

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

BEECH GROVE CITY SCHOOLS
MARION COUNTY, INDIANA

July 1, 2010 to June 30, 2012



FILED
01/31/2013

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-4
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statement Performed in Accordance With Government Auditing Standards	5-6
Financial Statement: Statement of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis.....	9
Notes to Financial Statement.....	10-15
Supplementary Information - Unaudited: Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis.....	18-27
Audit Results and Comments: Textbook Rental Charges and Student Fees	28
Certified Report of Names, Addresses, Duties and Compensation of Public Employees	28
Condition of Records	29
Prescribed Forms	29
Supplemental Audit of Federal Awards: 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	32-33
Schedule of Expenditures of Federal Awards	36-37
Note to Schedule of Expenditures of Federal Awards.....	38
Schedule of Findings and Questioned Costs	39-41
Auditee Prepared Schedule: Corrective Action Plan.....	42-43
Exit Conference.....	44

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Janice Whitman Brian Tomamichel	07-01-10 to 06-30-11 07-01-11 to 06-30-13
Superintendent of Schools	Dr. Paul Kaiser	07-01-10 to 06-30-13
President of the School Board	Jannis King	07-01-10 to 12-31-12



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF BEECH GROVE CITY SCHOOLS, MARION COUNTY, INDIANA

We have audited the accompanying financial statement of Beech Grove City 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 December 20, 2012, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial

INDEPENDENT AUDITOR'S REPORT
(Continued)

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 Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis, 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

December 20, 2012



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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENT
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF BEECH GROVE CITY SCHOOLS, MARION COUNTY, INDIANA

We have audited the financial statement of Beech Grove City Schools (School Corporation), for the period of July 1, 2010 to June 30, 2012, and have issued our report thereon dated December 20, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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, 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

December 20, 2012

FINANCIAL STATEMENT

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

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BEECH GROVE CITY 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

6-

	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	939,558	15,870,937	14,892,279	(750,000)	1,168,216	17,473,705	17,800,200	78,465	920,186
Referendum	242,917	1,956,707	1,138,048	-	1,061,576	1,974,716	2,015,035	-	1,021,257
Debt Service	1,870,319	5,062,621	5,137,733	(500,000)	1,295,207	3,887,696	4,278,318	-	904,585
Retirement/Severance Bond Debt Service	189,075	564,193	601,849	-	151,419	564,420	606,119	-	109,720
Capital Projects	488,036	2,326,221	2,045,023	(200,000)	569,234	1,362,549	1,462,108	(150,000)	319,675
Transportation	134,549	1,341,062	1,281,495	1,746	195,862	938,453	1,063,216	-	71,099
Bus Replacement	23,159	485,047	-	(426,746)	81,460	380,992	94,966	(350,000)	17,486
Rainy Day	65,459	25,990	182,581	1,875,000	1,783,868	41,679	1,624,997	500,000	700,550
Retirement/Severance Bond	829,630	2,149	121,614	-	710,165	126,605	309,630	-	527,140
Construction	-	-	-	-	-	-	1,143,351	988,496	(154,855)
School Lunch	306,785	1,148,834	1,091,674	-	363,945	1,315,373	1,074,337	-	604,981
Textbook Rental	101,331	258,727	140,612	-	219,446	277,769	477,913	-	19,302
Alternative Education Grant	-	2,749	-	-	2,749	2,941	-	-	5,690
SAFE School Haven Grant	1,612	-	-	-	1,612	-	-	-	1,612
Early Intervention Grant	221	28,080	19,295	-	9,006	11,060	20,066	-	-
School Intervention and Career Counseling	-	15,000	15,842	-	(842)	15,000	14,158	-	-
Academic Honors Awards	1,017	569	300	-	1,286	-	-	-	1,286
Gifted and Talented	-	34,506	34,506	-	-	34,899	-	-	34,899
Chamber of Commerce Grant	4,325	71,768	43,327	-	32,766	14,677	30,744	-	16,699
Education Technology	-	405,278	405,278	-	-	202,451	202,451	-	-
Non-English Speaking Program	8,340	4,973	4,973	-	8,340	6,647	14,987	-	-
School Technology	-	4,274	-	-	4,274	4,274	-	-	8,548
Performance Based Awards	5,950	99	1,810	-	4,239	40	-	-	4,279
Excess PTRC Distributions	-	26,109	-	-	26,109	-	-	-	26,109
High School Grant	6,766	5,779	4,706	-	7,839	4,701	4,706	-	7,834
Title I Grant	23,890	480,246	444,512	-	59,624	456,024	488,267	-	27,381
Title V Grant	355	-	-	-	355	-	-	-	355
Stewart Homeless Assistance Act	-	7,993	-	-	7,993	-	7,993	-	-
Title IV Grant	13,214	-	12,435	-	779	1,566	1,920	-	425
Wellness Grant	3,928	-	3,928	-	-	-	-	-	-
21st Century Learning Center	(1,231)	200,026	156,013	-	42,782	188,763	224,444	-	7,101
Title II, Part A Grant	84,958	80,805	83,914	-	81,849	56,639	141,522	-	(3,034)
Title II, Part D Grant	-	-	-	-	-	150,381	155,397	-	(5,016)
TIF / TAP Grant	-	27,000	27,000	-	-	153,484	84,194	(78,465)	(9,175)
Title I - School Improvement (Stimulus)	(15,451)	45,795	30,296	-	48	-	48	-	-
Special Education - Part B (Stimulus)	73,393	-	73,393	-	-	-	-	-	-
Special Education - Preschool Part B (Stimulus)	2,550	906	3,196	-	260	-	260	-	-
Education Technology (Stimulus)	343	-	343	-	-	-	-	-	-
Education Jobs (Stimulus)	-	474,524	474,524	-	-	7,009	7,009	-	-
Payroll Clearing	196,061	4,524,171	4,517,068	-	203,164	4,816,430	4,812,789	-	206,805
Totals	\$ 5,601,059	\$ 35,483,138	\$ 32,989,567	\$ -	\$ 8,094,630	\$ 34,470,943	\$ 38,161,145	\$ 988,496	\$ 5,392,924

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

BEECH GROVE CITY 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.

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.

BEECH GROVE CITY 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.

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, funds held temporarily for an authorized recipient, 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.

BEECH GROVE CITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

F. Other Financing Sources and Uses

Other financing sources and uses are presented in the aggregate on the face of the financial statement. The aggregate other financing sources and uses include the following:

Proceeds of long-term debt which includes money received in relation to the issuance of bonds or other long-term debt issues.

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 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.

BEECH GROVE CITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana at year end should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the School Corporation to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 5. Risk Management

The School Corporation may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third party. The establishment of a self-insurance fund allows the School Corporation to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

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

BEECH GROVE CITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy and Annual Pension Cost

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

B. *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.

Note 7. *Cash Balance Deficits*

The financial statement contains funds with deficits in cash. This is a result of a construction HVAC expenditure not being reimbursed prior to fiscal year end and funds being set up for reimbursable grants. The reimbursement for expenditures made by the School Corporation were received after June 30, 2012.

BEECH GROVE CITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. *Holding Corporations*

The School Corporation has entered into capital leases with the Beech Grove Multi-School Building Corporation and the Beech Grove Central Schools Building Corporation (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessors have been determined to be a related party of the School Corporation. Lease payments during the fiscal years 2011 and 2012 totaled \$2,797,500 and \$3,020,000, respectively.

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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.

BEECH GROVE CITY 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	Referendum	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	Transportation	Bus Replacement	Rainy Day	Retirement/ Severance Bond
Cash and investments - beginning	\$ 939,558	\$ 242,917	\$ 1,870,319	\$ 189,075	\$ 488,036	\$ 134,549	\$ 23,159	\$ 65,459	\$ 829,630
Receipts:									
Local sources	352,711	1,370,762	3,001,854	323,851	1,105,633	532,455	485,047	-	2,149
State sources	15,420,946	-	326,343	25,000	400,000	300,000	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	415,531	1,413,624	195,342	612,940	356,800	-	-	-
Interfund loans	-	-	320,000	20,000	150,000	150,000	-	-	-
Other	97,280	170,414	800	-	57,648	1,807	-	25,990	-
Total receipts	15,870,937	1,956,707	5,062,621	564,193	2,326,221	1,341,062	485,047	25,990	2,149
Disbursements:									
Current:									
Instruction	11,061,730	-	-	-	-	-	-	-	121,614
Support services	3,542,025	1,108,301	-	-	729,204	711,706	-	14,034	-
Noninstructional services	288,524	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	29,747	-	-	414,500	-	-	168,547	-
Debt services	-	-	4,817,733	581,849	751,319	419,789	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	320,000	20,000	150,000	150,000	-	-	-
Total disbursements	14,892,279	1,138,048	5,137,733	601,849	2,045,023	1,281,495	-	182,581	121,614
Excess (deficiency) of receipts over disbursements	978,658	818,659	(75,112)	(37,656)	281,198	59,567	485,047	(156,591)	(119,465)
Other financing sources (uses):									
Transfers in	-	-	-	-	-	1,746	-	1,875,000	-
Transfers out	(750,000)	-	(500,000)	-	(200,000)	-	(426,746)	-	-
Total other financing sources (uses)	(750,000)	-	(500,000)	-	(200,000)	1,746	(426,746)	1,875,000	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	228,658	818,659	(575,112)	(37,656)	81,198	61,313	58,301	1,718,409	(119,465)
Cash and investments - ending	\$ 1,168,216	\$ 1,061,576	\$ 1,295,207	\$ 151,419	\$ 569,234	\$ 195,862	\$ 81,460	\$ 1,783,868	\$ 710,165

BEECH GROVE CITY 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	Alternative Education Grant	SAFE School Haven Grant	Early Intervention Grant	School Intervention and Career Counseling	Academic Honors Awards
Cash and investments - beginning	\$ -	\$ 306,785	\$ 101,331	\$ -	\$ 1,612	\$ 221	\$ -	\$ 1,017
Receipts:								
Local sources	-	339,532	162,840	-	-	-	-	469
State sources	-	6,506	95,882	2,749	-	28,080	15,000	-
Federal sources	-	801,679	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	1,117	5	-	-	-	-	100
Total receipts	-	1,148,834	258,727	2,749	-	28,080	15,000	569
Disbursements:								
Current:								
Instruction	-	-	-	-	-	19,295	15,842	-
Support services	-	2,516	140,612	-	-	-	-	-
Noninstructional services	-	888,851	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	200,307	-	-	-	-	-	300
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	-	1,091,674	140,612	-	-	19,295	15,842	300
Excess (deficiency) of receipts over disbursements	-	57,160	118,115	2,749	-	8,785	(842)	269
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	-	57,160	118,115	2,749	-	8,785	(842)	269
Cash and investments - ending	\$ -	\$ 363,945	\$ 219,446	\$ 2,749	\$ 1,612	\$ 9,006	\$ (842)	\$ 1,286

BEECH GROVE CITY 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)

	Gifted and Talented	Chamber of Commerce Grant	Education Technology	Non-English Speaking Program	School Technology	Performance Based Awards	Excess PTRC Distributions	High School Grant
Cash and investments - beginning	\$ -	\$ 4,325	\$ -	\$ 8,340	\$ -	\$ 5,950	\$ -	\$ 6,766
Receipts:								
Local sources	-	71,768	17,610	-	-	-	-	5,779
State sources	34,506	-	387,668	4,973	4,274	-	26,109	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	99	-	-
Total receipts	<u>34,506</u>	<u>71,768</u>	<u>405,278</u>	<u>4,973</u>	<u>4,274</u>	<u>99</u>	<u>26,109</u>	<u>5,779</u>
Disbursements:								
Current:								
Instruction	34,506	43,327	-	4,973	-	-	-	4,706
Support services	-	-	405,278	-	-	1,810	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>34,506</u>	<u>43,327</u>	<u>405,278</u>	<u>4,973</u>	<u>-</u>	<u>1,810</u>	<u>-</u>	<u>4,706</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>28,441</u>	<u>-</u>	<u>-</u>	<u>4,274</u>	<u>(1,711)</u>	<u>26,109</u>	<u>1,073</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>-</u>	<u>28,441</u>	<u>-</u>	<u>-</u>	<u>4,274</u>	<u>(1,711)</u>	<u>26,109</u>	<u>1,073</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 32,766</u>	<u>\$ -</u>	<u>\$ 8,340</u>	<u>\$ 4,274</u>	<u>\$ 4,239</u>	<u>\$ 26,109</u>	<u>\$ 7,839</u>

BEECH GROVE CITY 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 Grant	Title V Grant	Stewart Homeless Assistance Act	Title IV Grant	Wellness Grant	21st Century Learning Center	Title II, Part A Grant	Title II, Part D Grant
Cash and investments - beginning	\$ 23,890	\$ 355	\$ -	\$ 13,214	\$ 3,928	\$ (1,231)	\$ 84,958	\$ -
Receipts:								
Local sources	816	-	-	-	-	26	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	479,430	-	7,993	-	-	200,000	78,670	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	2,135	-
Total receipts	<u>480,246</u>	<u>-</u>	<u>7,993</u>	<u>-</u>	<u>-</u>	<u>200,026</u>	<u>80,805</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	444,512	-	-	12,435	3,928	-	83,914	-
Support services	-	-	-	-	-	156,013	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>444,512</u>	<u>-</u>	<u>-</u>	<u>12,435</u>	<u>3,928</u>	<u>156,013</u>	<u>83,914</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>35,734</u>	<u>-</u>	<u>7,993</u>	<u>(12,435)</u>	<u>(3,928)</u>	<u>44,013</u>	<u>(3,109)</u>	<u>-</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>35,734</u>	<u>-</u>	<u>7,993</u>	<u>(12,435)</u>	<u>(3,928)</u>	<u>44,013</u>	<u>(3,109)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 59,624</u>	<u>\$ 355</u>	<u>\$ 7,993</u>	<u>\$ 779</u>	<u>\$ -</u>	<u>\$ 42,782</u>	<u>\$ 81,849</u>	<u>\$ -</u>

BEECH GROVE CITY 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)

	TIF / TAP Grant	Title I - School Improvement (Stimulus)	Special Education Part B (Stimulus)	Special Education - Preschool Part B (Stimulus)	Education Technology (Stimulus)	Education Jobs (Stimulus)	Payroll	Totals
Cash and investments - beginning	\$ -	\$ (15,451)	\$ 73,393	\$ 2,550	\$ 343	\$ -	\$ 196,061	\$ 5,601,059
Receipts:								
Local sources	-	-	-	-	-	-	-	7,773,302
State sources	-	-	-	-	-	-	-	17,078,036
Federal sources	27,000	45,795	-	906	-	474,524	-	2,115,997
Temporary loans	-	-	-	-	-	-	-	2,994,237
Interfund loans	-	-	-	-	-	-	-	640,000
Other	-	-	-	-	-	-	4,524,171	4,881,566
Total receipts	<u>27,000</u>	<u>45,795</u>	<u>-</u>	<u>906</u>	<u>-</u>	<u>474,524</u>	<u>4,524,171</u>	<u>35,483,138</u>
Disbursements:								
Current:								
Instruction	-	30,296	73,393	3,196	343	474,524	-	12,432,534
Support services	27,000	-	-	-	-	-	-	6,838,499
Noninstructional services	-	-	-	-	-	-	-	1,177,375
Facilities acquisition and construction	-	-	-	-	-	-	-	612,794
Debt services	-	-	-	-	-	-	-	6,570,690
Nonprogrammed charges	-	-	-	-	-	-	4,517,068	4,717,675
Interfund loans	-	-	-	-	-	-	-	640,000
Total disbursements	<u>27,000</u>	<u>30,296</u>	<u>73,393</u>	<u>3,196</u>	<u>343</u>	<u>474,524</u>	<u>4,517,068</u>	<u>32,989,567</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>15,499</u>	<u>(73,393)</u>	<u>(2,290)</u>	<u>(343)</u>	<u>-</u>	<u>7,103</u>	<u>2,493,571</u>
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	1,876,746
Transfers out	-	-	-	-	-	-	-	(1,876,746)
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>-</u>	<u>15,499</u>	<u>(73,393)</u>	<u>(2,290)</u>	<u>(343)</u>	<u>-</u>	<u>7,103</u>	<u>2,493,571</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 48</u>	<u>\$ -</u>	<u>\$ 260</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 203,164</u>	<u>\$ 8,094,630</u>

BEECH GROVE CITY 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	Referendum	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	Transportation	Bus Replacement	Rainy Day	Retirement/ Severance Bond
Cash and investments - beginning	\$ 1,168,216	\$ 1,061,576	\$ 1,295,207	\$ 151,419	\$ 569,234	\$ 195,862	\$ 81,460	\$ 1,783,868	\$ 710,165
Receipts:									
Local sources	29,243	1,393,983	3,270,983	344,715	870,036	563,019	380,992	-	1,605
State sources	17,013,377	-	-	-	-	-	-	-	-
Federal sources	407,433	-	-	-	-	111	-	-	-
Temporary loans	-	580,733	616,713	209,705	470,786	358,357	-	-	-
Interfund loans	-	-	-	10,000	10,000	-	-	-	-
Other	23,652	-	-	-	11,727	16,966	-	41,679	125,000
Total receipts	17,473,705	1,974,716	3,887,696	564,420	1,362,549	938,453	380,992	41,679	126,605
Disbursements:									
Current:									
Instruction	13,433,713	75,694	-	-	-	-	-	357,037	184,630
Support services	4,084,470	933,241	-	-	864,223	703,746	94,966	52,737	125,000
Noninstructional services	282,017	-	-	-	-	-	-	196,661	-
Facilities acquisition and construction	-	144,447	-	-	81,702	-	-	740,315	-
Debt services	-	861,653	4,278,318	596,119	506,183	359,470	-	278,247	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	10,000	10,000	-	-	-	-
Total disbursements	17,800,200	2,015,035	4,278,318	606,119	1,462,108	1,063,216	94,966	1,624,997	309,630
Excess (deficiency) of receipts over disbursements	(326,495)	(40,319)	(390,622)	(41,699)	(99,559)	(124,763)	286,026	(1,583,318)	(183,025)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Transfers in	78,465	-	-	-	-	-	-	500,000	-
Transfers out	-	-	-	-	(150,000)	-	(350,000)	-	-
Total other financing sources (uses)	78,465	-	-	-	(150,000)	-	(350,000)	500,000	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(248,030)	(40,319)	(390,622)	(41,699)	(249,559)	(124,763)	(63,974)	(1,083,318)	(183,025)
Cash and investments - ending	\$ 920,186	\$ 1,021,257	\$ 904,585	\$ 109,720	\$ 319,675	\$ 71,099	\$ 17,486	\$ 700,550	\$ 527,140

BEECH GROVE CITY 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	Alternative Education Grant	SAFE School Haven Grant	Early Intervention Grant	School Intervention and Career Counseling	Academic Honors Awards
Cash and investments - beginning	\$ -	\$ 363,945	\$ 219,446	\$ 2,749	\$ 1,612	\$ 9,006	\$ (842)	\$ 1,286
Receipts:								
Local sources	-	336,935	142,843	-	-	-	-	-
State sources	-	6,253	134,926	2,941	-	11,060	15,000	-
Federal sources	-	965,937	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	6,248	-	-	-	-	-	-
Total receipts	-	1,315,373	277,769	2,941	-	11,060	15,000	-
Disbursements:								
Current:								
Instruction	-	-	-	-	-	20,066	14,158	-
Support services	-	30,536	95,733	-	-	-	-	-
Noninstructional services	-	1,043,801	-	-	-	-	-	-
Facilities acquisition and construction	1,143,351	-	-	-	-	-	-	-
Debt services	-	-	382,180	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	1,143,351	1,074,337	477,913	-	-	20,066	14,158	-
Excess (deficiency) of receipts over disbursements	(1,143,351)	241,036	(200,144)	2,941	-	(9,006)	842	-
Other financing sources (uses):								
Proceeds of long-term debt	988,496	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	988,496	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(154,855)	241,036	(200,144)	2,941	-	(9,006)	842	-
Cash and investments - ending	\$ (154,855)	\$ 604,981	\$ 19,302	\$ 5,690	\$ 1,612	\$ -	\$ -	\$ 1,286

BEECH GROVE CITY 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)

	Gifted and Talented	Chamber of Commerce Grant	Education Technology	Non-English Speaking Program	School Technology	Performance Based Awards	Excess PTRC Distributions	High School Grant
Cash and investments - beginning	\$ -	\$ 32,766	\$ -	\$ 8,340	\$ 4,274	\$ 4,239	\$ 26,109	\$ 7,839
Receipts:								
Local sources	-	14,677	-	-	-	-	-	4,701
State sources	34,899	-	202,451	6,647	4,274	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	40	-	-
Total receipts	<u>34,899</u>	<u>14,677</u>	<u>202,451</u>	<u>6,647</u>	<u>4,274</u>	<u>40</u>	<u>-</u>	<u>4,701</u>
Disbursements:								
Current:								
Instruction	-	30,744	-	14,987	-	-	-	4,706
Support services	-	-	202,451	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>30,744</u>	<u>202,451</u>	<u>14,987</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,706</u>
Excess (deficiency) of receipts over disbursements	<u>34,899</u>	<u>(16,067)</u>	<u>-</u>	<u>(8,340)</u>	<u>4,274</u>	<u>40</u>	<u>-</u>	<u>(5)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
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>34,899</u>	<u>(16,067)</u>	<u>-</u>	<u>(8,340)</u>	<u>4,274</u>	<u>40</u>	<u>-</u>	<u>(5)</u>
Cash and investments - ending	<u>\$ 34,899</u>	<u>\$ 16,699</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,548</u>	<u>\$ 4,279</u>	<u>\$ 26,109</u>	<u>\$ 7,834</u>

BEECH GROVE CITY 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 Grant	Title V Grant	Stewart Homeless Assistance Act	Title IV Grant	Wellness Grant	21st Century Learning Center	Title II, Part A Grant	Title II, Part D Grant
Cash and investments - beginning	\$ 59,624	\$ 355	\$ 7,993	\$ 779	\$ -	\$ 42,782	\$ 81,849	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	456,024	-	-	1,566	-	188,763	56,639	150,381
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>456,024</u>	<u>-</u>	<u>-</u>	<u>1,566</u>	<u>-</u>	<u>188,763</u>	<u>56,639</u>	<u>150,381</u>
Disbursements:								
Current:								
Instruction	488,267	-	-	1,920	-	-	141,522	137,688
Support services	-	-	7,993	-	-	224,444	-	17,709
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>488,267</u>	<u>-</u>	<u>7,993</u>	<u>1,920</u>	<u>-</u>	<u>224,444</u>	<u>141,522</u>	<u>155,397</u>
Excess (deficiency) of receipts over disbursements	<u>(32,243)</u>	<u>-</u>	<u>(7,993)</u>	<u>(354)</u>	<u>-</u>	<u>(35,681)</u>	<u>(84,883)</u>	<u>(5,016)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
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>(32,243)</u>	<u>-</u>	<u>(7,993)</u>	<u>(354)</u>	<u>-</u>	<u>(35,681)</u>	<u>(84,883)</u>	<u>(5,016)</u>
Cash and investments - ending	<u>\$ 27,381</u>	<u>\$ 355</u>	<u>\$ -</u>	<u>\$ 425</u>	<u>\$ -</u>	<u>\$ 7,101</u>	<u>\$ (3,034)</u>	<u>\$ (5,016)</u>

BEECH GROVE CITY 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)

	TIF / TAP Grant	Title I - School Improvement (Stimulus)	Special Education Part B (Stimulus)	Special Education - Preschool Part B (Stimulus)	Education Technology (Stimulus)	Education Jobs (Stimulus)	Payroll	Totals
Cash and investments - beginning	\$ -	\$ 48	\$ -	\$ 260	\$ -	\$ -	\$ 203,164	\$ 8,094,630
Receipts:								
Local sources	-	-	-	-	-	-	-	7,353,732
State sources	-	-	-	-	-	-	-	17,431,828
Federal sources	153,484	-	-	-	-	7,009	-	2,387,347
Temporary loans	-	-	-	-	-	-	-	2,236,294
Interfund loans	-	-	-	-	-	-	-	20,000
Other	-	-	-	-	-	-	4,816,430	5,041,742
Total receipts	153,484	-	-	-	-	7,009	4,816,430	34,470,943
Disbursements:								
Current:								
Instruction	70,244	48	-	260	-	7,009	-	14,982,693
Support services	13,950	-	-	-	-	-	-	7,451,199
Noninstructional services	-	-	-	-	-	-	-	1,522,479
Facilities acquisition and construction	-	-	-	-	-	-	-	2,109,815
Debt services	-	-	-	-	-	-	-	7,262,170
Nonprogrammed charges	-	-	-	-	-	-	4,812,789	4,812,789
Interfund loans	-	-	-	-	-	-	-	20,000
Total disbursements	84,194	48	-	260	-	7,009	4,812,789	38,161,145
Excess (deficiency) of receipts over disbursements	69,290	(48)	-	(260)	-	-	3,641	(3,690,202)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	988,496
Transfers in	-	-	-	-	-	-	-	578,465
Transfers out	(78,465)	-	-	-	-	-	-	(578,465)
Total other financing sources (uses)	(78,465)	-	-	-	-	-	-	988,496
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(9,175)	(48)	-	(260)	-	-	3,641	(2,701,706)
Cash and investments - ending	\$ (9,175)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 206,805	\$ 5,392,924

BEECH GROVE CITY SCHOOLS
AUDIT RESULTS AND COMMENTS

TEXTBOOK RENTAL CHARGES AND STUDENT FEES

The School Corporation's textbook rental rate that it charged individuals exceeded the maximum rate established by Indiana Code. The School Corporation used estimated shipping costs in their textbook rental rate formula and the actual shipping costs were less than the estimated.

The School Corporation, at the time it charged and collected textbook rental fees, required other fees to be paid including, but not limited to, electives fees for 6th - 8th grades and various course fees for 9 - 12 grades. The School officials could not provide documentation to verify students received consumable goods or services equal to the fee charged.

A similar comment appeared in the prior two reports, most recently B38458.

Indiana Code 20-26-12-2 states in part:

"(a) . . . The governing body may rent these textbooks to students enrolled in any public or nonpublic school . . . The annual rental rate may not exceed twenty-five percent (25%) of the retail price of the textbooks.

(b) Notwithstanding subsection (a), the governing body may not assess a rental fee of more than fifteen percent (15%) of the retail price of a textbook that has been:

- (1) extended for usage by students under section 24(e) of this chapter; and
- (2) paid for through rental fees previously collected."

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

**CERTIFIED REPORT OF NAMES, ADDRESSES, DUTIES AND
COMPENSATION OF PUBLIC EMPLOYEES (General Form 100R)**

The January 2010, January 2011, and January 2012 reports were filed late. All three of the reports were filed on February 2, 2012.

Indiana Code 5-11-13-1(a) states in part:

"Every . . . school official . . . shall during the month of January of each year prepare, make, and sign a written or printed certified report, correctly and completely showing the names and addresses of each and all officers, employees, and agents . . . and the respective duties and compensation of each, and shall forthwith file said report in the office of the state examiner of the state board of accounts."

BEECH GROVE CITY SCHOOLS
AUDIT RESULTS AND COMMENTS
(Continued)

CONDITION OF RECORDS (Applies to South Grove Intermediate School)

The following deficiencies related to the recordkeeping were noted.

1. Receipts:

- The extra-curricular receipt form was not properly prepared. All collections were classified as cash in the classification section instead of to the proper allocations. Additionally, student activities were listed as the remitter in most cases, instead of the individual actually remitting the collections.
- The deposit slip duplicate copy showing the breakdown of the deposit between cash and checks was not retained.
- Due to the items listed above, deposit intactness could not be verified.

2. Disbursements:

- One claim reviewed was not supported by documentation.
- One claim reviewed was supported by insufficient documentation. The attached invoice referred to another invoice and there was no reference on the claim as to where the referenced invoice could be located therefore the actual items purchased could not be verified.

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

PRESCRIBED FORMS (Applies to South Grove Intermediate School)

The following prescribed or approved forms were not in use during the audit period:

- Cash Reconciliation Form (SA-5-2) was not included as part of the Financial Report.
- Summary Collection Form (SA-8) was not used.
- Fiscal Year Sequential List of Receipts was not printed.
- Fiscal Year Sequential List of Disbursements was not printed.

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

Telephone: (317) 232-2513
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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 BEECH GROVE CITY SCHOOLS, MARION COUNTY, INDIANA

Compliance

We have audited Beech Grove City 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. However the results of our auditing procedures disclosed instances of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2012-1 and 2012-2.

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. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying Schedule of Findings and Questioned Costs as item 2012-1 and 2012-2. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

The School Corporation's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. We did not audit the School Corporation's response and, accordingly, we express no opinion on the response.

This report is intended solely for the information and use of the School Corporation's management, School Board, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

December 20, 2012

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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

BEECH GROVE CITY 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	FY10/11 FY11/12	\$ 168,544 -	\$ - 242,209
National School Lunch Program	10.555	FY10/11 FY11/12	669,116 -	- 775,577
Summer Food Service Program for Children	10.559	FY11/12	-	12,360
Total for cluster			<u>837,660</u>	<u>1,030,146</u>
Child Nutrition Discretionary Grants Limited Availability	10.579	FY10/11	17,462	-
Total for Federal Grantor Agency			<u>855,122</u>	<u>1,030,146</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	10-5380 11-5380 12-5380	23,890 407,071 -	- 59,624 418,932
Pass-Through Indianapolis Public Schools				
Title I Grants to Local Educational Agencies		11-5380 12-5380	9,295 -	- 7,131
Pass-Through Metropolitan School District (MSD) of Perry Township				
Title I Grants to Local Educational Agencies		11-5380 12-5380	3,440 -	- 2,580
Total for program			<u>443,696</u>	<u>488,267</u>
Pass-Through Indiana Department of Education				
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389	S389A090014	30,296	48
Total for cluster			<u>473,992</u>	<u>488,315</u>
Education of Homeless Children and Youth Cluster				
Education for Homeless Children and Youth	84.196	196A090015	7,993	111
Educational Technology State Grants Cluster				
Educational Technology State Grants	84.318	S318X050014	-	150,381
ARRA - Educational Technology State Grants, Recovery Act	84.386	C209S5380	343	-
Total for cluster			<u>343</u>	<u>150,381</u>
Teacher Incentive Fund Cluster				
Teachers Incentive Fund	84.374	S374A100020	27,000	560,917

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

BEECH GROVE CITY 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 Metropolitan School District (MSD) of Perry Township Special Education Cluster				
ARRA - Special Education - Grants to States (IDEA Part B), Recovery Act	84.391	33310-053-SN01	73,393	-
ARRA - Special Education - Preschool Grants (IDEA Preschool), Recovery Act	84.392	44410-053-SN01	3,195	260
Total for cluster			76,588	260
Pass-Through Indiana Department of Education Safe and Drug-Free Schools and Communities - State Grants	84.186	09-5380 10-5380	12,434 -	779 1,141
Total for program			12,434	1,920
Twenty-First Century Community Learning Centers	84.287	S287C100014	156,013	224,444
Improving Teacher Quality State Grants	84.367	S367A090013	83,914	138,488
Education Jobs Fund	84.410	7000S410A100015	474,524	7,009
Total for Federal Grantor Agency			1,312,801	1,571,845
Total Federal Awards Expended			<u>\$ 2,167,923</u>	<u>\$ 2,601,991</u>

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

BEECH GROVE CITY 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 Beech Grove City Schools (School Corporation) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statement. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

Circular A-133 requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$500,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with Indiana Code (IC 5-11-1 et seq.), audits of school corporations shall be conducted biennially. Such audits shall include both years within the biennial period.

Note 2. Noncash Assistance

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

Program Title	Federal CFDA Number	2011	2012
Child Nutrition Cluster:			
School Breakfast Program	10.553	\$ 10,742	\$ 15,366
National School Lunch Program	10.555	42,700	48,843

BEECH GROVE CITY 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 deficiencies identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiencies identified?	yes
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?	yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.287	Child Nutrition Cluster
84.410	Teacher Incentive Fund Cluster
	Twenty-First Century Community Learning Centers
	Education Jobs Fund

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

Auditee qualified as low-risk auditee?	yes
--	-----

Section II – Financial Statement Findings

No matters are reportable.

BEECH GROVE CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III – Federal Award Findings and Questioned Costs

FINDING 2012-1 - CASH MANAGEMENT – TEACHERS INCENTIVE FUND

Federal Agency: U.S. Department of Education
Federal Program: Teachers Incentive Fund
CFDA Number: 84.374
Project Number: S374A100020
Pass-Through Entity: Indiana Department of Education

The School Corporation's grant is funded on a reimbursement basis which means program costs must be paid for by entity funds before reimbursement is requested. The School Corporation requested the entire Master Stipend amount of \$50,000 and the entire Mentor Stipend amount of \$70,000 on the reimbursement claim dated December 15, 2011, but actually paid the stipends over a 26 pay schedule. Actual expenses for these items expensed prior to the reimbursement request were Master Stipends of \$17,307.90 and Mentor Stipends of \$48,462.12, for a total of \$65,770.02, resulting in a prepayment of \$54,229.98. This prepayment amount was spent prior to the grant period ending date.

The prepayment of expenses indicates noncompliance with the cash management requirement as set forth by the grant agreement. Additionally, failure to comply with the grant agreement may cause future funding to be reduced by the pass-through agency.

We recommended that the School Corporation officials ensure that only actual disbursements are included on future reimbursement requests.

34 CFR.80 21(d) states:

"Reimbursement. Reimbursement shall be the preferred method when the requirements in paragraph (c) of this section are not met. Grantees and subgrantees may also be paid by reimbursement for any construction grant. Except as otherwise specified in regulation, Federal agencies shall not use the percentage of completion method to pay construction grants. The grantee or subgrantee may use that method to pay its construction contractor, and if it does, the awarding agency's payments to the grantee or subgrantee will be based on the grantee's or subgrantee's actual rate of disbursement."

OMB Circular A-133, Subpart c, section .300(b) states:

"The auditee shall (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect of each of its Federal programs."

BEECH GROVE CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

**FINDING 2012-2 - CASH MANAGEMENT – TWENTY-FIRST
CENTURY COMMUNITY LEARNING CENTERS**

Federal Agency: U.S. Department of Education
Federal Program: Twenty-First Century Community Learning Centers
CFDA Number: 84.287
Federal Award Number and Year: S287C100014
Pass-Through Entity: Indiana Department of Education

Beginning in June 2011, the School Corporation's grant is funded on the reimbursement basis which means program costs must be paid for by entity funds before reimbursement is requested. The School Corporation prepared and submitted reimbursement requests, but did not attach the supporting documentation for the requests. This resulted in an over-reimbursement of \$7,101.17 in June 2012. This was spent prior to the grant period ending date.

The lack of expenditure documentation indicates noncompliance with the cash management requirement as set forth by the grant agreement. Additionally, failure to comply with the grant agreement may cause future funding to be reduced by the pass-through agency.

We recommended that School Corporation officials develop and implement procedures and controls to ensure that all future grant reimbursement requests are supported by attached expenditure documentation.

34 CFR 80.21 (d) states: "

Reimbursement. Reimbursement shall be the preferred method when the requirements in paragraph (c) of this section are not met. Grantees and subgrantees may also be paid by reimbursement for any construction grant. Except as otherwise specified in regulation, Federal agencies shall not use the percentage of completion method to pay construction grants. The grantee or subgrantee may use that method to pay its construction contractor, and if it does, the awarding agency's payments to the grantee or subgrantee will be based on the grantee's or subgrantee's actual rate of disbursement."

OMB Circular A-133 section .300 (b) states:

"The auditee shall: Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs."

Beech Grove City Schools

5334 Hornet Avenue
Beech Grove, IN 46107-2306
Phone (317) 788-4481
Fax (317) 782-4065
www.bgcs.k12.in.us



December 14, 2012

Finding 2012-1:

Cash Management – Teachers Incentive Fund

Contact Person: Brian Tomamichel
Title of Contact Person: Corporation Treasurer
Contact Number: (317) 788-4481
Anticipated Completion Date: Immediately

Corrective Action Plan

The School Corporation no longer request disbursements of funds prior to the funds being spent. Expenditure lines have also been moved solely into the Teachers Incentive Fund for better expense tracking and grant management to ensure that funds are requested only once spent. Master and Mentor teacher stipends have been moved to their own account line to ensure that in future years only dollars spent are requested.

Finding 2012-2:

Cash Management – Twenty-First Century Community Learning Centers

Contact Person: Brian Tomamichel
Title of Contact Person: Corporation Treasurer
Contact Number: (317) 788-4481
Anticipated Completion Date: Immediately

Corrective Action Plan

The School Corporation no longer request disbursements of funds prior to the funds being spent. A change in grant coordinator along with all financial aspects of the grant being overseen by the corporation treasurer; and all grant cash request being signed by the corporation treasurer ensure that only dollars spent are requested. All

requests are now backed up with expense reports matching the amount being requested for the time period to ensure that cash requested match the dollars spent.

Sincerely,

A handwritten signature in black ink, appearing to read "Brian Tomamichel", written over a horizontal line.

Brian Tomamichel
Corporation Treasurer

BEECH GROVE CITY SCHOOLS
EXIT CONFERENCE

The contents of this report were discussed on December 20, 2012, with Brian Tomamichel, Treasurer; Dr. Paul Kaiser, Superintendent of Schools; and Dr. Thomas Keeley, Director of Business and Personnel. The officials concurred with our audit findings.