

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

AUDIT REPORT
OF
EASTERN GREENE SCHOOLS
GREENE COUNTY, INDIANA
July 1, 2008 to June 30, 2010



FILED
03/15/2011

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Nancy Nolting	07-01-08 to 06-30-11
Superintendent of Schools	Thomas T. Mungle	07-01-08 to 06-30-11
President of the School Board	Pat Arthur Lane Corbin Donald James	07-01-08 to 12-31-08 01-01-09 to 12-31-10 01-01-10 to 12-31-11



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF THE EASTERN GREENE SCHOOLS, GREENE COUNTY, INDIANA

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

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

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

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

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

STATE BOARD OF ACCOUNTS

February 10, 2011



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

TO: THE OFFICIALS OF THE EASTERN GREENE SCHOOLS, GREENE COUNTY, INDIANA

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

Internal Control Over Financial Reporting

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

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

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

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

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

Compliance and Other Matters

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

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

STATE BOARD OF ACCOUNTS

February 10, 2011

EASTERN GREENE 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	\$ 5,896,077	\$ -	\$ 119,891	\$ (5,776,186)
Support services	4,409,177	386,604	298,646	(3,723,927)
Noninstructional services	821,465	-	-	(821,465)
Facilities acquisition and construction	127,607	-	-	(127,607)
Debt service	2,081,130	-	-	(2,081,130)
Nonprogrammed charges	321,002	-	-	(321,002)
Total governmental activities	<u>\$ 13,656,458</u>	<u>\$ 386,604</u>	<u>\$ 418,537</u>	<u>(12,851,317)</u>
General receipts:				
Property taxes				3,785,826
Other local sources				813,997
State aid				7,382,147
Grants and contributions not restricted to specific programs				1,122,046
Investment earnings				15,706
Total general receipts				<u>13,119,722</u>
Change in net assets				268,405
Net assets - beginning				<u>2,045,935</u>
Net assets - ending				<u>\$ 2,314,340</u>
<u>Assets</u>				
Cash and investments				<u>\$ 2,314,340</u>
<u>Net Assets</u>				
Unrestricted				<u>\$ 2,314,340</u>

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

EASTERN GREENE 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	\$ 6,049,107	\$ -	\$ 100,216	\$ (5,948,891)
Support services	5,032,100	361,806	366,305	(4,303,989)
Noninstructional services	760,996	-	-	(760,996)
Facilities acquisition and construction	180,215	-	-	(180,215)
Debt service	1,829,324	-	-	(1,829,324)
Nonprogrammed charges	538,517	-	-	(538,517)
	<u>\$ 14,390,259</u>	<u>\$ 361,806</u>	<u>\$ 466,521</u>	<u>(13,561,932)</u>
General receipts:				
Property taxes				4,254,686
Other local sources				712,714
State aid				8,661,233
Grants and contributions not restricted to specific programs				575,076
Investment earnings				5,852
Other				9,334
				<u>14,218,895</u>
Change in net assets				656,963
Net assets - beginning				<u>2,314,340</u>
Net assets - ending				<u>\$ 2,971,303</u>
<u>Assets</u>				
Cash and investments				\$ 2,412,940
Restricted assets:				
Cash and investments				<u>558,363</u>
Total assets				<u>\$ 2,971,303</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 558,363
Unrestricted				<u>2,412,940</u>
Total net assets				<u>\$ 2,971,303</u>

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

EASTERN GREENE 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	Federal Stabilization	Debt Service	Capital Projects	Other	Totals
Receipts:							
Local sources	\$ 1,424,807	\$ -	\$ -	\$ 1,492,828	\$ 398,276	\$ 1,685,958	\$ 5,001,869
Intermediate sources	263	-	-	-	-	-	263
State sources	7,502,039	-	-	-	-	91,665	7,593,704
Federal sources	-	-	743,384	-	-	585,642	1,329,026
Total receipts	8,927,109	-	743,384	1,492,828	398,276	2,363,265	13,924,862
Disbursements:							
Current:							
Instruction	5,534,587	-	-	-	-	361,490	5,896,077
Support services	2,935,091	-	-	-	348,593	1,125,492	4,409,176
Noninstructional services	163,293	-	-	-	-	658,172	821,465
Facilities acquisition and construction	12,320	-	-	-	115,287	-	127,607
Debt services	-	-	-	1,870,236	-	210,894	2,081,130
Nonprogrammed charges	320,927	-	-	-	-	75	321,002
Total disbursements	8,966,218	-	-	1,870,236	463,880	2,356,123	13,656,457
Excess (deficiency) of receipts over disbursements	(39,109)	-	743,384	(377,408)	(65,604)	7,142	268,405
Other financing sources (uses):							
Transfers in	1,084,113	350,000	-	104,523	-	251,018	1,789,654
Transfers out	(491,808)	(941,491)	-	(11,687)	(12,257)	(332,411)	(1,789,654)
Total other financing sources (uses)	592,305	(591,491)	-	92,836	(12,257)	(81,393)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	553,196	(591,491)	743,384	(284,572)	(77,861)	(74,251)	268,405
Cash and investments - beginning	5,500	1,241,338	-	43,854	440,327	314,916	2,045,935
Cash and investments - ending	<u>\$ 558,696</u>	<u>\$ 649,847</u>	<u>\$ 743,384</u>	<u>\$ (240,718)</u>	<u>\$ 362,466</u>	<u>\$ 240,665</u>	<u>\$ 2,314,340</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 558,696	\$ 649,847	\$ 743,384	\$ -	\$ 362,466	\$ 200,974	\$ 2,515,367
Restricted assets:							
Cash and investments	-	-	-	(240,718)	-	39,691	(201,027)
Total cash and investment assets - ending	<u>\$ 558,696</u>	<u>\$ 649,847</u>	<u>\$ 743,384</u>	<u>\$ (240,718)</u>	<u>\$ 362,466</u>	<u>\$ 240,665</u>	<u>\$ 2,314,340</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ (240,718)	\$ -	\$ 39,691	\$ (201,027)
Unrestricted	558,696	649,847	743,384	-	362,466	200,974	2,515,367
Total cash and investment fund balance - ending	<u>\$ 558,696</u>	<u>\$ 649,847</u>	<u>\$ 743,384</u>	<u>\$ (240,718)</u>	<u>\$ 362,466</u>	<u>\$ 240,665</u>	<u>\$ 2,314,340</u>

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

EASTERN GREENE 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	Federal Stabilization	Debt Service	Capital Projects	Other	Totals
Receipts:							
Local sources	\$ 172,868	\$ -	\$ -	\$ 2,257,327	\$ 829,230	\$ 2,040,632	\$ 5,300,057
State sources	8,758,524	-	-	54,980	-	89,236	8,902,740
Federal sources	-	-	94,263	-	-	705,827	800,090
Other	3,370	-	-	-	-	39,516	42,886
Total receipts	8,934,762	-	94,263	2,312,307	829,230	2,875,211	15,045,773
Disbursements:							
Current:							
Instruction	4,677,699	-	837,647	-	-	532,313	6,047,659
Support services	2,876,855	318,046	-	-	521,716	1,315,482	5,032,099
Noninstructional services	137,651	-	-	-	-	623,345	760,996
Facilities acquisition and construction	13,389	-	-	-	166,826	-	180,215
Debt services	-	-	-	1,635,427	-	193,897	1,829,324
Nonprogrammed charges	515,907	-	-	-	-	22,610	538,517
Total disbursements	8,221,501	318,046	837,647	1,635,427	688,542	2,687,647	14,388,810
Excess (deficiency) of receipts over disbursements	713,261	(318,046)	(743,384)	676,880	140,688	187,564	656,963
Other financing sources (uses):							
Transfers in	22,804	235,000	-	-	-	243,057	500,861
Transfers out	(478,057)	-	-	-	-	(22,804)	(500,861)
Total other financing sources (uses)	(455,253)	235,000	-	-	-	220,253	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	258,008	(83,046)	(743,384)	676,880	140,688	407,817	656,963
Cash and investments - beginning	558,696	649,847	743,384	(240,718)	362,466	240,665	2,314,340
Cash and investments - ending	\$ 816,704	\$ 566,801	\$ -	\$ 436,162	\$ 503,154	\$ 648,482	\$ 2,971,303
Cash and Investment Assets - Ending							
Cash and investments	\$ 816,704	\$ 566,801	\$ -	\$ -	\$ 503,154	\$ 526,281	\$ 2,412,940
Restricted assets:							
Cash and investments	-	-	-	436,162	-	122,201	558,363
Total cash and investment assets - ending	\$ 816,704	\$ 566,801	\$ -	\$ 436,162	\$ 503,154	\$ 648,482	\$ 2,971,303
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ 436,162	\$ -	\$ 122,201	\$ 558,363
Unrestricted	816,704	566,801	-	-	503,154	526,281	2,412,940
Total cash and investment fund balance - ending	\$ 816,704	\$ 566,801	\$ -	\$ 436,162	\$ 503,154	\$ 648,482	\$ 2,971,303

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

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

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Employer	\$ 61,585	\$ -	
Other	-	14,000	
Total additions	61,585	14,000	
Deductions:			
Benefits	57,749	-	
Administrative and general	-	12,500	
Total deductions	57,749	12,500	
Excess of total additions over total deductions	3,836	1,500	
Cash and investment fund balance - beginning	-	18,889	
Cash and investment fund balance - ending	\$ 3,836	\$ 20,389	\$ (120,400)
Net assets:			
Cash and investments	\$ 3,836	\$ 20,389	\$ (120,400)

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

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

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Employer	\$ 52,814	\$ -	
Deductions:			
Benefits	56,650	-	
Administrative and general	-	13,413	
Total deductions	56,650	13,413	
Excess (deficiency) of total additions over total deductions	(3,836)	(13,413)	
Cash and investment fund balance - beginning	3,836	20,389	
Cash and investment fund balance - ending	-	6,976	(72,361)
Net assets:			
Cash and investments	-	6,976	(72,361)
Total net assets - cash and investment basis held in trust	-	6,976	(72,361)

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

EASTERN GREENE 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: Eastern Greene Schools

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 Hoosier Hills Area Vocational School which was created to provide vocational education. The Hoosier Hills Area Vocational School's continued existence depends on continued funding by the School Corporation. The School Corporation is obligated for the debts of the Vocational School. Complete financial statements for the Hoosier Hills Area Vocational School can be obtained from Monroe County Community School Corporation, 315 E. North Drive, Bloomington, IN 47401.

The School Corporation is a participant in a joint venture to operate Orange, Lawrence, Jackson, Martin, and Greene Joint Services which was created to provide instruction for handicapped children. The Orange, Lawrence, Jackson, Martin, and Greene Joint Service's continued existence depends on continued funding by the School Corporation. Complete financial statements for the Orange, Lawrence, Jackson, Martin, and Greene Joint Services can be obtained from 1401 15th Street, Bedford, IN 47421.

The School Corporation is a participant in a joint venture to operate Southern Indiana Education Center (SIEC) which was created to operate and maintain an educational service center in order to allow participating school corporations to cooperate and share certain programs and services. The School Corporation is obligated by contract to remit annually a fee for membership in an amount determined by the governing board of SIEC. The Southern Indiana Education Center's continued existence depends on continued funding by the member School Corporations. The member School Corporations are obligated for the debts of SIEC. Complete financial statements for the Southern Indiana Education Center can be obtained from Southwest Dubois County School Corporation, 113 Jackson Street, Huntingburg, IN 47542.

The School Corporation is a participant in a joint venture to operate the Southern Indiana School Trust which was created to provide a program of group insurance. Complete financial statements for the Southern Indiana School Trust can be obtained from Peggy Neukam, FEA, Southern Indiana Education Center, 1102 Tree Lane Drive, P.O. Box 330, Jasper, IN 47547-0330.

EASTERN GREENE SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

The School Corporation is a participant in a joint venture to operate the Hoosier Heartland School Trust which was created to provide a program of group insurance. Complete financial statements for the Hoosier Heartland School Trust can be obtained from Hoosier Heartland School Trust, 5448 W. SR 256, Madison, IN 47250.

The School Corporation is a participant in a joint venture to operate the Educational Service Center Risk Financing Trust (ESCRFT) which was created to provide a program of group insurance. Complete financial statements for the Educational Service Center Risk Financing Trust can be obtained from the joint venture's administrative offices at 107 N. Walnut St., Columbia City, IN 46725.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. However, at this time, the School Corporation has not established any enterprise funds.

Fund Financial Statements

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

The School Corporation reports the following major governmental funds:

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

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

The Capital Projects Fund accounts for planned construction, repair, replacement, or remodeling of buildings; and the purchase, lease, upgrade, maintenance, or repair of computer equipment.

The Rainy Day Fund is used to account for funds in accordance with IC 36-1-8-5.1 and a locally adopted resolution.

The Federal Stabilization Fund accounts for funds from the Federal Recovery Act. The funds are to be used for the same purposes as the general fund of the corporation.

EASTERN GREENE SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Additionally, the School Corporation reports the following fund types:

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

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the annual disbursement of scholarship funds to eligible students.

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

C. Measurement Focus and Basis of Accounting

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

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

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

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

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.

EASTERN GREENE SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

3. Property Taxes

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

4. Capital Assets

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

5. Long-Term Debt

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

6. Equity Classification

Government-Wide Statements

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

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

Fund Financial Statements

Governmental fund equity is classified as fund balance.

E. Receipts and Disbursements

Program Receipts

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

EASTERN GREENE SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Government-Wide Financial Statements

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

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

G. Rounding Differences

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

II. Stewardship, Compliance and Accountability

A. Budgetary Information

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

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

EASTERN GREENE SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 Balance Deficits

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

Fund	2009	2010
Debt Service	\$ 240,718	\$ -
Transportation	19,541	-
Special Ed Pre-School	26,045	-
School Lunch	136,541	33,261
Textbook Rental	33,559	-
School Intervention/Council	-	12,707
Title 1 08-09	-	42,747
Title 1 D Stimulus	-	27,996
FY 09-10 Gifted and Talented Grant	-	916
Special Ed Preschool IDEA Stimulus	-	205

Cash and investment deficits arose primarily from disbursements exceeding receipts due to the timing of reimbursement from various grants. Also, from the underestimate of current requirements; these deficits are to be repaid from future receipts.

III. Detailed Notes on All Funds

A. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. IC 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The School Corporation does not have a deposit policy for custodial credit risk. At June 30, 2010, the School Corporation had deposit balances in the amount of \$2,905,918.

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.

EASTERN GREENE SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Interfund Transfers

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

Transfer From	Transfer To	2009	2010
General Fund	Rainy Day Fund	\$ 350,000	\$ 235,000
	Debt Service Fund	104,523	-
	Other Governmental Funds	37,285	243,057
Rainy Day Fund	General Fund	891,491	-
	Other Governmental Funds	50,000	-
Debt Service Fund	Other Governmental Funds	11,687	-
Capital Projects Fund	Other Governmental Funds	12,257	-
Other Governmental Funds	General Fund	192,622	22,804
Other Governmental Funds	Other Governmental Funds	139,789	-
Totals		<u>\$ 1,789,654</u>	<u>\$ 500,861</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.

Medical Benefits to Employees, Retirees, and Dependents

During 1999, the School Corporation joined with other governmental entities to form the Hoosier Heartland School Trust, a public entity risk pool currently operating as a common risk management and insurance program for 7 member governmental entities. The purpose of the risk pool is to provide a medium for funding and administration of medical benefits to employees, retirees, and dependents. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$5,000,000 per insured's lifetime.

Dental, Vision, Life and Long-Term Disability Insurance

During 1990, the School Corporation joined with other governmental entities to form the Southern Indiana School Trust, a public entity risk pool currently operating as a common risk management and insurance program for 11 member governmental entities. The purpose of the risk pool is to provide a medium for the funding and administration of dental, vision, life, and long-term disability insurance. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members.

EASTERN GREENE SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

Torts, Destruction of Assets, Errors and Omissions, Worker's Compensation and Natural Disasters

During 2008, the School Corporation joined with other governmental entities in the Educational Service Center Risk Financing Trust, a public entity risk pool currently operating as a common risk management and insurance program for 22 member governmental entities. The purpose of the risk pool is to provide a medium for the funding and administration of insurance coverage for torts, destruction of assets, errors and omissions, worker's compensation and natural disasters. The School Corporation pays an annual premium to the risk pool for its torts, destruction of assets, errors and omissions, worker's compensation and natural disasters coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$10,000,000 per insured event.

B. Postemployment Benefits

In addition to the pension benefits described below, the School Corporation provides postemployment health insurance benefits, as authorized by Indiana Code 5-10-8, to all employees who retire from the School Corporation on or after attaining age 55 with at least 10 years of service. Currently five retirees meet these eligibility requirements. The School Corporation provides 100% of a single plan for two retirees. The School Corporation and three retirees provide 82% and 18%, respectively, of these postemployment benefits for a family plan. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis. Disbursements for postemployment benefits cannot be reasonably estimated.

C. Pension Plans

1. 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:

EASTERN GREENE SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 \$436,008.

2. Defined Contribution Pension Plans

A. Group Retirement Annuity

Plan Description

The School Corporation has a defined contribution pension plan administered by American United Life Insurance Company as authorized by Indiana Code 5-10.2-2-1. The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by written agreement between the School Corporation and the Plan Administrator. The Plan Administrator issues a publicly available financial report that includes financial statements and required supplementary information of the plan. That report may be obtained by contacting:

American United Life Insurance Co.
One American Square
P.O. Box 368
Indianapolis, IN 46206-0368
Phone (317)-285-1877

Funding Policy

The contribution requirements of plan members are established by the written agreement between the School Corporation and the Plan Administrator. Plan members are required to contribute 3% of the annual covered salary. The School Corporation is required to contribute at an actuarially determined rate. The current rate is 3% the first year and 6% thereafter, of annual covered payroll. Employer and employee contributions to the plan for fiscal years ended June 30, 2009 and 2010, were \$81,334 and \$58,678, respectively.

EASTERN GREENE SCHOOLS
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Group Retirement Annuity

Plan Description

The School Corporation has a defined contribution pension plan administered by American United Life Insurance Company as authorized by Indiana Code 5-10.2-2-1. The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by written agreement between the School Corporation and the Plan Administrator. The Plan Administrator issues a publicly available financial report that includes financial statements and required supplementary information of the plan. That report may be obtained by contacting:

VALIC
c/o Chase Bank
P.O. Box 200663
Houston, TX 77216
Phone (800)-448-2542

Funding Policy

The contribution requirements of plan members are established by the written agreement between the School Corporation and the Plan Administrator. Noncertified plan members are required to contribute 3% of the annual covered salary. The School Corporation pays at a rate of 6% for noncertified plan members. Certified plan members are required to contribute 1% of their annual covered salary. The School Corporation pays at a rate of 2% for certified plan members of their annual covered salary. Employer and employee contributions to the plan for fiscal years ended June 30, 2009 and 2010, were \$238,149 and \$259,178, respectively, for certified employees. Beginning with fiscal year ending June 30, 2010, noncertified employees were members of this plan, employer and employee contributions to the plan were \$42,748.

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

	Transportation Fund	Special Ed Pre-School	School Lunch	Textbook Rental	Levy Excess	Early Intervention	School Intervention/ Council
Receipts:							
Local sources	\$ 856,587	\$ 3,622	\$ 295,374	\$ 62,509	\$ -	\$ -	\$ -
State sources	-	34,283	3,571	46,311	-	-	7,500
Federal sources	-	-	248,763	-	-	-	-
Total receipts	856,587	37,905	547,708	108,820	-	-	7,500
Disbursements:							
Current:							
Instruction	-	100,385	-	-	-	1,255	-
Support services	876,565	1,523	3,154	202,362	-	-	7,500
Noninstructional services	-	-	658,073	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	876,565	101,908	661,227	202,362	-	1,255	7,500
Excess (deficiency) of receipts over disbursements	(19,978)	(64,003)	(113,519)	(93,542)	-	(1,255)	-
Other financing sources (uses):							
Transfers in	70,062	-	-	-	70,062	-	-
Transfers out	(69,625)	(79)	-	-	(171,237)	-	-
Total other financing sources (uses)	437	(79)	-	-	(101,175)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(19,541)	(64,082)	(113,519)	(93,542)	(101,175)	(1,255)	-
Cash and investments - beginning	-	38,037	(23,022)	59,983	101,175	1,599	-
Cash and investments - ending	\$ (19,541)	\$ (26,045)	\$ (136,541)	\$ (33,559)	\$ -	\$ 344	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ (19,541)	\$ (26,045)	\$ (136,541)	\$ (33,559)	\$ -	\$ 344	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ (19,541)	\$ (26,045)	\$ (136,541)	\$ (33,559)	\$ -	\$ 344	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(19,541)	(26,045)	(136,541)	(33,559)	-	344	-
Total cash and investment fund balance - ending	\$ (19,541)	\$ (26,045)	\$ (136,541)	\$ (33,559)	\$ -	\$ 344	\$ -

EASTERN GREENE 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)

	Fred Tech Grant	PTO Donation	Dollar General Grant	Regional Arts Partners Grant	Greene Cty Child Services Grant	SIEC Rural Utilities Service Grant	Safe Haven 08/09
Receipts:							
Local sources	\$ 3,235	\$ -	\$ 1,666	\$ 642	\$ 9,774	\$ 19,446	\$ 7,980
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	3,235	-	1,666	642	9,774	19,446	7,980
Disbursements:							
Current:							
Instruction	-	-	-	642	9,774	-	7,980
Support services	3,035	-	1,652	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	3,035	-	1,652	642	9,774	-	7,980
Excess (deficiency) of receipts over disbursements	200	-	14	-	-	19,446	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	200	-	14	-	-	19,446	-
Cash and investments - beginning	-	9,250	-	-	-	-	-
Cash and investments - ending	\$ 200	\$ 9,250	\$ 14	\$ -	\$ -	\$ 19,446	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ 200	\$ 9,250	\$ 14	\$ -	\$ -	\$ 19,446	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 200	\$ 9,250	\$ 14	\$ -	\$ -	\$ 19,446	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	200	9,250	14	-	-	19,446	-
Total cash and investment fund balance - ending	\$ 200	\$ 9,250	\$ 14	\$ -	\$ -	\$ 19,446	\$ -

EASTERN GREENE 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)

	Homeland Security	Credit Recovery Novel Stars	Greene County Foundation	05-06 Save Star Mini Grant	Partners in Education	FY 08/09 Learn and Serve	FY 07/08 Homeland Security
Receipts:							
Local sources	\$ -	\$ 2,250	\$ -	\$ -	\$ -	\$ -	\$ 600
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Total receipts	-	2,250	-	-	-	-	600
Disbursements:							
Current:							
Instruction	-	-	-	-	-	-	-
Support services	240	-	-	-	-	1,600	600
Noninstructional services	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	240	-	-	-	-	1,600	600
Excess (deficiency) of receipts over disbursements	(240)	2,250	-	-	-	(1,600)	-
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	(645)	-	(499)	(104)	(149)	-	-
Total other financing sources (uses)	(645)	-	(499)	(104)	(149)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(885)	2,250	(499)	(104)	(149)	(1,600)	-
Cash and investments - beginning	885	-	499	104	149	1,600	-
Cash and investments - ending	\$ -	\$ 2,250	\$ -	\$ -	\$ -	\$ -	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ -	\$ 2,250	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 2,250	\$ -	\$ -	\$ -	\$ -	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	2,250	-	-	-	-	-
Total cash and investment fund balance - ending	\$ -	\$ 2,250	\$ -	\$ -	\$ -	\$ -	\$ -

EASTERN GREENE 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)

	FY 05/06 Allstate Grant	Tobacco Settlement	Tobacco Grant	FY 06/07 Gifted and Talented Grant	FY 07/08 Gifted and Talented Grant	FY 08/09 Gifted and Talented Grant
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 31,335
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Total receipts	-	-	-	-	-	31,335
Disbursements:						
Current:						
Instruction	-	-	-	-	4,305	27,396
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	-	-	-	-	4,305	27,396
Excess (deficiency) of receipts over disbursements	-	-	-	-	(4,305)	3,939
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	(236)	(2,310)	(500)	(133)	(741)	-
Total other financing sources (uses)	(236)	(2,310)	(500)	(133)	(741)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(236)	(2,310)	(500)	(133)	(5,046)	3,939
Cash and investments - beginning	236	2,310	500	133	5,046	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,939
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,939
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,939
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	-	-	-	3,939
Total cash and investment fund balance - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,939

EASTERN GREENE 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)

	Caitlin Memorial	Non English Speaking Grant	Title 1 03/04	Title 1 04-05	Title 1 05-06	Title 1 06-07
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-
Disbursements:						
Current:						
Instruction	-	-	-	(2,835)	-	-
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	75	-	-	-	-	-
Total disbursements	75	-	-	(2,835)	-	-
Excess (deficiency) of receipts over disbursements	(75)	-	-	2,835	-	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	(22)	(19,642)	-	(607)	(26,086)
Total other financing sources (uses)	-	(22)	(19,642)	-	(607)	(26,086)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(75)	(22)	(19,642)	2,835	(607)	(26,086)
Cash and investments - beginning	7,320	22	19,642	(2,835)	607	26,086
Cash and investments - ending	<u>\$ 7,245</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 7,245	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 7,245	\$ -	\$ -	\$ -	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	7,245	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 7,245	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Title 1 07-08	Title 1 07-08 School Improvement	Title 1 08-09	Innovative Education Title V	Drug-Free Schools 05/06	Drug-Free Schools 06/07
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	17,000	-	245,049	3,222	-	-
Total receipts	17,000	-	245,049	3,222	-	-
Disbursements:						
Current:						
Instruction	44,933	3,156	160,405	-	-	-
Support services	20,037	-	4,081	-	(63)	2,911
Noninstructional services	-	-	99	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	64,970	3,156	164,585	-	(63)	2,911
Excess (deficiency) of receipts over disbursements	(47,970)	(3,156)	80,464	3,222	63	(2,911)
Other financing sources (uses):						
Transfers in	30,783	18,526	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	30,783	18,526	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(17,187)	15,370	80,464	3,222	63	(2,911)
Cash and investments - beginning	17,187	(15,370)	-	-	(63)	2,911
Cash and investments - ending	\$ -	\$ -	\$ 80,464	\$ 3,222	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ 80,464	\$ 3,222	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ -	\$ 80,464	\$ 3,222	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	80,464	3,222	-	-
Total cash and investment fund balance - ending	\$ -	\$ -	\$ 80,464	\$ 3,222	\$ -	\$ -

EASTERN GREENE 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)

	Drug-Free Schools 07/08	Drug-Free Schools 09/10	Cape Grant	Project Lead The Way	FY 07/08 Project Lead The Way	FY 07/08 Improving Teacher Quality
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 4,179	\$ 15,821	\$ -
State sources	-	-	-	-	-	-
Federal sources	5,350	3,794	-	-	-	-
Total receipts	5,350	3,794	-	4,179	15,821	-
Disbursements:						
Current:						
Instruction	-	-	(11,356)	-	15,450	-
Support services	295	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	295	-	(11,356)	-	15,450	-
Excess (deficiency) of receipts over disbursements	5,055	3,794	11,356	4,179	371	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,055	3,794	11,356	4,179	371	-
Cash and investments - beginning	-	-	(11,356)	(2,245)	(371)	29,758
Cash and investments - ending	5,055	3,794	-	1,934	-	29,758
Cash and Investment Assets - Ending						
Cash and investments	\$ 5,055	\$ 3,794	\$ -	\$ 1,934	\$ -	\$ 29,758
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	5,055	3,794	-	1,934	-	29,758
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	5,055	3,794	-	1,934	-	29,758
Total cash and investment fund balance - ending	5,055	3,794	-	1,934	-	29,758

EASTERN GREENE 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)

	FY 08/09 Improving Teacher Quality	FY 07/08 Improving Teacher Quality	Retirement/ Severance Bond Fund	School Bus Replacement	Rural Development	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ 192,041	\$ 178,897	\$ -	\$ 1,685,958
State sources	-	-	-	-	-	91,665
Federal sources	62,464	-	-	-	-	585,642
Total receipts	62,464	-	192,041	178,897	-	2,363,265
Disbursements:						
Current:						
Instruction	-	-	-	-	-	361,490
Support services	-	-	-	-	-	1,125,492
Noninstructional services	-	-	-	-	-	658,172
Debt services	-	-	195,514	-	15,380	210,894
Nonprogrammed charges	-	-	-	-	-	75
Total disbursements	-	-	195,514	-	15,380	2,356,123
Excess (deficiency) of receipts over disbursements	62,464	-	(3,473)	178,897	(15,380)	7,142
Other financing sources (uses):						
Transfers in	-	-	61,585	-	-	251,018
Transfers out	-	-	(18,421)	(21,375)	-	(332,411)
Total other financing sources (uses)	-	-	43,164	(21,375)	-	(81,393)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	62,464	-	39,691	157,522	(15,380)	(74,251)
Cash and investments - beginning	-	29,759	-	-	15,380	314,916
Cash and investments - ending	\$ 62,464	\$ 29,759	\$ 39,691	\$ 157,522	\$ -	\$ 240,665
Cash and Investment Assets - Ending						
Cash and investments	\$ 62,464	\$ 29,759	\$ -	\$ 157,522	\$ -	\$ 200,974
Restricted assets:						
Cash and investments	-	-	39,691	-	-	39,691
Total cash and investment assets - ending	\$ 62,464	\$ 29,759	\$ 39,691	\$ 157,522	\$ -	\$ 240,665
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ 39,691	\$ -	\$ -	\$ 39,691
Unrestricted	62,464	29,759	-	157,522	-	200,974
Total cash and investment fund balance - ending	\$ 62,464	\$ 29,759	\$ 39,691	\$ 157,522	\$ -	\$ 240,665

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

	Transportation Fund	Special Ed Pre-School	School Lunch Fund	Textbook Rental	Early Intervention	School/ Intervention Council
Receipts:						
Local sources	\$ 1,188,413	\$ -	\$ 291,159	\$ 67,763	\$ -	\$ -
State sources	-	13,750	-	46,461	-	26,100
Federal sources	-	-	319,844	-	-	-
Other	5,964	33,552	-	-	-	-
Total receipts	1,194,377	47,302	611,003	114,224	-	26,100
Disbursements:						
Current:						
Instruction	-	-	-	-	-	-
Support services	886,906	-	11,749	113,322	-	38,807
Noninstructional services	-	-	623,137	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	886,906	-	634,886	113,322	-	38,807
Excess (deficiency) of receipts over disbursements	307,471	47,302	(23,883)	902	-	(12,707)
Other financing sources (uses):						
Transfers in	-	-	127,163	115,894	-	-
Transfers out	-	(21,257)	-	-	(344)	-
Total other financing sources (uses)	-	(21,257)	127,163	115,894	(344)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	307,471	26,045	103,280	116,796	(344)	(12,707)
Cash and investments - beginning	(19,541)	(26,045)	(136,541)	(33,559)	344	-
Cash and investments - ending	\$ 287,930	\$ -	\$ (33,261)	\$ 83,237	\$ -	\$ (12,707)
Cash and Investment Assets - Ending						
Cash and investments	\$ 287,930	\$ -	\$ (33,261)	\$ 83,237	\$ -	\$ (12,707)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 287,930	\$ -	\$ (33,261)	\$ 83,237	\$ -	\$ (12,707)
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	287,930	-	(33,261)	83,237	-	(12,707)
Total cash and investment fund balance - ending	\$ 287,930	\$ -	\$ (33,261)	\$ 83,237	\$ -	\$ (12,707)

EASTERN GREENE 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)

	Seaperch 2010 Fund	Fred Tech Grant	PTO Donation	Dollar General Grant	Greene Cty Child Services Grant	SIEC Rural Utilities Service Grant
Receipts:						
Local sources	\$ 10,000	\$ -	\$ -	\$ -	\$ 3,030	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total receipts	10,000	-	-	-	3,030	-
Disbursements:						
Current:						
Instruction	5,404	-	9,250	-	2,044	-
Support services	-	-	-	-	-	19,446
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	5,404	-	9,250	-	2,044	19,446
Excess (deficiency) of receipts over disbursements	4,596	-	(9,250)	-	986	(19,446)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	(200)	-	(14)	(986)	-
Total other financing sources (uses)	-	(200)	-	(14)	(986)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,596	(200)	(9,250)	(14)	-	(19,446)
Cash and investments - beginning	-	200	9,250	14	-	19,446
Cash and investments - ending	<u>\$ 4,596</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 4,596	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 4,596	\$ -	\$ -	\$ -	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	4,596	-	-	-	-	-
Total cash and investment fund balance - ending	\$ 4,596	\$ -	\$ -	\$ -	\$ -	\$ -

EASTERN GREENE 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)

	Credit Recovery Novel Stars	FY09-10 Gifted and Talented Grant	FY08-09 Gifted and Talented Grant	Making A Difference	Caitlin Memorial	Title 1 09-10
Receipts:						
Local sources	\$ 2,515	\$ 30,790	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	2,772	153	-
Federal sources	-	-	-	-	-	247,693
Other	-	-	-	-	-	-
Total receipts	2,515	30,790	-	2,772	153	247,693
Disbursements:						
Current:						
Instruction	-	31,706	3,939	-	150	179,969
Support services	-	-	-	-	-	2,224
Noninstructional services	-	-	-	-	-	53
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	75	-
Total disbursements	-	31,706	3,939	-	225	182,246
Excess (deficiency) of receipts over disbursements	2,515	(916)	(3,939)	2,772	(72)	65,447
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(3)	-
Total other financing sources (uses)	-	-	-	-	(3)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,515	(916)	(3,939)	2,772	(75)	65,447
Cash and investments - beginning	2,250	-	3,939	-	7,245	-
Cash and investments - ending	\$ 4,765	\$ (916)	\$ -	\$ 2,772	\$ 7,170	\$ 65,447
Cash and Investment Assets - Ending						
Cash and investments	\$ 4,765	\$ (916)	\$ -	\$ 2,772	\$ 7,170	\$ 65,447
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 4,765	\$ (916)	\$ -	\$ 2,772	\$ 7,170	\$ 65,447
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	4,765	(916)	-	2,772	7,170	65,447
Total cash and investment fund balance - ending	\$ 4,765	\$ (916)	\$ -	\$ 2,772	\$ 7,170	\$ 65,447

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

	Title 1 08-09	Innovative Education Title V	Learn and Serve 09/10	Drug-Free Schools 07/08	Drug-Free Schools 08/09	Drug-Free Schools 09/10
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	15,895	-	8,400	-	-	5,536
Other	-	-	-	-	-	-
Total receipts	15,895	-	8,400	-	-	5,536
Disbursements:						
Current:						
Instruction	114,729	-	-	-	-	-
Support services	1,687	-	-	5,055	66	-
Noninstructional services	155	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	22,535	-	-	-	-	-
Total disbursements	139,106	-	-	5,055	66	-
Excess (deficiency) of receipts over disbursements	(123,211)	-	8,400	(5,055)	(66)	5,536
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(123,211)	-	8,400	(5,055)	(66)	5,536
Cash and investments - beginning	80,464	3,222	-	5,055	3,794	-
Cash and investments - ending	<u>\$ (42,747)</u>	<u>\$ 3,222</u>	<u>\$ 8,400</u>	<u>\$ -</u>	<u>\$ 3,728</u>	<u>\$ 5,536</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ (42,747)	\$ 3,222	\$ 8,400	\$ -	\$ 3,728	\$ 5,536
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ (42,747)	\$ 3,222	\$ 8,400	\$ -	\$ 3,728	\$ 5,536
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(42,747)	3,222	8,400	-	3,728	5,536
Total cash and investment fund balance - ending	\$ (42,747)	\$ 3,222	\$ 8,400	\$ -	\$ 3,728	\$ 5,536

EASTERN GREENE 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)

	Project Lead the Way	Project Lead the Way 09/10	FY 07-08 Improving Teacher Quality	FY 08-09 Improving Teacher Quality	FY 09-10 Improving Teacher Quality	FY 07-08 Improving Teacher Quality
Receipts:						
Local sources	\$ -	\$ 21,252	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	60,817	-
Other	-	-	-	-	-	-
Total receipts	-	21,252	-	-	60,817	-
Disbursements:						
Current:						
Instruction	1,934	493	-	-	-	-
Support services	-	-	-	62,464	27,032	-
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	1,934	493	-	62,464	27,032	-
Excess (deficiency) of receipts over disbursements	(1,934)	20,759	-	(62,464)	33,785	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,934)	20,759	-	(62,464)	33,785	-
Cash and investments - beginning	1,934	-	29,758	62,464	-	29,759
Cash and investments - ending	\$ -	\$ 20,759	\$ 29,758	\$ -	\$ 33,785	\$ 29,759
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 20,759	\$ 29,758	\$ -	\$ 33,785	\$ 29,759
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ -	\$ 20,759	\$ 29,758	\$ -	\$ 33,785	\$ 29,759
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	20,759	29,758	-	33,785	29,759
Total cash and investment fund balance - ending	\$ -	\$ 20,759	\$ 29,758	\$ -	\$ 33,785	\$ 29,759

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

	Title I D Stimulus	Part B IDEA Stimulus	Special Ed Preschool IDEA Stimulus	Retirement/ Severance Bond Fund	School Bus Replacement	Totals
Receipts:						
Local sources	\$ -	\$ 127,745	\$ 8,916	\$ 276,407	\$ 12,642	\$ 2,040,632
State sources	-	-	-	-	-	89,236
Federal sources	47,642	-	-	-	-	705,827
Other	-	-	-	-	-	39,516
Total receipts	<u>47,642</u>	<u>127,745</u>	<u>8,916</u>	<u>276,407</u>	<u>12,642</u>	<u>2,875,211</u>
Disbursements:						
Current:						
Instruction	75,638	97,936	9,121	-	-	532,313
Support services	-	-	-	-	146,724	1,315,482
Noninstructional services	-	-	-	-	-	623,345
Debt services	-	-	-	193,897	-	193,897
Nonprogrammed charges	-	-	-	-	-	22,610
Total disbursements	<u>75,638</u>	<u>97,936</u>	<u>9,121</u>	<u>193,897</u>	<u>146,724</u>	<u>2,687,647</u>
Excess (deficiency) of receipts over disbursements	<u>(27,996)</u>	<u>29,809</u>	<u>(205)</u>	<u>82,510</u>	<u>(134,082)</u>	<u>187,564</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	243,057
Transfers out	-	-	-	-	-	(22,804)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>220,253</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(27,996)</u>	<u>29,809</u>	<u>(205)</u>	<u>82,510</u>	<u>(134,082)</u>	<u>407,817</u>
Cash and investments - beginning	-	-	-	39,691	157,522	240,665
Cash and investments - ending	<u>\$ (27,996)</u>	<u>\$ 29,809</u>	<u>\$ (205)</u>	<u>\$ 122,201</u>	<u>\$ 23,440</u>	<u>\$ 648,482</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ (27,996)	\$ 29,809	\$ (205)	\$ -	\$ 23,440	\$ 526,281
Restricted assets:						
Cash and investments	-	-	-	122,201	-	122,201
Total cash and investment assets - ending	<u>\$ (27,996)</u>	<u>\$ 29,809</u>	<u>\$ (205)</u>	<u>\$ 122,201</u>	<u>\$ 23,440</u>	<u>\$ 648,482</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ 122,201	\$ -	\$ 122,201
Unrestricted	(27,996)	29,809	(205)	-	23,440	526,281
Total cash and investment fund balance - ending	<u>\$ (27,996)</u>	<u>\$ 29,809</u>	<u>\$ (205)</u>	<u>\$ 122,201</u>	<u>\$ 23,440</u>	<u>\$ 648,482</u>

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

	Hutton Scholarship Fund	IU-Teresa Bulter Scholarship	Totals
Additions:			
Contributions:			
Other	\$ 14,000	\$ -	\$ 14,000
	12,000	500	12,500
Deductions:			
Administrative and general	12,000	500	12,500
Excess (deficiency) of total additions over total deductions	2,000	(500)	1,500
Cash and investment fund balance - beginning	18,389	500	18,889
Cash and investments - June 30	\$ 20,389	\$ -	\$ 20,389
Net assets:			
Cash and investments	\$ 20,389	\$ -	\$ 20,389
Total net assets - cash and investment basis held in trust	\$ 20,389	\$ -	\$ 20,389

EASTERN GREENE SCHOOLS
 COMBINING SCHEDULE OF CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2009

	Payroll Withholding	ECA Payments	Money Market Temporary Loan	Totals
Cash and investment fund balance - ending	\$ 39,186	\$ 18,061	\$ (177,647)	\$ (120,400)

EASTERN GREENE SCHOOLS
 COMBINING SCHEDULE OF CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For the Year Ended June 30, 2010

	<u>Payroll Withholdings</u>	<u>ECA Payments</u>	<u>Circuit Breaker Levy Replacement</u>	<u>Money Market Temporary Loan</u>	<u>Totals</u>
Cash and investment fund balance - ending	\$ 35,110	\$ 21,762	\$ 48,414	\$ (177,647)	\$ (72,361)

EASTERN GREENE 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 Due Within One Year
Governmental activities:		
Capital leases:		
New high school building of 2006	\$ 6,488,574	\$ - **
Common school loans payable	11,265,125	658,750
Bonds payable:		
General obligation bonds:		
Taxable pension bonds of 2004	<u>1,370,000</u>	<u>130,000</u>
Total governmental activities debt	<u>\$ 19,123,699</u>	<u>\$ 788,750</u>

** - information was not available

EASTERN GREENE SCHOOLS
AUDIT RESULTS AND COMMENTS

OVERDRAWN CASH BALANCES

The cash balance of the Debt Service Fund, Transportation Fund, Special Ed Pre-School Fund, School Lunch Fund, and Textbook Rental Fund, were overdrawn at June 30, 2009. The cash balance of the School Lunch Fund, School Intervention/Council Fund, Title 1 08-09 Fund, Title 1 D Stimulus Fund, and Money Market Temporary Loan Fund were overdrawn at June 30, 2010.

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

CAPITAL ASSET RECORDS

The School Corporation hired American Appraisal to conduct an inventory of capital assets and to produce a detailed ledger as of June 30, 2005. Subsequently, there have been no updated entries to the ledger. A new high school building was completed during 2007 totaling approximately \$16,000,000 and no entries were noted on the capital assets ledger.

Every governmental unit should have a complete inventory of all capital assets owned which reflects their acquisition value. Such inventory should be recorded on the applicable Capital Asset Ledger. A complete inventory should be taken at least every two years for good internal control and for verifying account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

TO: THE OFFICIALS OF THE EASTERN GREENE SCHOOLS, GREENE COUNTY, INDIANA

Compliance

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

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

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

Internal Control Over Compliance

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

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

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

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

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

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

STATE BOARD OF ACCOUNTS

February 10, 2011

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

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 79,989	\$ 89,436
National School Lunch Program	10.555		<u>231,954</u>	<u>295,193</u>
Total for federal grantor agency			<u>311,943</u>	<u>384,629</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>				
Pass-Through Indiana Department of Education				
Title I, Part A Cluster				
Title I Grants to Local Educational Agencies				
FY 07-08	84.010		64,971	-
FY 08-09			164,585	139,106
FY 09-10			-	182,246
FY 07-08, School Improvement			<u>-</u>	<u>3,156</u>
Total for program			229,556	324,508
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389		<u>-</u>	<u>75,638</u>
Total for cluster			<u>229,556</u>	<u>400,146</u>
Special Education Cluster				
ARRA - Special Education - Grants to States, Recovery Act	84.391		<u>-</u>	<u>97,936</u>
ARRA - Special Education - Preschool Grants, Recovery Act	84.392		<u>-</u>	<u>9,121</u>
Total for cluster			<u>-</u>	<u>107,057</u>
State Fiscal Stabilization Fund Cluster				
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	84.394		<u>-</u>	<u>1,015,784</u>
Total for cluster			<u>-</u>	<u>1,015,784</u>
Safe and Drug-Free Schools and Communities - State Grants				
FY 06-07	84.186		2,911	-
FY 07-08			295	5,055
FY 08-09			<u>-</u>	<u>66</u>
Total for program			<u>3,206</u>	<u>5,121</u>
Improving Teacher Quality State Grants				
FY 08-09	84.367		-	62,464
FY 09-10			<u>-</u>	<u>27,032</u>
Total for program			<u>-</u>	<u>89,496</u>
Pass-Through Indiana Department of Workforce Development				
Career and Technical Education - Basic Grants to States				
Project Lead the Way 07/08	84.048		-	1,934
Project Lead the Way 08/09			15,450	-
Project Lead the Way 09/10			<u>-</u>	<u>493</u>
Total for program			<u>15,450</u>	<u>2,427</u>
Total for federal grantor agency			<u>248,212</u>	<u>1,620,031</u>
Total federal awards expended			<u>\$ 560,155</u>	<u>\$ 2,004,660</u>

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

EASTERN GREENE 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 Eastern Greene 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 Schools shall be conducted biennially. Such audits shall include both years within the biennial period.

II. Noncash Assistance

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

Program Title	Federal CFDA Number	2009	2010
School Breakfast Program	10.553	\$ 8,011	\$ 11,066
National School Lunch Program	10.555	23,576	41,801

EASTERN GREENE SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	none reported
Noncompliance material to financial statements noted?	no

Federal Awards:

Internal control over major programs:

Material weaknesses identified?	no
Significant deficiencies identified that are not considered to be material weaknesses?	none reported

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

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

Name of Federal Program or Cluster
Child Nutrition Cluster
Title 1, Part A Cluster
State Fiscal Stabilization Fund Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000	
Auditee qualified as low-risk auditee?	no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

TY MUNGLE
Superintendent
LORI RICHMOND
Director of Learning
NANCY NOLTING
Corporation Treasurer
BARB CAVE
Payroll/Admin Assist
TANYA JOHNSON
HR/Admin Assist

EASTERN GREENE SCHOOLS CENTRAL OFFICE

1471 N State Road 43
Bloomfield Indiana 47424-9698
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SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FINDING NUMBER 2008-01

Original SBA Audit Report Number:	B34379
Fiscal Years:	7-1-06 to 6-30-08
Auditee Contact Person:	Nancy Nolting
Title of Contact Person:	Corporation Treasurer
Phone Number:	(812) 825-5722
Status of Finding:	

Eastern Greene Schools has discontinued business with the previous vendor of our food service program. We have continued to monitor the procedures that were put into place after the audit finding and have received accurate and timely reporting from our present vendor.



EASTERN GREENE SCHOOLS
EXIT CONFERENCE

The contents of this report were discussed on February 10, 2011, with Nancy Nolting, Treasurer; Thomas T. Mungle, Superintendent of Schools; and Donald James, President of the School Board. The officials concurred with our audit findings.