

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

AUDIT REPORT

OF

CRAWFORDSVILLE COMMUNITY SCHOOLS

MONTGOMERY COUNTY, INDIANA

July 1, 2008 to June 30, 2010



**FILED**

03/09/2011



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Paul L. Pfladderer J. Scott Bowling	07-01-08 to 06-30-09 07-01-09 to 06-30-11
Superintendent of Schools	Dr. Kathleen J. Steele	07-01-06 to 06-30-11
President of the School Board	Dale L. Petrie	07-01-08 to 06-30-11



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

TO: THE OFFICIALS OF THE CRAWFORDSVILLE COMMUNITY  
SCHOOLS, MONTGOMERY COUNTY, INDIANA

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

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

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

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

In accordance with Government Auditing Standards, we have also issued a report dated February 7, 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 Schedules of Funding Progress, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

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

STATE BOARD OF ACCOUNTS

February 7, 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 CRAWFORDSVILLE COMMUNITY  
SCHOOLS, MONTGOMERY COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Crawfordsville Community Schools (School Corporation), as of and for the years ended June 30, 2009 and 2010, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated February 7, 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.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we considered to be significant deficiencies.

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. We consider the deficiencies described in item 2010-1 of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies in internal control over financial reporting.

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.

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)

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. However, we believe that none of the significant deficiencies described above is a material weakness.

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.

The School Corporation's response to the findings identified in our audit is described in the accompanying section of the report entitled Corrective Action Plan. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

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

STATE BOARD OF ACCOUNTS

February 7, 2011

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

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 11,362,037	\$ -	\$ 339,204	\$ (11,022,833)
Support services	7,411,367	798,521	935,653	(5,677,193)
Noninstructional services	2,037,681	-	-	(2,037,681)
Facilities acquisition and construction	832,328	-	-	(832,328)
Debt service	7,482,290	-	-	(7,482,290)
Nonprogrammed charges	4,979,908	-	-	(4,979,908)
<b>Total governmental activities</b>	<b><u>\$ 34,105,611</u></b>	<b><u>\$ 798,521</u></b>	<b><u>\$ 1,274,857</u></b>	<b><u>(32,032,233)</u></b>
General receipts:				
Property taxes				11,710,413
Other local sources				3,452,465
State aid				11,334,322
Bonds and loans				950,188
Grants and contributions not restricted to specific programs				5,718,766
Investment earnings				70,905
Other				<u>250,787</u>
<b>Total general receipts</b>				<b><u>33,487,846</u></b>
Change in net assets				1,455,613
Net assets - beginning				<u>6,118,008</u>
Net assets - ending				<b><u>\$ 7,573,621</u></b>
<u>Assets</u>				
Cash and investments				\$ 5,666,696
Restricted assets:				
Cash and investments				<u>1,906,925</u>
<b>Total assets</b>				<b><u>\$ 7,573,621</u></b>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 159,038
Other purposes				1,747,887
Unrestricted				<u>5,666,696</u>
<b>Total net assets</b>				<b><u>\$ 7,573,621</u></b>

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

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

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 12,425,058	\$ -	\$ 308,530	\$ (12,116,528)
Support services	8,032,174	584,347	776,817	(6,671,010)
Noninstructional services	1,928,152	-	-	(1,928,152)
Facilities acquisition and construction	666,107	-	-	(666,107)
Debt service	6,190,958	-	-	(6,190,958)
Nonprogrammed charges	6,480,663	-	-	(6,480,663)
<b>Total governmental activities</b>	<b><u>\$ 35,723,112</u></b>	<b><u>\$ 584,347</u></b>	<b><u>\$ 1,085,347</u></b>	<b><u>(34,053,418)</u></b>
General receipts:				
Property taxes				8,106,257
Other local sources				4,188,237
State aid				13,829,483
Bonds and loans				3,088,875
Grants and contributions not restricted to specific programs				6,321,267
Investment earnings				33,065
Other				<u>64,583</u>
<b>Total general receipt</b>				<b><u>35,631,767</u></b>
Change in net assets				1,578,349
Net assets - beginning				<u>7,573,621</u>
Net assets - ending				<b><u>\$ 9,151,970</u></b>
<u>Assets</u>				
Cash and investments				\$ 3,892,992
Restricted assets:				
Cash and investments				<u>5,258,978</u>
<b>Total assets</b>				<b><u>\$ 9,151,970</u></b>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 3,234,572
Other purposes				2,024,406
Unrestricted				<u>3,892,992</u>
<b>Total net assets</b>				<b><u>\$ 9,151,970</u></b>

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

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

	General	Rainy Day Fund	Fiscal Stabilization Fund	Debt Service	Other	Totals
<b>Receipts:</b>						
Local sources	\$ 3,658,708	\$ -	\$ -	\$ 5,617,732	\$ 6,741,272	\$ 16,017,712
Intermediate sources	336	-	-	-	-	336
State sources	11,611,673	-	-	-	389,573	12,001,246
Federal sources	199,061	-	1,215,183	-	4,933,343	6,347,587
Temporary loans	-	-	-	-	950,188	950,188
Other	26,286	-	-	-	190,885	217,171
<b>Total receipts</b>	<b>15,496,064</b>	<b>-</b>	<b>1,215,183</b>	<b>5,617,732</b>	<b>13,205,261</b>	<b>35,534,240</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	8,815,645	-	-	-	2,546,397	11,362,042
Support services	5,370,004	-	-	-	4,783,291	10,153,295
Noninstructional services	389,518	-	-	-	1,648,163	2,037,681
Facilities acquisition and construction	6,571	-	-	-	825,757	832,328
Debt services	783,163	-	-	5,568,253	1,130,874	7,482,290
Nonprogrammed charges	614,747	-	-	-	2,343,163	2,957,910
<b>Total disbursements</b>	<b>15,979,648</b>	<b>-</b>	<b>-</b>	<b>5,568,253</b>	<b>13,277,645</b>	<b>34,825,546</b>
Excess (deficiency) of receipts over disbursements	(483,584)	-	1,215,183	49,479	(72,384)	708,694
<b>Other financing sources (uses):</b>						
Transfers in	-	1,000,000	-	-	347,872	1,347,872
Transfers out	(26,433)	-	-	(1,000,000)	(321,439)	(1,347,872)
<b>Total other financing sources (uses)</b>	<b>(26,433)</b>	<b>1,000,000</b>	<b>-</b>	<b>(1,000,000)</b>	<b>26,433</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(510,017)	1,000,000	1,215,183	(950,521)	(45,951)	708,694
Cash and investments - beginning	2,046,990	-	-	1,080,571	1,989,479	5,117,040
Cash and investments - ending	<u>\$ 1,536,973</u>	<u>\$ 1,000,000</u>	<u>\$ 1,215,183</u>	<u>\$ 130,050</u>	<u>\$ 1,943,528</u>	<u>5,825,734</u>
<b>Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:</b>						
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						
						1,747,887
Net assets of governmental activities						<u>\$ 7,573,621</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 1,536,973	\$ 1,000,000	\$ 1,215,183	\$ -	\$ 1,914,540	\$ 5,666,696
Restricted assets:						
Cash and investments	-	-	-	130,050	28,988	159,038
<b>Total cash and investment assets - ending</b>	<u>\$ 1,536,973</u>	<u>\$ 1,000,000</u>	<u>\$ 1,215,183</u>	<u>\$ 130,050</u>	<u>\$ 1,943,528</u>	<u>\$ 5,825,734</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ 130,050	\$ 28,988	\$ 159,038
Unrestricted	1,536,973	1,000,000	1,215,183	-	1,914,540	5,666,696
<b>Total cash and investment fund balance - ending</b>	<u>\$ 1,536,973</u>	<u>\$ 1,000,000</u>	<u>\$ 1,215,183</u>	<u>\$ 130,050</u>	<u>\$ 1,943,528</u>	<u>\$ 5,825,734</u>

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

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

	General	Rainy Day Fund	Fiscal Stabilization Fund	Debt Service	Other	Totals
<b>Receipts:</b>						
Local sources	\$ 119,607	\$ -	\$ -	\$ 5,601,411	\$ 7,181,911	\$ 12,902,929
Intermediate sources	336	-	-	-	-	336
State sources	14,079,007	-	-	-	337,293	14,416,300
Federal sources	185,943	-	467,305	-	6,168,834	6,822,082
Temporary loans	-	-	-	1,857,416	1,231,459	3,088,875
Other	27,396	-	-	-	34,906	62,302
<b>Total receipts</b>	<b>14,412,289</b>	<b>-</b>	<b>467,305</b>	<b>7,458,827</b>	<b>14,954,403</b>	<b>37,292,824</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	8,101,773	-	1,171,864	-	3,151,421	12,425,058
Support services	5,092,326	128,507	502,653	-	4,968,257	10,691,743
Noninstructional services	409,322	-	7,972	-	1,510,858	1,928,152
Facilities acquisition and construction	-	-	-	-	666,107	666,107
Debt services	-	-	-	4,383,944	1,807,014	6,190,958
Nonprogrammed charges	684,714	-	-	-	3,404,262	4,088,976
<b>Total disbursements</b>	<b>14,288,135</b>	<b>128,507</b>	<b>1,682,489</b>	<b>4,383,944</b>	<b>15,507,919</b>	<b>35,990,994</b>
Excess (deficiency) of receipts over disbursements	124,154	(128,507)	(1,215,184)	3,074,883	(553,516)	1,301,830
<b>Other financing sources (uses):</b>						
Transfers in	77,861	-	-	-	143,899	221,760
Transfers out	(24,230)	-	-	-	(197,530)	(221,760)
<b>Total other financing sources (uses)</b>	<b>53,631</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(53,631)</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	177,785	(128,507)	(1,215,184)	3,074,883	(607,147)	1,301,830
Cash and investments - beginning	1,536,973	1,000,000	1,215,183	130,050	1,943,528	5,825,734
Cash and investments - ending	\$ 1,714,758	\$ 871,493	\$ (1)	\$ 3,204,933	\$ 1,336,381	7,127,564
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 assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						
						2,024,406
Net assets of governmental activities						\$ 9,151,970
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 1,714,758	\$ 871,493	\$ (1)	\$ -	\$ 1,306,742	\$ 3,892,992
Restricted assets:						
Cash and investments	-	-	-	3,204,933	29,639	3,234,572
<b>Total cash and investment assets - ending</b>	<b>\$ 1,714,758</b>	<b>\$ 871,493</b>	<b>\$ (1)</b>	<b>\$ 3,204,933</b>	<b>\$ 1,336,381</b>	<b>\$ 7,127,564</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ 3,204,933	\$ 29,639	\$ 3,234,572
Unrestricted	1,714,758	871,493	(1)	-	1,306,742	3,892,992
<b>Total cash and investment fund balance - ending</b>	<b>\$ 1,714,758</b>	<b>\$ 871,493</b>	<b>\$ (1)</b>	<b>\$ 3,204,933</b>	<b>\$ 1,336,381</b>	<b>\$ 7,127,564</b>

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

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

	<u>Internal Service Fund</u>
Operating receipts:	
Charges for services	\$ 2,741,929
Miscellaneous	<u>26,989</u>
Total operating receipts	<u>2,768,918</u>
Operating disbursements:	
Insurance claims and expense	<u>2,021,998</u>
Excess of operating receipts over operating disbursements	746,920
Cash and investment fund balance - beginning	<u>1,000,967</u>
Cash and investment fund balance - ending	<u>\$ 1,747,887</u>
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	<u>\$ 1,747,887</u>
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	<u>\$ 1,747,887</u>

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

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

	<u>Internal Service Fund</u>
Operating receipts:	
Charges for services	\$ 2,659,569
Miscellaneous	<u>8,638</u>
Total operating receipts	<u>2,668,207</u>
Operating disbursements:	
Insurance claims and expense	<u>2,391,687</u>
Excess (deficiency) of operating receipts over operating disbursements	276,520
Cash and investment fund balance - beginning	<u>1,747,886</u>
Cash and investment fund balance - ending	<u>\$ 2,024,406</u>
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	<u>\$ 2,024,406</u>
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	<u>\$ 2,024,406</u>

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

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

	Pension Trust Fund	Private-Purpose Trust Fund	Agency Funds
Additions:			
Contributions:			
Other	\$ -	\$ 92,265	
Investment earnings:			
Interest	<u>13,010</u>	<u>202</u>	
Total additions	<u>13,010</u>	<u>92,467</u>	
Deductions:			
Benefits	133,508	-	
Administrative and general	<u>-</u>	<u>79,587</u>	
Total deductions	<u>133,508</u>	<u>79,587</u>	
Excess (deficiency) of total additions over total deductions	(120,498)	12,880	
Cash and investment fund balance - beginning	<u>808,769</u>	<u>102,908</u>	
Cash and investment fund balance - ending	<u>\$ 688,271</u>	<u>\$ 115,788</u>	<u>\$ 57,951</u>
Net assets:			
Cash and investments	<u>\$ 688,271</u>	<u>\$ 115,788</u>	
Total net assets - cash and investment basis held in trust	<u>\$ 688,271</u>	<u>\$ 115,788</u>	

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

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

	Pension Trust Fund	Private-Purpose Trust Fund	Agency Funds
Additions:			
Contributions:			
Other	\$ 415	\$ 83,478	
Investment earnings:			
Interest	<u>5,253</u>	<u>66</u>	
Total additions	<u>5,668</u>	<u>83,544</u>	
Deductions:			
Benefits	105,792	-	
Administrative and general	<u>-</u>	<u>134,459</u>	
Total deductions	<u>105,792</u>	<u>134,459</u>	
Deficiency of total additions over total deductions	(100,124)	(50,915)	
Cash and investment fund balance - beginning	<u>688,271</u>	<u>115,789</u>	
Cash and investment fund balance - ending	<u><u>\$ 588,147</u></u>	<u><u>\$ 64,874</u></u>	<u><u>\$ 341,009</u></u>
Net assets:			
Cash and investments	<u>\$ 588,147</u>	<u>\$ 64,874</u>	
Total net assets - cash and investment basis held in trust	<u><u>\$ 588,147</u></u>	<u><u>\$ 64,874</u></u>	

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

CRAWFORDSVILLE COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

Primary Government: Crawfordsville Community Schools (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 West Central Indiana Special Services Cooperative which was created to provide instruction to handicapped children. The West Central Indiana Special Services Cooperative's continued existence depends on continued funding by the School Corporation. Complete financial statements for the West Central Indiana Special Services Cooperative can be obtained from West Central Indiana Special Services Cooperative, 305 E. Chestnut, Crawfordsville, IN 47933.

The School Corporation is a participant in a joint venture to operate West Central Indiana Career and Technical Education Administration which was created to provide vocational instruction. The West Central Indiana Career and Technical Education Administration's continued existence depends on continued funding by the School Corporation. Complete financial statements for the West Central Indiana Career and Technical Education Administration can be obtained from Crawfordsville Community Schools; 1000 Fairview Avenue, Crawfordsville, IN 47933.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

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,

CRAWFORDSVILLE COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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 rainy day fund is used to account for transfers of unused and unencumbered funds under Indiana Code 36-1-8-5. The rainy day funds may be used as determined by board policy.

The fiscal stabilization (stimulus) fund accounts for receipts and disbursements of funds passed through the State of Indiana from the federal government to be used to supplement funding of local, state, and federal programs.

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

Additionally, the School Corporation reports the following fund types:

The internal service fund accounts for health insurance provided to other departments on a cost-reimbursement basis.

The pension trust fund accounts for the activities of the retirement/severance bonds, which accumulate resources for pension benefit payments.

The private-purpose trust funds report trust arrangements under which the principal and income benefit the students through scholarship and grant programs.

Agency funds account for assets held by the School Corporation, as an agent for private organizations and other governmental units, and serve as control 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.

CRAWFORDSVILLE COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

3. Property Taxes

Normally, property taxes levied are collected by the County Treasurer and are distributed to the School Corporation in June and in December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which may become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the School Corporation on or prior to December 31 of the year collected.

4. Capital Assets

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

CRAWFORDSVILLE COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

Program Receipts

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

F. Internal and Interfund Activities

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

Fund Financial Statements

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

CRAWFORDSVILLE COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

4. Interfund loans – Flow of assets from one fund to another where repayment is expected is reported as interfund loans.

Government-Wide Financial Statements

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

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

G. Rounding Differences

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

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 sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the School Corporation receives approval of the Indiana Department of Local Government Finance.

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

B. Cash and Investment Balance Deficits

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

CRAWFORDSVILLE COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Fund	2009	2010
School Lunch	\$ 83,477	\$ 185,097
Indiana Criminal Justice Institute/Juvenile	77,741	64,934
Middle School - Alternative School	80,152	91,021
After School Childcare	7,122	2,147
Vocational Education Grant 2004-05	27,036	-
Tech-Prep/PLTW	13,689	-
Capital Projects	32,990	-
Aquatics	-	21,553
Drug Free Title IV	-	1,266
Vocational Education 2005-2006	-	26,055
Title III Wabash Valley Education CNT	-	2,830
Special Education Stimulus	-	35,090
Bus Replacement Fund - Transportation	-	19,302
Construction	-	7,334

Cash and investment deficits arose primarily from disbursements exceeding receipts due to the underestimation of current requirements and from the fund accounting for a reimbursement type transactions; these deficits are to be repaid from future receipts.

III. Detailed Notes on All Funds

A. Deposits and Investments

1. 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 \$9,909,620.

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.

2. Investments

As of June 30, 2010, the School Corporation had the following investments:

Investment Type	Primary Government Market Value
Repurchase agreements	\$ 1,288,078

CRAWFORDSVILLE COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Statutory Authorization for Investments

IC 5-13-9 authorizes the School Corporation to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the School Corporation to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

Indiana Code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal Investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50% of the funds held by the School Corporation and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The forms of securities in an investment company or investment trust have a stated final maturity of one day.

Additionally, the School Corporation may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the School Corporation's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The School Corporation's investment policy for custodial credit risk is to consider the safety or principal and funds first, liquidity second, and attainment of the highest interest rate of return, third. The Investment Guidelines allow the treasurer to enter into repurchase agreements with designated depositories. The Guidelines state "the collateral securities are restricted to interest bearing obligations issued or fully insured or guaranteed by the United States."

The following investments held by the School Corporation were exposed to custodial credit risks because they are uninsured and unregistered with securities held by the counterparty, or the counterparty's trust department or agent, either in the government's name or not in the government's name:

CRAWFORDSVILLE COMMUNITY SCHOOLS  
 NOTES TO FINANCIAL STATEMENTS  
 (Continued)

Primary Government:

Investment Type	2010 In the Government's Name
Repurchase agreements	\$ 1,288,078

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The School Corporation must follow state statute and limit the stated final maturities of the investments to no more than two years. The School Corporation's investment policy for interest rate risk is to invest in deposit accounts with financial institutions designated by the State Board of Finance as depositories, certificates of deposits and repurchase agreements. The policy states that the investments are to be collateral securities restricted to interest bearing obligations issued or fully insured or guaranteed by the United States.

Primary Government:

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
Repurchase agreements	\$ 1,288,078	-	-

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below. The School Corporation does not have a formal investment policy for credit risk for investments. The School Corporation does not have any investments subject to credit risk.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The School Corporation does not have a policy in regards to concentration of credit risk. United States of America government and United States of America governmental agency securities are exempt from this policy requirement.

The School Corporation held no investments that were exposed to concentration of credit risk.

CRAWFORDSVILLE COMMUNITY SCHOOLS  
 NOTES TO FINANCIAL STATEMENTS  
 (Continued)

Foreign Currency Risk

The School Corporation does not have a formal policy in regards to foreign currency risk. The School Corporation did not hold any investments subject to foreign currency risk during the 2009 or 2010.

B. Interfund Transfers

Interfund transfers for the years ended June 30, 2009 and 2010, were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>2009</u>	<u>2010</u>
General Fund	Other Governmental Funds	\$ 26,433	\$ 24,230
Debt Service Fund	Rainy Day Fund	1,000,000	-
Other Governmental Funds	General Fund	-	77,861
Other Governmental Funds	Other Governmental Funds	<u>321,439</u>	<u>119,669</u>
		<u>\$ 1,347,872</u>	<u>\$ 221,760</u>

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

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees, Retirees, and Dependents

The School Corporation has chosen to establish a risk financing fund for risks associated with medical benefits for employees, retirees and dependents. The risk financing fund is accounted for in the self-insurance 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 based upon an overall premium percentage which is applied to each affected fund and are reported as quasi-external interfund transactions.

Settled claims from risks covered by commercial insurance have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

CRAWFORDSVILLE COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

B. Holding Corporations

The School Corporation has entered into a capital lease with Crawfordsville School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments during the years 2009 and 2010, totaled \$1,391,000 and \$4,166,915, respectively.

The School Corporation has entered into a capital lease with Crawfordsville Elementary School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments during the years 2009 and 2010, totaled \$1,530,000 and \$1,532,000, respectively.

C. Pension Plans

1. Agent Multiple-Employer Defined Benefit Pension Plan

Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The total contributions made to PERF by the School Corporation during the audit period were \$324,297.

CRAWFORDSVILLE COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

Teachers' Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Teachers' Retirement Fund (TRF), a defined benefit pension plan. TRF is a cost-sharing multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All employees engaged in teaching or in the supervision of teaching in the public schools of the State of Indiana are eligible to participate in TRF. State statute (IC 5-10.2) governs, through the TRF Board, most requirements of the system and gives the School Corporation authority to contribute to the plan. The TRF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The School Corporation may elect to make the contributions on behalf of the member.

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

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

Funding Policy

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

The School Corporation's contributions to the plan during the period were \$1,332,872.

CRAWFORDSVILLE COMMUNITY SCHOOLS  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-07	\$ 1,392,201	\$ 1,344,447	\$ 47,754	104%	\$ 1,850,887	3%
07-01-08	1,576,000	1,463,685	112,315	108%	1,949,701	6%
07-01-09	1,708,727	1,552,974	155,753	110%	1,968,961	8%

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

	Lilly Endowment	Transportation Operating Fund	Special Education Preschool	School Lunch Fund	Textbook Rental	Levy Excess	Montgomery County Special Education
<b>Receipts:</b>							
Local sources	\$ -	\$ 690,887	\$ 9,919	\$ 570,617	\$ 200,653	\$ -	\$ 733,973
State sources	-	-	127,126	11,783	121,586	-	-
Federal sources	-	-	-	768,200	-	-	-
Temporary loans	-	265,000	-	-	-	-	-
Other	-	1,061	-	8,338	2,084	-	4,616
<b>Total receipts</b>	<b>-</b>	<b>956,948</b>	<b>137,045</b>	<b>1,358,938</b>	<b>324,323</b>	<b>-</b>	<b>738,589</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	-	56,007	-	-	-	760,938
Support services	185,538	722,882	-	350	303,840	-	-
Noninstructional services	-	-	-	1,320,403	-	-	-
Facilities acquisition and construction	-	8,785	-	-	-	-	-
Debt services	-	157,538	-	-	-	-	-
Nonprogrammed charges	-	-	71,087	-	-	-	-
<b>Total disbursements</b>	<b>185,538</b>	<b>889,205</b>	<b>127,094</b>	<b>1,320,753</b>	<b>303,840</b>	<b>-</b>	<b>760,938</b>
Excess (deficiency) of receipts over disbursements	(185,538)	67,743	9,951	38,185	20,483	-	(22,349)
<b>Other financing sources (uses):</b>							
Transfers in	-	242,182	-	-	-	-	5,172
Transfers out	-	-	-	-	-	(242,182)	-
<b>Total other financing sources</b>	<b>-</b>	<b>242,182</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(242,182)</b>	<b>5,172</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(185,538)	309,925	9,951	38,185	20,483	(242,182)	(17,177)
Cash and investments - beginning	\$ 418,248	\$ 115,568	\$ 92,933	\$ (121,662)	\$ 198,573	\$ 242,182	\$ 115,861
Cash and investments - ending	<u>232,710</u>	<u>425,493</u>	<u>102,884</u>	<u>(83,477)</u>	<u>219,056</u>	<u>-</u>	<u>98,684</u>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 232,710	\$ 425,493	\$ 102,884	\$ (83,477)	\$ 219,056	\$ -	\$ 98,684
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 232,710</b>	<b>\$ 425,493</b>	<b>\$ 102,884</b>	<b>\$ (83,477)</b>	<b>\$ 219,056</b>	<b>\$ -</b>	<b>\$ 98,684</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>232,710</u>	<u>425,493</u>	<u>102,884</u>	<u>(83,477)</u>	<u>219,056</u>	<u>-</u>	<u>98,684</u>
<b>Total cash and investment fund balance - ending</b>	<b>\$ 232,710</b>	<b>\$ 425,493</b>	<b>\$ 102,884</b>	<b>\$ (83,477)</b>	<b>\$ 219,056</b>	<b>\$ -</b>	<b>\$ 98,684</b>

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

	West Central Indiana Special Education Ctr.	Tri-Vocational Education	West Central Indiana Vocational Education	Heating and Air Conditioning	Cisco Networking Academy Program	Health Careers Initiative	Alternative Education
<b>Receipts:</b>							
Local sources	\$ 1,277,150	\$ 68,068	\$ 126,839	\$ 55,639	\$ 46,076	\$ 23,593	\$ -
State sources	-	-	-	-	-	-	14,432
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	942	114	7,665	-	60	-	-
<b>Total receipts</b>	<b>1,278,092</b>	<b>68,182</b>	<b>134,504</b>	<b>55,639</b>	<b>46,136</b>	<b>23,593</b>	<b>14,432</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	87,012	140,554	63,099	59,963	32,802	7,956
Support services	1,468,205	-	-	-	-	-	8,165
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>1,468,205</b>	<b>87,012</b>	<b>140,554</b>	<b>63,099</b>	<b>59,963</b>	<b>32,802</b>	<b>16,121</b>
Excess (deficiency) of receipts over disbursements	(190,113)	(18,830)	(6,050)	(7,460)	(13,827)	(9,209)	(1,689)
<b>Other financing sources (uses):</b>							
Transfers in	19,329	1,932	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources</b>	<b>19,329</b>	<b>1,932</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(170,784)	(16,898)	(6,050)	(7,460)	(13,827)	(9,209)	(1,689)
Cash and investments - beginning	\$ 347,646	\$ 49,843	\$ 10,329	\$ 12,485	\$ 22,104	\$ 10,982	\$ 6,500
Cash and investments - ending	176,862	32,945	4,279	5,025	8,277	1,773	4,811
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 176,862	\$ 32,945	\$ 4,279	\$ 5,026	\$ 8,277	\$ 1,773	\$ 4,811
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 176,862</b>	<b>\$ 32,945</b>	<b>\$ 4,279</b>	<b>\$ 5,026</b>	<b>\$ 8,277</b>	<b>\$ 1,773</b>	<b>\$ 4,811</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	176,862	32,945	4,279	5,026	8,277	1,773	4,811
<b>Total cash and investment fund balance - ending</b>	<b>\$ 176,862</b>	<b>\$ 32,945</b>	<b>\$ 4,279</b>	<b>\$ 5,026</b>	<b>\$ 8,277</b>	<b>\$ 1,773</b>	<b>\$ 4,811</b>

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

	School Safe Haven Fund	Early Intervention Grant	Gifted and Talented Grant	EDS Medicaid Reimbursement Fund	Non-English Speaking Programs	Technology Grants IC 20-40-15	Aquatics Fund
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 136,958
State sources	37,793	15,000	35,769	-	26,084	-	-
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>37,793</b>	<b>15,000</b>	<b>35,769</b>	<b>-</b>	<b>26,084</b>	<b>-</b>	<b>136,958</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	22,939	34,872	-	17,117	31	-
Support services	36,915	-	-	5,275	-	-	-
Noninstructional services	-	-	-	-	-	-	153,724
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>36,915</b>	<b>22,939</b>	<b>34,872</b>	<b>5,275</b>	<b>17,117</b>	<b>31</b>	<b>153,724</b>
Excess (deficiency) of receipts over disbursements	878	(7,939)	897	(5,275)	8,967	(31)	(16,766)
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	878	(7,939)	897	(5,275)	8,967	(31)	(16,766)
Cash and investments - beginning	\$ (847)	\$ 14,247	\$ 4,902	\$ 11,042	\$ 6,543	\$ 31	\$ 27,272
Cash and investments - ending	<u>31</u>	<u>6,308</u>	<u>5,799</u>	<u>5,767</u>	<u>15,510</u>	<u>-</u>	<u>10,506</u>
<b><u>Cash and Investment Assets - Ending</u></b>							
Cash and investments	\$ 30	\$ 6,308	\$ 5,799	\$ 5,767	\$ 15,510	\$ -	\$ 10,506
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 30</b>	<b>\$ 6,308</b>	<b>\$ 5,799</b>	<b>\$ 5,767</b>	<b>\$ 15,510</b>	<b>\$ -</b>	<b>\$ 10,506</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>30</u>	<u>6,308</u>	<u>5,799</u>	<u>5,767</u>	<u>15,510</u>	<u>-</u>	<u>10,506</u>
<b>Total cash and investment fund balance - ending</b>	<b>\$ 30</b>	<b>\$ 6,308</b>	<b>\$ 5,799</b>	<b>\$ 5,767</b>	<b>\$ 15,510</b>	<b>\$ -</b>	<b>\$ 10,506</b>

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

	Auto-Diesel Account	Indiana Criminal Justice Institute/ Juvenile	Middle School - Alternative School	After School Childcare	ECIA - Title I	ECIA Chapter I 2002-2003	ESEA Title V Part A
<b>Receipts:</b>							
Local sources	\$ 3,728	\$ 3,000	\$ 27,000	\$ 11,991	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	666,802	3,624
Temporary loans	-	-	-	-	-	-	-
Other	-	40,000	-	-	-	246	-
<b>Total receipts</b>	<b>3,728</b>	<b>43,000</b>	<b>27,000</b>	<b>11,991</b>	<b>-</b>	<b>667,048</b>	<b>3,624</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	825	-	-	11,245	26,310	464,439	1,855
Support services	-	81,929	90,927	-	-	121,575	-
Noninstructional services	-	-	-	-	(4,440)	7,550	132
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>825</b>	<b>81,929</b>	<b>90,927</b>	<b>11,245</b>	<b>21,870</b>	<b>593,564</b>	<b>1,987</b>
Excess (deficiency) of receipts over disbursements	2,903	(38,929)	(63,927)	746	(21,870)	73,484	1,637
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	79,257	-
Transfers out	-	-	-	-	(79,257)	-	-
<b>Total other financing sources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(79,257)</b>	<b>79,257</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,903	(38,929)	(63,927)	746	(101,127)	152,741	1,637
Cash and investments - beginning	\$ -	\$ (38,812)	\$ (16,225)	\$ (7,868)	\$ 101,127	\$ -	\$ (1,637)
Cash and investments - ending	2,903	(77,741)	(80,152)	(7,122)	-	152,741	-
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 2,903	\$ (77,741)	\$ (80,152)	\$ (7,122)	\$ -	\$ 152,741	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 2,903</b>	<b>\$ (77,741)</b>	<b>\$ (80,152)</b>	<b>\$ (7,122)</b>	<b>\$ -</b>	<b>\$ 152,741</b>	<b>\$ -</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	2,903	(77,741)	(80,152)	(7,122)	-	152,741	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 2,903</b>	<b>\$ (77,741)</b>	<b>\$ (80,152)</b>	<b>\$ (7,122)</b>	<b>\$ -</b>	<b>\$ 152,741</b>	<b>\$ -</b>

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

	McKinney- Homeless Assistance Grant	Special Education 2003 142-062-PN01	Pre-school PS 2003 45702-062-PN01	Adult Basic Education PL 100-297	EL Civics Program	Drug Free Title IV	Vocational Education Grant 2004-05
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	54,984	2,707,237	125,398	72,961	31,500	10,072	130,766
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	510
<b>Total receipts</b>	<b>54,984</b>	<b>2,707,237</b>	<b>125,398</b>	<b>72,961</b>	<b>31,500</b>	<b>10,072</b>	<b>131,276</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	481,267	-	29,488	29,429	7,585	150,646
Support services	-	-	-	24,880	200	-	-
Noninstructional services	55,009	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	2,137,935	125,398	-	-	-	7,666
<b>Total disbursements</b>	<b>55,009</b>	<b>2,619,202</b>	<b>125,398</b>	<b>54,368</b>	<b>29,629</b>	<b>7,585</b>	<b>158,312</b>
Excess (deficiency) of receipts over disbursements	(25)	88,035	-	18,593	1,871	2,487	(27,036)
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(25)	88,035	-	18,593	1,871	2,487	(27,036)
Cash and investments - beginning	\$ 74,773	\$ 2,669	\$ -	\$ (7,440)	\$ -	\$ 2,101	\$ -
Cash and investments - ending	<u>74,748</u>	<u>90,704</u>	<u>-</u>	<u>11,153</u>	<u>1,871</u>	<u>4,588</u>	<u>(27,036)</u>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 74,748	\$ 90,704	\$ -	\$ 11,153	\$ 1,871	\$ 4,588	\$ (27,036)
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 74,748</b>	<b>\$ 90,704</b>	<b>\$ -</b>	<b>\$ 11,153</b>	<b>\$ 1,871</b>	<b>\$ 4,588</b>	<b>\$ (27,036)</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	74,748	90,704	-	11,153	1,871	4,588	(27,036)
<b>Total cash and investment fund balance - ending</b>	<b>\$ 74,748</b>	<b>\$ 90,704</b>	<b>\$ -</b>	<b>\$ 11,153</b>	<b>\$ 1,871</b>	<b>\$ 4,588</b>	<b>\$ (27,036)</b>

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

	Vocational Education 2005-2006	Tech Prep/ PLTW	Project Lead the Way	Title II Improving Teacher Quality	Title III Wabash Valley Education CNT	Safe Schools and Healthy Student	PE Grant
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	78,635	-	-	65,000	23,100	104,950	29,041
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	490	-	-	-
<b>Total receipts</b>	<b>78,635</b>	<b>-</b>	<b>-</b>	<b>65,490</b>	<b>23,100</b>	<b>104,950</b>	<b>29,041</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	46,992	13,689	(663)	-	-	-	-
Support services	-	-	-	124,845	25,051	-	-
Noninstructional services	-	-	-	-	-	86,842	28,943
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	1,077	-	-	-	-	-	-
<b>Total disbursements</b>	<b>48,069</b>	<b>13,689</b>	<b>(663)</b>	<b>124,845</b>	<b>25,051</b>	<b>86,842</b>	<b>28,943</b>
Excess (deficiency) of receipts over disbursements	30,566	(13,689)	663	(59,355)	(1,951)	18,108	98
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	30,566	(13,689)	663	(59,355)	(1,951)	18,108	98
Cash and investments - beginning	\$ (30,566)	\$ -	\$ (663)	\$ 115,001	\$ 6,596	\$ (18,108)	\$ (98)
Cash and investments - ending	-	(13,689)	-	55,646	4,645	-	-
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ (13,689)	\$ -	\$ 55,646	\$ 4,645	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ (13,689)</b>	<b>\$ -</b>	<b>\$ 55,646</b>	<b>\$ 4,645</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	(13,689)	-	55,646	4,645	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ (13,689)</b>	<b>\$ -</b>	<b>\$ 55,646</b>	<b>\$ 4,645</b>	<b>\$ -</b>	<b>\$ -</b>

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

	Title I Stimulus 7951	Retirement/ Severance Bond	Capital Projects	Bus Replacement Fund - Transportation	Construction Fund	Totals
<b>Receipts:</b>						
Local sources	\$ -	\$ 389,495	\$ 1,739,000	\$ 626,686	\$ -	\$ 6,741,272
State sources	-	-	-	-	-	389,573
Federal sources	61,073	-	-	-	-	4,933,343
Temporary loans	-	-	685,188	-	-	950,188
Other	-	-	13,003	48	111,708	190,885
<b>Total receipts</b>	<b>61,073</b>	<b>389,495</b>	<b>2,437,191</b>	<b>626,734</b>	<b>111,708</b>	<b>13,205,261</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	-	-	-	-	2,546,397
Support services	350	-	1,431,206	151,158	-	4,783,291
Noninstructional services	-	-	-	-	-	1,648,163
Facilities acquisition and construction	-	-	720,402	-	96,570	825,757
Debt services	-	415,366	557,970	-	-	1,130,874
Nonprogrammed charges	-	-	-	-	-	2,343,163
<b>Total disbursements</b>	<b>350</b>	<b>415,366</b>	<b>2,709,578</b>	<b>151,158</b>	<b>96,570</b>	<b>13,277,645</b>
Excess (deficiency) of receipts over disbursements	60,723	(25,871)	(272,387)	475,576	15,138	(72,384)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	347,872
Transfers out	-	-	-	-	-	(321,439)
<b>Total other financing sources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,433</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	60,723	(25,871)	(272,387)	475,576	15,138	(45,951)
Cash and investments - beginning	\$ -	\$ 54,859	\$ 239,397	\$ (70,887)	\$ 478	\$ 1,989,479
Cash and investments - ending	60,723	28,988	(32,990)	404,689	15,616	1,943,528
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 60,723	\$ -	\$ (32,990)	\$ 404,689	\$ 15,616	\$ 1,914,540
Restricted assets:						
Cash and investments	-	28,988	-	-	-	28,988
<b>Total cash and investment assets - ending</b>	<b>\$ 60,723</b>	<b>\$ 28,988</b>	<b>\$ (32,990)</b>	<b>\$ 404,689</b>	<b>\$ 15,616</b>	<b>\$ 1,943,528</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ 28,988	\$ -	\$ -	\$ -	\$ 28,988
Unrestricted	60,723	-	(32,990)	404,689	15,616	1,914,540
<b>Total cash and investment fund balance - ending</b>	<b>\$ 60,723</b>	<b>\$ 28,988</b>	<b>\$ (32,990)</b>	<b>\$ 404,689</b>	<b>\$ 15,616</b>	<b>\$ 1,943,528</b>

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

	Lilly Endowment	Transportation Operating Fund	Special Education Preschool	School Lunch Fund	Textbook Rental	Montgomery County Special Education	West Central Indiana Special Education Ctr.
<b>Receipts:</b>							
Local sources	\$ -	\$ 792,541	\$ -	\$ 488,934	\$ 192,469	\$ 746,450	\$ 1,620,056
State sources	-	-	60,500	9,263	128,827	-	-
Federal sources	-	-	-	663,961	-	-	-
Temporary loans	-	232,220	-	-	-	-	-
Other	-	2,379	-	428	700	6,453	961
<b>Total receipts</b>	<b>-</b>	<b>1,027,140</b>	<b>60,500</b>	<b>1,162,586</b>	<b>321,996</b>	<b>752,903</b>	<b>1,621,017</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	-	22,809	-	-	747,660	-
Support services	170,398	758,388	-	350	304,621	-	1,521,363
Noninstructional services	-	-	-	1,263,855	-	-	-
Facilities acquisition and construction	-	4,792	-	-	-	-	-
Debt services	-	269,133	-	-	-	-	-
Nonprogrammed charges	-	-	62,714	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>170,398</b>	<b>1,032,313</b>	<b>85,523</b>	<b>1,264,205</b>	<b>304,621</b>	<b>747,660</b>	<b>1,521,363</b>
Excess (deficiency) of receipts over disbursements	(170,398)	(5,173)	(25,023)	(101,619)	17,375	5,243	99,654
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	4,741	17,718
Transfers out	-	-	(77,861)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(77,861)</b>	<b>-</b>	<b>-</b>	<b>4,741</b>	<b>17,718</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(170,398)	(5,173)	(102,884)	(101,619)	17,375	9,984	117,372
Cash and investments - beginning	232,710	425,493	102,884	(83,478)	219,056	98,684	176,862
Cash and investments - ending	\$ 62,312	\$ 420,320	\$ -	\$ (185,097)	\$ 236,431	\$ 108,668	\$ 294,234
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 62,312	\$ 420,320	\$ -	\$ (185,097)	\$ 236,431	\$ 108,668	\$ 294,234
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 62,312</b>	<b>\$ 420,320</b>	<b>\$ -</b>	<b>\$ (185,097)</b>	<b>\$ 236,431</b>	<b>\$ 108,668</b>	<b>\$ 294,234</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other purposes	-	-	-	-	-	-	-
Unrestricted	62,312	420,320	-	(185,097)	236,431	108,668	294,234
<b>Total cash and investment fund balance - ending</b>	<b>\$ 62,312</b>	<b>\$ 420,320</b>	<b>\$ -</b>	<b>\$ (185,097)</b>	<b>\$ 236,431</b>	<b>\$ 108,668</b>	<b>\$ 294,234</b>

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

	Tri-Vocational Education	West Central Indiana Vocational Education	Heating and Air Conditioning	Cisco Networking Academy Program	Health Careers Initiative	Entrepreneurship	Alternative Education
<b>Receipts:</b>							
Local sources	\$ 105,835	\$ 140,563	\$ 72,327	\$ 67,082	\$ 37,676	\$ 39,802	\$ -
State sources	-	-	-	-	-	-	20,026
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Other	25	7,704	200	-	-	-	-
<b>Total receipts</b>	<b>105,860</b>	<b>148,267</b>	<b>72,527</b>	<b>67,082</b>	<b>37,676</b>	<b>39,802</b>	<b>20,026</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	67,944	146,906	66,934	59,640	29,424	31,312	10,416
Support services	13,297	-	-	-	-	-	8,959
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>81,241</b>	<b>146,906</b>	<b>66,934</b>	<b>59,640</b>	<b>29,424</b>	<b>31,312</b>	<b>19,375</b>
Excess (deficiency) of receipts over disbursements	24,619	1,361	5,593	7,442	8,252	8,490	651
<b>Other financing sources (uses):</b>							
Transfers in	1,771	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>1,771</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	26,390	1,361	5,593	7,442	8,252	8,490	651
Cash and investments - beginning	32,945	4,279	5,025	8,277	1,773	-	4,811
Cash and investments - ending	\$ 59,335	\$ 5,640	\$ 10,618	\$ 15,719	\$ 10,025	\$ 8,490	\$ 5,462
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 59,335	\$ 5,640	\$ 10,618	\$ 15,719	\$ 10,025	\$ 8,490	\$ 5,462
<b>Restricted assets:</b>							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 59,335</b>	<b>\$ 5,640</b>	<b>\$ 10,618</b>	<b>\$ 15,719</b>	<b>\$ 10,025</b>	<b>\$ 8,490</b>	<b>\$ 5,462</b>
<b>Cash and Investment Fund Balance - Ending</b>							
<b>Restricted for:</b>							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other purposes	-	-	-	-	-	-	-
Unrestricted	59,335	5,640	10,618	15,719	10,025	8,490	5,462
<b>Total cash and investment fund balance - ending</b>	<b>\$ 59,335</b>	<b>\$ 5,640</b>	<b>\$ 10,618</b>	<b>\$ 15,719</b>	<b>\$ 10,025</b>	<b>\$ 8,490</b>	<b>\$ 5,462</b>

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

	School Safe Haven Fund	Early Intervention Grant	Gifted and Talented Grant	EDS Medicaid Reimbursement Fund	Non-English Speaking Programs	21st Century Scholars	Aquatics Fund
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 140,519
State sources	12,002	32,369	35,239	-	24,067	-	-
Federal sources	-	-	-	-	-	12,500	-
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>12,002</b>	<b>32,369</b>	<b>35,239</b>	<b>-</b>	<b>24,067</b>	<b>12,500</b>	<b>140,519</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	37,672	29,340	-	28,164	-	-
Support services	12,033	-	-	4,459	-	-	-
Noninstructional services	-	-	-	-	-	653	172,578
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>12,033</b>	<b>37,672</b>	<b>29,340</b>	<b>4,459</b>	<b>28,164</b>	<b>653</b>	<b>172,578</b>
Excess (deficiency) of receipts over disbursements	(31)	(5,303)	5,899	(4,459)	(4,097)	11,847	(32,059)
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(31)	(5,303)	5,899	(4,459)	(4,097)	11,847	(32,059)
Cash and investments - beginning	31	6,308	5,799	5,767	15,510	-	10,506
Cash and investments - ending	\$ -	\$ 1,005	\$ 11,698	\$ 1,308	\$ 11,413	\$ 11,847	\$ (21,553)
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ 1,005	\$ 11,698	\$ 1,308	\$ 11,413	\$ 11,847	\$ (21,553)
<b>Restricted assets:</b>							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 1,005</b>	<b>\$ 11,698</b>	<b>\$ 1,308</b>	<b>\$ 11,413</b>	<b>\$ 11,847</b>	<b>\$ (21,553)</b>
<b>Cash and Investment Fund Balance - Ending</b>							
<b>Restricted for:</b>							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other purposes	-	-	-	-	-	-	-
Unrestricted	-	1,005	11,698	1,308	11,413	11,847	(21,553)
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 1,005</b>	<b>\$ 11,698</b>	<b>\$ 1,308</b>	<b>\$ 11,413</b>	<b>\$ 11,847</b>	<b>\$ (21,553)</b>

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

	Auto-Diesel Account	Indiana Criminal Justice Institute/ Juvenile	Middle School - Alternative School	After School Childcare	ECIA - Title I	ECIA Chapter I 2002-2003	Title I Stimulus
<b>Receipts:</b>							
Local sources	\$ 7,448	\$ 23,000	\$ -	\$ 15,849	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	660,136	-	(61,073)
Temporary loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>7,448</b>	<b>23,000</b>	<b>-</b>	<b>15,849</b>	<b>660,136</b>	<b>-</b>	<b>(61,073)</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	5,814	-	-	10,874	478,068	84,815	-
Support services	-	10,193	10,869	-	111,606	8,980	(350)
Noninstructional services	-	-	-	-	7,869	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>5,814</b>	<b>10,193</b>	<b>10,869</b>	<b>10,874</b>	<b>597,543</b>	<b>93,795</b>	<b>(350)</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>1,634</b>	<b>12,807</b>	<b>(10,869)</b>	<b>4,975</b>	<b>62,593</b>	<b>(93,795)</b>	<b>(60,723)</b>
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	58,946	-	60,723
Transfers out	-	-	-	-	-	(58,946)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>58,946</b>	<b>(58,946)</b>	<b>60,723</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>1,634</b>	<b>12,807</b>	<b>(10,869)</b>	<b>4,975</b>	<b>121,539</b>	<b>(152,741)</b>	<b>-</b>
<b>Cash and investments - beginning</b>	<b>2,903</b>	<b>(77,741)</b>	<b>(80,152)</b>	<b>(7,122)</b>	<b>-</b>	<b>152,741</b>	<b>-</b>
<b>Cash and investments - ending</b>	<b>\$ 4,537</b>	<b>\$ (64,934)</b>	<b>\$ (91,021)</b>	<b>\$ (2,147)</b>	<b>\$ 121,539</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 4,537	\$ (64,934)	\$ (91,021)	\$ (2,147)	\$ 121,539	\$ -	\$ -
<b>Restricted assets:</b>							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 4,537</b>	<b>\$ (64,934)</b>	<b>\$ (91,021)</b>	<b>\$ (2,147)</b>	<b>\$ 121,539</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Cash and Investment Fund Balance - Ending</b>							
<b>Restricted for:</b>							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other purposes	-	-	-	-	-	-	-
Unrestricted	4,537	(64,934)	(91,021)	(2,147)	121,539	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 4,537</b>	<b>\$ (64,934)</b>	<b>\$ (91,021)</b>	<b>\$ (2,147)</b>	<b>\$ 121,539</b>	<b>\$ -</b>	<b>\$ -</b>

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

	McKinney- Homeless Assistance Grant	Special Education 2003 142-062-PN01	Pre-school PS 2003 45702-062-PN01	Adult Basic Education PL 100-297	EL Civics Program	Drug Free Title IV	Vocational Education Grant 2004-05
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-
Federal sources	-	2,562,584	113,015	67,331	38,500	9,657	38,335
Temporary loans	-	-	-	-	-	-	-
Other	-	75	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>2,562,659</b>	<b>113,015</b>	<b>67,331</b>	<b>38,500</b>	<b>9,657</b>	<b>38,335</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	603,497	-	41,040	35,981	15,254	11,299
Support services	-	17,445	-	36,864	-	-	-
Noninstructional services	59,131	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	2,026,275	113,015	-	-	257	-
Interfund loans	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>59,131</b>	<b>2,647,217</b>	<b>113,015</b>	<b>77,904</b>	<b>35,981</b>	<b>15,511</b>	<b>11,299</b>
Excess (deficiency) of receipts over disbursements	(59,131)	(84,558)	-	(10,573)	2,519	(5,854)	27,036
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(59,131)	(84,558)	-	(10,573)	2,519	(5,854)	27,036
Cash and investments - beginning	74,748	90,704	-	11,153	1,871	4,588	(27,036)
Cash and investments - ending	\$ 15,617	\$ 6,146	\$ -	\$ 580	\$ 4,390	\$ (1,266)	\$ -
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 15,617	\$ 6,146	\$ -	\$ 580	\$ 4,390	\$ (1,266)	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 15,617</b>	<b>\$ 6,146</b>	<b>\$ -</b>	<b>\$ 580</b>	<b>\$ 4,390</b>	<b>\$ (1,266)</b>	<b>\$ -</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other purposes	-	-	-	-	-	-	-
Unrestricted	15,617	6,146	-	580	4,390	(1,266)	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 15,617</b>	<b>\$ 6,146</b>	<b>\$ -</b>	<b>\$ 580</b>	<b>\$ 4,390</b>	<b>\$ (1,266)</b>	<b>\$ -</b>

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

	Vocational Education 2005-2006	Tech Prep/ PLTW	Title II Improving Teacher Quality	Title III Wabash Valley Education CNT	Title I Stimulus	Special Education Stimulus	Pre-school Stimulus
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	15,000	-	-	-	-	-
Federal sources	115,560	-	136,479	16,965	256,114	1,389,838	68,753
Temporary loans	-	-	-	-	-	-	-
Other	-	-	677	-	-	508	-
<b>Total receipts</b>	<b>115,560</b>	<b>15,000</b>	<b>137,156</b>	<b>16,965</b>	<b>256,114</b>	<b>1,390,346</b>	<b>68,753</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	133,912	1,311	-	-	211,559	239,776	-
Support services	-	-	164,360	24,440	7,113	49,288	9,670
Noninstructional services	-	-	-	-	1,474	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	7,704	-	-	-	-	1,136,372	57,925
Interfund loans	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>141,616</b>	<b>1,311</b>	<b>164,360</b>	<b>24,440</b>	<b>220,146</b>	<b>1,425,436</b>	<b>67,595</b>
Excess (deficiency) of receipts over disbursements	(26,056)	13,689	(27,204)	(7,475)	35,968	(35,090)	1,158
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(60,723)	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(60,723)</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(26,056)	13,689	(27,204)	(7,475)	(24,755)	(35,090)	1,158
Cash and investments - beginning	1	(13,689)	55,646	4,645	60,723	-	-
<b>Cash and investments - ending</b>	<b>\$ (26,055)</b>	<b>\$ -</b>	<b>\$ 28,442</b>	<b>\$ (2,830)</b>	<b>\$ 35,968</b>	<b>\$ (35,090)</b>	<b>\$ 1,158</b>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ (26,055)	\$ -	\$ 28,442	\$ (2,830)	\$ 35,968	\$ (35,090)	\$ 1,158
<b>Restricted assets:</b>							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ (26,055)</b>	<b>\$ -</b>	<b>\$ 28,442</b>	<b>\$ (2,830)</b>	<b>\$ 35,968</b>	<b>\$ (35,090)</b>	<b>\$ 1,158</b>
<b>Cash and Investment Fund Balance - Ending</b>							
<b>Restricted for:</b>							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other purposes	-	-	-	-	-	-	-
Unrestricted	(26,055)	-	28,442	(2,830)	35,968	(35,090)	1,158
<b>Total cash and investment fund balance - ending</b>	<b>\$ (26,055)</b>	<b>\$ -</b>	<b>\$ 28,442</b>	<b>\$ (2,830)</b>	<b>\$ 35,968</b>	<b>\$ (35,090)</b>	<b>\$ 1,158</b>

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

	McKinney-Vento Education for Handicapped	School Lunch Equipment Stimulus	Retirement/ Severance Bond	Capital Projects	Bus Replacement Fund - Transportation	Construction Fund	Totals
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ 419,011	\$ 2,109,896	\$ 12,453	\$ 150,000	\$ 7,181,911
State sources	-	-	-	-	-	-	337,293
Federal sources	74,806	5,373	-	-	-	-	6,168,834
Temporary loans	-	-	-	914,214	-	85,025	1,231,459
Other	-	-	-	240	-	14,556	34,906
<b>Total receipts</b>	<b>74,806</b>	<b>5,373</b>	<b>419,011</b>	<b>3,024,350</b>	<b>12,453</b>	<b>249,581</b>	<b>14,954,403</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	-	-	-	-	-	3,151,421
Support services	517	75	-	1,286,875	436,444	-	4,968,257
Noninstructional services	-	5,298	-	-	-	-	1,510,858
Facilities acquisition and construction	-	-	-	388,784	-	272,531	666,107
Debt services	-	-	418,360	1,119,521	-	-	1,807,014
Nonprogrammed charges	-	-	-	-	-	-	3,404,262
Interfund loans	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>517</b>	<b>5,373</b>	<b>418,360</b>	<b>2,795,180</b>	<b>436,444</b>	<b>272,531</b>	<b>15,507,919</b>
Excess (deficiency) of receipts over disbursements	74,289	-	651	229,170	(423,991)	(22,950)	(553,516)
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	143,899
Transfers out	-	-	-	-	-	-	(197,530)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(53,631)</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	74,289	-	651	229,170	(423,991)	(22,950)	(607,147)
Cash and investments - beginning	-	-	28,988	(32,990)	404,689	15,616	1,943,528
Cash and investments - ending	\$ 74,289	\$ -	\$ 29,639	\$ 196,180	\$ (19,302)	\$ (7,334)	\$ 1,336,381
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 74,289	\$ -	\$ -	\$ 196,180	\$ (19,302)	\$ (7,334)	\$ 1,306,742
Restricted assets:							
Cash and investments	-	-	29,639	-	-	-	29,639
<b>Total cash and investment assets - ending</b>	<b>\$ 74,289</b>	<b>\$ -</b>	<b>\$ 29,639</b>	<b>\$ 196,180</b>	<b>\$ (19,302)</b>	<b>\$ (7,334)</b>	<b>\$ 1,336,381</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ 29,639	\$ -	\$ -	\$ -	\$ 29,639
Other purposes	-	-	-	-	-	-	-
Unrestricted	74,289	-	-	196,180	(19,302)	(7,334)	1,306,742
<b>Total cash and investment fund balance - ending</b>	<b>\$ 74,289</b>	<b>\$ -</b>	<b>\$ 29,639</b>	<b>\$ 196,180</b>	<b>\$ (19,302)</b>	<b>\$ (7,334)</b>	<b>\$ 1,336,381</b>

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

	GED Testing Site - M.C.E.F.	Credit Recovery	C.A.R.A.	Roberts Remedial Fund	Ora Hudson Trust	Even Start Assistant Programs	3-A-Day of Dairy
Additions:							
Contributions:							
Other	\$ 8,969	\$ -	\$ 6,455	\$ 4,000	\$ 800	\$ 10,728	\$ 20
Investment earnings:							
Interest	-	-	-	-	-	-	-
Total additions	<u>8,969</u>	<u>-</u>	<u>6,455</u>	<u>4,000</u>	<u>800</u>	<u>10,728</u>	<u>20</u>
Deductions:							
Administrative and general	<u>6,019</u>	<u>-</u>	<u>3,565</u>	<u>-</u>	<u>969</u>	<u>30,491</u>	<u>2,262</u>
Excess (deficiency) of total additions over total deductions	2,950	-	2,890	4,000	(169)	(19,763)	(2,242)
Cash and investment fund balance - beginning	<u>1,246</u>	<u>100</u>	<u>8,041</u>	<u>6,425</u>	<u>1,248</u>	<u>71,440</u>	<u>2,242</u>
Cash and investments - ending	<u>\$ 4,196</u>	<u>\$ 100</u>	<u>\$ 10,931</u>	<u>\$ 10,425</u>	<u>\$ 1,079</u>	<u>\$ 51,677</u>	<u>\$ -</u>
Net assets:							
Cash and investments	<u>\$ 4,196</u>	<u>\$ 100</u>	<u>\$ 10,931</u>	<u>\$ 10,425</u>	<u>\$ 1,079</u>	<u>\$ 51,677</u>	<u>\$ -</u>
Total net assets - cash and investment basis held in trust	<u>\$ 4,196</u>	<u>\$ 100</u>	<u>\$ 10,931</u>	<u>\$ 10,425</u>	<u>\$ 1,079</u>	<u>\$ 51,677</u>	<u>\$ -</u>

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

	Tech IN PE - Kathy Keck	Safe Schools/ Healthy Students	Local Sources	Walmart - Nicholson	Montgomery County Education Fund Grants	Character Counts	Middle School Youth Service
Additions:							
Contributions:							
Other	\$ -	\$ -	\$ 30,182	\$ -	\$ 6,940	\$ -	\$ -
Investment earnings:							
Interest	-	-	-	-	-	-	-
Total additions	-	-	30,182	-	6,940	-	-
Deductions:							
Administrative and general	293	1,455	14,491	-	2,748	-	-
Excess (deficiency) of total additions over total deductions	(293)	(1,455)	15,691	-	4,192	-	-
Cash and investment fund balance - beginning	293	1,455	2,598	19	1,044	27	98
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,289</u>	<u>\$ 19</u>	<u>\$ 5,236</u>	<u>\$ 27</u>	<u>\$ 98</u>
Net assets:							
Cash and investments	\$ -	\$ -	\$ 18,289	\$ 19	\$ 5,236	\$ 27	\$ 98
Total net assets - cash and investment basis held in trust	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,289</u>	<u>\$ 19</u>	<u>\$ 5,236</u>	<u>\$ 27</u>	<u>\$ 98</u>

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

	Purdue Grant/ Tuttle	Athletic Workers	Kathleen & John Steele Fund	MUFFY - Even - Start	West Central Autism Training	Burgess Trust Fund	Totals
<b>Additions:</b>							
Contributions:							
Other	\$ -	\$ 13,480	\$ 250	\$ 6,818	\$ 3,623	\$ -	\$ 92,265
Investment earnings:							
Interest	-	-	-	-	-	202	202
<b>Total additions</b>	<u>-</u>	<u>13,480</u>	<u>250</u>	<u>6,818</u>	<u>3,623</u>	<u>202</u>	<u>92,467</u>
<b>Deductions:</b>							
Administrative and general	1	13,670	-	-	3,623	-	79,587
<b>Excess (deficiency) of total additions over total deductions</b>	(1)	(190)	250	6,818	-	202	12,880
Cash and investment fund balance - beginning	19	(237)	-	-	-	6,850	102,908
Cash and investments - ending	<u>\$ 18</u>	<u>\$ (427)</u>	<u>\$ 250</u>	<u>\$ 6,818</u>	<u>\$ -</u>	<u>\$ 7,052</u>	<u>\$ 115,788</u>
<b>Net assets:</b>							
Cash and investments	<u>\$ 18</u>	<u>\$ (427)</u>	<u>\$ 250</u>	<u>\$ 6,818</u>	<u>\$ -</u>	<u>\$ 7,052</u>	<u>\$ 115,788</u>
<b>Total net assets - cash and investment basis held in trust</b>	<u>\$ 18</u>	<u>\$ (427)</u>	<u>\$ 250</u>	<u>\$ 6,818</u>	<u>\$ -</u>	<u>\$ 7,052</u>	<u>\$ 115,788</u>

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

	GED Testing Site - M.C.E.F.	Credit Recovery	C.A.R.A.	Roberts Remedial Fund	Ora Hudson Trust	Even Start Assistant Programs
Additions:						
Contributions:						
Other	\$ 4,557	\$ -	\$ 15,484	\$ 2,000	\$ 600	\$ 4,172
Investment earnings:						
Interest	-	-	-	-	-	-
Total additions	<u>4,557</u>	<u>-</u>	<u>15,484</u>	<u>2,000</u>	<u>600</u>	<u>4,172</u>
Deductions:						
Administrative and general	<u>6,158</u>	<u>100</u>	<u>17,450</u>	<u>4,272</u>	<u>1,052</u>	<u>37,121</u>
Excess (deficiency) of total additions over total deductions	(1,601)	(100)	(1,966)	(2,272)	(452)	(32,949)
Cash and investment fund balance - beginning	<u>4,196</u>	<u>100</u>	<u>10,932</u>	<u>10,425</u>	<u>1,079</u>	<u>51,679</u>
Cash and investments - ending	<u>\$ 2,595</u>	<u>\$ -</u>	<u>\$ 8,966</u>	<u>\$ 8,153</u>	<u>\$ 627</u>	<u>\$ 18,730</u>
Net assets:						
Cash and investments	<u>\$ 2,595</u>	<u>\$ -</u>	<u>\$ 8,966</u>	<u>\$ 8,153</u>	<u>\$ 627</u>	<u>\$ 18,730</u>
Total net assets - cash and investment basis held in trust	<u>\$ 2,595</u>	<u>\$ -</u>	<u>\$ 8,966</u>	<u>\$ 8,153</u>	<u>\$ 627</u>	<u>\$ 18,730</u>

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

	<u>Local Sources</u>	<u>Walmart - Nicholson</u>	<u>Montgomery County Education Fund Grants</u>	<u>Character Counts</u>	<u>Middle School Youth Service</u>	<u>Purdue Grant/ Tuttle</u>
Additions:						
Contributions:						
Other	\$ 20,930	\$ -	\$ 6,091	\$ -	\$ 368	\$ -
Investment earnings:						
Interest	-	-	-	-	-	-
Total additions	<u>20,930</u>	<u>-</u>	<u>6,091</u>	<u>-</u>	<u>368</u>	<u>-</u>
Deductions:						
Administrative and general	<u>35,233</u>	<u>19</u>	<u>7,003</u>	<u>-</u>	<u>-</u>	<u>4</u>
Excess (deficiency) of total additions over total deductions	(14,303)	(19)	(912)	-	368	(4)
Cash and investment fund balance - beginning	<u>18,288</u>	<u>19</u>	<u>5,236</u>	<u>27</u>	<u>98</u>	<u>18</u>
Cash and investments - ending	<u>\$ 3,985</u>	<u>\$ -</u>	<u>\$ 4,324</u>	<u>\$ 27</u>	<u>\$ 466</u>	<u>\$ 14</u>
Net assets:						
Cash and investments	<u>\$ 3,985</u>	<u>\$ -</u>	<u>\$ 4,324</u>	<u>\$ 27</u>	<u>\$ 466</u>	<u>\$ 14</u>
Total net assets - cash and investment basis held in trust	<u>\$ 3,985</u>	<u>\$ -</u>	<u>\$ 4,324</u>	<u>\$ 27</u>	<u>\$ 466</u>	<u>\$ 14</u>

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

	Athletic Workers	Kathleen & John Steele Fund	MUFFY - Even - Start	Fund 8200 Burgess Trust	Totals
Additions:					
Contributions:					
Other	\$ 11,653	\$ 350	\$ 17,273	\$ -	\$ 83,478
Investment earnings:					
Interest	-	-	-	66	66
Total additions	<u>11,653</u>	<u>350</u>	<u>17,273</u>	<u>66</u>	<u>83,544</u>
Deductions:					
Administrative and general	<u>11,989</u>	<u>250</u>	<u>13,308</u>	<u>500</u>	<u>134,459</u>
Excess (deficiency) of total additions over total deductions	(336)	100	3,965	(434)	(50,915)
Cash and investment fund balance - beginning	<u>(428)</u>	<u>250</u>	<u>6,818</u>	<u>7,052</u>	<u>115,789</u>
Cash and investments - ending	<u>\$ (764)</u>	<u>\$ 350</u>	<u>\$ 10,783</u>	<u>\$ 6,618</u>	<u>\$ 64,874</u>
Net assets:					
Cash and investments	<u>\$ (764)</u>	<u>\$ 350</u>	<u>\$ 10,783</u>	<u>\$ 6,618</u>	<u>\$ 64,874</u>
Total net assets - cash and investment basis held in trust	<u>\$ (764)</u>	<u>\$ 350</u>	<u>\$ 10,783</u>	<u>\$ 6,618</u>	<u>\$ 64,874</u>

CRAWFORDSVILLE COMMUNITY SCHOOLS  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 June 30, 2010

The School Corporation has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
Elementary School Improvements	\$ 10,436,198	\$ 767,000
Construction of the High School	3,759,941	1,393,125
Notes and loans payable:		
Common School Fund Loan AO312	93,934	67,319
Bonds payable:		
Pension Bond	<u>4,275,000</u>	<u>211,301</u>
Total governmental activities debt	<u>\$ 18,565,073</u>	<u>\$ 2,438,745</u>

CRAWFORDSVILLE COMMUNITY SCHOOLS  
AUDIT RESULTS AND COMMENTS

GOVERNING BODY - DUTIES

The School Board of Trustee's minutes included the approvals of accounts payable vouchers and payroll claims vouchers. The approvals were on a "Gross Breakdown by Fund" report which did not list individual claims but was a listing by funds with a total amount charged to each fund for an accounts payable or payroll check run. The back of the report was titled "Allowance of Claims" and read as follows:

"I hereby certify that each of the above listed claims and the invoices, or bills attached thereto are true and correct and I have audited same in accordance with IC 5-11-10-1.6.

We have examined the claims on the foregoing register of claims, consisting of (BLANK) pages, and except for the claims not allowed as shown on the register such claims are hereby allowed in the total amount of \$ (BLANK). Dated this (BLANK) day of (BLANK). Approved by the State Board of Accounts January 2002 for: Crawfordsville School Corporation"

Under the first sentence there is a place for the Treasurer to sign and date and under the second paragraph there is a place for each member of the School Board to sign.

Every Allowance of Claims reviewed was not signed and dated by the Treasurer, but individual claims were signed by either the Treasurer or Deputy Treasurer. The Allowance of Claims also was not completed as to the number of pages and the total amount of the claims being approved. Nor were any dated. Therefore, we were not able to determine what exactly was approved by the School Board.

Furthermore, claims were routinely paid prior to School Board meetings which could result in unapproved payments.

Some duties of the governing body not specifically mentioned in the School Powers Act are the following: . . .

Duty to examine all claims, accounts payable vouchers, and payrolls; to disallow any claim or part thereof if incorrect, illegal or unjust; or to sign and approve said claims for payment. (IC 5-11-10-1 and IC 20-26-4-1)

(Accounting and Uniform Compliance Guidelines for Indiana Public School Corporations, Chapter 8)

INTERNAL CONTROLS OVER FEDERAL CASH MANAGEMENT COMPLIANCE

The controls over the receipting, disbursing, recording, and accounting for the financial activities were insufficient. The management of cash balances of Special Education Funds, Preschool Special Education and Special Education ARRA, Title I and Title I ARRA Funds were not sufficient to always maintain balances that did not exceed the estimated future requirements, as defined by federal criteria.

Based on procedures performed, the cash management requirements were not met for the following Funds: Special Education, April and May 2009; Special Education ARRA, December 2009; Special Education - Preschool Grants ARRA, September 2009 and December 2009.

The cash balance of the Title I, programs PN09, PN10, and Title I ARRA Funds, exceeded the allowable cash balances based on estimated future requirements for 6 of 13, 8 of 12 and 11 of the 12 months during the audit period, respectively.

CRAWFORDSVILLE COMMUNITY SCHOOLS  
AUDIT RESULTS AND COMMENTS  
(Continued)

EDGAR 80.20 (b)(7) states:

"Cash management. Procedures for minimizing the time elapsing between the transfer of funds from the U.S. Treasury and disbursement by grantees and sub grantees must be followed whenever advance payment procedures are used. Grantees must establish reasonable procedures to ensure the receipt of reports on sub grantee's cash balances and cash disbursements in sufficient time to enable them to prepare complete and accurate cash transactions reports to the awarding agency. When advances are made by letter-of-credit or electronic transfer of funds methods, the grantee must make draw downs as close as possible to the time of making disbursements. Grantees must monitor cash draw downs by their sub grantee's to assure that they conform substantially to the same standards of timing and amount as apply to advances to the grantees."

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

AVERAGE DAILY MEMBERSHIP (ADM) - LACK OF RECORDS

Records presented for audit to support the ADM claimed by the School Corporation were not certified by each Principal. A similar comment was previously reported in Report B34268.

IC 5-15-6-3(f) concerning destruction of public records, states in part: "Original records may be disposed of only with the approval of the commission according to guidelines established by the commission."

Officials should maintain records (enrollment cards, rosters, reporting forms, etc.) which substantiate the number of students claimed for ADM. The building level official (Principal, Assistant Principal, etc.) responsible for reporting ADM to the School Corporation Central Office, should provide a written certification of ADM to properly document responsibility. The certification should at a minimum include a statement detailing the names and location of the records used (these records must be retained for public inspection and audit) to substantiate ADM claimed. (The School Administrator and Uniform Compliance Guidelines, Volume 123, September 1993, and Volume 142, June 1998)

INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

We noted several deficiencies in the internal control system of the School Corporation related to financial transactions and reporting. We believe the following deficiencies constitute significant weaknesses:

Lack of Segregation of Duties: Control activities were not selected and developed at various levels of the corporation to reduce risks to achievement of financial reporting objectives. The School Corporation has not separated incompatible activities related to receipts, disbursements, payroll and related liabilities, and cash and investment balances. The failure to establish these controls could enable material misstatements or irregularities to be undetected.

CRAWFORDSVILLE COMMUNITY SCHOOLS  
 AUDIT RESULTS AND COMMENTS  
 (Continued)

One individual can receive money, issue receipts, post receipts, prepare bank deposits, take deposit to the depository, and posts adjustments to the computer system. Although the reconciliation is performed by another individual the reconciliation is not compared to the fund ledger and is not reviewed and approved by School Corporation Administration or the School Board.

One individual can authorize purchases, approve claims, write checks, post disbursements, mail or distribute checks, has access to check stock, and posts adjustments to the computer system. Again although the reconciliation is performed by another individual it is not compared to the fund ledger and is not reviewed and approved by School Corporation Administration or the School Board.

One individual prepares payroll contracts, posts leave records, checks and extends time cards, prepares payroll claims, generates payroll records, writes the payroll checks, prepares W-2s and posts adjustments to the computer system. The payroll reconciliation is performed by the same person that is responsible for all the other payroll records and accounting. The reconciliation is not compared to the fund ledger and is not reviewed and approved by School Corporation Administration or the School Board.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objections, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control.

Controls over the receipting, disbursing, recording and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

OVERDRAWN FUND BALANCES

The following funds were overdrawn at fiscal year-end:

Fund	2009	2010
School Lunch Fund	\$ 83,477	\$ 185,097
Afterschool Childcare Fund	7,122	2,147
Capital Projects Fund	32,990	-
Aquatics	-	21,553
Bus Replacement Fund - Transportation	-	19,302
Construction	-	7,334

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

SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



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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 CRAWFORDSVILLE COMMUNITY  
SCHOOLS, MONTGOMERY COUNTY, INDIANA

Compliance

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

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

In our opinion, the School Corporation complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the years ended June 30, 2009 and 2010. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2010-2, 2010-3, and 2010-4.

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

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)

effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

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.

The School Corporation's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

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

STATE BOARD OF ACCOUNTS

February 7, 2011

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553	FY 08-09 FY 09-10	\$ 195,969 -	\$ - 167,049
Total for program			<u>195,969</u>	<u>167,049</u>
National School Lunch Program	10.555	FY 08-09 FY 09-10	608,582 -	- 549,490
Total for program			<u>608,582</u>	<u>549,490</u>
ARRA - Child Nutrition Discretionary Grants Limited Availability	10.579	383-5855	-	5,373
Summer Food Service Program for Children	10.559	FY 09-10	-	3,685
Fresh Fruit and Vegetable Program	10.582	FY 08-09 FY 09-10	20,888 -	- 2,285
Total for program			<u>20,888</u>	<u>2,285</u>
Total for cluster			<u>825,439</u>	<u>727,882</u>
Total for federal grantor agency			<u>825,439</u>	<u>727,882</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>				
Pass-Through Indiana Department of Education				
Title I, Part A Cluster				
Title I Grants to Local Educational Agencies	84.010	PN08-5855 PN09-5855 PN10-5855	101,127 593,564 -	- 152,741 597,542
Total for program			<u>694,691</u>	<u>750,283</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389	1444840	-	220,146
Total for cluster			<u>694,691</u>	<u>970,429</u>
Pass-Through Indiana Department of Education				
Special Education Cluster (IDEA)				
Special Education - Grants to States	84.027	14208-062-PN01 14209-062-PN01 14210-062-PN01	2,668 2,616,533 -	- 90,704 2,556,513
Total for program			<u>2,619,201</u>	<u>2,647,217</u>
Special Education - Preschool Grants	84.173	45709-062-PN01 45710-062-PN01	125,398 -	- 113,015
Total for program			<u>125,398</u>	<u>113,015</u>
ARRA - Special Education - Grants to States, Recovery Act	84.391	33310-062-SN01	-	1,425,437

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

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Indiana Department of Education (continued)				
Special Education Cluster (IDEA) (continued)				
ARRA - Special Education - Preschool Grants, Recovery Act	84.392	44410-062-SN01	-	67,595
Total for cluster			<u>2,744,599</u>	<u>4,253,264</u>
Pass-Through Indiana Department of Education				
State Fiscal Stabilization Fund Cluster				
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	84.394		-	1,682,489
Total for cluster			-	<u>1,682,489</u>
Direct Grant				
Safe and Drug Free Schools and Communities - National Programs	84.184	Q184L040120	86,842	-
Direct Grant				
Fund for the Improvement of Education	84.215	Q215F050071	28,943	-
Pass-Through Indiana Department of Education				
Adult Education - Basic Grants to States	84.002	2009-8005	54,368	7,653
		2010-8005	-	70,251
EL Civics Grant		2009-8401	29,629	5,371
		2010-8401	-	30,610
Total for program			<u>83,997</u>	<u>113,885</u>
Pass-Through Indiana Department of Education				
Career and Technical Education - Basic Grants to States	84.048	08-4700-5855	48,069	-
		09-4700-5855	158,312	11,299
		10-4700-5855	-	141,616
Total for program			<u>206,381</u>	<u>152,915</u>
Pass-Through Indiana Department of Education				
Safe and Drug-Free Schools and Communities - State Grants	84.186	07-5855	2,101	-
		08-5855	5,484	4,588
		09-5855	-	10,923
Total for program			<u>7,585</u>	<u>15,511</u>
Pass-Through Indiana Department of Education				
Education for Homeless Children and Youth	84.196	S196A060015	19,773	-
		S196A070015	35,236	19,764
		S196A080015	-	39,367
Total for program			<u>55,009</u>	<u>59,131</u>
Pass-Through Indiana Department of Education				
ARRA - Education for Homeless Children and Youth, Recovery Act	84.387	S387A090015	-	517
Pass-Through Indiana Department of Education				
Tech-Prep Education	84.243	PLTW-8-212	13,689	1,311

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

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Indiana Department of Education Twenty-first Century Community Learning Centers	84.287	7000S287C090014	-	653
Pass-Through Indiana Department of Education State Grants for Innovative Programs	84.298	07-5855	1,987	-
Pass-Through Indiana Department of Education English Language Acquisition Grants	84.365	2007-2008 01109-070-PN01 01110-070-PN01	6,596 18,455 -	- 4,645 19,795
Total for program			<u>25,051</u>	<u>24,440</u>
Pass-Through Indiana Department of Education Improving Teacher Quality State Grants	84.367	07-5855 08-5855 09-5855	51,665 73,180 -	- 55,646 108,714
Total for program			<u>124,845</u>	<u>164,360</u>
Total for federal grantor agency			<u>4,073,619</u>	<u>7,438,905</u>
Total federal awards expended			<u>\$ 4,899,058</u>	<u>\$ 8,166,787</u>

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

CRAWFORDSVILLE COMMUNITY SCHOOLS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

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

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

II. Subrecipients

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

Program Title	Federal CFDA Number	2009	2010
Special Education – Grants to States	84.027	\$ 2,137,935	\$ 2,251,310
Special Education – Preschool Grants	84.173	100,245	101,193

III. Noncash Assistance

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

Program Title	Federal CFDA Number	2009	2010
School Breakfast Program	10.553	\$ 13,942	\$ 13,649
National School Lunch Program	10.555	43,297	44,898

CRAWFORDSVILLE COMMUNITY SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	yes

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?	no

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? yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
	Child Nutrition Cluster
	Title I, Part A, Cluster
	Special Education Cluster
	State Fiscal Stabilization Fund Cluster
84.196	Education for Homeless Children and Youth
84.387	ARRA - Education for Homeless Children and Youth, Recovery Act

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

FINDING 2010-1, INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

We noted several deficiencies in the internal control system of the School Corporation related to financial transactions and reporting. We believe the following deficiencies constitute significant weaknesses:

CRAWFORDSVILLE COMMUNITY SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

Lack of Segregation of Duties: Control activities were not selected and developed at various levels of the corporation to reduce risks to achievement of financial reporting objectives. The School Corporation has not separated incompatible activities related to receipts, disbursements, payroll and related liabilities, and cash and investment balances. The failure to establish these controls could enable material misstatements or irregularities to be undetected.

Monitoring of Controls: Effective internal control over financial reporting requires the School Board of Trustees to monitor and assess the quality of the school corporation's system of internal control. The School Board of Trustees has not performed either an ongoing or separate evaluation of their system of internal controls. The failure to exercise their oversight responsibility places the corporation at risk that controls may not be designed or operating effectively to provide reasonable assurance that controls will prevent or detect material misstatements in a timely manner. Additionally, the corporation has no process to identify or communicate corrective actions to improve controls.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objections, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control.

Controls over the receipting, disbursing, recording and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

Section III – Federal Award Findings

FINDING 2010-2, CASH MANAGEMENT

Federal Agency: United States Department of Education

Federal Program: Special Education Cluster

CFDA Numbers: 84.027, 84.173, 84.391, 84.392

Federal Award Numbers: 14208-062-PN01, 14209-062-PN01, 14210-062-PN01, 45709-062-PN01, 45710-062-PN01, 33310-062-SN01, 44410-062-SN01

EDGAR 80.20 (b)(7) states:

"Cash management. Procedures for minimizing the time elapsing between the transfer of funds from the U.S. Treasury and disbursement by grantees and sub grantees must be followed whenever advance payment procedures are used. Grantees must establish reasonable procedures to ensure the receipt of reports on sub grantee's cash balances and cash disbursements in sufficient time to enable them to prepare complete and accurate cash transactions reports to the awarding agency. When advances are made by letter-of-credit or electronic transfer of funds methods, the grantee must make draw downs as close as possible to the time of making disbursements. Grantees must monitor cash draw downs by their sub grantee's to assure that they conform substantially to the same standards of timing and amount as apply to advances to the grantees."

CRAWFORDSVILLE COMMUNITY SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

Amounts received by the School Corporation for the Special Education Cluster (IDEA) were drawn down in advance. School Corporation Officials are required to review needs and draw funds as needed in accordance with federal guidelines. The drawdown requests are included in the applications for grant funds. The cash balance of the grant exceeded the allowable cash balance based on estimated future requirements for 2 of the 12 months during the 2008-2009 fiscal year for non-ARRA funding. The cash balance of the Special Education-Stimulus funding exceeded the allowable cash balance based on estimated future requirement for 1 of the 12 months during the 2009-2010 fiscal year. The cash balance of the Special Education- Preschool- Stimulus funding exceeded the allowable cash balance based on estimated future requirements for 2 of the 12 months during the 2009-2010 fiscal year. Cash drawdown requests were not revised to ensure there would not be excess cash on hand.

Surplus cash indicates noncompliance with the cash management requirement as set forth by the grant agreement. Additionally, failure to minimize the cash on hand may cause future funding to be reduced by the pass-through agency.

We recommended that School Corporation Officials develop and implement procedures and controls to ensure that the time between the receipt and disbursement of federal funds is minimized according to the grant requirements.

FINDING 2010-3, SUBRECIPIENT MONITORING

Federal Agency: United States Department of Education

Federal Program: Special Education Cluster

CFDA Numbers: 84.027, 84.173, 84.391, 84.392

Federal Award Numbers: 14208-062-PN01, 14209-062-PN01, 14210-062-PN01, 45709-062-PN01,  
45710-062-PN01, 33310-062-SN01, 44410-062-SN01

31 USC 7502(f)(2)(B) Chapter 75 - Requirements for Single Audits states:

"Each pass-through entity shall - (A) provide such subrecipient the program names (and any identifying numbers) from which such assistance is derived, and the Federal requirements which govern the use of such awards and the requirements of this chapter; (B) monitor the sub recipient's use of Federal awards through site visits, limited scope audits, or other means; (C) review the audit of a subrecipient as necessary to determine whether prompt and appropriate corrective action has been taken with respect to audit findings, as defined by the Director, pertaining to Federal awards provided to the subrecipient by the pass-through entity; and (D) require each of its subrecipients of Federal awards to permit, as a condition of receiving Federal Awards, the independent auditor of the pass-through entity to have such access to the sub recipient's records and financial statements as may be necessary for the pass-through entity to comply with this chapter."

2 CFR Part 176 states in part:

". . . Agencies are responsible for ensuring that their recipients report information required under the Recovery Act in a timely manner. The following award term shall be used by agencies to implement the recipient reporting and registration requirements in section 1512:

CRAWFORDSVILLE COMMUNITY SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

(a) This award requires the recipient to complete projects or activities which are funded under the American Recovery Act and Reinvestment Act of 2009 (Recovery Act) and to report on use of Recovery Act funds provided through this award. Information from these reports will be made available to the public.

(b) The reports are due no later than ten calendar days after each calendar quarter in which the recipient receives the assistance award funded in whole or in part by the Recovery Act.

(c) Recipients and their first-tier recipients must maintain current registration in the Central Contractor Registration (<http://www.ccr.gov>) at all times during which they have active federal awards funded with Recovery Act funds. A Dun and Bradstreet Data Universal Numbering System (DUNS) Number (<http://www.dnb.com>) is one of the requirements for registration in the Central Contractor Registration . . ."

The Crawfordsville Community Schools, as the LEA for Special Education Cluster funding and as the member responsible for accounting of the West Central Indiana Special Services Cooperative, distributed Special Education federal funding to eight other member school corporations. We found that neither the West Central Indiana Special Services Cooperative nor Crawfordsville Community Schools had planned for the subrecipient responsibilities. We also found that there were no written plans that describe how and by whom all pass-through responsibilities would be met. We also noted that Crawfordsville Community Schools did not provide CFDA title and number and the Federal Award name and number to subrecipients. Further Crawfordsville Community Schools, did not verify that subrecipients had complied with the requirements to provide information to the Federal repository Central Contractor Registration or require the subrecipient's Data Universal Numbering System (DUNS) numbers prior to distribution of American Recovery and Reinvestment Act (ARRA) funds.

The lack of a written plan created difficulty in determining if federal requirements were being met. A failure to adequately monitor subrecipients could result in federal monies being at risk of mismanagement or misappropriation.

Also, the subrecipients may encounter difficulty in properly identifying money received from Crawfordsville Community Schools as federal monies. School corporations are required to identify the federal agency, CFDA number, federal program name, pass-through entity, and program number for their audits.

We recommended that Crawfordsville Community Schools in cooperation with West Central Indiana Special Services Cooperative develop procedures to ensure that federal requirements are being met and to avoid any possible consequences for noncompliance such as terminating awards; suspension and debarment; reclaiming funds; and considering, initiating, and implementing punitive actions.

We also recommended that Crawfordsville Community Schools communicate to the subrecipients all necessary information about any award distributed to them, enabling them to properly report their federal funding.

Also, we recommended that Crawfordsville Community Schools take the necessary steps to comply with Section 1512 of American Recovery and Reinvestment Act of 2009 (ARRA) and require all subrecipients meet the requirements for ARRA distributions.

CRAWFORDSVILLE COMMUNITY SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

FINDING 2010-4, CASH MANAGEMENT

Federal Agency: United States Department of Education  
Federal Program: Title I, Part A Cluster  
CFDA Numbers: 84.010, 84.389  
Federal Award Numbers: PN08-5855, PN09-5855, PN10-5855, 1444840

EDGAR 80.20 (b) states:

"Cash management. Procedures for minimizing the time elapsing between the transfer of funds from the U.S. Treasury and disbursement by grantees and sub grantees must be followed whenever advance payment procedures are used. Grantees must establish reasonable procedures to ensure the receipt of reports on sub grantee's cash balances and cash disbursements in sufficient time to enable them to prepare complete and accurate cash transactions reports to the awarding agency. When advances are made by letter-of-credit or electronic transfer of funds methods, the grantee must make draw downs as close as possible to the time of making disbursements. Grantees must monitor cash draw downs by their sub grantee's to assure that they conform substantially to the same standards of timing and amount as apply to advances to the grantees."

Amounts received by the School Corporation for the Title 1 Part A were drawn down in advance. School Corporation Officials are required to review needs and draw funds as needed in accordance with federal guidelines. The drawdown requests are included in the applications for grant funds. The cash balance of the PN09 grant exceeded the allowable cash balances based on estimated future requirements for 6 of the 13 months during the audit period.

The cash balance of the grant at June 30, 2009, as reported on the fourth quarter report submitted to the Indiana Department of Education, was \$152,740, with average monthly expenses of \$49,464 for the previous twelve 12 of the audit period. The cash balance of the PN10 grant exceeded the allowable cash balances based on estimated future requirements for 8 of the 12 months during the audit period.

The cash balance of the grant at June 30, 2010, as reported on the fourth quarter report submitted to the Indiana Department of Education, was \$121,540 with average monthly expenses of \$49,795 for the previous 12 months of the audit period.

The cash balance of the ARRA Title I, Part A funding exceeded the allowable cash balances based on estimated future requirements for 11 of the 12 months during the audit period. The cash balance of the grant at June 30, 2010, as reported on the fourth quarter report submitted to the Indiana Department of Education, was \$35,968, with average monthly expenses of \$18,345 for the previous 12 months of the audit period. Cash drawdown requests were not revised to ensure there would not be excess cash on hand.

Surplus cash indicates noncompliance with the cash management requirement as set forth by the grant agreement. Additionally, failure to minimize the cash on hand may cause future funding to be reduced by the pass-through agency.

We recommended that School Corporation Officials develop and implement procedures and controls to ensure that the time between the receipt and disbursement of federal funds is minimized according to the grant requirements.

# *Crawfordsville Community School Corporation*

1000 Fairview Avenue • Crawfordsville • Indiana • 47933

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Dr. Kathleen Steele, Superintendent of Schools  
Linda Ross, Accounts Payable  
Cathy Moffett, Bookkeeping

Scott Bowling, Business Manager  
Jean Fuhrmann, Secretary  
Terri Osmun, Payroll

## **Summary Schedule of Prior Audit Findings**

### **FINDING 2008-1, INTERNAL CONTROLS OVER SCHOOL LUNCH RECEIPTS**

Original SBA Audit Report Number: B34268

Fiscal Year: 7-1-06 to 6-30-08

Auditee Contact Person: Scott Bowling

Title of Contact Person: Business Manager

Phone Number: 765-362-2342

#### Summary of Finding

The controls over the receipting, disbursing, recording, and accounting for the financial activities for school lunch were insufficient. The cashiers had the ability to void transactions, transfer funds from one account to another and to make cash refunds of amounts on lunch accounts. Additionally, there was a hot lunch account in with the student accounts that does not belong to an individual. Receipts to the account were donations from individuals and dormant accounts. The account was used when a student does not have the money to pay. The school lunch financial clerk had complete access to the computer system, made the deposits, and was responsible for monitoring reports.

The controls were not sufficient to prevent or detect misappropriation of assets. There was no control preventing a cashier from voiding transactions and misappropriating the related cash. The issuance of refunds and transfers created a situation where funds could not be deposited intact. The failure to deposit intact increased the risk of misappropriation and decreased the chance of the misappropriation being detected. The lack of segregation of duties decreased the chance that misappropriation will be detected and provided increased opportunity.

#### Status of Finding

This finding has been corrected. After reviewing the information from the prior audit period, Crawfordsville Community School Corporation implemented the following procedure to assure proper internal controls for the school lunch program.

1. Cashiers balance each of their drawers independently. No cashier has access to the school lunch account.
2. Cash from the drawers is aggregated for deposit at each building by the lead who serves as management at the building level.
3. Deposits are collected by central office personnel.
4. Deposits are verified by the deputy treasurer who also reconciles the school lunch account.
5. Refunds for students leaving the corporation, changing status from pay to free/reduced, cashier errors, etc. are arranged through the deputy treasurer. Cashiers do not give cash refunds from their drawers.

## **FINDING 2008-2, INTERNAL CONTROL OVER TEXTBOOK RENTAL**

Original SBA Audit Report Number: B34268  
Fiscal Year: 7-1-06 to 6-30-08  
Auditee Contact Person: Scott Bowling  
Title of Contact Person: Business Manager  
Phone Number: 765-362-2342

### **Summary of Finding**

The controls over the receipting, disbursing, recording, and accounting for the financial activities for textbook rental were insufficient. Prenumbered, preprinted receipts were being used and were not issued sequentially. There were three cashiers at the elementary level, when the drawers were emptied, all funds were commingled. Receipts were not balanced to each drawer before deposits were made. Receipts were then filed in alphabetical order and could not be traced to the deposits. When a cashier went to lunch, another person took over collecting at that drawer. Receipts were not immediately posted to the computer system. Parents were handed a preprinted receipt and the second copy was given to the school secretary for posting. Often the posting took several days. Total receipts as reported verbally by each school secretary were then compared to total deposits by the Textbook Rental Clerk. The controls were not sufficient to prevent or detect misappropriation of assets or posting errors. If misappropriation was detected, there was no way to identify the responsible individual. The system made it difficult to identify and correct posting errors since the drawers were not balanced timely and individually.

### **Status of Finding**

This finding has been corrected. After reviewing the information from the prior audit period, Crawfordsville Community School Corporation implemented the following procedure to assure proper internal controls for textbook rental.

1. Cashiers issue sequential receipts at the time of the transaction.
2. Funds from each cash drawer are not comingled. Each drawer is balanced separately.
3. Drawer receipts are balanced to deposits.
4. The director of accounts payable reviews and balances the textbook account for the elementary schools. At the middle and high school, this is done by the treasurer at each building.

## **FINDING 2008-3, SUBRECIPIENT MONITORING**

Original SBA Audit Report Number: B34268  
Fiscal Year: 7-1-06 to 6-30-08  
Auditee Contact Person: Scott Bowling  
Title of Contact Person: Business Manager  
Phone Number: 765-362-2342

Federal Agency: United States Department of Education  
Federal Program: Special Education Cluster  
CFDA Number: 84.027, 84.173  
Federal Award Number: 14207-062-PN01, 14208-062-PN01, 45708-062-PN01

### Summary of Finding

West Central Indiana Special Services Cooperative (LEA) did not monitor subrecipients. \$4,664,364 was passed through to subrecipients during the prior audit period. Except for requiring an annual financial report, the LEA did not request any information from or perform any monitoring of subrecipient school corporations.

EDGAR 80.37(b) stated:

"All other grantees. All other grantees shall follow the provisions of this part which are applicable to awarding agencies when awarding and administering subgrants (whether on a cost reimbursement or fixed amount basis) of financial assistance to local and Indian tribal governments. Grantees shall:

- (1) Ensure that every subgrant includes a provision for compliance with this part;
- (2) Ensure that every subgrant includes any clauses required by Federal statute and executive orders and their implementing regulations; and
- (3) Ensure that subgrantees are aware of requirements imposed upon them by Federal statutes and regulations."

EDGAR 80.40(a) stated:

"Monitoring by grantees. Grantees are responsible for managing the day-to-day operations of grant and subgrant supported activities. Grantees must monitor grant and subgrant supported activities to assure compliance with applicable Federal requirements and that performance goals are being achieved. Grantee monitoring must cover each program, function or activity."

As a recipient of grant money, the LEA was required to ensure that the funding was used for allowable activities in compliance with the terms of the grant agreement. The prior audit finding instructed the LEA to monitor subrecipients to ensure that they comply with the terms of the grant agreement.

### Status of Finding

This finding has not been corrected. A corrective action plan was created in response to this finding, but it has not been fully implemented. Going forward, the LEA will require all member school corporations to complete and submit all federal grant documentation and funding requests. As a result, West Central Indiana Special Services Cooperative will no longer have subrecipients of federal monies.

### **FINDING 2008-4, INTERNAL CONTROLS OVER SCHOOL LUNCH RECEIPTS**

Original SBA Audit Report Number: B34268

Fiscal Year: 7-1-06 to 6-30-08

Auditee Contact Person: Scott Bowling

Title of Contact Person: Business Manager

Phone Number: 765-362-2342

Federal Agency: United States Department of Agriculture

Federal Program: Child Nutrition Cluster

CFDA Number: 10.553, 10.555, 10.559

Federal Award Number: FY 06-07, FY 07-08

Summary of Finding

The controls over the receipting, disbursing, recording, and accounting for the financial activities for school lunch were insufficient. The cashiers had the ability to void transactions, transfer funds from one account to another and to make cash refunds of amounts on lunch accounts. Additionally, there was a hot lunch account in with the student accounts that does not belong to an individual. Receipts to the account were donations from individuals and dormant accounts. The account was used when a student does not have the money to pay. The school lunch financial clerk had complete access to the computer system, made the deposits, and was responsible for monitoring reports.

The controls were not sufficient to prevent or detect misappropriation of assets. There was no control preventing a cashier from voiding transactions and misappropriating the related cash. The issuance of refunds and transfers created a situation where funds could not be deposited intact. The failure to deposit intact increased the risk of misappropriation and decreased the chance of the misappropriation being detected. The lack of segregation of duties decreased the chance that misappropriation will be detected and provided increased opportunity.

Status of Finding

This finding has been corrected. After reviewing the information from the prior audit period, Crawfordsville Community School Corporation implemented the following procedure to assure proper internal controls for the school lunch program.

1. Cashiers balance each of their drawers independently. No cashier has access to the school lunch account.
2. Cash from the drawers is aggregated for deposit at each building by the lead who serves as management at the building level.
3. Deposits are collected by central office personnel.
4. Deposits are verified by the deputy treasurer who also reconciles the school lunch account.
5. Refunds for students leaving the corporation, changing status from pay to free/reduced, cashier errors, etc. are arranged through the deputy treasurer. Cashiers do not give cash refunds from their drawers.

Signature: *J. Scott Bawlg*  
Title: Treasurer  
Date: 2-7-11

# *Crawfordsville Community School Corporation*

1000 Fairview Avenue • Crawfordsville • Indiana • 47933

Phone: 765-362-2342 • Fax: 765-364-3237

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Dr. Kathleen Steele, Superintendent of Schools  
Linda Ross, Accounts Payable  
Cathy Moffett, Bookkeeping

Scott Bowling, Business Manager  
Jean Fuhrmann, Secretary  
Terri Osmun, Payroll

## **CORRECTIVE ACTION PLAN**

### **FEDERAL FINDING 2010-1, INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING**

#### Corrective Action Plan

1. Bank statements will be opened by central office personnel who are not involved with reconcilements for bank accounts.
2. Bank statements will be balanced to the fund ledger.
3. The business manager will receive a copy of all bank statements to provide oversight for the banking activities of the school corporation.
4. The school board will be provided a list of fund balances for all school corporation funds.
5. The school board will be provided with a report on internal control procedures.

### **FINDING 2010-2 CASH MANAGEMENT**

Federal Agency: United States Department of Education

Federal Program: Special Education Cluster

CFDA Numbers: 84.027, 84.173, 84.391, 84.392

Federal Award Numbers: 14208-062-PN01, 14209-062-PN01, 14210-062-PN01, 45709-062-PN01, 45710-062-PN01, 33310-062-SN01, 44410-062-SN01

#### Corrective Action Plan

1. All grant expenses will be reimbursed instead of being paid in advance.

### **FINDING 2010-3 SUBRECIPIENT MONITORING**

Federal Agency: United States Department of Education

Federal Program: Special Education Cluster

CFDA Numbers: 84.027, 84.173, 84.391, 84.392

Federal Award Numbers: 14208-062-PN01, 14209-062-PN01, 14210-062-PN01, 45709-062-PN01, 45710-062-PN01, 33310-062-SN01, 44410-062-SN01

#### Corrective Action Plan

1. Subrecipient school corporations will be responsible for submitting their own grant applications and documentation.
2. The Director of Special Education will conduct monthly on-site visitations to subrecipient school corporations to review financial transactions.
3. Each subrecipient school corporation will provide monthly expenditure reports noting the allocation of federal funds to the Director of Special Education. The Director will

compare these reports to those provided to the Department of Education. Results of this review will be provided to the LEA for internal control.

**FINDING 2010-4 CASH MANAGEMENT**

Federal Agency: United States Department of Education

Federal Program: Title I, Part A Cluster

CFDA Numbers: 84.010, 84.389

Federal Award Numbers: PN08-5855, PN09-5855, PN10-5855, 1444840

Corrective Action Plan

1. All grant expenses will be reimbursed instead of being paid in advance.

Signature: \_\_\_\_\_

Title: \_\_\_\_\_

Date: \_\_\_\_\_

*J. Scott Bawly*

*Treasurer*

*2-7-11*

CRAWFORDSVILLE COMMUNITY SCHOOLS  
EXIT CONFERENCE

The contents of this report were discussed on February 7, 2011, with Dr. Kathleen J. Steele, Superintendent of Schools; Dale L. Petrie, President of the School Board; and J. Scott Bowling, Treasurer. The officials concurred with our audit findings.