

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

SOUTH ADAMS SCHOOLS
ADAMS COUNTY, INDIANA

July 1, 2010 to June 30, 2012



FILED

02/12/2013

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Rebecca Biberstein	07-01-10 to 06-30-13
Superintendent of Schools	Cathy Egolf (Vacant) Scott Litwiller	07-01-10 to 08-03-10 08-04-10 to 08-05-10 08-06-10 to 06-30-13
President of the School Board	Arlene Amstutz	07-01-10 to 06-30-13



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

TO: THE OFFICIALS OF THE SOUTH ADAMS SCHOOLS, ADAMS COUNTY, INDIANA

We have audited the accompanying financial statement of the South Adams 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 17, 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. The purpose of that report is to describe the scope of our testing of internal control over financial reporting

INDEPENDENT AUDITOR'S REPORT
(Continued)

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, and Schedule of Capital Assets, 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.

The School Corporation's response to the Audit Results and Comments identified in our audit is described in the accompanying section of the report entitled Official Response. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

STATE BOARD OF ACCOUNTS

January 17, 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 SOUTH ADAMS SCHOOLS, ADAMS COUNTY, INDIANA

We have audited the financial statement of the South Adams Schools (School Corporation), for the period of July 1, 2010 to June 30, 2012, and have issued our report thereon dated January 17, 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.

The School Corporation's response to the findings identified in our audit is described in the accompanying section of the report entitled Official Response. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

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

STATE BOARD OF ACCOUNTS

January 17, 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.

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SOUTH ADAMS 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			Other Financing Sources (Uses)	Cash and Investments 06-30-11			Other Financing Sources (Uses)	Cash and Investments 06-30-12
	Receipts	Disbursements		Receipts	Disbursements				
General	\$ 559,661	\$ 8,769,778	\$ 8,150,128	\$ 38	\$ 1,179,349	\$ 8,770,231	\$ 8,028,095	\$ (34,211)	\$ 1,887,274
Debt Service	915,152	1,717,288	1,720,000	-	912,440	1,700,312	1,717,000	-	895,752
Capital Projects	679,884	1,247,091	1,299,267	159,315	787,023	1,225,518	1,268,548	354	744,347
School Transportation	1,354,463	851,961	682,445	(380,488)	1,143,491	867,155	713,842	(450,000)	846,804
School Bus Replacement	126,947	141,979	158,681	-	110,245	116,950	76,149	-	151,046
Rainy Day	947,316	-	-	400,000	1,347,316	-	66,444	450,000	1,730,872
Post-Retirement/Severance Future Benefits	124,211	-	-	-	124,211	-	-	-	124,211
Construction	25	9	-	(34)	-	-	-	-	-
School Lunch	144,277	553,776	554,495	7,194	150,752	585,159	550,746	7,643	192,808
Textbook Rental	42,065	127,086	84,027	-	85,124	155,661	216,802	35,009	58,992
Levy Excess	-	19,512	-	(19,512)	-	-	-	-	-
Area 18 Vocational Education	4,892	-	420	-	4,472	-	777	-	3,695
Educational License Plates	-	188	188	-	-	188	188	-	-
School Intervention and Career Counseling	4	-	-	-	4	-	-	(4)	-
Gifts/Donations	620	570	869	-	321	1,413	42	-	1,692
Donations - Weight Equipment	16,870	250	17,120	-	-	-	-	-	-
Recycle	4,253	157	-	-	4,410	270	-	-	4,680
Full Day Kindergarten	279	-	-	-	279	-	-	(279)	-
Gifted and Talented	-	30,670	30,028	-	642	-	642	-	-
High Ability 2008-09	1,117	-	-	(1,117)	-	29,427	29,427	-	-
High Ability 2009-10	-	-	1,117	1,117	-	-	-	-	-
Recreational Activities	573	-	-	-	573	-	-	-	573
Non-English Speaking Programs P.L. 273-1999	-	12,375	11,806	-	569	-	569	-	-
Non-English Speaking 2008-09	2,334	-	-	(2,334)	-	9,971	9,971	-	-
Non-English Speaking 2009-10	-	-	2,334	2,334	-	-	-	-	-
School Technology	-	5,303	5,128	-	175	5,096	4,929	-	342
Title I 2011-12	-	-	-	-	-	888,244	980,535	-	(92,291)
Title I 2009-10	114,832	78,047	119,424	(73,455)	-	-	-	-	-
Title I 2010-11	-	1,000,324	1,073,768	73,455	11	148,102	148,113	-	-
Title V-A 2008-09	6,369	-	6,369	-	-	-	-	-	-
Migrant 2011-12	-	-	-	-	-	52,547	52,547	-	-
Migrant 2010-11	109	43,406	43,515	-	-	927	927	-	-
Title IV-A 2009-10	14,389	-	14,389	-	-	2,228	2,228	-	-
Area 18 Vocational Education Perkins Grant	265	14,712	13,577	-	1,400	10,702	12,102	-	-
PLTW 2009-10 Grant	(1,046)	3,430	2,384	-	-	-	-	-	-
PLTW 2010-11	-	-	-	-	-	61,941	61,941	-	-
Title II - A 2009-10	27,331	-	27,331	-	-	-	-	-	-
Title II - A 2010-11	-	127,555	126,891	-	664	41,697	42,361	-	-
Title II - A Improving Teacher	-	-	-	-	-	89,026	101,354	-	(12,328)
2010-2011 Title VI - B Rural and Low Income	24,019	4,750	28,769	-	-	-	-	-	-
2011-2012 Title VI - B Rural and Low Income	-	10,423	10,423	-	-	8,902	8,902	-	-
Title III, Language Instruction	-	18,942	18,942	-	-	-	-	-	-
Title III 2011-12	-	-	-	-	-	14,868	16,930	-	(2,062)
Title III 2009-10	2,116	-	2,116	-	-	-	-	-	-
Safe School Healthy Students	-	-	-	-	-	13,365	26,686	-	(13,321)
OLWEUS Grant	-	-	-	-	-	-	2,030	-	(2,030)
Title I - Grants to LEAs	(20,729)	176,915	148,664	-	7,522	-	7,522	-	-
Education Jobs	-	4,442	4,409	-	33	205,941	227,856	-	(21,882)
Safe Schools/Healthy Students	-	44,081	44,081	-	-	11,752	11,752	-	-
Safe and Healthy Students	-	1,784	1,784	-	-	553	553	-	-
H1N1 Grant	-	1,824	53	-	1,771	1	1,665	-	107
Clearing	-	2,103,719	2,085,394	-	18,325	2,088,765	2,064,163	-	42,927
Totals	\$ 5,092,598	\$ 17,112,347	\$ 16,490,336	\$ 166,513	\$ 5,881,122	\$ 17,106,912	\$ 16,454,338	\$ 8,512	\$ 6,542,208

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

SOUTH ADAMS 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.

SOUTH ADAMS 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, 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:

Sale of capital assets which includes money received when land, buildings, or equipment owned by the School Corporation is sold.

Transfers in which includes money received by one fund as a result of transferring money from another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

Transfers out which includes money paid by one fund to another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

SOUTH ADAMS SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

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.

SOUTH ADAMS SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

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

SOUTH ADAMS SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

SOUTH ADAMS 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	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Post- Retirement/ Severance Future Benefits	Construction
Cash and investments - beginning	\$ 559,661	\$ 915,152	\$ 679,884	\$ 1,354,463	\$ 126,947	\$ 947,316	\$ 124,211	\$ 25
Receipts:								
Local sources	129,572	1,717,288	1,247,091	851,901	141,979	-	-	9
Intermediate sources	21	-	-	-	-	-	-	-
State sources	8,631,811	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	8,374	-	-	60	-	-	-	-
Total receipts	<u>8,769,778</u>	<u>1,717,288</u>	<u>1,247,091</u>	<u>851,961</u>	<u>141,979</u>	<u>-</u>	<u>-</u>	<u>9</u>
Disbursements:								
Current:								
Instruction	5,342,596	-	-	-	-	-	-	-
Support services	2,608,918	-	330,511	682,445	158,681	-	-	-
Noninstructional services	198,614	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	968,756	-	-	-	-	-
Debt services	-	1,720,000	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>8,150,128</u>	<u>1,720,000</u>	<u>1,299,267</u>	<u>682,445</u>	<u>158,681</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>619,650</u>	<u>(2,712)</u>	<u>(52,176)</u>	<u>169,516</u>	<u>(16,702)</u>	<u>-</u>	<u>-</u>	<u>9</u>
Other financing sources (uses):								
Sale of capital assets	4	-	159,315	-	-	-	-	-
Transfers in	34	-	-	19,512	-	400,000	-	-
Transfers out	-	-	-	(400,000)	-	-	-	(34)
Total other financing sources (uses)	<u>38</u>	<u>-</u>	<u>159,315</u>	<u>(380,488)</u>	<u>-</u>	<u>400,000</u>	<u>-</u>	<u>(34)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>619,688</u>	<u>(2,712)</u>	<u>107,139</u>	<u>(210,972)</u>	<u>(16,702)</u>	<u>400,000</u>	<u>-</u>	<u>(25)</u>
Cash and investments - ending	<u>\$ 1,179,349</u>	<u>\$ 912,440</u>	<u>\$ 787,023</u>	<u>\$ 1,143,491</u>	<u>\$ 110,245</u>	<u>\$ 1,347,316</u>	<u>\$ 124,211</u>	<u>\$ -</u>

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

	School Lunch	Textbook Rental	Levy Excess	Area 18 Vocational Education	Educational License Plates	School Intervention and Career Counseling	Gifts/ Donations	Donations - Weight Equipment
Cash and investments - beginning	\$ 144,277	\$ 42,065	\$ -	\$ 4,892	\$ -	\$ 4	\$ 620	\$ 16,870
Receipts:								
Local sources	249,874	100,837	19,512	-	-	-	570	250
Intermediate sources	-	-	-	-	188	-	-	-
State sources	-	25,363	-	-	-	-	-	-
Federal sources	303,902	-	-	-	-	-	-	-
Other	-	886	-	-	-	-	-	-
Total receipts	<u>553,776</u>	<u>127,086</u>	<u>19,512</u>	<u>-</u>	<u>188</u>	<u>-</u>	<u>570</u>	<u>250</u>
Disbursements:								
Current:								
Instruction	-	-	-	420	-	-	519	-
Support services	359	84,027	-	-	-	-	350	-
Noninstructional services	554,136	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	17,120
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	188	-	-	-
Total disbursements	<u>554,495</u>	<u>84,027</u>	<u>-</u>	<u>420</u>	<u>188</u>	<u>-</u>	<u>869</u>	<u>17,120</u>
Excess (deficiency) of receipts over disbursements	<u>(719)</u>	<u>43,059</u>	<u>19,512</u>	<u>(420)</u>	<u>-</u>	<u>-</u>	<u>(299)</u>	<u>(16,870)</u>
Other financing sources (uses):								
Sale of capital assets	7,194	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	(19,512)	-	-	-	-	-
Total other financing sources (uses)	<u>7,194</u>	<u>-</u>	<u>(19,512)</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>6,475</u>	<u>43,059</u>	<u>-</u>	<u>(420)</u>	<u>-</u>	<u>-</u>	<u>(299)</u>	<u>(16,870)</u>
Cash and investments - ending	<u>\$ 150,752</u>	<u>\$ 85,124</u>	<u>\$ -</u>	<u>\$ 4,472</u>	<u>\$ -</u>	<u>\$ 4</u>	<u>\$ 321</u>	<u>\$ -</u>

SOUTH ADAMS 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)

	Recycle	Full Day Kindergarten	Gifted and Talented	High Ability 2008-09	High Ability 2009-10	Recreational Activities	Non-English Speaking Programs P.L. 273-1999	Non-English Speaking 2008-09
Cash and investments - beginning	\$ 4,253	\$ 279	\$ -	\$ 1,117	\$ -	\$ 573	\$ -	\$ 2,334
Receipts:								
Local sources	157	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	30,670	-	-	-	12,375	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>157</u>	<u>-</u>	<u>30,670</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,375</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	-	-	30,028	-	1,117	-	11,806	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>30,028</u>	<u>-</u>	<u>1,117</u>	<u>-</u>	<u>11,806</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>157</u>	<u>-</u>	<u>642</u>	<u>-</u>	<u>(1,117)</u>	<u>-</u>	<u>569</u>	<u>-</u>
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	1,117	-	-	-
Transfers out	-	-	-	(1,117)	-	-	-	(2,334)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,117)</u>	<u>1,117</u>	<u>-</u>	<u>-</u>	<u>(2,334)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>157</u>	<u>-</u>	<u>642</u>	<u>(1,117)</u>	<u>-</u>	<u>-</u>	<u>569</u>	<u>(2,334)</u>
Cash and investments - ending	<u>\$ 4,410</u>	<u>\$ 279</u>	<u>\$ 642</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 573</u>	<u>\$ 569</u>	<u>\$ -</u>

SOUTH ADAMS 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)

	Non-English Speaking 2009-10	School Technology	Title I 2009-10	Title I 2010-11	Title V-A 2008-09	Migrant 2010-11	Title IV-A 2009-10	Area 18 Vocational Education Perkins Grant
Cash and investments - beginning	\$ -	\$ -	\$ 114,832	\$ -	\$ 6,369	\$ 109	\$ 14,389	\$ 265
Receipts:								
Local sources	-	-	-	90	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	5,303	-	-	-	-	-	-
Federal sources	-	-	78,047	1,000,234	-	43,406	-	14,712
Other	-	-	-	-	-	-	-	-
Total receipts	-	5,303	78,047	1,000,324	-	43,406	-	14,712
Disbursements:								
Current:								
Instruction	2,334	-	108,359	906,623	4,368	23,855	-	13,577
Support services	-	5,128	11,065	123,125	2,001	19,660	14,389	-
Noninstructional services	-	-	-	44,020	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	2,334	5,128	119,424	1,073,768	6,369	43,515	14,389	13,577
Excess (deficiency) of receipts over disbursements	(2,334)	175	(41,377)	(73,444)	(6,369)	(109)	(14,389)	1,135
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	2,334	-	-	73,455	-	-	-	-
Transfers out	-	-	(73,455)	-	-	-	-	-
Total other financing sources (uses)	2,334	-	(73,455)	73,455	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	175	(114,832)	11	(6,369)	(109)	(14,389)	1,135
Cash and investments - ending	\$ -	\$ 175	\$ -	\$ 11	\$ -	\$ -	\$ -	\$ 1,400

SOUTH ADAMS 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 2009-10 Grant	Title II - A 2009-10	Title II - A 2010-11	Title VI - B Rural and Low Income 2010-2011	Title VI - B Rural and Low Income 2011-2012	Title III, Language Instruction	Title III 2009-10
Cash and investments - beginning	\$ (1,046)	\$ 27,331	\$ -	\$ 24,019	\$ -	\$ -	\$ 2,116
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	3,430	-	127,555	4,750	10,423	18,942	-
Other	-	-	-	-	-	-	-
Total receipts	<u>3,430</u>	<u>-</u>	<u>127,555</u>	<u>4,750</u>	<u>10,423</u>	<u>18,942</u>	<u>-</u>
Disbursements:							
Current:							
Instruction	-	16,174	70,471	-	-	17,850	2,116
Support services	2,384	11,157	56,420	28,769	-	1,092	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	10,423	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	<u>2,384</u>	<u>27,331</u>	<u>126,891</u>	<u>28,769</u>	<u>10,423</u>	<u>18,942</u>	<u>2,116</u>
Excess (deficiency) of receipts over disbursements	<u>1,046</u>	<u>(27,331)</u>	<u>664</u>	<u>(24,019)</u>	<u>-</u>	<u>-</u>	<u>(2,116)</u>
Other financing sources (uses):							
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>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>1,046</u>	<u>(27,331)</u>	<u>664</u>	<u>(24,019)</u>	<u>-</u>	<u>-</u>	<u>(2,116)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 664</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SOUTH ADAMS 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	Education Jobs	Safe Schools/ Healthy Students	Safe and Healthy Students	H1N1 Grant	Clearing	Totals
Cash and investments - beginning	\$ (20,729)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,092,598
Receipts:							
Local sources	-	-	-	-	-	-	4,459,130
Intermediate sources	-	-	-	-	-	-	209
State sources	-	-	-	-	-	-	8,705,522
Federal sources	176,915	4,442	30,716	1,784	1,824	-	1,821,082
Other	-	-	13,365	-	-	2,103,719	2,126,404
Total receipts	176,915	4,442	44,081	1,784	1,824	2,103,719	17,112,347
Disbursements:							
Current:							
Instruction	143,411	-	-	-	-	-	6,695,624
Support services	2,485	4,409	44,081	1,784	53	-	4,193,293
Noninstructional services	2,768	-	-	-	-	-	799,538
Facilities acquisition and construction	-	-	-	-	-	-	996,299
Debt services	-	-	-	-	-	-	1,720,000
Nonprogrammed charges	-	-	-	-	-	2,085,394	2,085,582
Total disbursements	148,664	4,409	44,081	1,784	53	2,085,394	16,490,336
Excess (deficiency) of receipts over disbursements	28,251	33	-	-	1,771	18,325	622,011
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	166,513
Transfers in	-	-	-	-	-	-	496,452
Transfers out	-	-	-	-	-	-	(496,452)
Total other financing sources (uses)	-	-	-	-	-	-	166,513
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	28,251	33	-	-	1,771	18,325	788,524
Cash and investments - ending	\$ 7,522	\$ 33	\$ -	\$ -	\$ 1,771	\$ 18,325	\$ 5,881,122

SOUTH ADAMS 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	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Post- Retirement/ Severance Future Benefits	School Lunch	Textbook Rental
Cash and investments - beginning	\$ 1,179,349	\$ 912,440	\$ 787,023	\$ 1,143,491	\$ 110,245	\$ 1,347,316	\$ 124,211	\$ 150,752	\$ 85,124
Receipts:									
Local sources	141,721	1,700,312	1,225,518	866,619	116,950	-	-	254,864	106,502
Intermediate sources	28	-	-	-	-	-	-	-	-
State sources	8,622,831	-	-	-	-	-	-	7,161	49,149
Federal sources	-	-	-	-	-	-	-	323,134	-
Other	5,651	-	-	536	-	-	-	-	10
Total receipts	<u>8,770,231</u>	<u>1,700,312</u>	<u>1,225,518</u>	<u>867,155</u>	<u>116,950</u>	<u>-</u>	<u>-</u>	<u>585,159</u>	<u>155,661</u>
Disbursements:									
Current:									
Instruction	5,279,774	-	-	-	-	-	-	-	-
Support services	2,546,919	-	548,333	710,970	76,149	66,444	-	44	216,802
Noninstructional services	201,402	-	-	-	-	-	-	550,702	-
Facilities acquisition and construction	-	-	720,215	2,872	-	-	-	-	-
Debt services	-	1,717,000	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>8,028,095</u>	<u>1,717,000</u>	<u>1,268,548</u>	<u>713,842</u>	<u>76,149</u>	<u>66,444</u>	<u>-</u>	<u>550,746</u>	<u>216,802</u>
Excess (deficiency) of receipts over disbursements	<u>742,136</u>	<u>(16,688)</u>	<u>(43,030)</u>	<u>153,313</u>	<u>40,801</u>	<u>(66,444)</u>	<u>-</u>	<u>34,413</u>	<u>(61,141)</u>
Other financing sources (uses):									
Sale of capital assets	6	-	354	-	-	-	-	7,643	509
Transfers in	283	-	-	-	-	450,000	-	-	34,500
Transfers out	<u>(34,500)</u>	<u>-</u>	<u>-</u>	<u>(450,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(34,211)</u>	<u>-</u>	<u>354</u>	<u>(450,000)</u>	<u>-</u>	<u>450,000</u>	<u>-</u>	<u>7,643</u>	<u>35,009</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>707,925</u>	<u>(16,688)</u>	<u>(42,676)</u>	<u>(296,687)</u>	<u>40,801</u>	<u>383,556</u>	<u>-</u>	<u>42,056</u>	<u>(26,132)</u>
Cash and investments - ending	<u>\$ 1,887,274</u>	<u>\$ 895,752</u>	<u>\$ 744,347</u>	<u>\$ 846,804</u>	<u>\$ 151,046</u>	<u>\$ 1,730,872</u>	<u>\$ 124,211</u>	<u>\$ 192,808</u>	<u>\$ 58,992</u>

SOUTH ADAMS 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)

	Area 18 Vocational Education	Educational License Plates	School Intervention and Career Counseling	Gifts/ Donations	Recycle	Full Day Kindergarten	Gifted and Talented	High Ability 2008-09
Cash and investments - beginning	\$ 4,472	\$ -	\$ 4	\$ 321	\$ 4,410	\$ 279	\$ 642	\$ -
Receipts:								
Local sources	-	-	-	1,413	270	-	-	-
Intermediate sources	-	188	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	29,427
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>188</u>	<u>-</u>	<u>1,413</u>	<u>270</u>	<u>-</u>	<u>-</u>	<u>29,427</u>
Disbursements:								
Current:								
Instruction	777	-	-	42	-	-	642	27,427
Support services	-	-	-	-	-	-	-	2,000
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	188	-	-	-	-	-	-
Total disbursements	<u>777</u>	<u>188</u>	<u>-</u>	<u>42</u>	<u>-</u>	<u>-</u>	<u>642</u>	<u>29,427</u>
Excess (deficiency) of receipts over disbursements	<u>(777)</u>	<u>-</u>	<u>-</u>	<u>1,371</u>	<u>270</u>	<u>-</u>	<u>(642)</u>	<u>-</u>
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	(4)	-	-	(279)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(4)</u>	<u>-</u>	<u>-</u>	<u>(279)</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(777)</u>	<u>-</u>	<u>(4)</u>	<u>1,371</u>	<u>270</u>	<u>(279)</u>	<u>(642)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 3,695</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,692</u>	<u>\$ 4,680</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SOUTH ADAMS 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)

	Recreational Activities	Non-English Speaking Programs P.L. 273-1999	Non-English Speaking 2008-09	School Technology	Title I 2011-12	Title I 2010-11	Migrant 2011-12	Migrant 2010-11
Cash and investments - beginning	\$ 573	\$ 569	\$ -	\$ 175	\$ -	\$ 11	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	9,971	5,096	-	-	-	-
Federal sources	-	-	-	-	888,244	148,102	52,547	927
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	9,971	5,096	888,244	148,102	52,547	927
Disbursements:								
Current:								
Instruction	-	569	9,971	-	847,946	129,850	51,296	927
Support services	-	-	-	4,929	122,057	18,263	1,251	-
Noninstructional services	-	-	-	-	10,532	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	569	9,971	4,929	980,535	148,113	52,547	927
Excess (deficiency) of receipts over disbursements	-	(569)	-	167	(92,291)	(11)	-	-
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(569)	-	167	(92,291)	(11)	-	-
Cash and investments - ending	\$ 573	\$ -	\$ -	\$ 342	\$ (92,291)	\$ -	\$ -	\$ -

SOUTH ADAMS 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 IV-A 2009-10	Area 18 Vocational Education Perkins Grant	PLTW 2010-11	Title II - A 2010-11	Title II - A Improving Teacher	Title VI - B Rural and Low Income 2011-2012	Title III 2011-12	Safe Schools Healthy Students
Cash and investments - beginning	\$ -	\$ 1,400	\$ -	\$ 664	\$ -	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	2,228	10,702	61,941	41,697	89,026	8,902	14,868	13,365
Other	-	-	-	-	-	-	-	-
Total receipts	2,228	10,702	61,941	41,697	89,026	8,902	14,868	13,365
Disbursements:								
Current:								
Instruction	-	12,102	58,766	29,555	92,634	-	16,930	5,950
Support services	2,228	-	3,175	12,806	8,720	-	-	20,736
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	8,902	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	2,228	12,102	61,941	42,361	101,354	8,902	16,930	26,686
Excess (deficiency) of receipts over disbursements	-	(1,400)	-	(664)	(12,328)	-	(2,062)	(13,321)
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,400)	-	(664)	(12,328)	-	(2,062)	(13,321)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ (12,328)	\$ -	\$ (2,062)	\$ (13,321)

SOUTH ADAMS 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)

	OLWEUS Grant	Title I - Grants to LEAs	Education Jobs	Safe Schools/ Healthy Students	Safe and Healthy Students	H1N1 Grant	Clearing	Totals
Cash and investments - beginning	\$ -	\$ 7,522	\$ 33	\$ -	\$ -	\$ 1,771	\$ 18,325	\$ 5,881,122
Receipts:								
Local sources	-	-	-	-	-	-	-	4,414,169
Intermediate sources	-	-	-	-	-	-	-	216
State sources	-	-	-	-	-	-	-	8,723,635
Federal sources	-	-	205,941	11,752	553	1	-	1,873,930
Other	-	-	-	-	-	-	2,088,765	2,094,962
Total receipts	-	-	205,941	11,752	553	1	2,088,765	17,106,912
Disbursements:								
Current:								
Instruction	-	7,522	194,534	-	-	-	-	6,767,214
Support services	2,030	-	33,322	11,752	553	1,665	-	4,411,148
Noninstructional services	-	-	-	-	-	-	-	762,636
Facilities acquisition and construction	-	-	-	-	-	-	-	731,989
Debt services	-	-	-	-	-	-	-	1,717,000
Nonprogrammed charges	-	-	-	-	-	-	2,064,163	2,064,351
Total disbursements	2,030	7,522	227,856	11,752	553	1,665	2,064,163	16,454,338
Excess (deficiency) of receipts over disbursements	(2,030)	(7,522)	(21,915)	-	-	(1,664)	24,602	652,574
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	8,512
Transfers in	-	-	-	-	-	-	-	484,783
Transfers out	-	-	-	-	-	-	-	(484,783)
Total other financing sources (uses)	-	-	-	-	-	-	-	8,512
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,030)	(7,522)	(21,915)	-	-	(1,664)	24,602	661,086
Cash and investments - ending	\$ (2,030)	\$ -	\$ (21,882)	\$ -	\$ -	\$ 107	\$ 42,927	\$ 6,542,208

SOUTH ADAMS SCHOOLS
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2012

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

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 957,880
Buildings	26,794,180
Machinery and equipment	<u>1,796,528</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 29,548,588</u>

SOUTH ADAMS SCHOOLS
AUDIT RESULTS AND COMMENTS

CERTIFIED REPORT (FORM 100R) NOT TIMELY FILED

The School Corporation did not file a Certified Report of Names, Addresses, Duties and Compensation of Public Employees (Form 100R or its equivalent) with the State Board of Accounts on a timely basis. The report due in January 2011 was filed February 21, 2011.

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 business 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."

DISBURSEMENT DOCUMENTATION

The audit of credit card payments disclosed that not all credit card purchases contained adequate supporting documentation such as receipts or invoices.

Supporting documentation such as receipts, canceled checks, tickets, invoices, bills, contracts, and other public records must be available for audit to provide supporting information for the validity and accountability of monies disbursed. Payments without supporting documentation may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

FUNDRAISERS (Applies to South Adams Middle School)

The Middle School classes sold "Star Cards" as a fundraiser. The unsold cards, which were pre-numbered, were destroyed. No final summary report of sales was submitted to provide a final accounting of the fundraiser. A similar comment appeared in prior Report B38378.

Governmental units which conduct fund raising events should have the express permission of the governing body for conducting the fund raiser as well as procedures in place concerning the internal controls and the responsibility of employees or officials. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

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 SOUTH ADAMS SCHOOLS, ADAMS COUNTY, INDIANA

Compliance

We have audited the South Adams 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, 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 17, 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.

SOUTH ADAMS 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	FY 10-11 FY 11-12	\$ 39,015 -	\$ - 53,186
Total for program			<u>39,015</u>	<u>53,186</u>
National School Lunch Program	10.555	FY 10-11 FY 11-12	301,637 -	- 320,039
Total for program			<u>301,637</u>	<u>320,039</u>
Total for federal grantor agency			<u>340,652</u>	<u>373,225</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			
		10-0035	119,424	-
		11-0035	1,073,767	148,114
		12-0035	-	888,244
Total for program			<u>1,193,191</u>	<u>1,036,358</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389			
		10-0035	81,392	-
		11-0035	65,645	7,522
Total for program			<u>147,037</u>	<u>7,522</u>
Total for cluster			<u>1,340,228</u>	<u>1,043,880</u>
Migrant Education - State Grant Program	84.011			
		38210-015-DY02	43,515	1,027
		38211-001-PN01	-	52,547
Total for program			<u>43,515</u>	<u>53,574</u>
Pass-Through Bluffton-Harrison Metropolitan School District				
Career and Technical Education - Basic Grants to States	84.048			
		FY 10-11	13,576	-
		FY 11-12	-	10,702
Pass-Through Jay School Corporation				
Career and Technical Education - Basic Grants to States	84.048			
		11-6200-8445	-	61,941
Total for program			<u>13,576</u>	<u>72,643</u>
Pass-Through North Adams Community Schools				
Safe and Drug Free Schools and Communities - National Programs	84.184			
		FY 10-11	30,716	-
		FY 11-12	-	13,365
Total for program			<u>30,716</u>	<u>13,365</u>
Pass-Through Indiana Department of Education				
Safe and Drug Free Schools and Communities - State Grants	84.186			
		09-0035	14,389	2,228

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

SOUTH ADAMS 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 Workforce Development (continued) Tech-Prep Education	84.243	C1-10-PLTW-9-718	2,384	-
Pass-Through Indiana Department of Education State Grants for Innovative Programs	84.298	08-0035	6,369	-
Rural Education	84.358	FY 10-11 FY 11-12	33,519 10,423	- 4,151
Total for program			43,942	4,151
English Language Acquisition State Grants	84.365	FY 09-10 01111-031-PN01 01112-001-PN01	2,116 18,942 -	- - 14,868
Total for program			21,058	14,868
Improving Teacher Quality State Grants	84.367	09-0035 10-0035 11-0035	27,331 126,891 -	- 42,361 89,026
Total for program			154,222	131,387
Education Jobs Fund	84.410	FY 10-11	4,410	205,941
Total for federal grantor agency			1,674,809	1,542,037
Total federal awards expended			<u>\$ 2,015,461</u>	<u>\$ 1,915,262</u>

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

SOUTH ADAMS 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 South Adams 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	For the Year Ended June 30, 2011	For the Year Ended June 30, 2012
Child nutrition cluster:			
Food commodities:			
School breakfast program	10.553	\$ 4,918	\$ 7,138
National school lunch program	10.555	<u>38,918</u>	<u>42,953</u>
Total for cluster		<u>\$ 43,836</u>	<u>\$ 50,091</u>

SOUTH ADAMS 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?	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:

Name of Federal Program or Cluster

Child Nutrition Cluster
Title I, Part A Cluster

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

Auditee qualified as low-risk auditee?	no
--	----

Section II – Financial Statement Findings

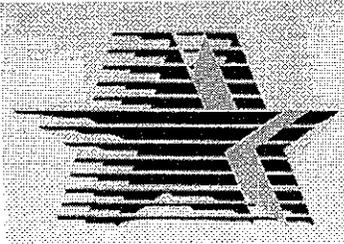
No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

SOUTH ADAMS SCHOOLS
EXIT CONFERENCE

The contents of this report were discussed on January 17, 2013, with Rebecca Biberstein, Treasurer; Scott Litwiller, Superintendent of Schools; and Arlene Amstutz, President of the School Board. The Official Response has been made a part of this report and may be found on page 39.



South Adams Schools

1075 Starfire Way, Berne, Indiana 46711

Office: 260-589-3133

Fax: 260-589-2065

Scott Litwiller
Superintendent

Annette Schwartz
Administrative Assistant

Rebecca Biberstein
Treasurer

January 22, 2013

2012 Audit Comments

Certified Report (Form 100R) Not Timely Filed

2011 reporting was the first year for the Annette, current payroll secretary. This was missed in her year-end procedures process. She did file the report on time January 2012 and the January 2013 report. Annette has this information in her files and is aware of the importance of the reporting requirements.

Disbursement Documentation

Credit card receipts are difficult with multiple users. We will be evaluating the current process and revising how we currently allow charges to the accounts. The administrative office staff will outline written guidelines with the superintendent and have the building administrators help put into effect the processes. One possibility will be staff will be required to pay lodging expenses and provide the receipts for reimbursement.

Fundraisers (Middle School Star Cards)

The staff members involved with the fundraiser includes the ECA treasurer and the Assistant to the Administration; both are very particular of their records. They met with the auditor at the exit conference and understand what needs to be available for each audit. There is a plan in place to assure permission is received and supporting data is filed each year. The ECA treasurer will assist with the record keeping.

Scott Litwiller
Scott Litwiller, Superintendent

1-22-13
Date

Rebecca Biberstein
Rebecca Biberstein, Treasurer

1-22-13
Date