

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

MONROE CENTRAL SCHOOL CORPORATION
RANDOLPH COUNTY, INDIANA

July 1, 2009 to June 30, 2011



FILED
03/01/2012

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Diana Dull	07-01-09 to 06-30-12
Superintendent of Schools	W. Shane Robbins	07-01-09 to 06-30-12
President of the School Board	Clyde Shaffer Mike Elder	07-01-09 to 12-31-11 01-01-12 to 12-31-12



STATE OF INDIANA
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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 MONROE CENTRAL SCHOOL
CORPORATION, RANDOLPH COUNTY, INDIANA

We have audited the accompanying financial statement of the Monroe Central 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.

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



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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 MONROE CENTRAL SCHOOL
CORPORATION, RANDOLPH COUNTY, INDIANA

We have audited the financial statement of the Monroe Central 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.

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

	Cash and Investments 07-01-09	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-10	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-11
General	\$ 47,209	\$ 6,072,854	\$ 5,772,455	\$ 5,616	\$ 353,224	\$ 6,214,592	\$ 6,216,820	\$ -	\$ 350,996
Debt Service	154,958	1,175,939	810,601	(154,981)	365,315	856,010	535,908	(96,274)	589,143
Retirement/Severance Bond Debt Service	66,000	245,372	229,544	-	81,828	143,364	148,895	-	76,297
Capital Projects	239,762	1,103,161	1,150,526	-	192,397	894,196	809,602	1,228	278,219
School Transportation	103,628	1,234,778	987,895	(71,560)	278,951	990,247	800,806	(64,326)	404,066
School Bus Replacement	14,639	282,763	216,823	(10,000)	70,579	233,671	237,262	343	67,331
Special Education Preschool	7,065	23,375	23,375	(7,065)	-	-	-	-	-
Rainy Day	195,618	-	15,292	237,990	418,316	5,000	82,708	174,520	515,128
School Lunch	(59,346)	435,408	373,496	-	2,566	416,564	373,455	-	45,675
Textbook Rental	(15,381)	60,939	72,183	-	(26,625)	68,779	23,362	-	18,792
Educational License Plates	928	394	-	-	1,322	206	1,389	-	139
Early Intervention Grant	500	-	-	-	500	-	-	-	500
Reading Recovery	225	-	-	-	225	-	-	-	225
American Chemical Society	15	-	-	-	15	-	15	-	-
Scholarships - J.D. Wilson	-	9,375	9,375	-	-	9,162	9,162	-	-
Scholarships - Fodrea	1	2,879	2,880	-	-	504	504	-	-
Construction, Remodeling, and Equipping Buildings	-	377,437	377,437	-	-	67,415	67,415	-	-
Economic Education Mini Grant	2,040	-	2,040	-	-	28,926	27,165	-	1,761
Gifted and Talented 2010	-	29,367	26,619	-	2,748	-	2,748	-	-
Education Technology	18	122,387	115,424	-	6,981	79,986	68,036	-	18,931
School Technology	-	-	-	-	-	3,083	2,055	-	1,028
Insurance Fund	3,483	-	3,483	-	-	-	-	-	-
Wellness Grant	8,300	8,500	16,800	-	-	8,501	4,026	-	4,475
Excess PTRC Distributions	-	4,840	-	-	4,840	10,651	-	(15,491)	-
Title I 2010	-	153,149	144,049	-	9,100	14,998	26,253	2,155	-
Title I 2011	16,341	14,922	29,108	-	2,155	124,852	153,687	(2,155)	(28,835)
Innovative Education Program Strategies Title V (Part A)	1,534	(1)	1,383	6,466	6,616	-	4,969	-	1,647
Title V Supplemental	-	599	599	-	-	-	-	-	-
Title V Grant	5,527	-	5,551	1,534	1,510	-	1,510	-	-
Special Education 2008/2009	(30,269)	38,742	8,473	-	-	196,812	204,084	-	(7,272)
Special Education 2009/2010	-	187,195	206,733	-	(19,538)	34,036	14,498	-	-
Drug Free Schools	-	3,759	2,412	1,500	2,847	-	1,470	4,000	5,377
Insurance Consortium Grant	-	50,207	-	-	50,207	-	-	-	50,207
Vocational and Technical Board Grants	565	-	-	-	565	-	-	-	565
Medicaid Reimbursement - Federal	358	-	-	-	358	-	358	-	-
Improving Teacher Quality, Title II, Part A 2009/2010	25,223	40,912	52,867	(9,500)	3,768	8,190	9,810	(2,000)	148
Improving Teacher Quality, Title II, Part A 2010/2011	-	-	-	-	-	42,499	40,499	(2,000)	-
Enhanced Education Through Technology, Title II, Part D	15	-	-	-	15	-	15	-	-
Title II Part B Math and Science Partnership	-	18,175	18,056	-	119	16,121	16,240	-	-
Fiscal Stabilization - ARRA Stimulus	317,108	202,979	520,087	-	-	-	-	-	-
Title I - Grants ARRA	-	63,193	54,534	-	8,659	22,697	35,566	-	(4,210)
Special Education - Part B, ARRA	(838)	124,346	100,099	-	23,409	59,768	94,708	-	(11,531)
Education Jobs, ARRA	-	-	-	-	-	-	30,074	-	(30,074)
Totals	\$ 1,105,226	\$ 12,087,945	\$ 11,350,199	\$ -	\$ 1,842,972	\$ 10,550,830	\$ 10,045,074	\$ -	\$ 2,348,728

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

MONROE CENTRAL 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.

MONROE CENTRAL 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.

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:

MONROE CENTRAL SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

MONROE CENTRAL 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:

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

MONROE CENTRAL SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy and Annual Pension Cost

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

B. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

The School Corporation also contributes to additional pension plans 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.

MONROE CENTRAL 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
Cash and investments - beginning	\$ 47,209	\$ 154,958	\$ 66,000	\$ 239,762	\$ 103,628	\$ 14,639	\$ 7,065	\$ 195,618	\$ (59,346)
Receipts:									
Local sources	40,948	1,175,939	245,372	996,333	1,181,948	230,963	-	-	193,247
Intermediate sources	42,866	-	-	6,828	-	-	-	-	-
State sources	5,989,040	-	-	-	-	-	23,375	-	5,161
Federal sources	-	-	-	-	-	-	-	-	237,000
Temporary loans	-	-	-	100,000	50,000	51,800	-	-	-
Other	-	-	-	-	2,830	-	-	-	-
Total receipts	<u>6,072,854</u>	<u>1,175,939</u>	<u>245,372</u>	<u>1,103,161</u>	<u>1,234,778</u>	<u>282,763</u>	<u>23,375</u>	<u>-</u>	<u>435,408</u>
Disbursements:									
Current:									
Instruction	3,618,726	-	-	-	-	-	-	-	152,398
Support services	1,807,792	458	-	451,086	634,946	208,045	-	-	-
Noninstructional services	154,910	-	-	-	-	-	-	-	211,952
Facilities acquisition and construction	-	-	-	240,394	96,543	-	-	15,292	9,146
Debt services	-	810,143	229,544	459,046	256,406	8,778	-	-	-
Nonprogrammed charges	191,027	-	-	-	-	-	23,375	-	-
Total disbursements	<u>5,772,455</u>	<u>810,601</u>	<u>229,544</u>	<u>1,150,526</u>	<u>987,895</u>	<u>216,823</u>	<u>23,375</u>	<u>15,292</u>	<u>373,496</u>
Excess (deficiency) of receipts over disbursements	<u>300,399</u>	<u>365,338</u>	<u>15,828</u>	<u>(47,365)</u>	<u>246,883</u>	<u>65,940</u>	<u>-</u>	<u>(15,292)</u>	<u>61,912</u>
Other financing sources (uses):									
Transfers in	7,065	1,449	-	-	-	-	-	237,990	-
Transfers out	(1,449)	(156,430)	-	-	(71,560)	(10,000)	(7,065)	-	-
Total other financing sources (uses)	<u>5,616</u>	<u>(154,981)</u>	<u>-</u>	<u>-</u>	<u>(71,560)</u>	<u>(10,000)</u>	<u>(7,065)</u>	<u>237,990</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>306,015</u>	<u>210,357</u>	<u>15,828</u>	<u>(47,365)</u>	<u>175,323</u>	<u>55,940</u>	<u>(7,065)</u>	<u>222,698</u>	<u>61,912</u>
Cash and investments - ending	<u>\$ 353,224</u>	<u>\$ 365,315</u>	<u>\$ 81,828</u>	<u>\$ 192,397</u>	<u>\$ 278,951</u>	<u>\$ 70,579</u>	<u>\$ -</u>	<u>\$ 418,316</u>	<u>\$ 2,566</u>

MONROE CENTRAL 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)

	Textbook Rental	Educational License Plates	Early Intervention Grant	Reading Recovery	American Chemical Society	Scholarships J.D. Wilson	Scholarships Fodrea	Construction Remodeling and Equipping Buildings
Cash and investments - beginning	\$ (15,381)	\$ 928	\$ 500	\$ 225	\$ 15	\$ -	\$ 1	\$ -
Receipts:								
Local sources	48,347	-	-	-	-	9,375	2,879	-
Intermediate sources	-	394	-	-	-	-	-	-
State sources	12,592	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	377,437
Other	-	-	-	-	-	-	-	-
Total receipts	60,939	394	-	-	-	9,375	2,879	377,437
Disbursements:								
Current:								
Instruction	-	-	-	-	-	-	-	-
Support services	72,183	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	377,437
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	9,375	2,880	-
Total disbursements	72,183	-	-	-	-	9,375	2,880	377,437
Excess (deficiency) of receipts over disbursements	(11,244)	394	-	-	-	-	(1)	-
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	(11,244)	394	-	-	-	-	(1)	-
Cash and investments - ending	\$ (26,625)	\$ 1,322	\$ 500	\$ 225	\$ 15	\$ -	\$ -	\$ -

MONROE CENTRAL 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)

	Economic Education Mini Grant	Gifted and Talented 2010	Education Technology	Insurance Fund	Wellness Grant	Excess PTRC Distributions	Title I 2010	Title I 2011
Cash and investments - beginning	\$ 2,040	\$ -	\$ 18	\$ 3,483	\$ 8,300	\$ -	\$ -	\$ 16,341
Receipts:								
Local sources	-	-	-	-	8,500	4,840	-	-
Intermediate sources	-	-	-	-	-	-	101	-
State sources	-	29,367	122,387	-	-	-	-	-
Federal sources	-	-	-	-	-	-	153,048	14,922
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	29,367	122,387	-	8,500	4,840	153,149	14,922
Disbursements:								
Current:								
Instruction	2,040	26,619	-	-	8,996	-	141,773	29,108
Support services	-	-	115,424	-	7,804	-	2,276	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	3,483	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	2,040	26,619	115,424	3,483	16,800	-	144,049	29,108
Excess (deficiency) of receipts over disbursements	(2,040)	2,748	6,963	(3,483)	(8,300)	4,840	9,100	(14,186)
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	(2,040)	2,748	6,963	(3,483)	(8,300)	4,840	9,100	(14,186)
Cash and investments - ending	\$ -	\$ 2,748	\$ 6,981	\$ -	\$ -	\$ 4,840	\$ 9,100	\$ 2,155

MONROE CENTRAL 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)

	Innovative Education Program Strategies Title V (Part A)	Title V Supplemental	Title V Grant	Special Education 2008/2009	Special Education 2009/2010	Drug Free Schools	Insurance Consortium Grant	Vocational and Technical Board Grants
Cash and investments - beginning	\$ 1,534	\$ -	\$ 5,527	\$ (30,269)	\$ -	\$ -	\$ -	\$ 565
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	50,207	-
State sources	-	-	-	-	-	-	-	-
Federal sources	(1)	599	-	38,742	187,195	3,759	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	(1)	599	-	38,742	187,195	3,759	50,207	-
Disbursements:								
Current:								
Instruction	1,383	599	5,551	8,473	206,733	2,412	-	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	1,383	599	5,551	8,473	206,733	2,412	-	-
Excess (deficiency) of receipts over disbursements	(1,384)	-	(5,551)	30,269	(19,538)	1,347	50,207	-
Other financing sources (uses):								
Transfers in	8,000	-	1,534	-	-	1,500	-	-
Transfers out	(1,534)	-	-	-	-	-	-	-
Total other financing sources (uses)	6,466	-	1,534	-	-	1,500	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,082	-	(4,017)	30,269	(19,538)	2,847	50,207	-
Cash and investments - ending	\$ 6,616	\$ -	\$ 1,510	\$ -	\$ (19,538)	\$ 2,847	\$ 50,207	\$ 565

MONROE CENTRAL 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)

	Medicaid Reimbursement Federal	Improving Teacher Quality Title II, Part A 2009/2010	Enhanced Education Through Technology Title II, Part D	Title II Part B Math and Science Partnership	Fiscal Stabilization ARRA Stimulus	Title I Grants ARRA	Special Education Part B, ARRA	Totals
Cash and investments - beginning	\$ 358	\$ 25,223	\$ 15	\$ -	\$ 317,108	\$ -	\$ (838)	\$ 1,105,226
Receipts:								
Local sources	-	-	-	-	-	-	-	4,138,691
Intermediate sources	-	8,182	-	-	-	430	-	109,008
State sources	-	-	-	-	-	-	-	6,181,922
Federal sources	-	32,730	-	18,175	202,979	62,763	124,346	1,076,257
Temporary loans	-	-	-	-	-	-	-	579,237
Other	-	-	-	-	-	-	-	2,830
Total receipts	-	40,912	-	18,175	202,979	63,193	124,346	12,087,945
Disbursements:								
Current:								
Instruction	-	52,867	-	18,056	373,240	13,894	65,780	4,728,648
Support services	-	-	-	-	144,593	40,640	-	3,485,247
Noninstructional services	-	-	-	-	2,254	-	-	369,116
Facilities acquisition and construction	-	-	-	-	-	-	34,319	776,614
Debt services	-	-	-	-	-	-	-	1,763,917
Nonprogrammed charges	-	-	-	-	-	-	-	226,657
Total disbursements	-	52,867	-	18,056	520,087	54,534	100,099	11,350,199
Excess (deficiency) of receipts over disbursements	-	(11,955)	-	119	(317,108)	8,659	24,247	737,746
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	257,538
Transfers out	-	(9,500)	-	-	-	-	-	(257,538)
Total other financing sources (uses)	-	(9,500)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(21,455)	-	119	(317,108)	8,659	24,247	737,746
Cash and investments - ending	<u>\$ 358</u>	<u>\$ 3,768</u>	<u>\$ 15</u>	<u>\$ 119</u>	<u>\$ -</u>	<u>\$ 8,659</u>	<u>\$ 23,409</u>	<u>\$ 1,842,972</u>

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	School Lunch
Cash and investments - beginning	\$ 353,224	\$ 365,315	\$ 81,828	\$ 192,397	\$ 278,951	\$ 70,579	\$ 418,316	\$ 2,566
Receipts:								
Local sources	26,265	834,951	143,364	617,488	801,195	151,967	-	161,140
Intermediate sources	37,368	-	-	1,787	-	-	5,000	-
State sources	6,150,959	21,059	-	-	-	-	-	4,592
Federal sources	-	-	-	-	-	-	-	250,832
Temporary loans	-	-	-	274,921	186,299	81,704	-	-
Other	-	-	-	-	2,753	-	-	-
Total receipts	<u>6,214,592</u>	<u>856,010</u>	<u>143,364</u>	<u>894,196</u>	<u>990,247</u>	<u>233,671</u>	<u>5,000</u>	<u>416,564</u>
Disbursements:								
Current:								
Instruction	4,032,577	-	-	-	-	-	-	156,830
Support services	1,838,411	6,796	-	418,490	696,465	150,096	-	-
Noninstructional services	166,003	-	-	-	-	-	-	208,713
Facilities acquisition and construction	-	-	-	232,129	54,341	-	82,708	7,912
Debt services	-	529,112	148,895	158,983	50,000	87,166	-	-
Nonprogrammed charges	179,829	-	-	-	-	-	-	-
Total disbursements	<u>6,216,820</u>	<u>535,908</u>	<u>148,895</u>	<u>809,602</u>	<u>800,806</u>	<u>237,262</u>	<u>82,708</u>	<u>373,455</u>
Excess (deficiency) of receipts over disbursements	<u>(2,228)</u>	<u>320,102</u>	<u>(5,531)</u>	<u>84,594</u>	<u>189,441</u>	<u>(3,591)</u>	<u>(77,708)</u>	<u>43,109</u>
Other financing sources (uses):								
Transfers in	-	1,726	-	1,228	12,194	343	174,520	-
Transfers out	-	(98,000)	-	-	(76,520)	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(96,274)</u>	<u>-</u>	<u>1,228</u>	<u>(64,326)</u>	<u>343</u>	<u>174,520</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(2,228)</u>	<u>223,828</u>	<u>(5,531)</u>	<u>85,822</u>	<u>125,115</u>	<u>(3,248)</u>	<u>96,812</u>	<u>43,109</u>
Cash and investments - ending	<u>\$ 350,996</u>	<u>\$ 589,143</u>	<u>\$ 76,297</u>	<u>\$ 278,219</u>	<u>\$ 404,066</u>	<u>\$ 67,331</u>	<u>\$ 515,128</u>	<u>\$ 45,675</u>

MONROE CENTRAL 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)

	Textbook Rental	Educational License Plates	Early Intervention Grant	Reading Recovery	American Chemical Society	Scholarships J.D. Wilson	Scholarships Fodrea	Construction Remodeling and Equipping Buildings
Cash and investments - beginning	\$ (26,625)	\$ 1,322	\$ 500	\$ 225	\$ 15	\$ -	\$ -	\$ -
Receipts:								
Local sources	47,797	-	-	-	-	9,162	504	-
Intermediate sources	-	206	-	-	-	-	-	-
State sources	20,982	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	67,415
Other	-	-	-	-	-	-	-	-
Total receipts	68,779	206	-	-	-	9,162	504	67,415
Disbursements:								
Current:								
Instruction	-	1,389	-	-	15	-	-	-
Support services	23,362	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	67,415
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	9,162	504	-
Total disbursements	23,362	1,389	-	-	15	9,162	504	67,415
Excess (deficiency) of receipts over disbursements	45,417	(1,183)	-	-	(15)	-	-	-
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	45,417	(1,183)	-	-	(15)	-	-	-
Cash and investments - ending	\$ 18,792	\$ 139	\$ 500	\$ 225	\$ -	\$ -	\$ -	\$ -

MONROE CENTRAL 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)

	Economic Education Mini Grant	Gifted and Talented 2010	Education Technology	School Technology	Wellness Grant	Excess PTRC Distributions	Title I 2010	Title I 2011
Cash and investments - beginning	\$ -	\$ 2,748	\$ 6,981	\$ -	\$ -	\$ 4,840	\$ 9,100	\$ 2,155
Receipts:								
Local sources	-	-	-	-	8,501	10,651	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	28,926	-	79,986	3,083	-	-	-	-
Federal sources	-	-	-	-	-	-	14,998	124,852
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>28,926</u>	<u>-</u>	<u>79,986</u>	<u>3,083</u>	<u>8,501</u>	<u>10,651</u>	<u>14,998</u>	<u>124,852</u>
Disbursements:								
Current:								
Instruction	27,165	2,748	-	-	4,013	-	22,437	128,602
Support services	-	-	68,036	2,055	13	-	3,816	25,085
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>27,165</u>	<u>2,748</u>	<u>68,036</u>	<u>2,055</u>	<u>4,026</u>	<u>-</u>	<u>26,253</u>	<u>153,687</u>
Excess (deficiency) of receipts over disbursements	<u>1,761</u>	<u>(2,748)</u>	<u>11,950</u>	<u>1,028</u>	<u>4,475</u>	<u>10,651</u>	<u>(11,255)</u>	<u>(28,835)</u>
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	2,155	-
Transfers out	-	-	-	-	-	(15,491)	-	(2,155)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(15,491)</u>	<u>2,155</u>	<u>(2,155)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>1,761</u>	<u>(2,748)</u>	<u>11,950</u>	<u>1,028</u>	<u>4,475</u>	<u>(4,840)</u>	<u>(9,100)</u>	<u>(30,990)</u>
Cash and investments - ending	<u>\$ 1,761</u>	<u>\$ -</u>	<u>\$ 18,931</u>	<u>\$ 1,028</u>	<u>\$ 4,475</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (28,835)</u>

MONROE CENTRAL 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)

	Innovative Education Program Strategies Title V (Part A)	Title V Grant	Special Education 2008/2009	Special Education 2009/2010	Drug Free Schools	Insurance Consortium Grant	Vocational and Technical Board Grants	Medicaid Reimbursement Federal
Cash and investments - beginning	\$ 6,616	\$ 1,510	\$ -	\$ (19,538)	\$ 2,847	\$ 50,207	\$ 565	\$ 358
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	196,812	34,036	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	196,812	34,036	-	-	-	-
Disbursements:								
Current:								
Instruction	4,969	1,510	204,084	14,498	1,470	-	-	358
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	4,969	1,510	204,084	14,498	1,470	-	-	358
Excess (deficiency) of receipts over disbursements	(4,969)	(1,510)	(7,272)	19,538	(1,470)	-	-	(358)
Other financing sources (uses):								
Transfers in	-	-	-	-	4,000	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	4,000	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(4,969)	(1,510)	(7,272)	19,538	2,530	-	-	(358)
Cash and investments - ending	\$ 1,647	\$ -	\$ (7,272)	\$ -	\$ 5,377	\$ 50,207	\$ 565	\$ -

MONROE CENTRAL 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)

	Improving Teacher Quality Title II, Part A 2009/2010	Improving Teacher Quality Title II, Part A 2010/2011	Enhanced Education Through Technology Title II, Part D	Title II Part B Math and Science Partnership	Title I Grants ARRA	Special Education Part B, ARRA	Education Jobs, ARRA	Totals
Cash and investments - beginning	\$ 3,768	\$ -	\$ 15	\$ 119	\$ 8,659	\$ 23,409	\$ -	\$ 1,842,972
Receipts:								
Local sources	-	-	-	-	-	-	-	2,812,985
Intermediate sources	-	-	-	-	-	-	-	44,361
State sources	-	-	-	-	-	-	-	6,309,587
Federal sources	8,190	42,499	-	16,121	22,697	59,768	-	770,805
Temporary loans	-	-	-	-	-	-	-	610,339
Other	-	-	-	-	-	-	-	2,753
Total receipts	8,190	42,499	-	16,121	22,697	59,768	-	10,550,830
Disbursements:								
Current:								
Instruction	9,810	40,499	15	16,240	14,532	68,027	15,008	4,766,796
Support services	-	-	-	-	21,034	-	15,066	3,268,725
Noninstructional services	-	-	-	-	-	-	-	374,716
Facilities acquisition and construction	-	-	-	-	-	26,681	-	471,186
Debt services	-	-	-	-	-	-	-	974,156
Nonprogrammed charges	-	-	-	-	-	-	-	189,495
Total disbursements	9,810	40,499	15	16,240	35,566	94,708	30,074	10,045,074
Excess (deficiency) of receipts over disbursements	(1,620)	2,000	(15)	(119)	(12,869)	(34,940)	(30,074)	505,756
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	196,166
Transfers out	(2,000)	(2,000)	-	-	-	-	-	(196,166)
Total other financing sources (uses)	(2,000)	(2,000)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,620)	-	(15)	(119)	(12,869)	(34,940)	(30,074)	505,756
Cash and investments - ending	\$ 148	\$ -	\$ -	\$ -	\$ (4,210)	\$ (11,531)	\$ (30,074)	\$ 2,348,728

MONROE CENTRAL SCHOOL CORPORATION
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2011

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

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 389,633
Infrastructure	93,884
Buildings	13,603,840
Improvements other than buildings	1,122,143
Machinery and equipment	2,552,761
Construction in progress	<u>1,700,000</u>
Total governmental activities, capital assets not being depreciated	<u><u>\$ 19,462,261</u></u>

MONROE CENTRAL SCHOOL CORPORATION
SUPPLEMENTARY INFORMATION
SCHEDULE OF LONG-TERM DEBT
June 30, 2011

The School Corporation has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
Renovation Project	\$ 3,395,000	\$ 289,500
Energy Savings	1,700,000	15,595
Claims and judgments	443,089	448,458
Notes and loans payable:		
Vet. Memorial	62,790	10,288
Common School	2,380,710	371,513
Bonds payable:		
General obligation bonds:		
Severance	<u>1,395,000</u>	<u>145,729</u>
Total governmental activities debt	<u>\$ 9,376,589</u>	<u>\$ 1,281,083</u>

MONROE CENTRAL SCHOOL CORPORATION
AUDIT RESULT AND COMMENT

ACADEMIC HONORS DIPLOMAS (AHD) - INCORRECT REPORTING TO THE STATE

The information presented for audit indicates the number of students receiving academic honors diplomas as reported by the School Corporation to the Indiana Department of Education on Form DOE-GR, Graduate Report, were incorrect for the school years ending June 30, 2010, and June 30, 2011.

The difference between the count reported on the Graduate Report and the verified figures are shown below:

<u>School Year</u>	<u>Count as Reported on Form DOE-GR</u>	<u>Actual Honors Diploma Figures</u>	<u>Difference</u>
2009-2010	29	23	6
2010-2011	16	22	(6)

School Officials should contact the Indiana Department of Education, Division of School Finance, to determine possible steps to be taken to correct any overpayment/underpayment applicable to the School Corporation because of incorrect reporting. (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
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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 MONROE CENTRAL SCHOOL
CORPORATION, RANDOLPH COUNTY, INDIANA

Compliance

We have audited the compliance of the Monroe Central 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

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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.

MONROE CENTRAL 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		\$ 48,299	\$ 46,251
National School Lunch Program	10.555		<u>188,701</u>	<u>204,581</u>
Total for federal grantor agency			<u>237,000</u>	<u>250,832</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	09-6820 10-6820 11-6820	29,109 144,048 <u>-</u>	- 17,154 <u>124,852</u>
Total for program			<u>173,157</u>	<u>142,006</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389	2009-2010	<u>63,193</u>	<u>22,697</u>
Total for cluster			<u>236,350</u>	<u>164,703</u>
Special Education Cluster (IDEA) Special Education - Grants to States	84.027	14209-066-PN01 14210-066-PN01 14211-066-PN01	38,741 187,195 <u>-</u>	- 34,036 <u>196,811</u>
Total for program			<u>225,936</u>	<u>230,847</u>
ARRA - Special Education - Grants to States, Recovery Act	84.391	33310-066-SN01	<u>124,345</u>	<u>94,708</u>
Total for cluster			<u>350,281</u>	<u>325,555</u>
State Fiscal Stabilization Fund Cluster ARRA - State Fiscal Stabilization Fund (SFSF), Education State Grants, Recovery Act	84.394	2009-2010	<u>520,090</u>	<u>-</u>
Safe and Drug-Free Schools and Communities - State Grants	84.186	10-6820	<u>3,759</u>	<u>4,000</u>
Improving Teacher Quality State Grants	84.367	09-6820 10-6820	40,912 <u>-</u>	8,190 <u>42,499</u>
Total for program			<u>40,912</u>	<u>50,689</u>
Total for federal grantor agency			<u>1,151,392</u>	<u>544,947</u>
Total federal awards expended			<u>\$ 1,388,392</u>	<u>\$ 795,779</u>

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

MONROE CENTRAL 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 Monroe Central 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
Child Nutrition Cluster:			
Food Commodities:			
School Breakfast Program	10.553	\$ 8,590	\$ 4,608
National School Lunch Program	10.555	18,479	20,381

MONROE CENTRAL SCHOOL CORPORATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

MONROE CENTRAL SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on January 25, 2012, with Diana Dull, Treasurer, and David Ludington, School Board member. The officials concurred with our audit finding.