	\$ -	\$ -	\$ 24,586	\$ 5,401	\$ -	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ 24,586	\$ 5,401	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ 24,586	\$ 5,401	\$ -	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	24,586	5,401	-	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 24,586	\$ 5,401	\$ -	\$ -

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Head Start Lunch	Title II/Part A/ 2010	State Technology	Head Start 2010	Head Start 2009	Early Head Start 2010
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	25,000	-	-	-
Federal sources	68,814	62,671	-	467,500	627,687	142,550
Temporary loans	-	-	-	-	-	-
Other	-	-	-	249	33	-
Total receipts	68,814	62,671	25,000	467,749	627,720	142,550
Disbursements:						
Current:						
Instruction	-	-	-	467,752	624,827	142,505
Support services	-	24,966	25,000	-	994	-
Noninstructional services	80,351	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	80,351	24,966	25,000	467,752	625,821	142,505
Excess (deficiency) of receipts over disbursements	(11,537)	37,705	-	(3)	1,899	45
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	8,196	-	-	-	-	-
Transfers out	-	-	-	-	(2,000)	-
Total other financing sources (uses)	8,196	-	-	-	(2,000)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,341)	37,705	-	(3)	(101)	45
Cash and investments - beginning	4,473	250	-	-	101	-
Cash and investments - ending	\$ 1,132	\$ 37,955	\$ -	\$ (3)	\$ -	\$ 45
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 1,132	\$ 37,955	\$ -	\$ (3)	\$ -	\$ 45
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 1,132	\$ 37,955	\$ -	\$ (3)	\$ -	\$ 45
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	1,132	37,955	-	(3)	-	45
Total cash and investment fund balance - ending	\$ 1,132	\$ 37,955	\$ -	\$ (3)	\$ -	\$ 45

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Early Head Start 2009	Title I Stimulus	Special Ed Part B ARRA	ARRA School Lunch Equipment	ARRA Head Start	Qualified School Construction Bonds
Receipts:						
Local sources	\$ -	\$ 7	\$ 59	\$ 3	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	177,677	66,000	424,050	5,398	188,698	-
Temporary loans	-	-	-	-	-	-
Other	7	-	-	-	-	-
Total receipts	177,684	66,007	424,109	5,401	188,698	-
Disbursements:						
Current:						
Instruction	176,761	1,723	62,606	-	188,610	-
Support services	206	65,647	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	328,132	-	-	300,000
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	176,967	67,370	390,738	-	188,610	300,000
Excess (deficiency) of receipts over disbursements	717	(1,363)	33,371	5,401	88	(300,000)
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	300,000
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(733)	-	-	-	-	-
Total other financing sources (uses)	(733)	-	-	-	-	300,000
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(16)	(1,363)	33,371	5,401	88	-
Cash and investments - beginning	16	2,104	-	-	-	-
Cash and investments - ending	\$ -	\$ 741	\$ 33,371	\$ 5,401	\$ 88	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 741	\$ 33,371	\$ 5,401	\$ 88	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 741	\$ 33,371	\$ 5,401	\$ 88	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	741	33,371	5,401	88	-
Total cash and investment fund balance - ending	\$ -	\$ 741	\$ 33,371	\$ 5,401	\$ 88	\$ -

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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)

	Retirement/ Severance Debt Service	Capital Projects	School Bus Replacement	Building Trades House	Vocational Building Purchase	Totals
Receipts:						
Local sources	\$ 374,760	\$ 1,789,139	\$ 373,348	\$ -	\$ 65,403	\$ 6,712,611
Intermediate sources	-	-	-	-	-	131
State sources	-	-	-	-	-	245,523
Federal sources	-	-	-	-	-	3,369,471
Temporary loans	-	500,000	-	-	-	500,000
Other	-	6,972	-	117	-	47,383
Total receipts	374,760	2,296,111	373,348	117	65,403	10,875,119
Disbursements:						
Current:						
Instruction	-	-	-	-	-	4,851,507
Support services	-	444,046	217,824	-	-	1,961,732
Noninstructional services	-	-	-	-	-	798,146
Facilities acquisition and construction	-	621,839	-	112,424	-	1,566,697
Debt services	234,490	500,000	-	-	-	734,490
Nonprogrammed charges	-	-	-	-	114,352	121,997
Total disbursements	234,490	1,565,885	217,824	112,424	114,352	10,034,569
Excess (deficiency) of receipts over disbursements	140,270	730,226	155,524	(112,307)	(48,949)	840,550
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	300,000
Sale of capital assets	-	-	1,100	112,309	-	620,397
Transfers in	-	-	-	-	109,418	483,126
Transfers out	-	-	-	-	-	(118,456)
Total other financing sources (uses)	-	-	1,100	112,309	109,418	1,285,067
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	140,270	730,226	156,624	2	60,469	2,125,617
Cash and investments - beginning	(108,563)	(586,581)	(171,729)	(2)	(31,732)	(989,042)
Cash and investments - ending	<u>\$ 31,707</u>	<u>\$ 143,645</u>	<u>\$ (15,105)</u>	<u>\$ -</u>	<u>\$ 28,737</u>	<u>\$ 1,136,575</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 143,645	\$ (15,105)	\$ -	\$ 28,737	\$ 1,104,868
Restricted assets:						
Cash and investments	31,707	-	-	-	-	31,707
Total cash and investment assets - ending	<u>\$ 31,707</u>	<u>\$ 143,645</u>	<u>\$ (15,105)</u>	<u>\$ -</u>	<u>\$ 28,737</u>	<u>\$ 1,136,575</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ 31,707	\$ -	\$ -	\$ -	\$ -	\$ 31,707
Unrestricted	-	143,645	(15,105)	-	28,737	1,104,868
Total cash and investment fund balance - ending	<u>\$ 31,707</u>	<u>\$ 143,645</u>	<u>\$ (15,105)</u>	<u>\$ -</u>	<u>\$ 28,737</u>	<u>\$ 1,136,575</u>

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2009

	Payroll
Additions:	
Agency fund additions	\$ 3,174,139
Deductions:	
Agency fund deductions	3,153,597
Excess of total additions over total deductions	20,542
Cash and investment fund balance - beginning	14,488
Cash and investment fund balance - ending	\$ 35,030

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUND
 For the Year Ended June 30, 2010

	Payroll
Additions:	
Agency fund additions	<u>\$ 3,106,530</u>
Deductions:	
Agency fund deductions	<u>3,115,404</u>
Deficiency of total additions over total deductions	(8,874)
Cash and investment fund balance - beginning	<u>35,030</u>
Cash and investment fund balance - ending	<u><u>\$ 26,156</u></u>

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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	\$ 843,176
Buildings	27,240,737
Improvements other than buildings	2,362,807
Machinery and equipment	<u>5,347,979</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 35,794,699</u>

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
 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:		
School building improvements	\$ 9,925,000	\$ 1,280,000
2009 AD Valorem Qualified School Construction Bonds	1,896,685	211,000
2006 School Bus Lease	122,601	62,492
2007 School Bus Lease	133,183	68,981
2008 School Bus Lease	188,240	60,715
Notes and loans payable:		
Common school loans	30,906	31,060
Bleachers and football press box	81,817	43,940
J.E. Ober Elementary energy savings contract	817,600	103,362
Computers	117,640	16,073
Bonds payable:		
General obligation bonds:		
2004 Pension bond	625,000	253,410
Total governmental activities debt	<u>\$ 13,938,672</u>	<u>\$ 2,131,033</u>

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
AUDIT RESULTS AND COMMENTS

APPROPRIATIONS

Records presented for audit indicated expenditures from the Transportation Operating Fund for the 2009 year exceeded budgeted appropriations by \$12,040.

IC 6-1.1-18-4 states in part: ". . . the proper officers of a political subdivision shall appropriate funds in such a manner that the expenditures for a year do not exceed its budget for that year as finally determined under this article."

OVERDRAWN CASH BALANCES

The cash balances of the following funds were overdrawn:

Fund	2009	2010
Debt Service	\$ 343,192	\$ -
Transportation Operating	294,055	-
Textbook Rental	106,794	64,017
Perkins 2008-2009	17,545	-
In School Youth Program 2010	-	2,487
Perkins 2009-2010	-	16,854
Vocational Building Maintenance	39,297	-
Vocational Transportation	-	193
Head Start 2010	-	3
Retirement/Severance Debt Service	108,563	-
Capital Projects	586,581	-
School Bus Replacement	171,729	15,105
Building Trades House	2	-
Vocational Building Purchase	31,732	-

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

CONTRACTS AND PUBLIC WORKS LAW

The School District is the Local Education Agency of the Four County Vocational Cooperative. Tim Holcomb, Director of Four County Vocational Cooperative, signed a lease agreement on December 31, 2008, with Plaza Limited Partnership for a term of ten years. The lease agreement was not presented to the School Board of Trustees prior to any action taken and therefore, was not approved in the School Board Minutes.

A contract for \$784,000 was awarded in February 6, 2009, by the Director of the Four County Vocational Cooperative to renovate the leased building. The project was not advertised, not approved by the School Board, nor awarded at a public meeting of the School Board.

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
AUDIT RESULTS AND COMMENTS
(Continued)

IC 20-26-4-8 states:

"Notwithstanding any other law, the president and secretary of the governing body of a school corporation are entitled, on behalf of the school corporation, to sign any contract, including employment contracts and contracts for goods and services. However, each contract must be approved by a majority of all members of the governing body. In the absence of either the president or secretary of the governing body, the vice president is entitled to sign the contracts with the officer who is present."

All business transacted by the governing body must be recorded in the minutes of the meetings. The secretary of the governing body has the duty to keep the minutes and the minutes of each meeting should be approved by the governing body and signed by the members attending. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporation, Chapter 8)

The term "public work" means the construction, reconstruction, alteration, or renovation of a public building, airport facility, or other structure that is paid for out of a public fund or out of a special assessment. [IC 36-1-12-2]

Whenever the cost of a public work project will be:

1. At least \$75,000 in:
 - a. A consolidated city or second class city; or
 - b. A county containing a consolidated city or second class city; or
 - c. A regional water or sewage district established under IC 13-26;
2. At least \$50,000 in: in a political subdivision or an agency not described in subdivision 1; the board must comply with the following procedures:

The board shall prepare general plans and specifications describing the kind of public work required, but shall avoid specifications which might unduly limit competition. [IC 36-1-12-4(b)(1)]

The board shall file the plans and specifications in a place reasonably accessible to the public, which shall be specified in the notice required. [IC 36-1-12-4(b)(2)]

Upon filing of the plans and specifications, the board shall publish a notice two times, at least one week apart, with the second publication made at least seven days before the date the bids will be received, calling for sealed proposals for the public work. [IC 36-1-12-4(b)(3)]

The notice must specify the place where the plans and specifications are on file, the date fixed for receiving bids, and the amount of the bond or certified check to be filed with each bid. [IC 36-1-12-4(b)(4); IC 36-1-12-4.5]

The period of time between the date of the first publication and the date of receiving bids may not be more than six weeks. [IC 36-1-12-4(b)(5)]

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
AUDIT RESULTS AND COMMENTS
(Continued)

The board may not require a bidder to submit a bid before the meeting at which bids are to be received. The meeting for receiving bids must be open to the public. All bids received shall be opened publicly and read aloud at the time and place designated. Bids shall be submitted on prescribed General Form 96 (Bid for Construction). [IC 36-1-12-4(b)(7)]

(Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporation, Chapter 16)

DEPOSITS NOT MADE TIMELY (Applies to J.E. Ober Elementary School, Garrett Middle School, and Garrett High School)

Each individual school has not transmitted textbook rental receipts timely to the School Corporation for deposit. Textbook rental receipts examined from each school were transmitted late from a range of 3 days to 19 days.

IC 5-13-6-1(c) states in part:

". . . all local officers . . . who collect public funds of their respective political subdivisions shall deposit funds not later than the business day following the receipt of funds on business days of the depository in the depository or depositories selected by the . . . local boards of finance . . ."

NON CHECK DISBURSEMENTS (Applies to J.E. Ober Elementary and Garrett Middle School)

We noted that J.E. Ober Elementary purchased \$300 in gift certificates from Hair Dimensions for ISEP volunteers out of a student activity fund. Also, Garrett Middle School purchased \$170 worth of gift cards from Walmart for student awards out of a student activity fund.

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 Indiana Public School Corporations, Chapter 7)

(This page intentionally left blank.)

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF THE GARRETT-KEYSER-BUTLER COMMUNITY
SCHOOL DISTRICT, DEKALB COUNTY, INDIANA

Compliance

We have audited the compliance of the Garrett-Keyser-Butler Community School District (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 non-compliance 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, 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

January 31, 2011

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
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		\$ 65,541	\$ 96,779
National School Lunch Program	10.555		373,747	419,866
Summer Food Service Program for Children	10.559		-	7,623
Total for cluster			<u>439,288</u>	<u>524,268</u>
Pass-Through Indiana Department of Education				
Child and Adult Care Food Program	10.558		61,450	-
Total for federal grantor agency			<u>500,738</u>	<u>524,268</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			
Basic Grant		08-1820	21,955	-
Basic Grant		09-1820	170,072	23,679
Basic Grant		10-1820	-	157,756
Total for program			<u>192,027</u>	<u>181,435</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389			
		10-1820	32,422	67,369
Total for cluster			<u>224,449</u>	<u>248,804</u>
Pass-Through DeKalb County Eastern Community School District				
Special Education Cluster				
ARRA - Special Education Grants to States, Recovery Act	84.391			
		33310-046-SN01	-	390,739
Pass-Through Indiana Department of Education				
State Fiscal Stabilization Fund Cluster				
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	84.394		168,572	1,069,697
Pass-Through Indiana Department of Education				
Adult Education - Basic Grants to States	84.002			
		FY 2008-8012	4,801	-
		FY 2009-8012	166,313	58,985
		FY 2010-8012	-	118,775
Total for program			<u>171,114</u>	<u>177,760</u>
Pass-Through Indiana Department of Workforce Development				
Career and Technical Education - Basic Grants to States	84.048			
		CPS-6-449	16,052	-
		SPL-BIO 7-499	25,000	-
		C1-10 SPL BIO-9-499	-	20,000
Pass-Through Indiana Department of Education				
		08-4700-1820	21,244	-
		09-4700-1820	219,787	58,098
		10-4700-1820	-	225,452
Total for program			<u>282,083</u>	<u>303,550</u>

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
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.S. DEPARTMENT OF EDUCATION				
Pass-Through Indiana Department of Education Safe and Drug-Free Schools and Communities - State Grants	84.186	07-1820 08-1820	2,989 179	1,211 3,511
Total for program			<u>3,168</u>	<u>4,722</u>
Pass-Through Indiana Department of Workforce Development Tech-Prep Education	84.243	C1-9-PLTW-8-499 C1-10-PLTW-9-499	20,000 -	- 15,000
Total for program			<u>20,000</u>	<u>15,000</u>
Pass-Through Indiana Department of Education State Grants for Innovative Programs	84.298	07-1820	4,019	-
Pass-Through Indiana Department of Education Improving Teacher Quality State Grants	84.367	06-1820 07-1820 08-1820	2,607 36,638 9,545	- - 48,805
Total for program			<u>48,790</u>	<u>48,805</u>
Total for federal grantor agency			<u>922,195</u>	<u>2,259,077</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
Direct Grant Head Start Cluster Head Start	93.600	Head Start 2008 Head Start 2009 Head Start 2010	661,371 608,703 -	- 805,482 610,257
Total for program			<u>1,270,074</u>	<u>1,415,739</u>
ARRA - Head Start, Recovery Act	93.708		-	78,739
ARRA - Early Head Start, Recovery Act	93.709		-	109,871
Total for federal grantor agency			<u>1,270,074</u>	<u>1,604,349</u>
Total federal awards expended			<u>\$ 2,693,007</u>	<u>\$ 4,387,694</u>

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

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
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 Garrett-Keyser-Butler Community School District (School Corporation) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statements. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

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

II. Noncash Assistance

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

Program Title	Federal CFDA Number	2009	2010
School Breakfast Program	10.553	\$ 7,282	\$ 9,498
National School Lunch Program	10.555	42,464	41,607

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
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
	Child Nutrition Cluster
	Title I, Part A Cluster
	Special Education Cluster
	State Fiscal Stabilization Cluster
84.002	Adult Education - Basic Grants to States
84.048	Career and Technical Education - Basic Grants to States
	Head Start 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.

Garrett - Keyser - Butler Community School District

SUPERINTENDENT
Dennis L. Stockdale

BOARD OF EDUCATION
Wayne L. Faria
Anthony J. Giffel
Christopher R. Hoelter
Judy L. Jones
Jerry A. Weber

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

January 13, 2011

FINDING 2008-1, EQUIPMENT INVENTORY

Federal Agency: U.S. Department of Health and Human Services
Direct Grant: 05CH4177
Federal Program: Head Start
CFDA Number: 93.600
Auditee Contact Person: Sharon Molargik
Title of Contact Person: Director
Phone Number: 260-357-3333
Expected Completion Date: June 30, 2008

Corrective Action Planned:

The source of funding, award number, title and condition of all equipment (those items purchased at a cost of \$5,000 or more), have been added to the inventory list.

Additional on May 7, 2010: Inventory is conducted on an annual basis in May. Preparations have begun for the May 2010 inventory. The corrective action plan remains unchanged.

FINDING 2008-2, PROCUREMENT CODE OF STANDARDS

Federal Agency: U.S. Department of Health and Human Services
Direct Grant: 05CH4177
Federal Program: Head Start
CFDA Number: 93.600
Auditee Contact Person: Sharon Molargik
Title of Contact Person: Director
Phone Number: 260-357-3333
Expected Completion Date: June 30, 2008

Corrective Action Planned:

A Code of Conduct in reference to awarding contracts, etc., was approved at the Board meeting on October 27, 2008.

Additional on May 7, 2010: A code of standards for procurement is currently utilized. The corrective action plan remains unchanged.

FINDING 2008-3, COMPENSATION FOR PERSONNEL SERVICES

Federal Agency: U.S. Department of Health and Human Services
Direct Grant: 05CH4177
Federal Program: Head Start
CFDA Number: 93.600
Auditee Contact Person: Sharon Molargik
Title of Contact Person: Director
Phone Number: 260-357-3333
Expected Completion Date: June 30, 2008

Corrective Action Planned:

Fiscal staff in the Central Office of the Grantee are new to their positions in the past year to year-and-a-half. The new personnel no longer require the prediction of certain payrolls and have put an end to that practice. There can be no documentation that this requirement has been met until after the end of the year. The payroll clerk and the Head Start Director will be working during winter break to provide final pay for the year at the proper time.

Additional on May 7, 2010: Payroll is processed using the time sheets indicating the actual hours worked. This information is submitted to payroll and processed after approval from the Head Start Director. Employee's do not receive pay in advance of the hours worked. This corrective action plan remains unchanged.

FINDING 2008-4, ADMINISTRATIVE PERSONNEL COSTS

Federal Agency: U.S. Department of Health and Human Services
Direct Grant: 05CH4177
Federal Program: Head Start
CFDA Number: 93.600
Auditee Contact Person: Sharon Molargik
Title of Contact Person: Director
Phone Number: 260-357-3333
Expected Completion Date: June 30, 2008

Corrective Action Planned:

Immediately after the letter describing review findings was received, the Central Office of the Garrett-Keyser-Butler School Corporation implemented a procedure that includes recording Head Start activities on a Head Start Time Allocation Sheet.

At a scheduled Board Meeting on November 8, 2008, the Board re-assigned the allocation to the Executive Director, based on the information on the Head Start Time Allocation sheet. The new allocation is scheduled to begin with the January, 2009, budget year.

Additional on May 7, 2010: These time allocation sheets are continually updated and delivered to the Head Start Director as requested. The corrective action plan remains unchanged.

FINDING 2008-5, REPORTING SYSTEMS

Federal Agency: U.S. Department of Health and Human Services

Direct Grant: 05CH4177

Federal Program: Head Start

CFDA Number: 93.600

Auditee Contact Person: Sharon Molargik

Title of Contact Person: Director

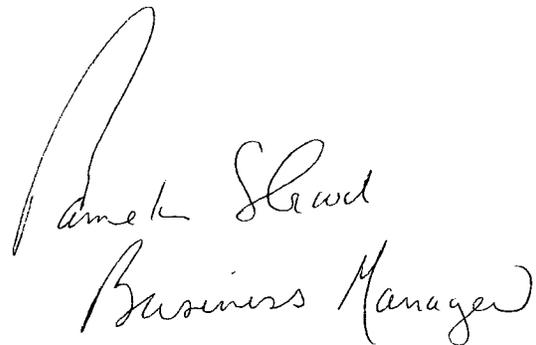
Phone Number: 260-357-3333

Expected Completion Date: June 30, 2008

Corrective Action Planned:

After attending Fiscal Training sponsored by T/TAS of Western Kentucky University, in September, the Director has developed a new reporting form that includes the budget details, as identified, necessary to maintain program accountability.

Additional on May 7, 2010: The Head Start Director utilizes Komputrol and other software programs to verify the budget details of the program. The corrective action plan remains unchanged.


Pamela Stewart
Business Manager
January 13, 2011

GARRETT-KEYSER-BUTLER COMMUNITY SCHOOL DISTRICT
EXIT CONFERENCE

The contents of this report were discussed on January 31, 2011, with Pamela S. Good, Treasurer; Dennis L. Stockdale, Superintendent of Schools; and Jerry Parker, School Board Secretary. The official response has been made a part of this report and may be found on pages 76 and 77.

Garrett - Keyser - Butler Community School District

SUPERINTENDENT
Dennis L. Stockdale

BOARD OF EDUCATION
Wayne E. Feltz
Anthony L. Giddis
Christopher W. Hueston
John C. Kline
Dorothy A. Walker

Please let the following serve as our official response to the most recent audit report.

APPROPRIATIONS

Status of finding: Records presented for audit indicated expenditures from the Transportation Operating Fund for the 2009 year exceeded budget appropriations by \$12,040.

This was discovered during the audit for the period ending June 30, 2010. These funds were transferred from the Transportation Operating fund into the Rainy Day fund, but not expended. Under direction of the State Board of Accounts, the funds were transferred back to the Transportation Operating fund before the 2010 year end.

CONTRACTS AND PUBLIC WORKS LAW

Status of finding: Lease agreement for Four County Vocational not presented to the school board and project did not comply with Public Works Law IC 36-1-12.

Discussions were held between the State Board of Accounts and Tim Holcomb, Four County Vocational Cooperative Director and the Superintendent outlining and explaining the procedures to be followed.

DEPOSITS NOT MADE TIMELY (APPLIES TO J. E. OBER ELEMENTARY SCHOOL, GARRETT KEYSER BUTLER MIDDLE SCHOOL, AND GARRETT KEYSER BUTLER HIGH SCHOOL)

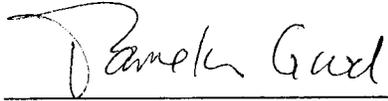
Status of finding: Each individual school has not transmitted textbook rental receipts timely to the school corporation.

Discussions were conducted between the State Board of Accounts and the building extra curricular treasurers. Deposits will be submitted to the Central Office not later than the next business day following the receipt of funds and additional record keeping measures have been put into place.

SUPPORTING DOCUMENTATION (APPLIES TO J. E. OBER ELEMENTARY SCHOOL, GARRETT MIDDLE SCHOOL)

Status of finding: Purchase of gift certificates and lack of supporting information of disbursements.

Discussions were conducted between the State Board of Accounts and the building extra curricular treasurers. We will not purchase gift certificates going forward. The State Board of Accounts stated that if gift certificates were purchased, supporting documentation must be obtained including the signature of individual receiving and the amount of the gift certificate.



Pamela Good, Business Manager

January 31, 2010