

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

FINANCIAL STATEMENT EXAMINATION REPORT
OF

OPTIONS CHARTER SCHOOL - NOBLESVILLE
HAMILTON COUNTY, INDIANA

July 1, 2009 to June 30, 2011



FILED

03/28/2012

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Officials	2
Independent Accountant's Report.....	3
Financial Statement:	
Statement of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis	7
Notes to Financial Statement.....	8-12
Supplementary Information:	
Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis	14-17
Schedule of Capital Assets.....	18
Schedule of Long-Term Debt	19
Exit Conference.....	20

OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Sherrie Bly	07-01-09 to 06-30-12
President of Schools	Kevin Davis	07-01-09 to 06-30-12
President of the School Board	Scott Bova Bob Smith	07-01-09 to 06-30-11 07-01-11 to 06-30-12



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE OPTIONS CHARTER SCHOOL -
NOBLESVILLE, HAMILTON COUNTY, INDIANA

We have examined the financial statement of the Options Charter School - Noblesville (School Corporation), for the period of July 1, 2009 to June 30, 2011. The School Corporation's management is responsible for the financial statement. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial statement and performing such other procedures as we considered necessary in the circumstances. We believe that our examination 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 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.

The Combining Schedule of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis, Schedule of Capital Assets, and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the examination procedures applied to 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, and others within the entity, 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 8, 2012

(This page intentionally left blank.)

FINANCIAL STATEMENT

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

(This page intentionally left blank.)

OPTIONS CHARTER SCHOOL - NOBLESVILLE
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	\$ 35,005	\$ 844,367	\$ 938,132	\$ 134,153	\$ 75,393	\$ 1,114,761	\$ 1,189,260	\$ -	\$ 894
Alternative Education	-	74,610	-	(74,610)	-	82,563	-	-	82,563
Senior Institute Fund	-	1,497	1,186	-	311	176	188	-	299
School Technology	-	-	-	-	-	4,800	2,400	-	2,400
Hoover Family Foundation Grant	2,970	-	2,970	-	-	-	-	-	-
Cyfar Grant	-	32,691	32,691	-	-	17,047	18,449	-	(1,402)
Title I	-	10,574	10,574	-	-	9,591	9,591	-	-
Innovative Programs	1,445	53	-	-	1,498	-	-	-	1,498
IDEA, Part B	(2)	68,142	65,685	(11,405)	(8,950)	71,300	70,674	-	(8,324)
Drug Free Schools	-	-	-	-	-	225	-	-	225
Charter Facilities Grant	-	43,520	-	(43,520)	-	-	-	-	-
Title II, Part A	2,220	2,533	500	-	4,253	-	2,418	-	1,835
Rural Schools Achievement	-	-	-	-	-	25,460	22,190	-	3,270
Charter School Grant	-	4,619	-	(4,619)	-	-	-	-	-
Fiscal Stabilization - Education	42,247	28,420	70,667	-	-	-	-	-	-
Title I - Grants to LEAs	4,625	-	4,625	-	-	-	-	-	-
Special Education - Part B	(4,631)	50,782	46,151	-	-	-	-	-	-
Education Jobs	-	-	-	-	-	13,637	13,637	-	-
Totals	<u>\$ 83,879</u>	<u>\$ 1,161,808</u>	<u>\$ 1,173,181</u>	<u>\$ (1)</u>	<u>\$ 72,505</u>	<u>\$ 1,339,560</u>	<u>\$ 1,328,807</u>	<u>\$ -</u>	<u>\$ 83,258</u>

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

OPTIONS CHARTER SCHOOL - NOBLESVILLE
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.

OPTIONS CHARTER SCHOOL - NOBLESVILLE
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.

OPTIONS CHARTER SCHOOL - NOBLESVILLE
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.

OPTIONS CHARTER SCHOOL - NOBLESVILLE
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:

OPTIONS CHARTER SCHOOL - NOBLESVILLE
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 an additional pension plan unique to the School Corporation. Information regarding this plan 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 examination. This is a common occurrence in any financial statement examination. The financial information presented in this report is examined information, and the accuracy of such information can be determined by reading the opinion given in the Independent Accountant's Report.

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

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

	General	Alternative Education	Senior Institute Fund	School Technology	Hoover Family Foundation Grant	Cyfar Grant	Title I	Innovative Programs	IDEA, Part B	Drug Free Schools
Cash and investments - beginning	\$ 35,005	\$ -	\$ -	\$ -	\$ 2,970	\$ -	\$ -	\$ 1,445	\$ (2)	\$ -
Receipts:										
Local sources	17,795	-	1,497	-	-	32,691	-	-	-	-
Intermediate sources	3,000	-	-	-	-	-	-	-	68,142	-
State sources	821,651	74,610	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	10,574	53	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Other	1,921	-	-	-	-	-	-	-	-	-
Total receipts	844,367	74,610	1,497	-	-	32,691	10,574	53	68,142	-
Disbursements:										
Current:										
Instruction	622,243	-	1,186	-	-	32,691	-	-	63,373	-
Support services	80,242	-	-	-	2,970	-	10,574	-	2,312	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	7,116	-	-	-	-	-	-	-	-	-
Debt services	225,031	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	3,500	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	938,132	-	1,186	-	2,970	32,691	10,574	-	65,685	-
Excess (deficiency) of receipts over disbursements	(93,765)	74,610	311	-	(2,970)	-	-	53	2,457	-
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	134,153	-	-	-	-	-	-	-	-	-
Transfers out	-	(74,610)	-	-	-	-	-	-	(11,405)	-
Total other financing sources (uses)	134,153	(74,610)	-	-	-	-	-	-	(11,405)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	40,388	-	311	-	(2,970)	-	-	53	(8,948)	-
Cash and investments - ending	\$ 75,393	\$ -	\$ 311	\$ -	\$ -	\$ -	\$ -	\$ 1,498	\$ (8,950)	\$ -

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

	Charter Facilities Grant	Title II, Part A	Rural Schools Achievement	Charter School Grant	Fiscal Stabilization - Education	Title I - Grants to LEAs	Special Education - Part B	Education Jobs	Totals
Cash and investments - beginning	\$ -	\$ 2,220	\$ -	\$ -	\$ 42,247	\$ 4,625	\$ (4,631)	\$ -	\$ 83,879
Receipts:									
Local sources	-	-	-	4,619	-	-	-	-	56,602
Intermediate sources	-	-	-	-	-	-	-	-	71,142
State sources	-	-	-	-	-	-	-	-	896,261
Federal sources	43,520	2,533	-	-	28,420	-	50,782	-	135,882
Temporary loans	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	1,921
Total receipts	43,520	2,533	-	4,619	28,420	-	50,782	-	1,161,808
Disbursements:									
Current:									
Instruction	-	500	-	-	52,658	-	46,151	-	818,802
Support services	-	-	-	-	-	4,625	-	-	100,723
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	7,116
Debt services	-	-	-	-	18,009	-	-	-	243,040
Nonprogrammed charges	-	-	-	-	-	-	-	-	3,500
Interfund loans	-	-	-	-	-	-	-	-	-
Total disbursements	-	500	-	-	70,667	4,625	46,151	-	1,173,181
Excess (deficiency) of receipts over disbursements	43,520	2,033	-	4,619	(42,247)	(4,625)	4,631	-	(11,373)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	(4,619)	-	-	-	-	129,534
Transfers out	(43,520)	-	-	-	-	-	-	-	(129,535)
Total other financing sources (uses)	(43,520)	-	-	(4,619)	-	-	-	-	(1)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	2,033	-	-	(42,247)	(4,625)	4,631	-	(11,374)
Cash and investments - ending	\$ -	\$ 4,253	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 72,505

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

	General	Alternative Education	Senior Institute Fund	School Technology	Hoover Family Foundation Grant	Cyfar Grant	Title I	Innovative Programs	IDEA, Part B	Drug Free Schools
Cash and investments - beginning	\$ 75,393	\$ -	\$ 311	\$ -	\$ -	\$ -	\$ -	\$ 1,498	\$ (8,950)	\$ -
Receipts:										
Local sources	39,303	-	176	-	-	17,047	-	-	-	-
Intermediate sources	3,000	-	-	-	-	-	-	-	71,300	-
State sources	936,618	82,563	-	4,800	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	9,591	-	-	225
Temporary loans	135,840	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	<u>1,114,761</u>	<u>82,563</u>	<u>176</u>	<u>4,800</u>	<u>-</u>	<u>17,047</u>	<u>9,591</u>	<u>-</u>	<u>71,300</u>	<u>225</u>
Disbursements:										
Current:										
Instruction	749,625	-	150	2,400	-	18,449	9,591	-	65,169	-
Support services	163,884	-	38	-	-	-	-	-	5,505	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	4,721	-	-	-	-	-	-	-	-	-
Debt services	262,480	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	8,550	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>1,189,260</u>	<u>-</u>	<u>188</u>	<u>2,400</u>	<u>-</u>	<u>18,449</u>	<u>9,591</u>	<u>-</u>	<u>70,674</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(74,499)</u>	<u>82,563</u>	<u>(12)</u>	<u>2,400</u>	<u>-</u>	<u>(1,402)</u>	<u>-</u>	<u>-</u>	<u>626</u>	<u>225</u>
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(74,499)</u>	<u>82,563</u>	<u>(12)</u>	<u>2,400</u>	<u>-</u>	<u>(1,402)</u>	<u>-</u>	<u>-</u>	<u>626</u>	<u>225</u>
Cash and investments - ending	<u>\$ 894</u>	<u>\$ 82,563</u>	<u>\$ 299</u>	<u>\$ 2,400</u>	<u>\$ -</u>	<u>\$ (1,402)</u>	<u>\$ -</u>	<u>\$ 1,498</u>	<u>\$ (8,324)</u>	<u>\$ 225</u>

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

	Charter Facilities Grant	Title II, Part A	Rural Schools Achievement	Charter School Grant	Fiscal Stabilization - Education	Title I - Grants to LEAs	Special Education - Part B	Education Jobs	Totals
Cash and investments - beginning	\$ -	\$ 4,253	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 72,505
Receipts:									
Local sources	-	-	-	-	-	-	-	-	56,526
Intermediate sources	-	-	-	-	-	-	-	-	74,300
State sources	-	-	-	-	-	-	-	-	1,023,981
Federal sources	-	-	25,460	-	-	-	-	13,637	48,913
Temporary loans	-	-	-	-	-	-	-	-	135,840
Interfund loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	25,460	-	-	-	-	13,637	1,339,560
Disbursements:									
Current:									
Instruction	-	2,418	22,190	-	-	-	-	13,637	883,629
Support services	-	-	-	-	-	-	-	-	169,427
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	4,721
Debt services	-	-	-	-	-	-	-	-	262,480
Nonprogrammed charges	-	-	-	-	-	-	-	-	8,550
Interfund loans	-	-	-	-	-	-	-	-	-
Total disbursements	-	2,418	22,190	-	-	-	-	13,637	1,328,807
Excess (deficiency) of receipts over disbursements	-	(2,418)	3,270	-	-	-	-	-	10,753
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
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	-	(2,418)	3,270	-	-	-	-	-	10,753
Cash and investments - ending	\$ -	\$ 1,835	\$ 3,270	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 83,258

OPTIONS CHARTER SCHOOL - NOBLESVILLE
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS
June 30, 2011

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

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets	
Machinery and equipment	<u>\$ 254,963</u>

OPTIONS CHARTER SCHOOL - NOBLESVILLE
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2011

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Notes and loans payable:		
Common School Loan	\$ 398,960	\$ -
Computer Equipment/Furniture Loan	24,854	14,927
National City Bank Credit Line	39,903	39,903
Loan from Options Carmel	<u>38,936</u>	<u>-</u>
Total governmental activities debt	<u>\$ 502,653</u>	<u>\$ 54,830</u>

OPTIONS CHARTER SCHOOL - NOBLESVILLE
EXIT CONFERENCE

The contents of this report were discussed on February 21, 2012, with Sherrie Bly, Treasurer; Kevin Davis, President of Schools; and Bob Smith, President of the School Board. Our examination disclosed no material items that warrant comment at this time.