

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

WARSAW COMMUNITY SCHOOLS
KOSCIUSKO COUNTY, INDIANA

July 1, 2010 to June 30, 2012



FILED
01/31/2013

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Erica M. Purvis	01-01-10 to 12-31-13
Superintendent of Schools	Dr. Craig J. Hintz	07-01-10 to 06-30-13
President of the School Board	Deborah A. Wiggins Jennifer K. Tandy	01-01-10 to 12-31-11 01-01-12 to 12-31-13



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE WARSAW COMMUNITY SCHOOLS, KOSCIUSKO COUNTY, INDIANA

We have audited the accompanying financial statement of the Warsaw Community Schools (School Corporation), for the period of July 1, 2010 to June 30, 2012. This financial statement is the responsibility of the School Corporation's management. Our responsibility is to express an opinion on this financial statement based on our audit.

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

As discussed in Note 1, the School Corporation prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material. The basis of accounting noted above is a different basis than that used in the prior period.

In our opinion, because of the matter discussed in the preceding paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position and results of operations of the School Corporation for the period of July 1, 2010 to June 30, 2012.

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 period of July 1, 2010 to June 30, 2012, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated January 9, 2013, 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.

INDEPENDENT AUDITOR'S REPORT
(Continued)

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.

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 is the responsibility of management and was derived from and relates directly to the underlying accounting and other reports used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards 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 Schedule of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis 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 auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

January 9, 2013



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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 WARSAW COMMUNITY SCHOOLS, KOSCIUSKO COUNTY, INDIANA

We have audited the financial statement of the Warsaw Community Schools (School Corporation), for the period of July 1, 2010 to June 30, 2012, and have issued our report thereon dated January 9, 2013. 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

Management of the School Corporation is responsible for establishing and maintaining effective 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 of Trustees, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

January 9, 2013

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.

WARSAW COMMUNITY SCHOOLS
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2011 and 2012

	Cash and Investments 07-01-10	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-11	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-12
General	3,223,287	40,552,888	40,887,644	18,965	2,907,496	42,166,126	41,262,043	(277,202)	3,534,377
Debt Service	4,868,964	8,695,826	9,172,040	(10,456)	4,382,294	8,590,380	7,740,891	(76,295)	5,155,488
Retirement/Severance Bond Debt Service	293,281	547,359	541,656	3,801	302,785	554,289	541,866	-	315,208
Capital Projects	4,036,457	7,507,783	7,402,931	63,611	4,204,920	7,227,231	8,285,664	(1,036,000)	2,110,487
School Transportation	1,314,416	2,434,800	3,077,670	456,599	1,128,145	2,623,681	2,611,297	(350,000)	790,529
School Bus Replacement	552,566	718,026	399,674	(244,900)	626,018	631,534	489,175	(189,000)	579,377
Rainy Day	2,400,000	-	180,481	500,000	2,719,519	-	1,141,091	1,575,000	3,153,428
Retirement/Severance Bond	86,610	-	17,271	(69,339)	-	-	-	-	-
Post-Retirement/Severance Future Benefits	-	-	69,339	69,339	-	-	-	-	-
Construction	2,020,018	80	296,213	(804,543)	919,342	255,814	358,895	(10,368)	805,893
School Lunch	657,464	3,194,521	2,915,654	-	936,331	3,511,335	3,246,817	-	1,200,849
Textbook Rental	210,253	728,737	854,526	66,157	150,621	788,369	1,628,389	76,295	(613,104)
Self-Insurance	5,671,488	6,681,700	7,576,073	1,108,082	5,885,197	7,518,737	7,588,637	-	5,815,297
Levy Excess	797,318	-	-	(797,318)	-	-	-	-	-
Joint Services and Supply - Special Education Cooperative	392,622	276	22,312	-	370,586	1,142	18,071	-	353,657
WCS Joint Service Fund	-	-	-	-	-	-	1,971	-	(1,971)
Alternative Education	39,153	41,561	308,345	264,851	37,220	44,685	337,403	277,202	21,704
Time Technology Integration	7,119	-	986	-	6,133	-	-	-	6,133
Adult and Continuing Education	232,166	3,785	27,922	12,937	220,966	3,116	1,445	1,224	223,861
Extra-Curricular Activities	(1,819)	47,412	57,497	-	(11,904)	64,057	59,285	-	(7,132)
NCI IN/OUT	16,905	3,049	3,428	-	16,526	7,468	1,150	-	22,844
General IN/OUT	3,309	10,321	670,007	698,402	42,025	21,790	10,048	2,009	55,776
Insurance Reserve Fund	1,108,082	-	-	(1,108,082)	-	-	-	-	-
Driver's ED Fund	22,897	20,185	19,465	-	23,617	26,545	12,769	-	37,393
IN/OUT Fund	92,983	322,037	237,976	-	177,044	268,586	306,278	8,359	147,711
Vocational Fund	56,442	39,283	54,430	-	41,295	17,900	3,969	-	55,226
Literacy Fund	5,472	-	854	-	4,618	26,503	19,715	-	11,406
2009-10 Gifted/Talented Fund	7,791	-	7,791	-	-	-	-	-	-
2010-11 Gifted/Talented Fund	-	54,318	32,558	-	21,760	-	21,760	-	-
2011-12 Gifted/Talented Fund	-	-	-	-	-	52,766	17,519	-	35,247
Adult and Continuing Education	(63,925)	77,969	1,107	(12,937)	-	-	-	-	-
Adult Education Fund	-	94,381	149,354	-	(54,973)	68,665	12,468	(1,224)	-
Non-English Speaking Programs P.L. 273-1999	-	-	-	-	-	73,704	54,236	-	19,468
2009-2010 Non English Speaking	88,025	-	88,025	-	-	-	-	-	-
2010-2011 NESP	-	90,323	90,235	-	88	-	88	-	-
School Technology	-	-	-	-	-	155,961	-	-	155,961
State Connectivity Grant	-	4,275	2,964	-	1,311	4,274	4,473	-	1,112
Innovation Grant (Stem)	-	-	-	-	-	-	86,121	-	(86,121)
Title I	-	598,569	734,051	84,377	(51,105)	82,362	31,257	-	-
2011-2012 Title I	-	-	-	-	-	765,873	790,974	-	(25,101)
2009-2010 Title I	67,828	38,709	22,160	(84,377)	-	-	-	-	-

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

WARSAW COMMUNITY SCHOOLS
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2011 and 2012
(Continued)

	Cash and Investments 07-01-10	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-11	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-12
Title I Dist School Lincoln	17,554	-	20,694	-	(3,140)	24,000	20,860	-	-
Title I Migrant	-	45,932	45,932	-	-	-	-	-	-
2009-10 Migrant Grant	873	-	873	-	-	-	-	-	-
Summer Migrant Grant 2010	11,813	25,025	36,838	-	-	-	-	-	-
(IDEA, Part B) LEA Capacity Building (Sliver) Grants	-	-	-	-	-	2,324,349	2,487,741	-	(163,392)
Special ED Federal 2009-10	127,869	-	72,958	-	54,911	-	54,911	-	-
Special ED FED PT B 2010-11	-	2,425,483	2,437,132	-	(11,649)	702,135	696,428	-	(5,942)
IDEA, PT B CARRYOVER 2009-10	28,423	-	28,423	-	-	-	-	-	-
Federal Assistance Educational Preschool Handicapped Preschool 2009-2010	-	-	-	-	-	63,675	67,856	-	(4,181)
Spec ED Preschool 2010-11	2,696	-	2,696	-	-	-	-	-	-
Spec ED Preschool 2010-11	-	69,222	69,222	-	-	3,835	3,835	-	-
IDEA Preschool C/O 2009-10	236	-	236	-	-	-	-	-	-
Adult Education and Family Literacy, Title II	-	-	-	-	-	140,739	220,305	-	(79,566)
Adult ED 2009-10 CFDA 84.002	10,039	-	10,039	-	-	-	-	-	-
Adult ED 2010-11 CFDA 84.002	-	274,399	275,583	-	(1,184)	85,508	84,324	-	-
Safe & Drug Free 2009-10	10,535	-	10,535	-	-	-	-	-	-
Safe & Drug Free 2010-11	-	6,334	6,334	-	-	19,299	19,299	-	-
Carl Pepkins 2009-10	(25,861)	32,153	6,292	-	-	-	-	-	-
Carl Pepkins 2010-11	-	79,964	101,604	-	(21,640)	42,353	20,713	-	-
Carl Pepkins 2011-12	-	-	-	-	-	78,833	90,135	-	(11,302)
PLTW Biomedical Grant 2009-10	(2,293)	5,049	2,756	-	-	-	-	-	-
PLTW Biomedical Grant 2010-11	-	5,700	8,668	-	(2,968)	4,300	1,332	-	-
PLTW Engineering Grant 2009-10	(4,323)	13,258	8,935	-	-	-	-	-	-
Adult ED EL/Civics 2011-12	-	-	-	-	-	5,828	14,401	-	(8,573)
PLTW Tech Prep CAT 1	-	-	-	-	-	44,839	44,839	-	-
PLTW Tech Prep CAT 2	-	-	-	-	-	21,301	21,301	-	-
Medicaid Reimbursement - Federal	30,979	-	-	-	30,979	-	-	-	30,979
Improving Teaching Quality, No Child Left Behind, Title II, Part A	-	-	-	-	-	126,956	133,673	-	(6,717)
Title II Part A 2009-10	27,569	35,400	62,969	-	-	-	-	-	-
Title II Part A 2010-11	-	182,624	185,339	-	(2,715)	42,609	39,894	-	-
Title III, Language Instruction	-	-	-	-	-	90,736	92,714	-	(1,978)
Title III ESL Grant 2009-10	29,306	20,000	49,306	-	-	-	-	-	-
Title III 2010-11	-	103,460	103,460	-	-	-	-	-	-
Title I - Grants to LEAs	8,626	343,518	328,027	-	24,117	-	24,117	-	-
Special Education - Part B	(51,249)	1,222,404	1,250,913	-	(79,758)	604,285	524,527	-	-
Special Education - Part B - Preschool	(3,355)	39,816	47,356	-	(10,895)	38,422	27,527	-	-
Education Technology	(16,464)	54,786	65,519	-	(27,197)	54,214	27,017	-	-
Qualified School Construction Bond	1,293,165	-	1,882,039	1,995,000	1,406,126	-	1,406,126	-	-
Education Jobs	-	562,243	561,865	-	378	695,789	697,132	-	(965)
Payroll Clearing	274,495	34,571,511	34,610,791	-	235,215	36,088,812	35,811,856	-	512,171
Totals	\$ 29,977,805	\$ 112,626,454	\$ 118,215,973	\$ 2,210,169	\$ 26,598,455	\$ 116,855,710	\$ 119,318,628	\$ -	\$ 24,135,537

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

WARSAW COMMUNITY 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.

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. Receipts are recorded when received and disbursements are recorded when paid.

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 include distributions from the State of Indiana and are 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.

WARSAW COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

Federal sources include distributions from the federal government and are 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.

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, funds held temporarily for an authorized recipient, and self-insurance payments.

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.

WARSAW COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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 or highway use taxes are received 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.

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.

WARSAW COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund (PERF) is a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the Indiana Public Retirement System (INPRS) Board, most requirements of the system, and give the School Corporation authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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

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

Funding Policy and Annual Pension Cost

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

WARSAW COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

B. Teacher's Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the School Corporation's Financial Reports can be found on the Indiana Department of Education website: <http://mustang.doe.state.in.us/TRENDS/fin.cfm>. This website is maintained by the Indiana Department of Education. More current financial information is available from the School Corporation Treasurer's office.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the Financial 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 approved by management of the School Corporation. It is presented as intended by the School Corporation.

WARSAW COMMUNITY 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	Rainy Day	Retirement/ Severance Bond	Post Retirement/ Severance Future Benefits
Cash and investments - beginning	\$ 3,223,287	\$ 4,868,964	\$ 293,281	\$ 4,036,457	\$ 1,314,416	\$ 552,566	\$ 2,400,000	\$ 86,610	\$ -
Receipts:									
Local sources	619,389	8,695,826	547,359	7,507,783	2,434,800	718,026	-	-	-
Intermediate sources	224	-	-	-	-	-	-	-	-
State sources	39,918,635	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	14,640	-	-	-	-	-	-	-	-
Total receipts	<u>40,552,888</u>	<u>8,695,826</u>	<u>547,359</u>	<u>7,507,783</u>	<u>2,434,800</u>	<u>718,026</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:									
Current:									
Instruction	28,158,517	-	-	-	-	-	-	-	-
Support services	12,297,779	-	-	3,718,922	2,459,116	399,674	180,481	17,271	69,339
Noninstructional services	431,348	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	3,684,009	-	-	-	-	-
Debt services	-	9,172,040	541,656	-	618,554	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>40,887,644</u>	<u>9,172,040</u>	<u>541,656</u>	<u>7,402,931</u>	<u>3,077,670</u>	<u>399,674</u>	<u>180,481</u>	<u>17,271</u>	<u>69,339</u>
Excess (deficiency) of receipts over disbursements	<u>(334,756)</u>	<u>(476,214)</u>	<u>5,703</u>	<u>104,852</u>	<u>(642,870)</u>	<u>318,352</u>	<u>(180,481)</u>	<u>(17,271)</u>	<u>(69,339)</u>
Other financing sources (uses)									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	37,494	-	-	-	-	-
Transfers in	283,816	187,799	12,219	391,780	497,303	17,381	500,000	-	69,339
Transfers out	(264,851)	(198,255)	(8,418)	(365,663)	(40,704)	(262,281)	-	(69,339)	-
Total other financing sources (uses)	<u>18,965</u>	<u>(10,456)</u>	<u>3,801</u>	<u>63,611</u>	<u>456,599</u>	<u>(244,900)</u>	<u>500,000</u>	<u>(69,339)</u>	<u>69,339</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(315,791)</u>	<u>(486,670)</u>	<u>9,504</u>	<u>168,463</u>	<u>(186,271)</u>	<u>73,452</u>	<u>319,519</u>	<u>(86,610)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 2,907,496</u>	<u>\$ 4,382,294</u>	<u>\$ 302,785</u>	<u>\$ 4,204,920</u>	<u>\$ 1,128,145</u>	<u>\$ 626,018</u>	<u>\$ 2,719,519</u>	<u>\$ -</u>	<u>\$ -</u>

WARSAW COMMUNITY 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)

	Construction	School Lunch	Textbook Rental	Self-Insurance	Levy Excess	Joint Services and Supply Special Education Cooperative	WCS Joint Service Fund	Alternative Education	Time Technology Integration
Cash and investments - beginning	\$ 2,020,018	\$ 657,464	\$ 210,253	\$ 5,671,488	\$ 797,318	\$ 392,622	\$ -	\$ 39,153	\$ 7,119
Receipts:									
Local sources	80	1,339,158	450,499	6,681,700	-	276	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	74,083	278,238	-	-	-	-	41,561	-
Federal sources	-	1,780,705	-	-	-	-	-	-	-
Other	-	575	-	-	-	-	-	-	-
Total receipts	80	3,194,521	728,737	6,681,700	-	276	-	41,561	-
Disbursements:									
Current:									
Instruction	-	-	-	-	-	-	-	308,345	-
Support services	-	16,829	854,526	-	-	22,312	-	-	986
Noninstructional services	-	2,729,810	-	-	-	-	-	-	-
Facilities acquisition and construction	296,213	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	169,015	-	7,576,073	-	-	-	-	-
Total disbursements	296,213	2,915,654	854,526	7,576,073	-	22,312	-	308,345	986
Excess (deficiency) of receipts over disbursements	(296,133)	278,867	(125,789)	(894,373)	-	(22,036)	-	(266,784)	(986)
Other financing sources (uses)									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	177,675	-	-	-	-	-	-	-	-
Transfers in	-	-	66,157	1,108,082	309,164	-	-	264,851	-
Transfers out	(982,218)	-	-	-	(1,106,482)	-	-	-	-
Total other financing sources (uses)	(804,543)	-	66,157	1,108,082	(797,318)	-	-	264,851	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,100,676)	278,867	(59,632)	213,709	(797,318)	(22,036)	-	(1,933)	(986)
Cash and investments - ending	\$ 919,342	\$ 936,331	\$ 150,621	\$ 5,885,197	\$ -	\$ 370,586	\$ -	\$ 37,220	\$ 6,133

WARSAW COMMUNITY 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)

	Adult and Continuing Education	Extra- Curricular Activities	NCI IN/OUT	General IN/OUT	Insurance Reserve Fund	Driver's ED Fund	IN/OUT Fund	Vocational Fund
Cash and investments - beginning	\$ 232,166	\$ (1,819)	\$ 16,905	\$ 3,309	\$ 1,108,082	\$ 22,897	\$ 92,983	\$ 56,442
Receipts:								
Local sources	3,785	47,412	3,049	201	-	20,185	318,008	39,283
Intermediate sources	-	-	-	-	-	-	1,049	-
State sources	-	-	-	-	-	-	2,980	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	10,120	-	-	-	-
Total receipts	<u>3,785</u>	<u>47,412</u>	<u>3,049</u>	<u>10,321</u>	<u>-</u>	<u>20,185</u>	<u>322,037</u>	<u>39,283</u>
Disbursements:								
Current:								
Instruction	27,922	57,497	611	25,292	-	17,440	99,971	54,430
Support services	-	-	2,817	12,287	-	2,025	135,992	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	632,428	-	-	2,013	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>27,922</u>	<u>57,497</u>	<u>3,428</u>	<u>670,007</u>	<u>-</u>	<u>19,465</u>	<u>237,976</u>	<u>54,430</u>
Excess (deficiency) of receipts over disbursements	<u>(24,137)</u>	<u>(10,085)</u>	<u>(379)</u>	<u>(659,686)</u>	<u>-</u>	<u>720</u>	<u>84,061</u>	<u>(15,147)</u>
Other financing sources (uses)								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	12,937	-	-	698,402	-	-	-	-
Transfers out	-	-	-	-	(1,108,082)	-	-	-
Total other financing sources (uses)	<u>12,937</u>	<u>-</u>	<u>-</u>	<u>698,402</u>	<u>(1,108,082)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(11,200)</u>	<u>(10,085)</u>	<u>(379)</u>	<u>38,716</u>	<u>(1,108,082)</u>	<u>720</u>	<u>84,061</u>	<u>(15,147)</u>
Cash and investments - ending	<u>\$ 220,966</u>	<u>\$ (11,904)</u>	<u>\$ 16,526</u>	<u>\$ 42,025</u>	<u>\$ -</u>	<u>\$ 23,617</u>	<u>\$ 177,044</u>	<u>\$ 41,295</u>

WARSAW COMMUNITY 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)

	Literacy Fund	2009-10 Gifted/Talented Fund	2010-11 Gifted/Talented Fund	2011-12 Gifted/Talented Fund	Adult and Continuing Education	Adult Education Fund	Non-English Speaking Programs P.L. 273-1999	2009-2010 Non English Speaking
Cash and investments - beginning	\$ 5,472	\$ 7,791	\$ -	\$ -	\$ (63,925)	\$ -	\$ -	\$ 88,025
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	54,318	-	77,969	94,381	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	54,318	-	77,969	94,381	-	-
Disbursements:								
Current:								
Instruction	854	7,791	32,558	-	1,107	149,354	-	88,025
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	854	7,791	32,558	-	1,107	149,354	-	88,025
Excess (deficiency) of receipts over disbursements	(854)	(7,791)	21,760	-	76,862	(54,973)	-	(88,025)
Other financing sources (uses)								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(12,937)	-	-	-
Total other financing sources (uses)	-	-	-	-	(12,937)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(854)	(7,791)	21,760	-	63,925	(54,973)	-	(88,025)
Cash and investments - ending	\$ 4,618	\$ -	\$ 21,760	\$ -	\$ -	\$ (54,973)	\$ -	\$ -

WARSAW COMMUNITY 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)

	2010-2011 NESP	School Technology	State Connectivity Grant	Innovation Grant (Stem)	Title I	2011-2012 Title I	2009-2010 Title I	Title 1 Dist School Lincoln
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 67,828	\$ 17,554
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	90,323	-	4,275	-	-	-	-	-
Federal sources	-	-	-	-	598,569	-	38,709	-
Other	-	-	-	-	-	-	-	-
Total receipts	90,323	-	4,275	-	598,569	-	38,709	-
Disbursements:								
Current:								
Instruction	90,235	-	-	-	635,003	-	20,872	15,440
Support services	-	-	-	-	92,886	-	1,288	5,254
Noninstructional services	-	-	-	-	6,162	-	-	-
Facilities acquisition and construction	-	-	2,964	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	90,235	-	2,964	-	734,051	-	22,160	20,694
Excess (deficiency) of receipts over disbursements	88	-	1,311	-	(135,482)	-	16,549	(20,694)
Other financing sources (uses)								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	84,377	-	-	-
Transfers out	-	-	-	-	-	-	(84,377)	-
Total other financing sources (uses)	-	-	-	-	84,377	-	(84,377)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	88	-	1,311	-	(51,105)	-	(67,828)	(20,694)
Cash and investments - ending	\$ 88	\$ -	\$ 1,311	\$ -	\$ (51,105)	\$ -	\$ -	\$ (3,140)

WARSAW COMMUNITY 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 Migrant	2009-10 Migrant Grant	Summer Migrant Grant 2010	(IDEA, Part B) LEA Capacity Building (Sliver) Grants	Special ED Federal 2009-10	Special ED FED PT B 2010-11	IDEA, PT B CARRYOVER 2009-10	Federal Assistance Educational Preschool Handicapped
Cash and investments - beginning	\$ -	\$ 873	\$ 11,813	\$ -	\$ 127,869	\$ -	\$ 28,423	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	45,932	-	25,025	-	-	2,425,483	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	45,932	-	25,025	-	-	2,425,483	-	-
Disbursements:								
Current:								
Instruction	30,468	470	34,542	-	15,160	496,084	-	-
Support services	15,464	403	2,296	-	57,798	1,941,048	28,423	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	45,932	873	36,838	-	72,958	2,437,132	28,423	-
Excess (deficiency) of receipts over disbursements	-	(873)	(11,813)	-	(72,958)	(11,649)	(28,423)	-
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	-	(873)	(11,813)	-	(72,958)	(11,649)	(28,423)	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 54,911	\$ (11,649)	\$ -	\$ -

WARSAW COMMUNITY 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)

	Preschool 2009-2010	Spec ED Preschool 2010-11	IDEA Preschool C/O 2009-10	Adult Education and Family Literacy Title II	Adult ED 2009-10 CFDA 84.002	Adult ED 2010-11 CFDA 84.002	Safe & Drug Free 2009-10	Safe & Drug Free 2010-11
Cash and investments - beginning	\$ 2,696	\$ -	\$ 236	\$ -	\$ 10,039	\$ -	\$ 10,535	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	69,222	-	-	-	274,399	-	6,334
Other	-	-	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>69,222</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>274,399</u>	<u>-</u>	<u>6,334</u>
Disbursements:								
Current:								
Instruction	2,696	39,944	236	-	8,948	105,692	-	-
Support services	-	29,278	-	-	1,091	169,891	7,087	634
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	3,448	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	5,700
Total disbursements	<u>2,696</u>	<u>69,222</u>	<u>236</u>	<u>-</u>	<u>10,039</u>	<u>275,583</u>	<u>10,535</u>	<u>6,334</u>
Excess (deficiency) of receipts over disbursements	<u>(2,696)</u>	<u>-</u>	<u>(236)</u>	<u>-</u>	<u>(10,039)</u>	<u>(1,184)</u>	<u>(10,535)</u>	<u>-</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>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(2,696)</u>	<u>-</u>	<u>(236)</u>	<u>-</u>	<u>(10,039)</u>	<u>(1,184)</u>	<u>(10,535)</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,184)</u>	<u>\$ -</u>	<u>\$ -</u>

WARSAW COMMUNITY 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)

	Carl Pepkins 2009-10	Carl Pepkins 2010-11	Carl Pepkins 2011-12	PLTW Biomedical Grant 2009-10	PLTW Biomedical Grant 2010-11	PLTW Engineering Grant 2009-10	Adult ED EL/Civics 2011-12	PLTW Tech Prep CAT 1
Cash and investments - beginning	\$ (25,861)	\$ -	\$ -	\$ (2,293)	\$ -	\$ (4,323)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	32,153	79,964	-	5,049	5,700	13,258	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>32,153</u>	<u>79,964</u>	<u>-</u>	<u>5,049</u>	<u>5,700</u>	<u>13,258</u>	<u>-</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	6,292	101,604	-	2,756	8,668	8,935	-	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>6,292</u>	<u>101,604</u>	<u>-</u>	<u>2,756</u>	<u>8,668</u>	<u>8,935</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>25,861</u>	<u>(21,640)</u>	<u>-</u>	<u>2,293</u>	<u>(2,968)</u>	<u>4,323</u>	<u>-</u>	<u>-</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>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>25,861</u>	<u>(21,640)</u>	<u>-</u>	<u>2,293</u>	<u>(2,968)</u>	<u>4,323</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ (21,640)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,968)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WARSAW COMMUNITY 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)

	PLTW Tech Prep CAT 2	Medicaid Reimbursement Federal	Improving Teaching Quality No Child Left Behind Title II, Part A	Title II Part A 2009-10	Title II Part A 2010-11	Title III Language Instruction	Titel III ESL Grant 2009-10	Title III 2010-11
Cash and investments - beginning	\$ -	\$ 30,979	\$ -	\$ 27,569	\$ -	\$ -	\$ 29,306	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	35,400	182,624	-	20,000	103,460
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	-	35,400	182,624	-	20,000	103,460
Disbursements:								
Current:								
Instruction	-	-	-	-	-	-	49,306	103,460
Support services	-	-	-	62,969	185,339	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	62,969	185,339	-	49,306	103,460
Excess (deficiency) of receipts over disbursements	-	-	-	(27,569)	(2,715)	-	(29,306)	-
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	-	-	-	(27,569)	(2,715)	-	(29,306)	-
Cash and investments - ending	\$ -	\$ 30,979	\$ -	\$ -	\$ (2,715)	\$ -	\$ -	\$ -

WARSAW COMMUNITY 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 Grants to LEAs	Special Education Part B	Special Education Part B Preschool	Education Technology	Qualified School Construction Bond	Education Jobs	Payroll Clearing	Totals
Cash and investments - beginning	\$ 8,626	\$ (51,249)	\$ (3,355)	\$ (16,464)	\$ 1,293,165	\$ -	\$ 274,495	\$ 29,977,805
Receipts:								
Local sources	-	-	-	-	-	-	-	29,426,819
Intermediate sources	-	-	-	-	-	-	-	1,273
State sources	-	-	-	-	-	-	-	40,636,763
Federal sources	343,518	1,222,404	39,816	54,786	-	562,243	-	7,964,753
Other	-	-	-	-	-	-	34,571,511	34,596,846
Total receipts	<u>343,518</u>	<u>1,222,404</u>	<u>39,816</u>	<u>54,786</u>	<u>-</u>	<u>562,243</u>	<u>34,571,511</u>	<u>112,626,454</u>
Disbursements:								
Current:								
Instruction	328,027	110,994	-	-	-	358,696	-	31,604,242
Support services	-	1,139,919	47,356	65,519	-	172,742	-	24,217,041
Noninstructional services	-	-	-	-	-	30,427	-	3,197,747
Facilities acquisition and construction	-	-	-	-	1,882,039	-	-	6,503,114
Debt services	-	-	-	-	-	-	-	10,332,250
Nonprogrammed charges	-	-	-	-	-	-	34,610,791	42,361,579
Total disbursements	<u>328,027</u>	<u>1,250,913</u>	<u>47,356</u>	<u>65,519</u>	<u>1,882,039</u>	<u>561,865</u>	<u>34,610,791</u>	<u>118,215,973</u>
Excess (deficiency) of receipts over disbursements	<u>15,491</u>	<u>(28,509)</u>	<u>(7,540)</u>	<u>(10,733)</u>	<u>(1,882,039)</u>	<u>378</u>	<u>(39,280)</u>	<u>(5,589,519)</u>
Other financing sources (uses)								
Proceeds of long-term debt	-	-	-	-	1,995,000	-	-	1,995,000
Sale of capital assets	-	-	-	-	-	-	-	215,169
Transfers in	-	-	-	-	-	-	-	4,503,607
Transfers out	-	-	-	-	-	-	-	(4,503,607)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,995,000</u>	<u>-</u>	<u>-</u>	<u>2,210,169</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>15,491</u>	<u>(28,509)</u>	<u>(7,540)</u>	<u>(10,733)</u>	<u>112,961</u>	<u>378</u>	<u>(39,280)</u>	<u>(3,379,350)</u>
Cash and investments - ending	<u>\$ 24,117</u>	<u>\$ (79,758)</u>	<u>\$ (10,895)</u>	<u>\$ (27,197)</u>	<u>\$ 1,406,126</u>	<u>\$ 378</u>	<u>\$ 235,215</u>	<u>\$ 26,598,455</u>

WARSAW COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	Post Retirement/ Severance Future Benefits
Cash and investments - beginning	\$ 2,907,496	\$ 4,382,294	\$ 302,785	\$ 4,204,920	\$ 1,128,145	\$ 626,018	\$ 2,719,519	\$ -	\$ -
Receipts:									
Local sources	671,757	8,590,380	554,289	7,227,231	2,623,681	631,534	-	-	-
Intermediate sources	894	-	-	-	-	-	-	-	-
State sources	41,490,466	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	3,009	-	-	-	-	-	-	-	-
Total receipts	<u>42,166,126</u>	<u>8,590,380</u>	<u>554,289</u>	<u>7,227,231</u>	<u>2,623,681</u>	<u>631,534</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:									
Current:									
Instruction	28,452,877	-	-	-	-	-	830,853	-	-
Support services	12,448,806	-	-	3,629,006	2,611,297	489,175	302,150	-	-
Noninstructional services	360,360	-	-	-	-	-	8,088	-	-
Facilities acquisition and construction	-	-	-	4,656,658	-	-	-	-	-
Debt services	-	7,740,891	541,866	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>41,262,043</u>	<u>7,740,891</u>	<u>541,866</u>	<u>8,285,664</u>	<u>2,611,297</u>	<u>489,175</u>	<u>1,141,091</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>904,083</u>	<u>849,489</u>	<u>12,423</u>	<u>(1,058,433)</u>	<u>12,384</u>	<u>142,359</u>	<u>(1,141,091)</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)									
Transfers in	-	-	-	-	-	-	1,575,000	-	-
Transfers out	<u>(277,202)</u>	<u>(76,295)</u>	<u>-</u>	<u>(1,036,000)</u>	<u>(350,000)</u>	<u>(189,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(277,202)</u>	<u>(76,295)</u>	<u>-</u>	<u>(1,036,000)</u>	<u>(350,000)</u>	<u>(189,000)</u>	<u>1,575,000</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>626,881</u>	<u>773,194</u>	<u>12,423</u>	<u>(2,094,433)</u>	<u>(337,616)</u>	<u>(46,641)</u>	<u>433,909</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 3,534,377</u>	<u>\$ 5,155,488</u>	<u>\$ 315,208</u>	<u>\$ 2,110,487</u>	<u>\$ 790,529</u>	<u>\$ 579,377</u>	<u>\$ 3,153,428</u>	<u>\$ -</u>	<u>\$ -</u>

WARSAW COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Construction	School Lunch	Textbook Rental	Self-Insurance	Levy Excess	Joint Services and Supply Special Education Cooperative	WCS Joint Service Fund	Alternative Education	Time Technology Integration
Cash and investments - beginning	\$ 919,342	\$ 936,331	\$ 150,621	\$ 5,885,197	\$ -	\$ 370,586	\$ -	\$ 37,220	\$ 6,133
Receipts:									
Local sources	255,814	1,426,200	527,449	7,518,737	-	1,142	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	73,460	260,920	-	-	-	-	44,685	-
Federal sources	-	2,011,250	-	-	-	-	-	-	-
Other	-	425	-	-	-	-	-	-	-
Total receipts	255,814	3,511,335	788,369	7,518,737	-	1,142	-	44,685	-
Disbursements:									
Current:									
Instruction	-	-	-	-	-	-	-	337,403	-
Support services	-	18,863	1,628,389	-	-	18,071	1,971	-	-
Noninstructional services	-	3,002,987	-	-	-	-	-	-	-
Facilities acquisition and construction	358,895	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	224,967	-	7,588,637	-	-	-	-	-
Total disbursements	358,895	3,246,817	1,628,389	7,588,637	-	18,071	1,971	337,403	-
Excess (deficiency) of receipts over disbursements	(103,081)	264,518	(840,020)	(69,900)	-	(16,929)	(1,971)	(292,718)	-
Other financing sources (uses)									
Transfers in	-	-	76,295	-	-	-	-	277,202	-
Transfers out	(10,368)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(10,368)	-	76,295	-	-	-	-	277,202	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(113,449)	264,518	(763,725)	(69,900)	-	(16,929)	(1,971)	(15,516)	-
Cash and investments - ending	\$ 805,893	\$ 1,200,849	\$ (613,104)	\$ 5,815,297	\$ -	\$ 353,657	\$ (1,971)	\$ 21,704	\$ 6,133

WARSAW COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Adult and Continuing Education	Extra- Curricular Activities	NCI IN/OUT	General IN/OUT	Insurance Reserve Fund	Driver's ED Fund	IN/OUT Fund	Vocational Fund
Cash and investments - beginning	\$ 220,966	\$ (11,904)	\$ 16,526	\$ 42,025	\$ -	\$ 23,617	\$ 177,044	\$ 41,295
Receipts:								
Local sources	3,116	64,057	7,468	78	-	26,545	264,615	17,900
Intermediate sources	-	-	-	-	-	-	639	-
State sources	-	-	-	-	-	-	3,332	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	21,712	-	-	-	-
Total receipts	<u>3,116</u>	<u>64,057</u>	<u>7,468</u>	<u>21,790</u>	<u>-</u>	<u>26,545</u>	<u>268,586</u>	<u>17,900</u>
Disbursements:								
Current:								
Instruction	1,445	59,285	457	(113)	-	11,664	123,508	3,325
Support services	-	-	693	1,707	-	1,105	146,364	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	8,454	-	-	36,406	644
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>1,445</u>	<u>59,285</u>	<u>1,150</u>	<u>10,048</u>	<u>-</u>	<u>12,769</u>	<u>306,278</u>	<u>3,969</u>
Excess (deficiency) of receipts over disbursements	<u>1,671</u>	<u>4,772</u>	<u>6,318</u>	<u>11,742</u>	<u>-</u>	<u>13,776</u>	<u>(37,692)</u>	<u>13,931</u>
Other financing sources (uses)								
Transfers in	1,224	-	-	10,368	-	-	8,359	-
Transfers out	-	-	-	(8,359)	-	-	-	-
Total other financing sources (uses)	<u>1,224</u>	<u>-</u>	<u>-</u>	<u>2,009</u>	<u>-</u>	<u>-</u>	<u>8,359</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>2,895</u>	<u>4,772</u>	<u>6,318</u>	<u>13,751</u>	<u>-</u>	<u>13,776</u>	<u>(29,333)</u>	<u>13,931</u>
Cash and investments - ending	<u>\$ 223,861</u>	<u>\$ (7,132)</u>	<u>\$ 22,844</u>	<u>\$ 55,776</u>	<u>\$ -</u>	<u>\$ 37,393</u>	<u>\$ 147,711</u>	<u>\$ 55,226</u>

WARSAW COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Literacy Fund	2009-10 Gifted/Talented Fund	2010-11 Gifted/Talented Fund	2011-12 Gifted/Talented Fund	Adult and Continuing Education	Adult Education Fund	Non-English Speaking Programs P.L. 273-1999	2009-2010 Non English Speaking
Cash and investments - beginning	\$ 4,618	\$ -	\$ 21,760	\$ -	\$ -	\$ (54,973)	\$ -	\$ -
Receipts:								
Local sources	26,503	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	52,766	-	68,665	73,704	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	26,503	-	-	52,766	-	68,665	73,704	-
Disbursements:								
Current:								
Instruction	19,715	-	21,760	17,519	-	12,468	54,236	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	19,715	-	21,760	17,519	-	12,468	54,236	-
Excess (deficiency) of receipts over disbursements	6,788	-	(21,760)	35,247	-	56,197	19,468	-
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(1,224)	-	-
Total other financing sources (uses)	-	-	-	-	-	(1,224)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	6,788	-	(21,760)	35,247	-	54,973	19,468	-
Cash and investments - ending	\$ 11,406	\$ -	\$ -	\$ 35,247	\$ -	\$ -	\$ 19,468	\$ -

WARSAW COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	2010-2011 NESP	School Technology	State Connectivity Grant	Innovation Grant (Stem)	Title I	2011-2012 Title I	2009-2010 Title I	Title 1 Dist School Lincoln
Cash and investments - beginning	\$ 88	\$ -	\$ 1,311	\$ -	\$ (51,105)	\$ -	\$ -	\$ (3,140)
Receipts:								
Local sources	-	155,961	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	4,274	-	-	-	-	-
Federal sources	-	-	-	-	82,362	765,873	-	24,000
Other	-	-	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>155,961</u>	<u>4,274</u>	<u>-</u>	<u>82,362</u>	<u>765,873</u>	<u>-</u>	<u>24,000</u>
Disbursements:								
Current:								
Instruction	88	-	-	-	22,034	713,668	-	20,523
Support services	-	-	-	31,465	9,223	72,762	-	337
Noninstructional services	-	-	-	-	-	4,544	-	-
Facilities acquisition and construction	-	-	4,473	54,656	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>88</u>	<u>-</u>	<u>4,473</u>	<u>86,121</u>	<u>31,257</u>	<u>790,974</u>	<u>-</u>	<u>20,860</u>
Excess (deficiency) of receipts over disbursements	<u>(88)</u>	<u>155,961</u>	<u>(199)</u>	<u>(86,121)</u>	<u>51,105</u>	<u>(25,101)</u>	<u>-</u>	<u>3,140</u>
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(88)</u>	<u>155,961</u>	<u>(199)</u>	<u>(86,121)</u>	<u>51,105</u>	<u>(25,101)</u>	<u>-</u>	<u>3,140</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 155,961</u>	<u>\$ 1,112</u>	<u>\$ (86,121)</u>	<u>\$ -</u>	<u>\$ (25,101)</u>	<u>\$ -</u>	<u>\$ -</u>

WARSAW COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Title I Migrant	2009-10 Migrant Grant	Summer Migrant Grant 2010	(IDEA, Part B) LEA Capacity Building (Sliver) Grants	Special ED Federal 2009-10	Special ED FED PT B 2010-11	IDEA, PT B CARRYOVER 2009-10	Federal Assistance Educational Preschool Handicapped
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 54,911	\$ (11,649)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	2,324,349	-	702,135	-	63,675
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	-	2,324,349	-	702,135	-	63,675
Disbursements:								
Current:								
Instruction	-	-	-	1,706,732	6,287	33,158	-	67,856
Support services	-	-	-	781,009	48,624	663,270	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	2,487,741	54,911	696,428	-	67,856
Excess (deficiency) of receipts over disbursements	-	-	-	(163,392)	(54,911)	5,707	-	(4,181)
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	(163,392)	(54,911)	5,707	-	(4,181)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (163,392)	\$ -	\$ (5,942)	\$ -	\$ (4,181)

WARSAW COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Preschool 2009-2010	Spec ED Preschool 2010-11	IDEA Preschool C/O 2009-10	Adult Education and Family Literacy Title II	Adult ED 2009-10 CFDA 84.002	Adult ED 2010-11 CFDA 84.002	Safe & Drug Free 2009-10	Safe & Drug Free 2010-11
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,184)	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	3,835	-	140,739	-	85,508	-	19,299
Other	-	-	-	-	-	-	-	-
Total receipts	-	3,835	-	140,739	-	85,508	-	19,299
Disbursements:								
Current:								
Instruction	-	-	-	208,538	-	81,391	-	-
Support services	-	3,835	-	11,767	-	2,933	-	10,930
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	2,575
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	5,794
Total disbursements	-	3,835	-	220,305	-	84,324	-	19,299
Excess (deficiency) of receipts over disbursements	-	-	-	(79,566)	-	1,184	-	-
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	(79,566)	-	1,184	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (79,566)	\$ -	\$ -	\$ -	\$ -

WARSAW COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Carl Pepkins 2009-10	Carl Pepkins 2010-11	Carl Pepkins 2011-12	PLTW Biomedical Grant 2009-10	PLTW Biomedical Grant 2010-11	PLTW Engineering Grant 2009-10	Adult ED EL/Civics 2011-12	PLTW Tech Prep CAT 1
Cash and investments - beginning	\$ -	\$ (21,640)	\$ -	\$ -	\$ (2,968)	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	42,353	78,833	-	4,300	-	5,828	44,839
Other	-	-	-	-	-	-	-	-
Total receipts	-	42,353	78,833	-	4,300	-	5,828	44,839
Disbursements:								
Current:								
Instruction	-	20,713	90,135	-	1,332	-	14,401	44,839
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	20,713	90,135	-	1,332	-	14,401	44,839
Excess (deficiency) of receipts over disbursements	-	21,640	(11,302)	-	2,968	-	(8,573)	-
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	21,640	(11,302)	-	2,968	-	(8,573)	-
Cash and investments - ending	\$ -	\$ -	\$ (11,302)	\$ -	\$ -	\$ -	\$ (8,573)	\$ -

WARSAW COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	PLTW Tech Prep CAT 2	Medicaid Reimbursement Federal	Improving Teaching Quality No Child Left Behind Title II, Part A	Title II Part A 2009-10	Title II Part A 2010-11	Title III Language Instruction	Titel III ESL Grant 2009-10	Title III 2010-11
Cash and investments - beginning	\$ -	\$ 30,979	\$ -	\$ -	\$ (2,715)	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	21,301	-	126,956	-	42,609	90,736	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	21,301	-	126,956	-	42,609	90,736	-	-
Disbursements:								
Current:								
Instruction	21,301	-	-	-	-	88,848	-	-
Support services	-	-	133,673	-	39,894	3,866	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	21,301	-	133,673	-	39,894	92,714	-	-
Excess (deficiency) of receipts over disbursements	-	-	(6,717)	-	2,715	(1,978)	-	-
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(6,717)	-	2,715	(1,978)	-	-
Cash and investments - ending	\$ -	\$ 30,979	\$ (6,717)	\$ -	\$ -	\$ (1,978)	\$ -	\$ -

WARSAW COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Title I Grants to LEAs	Special Education Part B	Special Education Part B Preschool	Education Technology	Qualified School Construction Bond	Education Jobs	Payroll Clearing	Totals
Cash and investments - beginning	\$ 24,117	\$ (79,758)	\$ (10,895)	\$ (27,197)	\$ 1,406,126	\$ 378	\$ 235,215	\$ 26,598,455
Receipts:								
Local sources	-	-	-	-	-	-	-	30,594,457
Intermediate sources	-	-	-	-	-	-	-	1,533
State sources	-	-	-	-	-	-	-	42,072,272
Federal sources	-	604,285	38,422	54,214	-	695,789	-	8,073,490
Other	-	-	-	-	-	-	36,088,812	36,113,958
Total receipts	<u>-</u>	<u>604,285</u>	<u>38,422</u>	<u>54,214</u>	<u>-</u>	<u>695,789</u>	<u>36,088,812</u>	<u>116,855,710</u>
Disbursements:								
Current:								
Instruction	18,297	5,998	-	-	-	-	-	33,112,541
Support services	2,820	518,529	27,527	27,017	-	697,132	-	24,384,210
Noninstructional services	3,000	-	-	-	-	-	-	3,378,979
Facilities acquisition and construction	-	-	-	-	1,406,126	-	-	6,528,887
Debt services	-	-	-	-	-	-	-	8,282,757
Nonprogrammed charges	-	-	-	-	-	-	35,811,856	43,631,254
Total disbursements	<u>24,117</u>	<u>524,527</u>	<u>27,527</u>	<u>27,017</u>	<u>1,406,126</u>	<u>697,132</u>	<u>35,811,856</u>	<u>119,318,628</u>
Excess (deficiency) of receipts over disbursements	<u>(24,117)</u>	<u>79,758</u>	<u>10,895</u>	<u>27,197</u>	<u>(1,406,126)</u>	<u>(1,343)</u>	<u>276,956</u>	<u>(2,462,918)</u>
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	-	1,948,448
Transfers out	-	-	-	-	-	-	-	(1,948,448)
Total other financing sources (uses)	<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>(24,117)</u>	<u>79,758</u>	<u>10,895</u>	<u>27,197</u>	<u>(1,406,126)</u>	<u>(1,343)</u>	<u>276,956</u>	<u>(2,462,918)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (965)</u>	<u>\$ 512,171</u>	<u>\$ 24,135,537</u>

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WARSAW COMMUNITY SCHOOLS
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2012

The School Corporation has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
2003 Multi School Improvements	\$ 32,415,000	\$ 3,501,000
2008 Multi School Improvements	52,765,000	4,388,625
Notes and loans payable	2,055,489	365,520
Bonds payable:		
General obligation bonds:		
Retirement/Severance	3,185,000	545,382
2009 Qualified School Construction	1,746,000	150,579
2010 Qualified School Construction	<u>1,355,000</u>	<u>140,400</u>
Total governmental activities debt	<u>\$ 93,521,489</u>	<u>\$ 9,091,506</u>

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF THE WARSAW COMMUNITY SCHOOLS, KOSCIUSKO COUNTY, INDIANA

Compliance

We have audited Warsaw Community Schools (School Corporation) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that could have a direct and material effect on each of its major federal programs for the period of July 1, 2010 to June 30, 2012. 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 could have a direct and material effect on each of its major federal programs for the period of July 1, 2010 to June 30, 2012.

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 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 THAT
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON
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 of Trustees, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

January 9, 2013

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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.

WARSAW COMMUNITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2011 and 2012

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 06-30-11	Total Federal Awards Expended 06-30-12
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553	4415	\$ 413,410	\$ 469,700
National School Lunch Program	10.555	4415	1,432,560	1,638,092
Summer Food Service Program for Children	10.559	4415	<u>135,848</u>	<u>138,421</u>
Total for federal grantor agency			<u>1,981,818</u>	<u>2,246,213</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>				
Pass-Through Indiana Department of Education				
Title I, Part A Cluster				
Title I Grants to Local Educational Agencies	84.010			
Fiscal Year 2009-10		10-4415	22,160	-
Fiscal Year 2010-11		11-4415	734,050	31,259
Fiscal Year 2011-12		12-4415	-	765,873
Distinguished Schools Grant		FY 2009-2012	<u>20,694</u>	<u>20,860</u>
Total for program			776,904	817,992
ARRA Title 1 Grants to Local Educational Agencies, Recovery Act	84.389	10-4415	<u>328,026</u>	<u>24,118</u>
Total for cluster			<u>1,104,930</u>	<u>842,110</u>
Special Education Cluster (IDEA)				
Special Education_Grants to States	84.027			
		14209-045-PY02	28,423	-
		14210-045-PN01	72,958	54,911
		14211-045-PN01	2,437,128	690,491
		14212-045-PN01	<u>-</u>	<u>2,324,349</u>
Total for program			<u>2,538,509</u>	<u>3,069,751</u>
Special Education_Preschool Grants	84.173			
		45709-045-PY02	236	-
		45710-045-PN01	2,696	-
		45711-045-PN01	69,222	3,835
		45712-045-PN01	<u>-</u>	<u>63,675</u>
Total for program			<u>72,154</u>	<u>67,510</u>
ARRA Special Education - Grants to States, Recovery Act	84.391	33310-045-SN01	<u>1,250,911</u>	<u>524,529</u>
ARRA Special Education - Preschool Grants, Recovery Act	84.392	44410-045-SN01	<u>47,357</u>	<u>27,526</u>
Total for cluster			<u>3,908,931</u>	<u>3,689,316</u>
Pass-Through Huntington County Community School Corporation				
Educational Technology State Grants Cluster				
ARRA Education Technology State Grants, Recovery Act	84.386	S386A090014	<u>65,520</u>	<u>27,016</u>
Total for cluster			<u>65,520</u>	<u>27,016</u>
Pass-Through Indiana Department of Education				
Adult Education - Basic Grants to States				
	84.002			
		FY10-8038	10,039	-
		FY1102D	118,351	52,795
		C1-2-AE-1-130	<u>-</u>	<u>140,739</u>
Total for program			<u>128,390</u>	<u>193,534</u>

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

WARSAW COMMUNITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2011 and 2012
(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 06-30-11	Total Federal Awards Expended 06-30-12
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Indiana Department of Education (Continued)				
Migrant Education_State Grant Program	84.011			
		FY09-10/SY-11	873	-
		Migrant 2010-11	45,932	-
		59G00	<u>36,838</u>	<u>-</u>
Total for program			<u>83,643</u>	<u>-</u>
Career and Technical Education -- Basic Grants to States	84.048			
		10-4700-4415	6,292	-
		SPL-BIO-9-130	2,756	-
		11-4700-4415	101,604	20,713
		12-4700-4415	<u>-</u>	<u>78,833</u>
Total for program			<u>110,652</u>	<u>99,546</u>
Safe and Drug-Free Schools and Communities_State Grants	84.186			
		08-4415	10,535	-
		09-4415	<u>6,334</u>	<u>19,299</u>
Total for program			<u>16,869</u>	<u>19,299</u>
Projects with Industry	84.234	7004082P10	<u>8,668</u>	<u>1,332</u>
Tech-Prep Education	84.243			
		PLTW-9-130	8,935	-
		ELC-1-130	-	5,828
		7004082P09	<u>-</u>	<u>66,140</u>
Total for program			<u>8,935</u>	<u>71,968</u>
English Language Acquisition Grants	84.365			
		FY2009-10	49,306	-
		FY2010-11	103,460	-
		01112-037-PN01	<u>-</u>	<u>90,736</u>
Total for program			<u>152,766</u>	<u>90,736</u>
Improving Teacher Quality State Grants	84.367			
		08-4415	62,969	-
		10-4415	185,340	39,893
		12-4415	<u>-</u>	<u>126,956</u>
Total for program			<u>248,309</u>	<u>166,849</u>
Education Jobs Fund	84.410	7000S410A100015	<u>561,864</u>	<u>696,168</u>
Total for federal grantor agency			<u>6,399,477</u>	<u>5,897,874</u>
Total federal awards expended			<u>\$ 8,381,295</u>	<u>\$ 8,144,087</u>

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

WARSAW COMMUNITY 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 Warsaw Community 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. Subrecipients

Of the federal expenditures presented in the schedule, the School Corporation provided federal awards to subrecipients as follows for the years ended June 30, 2011 and 2012:

Program Title	Federal CFDA Number	2011	2012
Special Education – Grants to States	84.027	\$ 1,157,128	\$ 1,778,616
Special Education – Preschool Grants	84.173	29,277	39,342
ARRA Special Education – Grants to States, Recovery Act	84.391	604,179	241,422
ARRA Special Education – Preschool Grants, Recovery Act	84.392	19,946	14,114

Note 3. Noncash Assistance

The School Corporation expended the following amount of noncash assistance for the years ending June 30, 2011 and 2012. This noncash assistance is also included in the federal expenditures presented in the schedule.

Program Title	Federal CFDA Number	2011	2012
School Breakfast Program	10.553	\$ 36,646	\$ 42,320
National School Lunch Program	10.555	119,382	147,003

WARSAW COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unqualified as to Regulatory Basis
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
84.041	Special Education Cluster Education Jobs Fund

Dollar threshold used to distinguish between Type A and Type B programs: \$ 495,761

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.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

<u>Finding Number 2010-1</u>	Sub-recipient Monitoring
Original SBA Audit Report Number:	B38528
Fiscal Year	2010
Contact Person	Kevin Scott
Title of Contact Person	Chief Financial Officer
Phone Number	574-371-5098

Status of Finding:

Two new control procedures were put into place as a result of Audit Finding 2010-1. They include the requirement that all budget modifications are provided to the LEA for review prior to submission to the IDOE. Requests for reimbursement are matched to IDOE approved budgets or modified budgets. In addition, district expenditures are reviewed by the LEA twice per budget year.

It should be noted that the state funding process has been fully modified since the time frame of the last audit. In the past, advance funding was provided to the LEA. The LEA in turn would send appropriate amounts to the sub-recipient districts. Today funding is done on a reimbursement basis. The state approves budgets and monitors reimbursement requests against the budgets. There is no longer advanced funding. Thus the situation addressed in the audit finding regarding cash management would be unlikely to occur going forward.

 Oct. 10, 2012

Official Signature

Date

WARSAW COMMUNITY SCHOOLS
EXIT CONFERENCE

The contents of this report were discussed on January 9, 2013, with Dr. Craig J. Hintz, Superintendent of Schools; Kevin Scott, Chief Financial Officer; Erica M. Purvis, Treasurer; Kara Leisure, Deputy Treasurer; and Jennifer K. Tandy, President of the School Board. Our audit disclosed no material items that warrant comment at this time.