

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

WESTERN BOONE COUNTY COMMUNITY
SCHOOL CORPORATION
BOONE COUNTY, INDIANA

July 1, 2009 to June 30, 2011



FILED
03/01/2012

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	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	16-29
Schedule of Capital Assets.....	30
Schedule of Long-Term Debt	31
Audit Result and Comment: Technology Fee.....	32
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.....	34-35
Schedule of Expenditures of Federal Awards	38
Notes to Schedule of Expenditures of Federal Awards.....	39
Schedule of Findings and Questioned Costs	40
Auditee Prepared Schedule: Summary Schedule of Prior Audit Findings	41
Exit Conference.....	42
Official Response	43

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Vivian Norman	07-01-09 to 06-30-12
Superintendent of Schools	Dr. Judi Hendrix	07-01-09 to 06-30-12
President of the School Board	Jane Faggetti	07-01-09 to 06-30-12



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
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

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

TO: THE OFFICIALS OF THE WESTERN BOONE COUNTY COMMUNITY
SCHOOL CORPORATION, BOONE COUNTY, INDIANA

We have audited the accompanying financial statement of the Western Boone County 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 25, 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.

The School Corporation's response to the Audit Result and Comment identified in our audit is described in the accompanying section of the report entitled Official Response. 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, 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 25, 2012



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
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

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 WESTERN BOONE COUNTY COMMUNITY
SCHOOL CORPORATION, BOONE COUNTY, INDIANA

We have audited the financial statement of the Western Boone County Community School Corporation (School Corporation), for the years ended June 30, 2010 and 2011, and have issued our report thereon dated January 25, 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 25, 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.

φ

(This page intentionally left blank.)

WESTERN BOONE COUNTY 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 07-01-09		Other Financing Sources (Uses)		Cash and Investments 06-30-10		Other Financing Sources (Uses)		Cash and Investments 06-30-11
	Receipts	Disbursements	Receipts	Disbursements	Receipts	Disbursements	Receipts	Disbursements	
General	\$ 1,047,444	\$ 10,490,193	\$ 9,869,316	\$ 74,497	\$ 1,742,818	\$ 10,595,873	\$ 10,529,152	\$ 68,792	\$ 1,878,331
Debt Service	68,055	3,670,403	1,840,420	(1,602)	1,896,436	3,221,779	3,151,125	-	1,967,090
Capital Projects	-	2,013,563	1,176,296	(432,379)	404,888	1,294,667	1,092,453	(5,000)	602,102
School Transportation	-	1,840,010	1,086,389	(70,129)	683,492	1,126,264	1,020,071	(150,000)	639,685
School Bus Replacement	-	835,965	191,236	(178,986)	465,743	414,438	358,435	(160,997)	360,749
Special Education Preschool	57,195	59,179	41,877	(74,497)	-	-	-	-	-
Rainy Day	-	-	-	192,300	192,300	-	-	295,000	487,300
Construction	439	1,540	1,357	-	622	141,821	141,821	-	622
School Lunch	-	840,034	800,701	291,387	330,720	816,358	737,619	(10,000)	399,459
Textbook Rental	59,824	174,003	173,026	1,602	62,403	173,173	157,172	(10,000)	68,404
Levy Excess	-	-	-	-	-	-	18,151	-	18,151
SAFE School Haven	-	20,001	20,001	-	-	25,000	22,655	-	2,345
Community Foundation Western Boone	-	300	240	-	60	-	60	-	-
Community Foundation Thorntown Art	-	268	261	-	7	-	7	-	-
Donation Tompkins	-	-	-	-	-	5,000	1,000	-	4,000
Lilly Grant Preschool	8,966	-	178,978	197,807	27,795	-	-	(27,795)	-
Foundation Grant GW Juillerat	41	-	41	-	-	-	-	-	-
Foundation Grant Granville Wells	229	-	229	-	-	-	-	-	-
Western Boone Education Foundation	101,744	33,530	22,092	-	113,182	29,024	24,941	-	117,265
Foundation Grant Western Boone	185	-	185	-	-	-	-	-	-
Gifted and Talented	-	33,347	29,009	-	4,338	-	4,338	-	-
Radio and TV Program	8,446	12,260	19,701	-	1,005	8,245	4,424	-	4,826
Professional Development	665	-	184	-	481	-	268	-	213
Adult and Continuing Education	43,070	14,241	15,291	-	42,020	16,726	19,688	-	39,058
Early Childhood Intervention (First Steps)	-	-	-	-	-	32,847	32,847	-	-
Medicaid Reimbursement	1,149	-	-	-	1,149	-	971	-	178
Non-English Speaking Programs P.L. 273-1999	568	-	-	-	568	-	-	-	568
School Technology	-	-	-	-	-	28,621	14,986	-	13,635
Reading A to Z Grant	-	500	-	-	500	95	595	-	-
Community Action Grant	-	25,000	-	-	25,000	25,001	42,508	-	7,493
Community Arts Granville Wells	-	-	-	-	-	188	188	-	-
Synergy Leadership Grant	-	-	-	-	-	2,441	547	-	1,894
Earthy Athletes	-	-	-	-	-	333	266	-	67
Project Lead the Way	2,154	24,184	26,338	-	-	2,493	2,493	-	-
Lilly Grant Western Boone	105	466	570	-	1	-	1	-	-
Kiwanis Club CPR	500	-	-	-	500	-	-	-	500
Foundation Grant WeBo Med	-	1,252	1,247	-	5	-	5	-	-
CYA Grant Western Boone	795	1,546	425	-	1,916	1,104	777	-	2,243
Bear Grant Technology	9,205	22,098	11,218	-	20,085	6,784	26,869	-	-
Strategic Planning Grant	713	3,000	198	-	3,515	10,000	4,911	-	8,604
Wellness Program	1,378	2,701	2,949	-	1,130	2,170	2,488	-	812
Smart Resolutions	44,737	24,974	28,292	-	41,419	6,111	20,205	-	27,325
Title I	15,082	144,947	137,447	-	22,582	105,013	127,595	-	-
Title V Innovative Programs	4,448	-	4,448	-	-	-	-	-	-
Drug-Free Schools Grant	3,087	4,913	8,000	-	-	-	-	-	-
Tech Prep Grant	-	-	-	-	-	14,162	14,162	-	-
School to Work Development Act	1,079	-	1,079	-	-	-	-	-	-
Improving Teaching Quality, No Child Left, Title II, Part A	39,489	53,545	83,770	-	9,264	48,486	57,750	-	-
Title III, Language Instruction	1,726	-	-	-	1,726	-	62	-	1,664
Fiscal Stabilization - Education	861,418	373,047	1,234,465	-	-	-	-	-	-
Title I - Grants to LEAs	15,844	76,000	91,844	-	-	-	-	-	-
Special Education - Part B	-	290,204	290,204	-	-	110,835	110,835	-	-
Special Education - Part B - Preschool	-	15,303	15,303	-	-	-	-	-	-
Education Jobs	-	-	-	-	-	75,901	75,901	-	-
Payroll	47,098	2,877,750	2,868,125	-	56,723	2,747,910	2,716,890	-	87,743
Totals	\$ 2,446,878	\$ 23,980,267	\$ 20,272,752	\$ -	\$ 6,154,393	\$ 21,107,014	\$ 20,519,081	\$ -	\$ 6,742,326

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

WESTERN BOONE COUNTY 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.

WESTERN BOONE COUNTY 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.

WESTERN BOONE COUNTY 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:

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.

WESTERN BOONE COUNTY 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

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:

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

The School Corporation also contributes to an additional pension plan unique to the School Corporation. Information regarding these plans may be obtained from the School Corporation.

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.

WESTERN BOONE COUNTY 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	Capital Projects	School Transportation	School Bus Replacement	Special Education Preschool	Rainy Day	Construction
Cash and investments - beginning	\$ 1,047,444	\$ 68,055	\$ -	\$ -	\$ -	\$ 57,195	\$ -	\$ 439
Receipts:								
Local sources	450,973	3,670,403	2,008,002	1,834,299	835,965	30,304	-	-
Intermediate sources	589	-	-	-	-	-	-	-
State sources	10,028,024	-	-	-	-	28,875	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	10,607	-	5,561	5,711	-	-	-	1,540
Total receipts	<u>10,490,193</u>	<u>3,670,403</u>	<u>2,013,563</u>	<u>1,840,010</u>	<u>835,965</u>	<u>59,179</u>	<u>-</u>	<u>1,540</u>
Disbursements:								
Current:								
Instruction	6,640,726	-	-	-	-	41,877	-	-
Support services	2,885,216	-	655,841	1,086,389	191,236	-	-	-
Noninstructional services	56,915	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	520,455	-	-	-	-	1,357
Debt services	-	1,840,420	-	-	-	-	-	-
Nonprogrammed charges	286,459	-	-	-	-	-	-	-
Total disbursements	<u>9,869,316</u>	<u>1,840,420</u>	<u>1,176,296</u>	<u>1,086,389</u>	<u>191,236</u>	<u>41,877</u>	<u>-</u>	<u>1,357</u>
Excess (deficiency) of receipts over disbursements	<u>620,877</u>	<u>1,829,983</u>	<u>837,267</u>	<u>753,621</u>	<u>644,729</u>	<u>17,302</u>	<u>-</u>	<u>183</u>
Other financing sources (uses):								
Transfers in	74,497	-	-	-	-	-	192,300	-
Transfers out	-	(1,602)	(432,379)	(70,129)	(178,986)	(74,497)	-	-
Total other financing sources (uses)	<u>74,497</u>	<u>(1,602)</u>	<u>(432,379)</u>	<u>(70,129)</u>	<u>(178,986)</u>	<u>(74,497)</u>	<u>192,300</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>695,374</u>	<u>1,828,381</u>	<u>404,888</u>	<u>683,492</u>	<u>465,743</u>	<u>(57,195)</u>	<u>192,300</u>	<u>183</u>
Cash and investments - ending	<u>\$ 1,742,818</u>	<u>\$ 1,896,436</u>	<u>\$ 404,888</u>	<u>\$ 683,492</u>	<u>\$ 465,743</u>	<u>\$ -</u>	<u>\$ 192,300</u>	<u>\$ 622</u>

WESTERN BOONE COUNTY 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)

	School Lunch	Textbook Rental	Levy Excess	SAFE School Haven	Community Foundation Western Boone	Community Foundation Thorntown Art	Donation Tompkins	Lilly Grant Preschool
Cash and investments - beginning	\$ -	\$ 59,824	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,966
Receipts:								
Local sources	526,320	132,694	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	12,423	40,685	-	20,001	-	-	-	-
Federal sources	297,620	-	-	-	-	-	-	-
Other	3,671	624	-	-	300	268	-	-
Total receipts	<u>840,034</u>	<u>174,003</u>	<u>-</u>	<u>20,001</u>	<u>300</u>	<u>268</u>	<u>-</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	-	-	-	20,001	240	261	-	178,978
Support services	-	173,026	-	-	-	-	-	-
Noninstructional services	800,701	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>800,701</u>	<u>173,026</u>	<u>-</u>	<u>20,001</u>	<u>240</u>	<u>261</u>	<u>-</u>	<u>178,978</u>
Excess (deficiency) of receipts over disbursements	<u>39,333</u>	<u>977</u>	<u>-</u>	<u>-</u>	<u>60</u>	<u>7</u>	<u>-</u>	<u>(178,978)</u>
Other financing sources (uses):								
Transfers in	291,387	1,602	-	-	-	-	-	197,807
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>291,387</u>	<u>1,602</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>197,807</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>330,720</u>	<u>2,579</u>	<u>-</u>	<u>-</u>	<u>60</u>	<u>7</u>	<u>-</u>	<u>18,829</u>
Cash and investments - ending	<u>\$ 330,720</u>	<u>\$ 62,403</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 60</u>	<u>\$ 7</u>	<u>\$ -</u>	<u>\$ 27,795</u>

WESTERN BOONE COUNTY 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)

	Foundation Grant GW Juillerat	Foundation Grant Granville Wells	Western Boone Education Foundation	Foundation Grant Western Boone	Gifted and Talented	Radio and TV Program	Professional Development	Adult and Continuing Education
Cash and investments - beginning	\$ 41	\$ 229	\$ 101,744	\$ 185	\$ -	\$ 8,446	\$ 665	\$ 43,070
Receipts:								
Local sources	-	-	29,204	-	-	12,260	-	14,241
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	33,347	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	4,326	-	-	-	-	-
Total receipts	-	-	33,530	-	33,347	12,260	-	14,241
Disbursements:								
Current:								
Instruction	41	229	8,792	185	29,009	19,701	184	15,291
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	13,300	-	-	-	-	-
Total disbursements	41	229	22,092	185	29,009	19,701	184	15,291
Excess (deficiency) of receipts over disbursements	(41)	(229)	11,438	(185)	4,338	(7,441)	(184)	(1,050)
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	(41)	(229)	11,438	(185)	4,338	(7,441)	(184)	(1,050)
Cash and investments - ending	\$ -	\$ -	\$ 113,182	\$ -	\$ 4,338	\$ 1,005	\$ 481	\$ 42,020

WESTERN BOONE COUNTY 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)

	Early Childhood Intervention (First Steps)	Medicaid Reimbursement	Non-English Speaking Programs P.L. 273-1999	School Technology	Reading A to Z Grant	Community Action Grant	Community Arts Granville Wells	Synergy Leadership Grant
Cash and investments - beginning	\$ -	\$ 1,149	\$ 568	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	500	25,000	-	-
Total receipts	-	-	-	-	500	25,000	-	-
Disbursements:								
Current:								
Instruction	-	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	500	25,000	-	-
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	-	-	-	-	500	25,000	-	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ 1,149</u>	<u>\$ 568</u>	<u>\$ -</u>	<u>\$ 500</u>	<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ -</u>

WESTERN BOONE COUNTY 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)

	Earthly Athletes	Project Lead the Way	Lilly Grant Western Boone	Kiwanis Club CPR	Foundation Grant WeBo Med	CYA Grant Western Boone	Bear Grant Technology	Strategic Planning Grant
Cash and investments - beginning	\$ -	\$ 2,154	\$ 105	\$ 500	\$ -	\$ 795	\$ 9,205	\$ 713
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	24,184	466	-	1,252	1,546	22,098	3,000
Total receipts	-	24,184	466	-	1,252	1,546	22,098	3,000
Disbursements:								
Current:								
Instruction	-	26,338	570	-	1,247	425	11,218	-
Support services	-	-	-	-	-	-	-	198
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	26,338	570	-	1,247	425	11,218	198
Excess (deficiency) of receipts over disbursements	-	(2,154)	(104)	-	5	1,121	10,880	2,802
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	-	(2,154)	(104)	-	5	1,121	10,880	2,802
Cash and investments - ending	\$ -	\$ -	\$ 1	\$ 500	\$ 5	\$ 1,916	\$ 20,085	\$ 3,515

WESTERN BOONE COUNTY 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)

	Wellness Program	Smart Resolutions	Title I	Title V Innovative Programs	Drug-Free Schools Grant	Tech Prep Grant	School to Work Development Act	Improving Teaching Quality No Child Left Title II, Part A
Cash and investments - beginning	\$ 1,378	\$ 44,737	\$ 15,082	\$ 4,448	\$ 3,087	\$ -	\$ 1,079	\$ 39,489
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	24,974	-	-	-	-	-	-
Federal sources	-	-	144,947	-	4,913	-	-	53,545
Other	2,701	-	-	-	-	-	-	-
Total receipts	2,701	24,974	144,947	-	4,913	-	-	53,545
Disbursements:								
Current:								
Instruction	2,949	28,292	137,447	4,448	-	-	1,079	83,770
Support services	-	-	-	-	8,000	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	2,949	28,292	137,447	4,448	8,000	-	1,079	83,770
Excess (deficiency) of receipts over disbursements	(248)	(3,318)	7,500	(4,448)	(3,087)	-	(1,079)	(30,225)
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	(248)	(3,318)	7,500	(4,448)	(3,087)	-	(1,079)	(30,225)
Cash and investments - ending	\$ 1,130	\$ 41,419	\$ 22,582	\$ -	\$ -	\$ -	\$ -	\$ 9,264

WESTERN BOONE COUNTY 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)

	Title III Language Instruction	Fiscal Stabilization Education	Title I Grants to LEAs	Special Education Part B	Special Education Part B Preschool	Education Jobs	Payroll	Totals
Cash and investments - beginning	\$ 1,726	\$ 861,418	\$ 15,844	\$ -	\$ -	\$ -	\$ 47,098	\$ 2,446,878
Receipts:								
Local sources	-	-	-	-	-	-	-	9,544,665
Intermediate sources	-	-	-	-	-	-	-	589
State sources	-	-	-	-	-	-	-	10,188,329
Federal sources	-	373,047	76,000	290,204	15,303	-	-	1,255,579
Other	-	-	-	-	-	-	2,877,750	2,991,105
Total receipts	-	373,047	76,000	290,204	15,303	-	2,877,750	23,980,267
Disbursements:								
Current:								
Instruction	-	909,972	91,844	290,204	15,303	-	-	8,560,621
Support services	-	316,909	-	-	-	-	-	5,316,815
Noninstructional services	-	3,100	-	-	-	-	-	860,716
Facilities acquisition and construction	-	-	-	-	-	-	-	521,812
Debt services	-	-	-	-	-	-	-	1,840,420
Nonprogrammed charges	-	4,484	-	-	-	-	2,868,125	3,172,368
Total disbursements	-	1,234,465	91,844	290,204	15,303	-	2,868,125	20,272,752
Excess (deficiency) of receipts over disbursements	-	(861,418)	(15,844)	-	-	-	9,625	3,707,515
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	757,593
Transfers out	-	-	-	-	-	-	-	(757,593)
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(861,418)	(15,844)	-	-	-	9,625	3,707,515
Cash and investments - ending	\$ 1,726	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 56,723	\$ 6,154,393

WESTERN BOONE COUNTY 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	Capital Projects	School Transportation	School Bus Replacement	Special Education Preschool	Rainy Day	Construction
Cash and investments - beginning	\$ 1,742,818	\$ 1,896,436	\$ 404,888	\$ 683,492	\$ 465,743	\$ -	\$ 192,300	\$ 622
Receipts:								
Local sources	444,204	3,221,779	1,293,227	1,124,629	414,438	-	-	-
Intermediate sources	10,726	-	-	-	-	-	-	-
State sources	9,995,162	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	145,781	-	1,440	1,635	-	-	-	141,821
Total receipts	<u>10,595,873</u>	<u>3,221,779</u>	<u>1,294,667</u>	<u>1,126,264</u>	<u>414,438</u>	<u>-</u>	<u>-</u>	<u>141,821</u>
Disbursements:								
Current:								
Instruction	7,110,707	-	-	-	-	-	-	-
Support services	3,037,199	-	718,766	1,020,071	358,435	-	-	-
Noninstructional services	59,801	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	373,687	-	-	-	-	141,821
Debt services	-	3,151,125	-	-	-	-	-	-
Nonprogrammed charges	321,445	-	-	-	-	-	-	-
Total disbursements	<u>10,529,152</u>	<u>3,151,125</u>	<u>1,092,453</u>	<u>1,020,071</u>	<u>358,435</u>	<u>-</u>	<u>-</u>	<u>141,821</u>
Excess (deficiency) of receipts over disbursements	<u>66,721</u>	<u>70,654</u>	<u>202,214</u>	<u>106,193</u>	<u>56,003</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):								
Transfers in	106,955	-	-	-	-	-	295,000	-
Transfers out	(38,163)	-	(5,000)	(150,000)	(160,997)	-	-	-
Total other financing sources (uses)	<u>68,792</u>	<u>-</u>	<u>(5,000)</u>	<u>(150,000)</u>	<u>(160,997)</u>	<u>-</u>	<u>295,000</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>135,513</u>	<u>70,654</u>	<u>197,214</u>	<u>(43,807)</u>	<u>(104,994)</u>	<u>-</u>	<u>295,000</u>	<u>-</u>
Cash and investments - ending	<u>\$ 1,878,331</u>	<u>\$ 1,967,090</u>	<u>\$ 602,102</u>	<u>\$ 639,685</u>	<u>\$ 360,749</u>	<u>\$ -</u>	<u>\$ 487,300</u>	<u>\$ 622</u>

WESTERN BOONE COUNTY 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)

	School Lunch	Textbook Rental	Levy Excess	SAFE School Haven	Community Foundation Western Boone	Community Foundation Thorntown Art	Donation Tompkins	Lilly Grant Preschool
Cash and investments - beginning	\$ 330,720	\$ 62,403	\$ -	\$ -	\$ 60	\$ 7	\$ -	\$ 27,795
Receipts:								
Local sources	491,232	131,281	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	12,098	41,016	18,151	25,000	-	-	-	-
Federal sources	313,028	-	-	-	-	-	-	-
Other	-	876	-	-	-	-	5,000	-
Total receipts	<u>816,358</u>	<u>173,173</u>	<u>18,151</u>	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	-	-	-	22,655	60	7	1,000	-
Support services	-	157,172	-	-	-	-	-	-
Noninstructional services	737,619	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>737,619</u>	<u>157,172</u>	<u>-</u>	<u>22,655</u>	<u>60</u>	<u>7</u>	<u>1,000</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>78,739</u>	<u>16,001</u>	<u>18,151</u>	<u>2,345</u>	<u>(60)</u>	<u>(7)</u>	<u>4,000</u>	<u>-</u>
Other financing sources (uses):								
Transfers in	-	-	-	1,975	-	-	-	-
Transfers out	<u>(10,000)</u>	<u>(10,000)</u>	<u>-</u>	<u>(1,975)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(27,795)</u>
Total other financing sources (uses)	<u>(10,000)</u>	<u>(10,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(27,795)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>68,739</u>	<u>6,001</u>	<u>18,151</u>	<u>2,345</u>	<u>(60)</u>	<u>(7)</u>	<u>4,000</u>	<u>(27,795)</u>
Cash and investments - ending	<u>\$ 399,459</u>	<u>\$ 68,404</u>	<u>\$ 18,151</u>	<u>\$ 2,345</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,000</u>	<u>\$ -</u>

WESTERN BOONE COUNTY 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)

	Foundation Grant GW Juillerat	Foundation Grant Granville Wells	Western Boone Education Foundation	Foundation Grant Western Boone	Gifted and Talented	Radio and TV Program	Professional Development	Adult and Continuing Education
Cash and investments - beginning	\$ -	\$ -	\$ 113,182	\$ -	\$ 4,338	\$ 1,005	\$ 481	\$ 42,020
Receipts:								
Local sources	-	-	(1,186)	-	-	8,245	-	6,726
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	30,210	-	-	-	-	10,000
Total receipts	-	-	29,024	-	-	8,245	-	16,726
Disbursements:								
Current:								
Instruction	-	-	10,591	-	4,338	4,424	268	19,688
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	14,350	-	-	-	-	-
Total disbursements	-	-	24,941	-	4,338	4,424	268	19,688
Excess (deficiency) of receipts over disbursements	-	-	4,083	-	(4,338)	3,821	(268)	(2,962)
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	4,083	-	(4,338)	3,821	(268)	(2,962)
Cash and investments - ending	\$ -	\$ -	\$ 117,265	\$ -	\$ -	\$ 4,826	\$ 213	\$ 39,058

WESTERN BOONE COUNTY 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)

	Early Childhood Intervention (First Steps)	Medicaid Reimbursement	Non-English Speaking Programs P.L. 273-1999	School Technology	Reading A to Z Grant	Community Action Grant	Community Arts Granville Wells	Synergy Leadership Grant
Cash and investments - beginning	\$ -	\$ 1,149	\$ 568	\$ -	\$ 500	\$ 25,000	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	32,847	-	-	28,621	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	95	25,001	188	2,441
Total receipts	32,847	-	-	28,621	95	25,001	188	2,441
Disbursements:								
Current:								
Instruction	32,847	971	-	14,986	595	42,508	188	547
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	32,847	971	-	14,986	595	42,508	188	547
Excess (deficiency) of receipts over disbursements	-	(971)	-	13,635	(500)	(17,507)	-	1,894
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	-	(971)	-	13,635	(500)	(17,507)	-	1,894
Cash and investments - ending	\$ -	\$ 178	\$ 568	\$ 13,635	\$ -	\$ 7,493	\$ -	\$ 1,894

WESTERN BOONE COUNTY 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)

	Earthy Athletes	Project Lead the Way	Lilly Grant Western Boone	Kiwanis Club CPR	Foundation Grant WeBo Med	CYA Grant Western Boone	Bear Grant Technology	Strategic Planning Grant
Cash and investments - beginning	\$ -	\$ -	\$ 1	\$ 500	\$ 5	\$ 1,916	\$ 20,085	\$ 3,515
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	333	2,493	-	-	-	1,104	6,784	10,000
Total receipts	333	2,493	-	-	-	1,104	6,784	10,000
Disbursements:								
Current:								
Instruction	266	2,493	1	-	5	777	26,869	-
Support services	-	-	-	-	-	-	-	4,911
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	266	2,493	1	-	5	777	26,869	4,911
Excess (deficiency) of receipts over disbursements	67	-	(1)	-	(5)	327	(20,085)	5,089
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	67	-	(1)	-	(5)	327	(20,085)	5,089
Cash and investments - ending	\$ 67	\$ -	\$ -	\$ 500	\$ -	\$ 2,243	\$ -	\$ 8,604

WESTERN BOONE COUNTY 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)

	Wellness Program	Smart Resolutions	Title I	Title V Innovative Programs	Drug-Free Schools Grant	Tech Prep Grant	School to Work Development Act	Improving Teaching Quality No Child Left Title II, Part A
Cash and investments - beginning	\$ 1,130	\$ 41,419	\$ 22,582	\$ -	\$ -	\$ -	\$ -	\$ 9,264
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	6,111	-	-	-	-	-	-
Federal sources	-	-	105,013	-	-	14,162	-	48,486
Other	2,170	-	-	-	-	-	-	-
Total receipts	2,170	6,111	105,013	-	-	14,162	-	48,486
Disbursements:								
Current:								
Instruction	2,488	20,205	127,595	-	-	14,162	-	57,750
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	2,488	20,205	127,595	-	-	14,162	-	57,750
Excess (deficiency) of receipts over disbursements	(318)	(14,094)	(22,582)	-	-	-	-	(9,264)
Other financing sources (uses):								
Transfers in	-	-	7,775	-	-	-	-	4,531
Transfers out	-	-	(7,775)	-	-	-	-	(4,531)
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(318)	(14,094)	(22,582)	-	-	-	-	(9,264)
Cash and investments - ending	\$ 812	\$ 27,325	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

WESTERN BOONE COUNTY 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)

	Title III Language Instruction	Fiscal Stabilization Education	Title I Grants to LEAs	Special Education Part B	Special Education Part B Preschool	Education Jobs	Payroll	Totals
Cash and investments - beginning	\$ 1,726	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 56,723	\$ 6,154,393
Receipts:								
Local sources	-	-	-	-	-	-	-	7,134,575
Intermediate sources	-	-	-	-	-	-	-	10,726
State sources	-	-	-	-	-	-	-	10,159,006
Federal sources	-	-	-	110,835	-	75,901	-	667,425
Other	-	-	-	-	-	-	2,747,910	3,135,282
Total receipts	-	-	-	110,835	-	75,901	2,747,910	21,107,014
Disbursements:								
Current:								
Instruction	62	-	-	110,835	-	75,901	-	7,705,789
Support services	-	-	-	-	-	-	-	5,296,554
Noninstructional services	-	-	-	-	-	-	-	797,420
Facilities acquisition and construction	-	-	-	-	-	-	-	515,508
Debt services	-	-	-	-	-	-	-	3,151,125
Nonprogrammed charges	-	-	-	-	-	-	2,716,890	3,052,685
Total disbursements	62	-	-	110,835	-	75,901	2,716,890	20,519,081
Excess (deficiency) of receipts over disbursements	(62)	-	-	-	-	-	31,020	587,933
Other financing sources (uses):								
Transfers in	-	-	-	27,676	-	7,444	-	451,356
Transfers out	-	-	-	(27,676)	-	(7,444)	-	(451,356)
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(62)	-	-	-	-	-	31,020	587,933
Cash and investments - ending	\$ 1,664	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 87,743	\$ 6,742,326

WESTERN BOONE COUNTY 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>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Buildings	\$ 41,783,115
Machinery and equipment	1,974,787
Transportation equipment	<u>2,247,304</u>
Total capital assets, not being depreciated	<u><u>\$ 46,005,206</u></u>

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2011

The School has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
2008 Lease	\$ 8,795,000	\$ 1,840,500
2009 Lease	<u>29,970,000</u>	<u>1,354,000</u>
Total governmental activities debt	<u>\$ 38,765,000</u>	<u>\$ 3,194,500</u>

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
AUDIT RESULT AND COMMENT

TECHNOLOGY FEE

The School Corporation, at the time of charging and collecting textbook rental, requires other fees to be paid, including, but not limited to, a \$3 Technology Fee. The fee is used to cover the cost of the "Alert Now" communication system.

The Constitution of the State of Indiana, Article 8, Section 1 states:

"Knowledge and learning, generally diffused throughout a community, being essential to the preservation of a free government; it shall be the duty of the General Assembly to encourage, by all suitable means, moral, intellectual, scientific, and agricultural improvement; and to provide, by law, for a general and uniform system of Common Schools, wherein tuition shall be without charge, and equally open to all."

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

The School Corporation Attorney should provide written guidance concerning whether fees are appropriate in regards to Constitutional provisions. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 8)

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
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

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 WESTERN BOONE COUNTY COMMUNITY
SCHOOL CORPORATION, BOONE COUNTY, INDIANA

Compliance

We have audited the compliance of the Western Boone County 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 25, 2012

(This page intentionally left blank.)

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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

WESTERN BOONE COUNTY 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
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553	0615	\$ 44,134	\$ 49,028
National School Lunch Program	10.555	0615	<u>306,801</u>	<u>311,861</u>
Total for federal grantor agency			<u>350,935</u>	<u>360,889</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>				
Pass-Through Indiana Department of Education				
Title I, Part A Cluster				
Title I Grants to Local Educational Agencies	84.010			
		09-0615	15,082	-
		10-0615	122,365	22,582
		11-0615	<u>-</u>	<u>112,788</u>
Total for program			137,447	135,370
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389	0615	<u>91,844</u>	<u>-</u>
Total for cluster			<u>229,291</u>	<u>135,370</u>
Pass-Through Community Schools of Frankfort				
Special Education Cluster (IDEA)				
Special Education - Grants to States	84.027	0615	<u>333,226</u>	<u>238,856</u>
ARRA - Special Education - Grants to States, Recovery Act	84.391	0615	<u>290,204</u>	<u>138,513</u>
ARRA - Special Education - Preschool Grants, Recovery Act	84.392	0615	<u>15,303</u>	<u>-</u>
Total for cluster			<u>638,733</u>	<u>377,369</u>
Pass-Through Indiana Department of Education				
State Fiscal Stabilization Fund Cluster				
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	84.394	0615	<u>1,234,465</u>	<u>-</u>
Career and Technical Education - Basic Grants to States	84.048	0615	<u>12,257</u>	<u>14,847</u>
Safe and Drug-Free Schools and Communities - State Grants	84.186	0615	<u>8,000</u>	<u>-</u>
Tech-Prep Education	84.243	PLTW 2009-10 PLTW 2010-11	26,338	2,493
			<u>-</u>	<u>14,162</u>
Total for program			<u>26,338</u>	<u>16,655</u>
Pass-Through Tippecanoe School Corporation School to Work Opportunities	84.278	STW	<u>1,079</u>	<u>-</u>
Pass-Through Indiana Department of Education				
State Grants for Innovative Programs				
English Language Acquisition Grants	84.365	FY 2010-11	<u>-</u>	<u>61</u>
Improving Teacher Quality State Grants	84.367	09-0615 10-0615	83,770	-
			<u>-</u>	<u>62,282</u>
Total for program			<u>83,770</u>	<u>62,282</u>
ARRA - Education Jobs Fund	84.410	FY 2010-11	<u>-</u>	<u>83,345</u>
Total for federal grantor agency			<u>2,238,381</u>	<u>689,929</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Pass-Through Purdue University				
Block Grants for Prevention and Treatment of Substance Abuse	93.959	0615	<u>32,783</u>	<u>20,206</u>
Total federal awards expended			<u>\$ 2,622,099</u>	<u>\$ 1,071,024</u>

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

WESTERN BOONE COUNTY 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 Western Boone 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	53,315	41,359

WESTERN BOONE COUNTY 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:

Name of Federal Program or Cluster

Title I, Part A Cluster
Special Education Cluster (IDEA)
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.

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on February 2, 2012, with Vivian Norman, Treasurer, and Dr. Judi Hendrix, Superintendent of Schools. The Official Response has been made a part of this report and may be found on page 43.



Western Boone County Community School Corporation
1201 North State Road 75
Thorntown, IN 46071
765.482.6333 o.
765.482.0890 f.
www.weboschools.org

February 13, 2012

State Board of Accounts
302 West Washington Street
Room E 418
Indianapolis, Indiana 46204-2765

To Whom It May Concern:

As a result of our audit findings, it is in our opinion that the Audit Results Comments of Technology Fee for Western Boone School Corporation is not a valid concern. We offer this service to any parent who wishes to participate. Even though the majority of our parents pay for this service as a fee, there are several who choose not to pay and participate.

If you have any further questions, please feel free to call our office.

Respectfully,

A handwritten signature in cursive script that reads 'Judi Hendrix'.

Judi Hendrix, Superintendent
Western Boone Schools