

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

AUDIT REPORT
OF

SOUTHWEST DUBOIS COUNTY
SCHOOL CORPORATION
DUBOIS COUNTY, INDIANA

July 1, 2008 to June 30, 2010



FILED
03/04/2011

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Pamela A. Fritz	07-01-08 to 06-30-11
Superintendent of Schools	Terry P. Enlow	07-01-08 to 06-30-11
President of the School Board	Jeff Starling Shannon Hildebranski	01-01-08 to 12-31-10 01-01-11 to 12-31-11



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

TO: THE OFFICIALS OF THE SOUTHWEST DUBOIS COUNTY
SCHOOL CORPORATION, DUBOIS COUNTY, INDIANA

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

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

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

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

In accordance with Government Auditing Standards, we have also issued a report dated February 9, 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, Schedule of Contributions From the Employer and Other Contributing Entities, or Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

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

STATE BOARD OF ACCOUNTS

February 9, 2011



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

TO: THE OFFICIALS OF THE SOUTHWEST DUBOIS COUNTY
SCHOOL CORPORATION, DUBOIS COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Southwest Dubois County School Corporation (School Corporation), as of and for the years ended June 30, 2009 and 2010, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated February 9, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

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

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

Compliance and Other Matters

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

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

STATE BOARD OF ACCOUNTS

February 9, 2011

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Totals</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
Governmental activities:				
Instruction	\$ 7,975,925	\$ -	\$ 109,772	\$ (7,866,153)
Support services	7,025,135	633,024	380,448	(6,011,663)
Noninstructional services	926,799	-	-	(926,799)
Facilities acquisition and construction	439,348	-	-	(439,348)
Debt service	5,564,324	-	-	(5,564,324)
Nonprogrammed charges	<u>1,733,126</u>	<u>-</u>	<u>-</u>	<u>(1,733,126)</u>
Total governmental activities	<u>\$ 23,664,657</u>	<u>\$ 633,024</u>	<u>\$ 490,220</u>	<u>(22,541,413)</u>
General receipts:				
Property taxes				6,819,041
Other local sources				2,980,252
State aid				8,313,313
Bonds and loans				435,000
Grants and contributions not restricted to specific programs				2,513,325
Sale of property				8,803
Investment earnings				272,079
Other				<u>113,500</u>
Total general receipts				<u>21,455,313</u>
Change in net assets				(1,086,100)
Net assets - beginning				<u>10,669,141</u>
Net assets - ending				<u>\$ 9,583,041</u>
<u>Assets</u>				
Cash and investments				\$ 6,214,224
Restricted assets:				
Cash and investments				<u>3,368,817</u>
Total assets				<u>\$ 9,583,041</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 352,597
Other purposes				3,016,220
Unrestricted				<u>6,214,224</u>
Total net assets				<u>\$ 9,583,041</u>

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

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

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Totals</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
Governmental activities:				
Instruction	\$ 7,723,174	\$ -	\$ 79,957	\$ (7,643,217)
Support services	6,398,303	623,218	571,393	(5,203,692)
Noninstructional services	922,960	-	-	(922,960)
Facilities acquisition and construction	1,461,614	-	-	(1,461,614)
Debt service	1,584,495	-	-	(1,584,495)
Nonprogrammed charges	<u>1,115,290</u>	<u>-</u>	<u>-</u>	<u>(1,115,290)</u>
Total governmental activities	<u>\$ 19,205,836</u>	<u>\$ 623,218</u>	<u>\$ 651,350</u>	<u>(17,931,268)</u>
General receipts:				
Property taxes				4,313,240
Other local sources				3,130,894
State aid				10,155,723
Bonds and loans				783,806
Grants and contributions not restricted to specific programs				1,828,267
Sale of property				176
Investment earnings				88,790
Other				<u>11,562</u>
Total general receipts				<u>20,312,458</u>
Change in net assets				2,381,190
Net assets - beginning				<u>9,583,041</u>
Net assets - ending				<u>\$ 11,964,231</u>
<u>Assets</u>				
Cash and investments				\$ 7,765,019
Restricted assets:				
Cash and investments				<u>4,199,212</u>
Total assets				<u>\$ 11,964,231</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 838,358
Other purposes				3,360,854
Unrestricted				<u>7,765,019</u>
Total net assets				<u>\$ 11,964,231</u>

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

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

	General	Transportation Operating	Rainy Day	Capital Projects	Other	Totals
Receipts:						
Local sources	\$ 3,134,298	\$ 1,037,444	\$ 2,522	\$ 1,662,862	\$ 3,384,473	\$ 9,221,599
Intermediate sources	210	-	-	-	356	566
State sources	8,361,778	-	-	-	630,115	8,991,893
Federal sources	1,186	-	-	-	2,323,778	2,324,964
Temporary loans	435,000	-	-	-	-	435,000
Other	87,722	255	-	1,250	24,273	113,500
Total receipts	12,020,194	1,037,699	2,522	1,664,112	6,362,995	21,087,522
Disbursements:						
Current:						
Instruction	7,293,092	-	-	-	684,065	7,977,157
Support services	3,163,120	686,293	-	542,095	2,632,395	7,023,903
Noninstructional services	187,861	-	-	-	738,938	926,799
Facilities acquisition and construction	-	-	-	420,823	18,525	439,348
Debt services	3,501,863	-	-	-	2,062,461	5,564,324
Nonprogrammed charges	143,250	-	-	-	-	143,250
Total disbursements	14,289,186	686,293	-	962,918	6,136,384	22,074,781
Excess (deficiency) of receipts over disbursements	(2,268,992)	351,406	2,522	701,194	226,611	(987,259)
Other financing sources (uses):						
Sale of capital assets	25	-	-	4,028	4,750	8,803
Transfers in	2,902	30,925	360,000	-	9,382	403,209
Transfers out	(215,000)	-	-	(100,000)	(88,209)	(403,209)
Total other financing sources (uses)	(212,073)	30,925	360,000	(95,972)	(74,077)	8,803
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,481,065)	382,331	362,522	605,222	152,534	(978,456)
Cash and investments - beginning	3,413,748	328,895	640,000	911,104	2,251,530	7,545,277
Cash and investments - ending	\$ 932,683	\$ 711,226	\$ 1,002,522	\$ 1,516,326	\$ 2,404,064	6,566,821
Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:						
Internal service funds are used by management to charge the costs of certain services to individual funds. The receipts and disbursements of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						3,016,220
Net assets of governmental activities						\$ 9,583,041
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 932,683	\$ 711,226	\$ 1,002,522	\$ 1,516,326	\$ 2,051,467	\$ 6,214,224
Restricted assets:						
Cash and investments	-	-	-	-	352,597	352,597
Total cash and investment assets - ending	\$ 932,683	\$ 711,226	\$ 1,002,522	\$ 1,516,326	\$ 2,404,064	\$ 6,566,821
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 352,597	\$ 352,597
Unrestricted	932,683	711,226	1,002,522	1,516,326	2,051,467	6,214,224
Total cash and investment fund balance - ending	\$ 932,683	\$ 711,226	\$ 1,002,522	\$ 1,516,326	\$ 2,404,064	\$ 6,566,821

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

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

	General	Transportation Operating	Rainy Day	Capital Projects	Other	Totals
Receipts:						
Local sources	\$ 173,572	\$ 1,148,525	\$ 3,708	\$ 1,632,894	\$ 3,870,537	\$ 6,829,236
Intermediate sources	210	-	-	-	169	379
State sources	10,177,103	-	-	-	397,768	10,574,871
Federal sources	-	-	-	-	2,060,468	2,060,468
Temporary loans	-	-	-	-	783,806	783,806
Other	127	-	-	-	11,435	11,562
	10,351,012	1,148,525	3,708	1,632,894	7,124,183	20,260,322
Disbursements:						
Current:						
Instruction	6,796,717	-	-	-	926,457	7,723,174
Support services	2,764,206	863,477	-	539,660	2,230,960	6,398,303
Noninstructional services	186,304	-	-	-	736,656	922,960
Facilities acquisition and construction	-	-	-	672,736	788,878	1,461,614
Debt services	1,608	-	-	-	1,582,887	1,584,495
Nonprogrammed charges	63,971	-	-	-	69,425	133,396
	9,812,806	863,477	-	1,212,396	6,335,263	18,223,942
Excess of receipts over disbursements	538,206	285,048	3,708	420,498	788,920	2,036,380
Other financing sources (uses):						
Sale of capital assets	176	-	-	-	-	176
Transfers in	41,782	-	295,000	-	41,123	377,905
Transfers out	-	-	-	(135,000)	(242,905)	(377,905)
	41,958	-	295,000	(135,000)	(201,782)	176
Excess of receipts and other financing sources over disbursements and other financing uses	580,164	285,048	298,708	285,498	587,138	2,036,556
Cash and investments - beginning	932,683	711,226	1,002,522	1,516,326	2,404,064	6,566,821
Cash and investments - ending	\$ 1,512,847	\$ 996,274	\$ 1,301,230	\$ 1,801,824	\$ 2,991,202	8,603,377
Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:						
Internal service funds are used by management to charge the costs of certain services to individual funds. The receipts and disbursements of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						
						3,360,854
Net assets of governmental activities						\$ 11,964,231
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,512,847	\$ 996,274	\$ 1,301,230	\$ 1,801,824	\$ 2,152,844	\$ 7,765,019
Restricted assets:						
Cash and investments	-	-	-	-	838,358	838,358
Total cash and investment assets - ending	\$ 1,512,847	\$ 996,274	\$ 1,301,230	\$ 1,801,824	\$ 2,991,202	\$ 8,603,377
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	838,358	838,358
Unrestricted	1,512,847	996,274	1,301,230	1,801,824	2,152,844	7,765,019
Total cash and investment fund balance - ending	\$ 1,512,847	\$ 996,274	\$ 1,301,230	\$ 1,801,824	\$ 2,991,202	\$ 8,603,377

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

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUND
For the Year Ended June 30, 2009

	<u>Internal Service Fund</u>
Operating receipts:	
Charges for services	\$ 3,330,402
Miscellaneous	<u>220,015</u>
Total operating receipts	<u>3,550,417</u>
Operating disbursements:	
Insurance claims and expense	<u>3,658,061</u>
Change in net assets	(107,644)
Cash and investment fund balance - beginning	<u>3,123,864</u>
Cash and investment fund balance - ending	<u>\$ 3,016,220</u>
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	<u>\$ 3,016,220</u>
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	<u>\$ 3,016,220</u>

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

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUND
For the Year Ended June 30, 2010

	<u>Internal Service Fund</u>
Operating receipts:	
Charges for services	\$ 3,410,181
Miscellaneous	<u>55,475</u>
Total operating receipts	<u>3,465,656</u>
Operating disbursements:	
Insurance claims and expense	<u>3,121,022</u>
Change in net assets	344,634
Cash and investment fund balance - beginning	<u>3,016,220</u>
Cash and investment fund balance - ending	<u>\$ 3,360,854</u>
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	<u>\$ 3,360,854</u>
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	<u>\$ 3,360,854</u>

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

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

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Other	\$ -	\$ 191,014	
Investment earnings:			
Interest	<u>2,073</u>	<u>-</u>	
Total additions	<u>2,073</u>	<u>191,014</u>	
Deductions:			
Benefits	40,594	-	
Administrative and general	<u>-</u>	<u>22,436</u>	
Total deductions	<u>40,594</u>	<u>22,436</u>	
Excess (deficiency) of total additions over total deductions	(38,521)	168,578	
Cash and investment fund balance - beginning	<u>149,648</u>	<u>8,203</u>	
Cash and investment fund balance - ending	<u>\$ 111,127</u>	<u>\$ 176,781</u>	<u>\$ 73,920</u>
Net assets:			
Cash and investments	<u>\$ 111,127</u>	<u>\$ 176,781</u>	<u>\$ 73,920</u>
Total net assets - cash and investment basis held in trust	<u>\$ 111,127</u>	<u>\$ 176,781</u>	<u>\$ 73,920</u>

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

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

	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Other	\$ -	\$ 67,552	
Investment earnings:			
Interest	<u>768</u>	<u>-</u>	
Total additions	<u>768</u>	<u>67,552</u>	
Deductions:			
Benefits	52,356	-	
Administrative and general	<u>-</u>	<u>205,194</u>	
Total deductions	<u>52,356</u>	<u>205,194</u>	
Deficiency of total additions over total deductions	(51,588)	(137,642)	
Cash and investment fund balance - beginning	<u>111,127</u>	<u>176,781</u>	
Cash and investment fund balance - ending	<u>\$ 59,539</u>	<u>\$ 39,139</u>	<u>\$ 66,896</u>
Net assets:			
Cash and investments	<u>\$ 59,539</u>	<u>\$ 39,139</u>	<u>\$ 66,896</u>
Total net assets - cash and investment basis held in trust	<u>\$ 59,539</u>	<u>\$ 39,139</u>	<u>\$ 66,896</u>

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

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

Primary Government: Southwest Dubois County School Corporation

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

Joint Venture

The School Corporation is a participant in a joint venture to operate Southern Indiana Education Center (SIEC) which was created to operate and maintain an educational service center in order to allow participating school corporations to cooperate and share certain programs and services. The School Corporation is obligated by contract to remit annually a fee for membership in an amount determined by the governing board of the SIEC based on each school's ADM. The SIEC's continued existence depends on continued funding by the School Corporation. The School Corporation maintains the treasury function for the SIEC and the financial information is included in the School Corporation's financial statements.

The School Corporation is a participant in a joint venture to operate the Area Vocational Program - District 47 which was created to provide for the vocational education needs of students. The Area Vocational Program - District 47's continued existence depends on continued funding by the School Corporation. Complete financial statements for the Area Vocational Program - District 47 can be obtained from Greater Jasper Consolidated Schools, 1520 St. Charles Street, Jasper, IN 47546.

The School Corporation is a participant in a joint venture to operate Dubois-Spencer-Perry Exceptional Children's Cooperative which was created to provide programs and services for exceptional children. The Dubois-Spencer-Perry Exceptional Children's Cooperative's continued existence depends on continued funding by the School Corporation. The School Corporation is obligated for the debts of the Dubois-Spencer-Perry Exceptional Children's Cooperative. Complete financial statements for the Dubois-Spencer-Perry Exceptional Children's Cooperative can be obtained from Greater Jasper Consolidated Schools, 1520 St. Charles Street, Jasper, IN 47546.

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

The School Corporation is a participant in a joint venture to operate the Southwest Indiana Co-op which was created to provide cost and administrative savings for the participating school corporations in their purchases of certain food commodities and related service. The Co-op does not handle any financial transactions. Each member school corporation is responsible to fund its share of the commodities purchases and pays the vendor directly.

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. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

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

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 capital projects fund accounts for planned construction, repair, replacement, or remodeling of buildings; and the purchase, lease, upgrade, maintenance, or repair of computer equipment.

Additionally, the School Corporation reports the following fund types:

The internal service fund accounts for dental, vision, life, and long-term disability insurance for members of the Southern Indiana School Trust and medical benefits for employees of the School Corporation.

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

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the students of the School Corporation.

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

C. Measurement Focus and Basis of Accounting

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

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

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

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

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

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

D. Assets and Cash and Investment Balances

1. Restricted Assets

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

2. Cash and Investments

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

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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."

Fund Financial Statements

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

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary funds result from providing services and producing and delivering goods and/or services. They also include all receipts and disbursements not related to capital and related financing, noncapital financing, or investing activities.

F. Internal and Interfund Activities

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

Fund Financial Statements

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

Government-Wide Financial Statements

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

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

G. Rounding Differences

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

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

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

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

B. Cash 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:

Fund	2009	2010
21st Century Learning Center	\$ -	\$ 436
Title II D Cadre 3/W Bedford	-	3,666
Cafeteria Clearing	-	3,735
ECA Activity Reimbursement	186	229
IRS Stimulus Health Cobra	-	1,156

Cash and investment deficits arose due to the fact that these funds are reimbursement type funds. The disbursement is made and then reimbursement is received at a later date.

III. Detailed Notes on All Funds

A. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. IC 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The School Corporation does not have a deposit policy for custodial credit risk. At June 30, 2010, the School Corporation had deposit balances in the amount of \$12,291,779.

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:

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Transfer From	Transfer To	2009	2010
General Fund	Rainy Day Fund	\$ 215,000	\$ -
Capital Projects Fund	Rainy Day Fund	100,000	135,000
Other Governmental Funds	General Fund	2,902	41,782
Other Governmental Funds	Rainy Day Fund	45,000	160,000
Other Governmental Funds	Transportation Operating Fund	30,925	-
Other Governmental Funds	Other Governmental Funds	9,382	41,123
Totals		<u>\$ 403,209</u>	<u>\$ 377,905</u>

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

C. Restatements and Reclassifications

For the year ended June 30, 2008, certain changes have been made to the financial statements to more appropriately reflect financial activity of the School Corporation. The following schedule presents a summary of restated beginning balances by opinion unit.

Opinion Unit	Balance as Reported June 30, 2008	Fund Reclassification	Balance as Restated July 1, 2008
Governmental Funds	\$ 7,553,480	\$ (8,203)	\$ 7,545,277
Private Purpose Funds	-	8,203	8,203

IV. Other Information

A. Risk Management

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

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

The School Corporation has chosen to establish a risk financing fund for risks associated with dental, vision, life, and long-term disability benefits to employees, retirees, and dependents. The risk financing fund is accounted for in the Southern Indiana School Trust Fund, an internal service fund, where assets are set aside for claim settlements. The School Corporation is the LEA for the ten member schools of the insurance trust. The balance in the internal service fund is an accumulation of the balances for the entire trust. Settled claims resulting from this risk did not

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

exceed commercial insurance coverage in the past three years. A premium is charged to each fund that accounts for the cost of selected coverage per employees paid from that fund. Provisions are also made for unexpected and unusual claims.

The School Corporation has chosen to establish a risk financing fund for risks associated with medical benefits to employees, retirees, and dependents. The risk financing fund is accounted for in the Employee Benefit Trust Fund, an internal service fund, where assets are set aside for claim settlements. The School Corporation purchases commercial insurance for claims in excess of coverage provided by the fund. Interfund premiums are paid into the fund by all affected funds and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon an overall premium percentage which is applied to each affected fund and are reported as quasi-external interfund transactions.

B. Holding Corporations

The School Corporation has entered into a capital lease with Southwest Dubois County Elementary Facilities 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 \$1,151,500 and \$1,153,000, respectively.

The School Corporation has entered into a capital lease with Southwest Dubois County Multi-School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. No lease payments were made during the years ended June 30, 2009 or 2010.

C. Subsequent Events

Southridge High School/Middle School Renovation Project

Project Description: Renovations and additions to Southridge High School and Southridge Middle School, including:

- HVAC replacement
- Lighting enhancements
- Renovation and additions to High School Classrooms
- Band Room Addition
- Multi-purpose/Transitional Building
- Renovate space for new Middle School Cafeteria
- Upgrade finishes, security, technology systems
- Traffic flow and parking lot improvements

Total Project Budget: \$22,500,000

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Source of Funding:

Common School Fund Loan to School Corporation - \$ 9,270,772
Southwest Dubois County Multi-School Bldg. Corp. First Mortgage Bonds
- \$13,230,000 dated December 1, 2010:

- a. \$1,230,000 Series 2010A Tax Exempt First Mortgage Bonds
- b. \$10,000,000 Series 2010B Taxable Qualified School Construction Bonds
- c. \$2,000,000 Series 2010C Taxable Qualified Zone Academy Bonds

Status of Project:

The Project has been divided into a Phase 1A and Phase 1B. Phase 1A was let for bid in June, 2010, and contracts were awarded on July 6, 2010. Phase 1A includes the construction of a new Multi-Purpose/Transition building which will be used for temporary classrooms during the renovation of the high school classrooms. It will then be converted to multi-purpose use – including physical education, gymnasium, track, and locker rooms. Phase 1A also includes the addition of a band room and a new parking lot. Total construction contracts awarded for Phase 1A were \$6,837,038. This Phase will be paid entirely from the School Corporation's Common School Fund Loan.

Phase 1B was let for bid, and general construction contracts were awarded on December 16, 2010, totaling \$12,054,408. This phase is divided between the School Corporation and the Southwest Dubois County Multi-Purpose Bldg. Corp., (Building Corporation).

The Building Corporation has acquired from the School Corporation that portion of the Southridge High School building complex which it will renovate and improve with the proceeds from the first mortgage bonds issued by it. The purchase price was \$1,200,000 as established by appraisal pursuant to I.C. 20-47-3 et seq. It will lease this facility back to the School Corporation. A lease dated January 21, 2010, and amended on November 24, 2010, provides for a lease term of 22 years commencing December 1, 2010 and ending November 30, 2032, unless sooner terminated by exercise of the School Corporation's option to purchase, or upon complete payment and defeasance of all first mortgage bonds issued to finance the renovation and improvements, and any bonds issued to refund such first mortgage bonds. The Lease provides for semiannual lease rentals of \$797,500 during renovation payable on June 30, 2011, December 31, 2011, and June 30, 2012. Thereafter, annual rental shall be an amount equal to the multiple of \$1,000 next higher than the payment needed to pay the debt service on the outstanding first mortgage bonds, plus \$5000, payable in semi-annual installments on June 30 and December 31 of each lease year.

The School Corporation will use the proceeds from the Common School Fund Loan and the \$1,200,000 proceeds from the sale of the high school building, to pay the costs of the renovations and improvements not situated on the building premises acquired by the Building Corporation.

Common School Loan

On April 7, 2010, the School Corporation was awarded a construction advance from the Common School Fund in the amount of \$9,270,772 to be used on the Southridge High School/Middle School renovation project described above. As of June 30, 2010, the School Corporation had drawn down \$783,806.25 of the award amount. Repayment will be over a period not to exceed 20 years at 4% interest and will begin after the final drawdown is made.

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

D. Termination Benefits

Teachers who signed up to retire under the old plan, who were at least 50 years of age and had 18 years of service with the last 10 being in the Southwest Dubois County School Corporation, receive a bridge to social security. This bridge amount is paid to the retiree annually once the retiree reaches age 54 and continues until the retiree is eligible for full (unreduced) Social Security retirement benefits. This bridge amount is calculated as $\frac{1}{2}$ the difference between the informational salary (base salary + 3%) of the retiree and the informational salary of a beginning teacher. Also, upon retirement, the teacher is paid \$20/day of accumulated sick leave. Forty-six retired teachers are currently receiving benefits under this plan. During 2009-2010, disbursements of \$593,045 were recognized for these retirement benefits.

Teachers who were hired prior to June 1, 2004, who did not choose or were not eligible to retire by June 30, 2009, were part of the buyout plan. An actuarial study was performed using several factors including the age of the teacher, years of service, expected retirement age, etc. The amount determined by the study was deposited into a 401(a) account for each teacher. The teachers are vested in this plan after 10 years of service. In addition, the School Corporation will pay to each teacher \$20/day of accumulated sick leave upon their retirement. Sixty-two teachers are covered under this plan. During 2009-2010, disbursements of \$7,100 were recognized for these retirement benefits.

For teachers hired after June 1, 2004, the School Corporation contributes 1.65% of the teacher's informational salary (base salary + 3%) into each individual teachers separate 401(a) account. These contributions are made monthly throughout the school year. The forty-three employees are covered under this plan. During 2009-2010 disbursements of \$28,389 were recognized for these retirement benefits.

E. Other Postemployment Benefits

Defined Contribution Healthcare Plan

Plan Description

Southwest Dubois County School Corporation Healthcare Plan is a defined contribution healthcare plan administered by Dunn and Associates Benefit Administrators for health insurance and MECA for the Southern Indiana School Trust dental and vision insurance. The healthcare plan provides single health, dental, and vision coverage to eligible retirees until the retirees are eligible for full (unreduced) Social Security retirement benefits. Indiana Code 5-10-8 assigns the authority to establish and amend benefit provisions to the School Corporation.

Funding Policy

The contribution requirements of plan members for the Southwest Dubois County School Corporation Healthcare Plan are established by the School Corporation's governing board. No contribution is required by the retiree for single coverage. For the year ended June 30, 2010, the School Corporation contributed \$319,256 for this benefit.

In addition to the above defined contribution healthcare plan, for teachers hired after June 1, 2004, the School Corporation contributes 1.65% of the teacher's informational salary (base salary + 3%) into each individual teachers separate VEBA account. These contributions are made

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

monthly throughout the school year. The employee is fully vested after 5 years of continuous service with the School Corporation. Currently forty-three employees are covered under this plan. During 2009-2010 disbursements of \$28,389 were recognized for this benefit.

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 during the period were \$137,127.

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

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

Funding Policy

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

The School Corporation's contributions to the plan during the period were \$403,317.

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
 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	\$ 731,669	\$ 891,047	\$ (159,378)	82%	\$ 733,734	(22%)
07-01-08	781,137	887,398	(106,261)	88%	809,900	(13%)
07-01-09	795,999	983,574	(187,575)	81%	795,716	(24%)

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

	Preschool Special Education	School Lunch	Textbook Rental	Levy Excess	SIEC Operating	SIEC DI Networking	SIEC Parent Conference
Receipts:							
Local sources	\$ 9,467	\$ 427,368	\$ 134,651	\$ -	\$ 572,525	\$ -	\$ 3,198
Intermediate sources	-	-	-	-	-	-	-
State sources	61,873	10,889	50,046	-	239,791	-	-
Federal sources	-	307,379	-	-	-	-	-
Other	-	400	23,618	-	255	-	-
Total receipts	71,340	746,036	208,315	-	812,571	-	3,198
Disbursements:							
Current:							
Instruction	40,907	-	-	-	-	-	-
Support services	-	1,226	190,257	-	764,049	-	3,173
Noninstructional services	-	697,154	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	15,000	-	-	-	3,026	-	-
Total disbursements	55,907	698,380	190,257	-	767,075	-	3,173
Excess (deficiency) of receipts over disbursements	15,433	47,656	18,058	-	45,496	-	25
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	(30,925)	-	-	-
Total other financing sources (uses)	-	-	-	(30,925)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	15,433	47,656	18,058	(30,925)	45,496	-	25
Cash and investments - beginning	6,094	208,733	62,325	30,925	557,747	4,304	3,743
Cash and investments - ending	\$ 21,527	\$ 256,389	\$ 80,383	\$ -	\$ 603,243	\$ 4,304	\$ 3,768
Cash and Investment Assets - Ending							
Cash and investments	\$ 21,527	\$ 256,389	\$ 80,383	\$ -	\$ 603,243	\$ 4,304	\$ 3,768
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 21,527	\$ 256,389	\$ 80,383	\$ -	\$ 603,243	\$ 4,304	\$ 3,768
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	21,527	256,389	80,383	-	603,243	4,304	3,768
Total cash and investment fund balance - ending	\$ 21,527	\$ 256,389	\$ 80,383	\$ -	\$ 603,243	\$ 4,304	\$ 3,768

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

	SIEC Interlocal	SIEC Tophat	SIEC Athena Distance Learning	Preschool/ Full Day Kindergarten	Education License Plates	SIEC Indiana Small and Rural Schools	High Ability 2008-09
Receipts:							
Local sources	\$ 3,145	\$ -	\$ -	\$ 56,876	\$ -	\$ 2,007	\$ -
Intermediate sources	-	-	-	-	356	-	-
State sources	-	-	-	-	-	-	33,275
Federal sources	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	3,145	-	-	56,876	356	2,007	33,275
Disbursements:							
Current:							
Instruction	-	-	-	54,551	-	-	14,806
Support services	2,290	-	-	-	36	2,974	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Total disbursements	2,290	-	-	54,551	36	2,974	14,806
Excess (deficiency) of receipts over disbursements	855	-	-	2,325	320	(967)	18,469
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	855	-	-	2,325	320	(967)	18,469
Cash and investments - beginning	72,036	4,393	1,511	35,873	1,373	55,314	-
Cash and investments - ending	<u>\$ 72,891</u>	<u>\$ 4,393</u>	<u>\$ 1,511</u>	<u>\$ 38,198</u>	<u>\$ 1,693</u>	<u>\$ 54,347</u>	<u>\$ 18,469</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 72,891	\$ 4,393	\$ 1,511	\$ 38,198	\$ 1,693	\$ 54,347	\$ 18,469
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 72,891	\$ 4,393	\$ 1,511	\$ 38,198	\$ 1,693	\$ 54,347	\$ 18,469
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	72,891	4,393	1,511	38,198	1,693	54,347	18,469
Total cash and investment fund balance - ending	\$ 72,891	\$ 4,393	\$ 1,511	\$ 38,198	\$ 1,693	\$ 54,347	\$ 18,469

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

	High Ability 2007-08	SIEC High Ability 2008-09	SIEC High Ability 2007-09	SIEC Professional Library	Computer Consortium	Medicaid Reimbursement
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 3,662	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	148,562	3,992
Federal sources	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	-	-	3,662	148,562	3,992
Disbursements:						
Current:						
Instruction	17,588	1,680	30,929	-	-	-
Support services	-	-	-	2,548	148,562	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	17,588	1,680	30,929	2,548	148,562	-
Excess (deficiency) of receipts over disbursements	(17,588)	(1,680)	(30,929)	1,114	-	3,992
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(2,902)
Total other financing sources (uses)	-	-	-	-	-	(2,902)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(17,588)	(1,680)	(30,929)	1,114	-	1,090
Cash and investments - beginning	17,588	4,684	40,977	2,824	-	1,806
Cash and investments - ending	\$ -	\$ 3,004	\$ 10,048	\$ 3,938	\$ -	\$ 2,896
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 3,004	\$ 10,048	\$ 3,938	\$ -	\$ 2,896
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 3,004	\$ 10,048	\$ 3,938	\$ -	\$ 2,896
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	3,004	10,048	3,938	-	2,896
Total cash and investment fund balance - ending	\$ -	\$ 3,004	\$ 10,048	\$ 3,938	\$ -	\$ 2,896

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

	Non-English Speaking	SW Dubois Technology	Access Indiana	Technology Planning Grant	Project Lead the Way- IEDC	SIEC Tophat Tech Assistance
Receipts:						
Local sources	\$ -	\$ 10,488	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	28,182	-	2,500	-	5,000	-
Federal sources	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	<u>28,182</u>	<u>10,488</u>	<u>2,500</u>	<u>-</u>	<u>5,000</u>	<u>-</u>
Disbursements:						
Current:						
Instruction	30,742	-	-	-	5,000	-
Support services	981	-	-	3,799	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	18,525	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	<u>31,723</u>	<u>18,525</u>	<u>-</u>	<u>3,799</u>	<u>5,000</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(3,541)</u>	<u>(8,037)</u>	<u>2,500</u>	<u>(3,799)</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(3,541)</u>	<u>(8,037)</u>	<u>2,500</u>	<u>(3,799)</u>	<u>-</u>	<u>-</u>
Cash and investments - beginning	<u>4,465</u>	<u>18,103</u>	<u>-</u>	<u>3,799</u>	<u>-</u>	<u>7,382</u>
Cash and investments - ending	<u>\$ 924</u>	<u>\$ 10,066</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,382</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 924	\$ 10,066	\$ 2,500	\$ -	\$ -	\$ 7,382
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 924</u>	<u>\$ 10,066</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,382</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	924	10,066	2,500	-	-	7,382
Total cash and investment fund balance - ending	<u>\$ 924</u>	<u>\$ 10,066</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,382</u>

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

	SIEC CEC	SIEC HMS Tophat	SIEC Technology	SIEC Regional Meeting	SIEC Staff Development	SIEC Leaders Edge 2005-06
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-
Disbursements:						
Current:						
Instruction	-	-	-	-	-	-
Support services	325	2,575	-	-	-	2,250
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	325	2,575	-	-	-	2,250
Excess (deficiency) of receipts over disbursements	(325)	(2,575)	-	-	-	(2,250)
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(325)	(2,575)	-	-	-	(2,250)
Cash and investments - beginning	47,135	6,148	7,535	-	53,718	5,604
Cash and investments - ending	<u>\$ 46,810</u>	<u>\$ 3,573</u>	<u>\$ 7,535</u>	<u>\$ -</u>	<u>\$ 53,718</u>	<u>\$ 3,354</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 46,810	\$ 3,573	\$ 7,535	\$ -	\$ 53,718	\$ 3,354
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 46,810</u>	<u>\$ 3,573</u>	<u>\$ 7,535</u>	<u>\$ -</u>	<u>\$ 53,718</u>	<u>\$ 3,354</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	46,810	3,573	7,535	-	53,718	3,354
Total cash and investment fund balance - ending	<u>\$ 46,810</u>	<u>\$ 3,573</u>	<u>\$ 7,535</u>	<u>\$ -</u>	<u>\$ 53,718</u>	<u>\$ 3,354</u>

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

	SIEC HMS Tophat 2007-08	SIEC Tophat Mentor Coaches	2nd Grade Laptop	Title I 2008-09	Title I 2007-08	Title I School Improvement 2007-08
Receipts:						
Local sources	\$ -	\$ 24,200	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	41,250	-	-	-
Federal sources	-	-	-	189,162	23,000	5,000
Other	-	-	-	-	-	-
Total receipts	-	24,200	41,250	189,162	23,000	5,000
Disbursements:						
Current:						
Instruction	-	-	-	77,857	33,641	-
Support services	67,500	16,298	41,250	96,253	6,693	-
Noninstructional services	-	-	-	12,067	2,901	26,356
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	67,500	16,298	41,250	186,177	43,235	26,356
Excess (deficiency) of receipts over disbursements	(67,500)	7,902	-	2,985	(20,235)	(21,356)
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	9,382	-	-
Transfers out	-	-	-	-	(9,382)	-
Total other financing sources (uses)	-	-	-	9,382	(9,382)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(67,500)	7,902	-	12,367	(29,617)	(21,356)
Cash and investments - beginning	70,875	-	-	-	29,617	21,356
Cash and investments - ending	<u>\$ 3,375</u>	<u>\$ 7,902</u>	<u>\$ -</u>	<u>\$ 12,367</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 3,375	\$ 7,902	\$ -	\$ 12,367	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 3,375</u>	<u>\$ 7,902</u>	<u>\$ -</u>	<u>\$ 12,367</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	3,375	7,902	-	12,367	-	-
Total cash and investment fund balance - ending	<u>\$ 3,375</u>	<u>\$ 7,902</u>	<u>\$ -</u>	<u>\$ 12,367</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Title V Part A 2007-08	SIEC Patins	Drug Free Schools 2007	Drug Free Schools 2009-10	Drug Free Schools 2008-09	Medicaid Reimbursement Federal
Receipts:						
Local sources	\$ -	\$ 28,019	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	4,755	-	-
Federal sources	2,791	277,661	-	-	5,457	6,955
Other	-	-	-	-	-	-
Total receipts	2,791	305,680	-	4,755	5,457	6,955
Disbursements:						
Current:						
Instruction	2,791	275,152	-	1,232	-	21,014
Support services	-	5,255	3,001	-	1,993	3,430
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	2,791	280,407	3,001	1,232	1,993	24,444
Excess (deficiency) of receipts over disbursements	-	25,273	(3,001)	3,523	3,464	(17,489)
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	25,273	(3,001)	3,523	3,464	(17,489)
Cash and investments - beginning	-	75,863	3,001	-	-	31,730
Cash and investments - ending	\$ -	\$ 101,136	\$ -	\$ 3,523	\$ 3,464	\$ 14,241
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 101,136	\$ -	\$ 3,523	\$ 3,464	\$ 14,241
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 101,136	\$ -	\$ 3,523	\$ 3,464	\$ 14,241
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	101,136	-	3,523	3,464	14,241
Total cash and investment fund balance - ending	\$ -	\$ 101,136	\$ -	\$ 3,523	\$ 3,464	\$ 14,241

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

	21st Century Learning Center	SIEC USDA Reimbursable	SIEC American History 2008-09	Title II - A Improving Teachers 2007-08	Title II - A Improving Teachers 2008-09	Title II - A Improving Teachers 2009-10
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	290	240,971	-	45,000	18,973
Other	-	-	-	-	-	-
Total receipts	-	290	240,971	-	45,000	18,973
Disbursements:						
Current:						
Instruction	-	-	-	793	44,244	9,693
Support services	-	71,056	240,971	2,118	5,474	2,991
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	-	71,056	240,971	2,911	49,718	12,684
Excess (deficiency) of receipts over disbursements	-	(70,766)	-	(2,911)	(4,718)	6,289
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(70,766)	-	(2,911)	(4,718)	6,289
Cash and investments - beginning	-	70,766	-	2,911	8,329	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,611</u>	<u>\$ 6,289</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 3,611	\$ 6,289
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,611</u>	<u>\$ 6,289</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	-	-	3,611	6,289
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,611</u>	<u>\$ 6,289</u>

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

	SIEC Regional Library Meeting	Title II D Ed Tech 2008-09	SIEC Title III 2008-09	SIEC Title III 2007-08	Title III ESL 2008-09	Title III Language Minority 2007-08
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	1,000	119,346	25,350	-	26,100	-
Other	-	-	-	-	-	-
Total receipts	1,000	119,346	25,350	-	26,100	-
Disbursements:						
Current:						
Instruction	-	-	-	-	21,445	-
Support services	710	118,060	21,762	3,884	2,473	211
Noninstructional services	-	-	-	-	460	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	710	118,060	21,762	3,884	24,378	211
Excess (deficiency) of receipts over disbursements	290	1,286	3,588	(3,884)	1,722	(211)
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	290	1,286	3,588	(3,884)	1,722	(211)
Cash and investments - beginning	-	-	-	3,884	-	211
Cash and investments - ending	<u>\$ 290</u>	<u>\$ 1,286</u>	<u>\$ 3,588</u>	<u>\$ -</u>	<u>\$ 1,722</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 290	\$ 1,286	\$ 3,588	\$ -	\$ 1,722	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 290</u>	<u>\$ 1,286</u>	<u>\$ 3,588</u>	<u>\$ -</u>	<u>\$ 1,722</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	290	1,286	3,588	-	1,722	-
Total cash and investment fund balance - ending	<u>\$ 290</u>	<u>\$ 1,286</u>	<u>\$ 3,588</u>	<u>\$ -</u>	<u>\$ 1,722</u>	<u>\$ -</u>

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

	SIEC Title II Science Grant	Fiscal Stabilization	Debt Service	Retirement Severance Bond	School Bus Replacement	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ 1,447,639	\$ 521,234	\$ 139,994	\$ 3,384,473
Intermediate sources	-	-	-	-	-	356
State sources	-	-	-	-	-	630,115
Federal sources	146,977	882,366	-	-	-	2,323,778
Other	-	-	-	-	-	24,273
Total receipts	146,977	882,366	1,447,639	521,234	139,994	6,362,995
Disbursements:						
Current:						
Instruction	-	-	-	-	-	684,065
Support services	185,393	596,574	-	-	14,000	2,632,395
Noninstructional services	-	-	-	-	-	738,938
Facilities acquisition and construction	-	-	-	-	-	18,525
Debt services	-	-	1,536,698	493,277	14,460	2,062,461
Total disbursements	185,393	596,574	1,536,698	493,277	28,460	6,136,384
Excess (deficiency) of receipts over disbursements	(38,416)	285,792	(89,059)	27,957	111,534	226,611
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	4,750	4,750
Transfers in	-	-	-	-	-	9,382
Transfers out	-	-	(45,000)	-	-	(88,209)
Total other financing sources (uses)	-	-	(45,000)	-	4,750	(74,077)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(38,416)	285,792	(134,059)	27,957	116,284	152,534
Cash and investments - beginning	38,416	-	430,312	28,387	169,733	2,251,530
Cash and investments - ending	\$ -	\$ 285,792	\$ 296,253	\$ 56,344	\$ 286,017	\$ 2,404,064
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 285,792	\$ -	\$ -	\$ 286,017	\$ 2,051,467
Restricted assets:						
Cash and investments	-	-	296,253	56,344	-	352,597
Total cash and investment assets - ending	\$ -	\$ 285,792	\$ 296,253	\$ 56,344	\$ 286,017	\$ 2,404,064
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ 296,253	\$ 56,344	\$ -	\$ 352,597
Unrestricted	-	285,792	-	-	286,017	2,051,467
Total cash and investment fund balance - ending	\$ -	\$ 285,792	\$ 296,253	\$ 56,344	\$ 286,017	\$ 2,404,064

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

	Preschool Special Education	School Lunch	Textbook Rental	SIEC Operating	SIEC DI Networking	SIEC Parent Conference	SIEC Supplemental Education Services
Receipts:							
Local sources	\$ -	\$ 404,284	\$ 120,285	\$ 555,959	\$ -	\$ 3,081	\$ 194,778
Intermediate sources	-	-	-	-	-	-	-
State sources	37,125	10,777	53,512	222,867	-	-	-
Federal sources	-	359,833	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	-	6,934	3,049	1,400	-	52	-
Total receipts	37,125	781,828	176,846	780,226	-	3,133	194,778
Disbursements:							
Current:							
Instruction	24,768	-	-	-	-	-	-
Support services	-	907	194,215	730,179	-	3,085	130,718
Noninstructional services	-	720,860	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	3,026	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	24,768	721,767	194,215	733,205	-	3,085	130,718
Excess (deficiency) of receipts over disbursements	12,357	60,061	(17,369)	47,021	-	48	64,060
Other financing sources (uses):							
Transfers in	-	-	-	20,000	-	-	21,123
Transfers out	(33,884)	-	-	(21,123)	-	-	(20,000)
Total other financing sources (uses)	(33,884)	-	-	(1,123)	-	-	1,123
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(21,527)	60,061	(17,369)	45,898	-	48	65,183
Cash and investments - beginning	21,527	256,389	80,383	603,243	4,304	3,768	-
Cash and investments - ending	\$ -	\$ 316,450	\$ 63,014	\$ 649,141	\$ 4,304	\$ 3,816	\$ 65,183
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ 316,450	\$ 63,014	\$ 649,141	\$ 4,304	\$ 3,816	\$ 65,183
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 316,450	\$ 63,014	\$ 649,141	\$ 4,304	\$ 3,816	\$ 65,183
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	316,450	63,014	649,141	4,304	3,816	65,183
Total cash and investment fund balance - ending	\$ -	\$ 316,450	\$ 63,014	\$ 649,141	\$ 4,304	\$ 3,816	\$ 65,183

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

	SIEC Interlocal	SIEC Tophat	SIEC Athena Distance Learning	Preschool/ Full Day Kindergarten	Education License Plates	Alternative Education	SIEC Indiana Small and Rural Schools
Receipts:							
Local sources	\$ 2,454	\$ -	\$ -	\$ 70,645	\$ -	\$ -	\$ 36,906
Intermediate sources	-	-	-	-	169	-	-
State sources	-	-	-	-	-	3,930	-
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	2,454	-	-	70,645	169	3,930	36,906
Disbursements:							
Current:							
Instruction	-	-	-	53,991	-	-	-
Support services	602	4,393	-	-	88	-	15,250
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	602	4,393	-	53,991	88	-	15,250
Excess (deficiency) of receipts over disbursements	1,852	(4,393)	-	16,654	81	3,930	21,656
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,852	(4,393)	-	16,654	81	3,930	21,656
Cash and investments - beginning	72,891	4,393	1,511	38,198	1,693	-	54,347
Cash and investments - ending	\$ 74,743	\$ -	\$ 1,511	\$ 54,852	\$ 1,774	\$ 3,930	\$ 76,003
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 74,743	\$ -	\$ 1,511	\$ 54,852	\$ 1,774	\$ 3,930	\$ 76,003
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 74,743	\$ -	\$ 1,511	\$ 54,852	\$ 1,774	\$ 3,930	\$ 76,003
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	74,743	-	1,511	54,852	1,774	3,930	76,003
Total cash and investment fund balance - ending	\$ 74,743	\$ -	\$ 1,511	\$ 54,852	\$ 1,774	\$ 3,930	\$ 76,003

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

	High Ability 2008-09	High Ability 2009-10	SIEC High Ability 2008-09	SIEC High Ability 2007-09	SIEC Professional Library	Medicaid Reimbursement
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	32,670	-	-	-	10,981
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total receipts	-	32,670	-	-	-	10,981
Disbursements:						
Current:						
Instruction	18,469	24,332	642	-	-	-
Support services	-	-	2,362	10,048	1,396	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total disbursements	18,469	24,332	3,004	10,048	1,396	-
Excess (deficiency) of receipts over disbursements	(18,469)	8,338	(3,004)	(10,048)	(1,396)	10,981
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(7,898)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	-	-	-	-	-	(7,898)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(18,469)	8,338	(3,004)	(10,048)	(1,396)	3,083
Cash and investments - beginning	18,469	-	3,004	10,048	3,938	2,896
Cash and investments - ending	<u>\$ -</u>	<u>\$ 8,338</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,542</u>	<u>\$ 5,979</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 8,338	\$ -	\$ -	\$ 2,542	\$ 5,979
Restricted assets:						
Cash and investments	-	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 8,338</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,542</u>	<u>\$ 5,979</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	8,338	-	-	2,542	5,979
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 8,338</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,542</u>	<u>\$ 5,979</u>

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

	Non-English Speaking	SW Dubois Technology	Access Indiana	SIEC Tophat Tech Assistance	SIEC CEC	SIEC HMS Tophat
Receipts:						
Local sources	\$ -	\$ 11,584	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	25,906	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	25,906	11,584	-	-	-	-
Disbursements:						
Current:						
Instruction	26,311	-	-	-	-	-
Support services	-	-	2,500	7,382	-	3,573
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	8,870	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	26,311	8,870	2,500	7,382	-	3,573
Excess (deficiency) of receipts over disbursements	(405)	2,714	(2,500)	(7,382)	-	(3,573)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(405)	2,714	(2,500)	(7,382)	-	(3,573)
Cash and investments - beginning	924	10,066	2,500	7,382	46,810	3,573
Cash and investments - ending	\$ 519	\$ 12,780	\$ -	\$ -	\$ 46,810	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 519	\$ 12,780	\$ -	\$ -	\$ 46,810	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 519	\$ 12,780	\$ -	\$ -	\$ 46,810	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	519	12,780	-	-	46,810	-
Total cash and investment fund balance - ending	\$ 519	\$ 12,780	\$ -	\$ -	\$ 46,810	\$ -

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

	SIEC Technology	SIEC Regional Meeting	SIEC Staff Development	SIEC Leaders Edge 2005-06	SIEC HMS Tophat 2007-08	SIEC Tophat Mentor Coaches
Receipts:						
Local sources	\$ -	\$ 1,837	\$ -	\$ -	\$ -	\$ 1,900
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	1,837	-	-	-	1,900
Disbursements:						
Current:						
Instruction	-	-	-	-	-	-
Support services	627	351	650	-	3,375	9,802
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	627	351	650	-	3,375	9,802
Excess (deficiency) of receipts over disbursements	(627)	1,486	(650)	-	(3,375)	(7,902)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(627)	1,486	(650)	-	(3,375)	(7,902)
Cash and investments - beginning	7,535	-	53,718	3,354	3,375	7,902
Cash and investments - ending	<u>\$ 6,908</u>	<u>\$ 1,486</u>	<u>\$ 53,068</u>	<u>\$ 3,354</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 6,908	\$ 1,486	\$ 53,068	\$ 3,354	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 6,908</u>	<u>\$ 1,486</u>	<u>\$ 53,068</u>	<u>\$ 3,354</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	6,908	1,486	53,068	3,354	-	-
Total cash and investment fund balance - ending	<u>\$ 6,908</u>	<u>\$ 1,486</u>	<u>\$ 53,068</u>	<u>\$ 3,354</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Title I 2008-09	Title I 2009-10	Title V Part A 2009-10	SIEC Patins	Drug Free Schools 2009-10	Drug Free Schools 2010-11
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	24,000	196,304	1,088	310,520	-	5,579
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	24,000	196,304	1,088	310,520	-	5,579
Disbursements:						
Current:						
Instruction	15,387	104,591	1,088	259,641	-	-
Support services	20,425	78,610	-	4,373	576	1,200
Noninstructional services	555	4,134	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	36,367	187,335	1,088	264,014	576	1,200
Excess (deficiency) of receipts over disbursements	(12,367)	8,969	-	46,506	(576)	4,379
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(12,367)	8,969	-	46,506	(576)	4,379
Cash and investments - beginning	12,367	-	-	101,136	3,523	-
Cash and investments - ending	\$ -	\$ 8,969	\$ -	\$ 147,642	\$ 2,947	\$ 4,379
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 8,969	\$ -	\$ 147,642	\$ 2,947	\$ 4,379
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 8,969	\$ -	\$ 147,642	\$ 2,947	\$ 4,379
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	8,969	-	147,642	2,947	4,379
Total cash and investment fund balance - ending	\$ -	\$ 8,969	\$ -	\$ 147,642	\$ 2,947	\$ 4,379

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

	Drug Free Schools 2008-09	Medicaid Reimbursement Federal	21st Century Learning Center	SIEC American History 2009-10	Title II - A Improving Teachers 2009-11	Title II - A Improving Teachers 2008-09
Receipts:						
Local sources	\$ -	\$ 2,274	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	24,757	-	272,366	33,180	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	-	27,031	-	272,366	33,180	-
Disbursements:						
Current:						
Instruction	-	-	-	-	21,351	-
Support services	3,464	4,938	436	272,366	263	3,611
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	3,464	4,938	436	272,366	21,614	3,611
Excess (deficiency) of receipts over disbursements	(3,464)	22,093	(436)	-	11,566	(3,611)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,464)	22,093	(436)	-	11,566	(3,611)
Cash and investments - beginning	3,464	14,241	-	-	-	3,611
Cash and investments - ending	\$ -	\$ 36,334	\$ (436)	\$ -	\$ 11,566	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 36,334	\$ (436)	\$ -	\$ 11,566	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 36,334	\$ (436)	\$ -	\$ 11,566	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	36,334	(436)	-	11,566	-
Total cash and investment fund balance - ending	\$ -	\$ 36,334	\$ (436)	\$ -	\$ 11,566	\$ -

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

	Title II - A Improving Teachers 2009-10	Title II D Cadre 3/ W Bedford	Title II D Ed Tech 2008-09	Title II D Ed Tech 2009-10	SIEC Regional Library Meeting	SIEC Title III 2008-09
Receipts:						
Local sources	\$ -	\$ 58,387	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	35,000	-	-	25,447	-	-
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	35,000	58,387	-	25,447	-	-
Disbursements:						
Current:						
Instruction	33,483	-	-	-	-	-
Support services	7,058	62,053	1,286	25,196	290	3,588
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	40,541	62,053	1,286	25,196	290	3,588
Excess (deficiency) of receipts over disbursements	(5,541)	(3,666)	(1,286)	251	(290)	(3,588)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(5,541)	(3,666)	(1,286)	251	(290)	(3,588)
Cash and investments - beginning	6,289	-	1,286	-	290	3,588
Cash and investments - ending	\$ 748	\$ (3,666)	\$ -	\$ 251	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 748	\$ (3,376)	\$ -	\$ 251	\$ (290)	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 748	\$ (3,376)	\$ -	\$ 251	\$ (290)	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	748	(3,376)	-	251	(290)	-
Total cash and investment fund balance - ending	\$ 748	\$ (3,376)	\$ -	\$ 251	\$ (290)	\$ -

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

	SIEC Title III 2009-10	Title III ESL 2008-09	Title III Limited English 2009-10	Fiscal Stabilization	Title I Stimulus	Special Education Part B Stimulus
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	20,800	-	24,440	353,350	95,743	265,745
Temporary loans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	20,800	-	24,440	353,350	95,743	265,745
Disbursements:						
Current:						
Instruction	-	-	22,841	-	42,734	265,305
Support services	16,771	1,583	1,599	569,717	17,995	59
Noninstructional services	-	139	-	-	10,968	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	69,425	-	-
Total disbursements	16,771	1,722	24,440	639,142	71,697	265,364
Excess (deficiency) of receipts over disbursements	4,029	(1,722)	-	(285,792)	24,046	381
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,029	(1,722)	-	(285,792)	24,046	381
Cash and investments - beginning	-	1,722	-	285,792	-	-
Cash and investments - ending	\$ 4,029	\$ -	\$ -	\$ -	\$ 24,046	\$ 381
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 4,029	\$ -	\$ -	\$ -	\$ 24,046	\$ 381
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 4,029	\$ -	\$ -	\$ -	\$ 24,046	\$ 381
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	4,029	-	-	-	24,046	381
Total cash and investment fund balance - ending	\$ 4,029	\$ -	\$ -	\$ -	\$ 24,046	\$ 381

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

	Special Education Part B Preschool Stimulus	Debt Service	Retirement Severance Bond	School Bus Replacement	Construction, Remodeling, and Equipping Buildings	Totals
Receipts:						
Local sources	\$ -	\$ 1,631,127	\$ 530,874	\$ 244,162	\$ -	\$ 3,870,537
Intermediate sources	-	-	-	-	-	169
State sources	-	-	-	-	-	397,768
Federal sources	12,316	-	-	-	-	2,060,468
Temporary loans	-	-	-	-	783,806	783,806
Other	-	-	-	-	-	11,435
Total receipts	12,316	1,631,127	530,874	244,162	783,806	7,124,183
Disbursements:						
Current:						
Instruction	11,523	-	-	-	-	926,457
Support services	-	-	-	12,000	-	2,230,960
Noninstructional services	-	-	-	-	-	736,656
Facilities acquisition and construction	-	-	-	-	780,008	788,878
Debt services	-	1,189,686	376,554	13,621	-	1,582,887
Nonprogrammed charges	-	-	-	-	-	69,425
Total disbursements	11,523	1,189,686	376,554	25,621	780,008	6,335,263
Excess (deficiency) of receipts over disbursements	793	441,441	154,320	218,541	3,798	788,920
Other financing sources (uses):						
Transfers in	-	-	-	-	-	41,123
Transfers out	-	(110,000)	-	(50,000)	-	(242,905)
Total other financing sources (uses)	-	(110,000)	-	(50,000)	-	(201,782)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	793	331,441	154,320	168,541	3,798	587,138
Cash and investments - beginning	-	296,253	56,344	286,017	-	2,404,064
Cash and investments - ending	\$ 793	\$ 627,694	\$ 210,664	\$ 454,558	\$ 3,798	\$ 2,991,202
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 793	\$ -	\$ -	\$ 454,558	\$ 3,798	\$ 2,152,844
Restricted assets:						
Cash and investments	-	627,694	210,664	-	-	838,358
Total cash and investment assets - ending	\$ 793	\$ 627,694	\$ 210,664	\$ 454,558	\$ 3,798	\$ 2,991,202
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ 627,694	\$ 210,664	\$ -	\$ -	\$ 838,358
Unrestricted	793	-	-	454,558	3,798	2,152,844
Total cash and investment fund balance - ending	\$ 793	\$ 627,694	\$ 210,664	\$ 454,558	\$ 3,798	\$ 2,991,202

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 For the Year Ended June 30, 2009

	Southern Indiana School Trust	Employee Benefit Trust	Totals
Operating receipts:			
Charges for services	\$ 1,234,340	\$ 2,096,062	\$ 3,330,402
Miscellaneous	<u>51,966</u>	<u>168,049</u>	<u>220,015</u>
Total operating receipts	<u>1,286,306</u>	<u>2,264,111</u>	<u>3,550,417</u>
Operating disbursements:			
Insurance claims and expense	<u>1,327,292</u>	<u>2,330,769</u>	<u>3,658,061</u>
Change in net assets	(40,986)	(66,658)	(107,644)
Cash and investment fund balance - beginning	<u>987,501</u>	<u>2,136,363</u>	<u>3,123,864</u>
Cash and investment fund balance - ending	<u>\$ 946,515</u>	<u>\$ 2,069,705</u>	<u>\$ 3,016,220</u>
<u>Cash and Investment Assets - Ending</u>			
Restricted assets:			
Cash and investments	<u>\$ 946,515</u>	<u>\$ 2,069,705</u>	<u>\$ 3,016,220</u>
<u>Cash and Investment Fund Balance - Ending</u>			
Restricted for:			
Other purposes	<u>\$ 946,515</u>	<u>\$ 2,069,705</u>	<u>\$ 3,016,220</u>

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
 AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 For the Year Ended June 30, 2010

	Southern Indiana School Trust	Employee Benefit Trust	Totals
Operating receipts:			
Charges for services	\$ 1,253,278	\$ 2,156,903	\$ 3,410,181
Miscellaneous	<u>470</u>	<u>55,005</u>	<u>55,475</u>
Total operating receipts	<u>1,253,748</u>	<u>2,211,908</u>	<u>3,465,656</u>
Operating disbursements:			
Insurance claims and expense	<u>1,420,983</u>	<u>1,700,039</u>	<u>3,121,022</u>
Change in net assets	(167,235)	511,869	344,634
Cash and investment fund balance - beginning	<u>946,515</u>	<u>2,069,705</u>	<u>3,016,220</u>
Cash and investment fund balance - ending	<u>\$ 779,280</u>	<u>\$ 2,581,574</u>	<u>\$ 3,360,854</u>
<u>Cash and Investment Assets - Ending</u>			
Restricted assets:			
Cash and investments	<u>\$ 779,280</u>	<u>\$ 2,581,574</u>	<u>\$ 3,360,854</u>
<u>Cash and Investment Fund Balance - Ending</u>			
Restricted for:			
Other purposes	<u>\$ 779,280</u>	<u>\$ 2,581,574</u>	<u>\$ 3,360,854</u>

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

	Donations, Gifts, and Trusts	SIEC Lincoln Project	Friends of Memorial Gym Donations	Totals
Additions:				
Contributions:				
Other	\$ 26,965	\$ 119,291	\$ 44,758	\$ 191,014
Deductions:				
Administrative and general	4,858	-	17,578	22,436
Excess of total additions over total deductions	22,107	119,291	27,180	168,578
Cash and investment fund balance - beginning	8,203	-	-	8,203
Cash and investments - June 30	\$ 30,310	\$ 119,291	\$ 27,180	\$ 176,781
Net assets:				
Cash and investments	\$ 30,310	\$ 119,291	\$ 27,180	\$ 176,781
Total net assets - cash and investment basis held in trust	\$ 30,310	\$ 119,291	\$ 27,180	\$ 176,781

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

	Donations, Gifts, and Trusts	SIEC Lincoln Project	Friends of Memorial Gym Donations	Totals
Additions:				
Contributions:				
Other	\$ 11,002	\$ 55,590	\$ 960	\$ 67,552
Deductions:				
Administrative and general	32,238	167,707	5,249	205,194
Deficiency of total additions over total deductions	(21,236)	(112,117)	(4,289)	(137,642)
Cash and investment fund balance - beginning	30,310	119,291	27,180	176,781
Cash and investments - June 30	\$ 9,074	\$ 7,174	\$ 22,891	\$ 39,139
Net assets:				
Cash and investments	\$ 9,074	\$ 7,174	\$ 22,891	\$ 39,139
Total net assets - cash and investment basis held in trust	\$ 9,074	\$ 7,174	\$ 22,891	\$ 39,139

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

	Payroll Withholding	Special Education Clearing	Cafeteria Clearing	ECA Activity Reimbursement	Miscellaneous Clearing	Totals
Additions:						
Agency fund additions	\$ 2,822,369	\$ 4,781	\$ 603,415	\$ 27,426	\$ 300	\$ 3,458,291
Deductions:						
Agency fund deductions	2,822,909	6,254	603,081	25,950	300	3,458,494
Excess (deficiency) of total additions over total deductions	(540)	(1,473)	334	1,476	-	(203)
Cash and investment fund balance - beginning	74,646	1,473	(334)	(1,662)	-	74,123
Cash and investment fund balance - ending	<u>\$ 74,106</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (186)</u>	<u>\$ -</u>	<u>\$ 73,920</u>

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

	Payroll Withholding	Cafeteria Clearing	ECA Activity Reimbursement	IRS Stimulus Health Cobra	Miscellaneous Clearing	Totals
Additions:						
Agency fund additions	\$ 2,563,497	\$ 689,898	\$ 33,645	\$ -	\$ 13,753	\$ 3,300,793
Deductions:						
Agency fund deductions	2,569,387	693,633	33,688	1,156	9,953	3,307,817
Excess (deficiency) of total additions over total deductions	(5,890)	(3,735)	(43)	(1,156)	3,800	(7,024)
Cash and investment fund balance - beginning	74,106	-	(186)	-	-	73,920
Cash and investment fund balance - ending	<u>\$ 68,216</u>	<u>\$ (3,735)</u>	<u>\$ (229)</u>	<u>\$ (1,156)</u>	<u>\$ 3,800</u>	<u>\$ 66,896</u>

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended June 30, 2010

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 890,622
Buildings	21,157,063
Improvements other than buildings	525,000
Machinery and equipment	4,337,851
Transportation equipment	<u>234,295</u>
 Total governmental activities, capital assets not being depreciated	 \$ <u>27,144,831</u>

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2010

The School Corporation has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
Elementary School Buildings	\$ 8,285,000	\$ 578,000
Land	38,330	39,097
Notes and loans payable:		
Turf Field - Energy Savings Project	419,913	31,023
2008 Common School Loan (Technology)	118,720	35,022
Bonds payable:		
General obligation bonds:		
Retirement/Severance	<u>3,695,000</u>	<u>186,244</u>
Total governmental activities debt	<u>\$ 12,556,963</u>	<u>\$ 869,386</u>

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS

ACADEMIC HONORS DIPLOMA - INCORRECT REPORTING TO THE STATE

The information presented for audit indicates enrollment figures to the Indiana Department of Education, Honors Diploma Verification, were incorrect for the school year ending June 30, 2008.

School Year	Honors Diploma Reported to the Department of Education	Actual Honors Diploma Figures	Difference
2007-2008	47	44	3

School Officials should contact the Indiana Department of Education, Division of School Finance, to determine possible steps to be taken to correct any overpayment/underpayment applicable to the School Corporation because of incorrect reporting. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 8)

RECORDS OF HOURS WORKED

Several officials and employees were paid salaries from more than one fund and/or department. A record of hours worked for each was not presented for audit.

IC 5-11-9-4(b) states in part: ". . . records be maintained showing which hours were worked each day by officers and employees . . . employed . . . in more than one (1) position by the same public agency . . ."

HOLDING CORPORATION EXPENDITURES

Repairs to gym bleachers, telephone and voicemail system upgrades, school management software, building grounds maintenance equipment, health care equipment, and workstations and instructional equipment were provided to the School Corporation from the Southwest Dubois County Elementary Facilities Corporation (Holding Corporation). Information presented for audit does not indicate that these disbursements were in the original project approved by the Department of Local Government Finance.

Property and equipment provided by holding corporations to a governmental unit should only be in accordance with the original project as presented to the public and approved by the Department of Local Government Finance, or by subsequent written approval of the Department of Local Government Finance. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

A similar comment appeared in the prior report.

FEES (Applies to Southridge High School)

A fee was charged for every class offered at the High School. Supporting documentation was not presented for audit to verify the validity of the fee charged for all classes. Information that was available for most classes, listed numerous supply type items such as paper, pencils, tape, scissors, staples,

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS
(Continued)

markers, chalk, and rulers. Additionally, information was not presented for audit that every student was provided the same number of these types of items and they are the personal possession of that student. Also, the supporting documentation that was provided regarding the fees charged did not contain any purchase cost of the items listed to verify that the fee charged was reasonable.

Fees should only be collected as specifically authorized by statute or properly authorized resolutions or ordinances, as applicable, which are not contrary to statutory or Constitutional provisions. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9) (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

All authorized educational fees (the School Board should be able to justify any educational fees (non-payroll positions) and ensure Constitutional problems do not exist) must be receipted to the General Fund of the school corporation and included as miscellaneous revenues when preparing the school corporation budget. Textbook rental funds maintained at a school building may be used to temporarily record proper fees collected (as a convenience during the collection process of textbook rental). However, proper educational fees belong in the school corporation general fund and should be transferred timely. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 6)

EXTRA-CURRICULAR ACCOUNTING SOFTWARE DEFICIENCIES

The following deficiencies were noted for the software system used as of June 1, 2006, for the financial records of the extra-curricular accounts (including school lunch and textbook rental).

1. The vendor has on-line access to the system continuously. The vendor can make changes/updates to the system without the School Corporation knowing what changes were made. Changes do not have to be authorized by the School Corporation nor is there a log maintained of what changes or updates have been made by the vendor.
2. Users are not required to change their password. Some passwords have not been changed since implementation of the software.
3. Forms generated by the computer system have not been approved for use in lieu of the prescribed forms.
4. Audit trails do not exist for all information entered into the system. An ending balance from one month did not agree to the beginning balance of the next month with no transactions recorded to reflect a reason for the change. The accounting system allows cash balances to be changed without posting transactions to the account. The check register and receipt register printed for the school year did not always agree with the receipts and disbursements posted to the yearly activity report for the same period. Adjustments made to accounts showed up under the "uncleared items" of the reconcile report at month end.
5. The reconciliation process is not complete. Per the User's Guide of the software vendor, if after entering the opening and closing bank balance from the bank statement and checking off items that are in the statement, if a difference of \$0 shows up then the account is considered reconciled. At no point does the system prompt the Treasurers to compare the reconciled bank balance to the account balances as of the same date to be sure they agree. The Treasurers think they are reconciled but may not be because of an adjustment, a change in cash balance, etc.

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS
(Continued)

A similar comment appeared in prior audit reports.

Changes to the accounting system's computer programs must be adequately controlled. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 8)

Passwords are confidential keywords associated with the user ID to provide verification of the user's identity. Each user must have a unique user ID and password which must not be shared. Passwords must meet the following criteria: passwords must be changed every 30 days; passwords must be a minimum of six (6) characters in length; passwords must be a combination of alphabetic and numeric characters; passwords may not be the same for a user ID as the last five (5) passwords used by this user ID; individuals must assign their own passwords; and passwords must be encrypted while stored on the computer. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 8)

The computerized accounting system must maintain electronic audit trails sufficient to trace all transactions from original source of entry into the system, through all system processing, and to the results produced by the system. The audit trails must also maintain sufficient information to track all transactions from the final results produced by the system, through all system processing, and to the original source of entry into the system. Audit trails must also identify the user that processed the transaction or updated the information. These audit trails must be protected from modification and deletion. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 8)

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

TO: THE OFFICIALS OF THE SOUTHWEST DUBOIS COUNTY
SCHOOL CORPORATION, DUBOIS COUNTY, INDIANA

Compliance

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

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

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

Internal Control Over Compliance

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

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)

on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

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

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

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

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

STATE BOARD OF ACCOUNTS

February 9, 2011

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2009 and 2010

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
U.S. DEPARTMENT OF AGRICULTURE				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553			
FY 08-09			\$ 71,272	\$ -
FY 09-10			-	90,218
National School Lunch Program	10.555			
FY 08-09			299,585	-
FY 09-10			-	338,903
Total for cluster			<u>370,857</u>	<u>429,121</u>
Direct Grant				
Distance Learning and Telemedicine Loans and Grants	10.855	Indiana 709-B16	71,056	-
Total for federal grantor agency			<u>441,913</u>	<u>429,121</u>
U.S. DEPARTMENT OF EDUCATION				
Pass-Through Indiana Department of Education				
Title I, Part A Cluster				
Title I Grants to Local Educational Agencies	84.010			
FY 07-08		08-2110	52,616	-
FY 07-08, School Improvement		08-2110	26,356	-
FY 08-09		09-2110	186,178	36,367
FY 09-10		10-2110	-	187,335
Total for program			<u>265,150</u>	<u>223,702</u>
ARRA - Title I Grants to Local Educational Agencies	84.389			
FY09-10		10-2110	-	71,697
Total for cluster			<u>265,150</u>	<u>295,399</u>
Special Education Cluster (IDEA)				
Special Education - Grants to States	84.027			
		14207-034-DY02	75,863	-
		14208-023-DY03	176,525	101,136
		14209-023-DY03	-	162,878
Total for program			<u>252,388</u>	<u>264,014</u>
Pass-Through Greater Jasper Consolidated School Corporation				
ARRA - Special Education - Grants to States	84.391			
		33310-011-SN01	-	265,364
ARRA - Special Education - Preschool Grants	84.392			
		44410-011-SN01	-	11,523
Total for cluster			<u>252,388</u>	<u>540,901</u>
Pass-Through Indiana Department of Education				
Educational Technology State Grants Cluster				
Education Technology State Grants	84.318			
FY 08-09			118,060	1,286
FY 09-10			-	25,196
Pass-Through North Lawrence Community Schools				
FY 09-10			-	62,053
Total for cluster			<u>118,060</u>	<u>88,535</u>

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

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2009 and 2010
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Indiana Department of Education State Fiscal Stabilization Fund Cluster ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants FY 2009	84.394		596,574	412,162
FY 2010			-	226,980
Total for cluster			<u>596,574</u>	<u>639,142</u>
Direct Grant Fund for the Improvement of Education - Teaching American History	84.215X			
		U215X070252	<u>240,971</u>	<u>272,366</u>
Pass-Through Indiana Department of Education Safe and Drug-Free Schools and Communities - State Grants	84.186			
		2110-06	3,001	-
		2110-07	1,993	3,464
		08-2110	1,232	576
		09-2110	-	1,200
Total for program			<u>6,226</u>	<u>5,240</u>
Twenty-First Century Community Learning Centers FY 09-10	84.287		-	436
State Grants for Innovative Programs FY 07-08	84.298			
FY 07 Supplemental		07-2110	2,791	-
Total for program			<u>2,791</u>	<u>1,088</u>
English Language Acquisition Grants FY 07-08	84.365		212	-
FY 07-08			3,884	-
FY 08-09			24,377	1,723
FY 08-09			21,762	3,588
FY 09-10			-	24,440
FY 09-10			-	16,771
Total for program			<u>50,235</u>	<u>46,522</u>
Mathematics and Science Partnerships FY 08-09	84.366		185,394	-
Improving Teacher Quality State Grants	84.367			
		06-2110	2,911	-
		07-2110	49,718	3,611
		08-2110	12,683	40,541
		09-2110	-	21,614
Total for program			<u>65,312</u>	<u>65,766</u>
Total for federal grantor agency			<u>1,783,101</u>	<u>1,955,395</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>				
Direct Grant Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036			
		DR-1795	1,186	784
Total federal awards expended			<u>\$ 2,226,200</u>	<u>\$ 2,385,300</u>

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

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
 NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

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

II. Noncash Assistance

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

Program Title	Federal CFDA Number	2009	2010
School Breakfast Program	10.553	\$ 12,393	\$ 14,524
National School Lunch Program	10.555	51,561	51,721

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

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

Noncompliance material to financial statements noted? no

Federal Awards:

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

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

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.215	Child Nutrition Cluster Title I, Part A Cluster Special Education Cluster (IDEA) State Fiscal Stabilization Fund Cluster Fund for the Improvement of Education – Teaching American History

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

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

SOUTHWEST DUBOIS COUNTY SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on February 9, 2011, with Pamela A. Fritz, Treasurer; Shannon Hildebranski, President of the School Board; Terry P. Enlow, Superintendent of Schools; and Chad M. Schenk, Assistant Superintendent of Schools.