

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

BLUE RIVER VALLEY SCHOOLS
HENRY COUNTY, INDIANA

July 1, 2010 to June 30, 2012



FILED
02/22/2013

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Kimberly S. Riley	07-01-10 to 06-30-13
Superintendent of Schools	Stephen K. Welsh	07-01-10 to 06-30-13
President of the School Board	Wayne Jacobs John Cross	07-01-10 to 12-31-13 01-01-13 to 12-31-13



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE BLUE RIVER VALLEY SCHOOLS, HENRY COUNTY, INDIANA

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

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

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 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, Schedule of Accounts Payable, Schedule of Long-Term Debt, 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.

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 BLUE RIVER VALLEY SCHOOLS, HENRY COUNTY, INDIANA

We have audited the financial statement of the Blue River Valley 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.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

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. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as item 2012-1 to be material weaknesses.

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 Corrective Action Plan. 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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BLUE RIVER VALLEY SCHOOLS
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2011 and 2012

	Cash and Investments 07-01-10	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-11	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-12
General	\$ 539,774	\$ 4,413,125	\$ 4,450,004	\$ -	\$ 502,895	\$ 4,257,127	\$ 4,275,656	\$ -	\$ 484,366
Debt Service	474,658	832,193	842,001	-	464,850	851,161	1,235,500	-	80,511
Capital Projects	1,480,179	524,091	753,471	-	1,250,799	520,112	779,272	-	991,639
School Transportation	1,123,629	549,327	401,520	(91,242)	1,180,194	559,886	423,442	-	1,316,638
School Bus Replacement	80,160	151,184	-	(50,000)	181,344	112,744	90,708	-	203,380
Rainy Day	-	-	-	150,000	150,000	-	-	-	150,000
Construction	32,376	-	-	-	32,376	-	10,632	-	21,744
Barn Fire Replacement	4,709	-	-	-	4,709	-	1,344	-	3,365
School Lunch	72,141	300,578	270,002	-	102,717	285,154	307,379	-	80,492
Textbook Rental	56,326	64,406	23,138	-	97,594	88,185	137,441	-	48,338
Repair and Replacement	6,217	-	-	-	6,217	4,445	10,662	-	-
Levy Excess	12,575	8,758	-	(8,758)	12,575	-	-	-	12,575
Educational License Plates	2,126	94	-	-	2,220	112	-	-	2,332
Early Intervention Grant	500	-	-	-	500	-	-	-	500
Miscellaneous Programs	1,574	-	-	-	1,574	-	-	-	1,574
Buddy Program	75	-	-	-	75	-	-	-	75
High Ability 11-12	-	-	-	-	-	26,784	12,451	-	14,333
High Ability 09-10	9,821	-	9,821	-	-	-	-	-	-
High Ability 10-11	-	27,798	21,270	-	6,528	3,323	9,851	-	-
School Technology	34,242	9,243	32,332	-	11,153	10,961	9,616	-	12,498
Preschool Tuition Fees	18,348	28,106	30,609	-	15,845	28,834	31,172	-	13,507
Wellness Grant 09-10	1,461	-	1,461	-	-	-	-	-	-
Wellness Grant 10-11	-	5,600	1,971	-	3,629	-	3,629	-	-
Wellness Grant 11-12	-	-	-	-	-	5,200	2,815	-	2,385
Title I 2010-11	-	45,658	44,520	786	1,924	11,685	12,288	(1,321)	-
Title I 2011-2012	-	-	-	-	-	58,979	63,152	1,321	(2,852)
Title I 2009-10	11,827	-	11,041	(786)	-	-	-	-	-
Co-Op Special Education C/O 09-10	3,586	-	3,586	-	-	-	-	-	-
Co-Op Special Education Part B 2009-10	18,417	-	15,075	-	3,342	-	3,342	-	-
Co-Op Special Education Part B 2010-11	-	149,677	146,247	-	3,430	8,840	12,465	-	(195)
Co-Op Special Education Part B 2011-12	-	-	-	-	-	125,198	137,093	-	(11,895)
Co-Op Special Education Preschool 2011-12	-	4,100	4,100	-	-	138	138	-	-
Co-Op Special Education Preschool	-	-	-	-	-	1,272	2,975	-	(1,703)
Title IV Part A Safe and Drug Free 7/09 to 9/11 B	-	-	-	-	-	305	305	-	-
Title IV Part A Safe and Drug Free 7/08 to 9/10	548	-	548	-	-	-	-	-	-
Title IV Part A Safe and Drug Free 7/09 to 9/11 A	1,630	-	1,630	-	-	-	-	-	-
Title II Part A Class Size Reduction	2,306	17,374	19,680	-	-	-	-	-	-
Title II Part A Class Size Reduction 10-11	-	13,056	11,313	-	1,743	9,579	12,284	-	(962)
Title II Part A Class Size Reduction 11-12	-	-	-	-	-	3,750	3,750	-	-
Title I - Grants to LEAs - Stimulus	7,508	13,872	20,397	-	983	-	983	-	-
Special Education - Part B - Stimulus	48,608	-	42,867	-	5,741	-	5,741	-	-
Special Education - Part B - Preschool - Stimulus	3,720	-	783	-	2,937	-	2,937	-	-
Education Jobs - Stimulus	-	-	-	-	-	139,763	141,371	-	(1,608)
Payroll	-	2,888,102	2,887,945	-	157	2,960,137	2,960,294	-	-
Clearing	-	143,962	143,962	-	-	155,964	155,964	-	-
Totals	\$ 4,049,041	\$ 10,190,304	\$ 10,191,294	\$ -	\$ 4,048,051	\$ 10,229,638	\$ 10,856,652	\$ -	\$ 3,421,037

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

BLUE RIVER VALLEY 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 are 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 may 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.

BLUE RIVER VALLEY 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 may 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.

Non-programmed charges which include outflows for donations to foundations, securities purchased, indirect costs, scholarships, and self-insurance payments.

Interfund loans which include money temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

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 may include the following:

BLUE RIVER VALLEY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

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

G. Fund Accounting

Separate funds are established, maintained, and reported by the School Corporation. Each fund is used to account for money received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the School Corporation. The money accounted for in a specific fund may only be available for use for certain, legally restricted purposes. Additionally, some funds are used to account for assets held by the School Corporation in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and therefore the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the School Corporation submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied is subject to final approval by the Indiana Department of Local Government Finance.

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the School Corporation in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

BLUE RIVER VALLEY 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

BLUE RIVER VALLEY 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.

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.

BLUE RIVER VALLEY 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	Construction	Barn Fire Replacement
Cash and investments - beginning	\$ 539,774	\$ 474,658	\$ 1,480,179	\$ 1,123,629	\$ 80,160	\$ -	\$ 32,376	\$ 4,709
Receipts:								
Local sources	27,729	811,971	524,091	549,327	151,184	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	4,384,764	20,222	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	632	-	-	-	-	-	-	-
Total receipts	<u>4,413,125</u>	<u>832,193</u>	<u>524,091</u>	<u>549,327</u>	<u>151,184</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	3,012,051	-	-	-	-	-	-	-
Support services	1,363,245	-	254,835	401,520	-	-	-	-
Noninstructional services	74,708	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	498,636	-	-	-	-	-
Debt services	-	842,001	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>4,450,004</u>	<u>842,001</u>	<u>753,471</u>	<u>401,520</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(36,879)</u>	<u>(9,808)</u>	<u>(229,380)</u>	<u>147,807</u>	<u>151,184</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	8,758	-	150,000	-	-
Transfers out	-	-	-	(100,000)	(50,000)	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(91,242)</u>	<u>(50,000)</u>	<u>150,000</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(36,879)</u>	<u>(9,808)</u>	<u>(229,380)</u>	<u>56,565</u>	<u>101,184</u>	<u>150,000</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 502,895</u>	<u>\$ 464,850</u>	<u>\$ 1,250,799</u>	<u>\$ 1,180,194</u>	<u>\$ 181,344</u>	<u>\$ 150,000</u>	<u>\$ 32,376</u>	<u>\$ 4,709</u>

BLUE RIVER VALLEY 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	Repair and Replacement	Levy Excess	Educational License Plates	Early Intervention Grant	Miscellaneous Programs	Buddy Program
Cash and investments - beginning	\$ 72,141	\$ 56,326	\$ 6,217	\$ 12,575	\$ 2,126	\$ 500	\$ 1,574	\$ 75
Receipts:								
Local sources	155,301	50,856	-	-	-	-	-	-
Intermediate sources	-	-	-	-	94	-	-	-
State sources	4,329	13,550	-	8,758	-	-	-	-
Federal sources	139,737	-	-	-	-	-	-	-
Other	1,211	-	-	-	-	-	-	-
Total receipts	<u>300,578</u>	<u>64,406</u>	<u>-</u>	<u>8,758</u>	<u>94</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	-	-	-	-	-	-	-	-
Support services	2,256	23,138	-	-	-	-	-	-
Noninstructional services	266,770	-	-	-	-	-	-	-
Facilities acquisition and construction	976	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>270,002</u>	<u>23,138</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>30,576</u>	<u>41,268</u>	<u>-</u>	<u>8,758</u>	<u>94</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	(8,758)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(8,758)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>30,576</u>	<u>41,268</u>	<u>-</u>	<u>-</u>	<u>94</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 102,717</u>	<u>\$ 97,594</u>	<u>\$ 6,217</u>	<u>\$ 12,575</u>	<u>\$ 2,220</u>	<u>\$ 500</u>	<u>\$ 1,574</u>	<u>\$ 75</u>

BLUE RIVER VALLEY 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)

	High Ability 09-10	High Ability 10-11	School Technology	Preschool Tuition Fees	Wellness Grants 09-10	Wellness Grants 10-11	Title I 2010-2011	Title I 2009-2010
Cash and investments - beginning	\$ 9,821	\$ -	\$ 34,242	\$ 18,348	\$ 1,461	\$ -	\$ -	\$ 11,827
Receipts:								
Local sources	-	-	-	27,621	-	-	-	-
Intermediate sources	-	-	-	485	-	5,600	-	-
State sources	-	27,798	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	45,658	-
Other	-	-	9,243	-	-	-	-	-
Total receipts	-	27,798	9,243	28,106	-	5,600	45,658	-
Disbursements:								
Current:								
Instruction	9,821	21,270	-	30,338	-	-	44,419	10,863
Support services	-	-	32,332	271	1,461	1,971	-	-
Noninstructional services	-	-	-	-	-	-	101	178
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	9,821	21,270	32,332	30,609	1,461	1,971	44,520	11,041
Excess (deficiency) of receipts over disbursements	(9,821)	6,528	(23,089)	(2,503)	(1,461)	3,629	1,138	(11,041)
Other financing sources (uses)								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	786	-
Transfers out	-	-	-	-	-	-	-	(786)
Total other financing sources (uses)	-	-	-	-	-	-	786	(786)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(9,821)	6,528	(23,089)	(2,503)	(1,461)	3,629	1,924	(11,827)
Cash and investments - ending	\$ -	\$ 6,528	\$ 11,153	\$ 15,845	\$ -	\$ 3,629	\$ 1,924	\$ -

BLUE RIVER VALLEY 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)

	Co-Op Special Education C/O 09-10	Co-Op Special Education Part B 2009-10	Co-Op Special Education Part B 2010-11	Co-Op Special Education Preschool 2011-12	Title IV Part A Safe and Drug Free 7/08 to 9/10	Title IV Part A Safe and Drug Free 7/09 to 9/11 A	Title II Part A Class Size Reduction
Cash and investments - beginning	\$ 3,586	\$ 18,417	\$ -	\$ -	\$ 548	\$ 1,630	\$ 2,306
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	149,677	4,100	-	-	17,374
Other	-	-	-	-	-	-	-
Total receipts	-	-	149,677	4,100	-	-	17,374
Disbursements:							
Current:							
Instruction	1,692	7,986	146,247	4,100	-	-	19,680
Support services	1,894	7,089	-	-	548	1,630	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	3,586	15,075	146,247	4,100	548	1,630	19,680
Excess (deficiency) of receipts over disbursements	(3,586)	(15,075)	3,430	-	(548)	(1,630)	(2,306)
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	(3,586)	(15,075)	3,430	-	(548)	(1,630)	(2,306)
Cash and investments - ending	\$ -	\$ 3,342	\$ 3,430	\$ -	\$ -	\$ -	\$ -

BLUE RIVER VALLEY 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 II Part A Class Size Reduction 2010-11	Title I Grants to LEAs - Stimulus	Special Education - Part B - Stimulus	Special Education - Part B - Preschool - Stimulus	Payroll	Clearing	Totals
Cash and investments - beginning	\$ -	\$ 7,508	\$ 48,608	\$ 3,720	\$ -	\$ -	\$ 4,049,041
Receipts:							
Local sources	-	-	-	-	-	-	2,298,080
Intermediate sources	-	-	-	-	-	-	6,179
State sources	-	-	-	-	-	-	4,459,421
Federal sources	13,056	13,872	-	-	-	-	383,474
Other	-	-	-	-	2,888,102	143,962	3,043,150
Total receipts	13,056	13,872	-	-	2,888,102	143,962	10,190,304
Disbursements:							
Current:							
Instruction	11,313	20,389	41,040	783	-	-	3,381,992
Support services	-	8	1,827	-	-	-	2,094,025
Noninstructional services	-	-	-	-	-	-	341,757
Facilities acquisition and construction	-	-	-	-	-	-	499,612
Debt services	-	-	-	-	-	-	842,001
Nonprogrammed charges	-	-	-	-	2,887,945	143,962	3,031,907
Total disbursements	11,313	20,397	42,867	783	2,887,945	143,962	10,191,294
Excess (deficiency) of receipts over disbursements	1,743	(6,525)	(42,867)	(783)	157	-	(990)
Other financing sources (uses)							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	159,544
Transfers out	-	-	-	-	-	-	(159,544)
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,743	(6,525)	(42,867)	(783)	157	-	(990)
Cash and investments - ending	\$ 1,743	\$ 983	\$ 5,741	\$ 2,937	\$ 157	\$ -	\$ 4,048,051

BLUE RIVER VALLEY 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	Construction	Barn Fire Replacement
Cash and investments - beginning	\$ 502,895	\$ 464,850	\$ 1,250,799	\$ 1,180,194	\$ 181,344	\$ 150,000	\$ 32,376	\$ 4,709
Receipts:								
Local sources	14,638	851,161	520,112	559,886	112,744	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	4,241,050	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	1,439	-	-	-	-	-	-	-
Total receipts	<u>4,257,127</u>	<u>851,161</u>	<u>520,112</u>	<u>559,886</u>	<u>112,744</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	2,919,780	-	-	-	-	-	-	-
Support services	1,283,524	-	329,162	423,442	90,708	-	10,632	-
Noninstructional services	72,352	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	450,110	-	-	-	-	1,344
Debt services	-	1,235,500	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>4,275,656</u>	<u>1,235,500</u>	<u>779,272</u>	<u>423,442</u>	<u>90,708</u>	<u>-</u>	<u>10,632</u>	<u>1,344</u>
Excess (deficiency) of receipts over disbursements	<u>(18,529)</u>	<u>(384,339)</u>	<u>(259,160)</u>	<u>136,444</u>	<u>22,036</u>	<u>-</u>	<u>(10,632)</u>	<u>(1,344)</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>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(18,529)</u>	<u>(384,339)</u>	<u>(259,160)</u>	<u>136,444</u>	<u>22,036</u>	<u>-</u>	<u>(10,632)</u>	<u>(1,344)</u>
Cash and investments - ending	<u>\$ 484,366</u>	<u>\$ 80,511</u>	<u>\$ 991,639</u>	<u>\$ 1,316,638</u>	<u>\$ 203,380</u>	<u>\$ 150,000</u>	<u>\$ 21,744</u>	<u>\$ 3,365</u>

BLUE RIVER VALLEY 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)

	School Lunch	Textbook Rental	Repair and Replacement	Levy Excess	Educational License Plates	Early Intervention Grant	Miscellaneous Programs	Buddy Program
Cash and investments - beginning	\$ 102,717	\$ 97,594	\$ 6,217	\$ 12,575	\$ 2,220	\$ 500	\$ 1,574	\$ 75
Receipts:								
Local sources	150,696	54,434	-	-	-	-	-	-
Intermediate sources	-	-	-	-	112	-	-	-
State sources	4,139	33,751	-	-	-	-	-	-
Federal sources	129,628	-	-	-	-	-	-	-
Other	691	-	4,445	-	-	-	-	-
Total receipts	<u>285,154</u>	<u>88,185</u>	<u>4,445</u>	<u>-</u>	<u>112</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	-	-	-	-	-	-	-	-
Support services	1,583	137,441	-	-	-	-	-	-
Noninstructional services	305,004	-	-	-	-	-	-	-
Facilities acquisition and construction	792	-	10,662	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>307,379</u>	<u>137,441</u>	<u>10,662</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(22,225)</u>	<u>(49,256)</u>	<u>(6,217)</u>	<u>-</u>	<u>112</u>	<u>-</u>	<u>-</u>	<u>-</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>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(22,225)</u>	<u>(49,256)</u>	<u>(6,217)</u>	<u>-</u>	<u>112</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 80,492</u>	<u>\$ 48,338</u>	<u>\$ -</u>	<u>\$ 12,575</u>	<u>\$ 2,332</u>	<u>\$ 500</u>	<u>\$ 1,574</u>	<u>\$ 75</u>

BLUE RIVER VALLEY 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)

	High Ability 11-12	High Ability 10-11	School Technology	Preschool Tuition Fees	Wellness Grants 10-11	Wellness Grants 11-12	Title I 2010-2011	Title I 2011-2012
Cash and investments - beginning	\$ -	\$ 6,528	\$ 11,153	\$ 15,845	\$ 3,629	\$ -	\$ 1,924	\$ -
Receipts:								
Local sources	-	3,323	-	28,509	-	-	-	-
Intermediate sources	-	-	-	325	-	5,200	-	-
State sources	26,784	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	11,685	58,979
Other	-	-	10,961	-	-	-	-	-
Total receipts	<u>26,784</u>	<u>3,323</u>	<u>10,961</u>	<u>28,834</u>	<u>-</u>	<u>5,200</u>	<u>11,685</u>	<u>58,979</u>
Disbursements:								
Current:								
Instruction	12,451	9,851	-	31,082	-	-	12,187	63,152
Support services	-	-	9,616	90	3,629	2,815	-	-
Noninstructional services	-	-	-	-	-	-	101	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>12,451</u>	<u>9,851</u>	<u>9,616</u>	<u>31,172</u>	<u>3,629</u>	<u>2,815</u>	<u>12,288</u>	<u>63,152</u>
Excess (deficiency) of receipts over disbursements	<u>14,333</u>	<u>(6,528)</u>	<u>1,345</u>	<u>(2,338)</u>	<u>(3,629)</u>	<u>2,385</u>	<u>(603)</u>	<u>(4,173)</u>
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	1,321
Transfers out	-	-	-	-	-	-	(1,321)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,321)</u>	<u>1,321</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>14,333</u>	<u>(6,528)</u>	<u>1,345</u>	<u>(2,338)</u>	<u>(3,629)</u>	<u>2,385</u>	<u>(1,924)</u>	<u>(2,852)</u>
Cash and investments - ending	<u>\$ 14,333</u>	<u>\$ -</u>	<u>\$ 12,498</u>	<u>\$ 13,507</u>	<u>\$ -</u>	<u>\$ 2,385</u>	<u>\$ -</u>	<u>\$ (2,852)</u>

BLUE RIVER VALLEY 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)

	Co-Op Special Education Part B 2009-10	Co-Op Special Education Part B 2010-11	Co-Op Special Education Part B 2011-12	Co-Op Special Education Preschool 2011-12	Co-Op Special Education Preschool	Title IV Part A Safe and Drug Free 7/09 to 9/11 B	Title II Part A Class Size Reduction 2010-11	Title II Part A Class Size Reduction 2011-12
Cash and investments - beginning	\$ 3,342	\$ 3,430	\$ -	\$ -	\$ -	\$ -	\$ 1,743	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	8,840	125,198	138	1,272	305	9,579	3,750
Other	-	-	-	-	-	-	-	-
Total receipts	-	8,840	125,198	138	1,272	305	9,579	3,750
Disbursements:								
Current:								
Instruction	2,426	12,215	137,093	138	2,975	-	11,716	-
Support services	916	250	-	-	-	305	568	3,750
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	3,342	12,465	137,093	138	2,975	305	12,284	3,750
Excess (deficiency) of receipts over disbursements	(3,342)	(3,625)	(11,895)	-	(1,703)	-	(2,705)	-
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	(3,342)	(3,625)	(11,895)	-	(1,703)	-	(2,705)	-
Cash and investments - ending	\$ -	\$ (195)	\$ (11,895)	\$ -	\$ (1,703)	\$ -	\$ (962)	\$ -

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

	Title I Grants to LEAs - Stimulus	Special Education - Part B - Stimulus	Special Education - Part B - Preschool - Stimulus	Education Jobs - Stimulus	Payroll	Clearing	Totals
Cash and investments - beginning	\$ 983	\$ 5,741	\$ 2,937	\$ -	\$ 157	\$ -	\$ 4,048,051
Receipts:							
Local sources	-	-	-	-	-	-	2,295,503
Intermediate sources	-	-	-	-	-	-	5,637
State sources	-	-	-	-	-	-	4,305,724
Federal sources	-	-	-	139,763	-	-	489,137
Other	-	-	-	-	2,960,137	155,964	3,133,637
Total receipts	-	-	-	139,763	2,960,137	155,964	10,229,638
Disbursements:							
Current:							
Instruction	983	5,741	2,937	141,371	-	-	3,366,098
Support services	-	-	-	-	-	-	2,298,431
Noninstructional services	-	-	-	-	-	-	377,457
Facilities acquisition and construction	-	-	-	-	-	-	462,908
Debt services	-	-	-	-	-	-	1,235,500
Nonprogrammed charges	-	-	-	-	2,960,294	155,964	3,116,258
Total disbursements	983	5,741	2,937	141,371	2,960,294	155,964	10,856,652
Excess (deficiency) of receipts over disbursements	(983)	(5,741)	(2,937)	(1,608)	(157)	-	(627,014)
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	1,321
Transfers out	-	-	-	-	-	-	(1,321)
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(983)	(5,741)	(2,937)	(1,608)	(157)	-	(627,014)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (1,608)	\$ -	\$ -	\$ 3,421,037

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BLUE RIVER VALLEY SCHOOLS
SCHEDULE OF ACCOUNTS PAYABLE
June 30, 2012

	<u>Government</u>	<u>Accounts Payable</u>
Totals		<u>\$ 90,286</u>

BLUE RIVER VALLEY SCHOOLS
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2012

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year	Fund
Capital leases:			
Refinancing of School Remodeling Lease	<u>\$ 9,040,000</u>	<u>\$ 822,000</u>	Debt Service

BLUE RIVER VALLEY 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.

	Ending Balance
Other:	
Capital assets, not being depreciated:	
Land	\$ 76,200
Buildings	16,353,737
Improvements other than buildings	396,376
Machinery and equipment	2,745,704
 Total capital assets not being depreciated	 \$ 19,572,017

BLUE RIVER VALLEY SCHOOLS
AUDIT RESULTS AND COMMENTS

***INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS
AND REPORTING (Applies to the Corporation)***

We noted deficiencies in the internal control system of the School Corporation related to financial transactions and reporting. We believe the following deficiency constitutes a material weakness:

Lack of Segregation of Duties:

Control activities should be selected and developed at various levels of the School Corporation to reduce risks to achievement of financial reporting objectives. The School Corporation has not separated incompatible activities related to receipts and the reconciliation of the bank account balances to the record balances. The failure to establish these controls could enable material misstatements or irregularities to go undetected.

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

***APPROVED FORMS IMPROPERLY PREPARED (Applies to
Blue River Elementary and Jr. – Sr. High Schools)***

The Blue River Elementary and the Jr. – Sr. High Schools were not properly completing the SA-4, Ticket Sale Report. Neither school required the person responsible for taking cash to sign the report. In addition, at the elementary school there were no ticket sale reports in either year for the tournaments and one ticket sale report did not have the correct number listed for the last ticket sold.

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)

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 BLUE RIVER VALLEY SCHOOLS, HENRY COUNTY, INDIANA

Compliance

We have audited the Blue River Valley 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. 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 items 2012-2 and 2012-3. 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

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.

BLUE RIVER VALLEY 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		\$ 28,247	\$ -
		FY 2010-2011	-	31,744
		FY 2011-2012	-	-
Total for program			<u>28,247</u>	<u>31,744</u>
National School Lunch Program	10.555		134,450	-
		FY 2010-2011	-	130,062
		FY 2011-2012	-	-
Total for program			<u>134,450</u>	<u>130,062</u>
Total for federal grantor agency			<u>162,697</u>	<u>161,806</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		11,827	-
		FY 2009-2010	44,520	13,609
		FY 2010-2011	-	63,152
		FY 2011-2012	-	-
Total for program			<u>56,347</u>	<u>76,761</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389		20,397	983
		FY 2011-2012	-	-
Total for cluster			<u>76,744</u>	<u>77,744</u>
Special Education Cluster Special Education - Grants to States	84.027		3,586	-
		Carry Over 2009-2010	15,075	3,342
		FY 2009-2010	146,247	12,465
		FY 2010-2011	-	137,093
		FY 2011-2012	4,100	138
		FY 2010-2011	-	2,976
		FY 2011-2012	-	-
Total for program			<u>169,008</u>	<u>156,014</u>
ARRA - Special Education - Grants to States, Recovery Act	84.391		42,867	5,741
		FY 2010-2011	783	2,937
		FY 2011-2012	-	-
Total for program			<u>43,650</u>	<u>8,678</u>
Total for cluster			<u>212,658</u>	<u>164,692</u>
Safe and Drug Free Schools and Communities - State Grants	84.186		548	-
		FY 2009-2010	1,630	-
		FY 2010-2011	-	305
		FY 2011-2012	-	-
Total for program			<u>2,178</u>	<u>305</u>
Improving Teacher Quality State Grants	84.367		19,680	-
		FY 2009-2010	11,313	12,283
		FY 2010-2011	-	3,750
		FY 2011-2012	-	-
Total for program			<u>30,993</u>	<u>16,033</u>
Education Jobs Fund	84.410		-	141,371
		FY 2011-2012	-	-
Total for federal grantor agency			<u>322,573</u>	<u>400,145</u>
Total federal awards expended			<u>\$ 485,270</u>	<u>\$ 561,951</u>

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

BLUE RIVER VALLEY 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 Blue River Valley 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	2011	2012
Child Nutrition Cluster	\$ 22,960	\$ 32,178
	\$ 22,960	\$ 32,178

BLUE RIVER VALLEY 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?	yes
Significant deficiencies identified?	no
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:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
84.410	Special Education Cluster Education Jobs Fund

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

Section II - Financial Statement Findings

FINDING 2012-1, INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

We noted deficiencies in the internal control system of the School Corporation related to financial transactions and reporting. We believe the following deficiency constitutes a material weakness:

BLUE RIVER VALLEY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Lack of Segregation of Duties:

Control activities should be selected and developed at various levels of the School Corporation to reduce risks to achievement of financial reporting objectives. The School Corporation has not separated incompatible activities related to receipts and the reconciliation of bank account balances to the record balances. The failure to establish controls could enable material misstatements or irregularities to go undetected.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objections, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control.

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

We recommended that the School Corporation separate incompatible activities in the processing of receipts and the reconciliation of bank account balances to the record balances.

Section III – Federal Award Findings and Questioned Costs

FINDING 2012-2, INTERNAL CONTROLS OVER CASH MANAGEMENT AND REPORTING

Federal Agency: U.S. Department of Education

Federal Program: Special Education – Grants to States and ARRA – Title I Grants to Local Educational Agencies

CFDA Number: 84.027 and 84.319

Pass-Through Entity: Indiana Department of Education

Management of the School Corporation has not established an effective internal control system related to the grant agreement and cash management and reporting compliance requirements. We were unable to verify that the School Corporation reviewed reimbursement requests to ensure their accuracy prior to submitting them to the Indiana Department of Education. The failure to establish an effective internal control system places the School Corporation at risk of noncompliance with the grant agreement and the reporting and cash management compliance requirements and can allow the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the grant.

An internal control system should be designed and operate effectively to provide reasonable assurance that material noncompliance with the grant agreement, or a type of compliance requirement of a federal program will be prevented, detected and corrected, on a timely basis.

BLUE RIVER VALLEY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Circular A133 Subpart C 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."

The failure to establish internal controls could enable material noncompliance to go undetected. Noncompliance of the grant agreement or the compliance requirements that have a direct and material effect to the program could result in the loss of federal funds to the School Corporation.

We recommended that the School Corporation's management establish controls to ensure that noncompliance could not go undetected related to the cash management and reporting compliance requirements.

FINDING 2012-3, INTERNAL CONTROLS OVER ALLOWABLE COSTS/COST PRINCIPLES

Federal Agency: U.S. Department of Education
Federal Program: Education Jobs Fund
CFDA Number: 84.410
Pass-Through Entity: Indiana Department of Education

Management of the School Corporation has not established an effective internal control system related to the grant agreement and the allowable costs/cost principles compliance requirement. We were unable to verify that the School Corporation reviewed the actual disbursements of the grant and compared those disbursements to the budget established for the grant. The failure to establish an effective internal control system places the School Corporation at risk of noncompliance with the grant agreement and the allowable costs/cost principles compliance requirement and could mean that unallowable costs or budget activities could go undetected by not having proper oversight, reviews, and approvals over the activities of the grant.

An internal control system should be designed and operate effectively to provide reasonable assurance that material noncompliance with the grant agreement, or a type of compliance requirement of a federal program will be prevented, detected and corrected, on a timely basis.

Circular A133 Subpart C 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."

The failure to establish internal controls could enable material noncompliance to go undetected. Non-compliance of the grant agreement or the compliance requirements that have a direct and material effect to the program could result in the loss of federal funds to the School Corporation.

We recommended that the School Corporation's management establish controls to ensure that non-compliance could not go undetected related to the allowable costs/cost principles compliance requirement.



Blue River Valley Schools

P.O. Box 217

303 South Walnut Street

Mt. Summit, IN 47631

Stephen K. Welsh
Superintendent

Telephone (765) 836-4816

Fax (765) 836-4817

February 7, 2013

Blue River Valley School Corporation
Corrective Action Plan
Audit Period 7/1/2010 to 6/30/2012

Section II - Financial Statement Findings

FINDING 2012-1, Internal controls over financial transactions and reporting
Contact Person: Kimberly S Riley
Anticipated Correction Date: December 31, 2012

We are a small school corporation and are not able to hire enough employees to separate incompatible activities in the processing of receipts. We will use the employees that we have to try to assure that all receipts are properly processed.

We will have the Superintendent review the reconciliation of the bank account balances to the record balances and document his approval.

Section III - Federal Award Findings and Questioned Costs

FINDING 2012-2, Internal Controls over financial transactions and reporting
Federal Agency U.S. Department of Education
Federal Program: Special Education Cluster
CFDA Number: 84.027 and 84.319
Pass-Through Entity: Indiana Department of Education
Contact Person: Kimberly S Riley
Anticipated Correction Date: December 31, 2012

We are a small school corporation and are not able to hire enough employees to separate incompatible activities in the processing of receipts. We will use the employees that we have to try to assure that all receipts are properly processed.

We will have the Special Education Director review the reimbursement requests and document her approval.

Board of School Trustees

Mysia Brown John Cross
Wayne Jacobs Brian Koontz
Jon Madison

Corporation Attorney

Gregory Crider

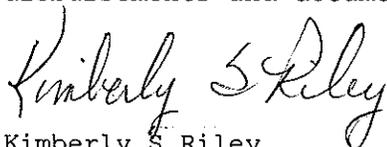
Central Office Staff

Beth King, Director of Special Programs
Kim Riley, Treasurer
Stephanie Morgan, Secretary

FINDING 2012-3, Internal controls over financial transactions and reporting
Federal Agency: U.S. Department of Education
Federal Program: ARRA - Education Jobs Fund
CFDA Number: 84.410
Pass-Through Entity: Indiana Department of Education
Contact Person: Kimberly S Riley
Anticipated Correction Date: December 31, 2012

We are a small school corporation and are not able to hire enough employees to separate incompatible activities in the processing of receipts. We will use the employees that we have to try to assure that all receipts are properly processed.

If any additional ARRA - Education Jobs Fund monies are received, we will have a responsible employee review the actual disbursements to the budgeted disbursements and document his approval.



Kimberly S Riley
Treasurer



Stephen K Welsh
Superintendent

BLUE RIVER VALLEY SCHOOLS
EXIT CONFERENCE

The contents of this report were discussed on January 17, 2013, with Kimberly S. Riley, Treasurer; Stephen K. Welsh, Superintendent of Schools; and Wayne Jacobs, Vice President of the School Board. The officials concurred with our audit findings.