

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION  
PERRY COUNTY, INDIANA

July 1, 2009 to June 30, 2011



**FILED**

02/15/2012



TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials .....	2
Independent Auditor's Report on the Financial Statement and Supplementary Schedule of Expenditures of Federal Awards .....	3-4
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statement Performed in Accordance With Government Auditing Standards .....	5-6
Financial Statement: Statement of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis .....	8-9
Notes to Financial Statement .....	10-14
Supplementary Information: Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis .....	17-31
Schedule of Capital Assets .....	32
Schedule of Long-Term Debt .....	33
Supplemental Audit of Federal Awards: Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133 .....	36-37
Schedule of Expenditures of Federal Awards .....	40-42
Notes to Schedule of Expenditures of Federal Awards .....	43
Schedule of Findings and Questioned Costs .....	44
Auditee Prepared Schedule: Summary Schedule of Prior Audit Findings .....	45
Exit Conference .....	46

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Sherry Knieriem	07-01-09 to 06-30-12
Superintendent of Schools	Mary Roberson	07-01-09 to 06-30-12
President of the School Board	Larry James	07-01-09 to 06-30-12



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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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 PERRY CENTRAL COMMUNITY  
SCHOOL CORPORATION, PERRY COUNTY, INDIANA

We have audited the accompanying financial statement of the Perry Central Community 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 this 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 January 19, 2012, 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, 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

January 19, 2012



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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 PERRY CENTRAL COMMUNITY  
SCHOOL CORPORATION, PERRY COUNTY, INDIANA

We have audited the financial statement of the Perry Central Community School Corporation (School Corporation), for the years ended June 30, 2010 and 2011, and have issued our report thereon dated January 19, 2012. 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.

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.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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.

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

January 19, 2012

## 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.

PERRY CENTRAL COMMUNITY 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		Other Financing		Cash and Investments		Other Financing		Cash and Investments
	07-01-09	Receipts	Disbursements	Sources (Uses)	06-30-10	Receipts	Disbursements	Sources (Uses)	06-30-11
General	\$ 419,532	\$ 7,477,470	\$ 7,247,198	\$ 24,941	\$ 674,745	\$ 7,417,991	\$ 7,442,286	\$ 55,731	\$ 706,181
Debt Service	338,425	786,747	751,144	(20,747)	353,281	522,014	484,169	(50,000)	341,126
Retirement/Severance Bond Debt Service	18,456	326,322	305,750	(14,056)	24,972	212,019	206,187	-	30,804
Capital Projects	137,313	1,039,775	712,107	(127,779)	337,202	693,888	838,025	-	193,065
School Transportation	131,157	1,155,644	616,476	(129,611)	540,714	811,188	679,183	(110,000)	562,719
School Bus Replacement	4,216	147,342	159,164	105,551	97,945	146,706	-	(142,000)	102,651
Special Education Preschool	47,923	13,750	5,942	-	55,731	-	-	(55,731)	-
Rainy Day	95,000	-	-	103,000	198,000	-	-	302,000	500,000
School Lunch	134,535	676,262	481,267	-	329,530	530,435	498,268	-	361,697
Textbook Rental	156,000	103,129	94,306	-	164,823	109,461	40,699	-	233,585
Levy Excess	24,876	-	-	64,559	89,435	11,826	-	-	101,261
Art Association	48	1,050	592	-	506	-	-	-	506
Daycare	3,069	24,066	24,603	-	2,532	14,232	11,781	-	4,983
PCLA	16,546	15,202	5,572	-	26,176	16,286	12,628	-	29,834
Safe Schools Healthy Students	-	449,000	441,490	-	7,510	-	7,510	-	-
Safe Haven Grant	-	3,511	17,652	-	(14,141)	14,141	-	-	-
Safe Schools Healthy Students	-	-	-	-	-	618,700	618,315	-	385
CFA Mini Grant	636	-	-	-	636	-	437	-	199
The Schergens Grant	(4,005)	6,494	2,145	-	344	-	-	-	344
Community Foundation Alliance	2,287	-	2,285	-	2	-	-	-	2
Walmart Literacy Grant	761	1,249	1,720	-	290	750	516	-	524
Saucony Run For Good Grant	9	-	-	-	9	-	9	-	-
Regional Arts Commission Grant	148	1,959	1,366	-	741	4,117	3,235	-	1,623
Indiana Recycling Grant 09-10	500	500	1,000	-	-	-	-	-	-
Recycling Grant 09-10	11,596	12,597	23,215	-	978	-	-	-	978
Natural Helpers 09-10	-	2,000	1,211	-	789	-	96	-	693
Lights On Grant	3,380	625	3,866	-	139	-	20	-	119
High Ability Grant 08-09	27,423	-	24,402	-	3,021	-	3,021	-	-
High Ability Grant 09-10	-	34,439	18,001	-	16,438	1,099	16,439	-	1,098
High Ability Grant 10-11	-	-	-	-	-	29,596	26,023	-	3,573
Gifted & Talented 2008	1,826	-	-	-	1,826	-	1,826	-	-
Higher Education - On Our Way	257	-	257	-	-	-	-	-	-
GED Testing	7,622	10,254	11,708	-	6,168	11,049	13,563	-	3,654
Continuing Education Evenstart	1,257	6,648	4,689	-	3,216	4,178	716	-	6,678
Adult Education SINE	2,667	11,894	14,449	-	112	360	472	-	-
Perry County Tobacco Cessation Grant	(2,617)	3,953	3,681	-	(2,345)	7,427	4,633	-	449
Py Co Substance Abuse 08-09	358	73	406	-	25	-	-	-	25
Perry County Sub Abuse 09-10	-	8,001	7,556	-	445	-	-	-	445
Perry County Sub Abuse 10-11	-	-	-	-	-	8,269	7,376	-	893
Medicaid Reimbursement	913	5,394	443	-	5,864	8,246	6,552	-	7,558
Donation	18,304	13,579	22,820	-	9,063	19,350	18,094	-	10,319
After School Program	3,688	1,478	1,155	-	4,011	860	973	-	3,898
Parent Outreach Program	6,211	15,117	10,023	-	11,305	11,128	3,099	-	19,334
Youth Service Bureau After School Program	526	8,115	15,512	-	(6,871)	20,435	18,231	-	(4,667)

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

PERRY CENTRAL COMMUNITY 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  
(Continued)

	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
PC Student Activities	968	25	383	-	610	-	294	-	316
Welborn Wellness Grant 08-09	5,561	-	5,486	-	75	-	75	-	-
Welborn Wellness Grant 09-10	-	47,718	40,404	-	7,314	60	7,374	-	-
Welborn Wellness Grant 10-11	-	-	-	-	-	41,148	40,452	-	696
School Technology	-	-	-	-	-	2,877	1,946	-	931
PC Special Tutoring	-	500	277	-	223	-	223	-	-
Alcoa Can't Waste Grant	1,500	-	584	-	916	-	-	-	916
Evenstart 08-09	23,169	-	23,132	-	37	-	-	-	37
Evenstart 09-10	-	113,582	94,273	-	19,309	14,000	33,309	-	-
Evenstart 2010-2011	-	-	-	-	-	105,636	95,293	-	10,343
Title I 2008-2009	2,521	10,000	12,520	-	1	-	-	-	1
Title I 09-10	-	111,512	112,705	-	(1,193)	10,445	9,252	-	-
Title I 2010-2011	-	-	-	-	-	85,015	81,198	-	3,817
Evenstart 07-08	3	-	-	-	3	-	-	-	3
Career Incentive Grant 11-12	-	-	-	-	-	5,900	4,194	-	1,706
Drug Free Schools	264	-	263	-	1	-	-	-	1
Title IV Safe & Drug Free	-	3,311	-	-	3,311	-	-	-	3,311
Team Nutrition Training Grants	-	-	-	-	-	2,500	140	-	2,360
DWD Biomedical Sciences 08-09	-	-	17,829	-	(17,829)	20,000	2,171	-	-
PLTW Bio Med Grant	-	-	-	-	-	15,000	15,000	-	-
Project Lead The Way Perkins	-	50	15,050	-	(15,000)	15,000	-	-	-
USI PLTW Sub Grant 09-10	-	10,000	10,000	-	-	-	-	-	-
PLTW Tech Prep	-	-	-	-	-	-	9,945	-	(9,945)
Medicaid Reimbursement - Federal	1	-	1	-	-	-	-	-	-
21st Century Comm Learning Ctr	-	5,000	462	-	4,538	(5,000)	(462)	-	-
Reduce Alcohol Grant	17,722	150,000	164,739	-	2,983	-	2,983	-	-
Reduce Alcohol Abuse Grant	-	-	-	-	-	180,000	182,909	-	(2,909)
US Forestry Dept Rickenbaugh	25	-	-	-	25	-	-	-	25
21st Century Comm Learning Ctr 10-11	-	-	-	-	-	125,000	125,284	-	(284)
21st Century Grant 2011-2012	-	-	-	-	-	-	1,876	-	(1,876)
Improving Teaching Quality, No Child Left, Title II,	11,809	59,500	48,518	-	22,791	15,377	35,490	-	2,678
Rural Schools Achievement	2,334	-	480	-	1,854	-	239	-	1,615
Title V Part A Innovative Program	734	-	734	-	-	-	-	-	-
Fiscal Stabilization - Education	204,555	224,747	429,302	-	-	-	-	-	-
Title I - Grants to LEAs	-	42,424	40,276	-	2,148	28,276	30,424	-	-
Special Education - Part B	-	216,885	213,983	-	2,902	34,758	37,660	-	-
Special Education - Part B - Preschool	-	7,106	7,013	-	93	1,436	436	-	1,093
Education Jobs	-	-	-	-	-	230,480	177,036	-	53,444
Totals	\$ 1,882,009	\$ 13,365,999	\$ 12,273,587	\$ 5,858	\$ 2,980,279	\$ 12,173,659	\$ 11,859,123	\$ -	\$ 3,294,815

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

PERRY CENTRAL COMMUNITY 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.

PERRY CENTRAL COMMUNITY 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.

PERRY CENTRAL COMMUNITY 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:

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.

PERRY CENTRAL COMMUNITY 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 and 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:

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

*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 Report 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 approved by management of the School Corporation. It is presented as intended by the School Corporation.

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PERRY CENTRAL COMMUNITY 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	School Lunch	Textbook Rental
Cash and investments - beginning	\$ 419,532	\$ 338,425	\$ 18,456	\$ 137,313	\$ 131,157	\$ 4,216	\$ 47,923	\$ 95,000	\$ 134,535	\$ 156,000
Receipts:										
Local sources	159,005	786,747	326,322	1,039,775	1,155,644	147,342	-	-	307,544	82,986
Intermediate sources	2,601	-	-	-	-	-	-	-	-	-
State sources	7,157,114	-	-	-	-	-	13,750	-	-	20,143
Federal sources	158,750	-	-	-	-	-	-	-	368,718	-
Total receipts	7,477,470	786,747	326,322	1,039,775	1,155,644	147,342	13,750	-	676,262	103,129
Disbursements:										
Current:										
Instruction	5,521,281	-	-	-	-	-	5,942	-	-	-
Support services	1,626,771	-	-	499,897	616,476	159,164	-	-	-	94,306
Noninstructional services	14,996	-	-	-	-	-	-	-	481,267	-
Facilities acquisition and construction	-	-	-	212,210	-	-	-	-	-	-
Debt services	-	751,144	305,750	-	-	-	-	-	-	-
Nonprogrammed charges	84,150	-	-	-	-	-	-	-	-	-
Total disbursements	7,247,198	751,144	305,750	712,107	616,476	159,164	5,942	-	481,267	94,306
Excess (deficiency) of receipts over disbursements	230,272	35,603	20,572	327,668	539,168	(11,822)	7,808	-	194,995	8,823
Other financing sources (uses):										
Sale of capital assets	65	-	-	-	-	5,793	-	-	-	-
Transfers in	24,876	-	-	-	-	99,758	-	205,000	-	-
Transfers out	-	(20,747)	(14,056)	(127,779)	(129,611)	-	-	(102,000)	-	-
Total other financing sources (uses)	24,941	(20,747)	(14,056)	(127,779)	(129,611)	105,551	-	103,000	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	255,213	14,856	6,516	199,889	409,557	93,729	7,808	103,000	194,995	8,823
Cash and investments - ending	\$ 674,745	\$ 353,281	\$ 24,972	\$ 337,202	\$ 540,714	\$ 97,945	\$ 55,731	\$ 198,000	\$ 329,530	\$ 164,823

PERRY CENTRAL COMMUNITY 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)

	Levy Excess	Art Association	Daycare	PCLA	Safe Schools Healthy Students	Safe Haven Grant	CFA Mini Grant	The Schergens Grant	Community Foundation Alliance	Walmart Literacy Grant
Cash and investments - beginning	\$ 24,876	\$ 48	\$ 3,069	\$ 16,546	\$ -	\$ -	\$ 636	\$ (4,005)	\$ 2,287	\$ 761
Receipts:										
Local sources	-	1,050	24,066	2,563	-	-	-	6,494	-	1,249
Intermediate sources	-	-	-	-	449,000	-	-	-	-	-
State sources	-	-	-	12,639	-	3,511	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Total receipts	-	1,050	24,066	15,202	449,000	3,511	-	6,494	-	1,249
Disbursements:										
Current:										
Instruction	-	-	-	5,572	-	-	-	-	2,285	1,720
Support services	-	-	-	-	441,490	-	-	2,145	-	-
Noninstructional services	-	592	24,603	-	-	17,652	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	592	24,603	5,572	441,490	17,652	-	2,145	2,285	1,720
Excess (deficiency) of receipts over disbursements	-	458	(537)	9,630	7,510	(14,141)	-	4,349	(2,285)	(471)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	64,559	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	64,559	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	64,559	458	(537)	9,630	7,510	(14,141)	-	4,349	(2,285)	(471)
Cash and investments - ending	\$ 89,435	\$ 506	\$ 2,532	\$ 26,176	\$ 7,510	\$ (14,141)	\$ 636	\$ 344	\$ 2	\$ 290

PERRY CENTRAL COMMUNITY 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)

	Saucony Run For Good Grant	Regional Arts Commission Grant	Indiana Recycling Grant 09-10	Recycling Grant 09-10	Natural Helpers 09-10	Lights On Grant	High Ability Grant 08-09	High Ability Grant 09-10	Gifted & Talented 2008	Higher Education On Our Way
Cash and investments - beginning	\$ 9	\$ 148	\$ 500	\$ 11,596	\$ -	\$ 3,380	\$ 27,423	\$ -	\$ 1,826	\$ 257
Receipts:										
Local sources	-	-	500	12,597	2,000	625	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	1,959	-	-	-	-	-	34,439	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Total receipts	-	1,959	500	12,597	2,000	625	-	34,439	-	-
Disbursements:										
Current:										
Instruction	-	-	1,000	-	-	3,866	24,402	18,001	-	-
Support services	-	-	-	-	1,211	-	-	-	-	257
Noninstructional services	-	1,366	-	23,215	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	1,366	1,000	23,215	1,211	3,866	24,402	18,001	-	257
Excess (deficiency) of receipts over disbursements	-	593	(500)	(10,618)	789	(3,241)	(24,402)	16,438	-	(257)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	593	(500)	(10,618)	789	(3,241)	(24,402)	16,438	-	(257)
Cash and investments - ending	\$ 9	\$ 741	\$ -	\$ 978	\$ 789	\$ 139	\$ 3,021	\$ 16,438	\$ 1,826	\$ -

PERRY CENTRAL COMMUNITY 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)

	GED Testing	Continuing Education Evenstart	Adult Education SINE	Perry County Tobacco Cessation Grant	Py Co Substance Abuse 08-09	Perry County Sub Abuse 09-10	Medicaid Reimbursement	Donation	After School Program	Parent Outreach Program
Cash and investments - beginning	\$ 7,622	\$ 1,257	\$ 2,667	\$ (2,617)	\$ 358	\$ -	\$ 913	\$ 18,304	\$ 3,688	\$ 6,211
Receipts:										
Local sources	10,254	6,648	11,894	3,953	73	8,001	-	13,579	1,478	15,117
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	5,394	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Total receipts	<u>10,254</u>	<u>6,648</u>	<u>11,894</u>	<u>3,953</u>	<u>73</u>	<u>8,001</u>	<u>5,394</u>	<u>13,579</u>	<u>1,478</u>	<u>15,117</u>
Disbursements:										
Current:										
Instruction	11,708	4,689	14,449	3,681	406	7,556	443	7,952	1,155	-
Support services	-	-	-	-	-	-	-	8,599	-	-
Noninstructional services	-	-	-	-	-	-	-	1,877	-	10,023
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	4,392	-	-
Total disbursements	<u>11,708</u>	<u>4,689</u>	<u>14,449</u>	<u>3,681</u>	<u>406</u>	<u>7,556</u>	<u>443</u>	<u>22,820</u>	<u>1,155</u>	<u>10,023</u>
Excess (deficiency) of receipts over disbursements	<u>(1,454)</u>	<u>1,959</u>	<u>(2,555)</u>	<u>272</u>	<u>(333)</u>	<u>445</u>	<u>4,951</u>	<u>(9,241)</u>	<u>323</u>	<u>5,094</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>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(1,454)</u>	<u>1,959</u>	<u>(2,555)</u>	<u>272</u>	<u>(333)</u>	<u>445</u>	<u>4,951</u>	<u>(9,241)</u>	<u>323</u>	<u>5,094</u>
Cash and investments - ending	<u>\$ 6,168</u>	<u>\$ 3,216</u>	<u>\$ 112</u>	<u>\$ (2,345)</u>	<u>\$ 25</u>	<u>\$ 445</u>	<u>\$ 5,864</u>	<u>\$ 9,063</u>	<u>\$ 4,011</u>	<u>\$ 11,305</u>

PERRY CENTRAL COMMUNITY 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)

	Youth Service Bureau After School Program	PC Student Activities	Welborn Wellness Grant 08-09	Welborn Wellness Grant 09-10	PC Special Tutoring	Alcoa Can't Waste Grant	Evenstart 08-09	Evenstart 09-10	Title I 2008-2009	Title I 09-10
Cash and investments - beginning	\$ 526	\$ 968	\$ 5,561	\$ -	\$ -	\$ 1,500	\$ 23,169	\$ -	\$ 2,521	\$ -
Receipts:										
Local sources	8,115	25	-	-	500	-	-	-	-	-
Intermediate sources	-	-	-	47,718	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	113,582	10,000	111,512
Total receipts	8,115	25	-	47,718	500	-	-	113,582	10,000	111,512
Disbursements:										
Current:										
Instruction	15,512	383	-	-	277	-	21,394	80,724	12,224	109,798
Support services	-	-	-	-	-	584	-	2,000	296	2,535
Noninstructional services	-	-	5,486	40,404	-	-	1,738	11,549	-	372
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	15,512	383	5,486	40,404	277	584	23,132	94,273	12,520	112,705
Excess (deficiency) of receipts over disbursements	(7,397)	(358)	(5,486)	7,314	223	(584)	(23,132)	19,309	(2,520)	(1,193)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(7,397)	(358)	(5,486)	7,314	223	(584)	(23,132)	19,309	(2,520)	(1,193)
Cash and investments - ending	\$ (6,871)	\$ 610	\$ 75	\$ 7,314	\$ 223	\$ 916	\$ 37	\$ 19,309	\$ 1	\$ (1,193)

PERRY CENTRAL COMMUNITY 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)

	Evenstart 07-08	Drug Free Schools	Title IV Safe & Drug Free	DWD Biomedical Sciences 08-09	Project Lead The Way Perkins	USI PLTW Sub Grant 09-10	Medicaid Reimbursement Federal	21st Century Comm Learning Ctr	Reduce Alcohol Grant
Cash and investments - beginning	\$ 3	\$ 264	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ -	\$ 17,722
Receipts:									
Local sources	-	-	-	-	50	10,000	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	150,000
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	3,311	-	-	-	-	5,000	-
Total receipts	-	-	3,311	-	50	10,000	-	5,000	150,000
Disbursements:									
Current:									
Instruction	-	263	-	15,354	12,800	10,000	-	-	1,792
Support services	-	-	-	2,475	2,250	-	1	312	162,947
Noninstructional services	-	-	-	-	-	-	-	150	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	263	-	17,829	15,050	10,000	1	462	164,739
Excess (deficiency) of receipts over disbursements	-	(263)	3,311	(17,829)	(15,000)	-	(1)	4,538	(14,739)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(263)	3,311	(17,829)	(15,000)	-	(1)	4,538	(14,739)
Cash and investments - ending	\$ 3	\$ 1	\$ 3,311	\$ (17,829)	\$ (15,000)	\$ -	\$ -	\$ 4,538	\$ 2,983

PERRY CENTRAL COMMUNITY 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)

	US Forestry Dept Rickenbaugh	Improving Teaching Quality No Child Left Title II, Part A	Rural Schools Achievement	Title V Part A Innovative Program	Fiscal Stabilization Education	Title I Grants to LEAs	Special Education Part B	Special Education Part B Preschool	Totals
Cash and investments - beginning	\$ 25	\$ 11,809	\$ 2,334	\$ 734	\$ 204,555	\$ -	\$ -	\$ -	\$ 1,882,009
Receipts:									
Local sources	-	-	-	-	-	-	-	-	4,146,196
Intermediate sources	-	-	-	-	-	-	-	-	649,319
State sources	-	-	-	-	-	-	-	-	7,248,949
Federal sources	-	59,500	-	-	224,747	42,424	216,885	7,106	1,321,535
Total receipts	-	59,500	-	-	224,747	42,424	216,885	7,106	13,365,999
Disbursements:									
Current:									
Instruction	-	48,518	-	-	291,440	36,802	213,983	7,013	6,514,385
Support services	-	-	480	734	134,086	3,474	-	-	3,762,490
Noninstructional services	-	-	-	-	347	-	-	-	635,637
Facilities acquisition and construction	-	-	-	-	-	-	-	-	212,210
Debt services	-	-	-	-	-	-	-	-	1,056,894
Nonprogrammed charges	-	-	-	-	3,429	-	-	-	91,971
Total disbursements	-	48,518	480	734	429,302	40,276	213,983	7,013	12,273,587
Excess (deficiency) of receipts over disbursements	-	10,982	(480)	(734)	(204,555)	2,148	2,902	93	1,092,412
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	5,858
Transfers in	-	-	-	-	-	-	-	-	394,193
Transfers out	-	-	-	-	-	-	-	-	(394,193)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	5,858
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	10,982	(480)	(734)	(204,555)	2,148	2,902	93	1,098,270
Cash and investments - ending	\$ 25	\$ 22,791	\$ 1,854	\$ -	\$ -	\$ 2,148	\$ 2,902	\$ 93	\$ 2,980,279

PERRY CENTRAL COMMUNITY 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	Special Education Preschool	Rainy Day	School Lunch	Textbook Rental
Cash and investments - beginning	\$ 674,745	\$ 353,281	\$ 24,972	\$ 337,202	\$ 540,714	\$ 97,945	\$ 55,731	\$ 198,000	\$ 329,530	\$ 164,823
Receipts:										
Local sources	131,551	522,014	212,019	693,888	811,188	146,706	-	-	297,706	85,827
Intermediate sources	248	-	-	-	-	-	-	-	-	-
State sources	7,176,034	-	-	-	-	-	-	-	7,761	23,634
Federal sources	110,158	-	-	-	-	-	-	-	224,968	-
Total receipts	<u>7,417,991</u>	<u>522,014</u>	<u>212,019</u>	<u>693,888</u>	<u>811,188</u>	<u>146,706</u>	<u>-</u>	<u>-</u>	<u>530,435</u>	<u>109,461</u>
Disbursements:										
Current:										
Instruction	5,733,375	-	-	-	-	-	-	-	-	-
Support services	1,594,152	-	-	531,824	679,183	-	-	-	-	40,699
Noninstructional services	33,090	-	-	-	-	-	-	-	498,268	-
Facilities acquisition and construction	-	-	-	306,201	-	-	-	-	-	-
Debt services	-	484,169	206,187	-	-	-	-	-	-	-
Nonprogrammed charges	81,669	-	-	-	-	-	-	-	-	-
Total disbursements	<u>7,442,286</u>	<u>484,169</u>	<u>206,187</u>	<u>838,025</u>	<u>679,183</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>498,268</u>	<u>40,699</u>
Excess (deficiency) of receipts over disbursements	<u>(24,295)</u>	<u>37,845</u>	<u>5,832</u>	<u>(144,137)</u>	<u>132,005</u>	<u>146,706</u>	<u>-</u>	<u>-</u>	<u>32,167</u>	<u>68,762</u>
Other financing sources (uses):										
Transfers in	55,731	-	-	-	-	-	-	302,000	-	-
Transfers out	-	(50,000)	-	-	(110,000)	(142,000)	(55,731)	-	-	-
Total other financing sources (uses)	<u>55,731</u>	<u>(50,000)</u>	<u>-</u>	<u>-</u>	<u>(110,000)</u>	<u>(142,000)</u>	<u>(55,731)</u>	<u>302,000</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>31,436</u>	<u>(12,155)</u>	<u>5,832</u>	<u>(144,137)</u>	<u>22,005</u>	<u>4,706</u>	<u>(55,731)</u>	<u>302,000</u>	<u>32,167</u>	<u>68,762</u>
Cash and investments - ending	<u>\$ 706,181</u>	<u>\$ 341,126</u>	<u>\$ 30,804</u>	<u>\$ 193,065</u>	<u>\$ 562,719</u>	<u>\$ 102,651</u>	<u>\$ -</u>	<u>\$ 500,000</u>	<u>\$ 361,697</u>	<u>\$ 233,585</u>

PERRY CENTRAL COMMUNITY 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)

	Levy Excess	Art Association	Daycare	PCLA	Safe Schools Healthy Students	Safe Haven Grant	Safe Schools Healthy Students	CFA Mini Grant	The Schergens Grant	Community Foundation Alliance
Cash and investments - beginning	\$ 89,435	\$ 506	\$ 2,532	\$ 26,176	\$ 7,510	\$ (14,141)	\$ -	\$ 636	\$ 344	\$ 2
Receipts:										
Local sources	11,826	-	14,232	4,342	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	618,700	-	-	-
State sources	-	-	-	11,944	-	14,141	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Total receipts	<u>11,826</u>	<u>-</u>	<u>14,232</u>	<u>16,286</u>	<u>-</u>	<u>14,141</u>	<u>618,700</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:										
Current:										
Instruction	-	-	-	12,628	-	-	-	437	-	-
Support services	-	-	-	-	7,510	-	618,315	-	-	-
Noninstructional services	-	-	11,781	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>11,781</u>	<u>12,628</u>	<u>7,510</u>	<u>-</u>	<u>618,315</u>	<u>437</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>11,826</u>	<u>-</u>	<u>2,451</u>	<u>3,658</u>	<u>(7,510)</u>	<u>14,141</u>	<u>385</u>	<u>(437)</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):										
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>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>11,826</u>	<u>-</u>	<u>2,451</u>	<u>3,658</u>	<u>(7,510)</u>	<u>14,141</u>	<u>385</u>	<u>(437)</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 101,261</u>	<u>\$ 506</u>	<u>\$ 4,983</u>	<u>\$ 29,834</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 385</u>	<u>\$ 199</u>	<u>\$ 344</u>	<u>\$ 2</u>

PERRY CENTRAL COMMUNITY 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)

	Walmart Literacy Grant	Saucony Run For Good Grant	Regional Arts Commission Grant	Recycling Grant 09-10	Natural Helpers 09-10	Lights On Grant	High Ability Grant 08-09	High Ability Grant 09-10	High Ability Grant 2010-2011	Gifted & Talented 2008
Cash and investments - beginning	\$ 290	\$ 9	\$ 741	\$ 978	\$ 789	\$ 139	\$ 3,021	\$ 16,438	\$ -	\$ 1,826
Receipts:										
Local sources	750	-	1,691	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	2,426	-	-	-	-	1,099	29,596	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Total receipts	750	-	4,117	-	-	-	-	1,099	29,596	-
Disbursements:										
Current:										
Instruction	516	-	-	-	-	20	3,021	16,439	26,023	1,826
Support services	-	-	-	-	96	-	-	-	-	-
Noninstructional services	-	9	3,235	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	516	9	3,235	-	96	20	3,021	16,439	26,023	1,826
Excess (deficiency) of receipts over disbursements	234	(9)	882	-	(96)	(20)	(3,021)	(15,340)	3,573	(1,826)
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	234	(9)	882	-	(96)	(20)	(3,021)	(15,340)	3,573	(1,826)
Cash and investments - ending	\$ 524	\$ -	\$ 1,623	\$ 978	\$ 693	\$ 119	\$ -	\$ 1,098	\$ 3,573	\$ -

PERRY CENTRAL COMMUNITY 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)

	GED Testing	Continuing Education Evenstart	Adult Education SINE	Perry County Tobacco Cessation Grant	Py Co Substance Abuse 08-09	Perry County Sub Abuse 09-10	Perry County Sub Abuse 10-11	Medicaid Reimbursement	Donation	After School Program
Cash and investments - beginning	\$ 6,168	\$ 3,216	\$ 112	\$ (2,345)	\$ 25	\$ 445	\$ -	\$ 5,864	\$ 9,063	\$ 4,011
Receipts:										
Local sources	11,049	4,178	360	7,427	-	-	8,269	-	19,350	860
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	8,246	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Total receipts	<u>11,049</u>	<u>4,178</u>	<u>360</u>	<u>7,427</u>	<u>-</u>	<u>-</u>	<u>8,269</u>	<u>8,246</u>	<u>19,350</u>	<u>860</u>
Disbursements:										
Current:										
Instruction	13,563	716	472	4,633	-	-	7,376	6,552	11,199	973
Support services	-	-	-	-	-	-	-	-	3,517	-
Noninstructional services	-	-	-	-	-	-	-	-	3,245	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	133	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>13,563</u>	<u>716</u>	<u>472</u>	<u>4,633</u>	<u>-</u>	<u>-</u>	<u>7,376</u>	<u>6,552</u>	<u>18,094</u>	<u>973</u>
Excess (deficiency) of receipts over disbursements	<u>(2,514)</u>	<u>3,462</u>	<u>(112)</u>	<u>2,794</u>	<u>-</u>	<u>-</u>	<u>893</u>	<u>1,694</u>	<u>1,256</u>	<u>(113)</u>
Other financing sources (uses):										
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>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(2,514)</u>	<u>3,462</u>	<u>(112)</u>	<u>2,794</u>	<u>-</u>	<u>-</u>	<u>893</u>	<u>1,694</u>	<u>1,256</u>	<u>(113)</u>
Cash and investments - ending	<u>\$ 3,654</u>	<u>\$ 6,678</u>	<u>\$ -</u>	<u>\$ 449</u>	<u>\$ 25</u>	<u>\$ 445</u>	<u>\$ 893</u>	<u>\$ 7,558</u>	<u>\$ 10,319</u>	<u>\$ 3,898</u>

PERRY CENTRAL COMMUNITY 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)

	Parent Outreach Program	Youth Service Bureau After School Program	PC Student Activities	Welborn Wellness Grant 08-09	Welborn Wellness Grant 09-10	Welborn Wellness Grant 10-11	School Technology	PC Special Tutoring	Alcoa Can't Waste Grant	Evenstart 08-09
Cash and investments - beginning	\$ 11,305	\$ (6,871)	\$ 610	\$ 75	\$ 7,314	\$ -	\$ -	\$ 223	\$ 916	\$ 37
Receipts:										
Local sources	11,128	20,435	-	-	60	-	-	-	-	-
Intermediate sources	-	-	-	-	-	41,148	-	-	-	-
State sources	-	-	-	-	-	-	2,877	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Total receipts	11,128	20,435	-	-	60	41,148	2,877	-	-	-
Disbursements:										
Current:										
Instruction	-	18,231	294	-	-	-	-	223	-	-
Support services	-	-	-	-	-	-	1,946	-	-	-
Noninstructional services	3,099	-	-	75	7,374	40,452	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	3,099	18,231	294	75	7,374	40,452	1,946	223	-	-
Excess (deficiency) of receipts over disbursements	8,029	2,204	(294)	(75)	(7,314)	696	931	(223)	-	-
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	8,029	2,204	(294)	(75)	(7,314)	696	931	(223)	-	-
Cash and investments - ending	\$ 19,334	\$ (4,667)	\$ 316	\$ -	\$ -	\$ 696	\$ 931	\$ -	\$ 916	\$ 37

PERRY CENTRAL COMMUNITY 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)

	Evenstart 09-10	Evenstart 2010-2011	Title I 2008-2009	Title I 09-10	Title I 2010-2011	Evenstart 07-08	Career Incentive Grant 11-12	Drug Free Schools	Title IV Safe & Drug Free
Cash and investments - beginning	\$ 19,309	\$ -	\$ 1	\$ (1,193)	\$ -	\$ 3	\$ -	\$ 1	\$ 3,311
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	14,000	105,636	-	10,445	85,015	-	5,900	-	-
Total receipts	14,000	105,636	-	10,445	85,015	-	5,900	-	-
Disbursements:									
Current:									
Instruction	30,427	80,129	-	9,252	81,198	-	4,194	-	-
Support services	-	2,000	-	-	-	-	-	-	-
Noninstructional services	2,882	13,164	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	33,309	95,293	-	9,252	81,198	-	4,194	-	-
Excess (deficiency) of receipts over disbursements	(19,309)	10,343	-	1,193	3,817	-	1,706	-	-
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	(19,309)	10,343	-	1,193	3,817	-	1,706	-	-
Cash and investments - ending	\$ -	\$ 10,343	\$ 1	\$ -	\$ 3,817	\$ 3	\$ 1,706	\$ 1	\$ 3,311

PERRY CENTRAL COMMUNITY 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)

	Team Nutrition Training Grants	DWD Biomedical Sciences 08-09	PLTW Bio Med Grant	Project Lead The Way Perkins	PLTW Tech Prep	21st Century Comm Learning Ctr	Reduce Alcohol Grant	Reduce Alcohol Abuse Grant	US Forestry Dept Rickenbaugh
Cash and investments - beginning	\$ -	\$ (17,829)	\$ -	\$ (15,000)	\$ -	\$ 4,538	\$ 2,983	\$ -	\$ 25
Receipts:									
Local sources	-	-	-	15,000	-	-	-	-	-
Intermediate sources	-	20,000	15,000	-	-	-	-	180,000	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	2,500	-	-	-	-	(5,000)	-	-	-
Total receipts	2,500	20,000	15,000	15,000	-	(5,000)	-	180,000	-
Disbursements:									
Current:									
Instruction	-	2,171	15,000	-	9,945	-	-	9,317	-
Support services	-	-	-	-	-	(312)	2,983	173,592	-
Noninstructional services	140	-	-	-	-	(150)	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	140	2,171	15,000	-	9,945	(462)	2,983	182,909	-
Excess (deficiency) of receipts over disbursements	2,360	17,829	-	15,000	(9,945)	(4,538)	(2,983)	(2,909)	-
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	2,360	17,829	-	15,000	(9,945)	(4,538)	(2,983)	(2,909)	-
Cash and investments - ending	\$ 2,360	\$ -	\$ -	\$ -	\$ (9,945)	\$ -	\$ -	\$ (2,909)	\$ 25

PERRY CENTRAL COMMUNITY 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)

	21st Century Comm Learning Ctr 10-11	21st Century Grant 2011-2012	Improving Teaching Quality No Child Left Title II, Part A	Rural Schools Achievement	Title I Grants to LEAs	Special Education Part B	Special Education Part B Preschool	Education Jobs	Totals
Cash and investments - beginning	\$ -	\$ -	\$ 22,791	\$ 1,854	\$ 2,148	\$ 2,902	\$ 93	\$ -	\$ 2,980,279
Receipts:									
Local sources	-	-	-	-	-	-	-	-	3,031,856
Intermediate sources	-	-	-	-	-	-	-	-	875,096
State sources	-	-	-	-	-	-	-	-	7,277,758
Federal sources	125,000	-	15,377	-	28,276	34,758	1,436	230,480	988,949
Total receipts	125,000	-	15,377	-	28,276	34,758	1,436	230,480	12,173,659
Disbursements:									
Current:									
Instruction	-	-	35,490	-	7,583	37,660	436	177,036	6,358,355
Support services	13,633	-	-	239	22,841	-	-	-	3,692,218
Noninstructional services	111,651	1,876	-	-	-	-	-	-	730,191
Facilities acquisition and construction	-	-	-	-	-	-	-	-	306,334
Debt services	-	-	-	-	-	-	-	-	690,356
Nonprogrammed charges	-	-	-	-	-	-	-	-	81,669
Total disbursements	125,284	1,876	35,490	239	30,424	37,660	436	177,036	11,859,123
Excess (deficiency) of receipts over disbursements	(284)	(1,876)	(20,113)	(239)	(2,148)	(2,902)	1,000	53,444	314,536
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	357,731
Transfers out	-	-	-	-	-	-	-	-	(357,731)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(284)	(1,876)	(20,113)	(239)	(2,148)	(2,902)	1,000	53,444	314,536
Cash and investments - ending	\$ (284)	\$ (1,876)	\$ 2,678	\$ 1,615	\$ -	\$ -	\$ 1,093	\$ 53,444	\$ 3,294,815

PERRY CENTRAL COMMUNITY 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>Ending Balance</u>
Capital assets, not being depreciated:	
Land	\$ 82,000
Buildings	18,768,121
Improvements other than buildings	20,000
Machinery and equipment	300,076
Transportation equipment	<u>1,780,601</u>
 Total capital assets not being depreciated	 <u><u>\$ 20,950,798</u></u>

PERRY CENTRAL COMMUNITY 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:		
Notes and loans payable:		
Common School Loan	\$ 3,982,500	\$ 470,894
Capital lease:		
Computer Equipment	169,689	88,589
Bonds payable:		
General obligation bonds:		
Pension bonds	<u>1,940,000</u>	<u>204,618</u>
Total governmental activities debt	<u>\$ 6,092,189</u>	<u>\$ 764,101</u>

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SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
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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 PERRY CENTRAL COMMUNITY  
SCHOOL CORPORATION, PERRY COUNTY, INDIANA

Compliance

We have audited the compliance of the Perry Central Community 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.

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.

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

January 19, 2012

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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.

PERRY CENTRAL COMMUNITY 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>U.S. DEPARTMENT OF AGRICULTURE</u></b>				
Pass-Through Indiana Department of Education Child Nutrition Cluster School Breakfast Program	10.553	FY 09/10 FY 10/11	\$ 38,132 -	\$ - 42,494
Total for program			<u>38,132</u>	<u>42,494</u>
National School Lunch Program	10.555	FY 09/10 FY 10/11	220,389 -	- 226,264
Total for program			<u>220,389</u>	<u>226,264</u>
Total for cluster			<u>258,521</u>	<u>268,758</u>
Team Nutrition Grants	10.574	EDS #A58-1-115F-010	-	140
Total for federal grantor agency			<u>258,521</u>	<u>268,898</u>
<b><u>U.S. DEPARTMENT OF LABOR</u></b>				
Pass-Through University of Southern Indiana WIA Pilots, Demonstrations, and Research Projects Project Lead the Way	17.261	FY 09/10	10,000	-
<b><u>U.S. DEPARTMENT OF EDUCATION</u></b>				
Direct Grant Impact Aid	84.041	FY 09/10 FY 10/11	158,750 -	- 110,158
Total for program			<u>158,750</u>	<u>110,158</u>
Direct Grant Safe and Drug-Free Schools and Communities - National Programs Grants to Reduce Alcohol Abuse Safe Schools/Healthy Students	84.184A 84.184L	Q184A080269-09 Q184L090440-09 Q184L090440-10	164,739 441,490 -	185,892 7,510 618,315
Total for program			<u>606,229</u>	<u>811,717</u>
Direct Grant Twenty-First Century Community Learning Centers	84.287	FY 09/10 FY 10/11	462 -	124,822 1,876
Total for program			<u>462</u>	<u>126,698</u>
Pass-Through Indiana Department of Education Title I, Part A Cluster Title I Grants to Local Educational Agencies	84.010	SY 08-09 SY 09-10 SY 10-11	12,520 112,705 -	- 9,252 81,198
Total for program			<u>125,225</u>	<u>90,450</u>

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

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Years Ended June 30, 2010 and 2011  
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-10	Total Federal Awards Expended 06-30-11
<b>U.S. DEPARTMENT OF EDUCATION (continued)</b>				
Pass-Through Indiana Department of Education (continued)				
Title I, Part A Cluster (continued)				
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389	6325	40,276	30,424
Total for cluster			165,501	120,874
Pass-Through Greater Jasper Consolidated Schools Special Education Cluster				
ARRA - Special Education - Grants to States, Recovery Act	84.391	6325	213,983	37,660
ARRA - Special Education - Preschool Grants, Recovery Act	84.392	6325	7,013	436
Total for cluster			220,996	38,096
Pass-Through Indiana Department of Education State Fiscal Stabilization Fund Cluster				
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	84.394	6325	429,302	-
Pass-Through Indiana Department of Workforce Development Career and Technical Education - Basic Grants to States				
	84.048	SPL BIO 9-125	17,829	2,171
Pass-Through Southwest Dubois County School Corporation Career and Technical Education - Basic Grants to States				
	84.048	EDS #A58-1-11CI-267	-	4,194
Total for program			17,829	6,365
Pass-Through Indiana Department of Education Safe and Drug-Free Schools and Communities - State Grants				
	84.186	FY 08-09	263	-
Even Start - State Educational Agencies				
	84.213	FY 08-09	23,132	-
		FY 09/10	94,273	33,309
		FY 10/11	-	95,293
Total for program			117,405	128,602
Pass-Through Indiana Department of Workforce Development Tech-Prep Education				
Project Lead the Way	84.243	PLTW-8-125	15,000	-
Project Lead the Way		FY 10-11	-	9,945
Bio-Med		FY 10-11	-	15,000
Total for program			15,000	24,945
Pass-Through Indiana Department of Education State Grants for Innovative Programs				
	84.298	05-250	734	-
		06-6325	480	239
Total for program			1,214	239

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

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For The Years Ended June 30, 2010 and 2011  
 (Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-10	Total Federal Awards Expended 06-30-11
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Indiana Department of Education (continued) Improving Teacher Quality State Grants	84.367	10-6325	48,518	35,490
ARRA - Education Jobs Fund	84.410	6325	-	177,036
Total for federal grantor agency			1,781,469	1,580,220
Total federal awards expended			<u>\$ 2,049,990</u>	<u>\$ 1,849,118</u>

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

PERRY CENTRAL COMMUNITY 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 Perry Central Community 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	2010	2011
Child Nutrition Cluster	\$ 41,938	\$ 43,790

PERRY CENTRAL COMMUNITY 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?	no
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiency identified?	none reported
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	no

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.184	Child Nutrition Cluster Safe and Drug-Free Schools and Communities – National Programs Special Education 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? yes

**Section II – Financial Statement Findings**

No matters are reportable.

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

No matters are reportable.

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

PERRY CENTRAL COMMUNITY SCHOOL CORPORATION  
EXIT CONFERENCE

The contents of this report were discussed on January 19, 2012, with Sherry Knieriem, Treasurer, and Mary Roberson, Superintendent of Schools. Our audit disclosed no material items that warrant comment at this time.

Separate telephone exit conferences were held with Larry James, President of the School Board, and School Board members Earla Williams, Kevin Etienne, Tim Edwards, and Joe Flamion.