

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

GREATER JASPER CONSOLIDATED SCHOOLS
DUBOIS COUNTY, INDIANA

July 1, 2009 to June 30, 2011



FILED
03/02/2012

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Monica Young	07-01-09 to 06-30-12
Superintendent of Schools	Dr. Jerrill Vandeventer	07-01-09 to 06-30-12
President of the School Board	Nancy L. Habig	07-01-09 to 06-30-12



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

TO: THE OFFICIALS OF THE GREATER JASPER CONSOLIDATED
SCHOOLS, DUBOIS COUNTY, INDIANA

We have audited the accompanying financial statement of the Greater Jasper Consolidated Schools (School Corporation), for the years ended June 30, 2010 and 2011. The financial statement is the responsibility of the School Corporation's management. Our responsibility is to express an opinion on the financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control over reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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

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

In accordance with Government Auditing Standards, we have also issued a report dated February 1, 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

February 1, 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 GREATER JASPER CONSOLIDATED
SCHOOLS, DUBOIS COUNTY, INDIANA

We have audited the financial statement of the Greater Jasper Consolidated Schools (School Corporation), for the years ended June 30, 2010 and 2011, and have issued our report thereon dated February 1, 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 is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

February 1, 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.

GREATER JASPER CONSOLIDATED SCHOOLS
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	\$ 4,952,365	\$ 23,171,219	\$ 21,861,819	\$ (473,405)	\$ 5,788,360	\$ 20,464,885	\$ 23,601,264	\$ 393,790	\$ 3,045,771
Debt Service	(1,047,068)	8,559,200	6,888,846	(1,630)	621,656	6,581,351	6,280,219	-	922,788
Retirement/Severance Bond Debt Service	(214,865)	1,517,274	1,238,425	-	63,984	1,229,218	1,237,875	-	55,327
Capital Projects	(143,483)	5,696,378	2,766,565	-	2,786,330	4,169,920	2,373,511	(2,000,000)	2,582,739
School Transportation	641,471	1,737,294	1,291,667	-	1,087,098	1,538,231	1,292,378	(437,481)	895,470
School Bus Replacement	130,237	53,171	88,390	-	95,018	-	-	-	95,018
Special Education Preschool	124,884	61,874	-	(186,758)	-	-	-	-	-
Rainy Day	1,889,801	-	94,047	(408,776)	1,386,978	23,157	334,059	2,000,000	3,076,076
Retirement/Severance Bond	2,144,103	47,073	1,335,397	1,144,221	2,000,000	27,420	1,133,830	106,410	1,000,000
Construction	-	-	-	-	-	100,001	60,796	-	39,205
School Lunch	381,669	1,874,307	1,731,476	-	524,500	1,924,960	1,791,735	-	657,725
Textbook Rental	274,238	564,234	606,286	1,630	233,816	504,588	430,703	-	307,701
Self-Insurance	3,659,515	5,159,160	5,379,471	-	3,439,204	6,460,524	5,254,543	-	4,645,185
Levy Excess	184,852	-	-	-	184,852	-	-	(62,519)	122,333
Joint Services and Supply - Special Education Cooperative	410,380	780,222	524,490	-	666,112	500,678	456,924	(785)	709,081
JSS Co-op Preschool	(57,627)	57,627	-	-	-	-	-	-	-
JSS Co-op Transportation	264,668	465,323	380,496	-	349,495	361,542	304,306	785	407,516
Joint Services and Supply - Area Vocational School	33,193	785,666	444,196	(6,755)	367,908	437,457	548,768	(31,000)	225,597
ICE	(6,864)	-	-	6,864	-	-	-	-	-
1440 Health Occupations	285,138	(285,135)	2,408	2,405	-	18,574	-	(18,574)	-
Health Occupations 2010-2011	-	-	-	-	-	31,747	59,132	39,142	11,757
1445 Health Occupations	-	52,263	58,059	(2,405)	(8,201)	769	-	7,432	-
Area Law Enforcement Class	22,246	1,521	-	(23,767)	-	15,820	-	(15,820)	-
Law Enforcement	-	43,859	39,506	23,767	28,120	869	8,235	(20,754)	-
Law Enforcement 2010-2011	-	-	-	-	-	23,976	64,902	39,574	(1,352)
Educational License Plates	5,085	469	-	-	5,554	450	-	-	6,004
SAFE School Haven	226	-	-	-	226	-	-	-	226
Spencer Co. ARC	987	-	-	-	987	-	-	-	987
Gifted and Talented 2008-2009	(1,975)	-	-	1,975	-	38,585	30,852	-	7,733
High Ability 2010-2011	-	39,174	39,372	-	(198)	-	6,341	-	(6,539)
Medicaid Reimbursement	49,005	8,539	-	-	57,544	13,704	-	-	71,248
Non-English Speaking Programs P.L. 273-1999	(2,204)	-	10,264	12,468	-	-	-	-	-
English Non-English 2009-2010	-	31,732	31,421	-	311	-	311	-	-
English Non-English 2010-2011	-	-	-	-	-	28,565	23,977	-	4,588
School Technology	30,644	-	25,584	-	5,060	27,655	21,233	-	11,482
Math Grant	-	-	88,728	-	(88,728)	119,930	18,700	-	12,502

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

GREATER JASPER CONSOLIDATED SCHOOLS
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2010 and 2011
(Continued)

	Cash and Investments 07-01-09	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-10	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-11
Performance Based Awards	1,371	-	-	-	1,371	-	-	-	1,371
Excess PTRC Distributions	-	-	-	-	-	62,519	-	-	62,519
Title I	-	-	-	-	-	179,742	208,446	-	(28,704)
Title I - 2009-2010	-	248,057	217,835	-	30,222	-	24,354	-	5,868
Title I 2008-2009	(6,949)	-	18,252	25,201	-	-	-	-	-
Innovative Education Program Strategies Title V (Part A)	1,456	-	-	(1,456)	-	-	-	-	-
IDEA	77,755	501,134	578,889	-	-	1,815,693	1,835,989	-	(20,296)
IDEA 2009-2010	-	1,980,003	2,022,832	-	(42,829)	883,165	840,336	-	-
Federal Assistance Educational Preschool Handicapped	(261)	28,984	28,723	-	-	81,006	81,737	-	(731)
Preschool 2009-2010	-	75,001	81,551	-	(6,550)	34,391	27,841	-	-
Adult Education and Family Literacy, Title II	9,741	-	9,741	-	-	182,686	210,004	13,994	(13,324)
Adult Education Grant	-	213,854	199,860	-	13,994	-	-	(13,994)	-
Title IV 2007-2008	4,869	8,365	10,310	-	2,924	-	2,924	-	-
Vocational and Technical Board Grants	-	91,560	111,322	-	(19,762)	37,023	17,114	-	147
Perkins Grant Robotics	-	-	-	-	-	5,700	5,700	-	-
Perkins Grant	-	-	-	-	-	111,730	112,108	-	(378)
Vocational Education	-	-	-	-	-	29,500	24,282	-	5,218
Beginner Teacher Academy	(57,650)	60,001	1,800	(551)	-	-	11,260	-	(11,260)
FACS Professional Development	5,954	30,380	36,840	441	(65)	-	(65)	-	-
FACS New Curriculum	(13,331)	15,000	1,669	-	-	15,000	15,000	-	-
Project Lead the Way	-	3,700	7,247	-	(3,547)	11,301	7,754	-	-
Medicaid Reimbursement - Federal	71,098	13,926	3,320	-	81,704	22,350	2,696	-	101,358
Other Federal Programs	7,113	33,000	29,685	-	10,428	-	9,638	-	790
Class Size Reduction	38,576	-	13,133	(25,443)	-	-	-	-	-
Improving Teaching Quality, No Child Left, Title II, Part A	-	79,596	54,701	-	24,895	-	24,895	-	-
Title II Part A 2010-2011	-	-	-	-	-	56,856	60,571	-	(3,715)
Title III, Language Instruction	-	-	-	-	-	19,145	21,325	-	(2,180)
Title III 2009-2010	-	29,512	21,428	-	8,084	-	8,084	-	-
Public Charter School ESEA Title X, Part C	23,893	-	7,967	(15,926)	-	-	-	-	-
Fiscal Stabilization - Education	833,406	653,310	1,486,716	-	-	-	-	-	-
Title I - Grants to LEAs	26,107	91,343	80,052	-	37,398	14,415	51,070	-	743
Special Education - Part B	-	2,369,895	2,432,686	-	(62,791)	1,198,077	1,182,224	-	(46,938)
Special Education - Part B - Preschool	-	125,463	125,592	-	(129)	8,648	7,489	-	1,030
Totals	\$ 15,033,769	\$ 57,074,528	\$ 52,509,064	\$ 72,100	\$ 19,671,333	\$ 49,413,523	\$ 50,127,370	\$ 200	\$ 18,957,686

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

GREATER JASPER CONSOLIDATED SCHOOLS
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.

GREATER JASPER CONSOLIDATED SCHOOLS
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.

GREATER JASPER CONSOLIDATED SCHOOLS
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.

GREATER JASPER CONSOLIDATED SCHOOLS
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:

GREATER JASPER CONSOLIDATED SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Funding Policy and Annual Pension Cost

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

B. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

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

GREATER JASPER CONSOLIDATED SCHOOLS
 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	Retirement/ Severance Bond	Construction
Cash and investments - beginning	\$ 4,952,365	\$ (1,047,068)	\$ (214,865)	\$ (143,483)	\$ 641,471	\$ 130,237	\$ 124,884	\$ 1,889,801	\$ 2,144,103	\$ -
Receipts:										
Local sources	295,304	8,559,200	1,517,274	5,675,420	1,737,294	53,171	-	-	47,073	-
Intermediate sources	130	-	-	-	-	-	-	-	-	-
State sources	16,875,671	-	-	-	-	-	61,874	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Temporary loans	6,000,000	-	-	-	-	-	-	-	-	-
Other	114	-	-	20,958	-	-	-	-	-	-
Total receipts	23,171,219	8,559,200	1,517,274	5,696,378	1,737,294	53,171	61,874	-	47,073	-
Disbursements:										
Current:										
Instruction	11,353,356	-	-	-	-	-	-	18,930	1,142,396	-
Support services	4,158,411	-	-	2,104,437	1,226,332	88,390	-	75,117	193,001	-
Noninstructional services	77,479	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	299	-	-	614,435	-	-	-	-	-	-
Debt services	6,000,000	6,888,846	1,238,425	-	-	-	-	-	-	-
Nonprogrammed charges	272,274	-	-	47,693	65,335	-	-	-	-	-
Total disbursements	21,861,819	6,888,846	1,238,425	2,766,565	1,291,667	88,390	-	94,047	1,335,397	-
Excess (deficiency) of receipts over disbursements	1,309,400	1,670,354	278,849	2,929,813	445,627	(35,219)	61,874	(94,047)	(1,288,324)	-
Other financing sources (uses):										
Sale of capital assets	72,100	-	-	-	-	-	-	-	-	-
Transfers in	186,758	-	-	-	-	-	-	42,827	1,144,221	-
Transfers out	(732,263)	(1,630)	-	-	-	-	(186,758)	(451,603)	-	-
Total other financing sources (uses)	(473,405)	(1,630)	-	-	-	-	(186,758)	(408,776)	1,144,221	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	835,995	1,668,724	278,849	2,929,813	445,627	(35,219)	(124,884)	(502,823)	(144,103)	-
Cash and investments - ending	\$ 5,788,360	\$ 621,656	\$ 63,984	\$ 2,786,330	\$ 1,087,098	\$ 95,018	\$ -	\$ 1,386,978	\$ 2,000,000	\$ -

GREATER JASPER CONSOLIDATED SCHOOLS
 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	Self- Insurance	Levy Excess	Joint Services and Supply - Special Education Cooperative	JSS Co-op Preschool	JSS Co-op Transportation	Joint Services and Supply - Area Vocational School	ICE	1440 Health Occupations
Cash and investments - beginning	\$ 381,669	\$ 274,238	\$ 3,659,515	\$ 184,852	\$ 410,380	\$ (57,627)	\$ 264,668	\$ 33,193	\$ (6,864)	\$ 285,138
Receipts:										
Local sources	918,811	449,449	5,159,160	-	780,222	57,627	465,323	780,666	-	(285,135)
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	23,505	114,785	-	-	-	-	-	-	-	-
Federal sources	931,991	-	-	-	-	-	-	5,000	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	1,874,307	564,234	5,159,160	-	780,222	57,627	465,323	785,666	-	(285,135)
Disbursements:										
Current:										
Instruction	206,493	-	-	-	5,429	-	-	41	-	2,408
Support services	106,326	606,286	5,379,471	-	488,061	-	380,496	444,155	-	-
Noninstructional services	1,390,072	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	15,649	-	-	-	31,000	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	12,936	-	-	-	-	-	-	-	-	-
Total disbursements	1,731,476	606,286	5,379,471	-	524,490	-	380,496	444,196	-	2,408
Excess (deficiency) of receipts over disbursements	142,831	(42,052)	(220,311)	-	255,732	57,627	84,827	341,470	-	(287,543)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	1,630	-	-	-	-	-	109	6,864	2,405
Transfers out	-	-	-	-	-	-	-	(6,864)	-	-
Total other financing sources (uses)	-	1,630	-	-	-	-	-	(6,755)	6,864	2,405
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	142,831	(40,422)	(220,311)	-	255,732	57,627	84,827	334,715	6,864	(285,138)
Cash and investments - ending	\$ 524,500	\$ 233,816	\$ 3,439,204	\$ 184,852	\$ 666,112	\$ -	\$ 349,495	\$ 367,908	\$ -	\$ -

GREATER JASPER CONSOLIDATED SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2010
 (Continued)

	Health Occupations 2010-2011	1445 Health Occupations	Area Law Enforcement Class	Law Enforcement	Law Enforcement 2010-2011	Educational License Plates	SAFE School Haven	Spencer Co. ARC	Gifted and Talented 2008-2009	High Ability 2010-2011
Cash and investments - beginning	\$ -	\$ -	\$ 22,246	\$ -	\$ -	\$ 5,085	\$ 226	\$ 987	\$ (1,975)	\$ -
Receipts:										
Local sources	-	52,263	1,521	43,859	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	469	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	39,174
Federal sources	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	52,263	1,521	43,859	-	469	-	-	-	39,174
Disbursements:										
Current:										
Instruction	-	58,059	-	39,506	-	-	-	-	-	39,372
Support services	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	58,059	-	39,506	-	-	-	-	-	39,372
Excess (deficiency) of receipts over disbursements	-	(5,796)	1,521	4,353	-	469	-	-	-	(198)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	23,767	-	-	-	-	1,975	-
Transfers out	-	(2,405)	(23,767)	-	-	-	-	-	-	-
Total other financing sources (uses)	-	(2,405)	(23,767)	23,767	-	-	-	-	1,975	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(8,201)	(22,246)	28,120	-	469	-	-	1,975	(198)
Cash and investments - ending	\$ -	\$ (8,201)	\$ -	\$ 28,120	\$ -	\$ 5,554	\$ 226	\$ 987	\$ -	\$ (198)

GREATER JASPER CONSOLIDATED SCHOOLS
 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	Non-English Speaking Programs P.L. 273-1999	English Non-English 2009-2010	English Non-English 2010-2011	School Technology	Math Grant	Performance Based Awards	Excess PTRC Distributions	Title I	Title I - 2009-2010
Cash and investments - beginning	\$ 49,005	\$ (2,204)	\$ -	\$ -	\$ 30,644	\$ -	\$ 1,371	\$ -	\$ -	\$ -
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	8,539	-	-	-	-	-	-	-	-	-
Federal sources	-	-	31,732	-	-	-	-	-	-	248,057
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	8,539	-	31,732	-	-	-	-	-	-	248,057
Disbursements:										
Current:										
Instruction	-	5,948	31,421	-	-	-	-	-	-	217,835
Support services	-	4,316	-	-	25,584	88,728	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	10,264	31,421	-	25,584	88,728	-	-	-	217,835
Excess (deficiency) of receipts over disbursements	8,539	(10,264)	311	-	(25,584)	(88,728)	-	-	-	30,222
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	12,468	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	12,468	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	8,539	2,204	311	-	(25,584)	(88,728)	-	-	-	30,222
Cash and investments - ending	\$ 57,544	\$ -	\$ 311	\$ -	\$ 5,060	\$ (88,728)	\$ 1,371	\$ -	\$ -	\$ 30,222

GREATER JASPER CONSOLIDATED SCHOOLS
 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 I 2008-2009	Innovative Education Program Strategies Title V (Part A)	IDEA	IDEA 2009-2010	Federal Assistance Educational Preschool Handicapped	Preschool 2009-2010	Adult Education and Family Literacy, Title II	Adult Education Grant	Title IV 2007-2008	Vocational and Technical Board Grants
Cash and investments - beginning	\$ (6,949)	\$ 1,456	\$ 77,755	\$ -	\$ (261)	\$ -	\$ 9,741	\$ -	\$ 4,869	\$ -
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	501,134	1,980,003	28,984	75,001	-	213,854	8,365	91,560
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	501,134	1,980,003	28,984	75,001	-	213,854	8,365	91,560
Disbursements:										
Current:										
Instruction	15,833	-	235,225	711,987	28,723	81,551	-	-	-	111,322
Support services	-	-	343,664	1,310,845	-	-	9,741	183,810	10,310	-
Noninstructional services	2,419	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	16,050	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	18,252	-	578,889	2,022,832	28,723	81,551	9,741	199,860	10,310	111,322
Excess (deficiency) of receipts over disbursements	(18,252)	-	(77,755)	(42,829)	261	(6,550)	(9,741)	13,994	(1,945)	(19,762)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	25,201	-	-	-	-	-	-	-	-	-
Transfers out	-	(1,456)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	25,201	(1,456)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	6,949	(1,456)	(77,755)	(42,829)	261	(6,550)	(9,741)	13,994	(1,945)	(19,762)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (42,829)	\$ -	\$ (6,550)	\$ -	\$ 13,994	\$ 2,924	\$ (19,762)

GREATER JASPER CONSOLIDATED SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2010
 (Continued)

	Perkins Grant Robotics	Perkins Grant	Vocational Education	Beginner Teacher Academy	FACS Professional Development	FACS New Curriculum	Project Lead the Way	Medicaid Reimbursement - Federal	Other Federal Programs	Class Size Reduction
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ (57,650)	\$ 5,954	\$ (13,331)	\$ -	\$ 71,098	\$ 7,113	\$ 38,576
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	60,001	30,380	15,000	3,700	13,926	33,000	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	60,001	30,380	15,000	3,700	13,926	33,000	-
Disbursements:										
Current:										
Instruction	-	-	-	1,800	34,809	1,669	7,247	-	-	10,683
Support services	-	-	-	-	2,031	-	-	3,320	29,685	2,450
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	1,800	36,840	1,669	7,247	3,320	29,685	13,133
Excess (deficiency) of receipts over disbursements	-	-	-	58,201	(6,460)	13,331	(3,547)	10,606	3,315	(13,133)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	441	-	-	-	-	-
Transfers out	-	-	-	(551)	-	-	-	-	-	(25,443)
Total other financing sources (uses)	-	-	-	(551)	441	-	-	-	-	(25,443)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	57,650	(6,019)	13,331	(3,547)	10,606	3,315	(38,576)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ (65)	\$ -	\$ (3,547)	\$ 81,704	\$ 10,428	\$ -

GREATER JASPER CONSOLIDATED SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2010
 (Continued)

	Improving Teaching Quality, No Child Left, Title II, Part A	Title II Part A 2010-2011	Title III, Language Instruction	Title III 2009-2010	Public Charter School ESEA Title X, Part C	Fiscal Stabilization - Education	Title I - Grants to LEAs	Special Education - Part B	Special Education - Part B - Preschool	Totals
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 23,893	\$ 833,406	\$ 26,107	\$ -	\$ -	\$ 15,033,769
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	26,308,502
Intermediate sources	-	-	-	-	-	-	-	-	-	599
State sources	-	-	-	-	-	-	-	-	-	17,123,548
Federal sources	79,596	-	-	29,512	-	653,310	91,343	2,369,895	125,463	7,620,807
Temporary loans	-	-	-	-	-	-	-	-	-	6,000,000
Other	-	-	-	-	-	-	-	-	-	21,072
Total receipts	79,596	-	-	29,512	-	653,310	91,343	2,369,895	125,463	57,074,528
Disbursements:										
Current:										
Instruction	47,952	-	-	21,428	7,967	913,809	59,324	530,261	26,843	15,969,627
Support services	6,749	-	-	-	-	513,174	20,728	1,902,425	98,749	19,806,792
Noninstructional services	-	-	-	-	-	2,732	-	-	-	1,472,702
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	677,433
Debt services	-	-	-	-	-	-	-	-	-	14,127,271
Nonprogrammed charges	-	-	-	-	-	57,001	-	-	-	455,239
Total disbursements	54,701	-	-	21,428	7,967	1,486,716	80,052	2,432,686	125,592	52,509,064
Excess (deficiency) of receipts over disbursements	24,895	-	-	8,084	(7,967)	(833,406)	11,291	(62,791)	(129)	4,565,464
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	72,100
Transfers in	-	-	-	-	-	-	-	-	-	1,448,666
Transfers out	-	-	-	-	(15,926)	-	-	-	-	(1,448,666)
Total other financing sources (uses)	-	-	-	-	(15,926)	-	-	-	-	72,100
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	24,895	-	-	8,084	(23,893)	(833,406)	11,291	(62,791)	(129)	4,637,564
Cash and investments - ending	\$ 24,895	\$ -	\$ -	\$ 8,084	\$ -	\$ -	\$ 37,398	\$ (62,791)	\$ (129)	\$ 19,671,333

GREATER JASPER CONSOLIDATED SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2011

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Special Education Preschool	Rainy Day	Retirement/ Severance Bond	Construction
Cash and investments - beginning	\$ 5,788,360	\$ 621,656	\$ 63,984	\$ 2,786,330	\$ 1,087,098	\$ 95,018	\$ -	\$ 1,386,978	\$ 2,000,000	\$ -
Receipts:										
Local sources	160,551	6,581,351	1,229,218	4,106,325	1,538,231	-	-	23,157	27,420	-
Intermediate sources	130	-	-	-	-	-	-	-	-	-
State sources	17,304,064	-	-	46,281	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Temporary loans	3,000,000	-	-	-	-	-	-	-	-	-
Other	140	-	-	17,314	-	-	-	-	-	100,001
Total receipts	20,464,885	6,581,351	1,229,218	4,169,920	1,538,231	-	-	23,157	27,420	100,001
Disbursements:										
Current:										
Instruction	13,218,558	-	-	-	-	-	-	121,726	968,478	-
Support services	4,061,752	-	-	2,063,108	1,128,689	-	-	210,830	165,352	-
Noninstructional services	59,800	-	-	-	-	-	-	1,503	-	-
Facilities acquisition and construction	-	-	-	269,509	-	-	-	-	-	60,796
Debt services	6,000,000	6,280,219	1,237,875	-	-	-	-	-	-	-
Nonprogrammed charges	261,154	-	-	40,894	163,689	-	-	-	-	-
Total disbursements	23,601,264	6,280,219	1,237,875	2,373,511	1,292,378	-	-	334,059	1,133,830	60,796
Excess (deficiency) of receipts over disbursements	(3,136,379)	301,132	(8,657)	1,796,409	245,853	-	-	(310,902)	(1,106,410)	39,205
Other financing sources (uses):										
Sale of capital assets	200	-	-	-	-	-	-	-	-	-
Transfers in	730,288	-	-	-	125,038	-	-	2,500,000	836,698	-
Transfers out	(336,698)	-	-	(2,000,000)	(562,519)	-	-	(500,000)	(730,288)	-
Total other financing sources (uses)	393,790	-	-	(2,000,000)	(437,481)	-	-	2,000,000	106,410	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,742,589)	301,132	(8,657)	(203,591)	(191,628)	-	-	1,689,098	(1,000,000)	39,205
Cash and investments - ending	\$ 3,045,771	\$ 922,788	\$ 55,327	\$ 2,582,739	\$ 895,470	\$ 95,018	\$ -	\$ 3,076,076	\$ 1,000,000	\$ 39,205

GREATER JASPER CONSOLIDATED SCHOOLS
 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	Self- Insurance	Levy Excess	Joint Services and Supply - Special Education Cooperative	JSS Co-op Preschool	JSS Co-op Transportation	Joint Services and Supply - Area Vocational School	ICE	1440 Health Occupations
Cash and investments - beginning	\$ 524,500	\$ 233,816	\$ 3,439,204	\$ 184,852	\$ 666,112	\$ -	\$ 349,495	\$ 367,908	\$ -	\$ -
Receipts:										
Local sources	873,053	358,992	6,460,524	-	500,494	-	361,542	437,457	-	18,574
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	22,502	145,596	-	-	-	-	-	-	-	-
Federal sources	1,029,405	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	184	-	-	-	-	-
Total receipts	1,924,960	504,588	6,460,524	-	500,678	-	361,542	437,457	-	18,574
Disbursements:										
Current:										
Instruction	191,037	-	-	-	7,775	-	-	4,954	-	-
Support services	107,851	430,703	5,254,543	-	421,049	-	304,306	543,814	-	-
Noninstructional services	1,399,011	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	20,786	-	-	-	28,100	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	73,050	-	-	-	-	-	-	-	-	-
Total disbursements	1,791,735	430,703	5,254,543	-	456,924	-	304,306	548,768	-	-
Excess (deficiency) of receipts over disbursements	133,225	73,885	1,205,981	-	43,754	-	57,236	(111,311)	-	18,574
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	62,519	-	-	785	-	-	-
Transfers out	-	-	-	(125,038)	(785)	-	-	(31,000)	-	(18,574)
Total other financing sources (uses)	-	-	-	(62,519)	(785)	-	785	(31,000)	-	(18,574)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	133,225	73,885	1,205,981	(62,519)	42,969	-	58,021	(142,311)	-	-
Cash and investments - ending	\$ 657,725	\$ 307,701	\$ 4,645,185	\$ 122,333	\$ 709,081	\$ -	\$ 407,516	\$ 225,597	\$ -	\$ -

GREATER JASPER CONSOLIDATED SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2011
 (Continued)

	Health Occupations 2010-2011	1445 Health Occupations	Area Law Enforcement Class	Law Enforcement	Law Enforcement 2010-2011	Educational License Plates	SAFE School Haven	Spencer Co. ARC	Gifted and Talented 2008-2009	High Ability 2010-2011
Cash and investments - beginning	\$ -	\$ (8,201)	\$ -	\$ 28,120	\$ -	\$ 5,554	\$ 226	\$ 987	\$ -	\$ (198)
Receipts:										
Local sources	31,747	769	15,820	869	23,976	-	-	-	-	-
Intermediate sources	-	-	-	-	-	450	-	-	-	-
State sources	-	-	-	-	-	-	-	-	38,585	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	<u>31,747</u>	<u>769</u>	<u>15,820</u>	<u>869</u>	<u>23,976</u>	<u>450</u>	<u>-</u>	<u>-</u>	<u>38,585</u>	<u>-</u>
Disbursements:										
Current:										
Instruction	59,132	-	-	8,235	64,902	-	-	-	30,852	6,341
Support services	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>59,132</u>	<u>-</u>	<u>-</u>	<u>8,235</u>	<u>64,902</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,852</u>	<u>6,341</u>
Excess (deficiency) of receipts over disbursements	<u>(27,385)</u>	<u>769</u>	<u>15,820</u>	<u>(7,366)</u>	<u>(40,926)</u>	<u>450</u>	<u>-</u>	<u>-</u>	<u>7,733</u>	<u>(6,341)</u>
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	39,142	173	-	-	39,574	-	-	-	-	-
Transfers out	-	7,259	(15,820)	(20,754)	-	-	-	-	-	-
Total other financing sources (uses)	<u>39,142</u>	<u>7,432</u>	<u>(15,820)</u>	<u>(20,754)</u>	<u>39,574</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>11,757</u>	<u>8,201</u>	<u>-</u>	<u>(28,120)</u>	<u>(1,352)</u>	<u>450</u>	<u>-</u>	<u>-</u>	<u>7,733</u>	<u>(6,341)</u>
Cash and investments - ending	<u>\$ 11,757</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,352)</u>	<u>\$ 6,004</u>	<u>\$ 226</u>	<u>\$ 987</u>	<u>\$ 7,733</u>	<u>\$ (6,539)</u>

GREATER JASPER CONSOLIDATED SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2011
 (Continued)

	Medicaid Reimbursement	Non-English Speaking Programs P.L. 273-1999	English Non-English 2009-2010	English Non-English 2010-2011	School Technology	Math Grant	Performance Based Awards	Excess PTRC Distributions	Title I	Title I - 2009-2010
Cash and investments - beginning	\$ 57,544	\$ -	\$ 311	\$ -	\$ 5,060	\$ (88,728)	\$ 1,371	\$ -	\$ -	\$ 30,222
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	13,704	-	-	-	27,655	119,930	-	62,519	-	-
Federal sources	-	-	-	28,565	-	-	-	-	179,742	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	13,704	-	-	28,565	27,655	119,930	-	62,519	179,742	-
Disbursements:										
Current:										
Instruction	-	-	311	23,977	-	-	-	-	207,598	24,354
Support services	-	-	-	-	21,233	18,700	-	-	848	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	311	23,977	21,233	18,700	-	-	208,446	24,354
Excess (deficiency) of receipts over disbursements	13,704	-	(311)	4,588	6,422	101,230	-	62,519	(28,704)	(24,354)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	13,704	-	(311)	4,588	6,422	101,230	-	62,519	(28,704)	(24,354)
Cash and investments - ending	\$ 71,248	\$ -	\$ -	\$ 4,588	\$ 11,482	\$ 12,502	\$ 1,371	\$ 62,519	\$ (28,704)	\$ 5,868

GREATER JASPER CONSOLIDATED SCHOOLS
 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 I 2008-2009	Innovative Education Program Strategies Title V (Part A)	IDEA	IDEA 2009-2010	Federal Assistance Educational Preschool Handicapped	Preschool 2009-2010	Adult Education and Family Literacy, Title II	Adult Education Grant	Title IV 2007-2008	Vocational and Technical Board Grants
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ (42,829)	\$ -	\$ (6,550)	\$ -	\$ 13,994	\$ 2,924	\$ (19,762)
Receipts:										
Local sources	-	-	-	-	-	-	37	-	-	6,500
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	1,815,693	883,165	81,006	34,391	182,649	-	-	30,523
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	1,815,693	883,165	81,006	34,391	182,686	-	-	37,023
Disbursements:										
Current:										
Instruction	-	-	698,970	321,549	65,015	27,841	6,953	-	-	17,114
Support services	-	-	1,137,019	518,787	16,722	-	187,001	-	2,924	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	16,050	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	1,835,989	840,336	81,737	27,841	210,004	-	2,924	17,114
Excess (deficiency) of receipts over disbursements	-	-	(20,296)	42,829	(731)	6,550	(27,318)	-	(2,924)	19,909
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	13,994	-	-	-
Transfers out	-	-	-	-	-	-	-	(13,994)	-	-
Total other financing sources (uses)	-	-	-	-	-	-	13,994	(13,994)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(20,296)	42,829	(731)	6,550	(13,324)	(13,994)	(2,924)	19,909
Cash and investments - ending	\$ -	\$ -	\$ (20,296)	\$ -	\$ (731)	\$ -	\$ (13,324)	\$ -	\$ -	\$ 147

GREATER JASPER CONSOLIDATED SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2011
 (Continued)

	Perkins Grant Robotics	Perkins Grant	Vocational Education	Beginner Teacher Academy	FACS Professional Development	FACS New Curriculum	Project Lead the Way	Medicaid Reimbursement - Federal	Other Federal Programs	Class Size Reduction
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ (65)	\$ -	\$ (3,547)	\$ 81,704	\$ 10,428	\$ -
Receipts:										
Local sources	-	49	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	5,700	111,681	29,500	-	-	15,000	11,301	22,350	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	5,700	111,730	29,500	-	-	15,000	11,301	22,350	-	-
Disbursements:										
Current:										
Instruction	5,700	109,977	24,282	11,260	(65)	15,000	7,754	-	-	-
Support services	-	2,131	-	-	-	-	-	2,696	9,638	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	5,700	112,108	24,282	11,260	(65)	15,000	7,754	2,696	9,638	-
Excess (deficiency) of receipts over disbursements	-	(378)	5,218	(11,260)	65	-	3,547	19,654	(9,638)	-
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(378)	5,218	(11,260)	65	-	3,547	19,654	(9,638)	-
Cash and investments - ending	\$ -	\$ (378)	\$ 5,218	\$ (11,260)	\$ -	\$ -	\$ -	\$ 101,358	\$ 790	\$ -

GREATER JASPER CONSOLIDATED SCHOOLS
 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 Teaching Quality, No Child Left, Title II, Part A	Title II Part A 2010-2011	Title III, Language Instruction	Title III 2009-2010	Public Charter School ESEA Title X, Part C	Fiscal Stabilization - Education	Title I - Grants to LEAs	Special Education - Part B	Special Education - Part B - Preschool	Totals
Cash and investments - beginning	\$ 24,895	\$ -	\$ -	\$ 8,084	\$ -	\$ -	\$ 37,398	\$ (62,791)	\$ (129)	\$ 19,671,333
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	22,756,656
Intermediate sources	-	-	-	-	-	-	-	-	-	580
State sources	-	-	-	-	-	-	-	-	-	17,780,836
Federal sources	-	56,856	19,145	-	-	-	14,415	1,198,077	8,648	5,757,812
Temporary loans	-	-	-	-	-	-	-	-	-	3,000,000
Other	-	-	-	-	-	-	-	-	-	117,639
Total receipts	-	56,856	19,145	-	-	-	14,415	1,198,077	8,648	49,413,523
Disbursements:										
Current:										
Instruction	16,245	60,571	21,325	8,084	-	-	45,851	218,073	2,225	16,621,954
Support services	8,650	-	-	-	-	-	5,219	964,151	5,264	17,592,980
Noninstructional services	-	-	-	-	-	-	-	-	-	1,460,314
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	395,241
Debt services	-	-	-	-	-	-	-	-	-	13,518,094
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	538,787
Total disbursements	24,895	60,571	21,325	8,084	-	-	51,070	1,182,224	7,489	50,127,370
Excess (deficiency) of receipts over disbursements	(24,895)	(3,715)	(2,180)	(8,084)	-	-	(36,655)	15,853	1,159	(713,847)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	200
Transfers in	-	-	-	-	-	-	-	-	-	4,348,211
Transfers out	-	-	-	-	-	-	-	-	-	(4,348,211)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	200
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(24,895)	(3,715)	(2,180)	(8,084)	-	-	(36,655)	15,853	1,159	(713,647)
Cash and investments - ending	\$ -	\$ (3,715)	\$ (2,180)	\$ -	\$ -	\$ -	\$ 743	\$ (46,938)	\$ 1,030	\$ 18,957,686

GREATER JASPER CONSOLIDATED SCHOOLS
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended 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	\$ 2,919,012
Buildings	131,221,446
Improvements other than buildings	11,157,503
Machinery and equipment	<u>3,402,186</u>
Total governmental activities, capital assets not being depreciated	<u><u>\$ 148,700,147</u></u>

GREATER JASPER CONSOLIDATED SCHOOLS
 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 Due Within One Year
Governmental activities:		
Capital leases:		
JHS (2002 greater jasper schools building corporation)	\$ 16,633,498	\$ 1,707,664
JMS (2002 greater jasper schools building corporation)	17,961,623	2,195,356
Bonds payable:		
General obligation bonds:		
2004 pension bonds, school severance program	<u>8,360,000</u>	<u>810,000</u>
Total governmental activities debt	<u>\$ 42,955,121</u>	<u>\$ 4,713,020</u>

GREATER JASPER CONSOLIDATED SCHOOLS
AUDIT RESULTS AND COMMENTS

CAPITAL PROJECT FUND DISBURSEMENTS

Funds were disbursed from the Capital Projects Fund for the following items:

Banners advertising and promoting Greater Jasper Consolidated Schools, payments to attorneys for retainer fees and negotiation of certified staff contracts and benefits, trash removal and pest control.

A school corporation may establish a capital projects fund with respect to any facility used or to be used by the school corporation (other than a facility used or to be used primarily for interscholastic or extra-curricular activities, except as provided in IC 20-40-8-12, and be used for the following

1. Planned construction, repair, replacement, or remodeling.
2. Site acquisition.
3. Site development.
4. Repair, replacement, or site acquisition that is necessitated by an emergency.
5. Except as provided in section IC 20-40-8-12, money in the fund may not be used to pay for: (1) planned construction, repair, replacement, or remodeling; (2) site acquisition; (3) site development; or (4) repair, replacement, or site acquisition that is necessitated by an emergency; of a facility used or to be used primarily for interscholastic or extra-curricular activities.
6. Money in the fund may be used to pay for the construction, repair, replacement, remodeling, or maintenance of a school sports facility. However, a school corporation's expenditures in a calendar year under this section may not exceed five percent (5%) of the property tax revenues levied for the fund in the calendar year. IC 20-40-8-12
7. Purchase, lease, repair or maintenance of equipment to be used by the school corporation (other than vehicles to be used for any purpose and equipment to be used primarily for interscholastic or extra-curricular activities).
8. To purchase, lease, upgrade, maintain, or repair computer hardware, computer software, or computer hardware and software. Wiring and computer networks. Communication access systems used to connect with computer networks or electronic gateways.
9. To pay for the services of full-time or part-time computer maintenance employees.
10. To conduct nonrecurring in-service technology training of school employees.
11. To fund the payment of advances, together with interest on the advances, from the common school fund for educational technology programs under IC 20-49.
12. To fund the acquisition of any equipment or services necessary: to implement the technology preparation curriculum under IC 20-30-12; to participate in a program to provide educational technologies, including computers, in the homes of students (commonly referred to as "the buddy system project") under IC 20-20-13, the 4R's technology program or any other program under the educational program described in IC 20-20-13; or to obtain any combination of equipment or services described in IC 20-40-8-13.

GREATER JASPER CONSOLIDATED SCHOOLS
AUDIT RESULTS AND COMMENTS
(Continued)

13. Purchase building sites; buildings in need of renovation; building materials; and equipment by vocational building trade classes to construct new buildings and to remodel existing buildings.
14. Leasing or renting of existing real estate, excluding payments authorized under IC 20-47-2 and IC 20-47-3.
15. To pay for services of school corporation employees, that are brick layers, stone masons, cement masons, tile setters, glaziers, insulation workers, asbestos removers, painters, paperhangers, drywall applicators and tapers, plasterers, pipe fitters, roofers, structural and steel workers, metal building assemblers, heating and air conditioning installers, welders, carpenters, electricians, or plumbers as these occupations are defined in the U.S. Department of Labor, Employment and Training Administration, Dictionary of Occupational Titles, Fourth Edition, Revised 1991 if:
 - (a) The employees perform construction of, renovation of, remodeling of, repair of, or maintenance on the facilities and equipment specified in IC 20-40-8-10 and IC 20-40-8-11;
 - (b) The school corporation's total annual salary and benefits paid by the school corporation to employees described are at least six hundred thousand dollars (\$600,000); and
 - (c) The payment of the employees described is included as part of the proposed Capital Projects Fund Plan in IC 20-40-8.

The number of employees covered by IC 20-40-8-16 is limited to the number of employee positions described in this section that existed in the school corporation on January 1, 1993.
16. To pay for energy savings contracts under IC 36-1-12.5.

Effective 1-1-2010. Money in the fund may be used to pay for up to one hundred percent (100%) of the following costs of a school corporation: (1) Utility services. (2) Property or casualty insurance. (3) Both utility services and property or casualty insurance. A school corporation's expenditures under this section may not exceed in 2010 and in 2011 three and five-tenths percent (3.5%) of the school corporation's 2005 calendar year distribution.

(Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 3)

Sources and uses of funds should be limited to those authorized by the enabling statute, ordinance, resolution, or grant agreement. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

A similar comment appeared in prior reports.

TEXTBOOK RENTAL FEES

The School Corporation charged a general fee to each student on their textbook rental bill which covered paper, toner, supplies, and technology costs. The general fee was not approved by the school board. The following schedule shows the general fee charged to each student in the corporation during the audit period:

GREATER JASPER CONSOLIDATED SCHOOLS
AUDIT RESULTS AND COMMENTS
(Continued)

Grades	2009-2010	2010-2011
K	\$ 5.00	\$ 10.00
1-2	10.00	10.00
3-5	11.00	11.00
6-8	10.00	10.00
9-12	22.50	20.00

Jasper High School also collected the following fees on textbook rental bills without board approval: 9th grade fee, activity fee, lost book fee, class change fee, and cost of student handbook fee.

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 Supreme Court provided in *Nagy v. Evansville-Vanderburgh School Corporation*, 844 N.E.2d 481 (Ind. 2006) Where the legislature-or through delegation of its authority the State Board-has identified programs, activities, projects, services or curricula that it either mandates or permits school corporations to undertake, the legislature has made a policy decision regarding exactly what qualifies as a part of a uniform system of public education commanded by Article 8, Section 1 and thus what qualifies for funding at public expense. And of course the legislature has the authority to place appropriate conditions or limitations on any such funding. However, absent specific statutory authority, fees, or charges for what are otherwise public education cost items cannot be levied directly or indirectly against students or their parents. Only programs, activities, projects, services or curricula that are outside of or expand upon those identified by the legislature-what we understand to be "extracurricular" - may be considered as not a part of a publicly-funded education. And thus a reasonable fee may be assessed, but only against those students who participate in or take advantage of them.

The State Board of Accounts is of the audit position the following are some of the types of fees that should not be assessed, collected or receipted by a school or school corporation: Air Conditioning Fees; Instructional Fees; Bus Rider Fees for Students to Attend Classes; Fees for Payroll Positions (Nurses, Principals, Counselors, etc.) (The School Administrator and Uniform Compliance Guidelines, Volume 190, Page 5)

INTERNAL CONTROLS

The controls over the billing of textbook rental fees to students were established, but were not followed properly. The following weaknesses were noted:

1. The School Board approved all textbook rental rates for the audit period. However, some students were not charged textbook rental rates as approved by the School Board.
2. Review of textbook rental billings were performed by individual school officials within the corporation. Errors were noted and corrected for each school by one person in the High School office. This person has access to every textbook rental bill in the corporation. No school corporation authorization was presented for audit that allows this person to make these corrections.
3. Finally, there was no review of textbook rental billings after corrections were made by the individual schools to ensure subsequent billings were corrected and collected.

GREATER JASPER CONSOLIDATED SCHOOLS
AUDIT RESULTS AND COMMENTS
(Continued)

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

LEAVE AND OVERTIME POLICY

There were instances noted during the audit of payroll that some noncertified employees documented compensatory time used on their time sheets. Also some noncertified employees documented overtime on their time cards and were paid for it while some others documented overtime and were not paid. Each building supervisor is responsible for allowing usage of compensatory time or receiving overtime pay.

The School Corporation does not have a written leave or overtime policy adopted by the governing board as of June 30, 2011.

Each governmental unit should adopt written policy regarding the accrual and use of leave time and compensatory time and the payment of overtime. Negotiated labor contracts approved by the governing board would be considered as written policy. The policy should conform to the requirements of all state and federal regulatory agencies. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

RECORDS OF HOURS WORKED

During the audit of payroll, it was noted that School Corporation maintenance employees for all buildings were paid based on a 52 hour per week calculation. However, the employees were only documenting 48 hours worked per week. Two maintenance employees also drive a School Corporation school bus daily, in which hours are not documented. Maintenance employees are being paid for hours that are not documented on the time card and are working more than 40 hours per week per time cards submitted.

All compensation and benefits paid to officials and employees must be included in the labor contract, salary ordinance, resolution, or salary schedule adopted by the governing body unless otherwise authorized by statute. Compensation should be made in a manner that will facilitate compliance with state and federal reporting requirements. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 13)

IC 5-11-9-4 requires that records be maintained showing which hours are worked each day for employees employed by more than one political subdivision or in more than one position by the same public agency. This requirement can be met by indicating the number of hours worked on each Employee's Service Record, General Form No. 99A and/or General Form No. 99B.

GREATER JASPER CONSOLIDATED SCHOOLS
AUDIT RESULTS AND COMMENTS
(Continued)

The federal Fair Labor Standards Act (FLSA) requires that records of wages paid, daily and weekly hours of work, and the time of day and day of week on which the employee's work week begins be kept for all employees. These requirements can be met by use of the following prescribed general forms:

General Form 99A, Employees' Service Record
General Form 99B, Employee's Earnings Record
General Form 99C, Employee's Weekly Earnings Record

General Form 99C is required only for employees who are not exempt from FLSA, are not on a fixed work schedule, and are not paid weekly.

Additional information regarding FLSA rules and regulations may be obtained from the Department of Labor. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 13)

There is no minimum salary law for non-instructional employees other than the state and federal minimum wage and hour laws.

The board of school trustees has the authority to classify and determine salary schedules for non-instructional employees provided such schedules do not violate any State or federal wage and hour statutes. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 8)

***FINANCIAL REPORT OF SCHOOL EXTRA-CURRICULAR
ACCOUNTS – (Applies to Jasper Middle and High Schools)***

Jasper High School and Jasper Middle School presented Financial Reports (SA-5) for audit for 2009-2010 and 2010-2011, but they were not finished and remitted to the School Corporation within two weeks after the close of the school year.

Within two weeks after the close of the school year, a financial report must be made of all activity of ECA funds. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 1)

A similar comment appeared in prior reports.

DISBURSEMENT DOCUMENTATION – (Applies to Jasper High School)

Multiple payments were observed which did not contain adequate supporting documentation such as receipts, and invoices. Also, disbursements were made with the only documentation being an internal "invoice" describing what the purchase was for and no external documentation was attached.

Due to the lack of supporting information, the validity and accountability for some monies disbursed could not be established.

There were multiple claims that did not have the certified signature of the fiscal officer.

Four claims, in the amount of \$4,372, were noted as exceptions because no purchase order or itemized documentation could be provided for the audit process.

GREATER JASPER CONSOLIDATED SCHOOLS
AUDIT RESULTS AND COMMENTS
(Continued)

One claim for reimbursement in the amount of \$391 for meals was noted as an exception. No paid invoice was attached as itemized for documentation.

Supporting documentation such as receipts, canceled checks, tickets, invoices, bills, contracts, and other public records must be available for audit to provide supporting information for the validity and accountability of monies disbursed. Payments without supporting documentation may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

All claims, invoices, receipts and accounts payable vouchers, including those presented to the governing body for approval in accordance with IC 5-11-10, should contain adequate detailed documentation. All claims, invoices, receipts, and accounts payable vouchers regarding reimbursement for meals and expenses for individuals must have specific detailed information of the names of all individuals for whom amounts are claimed, including the nature, name and purpose of the business meeting, to enable the governing body to authorize payment. Payments which do not have proper itemization showing the business nature of the claim may be the personal obligation of the responsible official, employee or other person for whom the claim is made. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

OVERDRAWN FUND BALANCES (Applies to Jasper High School)

The Athletic Fund was overdrawn at June 30, 2010, in the amount of \$3,807.14.

The Phillip Haas Memorial Trust Fund and the Class of 2012 Fund were overdrawn at June 30, 2011, in the amount of \$500 and \$129.47, respectively.

A similar comment appeared in prior reports.

The balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

PRENUMBERED TICKETS NOT USED – (Applies to Jasper High School)

Ticket sale reports (Form SA-4) were prepared for the gate receipts for Jasper High School events. However, the school did not provide for audit any prenumbered ticket stubs for verification. During the audit it was discovered that Jasper High School does not retain the ticket stubs for supporting documentation.

Prenumbered tickets were used for athletic events.

Therefore the ticket sales cannot be verified for the audit years of 2009-2010 and 2010-2011.

Ticket sales conducted by any activity should be accounted for as follows:

The treasurer should be responsible for the proper accounting for all tickets and should keep a record of the number purchased, the number issued for sale, and the number returned. The treasurer should see that proper accounting is made for the cash received from those sold. All tickets shall be pre-numbered, with a different ticket color and numerical series for each price group. When cash for ticket sales is deposited with the treasurer, the treasurer's receipt issued therefore should show the number of tickets issued to the seller, the number returned unsold and

GREATER JASPER CONSOLIDATED SCHOOLS
AUDIT RESULTS AND COMMENTS
(Continued)

the balance remitted in cash. All tickets (including free or reduced) must be listed and accounted for on the SA-4. (Accounting and Uniform Compliance Guidelines Manual Extra-Curricular Accounts, Chapter 2)

Serially pre-numbered tickets by the printing supplier should be used for all athletic and other extra-curricular activities and events for which admission is charged. Part of the pre-numbered ticket should be given to the person paying for the ticket upon admission to the event. The other part of the ticket (which should also be pre-numbered, referred to as the stub) should be retained. All tickets (unused tickets and stubs) should be retained for audit. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 2)

Tickets for each price group should be different colors and/or different in their series number. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 2)

CONDITION OF RECORDS (Applies to Jasper Middle School)

The following deficiencies relating to the recordkeeping were noted.

ECA ledger balances, financial report balances and reconciled depository balances did not reflect the investments of the Athletic Fund at the Jasper Middle School.

The Financial Reports (Form SA-5) presented for audit were inaccurate and incomplete. The report did not reflect the investment balances of the Athletic Fund.

Indiana Code 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

A similar comment was in the prior report.

COLLECTION OF AMOUNTS DUE (Applies to 5th Street Elementary)

We noted that some students at the Fifth Street Elementary School were not billed a general fee on their textbook rental bills for the 2010-2011 school year while some students were billed the fee.

Governmental units have a responsibility to collect amounts owed to the governmental unit pursuant to procedures authorized by statute. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

FUND SOURCES AND USES (Applies to 5th Street Elementary)

Funds were disbursed from Student Activity Fund that does not benefit the student body as a whole. Claims were paid for food for vision screeners, grant training, mileage for training, and translation services in the amount of \$427.03 collectively.

The professional training and the mileage reimbursement for grant training should be a School Corporation expenditure.

GREATER JASPER CONSOLIDATED SCHOOLS
AUDIT RESULTS AND COMMENTS
(Continued)

Our audit position has been with the provision that the functions for which the expenditures are made benefit the student body as a whole (as opposed to a select group of students, school employees or administrators). Examples of appropriate expenditures in the past would be convocations, field trips which the entire student body has the opportunity to take during the course of the school year, etc. Our audit position has been based in part upon the substance of the transaction (the revenues are primarily from students or parents paying into vending machines, picture money, etc.). (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 6)

Inquiries have questioned the use of a general fund or student activity fund for educational expenditures (copy machines, computers, educational materials, supplies, etc.) which would normally be from school corporation funds. The State Board of Accounts' audit position is as stated above. However, we will not take audit exception to a school having disbursements from an extra-curricular "general fund" or "student activity fund" for authorized school corporation type expenditures, such as equipment, supplies, etc., with the following conditions:

1. A policy has been adopted by a school board in a public meeting authorizing these types of expenditures.
2. Providing there are no objections from a majority of an applicable student body to these types of expenditures.
3. Equipment purchases would still require separate approval from the local school board.

Since alternatives exist for funding educational expenditures (i.e., taxes, authorized investment income expenditures, etc.) and other alternatives for the use of a general fund are available (i.e., reducing the cost of items to students and/or parents), we must emphasize the adoption of the aforementioned would be a public policy decision for which the local board of school trustees must accept any and all responsibility. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 6)

Sources and uses of funds should be limited to those authorized by the enabling statute, ordinance, resolution, or grant agreement. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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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 GREATER JASPER CONSOLIDATED
SCHOOLS, DUBOIS COUNTY, INDIANA

Compliance

We have audited the compliance of the Greater Jasper Consolidated Schools (School Corporation) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the years ended June 30, 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

February 1, 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.

GREATER JASPER CONSOLIDATED SCHOOLS
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.S. DEPARTMENT OF AGRICULTURE				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program				
	10.553		\$ 67,105	\$ -
			-	96,350
Total for program			<u>67,105</u>	<u>96,350</u>
National School Lunch Program				
	10.555		473,811	-
			-	498,766
Total for program			<u>473,811</u>	<u>498,766</u>
Total for federal grantor agency			<u>540,916</u>	<u>595,116</u>
U.S. DEPARTMENT OF EDUCATION				
Pass-Through Indiana Department of Education				
Title I, Part A Cluster				
Title I Grants to Local Educational Agencies				
	84.010		18,252	-
		09-2120	217,835	24,354
		10-2120	-	208,446
		11-2120	-	-
Total for program			<u>236,087</u>	<u>232,800</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act				
	84.389		80,052	-
		10-2120	-	51,069
		11-2120	-	-
Total for program			<u>80,052</u>	<u>51,069</u>
Total for cluster			<u>316,139</u>	<u>283,869</u>
Special Education Cluster				
Special Education - Grants to States				
	84.027		578,889	-
		14209-011-PN01	2,022,829	840,331
		14210-011-PN01	-	1,835,993
		14211-011-PN01	-	-
Total for program			<u>2,601,718</u>	<u>2,676,324</u>
Special Education - Preschool Grants				
	84.173		28,721	-
		45709-011-PN01	81,550	27,843
		45710-011-PN01	-	81,737
		45711-011-PN01	-	-
Total for program			<u>110,271</u>	<u>109,580</u>
ARRA - Special Education Grants to States, Recovery Act				
	84.391		2,432,688	-
		33310-011-SN01	-	1,182,224
		33310-011-SN01	-	-
Total for program			<u>2,432,688</u>	<u>1,182,224</u>

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

GREATER JASPER CONSOLIDATED SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2010 and 2011
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-10	Total Federal Awards Expended 06-30-11
U.S. DEPARTMENT OF EDUCATION (continued)				
Pass-Through Indiana Department of Education (continued)				
Special Education Cluster (continued)				
ARRA - Special Education - Preschool Grants, Recovery Act	84.392			
FY 09-10		44410-011-SN01	125,592	-
FY 10-11		44410-011-SN01	-	7,489
Total for program			<u>125,592</u>	<u>7,489</u>
Total for cluster			<u>5,270,269</u>	<u>3,975,617</u>
State Fiscal Stabilization Fund Cluster				
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act			<u>1,486,710</u>	<u>-</u>
Direct Grant				
Safe and Drug-Free Schools and Communities - National Programs	84.184			
FY 07-10		Q184E070252	<u>29,685</u>	<u>9,638</u>
Pass-Through Indiana Department of Education				
Adult Education - Basic Grants to States				
FY 08-09	84.002		9,740	-
FY 09-10		FY 2009-8063	199,858	13,994
FY 10-11		FY 2010-8063	-	210,002
FY 10-11		FY 2011-8063	<u>-</u>	<u>210,002</u>
Total for program			<u>209,598</u>	<u>223,996</u>
Career and Technical Education - Basic Grants to States	84.048			
FY 09-10		10-4700-2120	111,322	17,113
FY 10-11		11-4700-2120	<u>-</u>	<u>112,109</u>
Total for program			<u>111,322</u>	<u>129,222</u>
Safe and Drug-Free Schools and Communities - State Grants	84.186			
FY 08-09		08-2120	4,868	-
FY 09-10		09-2120	<u>5,440</u>	<u>2,924</u>
Total for program			<u>10,308</u>	<u>2,924</u>
Tech-Prep Education	84.243			
FY 09-10		A58-1-10CI-045	48,106	-
FY 10-11		A58-1-11CI-045	<u>-</u>	<u>63,930</u>
Total for program			<u>48,106</u>	<u>63,930</u>
State Grants for Innovative Programs	84.298			
FY 08-09		09-2120	<u>1,457</u>	<u>-</u>
English Language Acquisition Grants	84.365			
FY 08-09		09-2120-59K00	23,893	-
FY 09-10		10-2120-59K00	21,426	8,084
FY 10-11		11-2120-59K00	<u>-</u>	<u>21,326</u>
Total for program			<u>45,319</u>	<u>29,410</u>

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

GREATER JASPER CONSOLIDATED SCHOOLS
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For The Years Ended June 30, 2010 and 2011
 (Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-10	Total Federal Awards Expended 06-30-11
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Indiana Department of Education (continued)				
Improving Teacher Quality State Grants	84.367			
FY 08-09		08-2120	38,576	-
FY 09-10		09-2120	54,701	24,895
FY 10-11		10-2120	-	60,571
			<u>93,277</u>	<u>85,466</u>
Total for program			<u>93,277</u>	<u>85,466</u>
Total for federal grantor agency			<u>7,622,190</u>	<u>4,804,072</u>
Total federal awards expended			<u>\$ 8,163,106</u>	<u>\$ 5,399,188</u>

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

GREATER JASPER CONSOLIDATED SCHOOLS
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 Greater Jasper Consolidated Schools (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
National School Lunch Program	10.555	\$ 89,625	\$ 91,690

GREATER JASPER CONSOLIDATED SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statement:

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

Federal Awards:

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.002	Child Nutrition Cluster Special Education Cluster State Fiscal Stabilization Cluster Adult Education – Basic Grants to States

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

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

GREATER JASPER CONSOLIDATED SCHOOLS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

GREATER JASPER CONSOLIDATED SCHOOLS
EXIT CONFERENCE

The contents of this report were discussed on February 1, 2012, with Bernard J. Vogler, Vice President of the School Board; Dr. Jerrill Vandeventer, Superintendent of Schools; Dr. Tracy Lorey, Curriculum Director; and Monica Young, Treasurer. The officials concurred with our audit findings.