

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

NORTH WHITE SCHOOL CORPORATION  
WHITE COUNTY, INDIANA

July 1, 2009 to June 30, 2011



**FILED**  
01/12/2012



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Shellie Ruemler	07-01-09 to 06-30-12
Superintendent of Schools	Nicholas Eccles	07-01-09 to 06-30-12
President of the School Board	Shannon Mattix	07-01-09 to 06-30-12



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

TO: THE OFFICIALS OF THE NORTH WHITE SCHOOL CORPORATION, WHITE COUNTY, INDIANA

We have audited the accompanying financial statement of the North White School Corporation (School Corporation), for the years ended June 30, 2010 and 2011. This financial statement is the responsibility of the School Corporation's management. Our responsibility is to express an opinion on the financial statement 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 statement is free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control over reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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 opinion.

As discussed in Note 1, the School Corporation prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting noted above is a different basis than that used in the prior year.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the School Corporation for the years ended June 30, 2010 and 2011, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated November 23, 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 THE FINANCIAL STATEMENT  
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
(Continued)

Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statement. 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 financial statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and, in our opinion, is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statement. The Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the financial statement. The Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis, Schedule of Capital Assets, and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the School Corporation's management, the School Board, others within the entity, 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

November 23, 2011



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

TO: THE OFFICIALS OF THE NORTH WHITE SCHOOL CORPORATION, WHITE COUNTY, INDIANA

We have audited the financial statement of the North White School Corporation (School Corporation), for the years ended June 30, 2010 and 2011, and have issued our report thereon dated November 23, 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 opinion on the financial statement, 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 was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

A deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented or detected and corrected on a timely basis. We consider the deficiency described in the accompanying Schedule of Findings and Questioned Costs as item 2011-01 to be material weakness.

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENT  
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 statement is 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, others within the entity, 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

November 23, 2011

## FINANCIAL STATEMENT

The financial statement and accompanying notes were approved by management of the School Corporation. The financial statement and notes are presented as intended by the School Corporation.

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NORTH WHITE SCHOOL CORPORATION  
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For the Years Ended June 30, 2010 and 2011

	Cash and Investments 07-01-09	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-10	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-11
General	\$ 2,195,777	\$ 6,767,766	\$ 8,411,399	\$ 61,724	\$ 613,868	\$ 6,700,722	\$ 6,319,249	\$ 39,056	\$ 1,034,397
Debt Service	81,859	1,360,347	1,430,402	30	11,834	2,494,055	1,539,051	(600,542)	366,296
Retirement/Severance Bond Debt Service	(12,490)	195,056	254,243	-	(71,677)	362,538	177,611	-	113,250
Capital Projects	741,614	2,234,213	2,487,607	-	488,220	3,226,950	2,136,305	7,328	1,586,193
School Transportation	13,214	1,077,960	914,200	-	176,974	1,485,439	1,079,316	25,619	608,716
School Bus Replacement	2,240	209,692	-	(140,400)	71,532	350,509	311,640	51,476	161,877
Special Education Preschool	7,698	22,000	-	(29,698)	-	-	-	-	-
Rainy Day	1,555,207	-	44,280	140,400	1,651,327	-	357,000	550,000	1,844,327
Construction	326,019	126	326,145	-	-	-	-	-	-
School Lunch	156,831	497,202	447,331	1,651	208,353	489,585	463,533	1,910	236,315
Textbook Rental	34,946	90,239	106,492	120	18,813	77,208	42,402	10,779	64,398
Levy Excess	-	21,153	-	-	21,153	-	-	(21,153)	-
White County Learning Lab	32	-	-	-	32	500	532	-	-
IAHPERD	113	-	-	-	113	-	-	-	113
Scholarships and Awards	120	-	-	-	120	650	-	-	770
Donations and Bequests	6,084	9,944	10,440	-	5,588	10,128	5,951	-	9,765
White County Awards	304	-	219	-	85	-	-	-	85
Partners Drug Free White County	8,055	3,385	8,950	-	2,490	1,980	3,616	-	854
Gifted and Talented	15,075	-	14,843	-	232	-	215	-	17
Principal Leadership Academy	502	29,276	18,300	-	11,478	28,836	21,960	-	18,354
Adult and Continuing Education	(26,755)	46,004	41,787	-	(22,538)	42,022	43,745	-	(24,261)
Medicaid Reimbursement	-	1,022	750	-	272	17,959	13,569	-	4,662
Non-English Speaking Programs P.L. 273-1999	4,899	21,156	24,587	-	1,468	15,382	16,196	-	654
School Technology	-	-	-	-	-	2,795	649	-	2,146
Indiana Graduation Rate Performance	-	-	-	-	-	10,000	-	-	10,000
Excess PTRC Distributions	-	22,763	-	-	22,763	-	-	(22,763)	-
Title 1 08/09	57,445	99	55,131	(2,314)	99	-	-	-	99
Title 1 09/10	-	241,796	219,141	2,314	24,969	170,561	209,780	-	(14,250)
P.L Innovative Education Program Strategies Title V (Part A)	-	702	702	-	-	-	-	-	-
Title 1 Migrant	2,189	48,488	47,177	-	3,500	54,812	63,126	-	(4,814)
Adult Education 10/11	-	-	-	-	-	24,007	30,636	-	(6,629)
Adult Education 09/10	-	53,256	36,325	-	16,931	-	16,931	-	-
Title IV Drug Free Schools	3,513	4,626	1,137	-	7,002	-	2,462	-	4,540
Robotics Grant	2,000	2,489	4,489	-	-	-	-	-	-
Improving Teaching Quality, No Child Left, Title II, Part A	(2,566)	79,244	47,293	-	29,385	1,910	31,295	-	-
Title III, Language Instruction	643	17,551	17,031	-	1,163	18,939	20,152	-	(50)
NSLP Equipment Assistance Grant	-	-	-	-	-	25,323	25,323	-	-
Fiscal Stabilization - Education	571,733	196,514	768,247	-	-	-	-	-	-
Title I - Grants to LEAs	-	54,443	54,443	-	-	45,372	48,162	-	(2,790)
Special Education - Part B	-	120,558	120,558	-	-	-	-	-	-
Special Education - Part B - Preschool	-	4,468	4,468	-	-	-	-	-	-
<b>Totals</b>	<b>\$ 5,746,301</b>	<b>\$ 13,433,538</b>	<b>\$ 15,918,117</b>	<b>\$ 33,827</b>	<b>\$ 3,295,549</b>	<b>\$ 15,658,182</b>	<b>\$ 12,980,407</b>	<b>\$ 41,710</b>	<b>\$ 6,015,034</b>

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

NORTH WHITE SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT

**Note 1. 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 accompanying financial statement presents the financial information for the School Corporation (primary government).

*B. Basis of Accounting*

The financial statement is reported on a regulatory basis of accounting prescribed by the State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

The regulatory 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.

*C. Cash and Investments*

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

*D. Receipts*

Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

Local sources which include taxes, revenue from local governmental units other than school corporations, transfer tuition, transportation fees, investment income, food services, school corporation activities, revenue from community services activities, and other revenue from local sources.

Intermediate sources which include distributions from the County for fees collected for or on behalf of the School Corporation including educational license plate fees, congressional interest, riverboat distributions, and other similar fees.

State sources which include distributions from the State of Indiana to be used by the School Corporation for various purposes. Included in state sources are unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

NORTH WHITE SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

Federal sources which include distributions from the federal government to be used by the School Corporation for various purposes. Included in federal sources are unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

Temporary loans which include money received from a loan obtained to pay current expenses prior to the receipt of revenue from taxes levied for that purpose. These loans, sometimes designated tax anticipation warrants, must be repaid from the next semiannual distribution of local property taxes levied for such fund.

Interfund loans which include money temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

Other receipts which include amounts received from various sources which include return of petty cash, return of cash change, insurance claims for losses, sale of securities, and other receipts not listed in another category above.

*E. Disbursements*

Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

Instruction which includes outflows for regular programs, special programs, adult and continuing education programs, summer school programs, enrichment programs, remediation, and payments to other governmental units.

Support services which include outflows for support services related to students, instruction, general administration, and school administration. It also includes outflows for central services, operation and maintenance of plant services, and student transportation.

Noninstructional services which include outflows for food service operations and community service operations.

Facilities acquisition and construction which includes outflows for the acquisition, development, construction, and improvement of new and existing facilities.

Debt services which include fixed obligations resulting from financial transactions previously entered into by the School Corporation. It includes all expenditures for the reduction of the principal and interest of the School Corporation's general obligation indebtedness.

Nonprogrammed charges which include outflows for donations to foundations, securities purchased, indirect costs, scholarships, and self-insurance payments.

Interfund loans which include money temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

NORTH WHITE SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*F. Other financing sources and uses*

Other financing sources and uses are presented in the aggregate on the face of the financial statement. The aggregate other financing sources and uses include the following:

Proceeds of long-term debt which includes money received in relation to the issuance of bonds or other long-term debt issues.

Sale of capital assets which includes money received when land, buildings, or equipment owned by the School Corporation is sold.

Transfers in which includes money received by one fund as a result of transferring money from another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

Transfers out which includes money paid by one fund to another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

*G. Fund Accounting*

Separate funds are established, maintained, and reported by the School Corporation. Each fund is used to account for money received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the School Corporation. The money accounted for in a specific fund may only be available for use for certain, legally restricted purposes. Additionally, some funds are used to account for assets held by the School Corporation in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and therefore the funds cannot be used for any expenditures of the unit itself.

**Note 2. Budgets**

The operating budget is initially prepared and approved at the local level. The fiscal officer of the School Corporation submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied is subject to final approval by the Indiana Department of Local Government Finance.

**Note 3. Property Taxes**

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the School Corporation in June and December; however, situations can arise which would delay the distributions. 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. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent 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 normally become delinquent if not paid by May 10 and November 10, respectively.

NORTH WHITE SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 4. Deposits and Investments**

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana at year end should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the School Corporation to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

**Note 5. Risk Management**

The School Corporation may be 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.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third party. The establishment of a self-insurance fund allows the School Corporation to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks. These risks may also be mitigated by the School Corporation by recording as a disbursement any replacement items purchased.

**Note 6. Pension Plans**

*A. Public Employees' Retirement Fund*

*Plan Description*

The Indiana Public Employees' Retirement Fund (PERF) is 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 this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the Indiana Public Retirement System (INPRS) 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 members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

INPRS 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. That report may be obtained by contacting:

Indiana Public Retirement System  
1 North Capital Street, Suite 001  
Indianapolis, IN 46204  
Ph. (888) 526-1687

NORTH WHITE SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*Funding Policy and Annual Pension Cost*

The contribution requirements of the plan members for PERF are established by the Board of Trustees of INPRS.

*B. Teachers' Retirement Fund*

*Plan Description*

The Indiana Teachers' Retirement Fund (TRF) is 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 Indiana Public Retirement System (INPRS) 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 members' contributions, set by state statute at 3 percent 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.

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

Indiana Public Retirement System  
1 North Capital Street, Suite 001  
Indianapolis, IN 46204  
Ph. (888) 286-3544

*Funding Policy and Annual Pension Cost*

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.

## SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the School Corporation's Financial Reports can be found on the Indiana Department of Education website: <http://mustang.doe.state.in.us/TRENDS/fin.cfm>. This website is maintained by the Indiana Department of Education. More current financial information is available from the School Corporation Treasurer's office.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the Financial Reports of the School Corporation which are referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The supplementary information presented was prepared and/or approved by management of the School Corporation. It is presented as intended by the School Corporation.

NORTH WHITE SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2010

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Special Education Preschool	Rainy Day
Cash and investments - beginning	\$ 2,195,777	\$ 81,859	\$ (12,490)	\$ 741,614	\$ 13,214	\$ 2,240	\$ 7,698	\$ 1,555,207
Receipts:								
Local sources	32,182	1,272,347	195,056	1,187,521	657,436	68,692	-	-
Intermediate sources	591	-	-	-	-	-	-	-
State sources	6,734,993	-	-	3,692	2,524	-	22,000	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	88,000	-	1,043,000	418,000	141,000	-	-
Total receipts	<u>6,767,766</u>	<u>1,360,347</u>	<u>195,056</u>	<u>2,234,213</u>	<u>1,077,960</u>	<u>209,692</u>	<u>22,000</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	3,416,256	-	-	-	-	-	-	-
Support services	1,753,551	30	-	631,889	601,200	-	-	44,280
Noninstructional services	119,065	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	934,718	-	-	-	-
Debt services	2,484,000	1,430,372	254,243	921,000	313,000	-	-	-
Nonprogrammed charges	638,527	-	-	-	-	-	-	-
Total disbursements	<u>8,411,399</u>	<u>1,430,402</u>	<u>254,243</u>	<u>2,487,607</u>	<u>914,200</u>	<u>-</u>	<u>-</u>	<u>44,280</u>
Excess (deficiency) of receipts over disbursements	<u>(1,643,633)</u>	<u>(70,055)</u>	<u>(59,187)</u>	<u>(253,394)</u>	<u>163,760</u>	<u>209,692</u>	<u>22,000</u>	<u>(44,280)</u>
Other financing sources (uses):								
Sale of capital assets	32,026	30	-	-	-	-	-	-
Transfers in	29,698	115,980	46,000	-	-	-	-	302,380
Transfers out	-	(115,980)	(46,000)	-	-	(140,400)	(29,698)	(161,980)
Total other financing sources (uses)	<u>61,724</u>	<u>30</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(140,400)</u>	<u>(29,698)</u>	<u>140,400</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(1,581,909)</u>	<u>(70,025)</u>	<u>(59,187)</u>	<u>(253,394)</u>	<u>163,760</u>	<u>69,292</u>	<u>(7,698)</u>	<u>96,120</u>
Cash and investments - ending	<u>\$ 613,868</u>	<u>\$ 11,834</u>	<u>\$ (71,677)</u>	<u>\$ 488,220</u>	<u>\$ 176,974</u>	<u>\$ 71,532</u>	<u>\$ -</u>	<u>\$ 1,651,327</u>

NORTH WHITE SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2010  
 (Continued)

	Construction	School Lunch	Textbook Rental	Levy Excess	White County Learning Lab	IAHPERD	Scholarships and Awards	Donations and Bequests
Cash and investments - beginning	\$ 326,019	\$ 156,831	\$ 34,946	\$ -	\$ 32	\$ 113	\$ 120	\$ 6,084
Receipts:								
Local sources	126	148,268	33,334	21,153	-	-	-	9,944
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	3,490	56,905	-	-	-	-	-
Federal sources	-	345,444	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Total receipts	<u>126</u>	<u>497,202</u>	<u>90,239</u>	<u>21,153</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,944</u>
Disbursements:								
Current:								
Instruction	-	-	-	-	-	-	-	10,440
Support services	-	871	106,492	-	-	-	-	-
Noninstructional services	-	446,460	-	-	-	-	-	-
Facilities acquisition and construction	326,145	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>326,145</u>	<u>447,331</u>	<u>106,492</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,440</u>
Excess (deficiency) of receipts over disbursements	<u>(326,019)</u>	<u>49,871</u>	<u>(16,253)</u>	<u>21,153</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(496)</u>
Other financing sources (uses):								
Sale of capital assets	-	1,651	120	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>1,651</u>	<u>120</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(326,019)</u>	<u>51,522</u>	<u>(16,133)</u>	<u>21,153</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(496)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 208,353</u>	<u>\$ 18,813</u>	<u>\$ 21,153</u>	<u>\$ 32</u>	<u>\$ 113</u>	<u>\$ 120</u>	<u>\$ 5,588</u>

NORTH WHITE SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2010  
 (Continued)

	White County Awards	Partners Drug Free White County	Gifted and Talented	Principal Leadership Academy	Adult and Continuing Education	Medicaid Reimbursement	Non-English Speaking Programs P.L. 273-1999	Excess PTRC Distributions
Cash and investments - beginning	\$ 304	\$ 8,055	\$ 15,075	\$ 502	\$ (26,755)	\$ -	\$ 4,899	\$ -
Receipts:								
Local sources	-	3,385	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	29,276	46,004	1,022	21,156	22,763
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>3,385</u>	<u>-</u>	<u>29,276</u>	<u>46,004</u>	<u>1,022</u>	<u>21,156</u>	<u>22,763</u>
Disbursements:								
Current:								
Instruction	219	8,950	14,843	18,300	41,787	-	24,587	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	750	-	-
Total disbursements	<u>219</u>	<u>8,950</u>	<u>14,843</u>	<u>18,300</u>	<u>41,787</u>	<u>750</u>	<u>24,587</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(219)</u>	<u>(5,565)</u>	<u>(14,843)</u>	<u>10,976</u>	<u>4,217</u>	<u>272</u>	<u>(3,431)</u>	<u>22,763</u>
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(219)</u>	<u>(5,565)</u>	<u>(14,843)</u>	<u>10,976</u>	<u>4,217</u>	<u>272</u>	<u>(3,431)</u>	<u>22,763</u>
Cash and investments - ending	<u>\$ 85</u>	<u>\$ 2,490</u>	<u>\$ 232</u>	<u>\$ 11,478</u>	<u>\$ (22,538)</u>	<u>\$ 272</u>	<u>\$ 1,468</u>	<u>\$ 22,763</u>

NORTH WHITE SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2010  
 (Continued)

	Title 1 08/09	Title 1 09/10	P.L. Innovative Education Program Strategies Title V (Part A)	Title 1 Migrant	Adult Education 09/10	Title IV Drug Free Schools	Robotics Grants
Cash and investments - beginning	\$ 57,445	\$ -	\$ -	\$ 2,189	\$ -	\$ 3,513	\$ 2,000
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	99	-	-	-	-	-	-
Federal sources	-	241,796	702	48,488	53,256	4,626	2,489
Temporary loans	-	-	-	-	-	-	-
Total receipts	<u>99</u>	<u>241,796</u>	<u>702</u>	<u>48,488</u>	<u>53,256</u>	<u>4,626</u>	<u>2,489</u>
Disbursements:							
Current:							
Instruction	38,666	190,967	702	47,177	9,793	1,137	4,489
Support services	14,664	26,331	-	-	26,532	-	-
Noninstructional services	1,801	1,843	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	<u>55,131</u>	<u>219,141</u>	<u>702</u>	<u>47,177</u>	<u>36,325</u>	<u>1,137</u>	<u>4,489</u>
Excess (deficiency) of receipts over disbursements	<u>(55,032)</u>	<u>22,655</u>	<u>-</u>	<u>1,311</u>	<u>16,931</u>	<u>3,489</u>	<u>(2,000)</u>
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	2,314	-	-	-	-	-
Transfers out	<u>(2,314)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(2,314)</u>	<u>2,314</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(57,346)</u>	<u>24,969</u>	<u>-</u>	<u>1,311</u>	<u>16,931</u>	<u>3,489</u>	<u>(2,000)</u>
Cash and investments - ending	<u>\$ 99</u>	<u>\$ 24,969</u>	<u>\$ -</u>	<u>\$ 3,500</u>	<u>\$ 16,931</u>	<u>\$ 7,002</u>	<u>\$ -</u>

NORTH WHITE SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2010  
 (Continued)

	Improving Teaching Quality No Child Left Title II, Part A	Title III Language Instruction	Fiscal Stabilization - Education	Title I - Grants to LEAs	Special Education - Part B	Special Education - Part B - Preschool	Totals
Cash and investments - beginning	\$ (2,566)	\$ 643	\$ 571,733	\$ -	\$ -	\$ -	\$ 5,746,301
Receipts:							
Local sources	-	-	-	-	-	-	3,629,444
Intermediate sources	-	-	-	-	-	-	591
State sources	-	-	-	-	-	-	6,943,924
Federal sources	79,244	17,551	196,514	54,443	120,558	4,468	1,169,579
Temporary loans	-	-	-	-	-	-	1,690,000
Total receipts	<u>79,244</u>	<u>17,551</u>	<u>196,514</u>	<u>54,443</u>	<u>120,558</u>	<u>4,468</u>	<u>13,433,538</u>
Disbursements:							
Current:							
Instruction	47,293	16,388	534,912	41,042	-	-	4,467,948
Support services	-	643	224,143	13,401	-	-	3,444,027
Noninstructional services	-	-	9,192	-	-	-	578,361
Facilities acquisition and construction	-	-	-	-	-	-	1,260,863
Debt services	-	-	-	-	-	-	5,402,615
Nonprogrammed charges	-	-	-	-	120,558	4,468	764,303
Total disbursements	<u>47,293</u>	<u>17,031</u>	<u>768,247</u>	<u>54,443</u>	<u>120,558</u>	<u>4,468</u>	<u>15,918,117</u>
Excess (deficiency) of receipts over disbursements	<u>31,951</u>	<u>520</u>	<u>(571,733)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,484,579)</u>
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	33,827
Transfers in	-	-	-	-	-	-	496,372
Transfers out	-	-	-	-	-	-	(496,372)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,827</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>31,951</u>	<u>520</u>	<u>(571,733)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,450,752)</u>
Cash and investments - ending	<u>\$ 29,385</u>	<u>\$ 1,163</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,295,549</u>

NORTH WHITE SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2011

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day
Cash and investments - beginning	\$ 613,868	\$ 11,834	\$ (71,677)	\$ 488,220	\$ 176,974	\$ 71,532	\$ 1,651,327
Receipts:							
Local sources	18,200	2,440,055	344,538	1,868,219	1,085,695	161,509	-
Intermediate sources	573	-	-	-	-	-	-
State sources	6,681,949	-	-	60,731	18,744	-	-
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	54,000	18,000	1,298,000	381,000	189,000	-
Total receipts	<u>6,700,722</u>	<u>2,494,055</u>	<u>362,538</u>	<u>3,226,950</u>	<u>1,485,439</u>	<u>350,509</u>	<u>-</u>
Disbursements:							
Current:							
Instruction	3,383,360	-	-	-	-	-	350,000
Support services	1,965,545	887	-	615,794	661,316	170,640	-
Noninstructional services	132,065	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	477,511	-	-	7,000
Debt services	-	1,538,164	177,611	1,043,000	418,000	141,000	-
Nonprogrammed charges	838,279	-	-	-	-	-	-
Total disbursements	<u>6,319,249</u>	<u>1,539,051</u>	<u>177,611</u>	<u>2,136,305</u>	<u>1,079,316</u>	<u>311,640</u>	<u>357,000</u>
Excess (deficiency) of receipts over disbursements	<u>381,473</u>	<u>955,004</u>	<u>184,927</u>	<u>1,090,645</u>	<u>406,123</u>	<u>38,869</u>	<u>(357,000)</u>
Other financing sources (uses):							
Sale of capital assets	39,056	-	-	-	83	-	-
Transfers in	-	9,576	-	7,328	25,536	51,476	600,000
Transfers out	-	(610,118)	-	-	-	-	(50,000)
Total other financing sources (uses)	<u>39,056</u>	<u>(600,542)</u>	<u>-</u>	<u>7,328</u>	<u>25,619</u>	<u>51,476</u>	<u>550,000</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>420,529</u>	<u>354,462</u>	<u>184,927</u>	<u>1,097,973</u>	<u>431,742</u>	<u>90,345</u>	<u>193,000</u>
Cash and investments - ending	<u>\$ 1,034,397</u>	<u>\$ 366,296</u>	<u>\$ 113,250</u>	<u>\$ 1,586,193</u>	<u>\$ 608,716</u>	<u>\$ 161,877</u>	<u>\$ 1,844,327</u>

NORTH WHITE SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2011  
 (Continued)

	School Lunch	Textbook Rental	Levy Excess	White County Learning Lab	IAHPERD	Scholarships and Awards	Donations and Bequests
Cash and investments - beginning	\$ 208,353	\$ 18,813	\$ 21,153	\$ 32	\$ 113	\$ 120	\$ 5,588
Receipts:							
Local sources	133,895	25,881	-	500	-	650	10,128
Intermediate sources	-	-	-	-	-	-	-
State sources	3,144	51,327	-	-	-	-	-
Federal sources	352,546	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Total receipts	<u>489,585</u>	<u>77,208</u>	<u>-</u>	<u>500</u>	<u>-</u>	<u>650</u>	<u>10,128</u>
Disbursements:							
Current:							
Instruction	-	-	-	532	-	-	5,951
Support services	3,222	42,402	-	-	-	-	-
Noninstructional services	460,311	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	<u>463,533</u>	<u>42,402</u>	<u>-</u>	<u>532</u>	<u>-</u>	<u>-</u>	<u>5,951</u>
Excess (deficiency) of receipts over disbursements	<u>26,052</u>	<u>34,806</u>	<u>-</u>	<u>(32)</u>	<u>-</u>	<u>650</u>	<u>4,177</u>
Other financing sources (uses):							
Sale of capital assets	1,910	661	-	-	-	-	-
Transfers in	-	10,118	-	-	-	-	-
Transfers out	-	-	(21,153)	-	-	-	-
Total other financing sources (uses)	<u>1,910</u>	<u>10,779</u>	<u>(21,153)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>27,962</u>	<u>45,585</u>	<u>(21,153)</u>	<u>(32)</u>	<u>-</u>	<u>650</u>	<u>4,177</u>
Cash and investments - ending	<u>\$ 236,315</u>	<u>\$ 64,398</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 113</u>	<u>\$ 770</u>	<u>\$ 9,765</u>

NORTH WHITE SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2011  
 (Continued)

	White County Awards	Partners Drug Free White County	Gifted and Talented	Principal Leadership Academy	Adult and Continuing Education	Medicaid Reimbursement	Non-English Speaking Programs P.L. 273-1999
Cash and investments - beginning	\$ 85	\$ 2,490	\$ 232	\$ 11,478	\$ (22,538)	\$ 272	\$ 1,468
Receipts:							
Local sources	-	1,980	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	28,836	42,022	17,959	15,382
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>1,980</u>	<u>-</u>	<u>28,836</u>	<u>42,022</u>	<u>17,959</u>	<u>15,382</u>
Disbursements:							
Current:							
Instruction	-	3,616	215	21,960	43,745	-	16,196
Support services	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	13,569	-
Total disbursements	<u>-</u>	<u>3,616</u>	<u>215</u>	<u>21,960</u>	<u>43,745</u>	<u>13,569</u>	<u>16,196</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>(1,636)</u>	<u>(215)</u>	<u>6,876</u>	<u>(1,723)</u>	<u>4,390</u>	<u>(814)</u>
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>-</u>	<u>(1,636)</u>	<u>(215)</u>	<u>6,876</u>	<u>(1,723)</u>	<u>4,390</u>	<u>(814)</u>
Cash and investments - ending	<u>\$ 85</u>	<u>\$ 854</u>	<u>\$ 17</u>	<u>\$ 18,354</u>	<u>\$ (24,261)</u>	<u>\$ 4,662</u>	<u>\$ 654</u>

NORTH WHITE SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2011  
 (Continued)

	School Technology	Indiana Graduation Rate Performance	Excess PTRC Distributions	Title 1 08/09	Title 1 09/10	Title 1 Migrant	Adult Education 10/11
Cash and investments - beginning	\$ -	\$ -	\$ 22,763	\$ 99	\$ 24,969	\$ 3,500	\$ -
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	2,795	10,000	-	-	-	-	-
Federal sources	-	-	-	-	170,561	54,812	24,007
Temporary loans	-	-	-	-	-	-	-
Total receipts	<u>2,795</u>	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>170,561</u>	<u>54,812</u>	<u>24,007</u>
Disbursements:							
Current:							
Instruction	-	-	-	-	203,068	61,623	22,925
Support services	649	-	-	-	4,859	1,503	7,711
Noninstructional services	-	-	-	-	1,853	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	<u>649</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>209,780</u>	<u>63,126</u>	<u>30,636</u>
Excess (deficiency) of receipts over disbursements	<u>2,146</u>	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>(39,219)</u>	<u>(8,314)</u>	<u>(6,629)</u>
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	(22,763)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(22,763)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>2,146</u>	<u>10,000</u>	<u>(22,763)</u>	<u>-</u>	<u>(39,219)</u>	<u>(8,314)</u>	<u>(6,629)</u>
Cash and investments - ending	<u>\$ 2,146</u>	<u>\$ 10,000</u>	<u>\$ -</u>	<u>\$ 99</u>	<u>\$ (14,250)</u>	<u>\$ (4,814)</u>	<u>\$ (6,629)</u>

NORTH WHITE SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2011  
 (Continued)

	Adult Education 09/10	Title IV Drug Free Schools	Improving Teaching Quality No Child Left Title II, Part A	Title III, Language Instruction	NSLP Equipment Assistance Grant	Title I - Grants to LEAs	Totals
Cash and investments - beginning	\$ 16,931	\$ 7,002	\$ 29,385	\$ 1,163	\$ -	\$ -	\$ 3,295,549
Receipts:							
Local sources	-	-	-	-	-	-	6,091,250
Intermediate sources	-	-	-	-	-	-	573
State sources	-	-	-	-	-	-	6,932,889
Federal sources	-	-	1,910	18,939	25,323	45,372	693,470
Temporary loans	-	-	-	-	-	-	1,940,000
Total receipts	<u>-</u>	<u>-</u>	<u>1,910</u>	<u>18,939</u>	<u>25,323</u>	<u>45,372</u>	<u>15,658,182</u>
Disbursements:							
Current:							
Instruction	12,414	2,462	29,385	20,152	-	37,562	4,215,166
Support services	4,517	-	1,910	-	-	10,600	3,491,555
Noninstructional services	-	-	-	-	25,323	-	619,552
Facilities acquisition and construction	-	-	-	-	-	-	484,511
Debt services	-	-	-	-	-	-	3,317,775
Nonprogrammed charges	-	-	-	-	-	-	851,848
Total disbursements	<u>16,931</u>	<u>2,462</u>	<u>31,295</u>	<u>20,152</u>	<u>25,323</u>	<u>48,162</u>	<u>12,980,407</u>
Excess (deficiency) of receipts over disbursements	<u>(16,931)</u>	<u>(2,462)</u>	<u>(29,385)</u>	<u>(1,213)</u>	<u>-</u>	<u>(2,790)</u>	<u>2,677,775</u>
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	41,710
Transfers in	-	-	-	-	-	-	704,034
Transfers out	-	-	-	-	-	-	(704,034)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>41,710</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(16,931)</u>	<u>(2,462)</u>	<u>(29,385)</u>	<u>(1,213)</u>	<u>-</u>	<u>(2,790)</u>	<u>2,719,485</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 4,540</u>	<u>\$ -</u>	<u>\$ (50)</u>	<u>\$ -</u>	<u>\$ (2,790)</u>	<u>\$ 6,015,034</u>

NORTH WHITE SCHOOL CORPORATION  
SUPPLEMENTARY INFORMATION  
SCHEDULE OF CAPITAL ASSETS  
June 30, 2011

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

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 350,000
Buildings	13,966,975
Improvements other than buildings	1,810,340
Machinery and equipment	<u>2,158,507</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 18,285,822</u>

NORTH WHITE SCHOOL CORPORATION  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 June 30, 2011

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:		
North White School Building Lease	\$ 3,049,386	\$ 1,210,000
North White Elementary School Building Lease	1,860,038	178,000
Notes and loans payable		
Tax Anticipation Warrants	1,940,000	2,019,540
Energy Savings Loan	1,667,075	408,456
Bonds payable:		
General obligation bonds:		
Pension Bonds	<u>850,000</u>	<u>181,487</u>
Total governmental activities debt	<u>\$ 9,366,499</u>	<u>\$ 3,997,483</u>

NORTH WHITE SCHOOL CORPORATION  
AUDIT RESULTS AND COMMENTS

***INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING***

Control activities should be selected and developed at various levels of the School Corporation to reduce risks to achievement of financial reporting objectives. 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 material internal control weaknesses:

1. Lack of Segregation of Duties: The School Corporation has not separated incompatible activities related to receipts, disbursements, payroll and cash and investment balances. The failure to establish these controls could enable material misstatements or irregularities to go undetected.
2. Preparing Financial Statement: Effective internal controls over financial reporting involve the identification and analysis of the risks of material misstatement to the School Corporation's audited financial statement and then determining how those identified risks should be managed. The School Corporation has not identified risks to the preparation of a reliable financial statement and as a result has failed to design effective controls over the preparation of the financial statement to prevent or detect material misstatements, including notes to the financial statement.
3. Monitoring of Controls: Effective internal controls over financial reporting require the School Board to monitor and assess the quality of the school's system of internal controls. The School Board has not performed either an ongoing or separate evaluation of their system of internal controls. The failure to exercise their oversight responsibility places the School 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 School 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 managements 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.

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)

***TAX ANTICIPATION WARRANTS (TEMPORARY LOAN)***

The School Corporation received a \$141,000 temporary loan for the School Bus Replacement Fund on May 24, 2010. The School Corporation only received \$84,772 of taxes in the June 2010 tax distribution. This did not meet the 80 percent requirement for this loan.

A temporary loan must be authorized by the board of school trustees, and the amount must be specified as well as the fund or funds for the benefit of which the loan is to be made or from the General Fund for anticipated state tuition support distributions. The amount of the principal maturing on or before June 30 for

NORTH WHITE SCHOOL CORPORATION  
AUDIT RESULTS AND COMMENTS  
(Continued)

any fund shall not exceed eighty percent (80%) of the amount of taxes and state tuition support distributions established to be collected or received for and distributed to the fund at the June distribution of taxes; and the amount of the principal of temporary loans maturing after June 30 and on or before December 31, shall not exceed eighty percent (80%) of the amount of taxes and state tuition support distributions estimated to be collected or received for and distributed to such fund at the December distribution of taxes. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 8)

***SCHOOL FOOD SYSTEMS - PREPAID FOOD***

The School Corporation operates a school food system to record purchases of school lunch items. As of November 7, 2011, the School Corporation was not accounting for these transactions in the 8400 Clearing Account. The result is all student account balances are being posted to the School Lunch Fund.

Clearing Account Number 8400 - Prepaid Food has been established to account for prepaid food. The collections are to be receipted to 8410 with 8420 representing the transfers out of the clearing account and recognition in the appropriate revenue classifications (1611 to 1614 series) in the School Lunch Fund. The transfer should be made periodically and at the end of each month to appropriately classify meals (breakfast, lunch, etc.) when known (charged by student). Subsidiary records by student should be routinely reconciled to the cash balance and at month end. The School Food Prescribed Forms and any approved computerized Forms will be required to be maintained in the following manner to accurately account for prepaid items. (The School Administrator and Compliance Guidelines, Volume 183, page 3)

***OVERDRAWN FUND BALANCE***

The Retirement/Severance Bond Debt Service Fund was overdrawn for the year ended June 30, 2010, by \$71,677.

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)

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SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

Telephone: (317) 232-2513  
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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 NORTH WHITE SCHOOL CORPORATION, WHITE COUNTY, INDIANA

Compliance

We have audited the compliance of the North White School Corporation (School Corporation) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the years ended June 30, 2010 and 2011. 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, 2010 and 2011. The results of our auditing procedures also disclosed other 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 item 2011-02.

Internal Control Over Compliance

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 and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 deficiency in 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 and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying Schedule of Findings and Questioned Costs as item 2011-02. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 the response.

This report is intended solely for the information and use of the School Corporation's management, the School Board, others within the entity, 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

November 23, 2011

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#### SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The Schedule of Expenditures of Federal Awards and accompanying notes presented were approved by management of the School Corporation. The schedule and notes are presented as intended by the School Corporation.

NORTH WHITE SCHOOL CORPORATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Years Ended June 30, 2010 and 2011

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 06-30-10	Total Federal Awards Expended 06-30-11
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 92,684	\$ 93,691
National School Lunch Program	10.555		316,625	307,552
Total for cluster			<u>409,309</u>	<u>401,243</u>
ARRA - Child Nutrition Discretionary Grants Limited Availability	10.579		-	25,323
Total for federal grantor agency			<u>409,309</u>	<u>426,566</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			
FY 2008-09		09-775	57,445	-
FY 2009-10		10-775	219,141	24,969
FY 2010-11		11-775	-	184,810
Total for program			<u>276,586</u>	<u>209,779</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act FY 2009-10	84.389		<u>54,444</u>	<u>48,162</u>
Total for cluster			<u>331,030</u>	<u>257,941</u>
Special Education Cluster				
ARRA - Special Education - Grants to States, Recovery Act	84.391	10-8515	120,558	-
ARRA - Special Education - Preschool Grants, Recovery Act	84.392		4,468	-
Total for Cluster			<u>125,026</u>	<u>-</u>
State Fiscal Stabilization Fund Cluster				
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	84.394	10-8515	<u>768,248</u>	<u>-</u>
Adult Education - Basic Grants to States	84.002		36,326	16,931
			-	30,634
Total for program			<u>36,326</u>	<u>47,565</u>
Migrant Education - State Grant Program	84.011	08/09 RM2 09/10 SY-17 10/11 SY-29	2,189	-
			44,987	3,500
			-	59,626
Total for program			<u>47,176</u>	<u>63,126</u>
Safe and Drug-Free Schools and Communities - State Grants	84.186	09-8515 10-8515	1,137	2,375
			-	87
Total for program			<u>1,137</u>	<u>2,462</u>
English Language Acquisition Grants	84.365	09-8515 10-8515 11-8515	643	-
			16,387	1,163
			-	18,989
Total for program			<u>17,030</u>	<u>20,152</u>
Improving Teacher Quality State Grants	84.367	08-8515 09-8515 10-8515	21,898	-
			25,395	29,385
			-	1,910
Total for program			<u>47,293</u>	<u>31,295</u>
Pass-Through Indiana Department of Workforce Development				
Career and Technical Education - Basic Grants to States	84.048			
FY 09/10		CPR 09	2,000	-
FY 10/11		CPR 10	2,489	-
Total for program			<u>4,489</u>	<u>-</u>
Total for federal grantor agency			<u>1,377,755</u>	<u>422,541</u>
Total federal awards expended			<u>\$ 1,787,064</u>	<u>\$ 849,107</u>

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

NORTH WHITE SCHOOL CORPORATION  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Note 1. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the North White School Corporation (School Corporation) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statement. 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 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.

**Note 2. Noncash Assistance**

The School Corporation expended the following amount of noncash assistance for the years ending June 30, 2010 and 2011. This noncash assistance is also included in the federal expenditures presented in the schedule.

Program Title	Federal CFDA Number	2010	2011
School Breakfast Program	10.553	\$ 6,705	\$ 6,502
National School Lunch Program	10.555	46,610	41,359

NORTH WHITE SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Section I – Summary of Auditor's Results**

Financial Statement:

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	yes
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiencies identified?	yes
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:

\_\_\_\_\_ Name of Federal Program or Cluster \_\_\_\_\_

Title I, Part A Cluster  
State Fiscal Stabilization Fund Cluster

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

Auditee qualified as low-risk auditee? no

**Section II – Financial Statement Findings**

**FINDING 2011-01 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING**

Control activities should be selected and developed at various levels of the school to reduce risks to achievement of financial reporting objectives. 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 material internal control weaknesses:

1. Lack of Segregation of Duties: The School Corporation has not separated incompatible activities related to receipts, disbursements, payroll and cash and investment balances. The failure to establish these controls could enable material misstatements or irregularities to go undetected.

NORTH WHITE SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

2. Preparing Financial Statement: Effective internal controls over financial reporting involve the identification and analysis of the risks of material misstatement to the school's audited financial statement and then determining how those identified risks should be managed. The School Corporation has not identified risks to the preparation of a reliable financial statement and as a result has failed to design effective controls over the preparation of the financial statement to prevent or detect material misstatements, including notes to the financial statement.
3. Monitoring of Controls: Effective internal controls over financial reporting require the School Board to monitor and assess the quality of the School Corporation's system of internal controls. The School Board has not performed either an ongoing or separate evaluation of their system of internal controls. The failure to exercise their oversight responsibility places the School 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 School 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. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

***Section III – Federal Award Findings and Questioned Costs***

***FINDING 2011-02 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING***

Federal Agency: U.S. Department of Education  
Pass-Through: Indiana Department of Education  
Federal Program: State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act  
CFDA Number: 84.394

The financial records for federal funds received as a part of the State Fiscal Stabilization Fund - Education State Grants, Recovery Act program are maintained in the School Corporation's Business Office. Currently, due to the limited personnel in the School Corporation's Business Office the School Corporation has not separated incompatible activities related to all areas of the financial statement. The failure to establish these controls could enable material misstatements to go undetected.

Circular A133, Subpart C, section .300(b) states in part:

"The auditee shall: . . . Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs."

We recommended the School Corporation develop internal control procedures that properly segregate accounting activities in the School Corporation's Business Office.

NORTH WHITE SCHOOL CORPORATION  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.



# NORTH WHITE SCHOOL CORPORATION

Nicholas G. Eccles  
Superintendent

W. Dean Cook  
Director of Transportation/Buildings and Grounds

Michelle Y. Hay  
Educational Administrator

Shellie Ruemler  
Treasurer

---

121 W. State Road 16 – Monon, Indiana 47959 – (219) 253-6618 – Fax (219) 253-6488

## Finding No. 2011-1, INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

Auditee Contact Person: Shellie Ruemler  
Title of Contact Person: Treasurer  
Phone Number: 219-253-6618  
Expected Completion Date: December 31, 2011

### Correction Action Planned:

Lack of Segregation of Duties – Cash and Investment Balances: The treasurer, along with the Superintendent and School Board, will review and verify the information presented on the monthly bank reconciliation. A Bank Reconciliation Report will be prepared each month by the treasurer, reviewed and initialed by the Superintendent and presented within the school board packet for the School Board to review and approve at their next available school board meeting.

## Finding No. 2011-2, INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

Federal Agency: U.S. Department of Education  
Pass-through: Indiana Department of Education  
Federal Program: State Fiscal Stabilization Fund-Education States Grants, Recovery Act  
CFDA Number: 84.394

Auditee Contact Person: Shellie Ruemler  
Title of Contact Person: Treasurer  
Phone Number: 219-253-6618  
Expected Completion Date: December 31, 2011

### Correction Action Planned:

Lack of Segregation of Duties – Cash and Investment Balances: The treasurer, along with the Superintendent and School Board, will review and verify the information presented on the monthly bank reconciliation. A Bank Reconciliation Report will be prepared each month by the treasurer, reviewed and initialed by the Superintendent and presented within the school board packet for the School Board to review and approve at their next available school board meeting.

 11/23/11  
Nick Eccles, Superintendent

 11-23-11  
Shellie Ruemler, Treasurer

NORTH WHITE SCHOOL CORPORATION  
EXIT CONFERENCE

The contents of this report were discussed on November 23, 2011, with Nicholas Eccles, Superintendent of Schools, and Shellie Ruemler, Treasurer.