

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

PIKE COUNTY SCHOOL CORPORATION
PIKE COUNTY, INDIANA

July 1, 2011 to June 30, 2013



FILED

02/18/2014

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Krista J. Halbrader	07-01-11 to 12-31-13
Superintendent of Schools	D. John Thomas	01-01-11 to 09-29-11
	Joan Keller (Interim)	09-30-11 to 01-02-12
	Paul E. Roads	01-03-12 to 02-05-12
	Joan Keller (Interim)	02-06-12 to 06-30-12
	Suzanne Blake	07-01-12 to 06-30-14
President of the School Board	Chris Satterfield	07-01-11 to 12-31-12
	Jerry Grubb	01-01-13 to 12-31-13



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE PIKE COUNTY SCHOOL CORPORATION, PIKE COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Pike County School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2011 to June 30, 2013, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School Corporation's preparation and fair presentation of the financial statement in order to design 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. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 of the financial statement, the School Corporation prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a 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 the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance 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, 2011 to June 30, 2013.

Opinion on Regulatory Basis of Accounting

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, 2011 to June 30, 2013, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated December 18, 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* in considering the School Corporation's internal control over financial reporting and compliance.

Accompanying Information

Supplementary Information

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 records 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.

INDEPENDENT AUDITOR'S REPORT
(Continued)

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 Leases and 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.


Paul D. Joyce, CPA
State Examiner

December 18, 2013



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INDEPENDENT AUDITOR'S 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 PIKE COUNTY SCHOOL CORPORATION, PIKE COUNTY, INDIANA

We have audited, 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, the financial statement of the Pike County School Corporation (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2011 to June 30, 2013, and the related notes to the financial statement, and have issued our report thereon dated December 18, 2013, wherein we noted the School Corporation followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the School Corporation's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control.

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. A significant deficiency is a deficiency or combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

INDEPENDENT AUDITOR'S 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*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Corporation's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Corporation's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

December 18, 2013

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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.

PIKE COUNTY SCHOOL CORPORATION
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2012 and 2013

	Cash and Investments 07-01-11	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-12	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-13
General	\$ 1,444,528	\$ 13,634,859	\$ 14,451,694	\$ 15,265	\$ 642,958	\$ 16,861,911	\$ 17,333,417	\$ 5,238	\$ 176,690
Debt Service	989,051	1,590,780	1,518,077	-	1,061,754	1,640,437	1,677,894	-	1,024,297
Retirement/Severance Bond Debt Service	308,584	608,521	579,746	-	337,359	587,666	581,941	-	343,084
Capital Projects	595,663	3,752,490	2,411,848	(500,000)	1,436,305	7,767,989	7,036,005	(1,100,000)	1,068,289
School Transportation	629,088	4,481,515	2,541,664	(900,000)	1,668,939	8,580,613	8,024,609	(1,400,000)	824,943
School Bus Replacement	82,258	164,436	138,466	-	108,228	190,230	-	-	298,458
Rainy Day	-	-	1,399,998	1,400,000	2	-	1,504,160	2,500,000	995,842
Construction PE/OE	176,016	-	-	-	176,016	-	7,424	-	168,592
Construct PCMS	422,695	-	-	-	422,695	-	2,002	-	420,693
Voc Building #2	22,549	-	-	-	22,549	-	-	-	22,549
School Lunch	344,895	1,065,355	1,050,155	-	360,095	1,014,469	999,033	-	375,531
Textbook Rental	360,701	214,081	356,319	(12,726)	205,737	211,798	129,940	-	287,595
Self-Insurance	-	-	-	-	-	1,093,792	848,771	-	245,021
Child Care Program	16,250	47,044	57,094	-	6,200	38,730	52,089	-	(7,159)
Educational License Plates	394	356	-	-	750	244	-	-	994
Alternative Education 09/10	330	-	330	-	-	-	-	-	-
Alternative Education 10/11	7,184	-	6,518	-	666	-	666	-	-
Alternative Education 11/12	-	4,620	-	-	4,620	-	4,620	-	-
Early Intervention Grant	-	-	-	-	-	4,959	3,722	-	1,237
SINE Model School/9th Academy	1,182	-	1,182	-	-	-	-	-	-
Machine Trade SINE 2011	(11)	800	308	-	481	-	362	-	119
Machine Trades 2011	-	400	208	-	192	-	-	-	192
College Success Coalition	-	-	-	-	-	1,000	-	-	1,000
Special Education	-	64,774	35,640	-	29,134	-	44	-	29,090
Community Donation	(38)	12,917	3,727	-	9,152	42,585	30,899	-	20,838
Support for Parent Ed Night/Ag Ed Grant	218	250	218	-	250	-	250	-	-
Learning Through Literature	222	-	189	-	33	-	-	-	33
Community Donations PCHS - Shopko	-	-	-	-	-	2,500	2,492	-	8
Community Donations - McDonalds	99	-	-	-	99	-	95	-	4
Drug Demand Reduction	5,500	4,470	3,899	(300)	5,771	-	4,769	-	1,002
Literacy Learning Program WES	1,360	-	1,360	-	-	-	-	-	-
Kindergarten Literacy OES	1,434	-	1,434	-	-	-	-	-	-
OES Toyota Grant	-	2,500	2,500	-	-	2,500	1,363	-	1,137
IPL 2011 Grant	-	2,500	2,460	-	40	-	29	-	11
Adult GED	7,722	5,315	8,132	-	4,905	5,900	7,916	-	2,889
Super Study WES 2010	(33)	-	-	33	-	-	-	-	-
Winslow Super Study 2011	(2,624)	2,624	-	-	-	-	-	-	-
WES Summer Reading Program	(75)	678	603	-	-	-	-	-	-
Monsanto Grant	-	-	-	-	-	10,000	8,283	-	1,717

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

PIKE COUNTY SCHOOL CORPORATION
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2012 and 2013
(Continued)

	Cash and Investments 07-01-11	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-12	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-13
Gateway SME	107	-	-	-	107	-	106	-	1
CTG Wellness Grant	-	-	-	-	-	6,220	5,641	-	579
High Ability 2011-2012	-	31,925	24,350	-	7,575	-	7,575	-	-
High Ability 2012-2013	-	-	-	-	-	31,833	30,637	-	1,196
Early Childhood Intervention (First Steps)	4,291	-	4,291	-	-	-	-	-	-
Medicaid Reimbursement	-	-	-	-	-	14,875	-	-	14,875
Non-English Speaking Programs P.L. 273-1999	886	-	178	-	708	-	-	-	708
Non-English Speaking Programs P.L. 273-1999 12/13	-	-	-	-	-	943	546	-	397
Non English Speaking Programs P.L. 271-1999 2011	1,272	-	1,194	-	78	-	-	-	78
State Connectivity Grant	125	4,932	-	-	5,057	5,535	7,268	-	3,324
Bio-Medical Grant 07-08/E-Rate 2013-2014	49	-	49	-	-	14,693	-	-	14,693
Afternoon Rock Program	119	-	119	-	-	-	-	-	-
SINE/4 Block/Renaissance	324	-	306	-	18	-	18	-	-
Senator David Ford Technology	-	-	-	-	-	1,510	1,510	-	-
Excess PTRC Distributions	27,931	-	-	-	27,931	-	-	-	27,931
Title I 11/12	-	174,963	188,620	7,231	(6,426)	84,222	77,796	-	-
Title I 12/13	-	-	-	-	-	198,043	210,339	-	(12,296)
Title I 10/11	24,254	41,599	58,622	(7,231)	-	-	-	-	-
Pre-School Special Education Grant 11/12	-	32,423	32,423	-	-	28,210	28,210	-	-
Basic Education Grant 11/12	-	481,914	481,914	-	-	472,768	481,756	-	(8,988)
Drug Free Schools 09/10	2,970	-	3,270	300	-	-	-	-	-
Dollar General Literacy	-	-	-	-	-	3,000	2,985	-	15
Bio-Medical	65	224	289	-	-	-	-	-	-
JCP Robotics	-	2,500	2,390	-	110	-	110	-	-
SIEC Grant #1	17,420	-	12,112	-	5,308	-	1,874	-	3,434
Improving Teaching Quality, No Child Left, Title II, Part A	49,491	-	47,465	(2,026)	-	-	-	-	-
Title II, Part A 10/12	-	59,594	60,077	-	(483)	39,851	36,314	(3,054)	-
Title II, Part A 11/13	-	-	-	-	-	59,445	65,425	(2,730)	(8,710)
Title I - Grants to LEAs	1,216	7,754	8,423	(546)	1	-	547	546	-
Education Technology	18,171	-	17,323	-	848	-	848	-	-
Education Jobs	-	5,685	5,685	-	-	7,974	7,974	-	-
Petty Cash	40	-	-	-	40	-	-	-	40
Payroll	44,836	4,091,259	4,092,166	-	43,929	3,735,950	3,740,588	-	39,291
Fringe Benefit Clearing Account	-	107	128	-	(21)	379	259	-	99
Totals	\$ 5,608,709	\$ 30,596,164	\$ 29,615,163	\$ -	\$ 6,589,710	\$ 42,762,774	\$ 42,971,121	\$ -	\$ 6,381,363

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

PIKE COUNTY SCHOOL CORPORATION
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 Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

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.

PIKE COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

Federal sources include distributions from the federal government and are to be used by the School Corporation for various purposes. Included in federal sources are unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

Temporary loans which include money received from a loan obtained to pay current expenses prior to the receipt of revenue from taxes levied for that purpose. These loans, sometimes designated tax anticipation warrants, must be repaid from the next semiannual distribution of local property taxes levied for such fund.

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

Other receipts which include amounts received from various sources which include return of petty cash, return of cash change, insurance claims for losses, sale of securities, and other receipts not listed in another category above.

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

Instruction which includes outflows for regular programs, special programs, adult and continuing education programs, summer school programs, enrichment programs, remediation, and payments to other governmental units.

Support services which include outflows for support services related to students, instruction, general administration, and school administration. It also includes outflows for central services, operation and maintenance of plant services, and student transportation.

Noninstructional services which include outflows for food service operations and community service operations.

Facilities acquisition and construction which includes outflows for the acquisition, development, construction, and improvement of new and existing facilities.

Debt services which include fixed obligations resulting from financial transactions previously entered into by the School Corporation. It includes all expenditures for the reduction of the principal and interest of the School Corporation's general obligation indebtedness.

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

PIKE COUNTY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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 include the following:

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

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

PIKE COUNTY SCHOOL CORPORATION
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

PIKE COUNTY SCHOOL CORPORATION
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. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of the funds being set up for reimbursable grants and clearing accounts. The reimbursements for the expenditures made by the School Corporation were not received by June 30, 2013. The Child Care Program Fund had a deficit cash balance because the expenditures exceeded the charge for services. As a result, the program has been discontinued.

PIKE COUNTY SCHOOL CORPORATION
 NOTES TO FINANCIAL STATEMENT
 (Continued)

Note 8. Restatements

For the year ended June 30, 2012, certain changes have been made to some of the beginning balances of the financial statement to more appropriately reflect financial activity of the School Corporation. The following schedule presents a summary of restated beginning balances.

<u>Fund</u>	<u>Balance as of June 30, 2011</u>	<u>Prior Period Adjustment</u>	<u>Balance as of July 1, 2011</u>
School Lunch	\$ 281,703	\$ 63,192	\$ 344,895
Payroll	-	44,836	44,836

Note 9. Holding Corporation

The School Corporation has entered into capital leases with Pike County Multi-School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments during the years 2011-2012 and 2012-2013 totaled \$1,481,500 and \$1,573,000, respectively.

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SUPPLEMENTARY INFORMATION – UNAUDITED

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

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the Financial Reports of the School Corporation which are referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

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

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Construction PE/OE	Construction PCMS
Cash and investments - beginning	\$ 1,444,528	\$ 989,051	\$ 308,584	\$ 595,663	\$ 629,088	\$ 82,258	\$ -	\$ 176,016	\$ 422,695
Receipts:									
Local sources	178,561	1,590,780	608,521	2,184,459	2,540,726	164,436	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	11,875,736	-	-	-	-	-	-	-	-
Federal sources	46,518	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	1,500,000	1,940,000	-	-	-	-
Interfund loans	1,500,000	-	-	-	-	-	-	-	-
Other	34,044	-	-	68,031	789	-	-	-	-
Total receipts	<u>13,634,859</u>	<u>1,590,780</u>	<u>608,521</u>	<u>3,752,490</u>	<u>4,481,515</u>	<u>164,436</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:									
Current:									
Instruction	9,915,410	-	-	-	-	-	-	-	-
Support services	4,350,059	255	-	1,161,777	1,541,664	138,466	1,397,000	-	-
Noninstructional services	186,225	-	-	-	-	-	2,998	-	-
Facilities acquisition and construction	-	-	-	750,071	-	-	-	-	-
Debt services	-	1,517,822	579,746	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	500,000	1,000,000	-	-	-	-
Total disbursements	<u>14,451,694</u>	<u>1,518,077</u>	<u>579,746</u>	<u>2,411,848</u>	<u>2,541,664</u>	<u>138,466</u>	<u>1,399,998</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(816,835)</u>	<u>72,703</u>	<u>28,775</u>	<u>1,340,642</u>	<u>1,939,851</u>	<u>25,970</u>	<u>(1,399,998)</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):									
Transfers in	15,265	-	-	-	-	-	1,400,000	-	-
Transfers out	-	-	-	(500,000)	(900,000)	-	-	-	-
Total other financing sources (uses)	<u>15,265</u>	<u>-</u>	<u>-</u>	<u>(500,000)</u>	<u>(900,000)</u>	<u>-</u>	<u>1,400,000</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(801,570)</u>	<u>72,703</u>	<u>28,775</u>	<u>840,642</u>	<u>1,039,851</u>	<u>25,970</u>	<u>2</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 642,958</u>	<u>\$ 1,061,754</u>	<u>\$ 337,359</u>	<u>\$ 1,436,305</u>	<u>\$ 1,668,939</u>	<u>\$ 108,228</u>	<u>\$ 2</u>	<u>\$ 176,016</u>	<u>\$ 422,695</u>

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Voc Building #2	School Lunch	Textbook Rental	Self- Insurance	Child Care Program	Educational License Plates	Alternative Education 09/10	Alternative Education 10/11	Alternative Education 11/12
Cash and investments - beginning	\$ 22,549	\$ 344,895	\$ 360,701	\$ -	\$ 16,250	\$ 394	\$ 330	\$ 7,184	\$ -
Receipts:									
Local sources	-	594,209	153,190	-	47,044	-	-	-	-
Intermediate sources	-	-	-	-	-	356	-	-	-
State sources	-	8,296	60,891	-	-	-	-	-	4,620
Federal sources	-	454,562	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Other	-	8,288	-	-	-	-	-	-	-
Total receipts	-	1,065,355	214,081	-	47,044	356	-	-	4,620
Disbursements:									
Current:									
Instruction	-	-	-	-	-	-	330	6,518	-
Support services	-	-	356,319	-	559	-	-	-	-
Noninstructional services	-	1,023,413	-	-	56,535	-	-	-	-
Facilities acquisition and construction	-	26,742	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Total disbursements	-	1,050,155	356,319	-	57,094	-	330	6,518	-
Excess (deficiency) of receipts over disbursements	-	15,200	(142,238)	-	(10,050)	356	(330)	(6,518)	4,620
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	(12,726)	-	-	-	-	-	-
Total other financing sources (uses)	-	-	(12,726)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	15,200	(154,964)	-	(10,050)	356	(330)	(6,518)	4,620
Cash and investments - ending	\$ 22,549	\$ 360,095	\$ 205,737	\$ -	\$ 6,200	\$ 750	\$ -	\$ 666	\$ 4,620

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Early Intervention Grant	SINE Model School/ 9th Academy	Machine Trades SINE 2011	Machine Trades 2011	College Success Coalition	Special Education	Community Donation	Support for Parent Ed Night/ Ag Ed Grant
Cash and investments - beginning	\$ -	\$ 1,182	\$ (11)	\$ -	\$ -	\$ -	\$ (38)	\$ 218
Receipts:								
Local sources	-	-	-	-	-	-	12,917	250
Intermediate sources	-	-	800	400	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	64,774	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	800	400	-	64,774	12,917	250
Disbursements:								
Current:								
Instruction	-	-	-	-	-	-	3,727	218
Support services	-	1,182	308	208	-	35,640	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	-	1,182	308	208	-	35,640	3,727	218
Excess (deficiency) of receipts over disbursements	-	(1,182)	492	192	-	29,134	9,190	32
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,182)	492	192	-	29,134	9,190	32
Cash and investments - ending	\$ -	\$ -	\$ 481	\$ 192	\$ -	\$ 29,134	\$ 9,152	\$ 250

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Learning Through Literature	Community Donations PCHS - Shopko	Community Donations - McDonalds	Drug Demand Reduction	Literacy Learning Program WES	Kindergarten Literacy OES	OES Toyota Grant	IPL 2011 Grant
Cash and investments - beginning	\$ 222	\$ -	\$ 99	\$ 5,500	\$ 1,360	\$ 1,434	\$ -	\$ -
Receipts:								
Local sources	-	-	-	4,470	-	-	2,500	2,500
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,470</u>	<u>-</u>	<u>-</u>	<u>2,500</u>	<u>2,500</u>
Disbursements:								
Current:								
Instruction	189	-	-	3,899	1,360	1,434	2,500	2,460
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>189</u>	<u>-</u>	<u>-</u>	<u>3,899</u>	<u>1,360</u>	<u>1,434</u>	<u>2,500</u>	<u>2,460</u>
Excess (deficiency) of receipts over disbursements	<u>(189)</u>	<u>-</u>	<u>-</u>	<u>571</u>	<u>(1,360)</u>	<u>(1,434)</u>	<u>-</u>	<u>40</u>
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	(300)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(300)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(189)</u>	<u>-</u>	<u>-</u>	<u>271</u>	<u>(1,360)</u>	<u>(1,434)</u>	<u>-</u>	<u>40</u>
Cash and investments - ending	<u>\$ 33</u>	<u>\$ -</u>	<u>\$ 99</u>	<u>\$ 5,771</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40</u>

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Adult GED	Super Study WES 2010	Winslow Super Study 2011	WES Summer Reading Program	Monsanto Grant	Gateway SME	CTG Wellness Grant	High Ability 2011-2012
Cash and investments - beginning	\$ 7,722	\$ (33)	\$ (2,624)	\$ (75)	\$ -	\$ 107	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	2,624	678	-	-	-	31,925
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	5,315	-	-	-	-	-	-	-
Total receipts	<u>5,315</u>	<u>-</u>	<u>2,624</u>	<u>678</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,925</u>
Disbursements:								
Current:								
Instruction	8,132	-	-	603	-	-	-	24,350
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>8,132</u>	<u>-</u>	<u>-</u>	<u>603</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,350</u>
Excess (deficiency) of receipts over disbursements	<u>(2,817)</u>	<u>-</u>	<u>2,624</u>	<u>75</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,575</u>
Other financing sources (uses):								
Transfers in	-	33	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>33</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(2,817)</u>	<u>33</u>	<u>2,624</u>	<u>75</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,575</u>
Cash and investments - ending	<u>\$ 4,905</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 107</u>	<u>\$ -</u>	<u>\$ 7,575</u>

PIKE COUNTY SCHOOL CORPORATION
 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 2012-2013	Early Childhood Intervention (First Steps)	Medicaid Reimbursement	Non-English Speaking Programs P.L. 273-1999	Non-English Speaking Programs P.L. 273-1999 12/13	Non-English Speaking Programs P.L. 273-1999 2011	State Connectivity Grant	Bio-Medical Grant 07-08/ E-Rate 2013-2014
Cash and investments - beginning	\$ -	\$ 4,291	\$ -	\$ 886	\$ -	\$ 1,272	\$ 125	\$ 49
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	4,932	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	4,932	-
Disbursements:								
Current:								
Instruction	-	4,291	-	178	-	1,194	-	-
Support services	-	-	-	-	-	-	-	49
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	-	4,291	-	178	-	1,194	-	49
Excess (deficiency) of receipts over disbursements	-	(4,291)	-	(178)	-	(1,194)	4,932	(49)
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(4,291)	-	(178)	-	(1,194)	4,932	(49)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 708	\$ -	\$ 78	\$ 5,057	\$ -

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Afternoon Rock Program	SINE/ 4 Block/ Renaissance	Senator David Ford Technology	Excess PTRC Distributions	Title I 11/12	Title I 12/13	Title I 10/11	Pre-School Special Education Grant 11/12
Cash and investments - beginning	\$ 119	\$ 324	\$ -	\$ 27,931	\$ -	\$ -	\$ 24,254	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	174,963	-	41,599	32,423
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	174,963	-	41,599	32,423
Disbursements:								
Current:								
Instruction	119	-	-	-	179,163	-	54,922	32,423
Support services	-	306	-	-	9,181	-	3,700	-
Noninstructional services	-	-	-	-	276	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	119	306	-	-	188,620	-	58,622	32,423
Excess (deficiency) of receipts over disbursements	(119)	(306)	-	-	(13,657)	-	(17,023)	-
Other financing sources (uses):								
Transfers in	-	-	-	-	7,231	-	-	-
Transfers out	-	-	-	-	-	-	(7,231)	-
Total other financing sources (uses)	-	-	-	-	7,231	-	(7,231)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(119)	(306)	-	-	(6,426)	-	(24,254)	-
Cash and investments - ending	\$ -	\$ 18	\$ -	\$ 27,931	\$ (6,426)	\$ -	\$ -	\$ -

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Basic Education Grant 11/12	Drug Free Schools 09/10	Dollar General Literacy	Bio-Medical	JCP Robotics	SIEC Grant #1	Improving Teaching Quality No Child Left Title II, Part A	Title II, Part A 10/12
Cash and investments - beginning	\$ -	\$ 2,970	\$ -	\$ 65	\$ -	\$ 17,420	\$ 49,491	\$ -
Receipts:								
Local sources	-	-	-	-	2,500	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	481,914	-	-	-	-	-	-	-
Federal sources	-	-	-	224	-	-	-	59,594
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	481,914	-	-	224	2,500	-	-	59,594
Disbursements:								
Current:								
Instruction	481,914	3,270	-	-	-	-	37,418	41,769
Support services	-	-	-	289	-	-	10,047	18,308
Noninstructional services	-	-	-	-	2,390	-	-	-
Facilities acquisition and construction	-	-	-	-	-	12,112	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	481,914	3,270	-	289	2,390	12,112	47,465	60,077
Excess (deficiency) of receipts over disbursements	-	(3,270)	-	(65)	110	(12,112)	(47,465)	(483)
Other financing sources (uses):								
Transfers in	-	300	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(2,026)	-
Total other financing sources (uses)	-	300	-	-	-	-	(2,026)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(2,970)	-	(65)	110	(12,112)	(49,491)	(483)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 110	\$ 5,308	\$ -	\$ (483)

PIKE COUNTY SCHOOL CORPORATION
 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 II, Part A 11/13	Title I Grants to LEAs	Education Technology	Education Jobs	Petty Cash	Payroll	Fringe Benefit Clearing Account	Totals
Cash and investments - beginning	\$ -	\$ 1,216	\$ 18,171	\$ -	\$ 40	\$ 44,836	\$ -	\$ 5,608,709
Receipts:								
Local sources	-	-	-	-	-	-	-	8,087,063
Intermediate sources	-	-	-	-	-	-	-	1,556
State sources	-	-	-	-	-	-	-	12,471,616
Federal sources	-	7,754	-	5,685	-	-	-	888,096
Temporary loans	-	-	-	-	-	-	-	3,440,000
Interfund loans	-	-	-	-	-	-	-	1,500,000
Other	-	-	-	-	-	4,091,259	107	4,207,833
Total receipts	-	7,754	-	5,685	-	4,091,259	107	30,596,164
Disbursements:								
Current:								
Instruction	-	8,423	-	5,685	-	-	-	10,821,899
Support services	-	-	17,323	-	-	-	-	9,042,640
Noninstructional services	-	-	-	-	-	-	-	1,271,837
Facilities acquisition and construction	-	-	-	-	-	-	-	788,925
Debt services	-	-	-	-	-	-	-	2,097,568
Nonprogrammed charges	-	-	-	-	-	4,092,166	128	4,092,294
Interfund loans	-	-	-	-	-	-	-	1,500,000
Total disbursements	-	8,423	17,323	5,685	-	4,092,166	128	29,615,163
Excess (deficiency) of receipts over disbursements	-	(669)	(17,323)	-	-	(907)	(21)	981,001
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	1,422,829
Transfers out	-	(546)	-	-	-	-	-	(1,422,829)
Total other financing sources (uses)	-	(546)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,215)	(17,323)	-	-	(907)	(21)	981,001
Cash and investments - ending	\$ -	\$ 1	\$ 848	\$ -	\$ 40	\$ 43,929	\$ (21)	\$ 6,589,710

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Construction PE/OE	Construction PCMS
Cash and investments - beginning	\$ 642,958	\$ 1,061,754	\$ 337,359	\$ 1,436,305	\$ 1,668,939	\$ 108,228	\$ 2	\$ 176,016	\$ 422,695
Receipts:									
Local sources	125,366	1,640,437	587,666	2,285,317	2,616,300	190,230	-	-	-
Intermediate sources	4,004	-	-	-	-	-	-	-	-
State sources	12,085,831	-	-	-	-	-	-	-	-
Federal sources	34,686	-	-	-	-	-	-	-	-
Temporary loans	1,600,000	-	-	3,718,000	3,964,000	-	-	-	-
Interfund loans	2,950,000	-	-	1,100,000	2,000,000	-	-	-	-
Other	62,024	-	-	664,672	313	-	-	-	-
Total receipts	16,861,911	1,640,437	587,666	7,767,989	8,580,613	190,230	-	-	-
Disbursements:									
Current:									
Instruction	9,716,890	-	-	-	-	-	906,903	-	-
Support services	4,326,104	11,141	-	1,751,596	1,470,609	-	596,921	-	-
Noninstructional services	190,423	-	-	-	-	-	336	-	-
Facilities acquisition and construction	-	-	-	166,409	-	-	-	7,424	2,002
Debt services	-	1,666,753	581,941	3,918,000	4,804,000	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Interfund loans	3,100,000	-	-	1,200,000	1,750,000	-	-	-	-
Total disbursements	17,333,417	1,677,894	581,941	7,036,005	8,024,609	-	1,504,160	7,424	2,002
Excess (deficiency) of receipts over disbursements	(471,506)	(37,457)	5,725	731,984	556,004	190,230	(1,504,160)	(7,424)	(2,002)
Other financing sources (uses):									
Transfers in	5,784	-	-	-	-	-	2,500,000	-	-
Transfers out	(546)	-	-	(1,100,000)	(1,400,000)	-	-	-	-
Total other financing sources (uses)	5,238	-	-	(1,100,000)	(1,400,000)	-	2,500,000	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(466,268)	(37,457)	5,725	(368,016)	(843,996)	190,230	995,840	(7,424)	(2,002)
Cash and investments - ending	\$ 176,690	\$ 1,024,297	\$ 343,084	\$ 1,068,289	\$ 824,943	\$ 298,458	\$ 995,842	\$ 168,592	\$ 420,693

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Voc Building #2	School Lunch	Textbook Rental	Self- Insurance	Child Care Program	Educational License Plates	Alternative Education 09/10	Alternative Education 10/11	Alternative Education 11/12
Cash and investments - beginning	\$ 22,549	\$ 360,095	\$ 205,737	\$ -	\$ 6,200	\$ 750	\$ -	\$ 666	\$ 4,620
Receipts:									
Local sources	-	590,192	211,798	1,093,792	38,722	-	-	-	-
Intermediate sources	-	-	-	-	-	244	-	-	-
State sources	-	7,405	-	-	-	-	-	-	-
Federal sources	-	410,257	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Other	-	6,615	-	-	8	-	-	-	-
Total receipts	-	1,014,469	211,798	1,093,792	38,730	244	-	-	-
Disbursements:									
Current:									
Instruction	-	-	-	-	-	-	-	666	4,620
Support services	-	820	129,940	-	490	-	-	-	-
Noninstructional services	-	989,015	-	-	51,599	-	-	-	-
Facilities acquisition and construction	-	9,198	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	848,771	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-	-
Total disbursements	-	999,033	129,940	848,771	52,089	-	-	666	4,620
Excess (deficiency) of receipts over disbursements	-	15,436	81,858	245,021	(13,359)	244	-	(666)	(4,620)
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	15,436	81,858	245,021	(13,359)	244	-	(666)	(4,620)
Cash and investments - ending	\$ 22,549	\$ 375,531	\$ 287,595	\$ 245,021	\$ (7,159)	\$ 994	\$ -	\$ -	\$ -

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Early Intervention Grant	SINE Model School/ 9th Academy	Machine Trades SINE 2011	Machine Trades 2011	College Success Coalition	Special Education	Community Donation	Support for Parent Ed Night/ Ag Ed Grant
Cash and investments - beginning	\$ -	\$ -	\$ 481	\$ 192	\$ -	\$ 29,134	\$ 9,152	\$ 250
Receipts:								
Local sources	-	-	-	-	-	-	42,585	-
Intermediate sources	-	-	-	-	1,000	-	-	-
State sources	4,959	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	4,959	-	-	-	1,000	-	42,585	-
Disbursements:								
Current:								
Instruction	3,722	-	-	-	-	-	30,899	250
Support services	-	-	362	-	-	44	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	3,722	-	362	-	-	44	30,899	250
Excess (deficiency) of receipts over disbursements	1,237	-	(362)	-	1,000	(44)	11,686	(250)
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,237	-	(362)	-	1,000	(44)	11,686	(250)
Cash and investments - ending	\$ 1,237	\$ -	\$ 119	\$ 192	\$ 1,000	\$ 29,090	\$ 20,838	\$ -

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Learning Through Literature	Community Donations PCHS - Shopko	Community Donations - McDonalds	Drug Demand Reduction	Literacy Learning Program WES	Kindergarten Literacy OES	OES Toyota Grant	IPL 2011 Grant
Cash and investments - beginning	\$ 33	\$ -	\$ 99	\$ 5,771	\$ -	\$ -	\$ -	\$ 40
Receipts:								
Local sources	-	2,500	-	-	-	-	2,500	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	2,500	-	-	-	-	2,500	-
Disbursements:								
Current:								
Instruction	-	2,492	95	4,769	-	-	1,363	29
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	-	2,492	95	4,769	-	-	1,363	29
Excess (deficiency) of receipts over disbursements	-	8	(95)	(4,769)	-	-	1,137	(29)
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	8	(95)	(4,769)	-	-	1,137	(29)
Cash and investments - ending	\$ 33	\$ 8	\$ 4	\$ 1,002	\$ -	\$ -	\$ 1,137	\$ 11

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Adult GED	Super Study WES 2010	Winslow Super Study 2011	WES Summer Reading Program	Monsanto Grant	Gateway SME	CTG Wellness Grant	High Ability 2011-2012
Cash and investments - beginning	\$ 4,905	\$ -	\$ -	\$ -	\$ -	\$ 107	\$ -	\$ 7,575
Receipts:								
Local sources	-	-	-	-	-	-	6,220	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	10,000	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	5,900	-	-	-	-	-	-	-
Total receipts	5,900	-	-	-	10,000	-	6,220	-
Disbursements:								
Current:								
Instruction	7,916	-	-	-	-	-	5,641	7,575
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	8,283	-	-	-
Facilities acquisition and construction	-	-	-	-	-	106	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	7,916	-	-	-	8,283	106	5,641	7,575
Excess (deficiency) of receipts over disbursements	(2,016)	-	-	-	1,717	(106)	579	(7,575)
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,016)	-	-	-	1,717	(106)	579	(7,575)
Cash and investments - ending	\$ 2,889	\$ -	\$ -	\$ -	\$ 1,717	\$ 1	\$ 579	\$ -

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	High Ability 2012-2013	Early Childhood Intervention (First Steps)	Medicaid Reimbursement	Non-English Speaking Programs P.L. 273-1999	Non-English Speaking Programs P.L. 273-1999 12/13	Non-English Speaking Programs P.L. 273-1999 2011	State Connectivity Grant	Bio-Medical Grant 07-08/ E-Rate 2013-2014
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 708	\$ -	\$ 78	\$ 5,057	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	14,693
Intermediate sources	-	-	-	-	-	-	-	-
State sources	31,833	-	14,875	-	943	-	5,535	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>31,833</u>	<u>-</u>	<u>14,875</u>	<u>-</u>	<u>943</u>	<u>-</u>	<u>5,535</u>	<u>14,693</u>
Disbursements:								
Current:								
Instruction	30,637	-	-	-	546	-	-	-
Support services	-	-	-	-	-	-	7,268	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>30,637</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>546</u>	<u>-</u>	<u>7,268</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>1,196</u>	<u>-</u>	<u>14,875</u>	<u>-</u>	<u>397</u>	<u>-</u>	<u>(1,733)</u>	<u>14,693</u>
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>1,196</u>	<u>-</u>	<u>14,875</u>	<u>-</u>	<u>397</u>	<u>-</u>	<u>(1,733)</u>	<u>14,693</u>
Cash and investments - ending	<u>\$ 1,196</u>	<u>\$ -</u>	<u>\$ 14,875</u>	<u>\$ 708</u>	<u>\$ 397</u>	<u>\$ 78</u>	<u>\$ 3,324</u>	<u>\$ 14,693</u>

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Afternoon Rock Program	SINE/ 4 Block/ Renaissance	Senator David Ford Technology	Excess PTRC Distributions	Title I 11/12	Title I 12/13	Title I 10/11	Pre-School Special Education Grant 11/12
Cash and investments - beginning	\$ -	\$ 18	\$ -	\$ 27,931	\$ (6,426)	\$ -	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	1,510	-	-	-	-	-
Federal sources	-	-	-	-	84,222	198,043	-	28,210
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	1,510	-	84,222	198,043	-	28,210
Disbursements:								
Current:								
Instruction	-	-	-	-	75,740	201,543	-	28,210
Support services	-	18	-	-	2,056	8,796	-	-
Noninstructional services	-	-	1,510	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	-	18	1,510	-	77,796	210,339	-	28,210
Excess (deficiency) of receipts over disbursements	-	(18)	-	-	6,426	(12,296)	-	-
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(18)	-	-	6,426	(12,296)	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 27,931	\$ -	\$ (12,296)	\$ -	\$ -

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Basic Education Grant 11/12	Drug Free Schools 09/10	Dollar General Literacy	Bio-Medical	JCP Robotics	SIEC Grant #1	Improving Teaching Quality No Child Left Title II, Part A	Title II, Part A 10/12
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 110	\$ 5,308	\$ -	\$ (483)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	472,768	-	-	-	-	-	-	-
Federal sources	-	-	3,000	-	-	-	-	39,851
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	472,768	-	3,000	-	-	-	-	39,851
Disbursements:								
Current:								
Instruction	481,756	-	-	-	-	-	-	34,078
Support services	-	-	-	-	-	141	-	2,236
Noninstructional services	-	-	2,985	-	110	-	-	-
Facilities acquisition and construction	-	-	-	-	-	1,733	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	481,756	-	2,985	-	110	1,874	-	36,314
Excess (deficiency) of receipts over disbursements	(8,988)	-	15	-	(110)	(1,874)	-	3,537
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	(3,054)
Total other financing sources (uses)	-	-	-	-	-	-	-	(3,054)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(8,988)	-	15	-	(110)	(1,874)	-	483
Cash and investments - ending	\$ (8,988)	\$ -	\$ 15	\$ -	\$ -	\$ 3,434	\$ -	\$ -

PIKE COUNTY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Title II, Part A 11/13	Title I Grants to LEAs	Education Technology	Education Jobs	Petty Cash	Payroll	Fringe Benefit Clearing Account	Totals
Cash and investments - beginning	\$ -	\$ 1	\$ 848	\$ -	\$ 40	\$ 43,929	\$ (21)	\$ 6,589,710
Receipts:								
Local sources	-	-	-	-	-	-	-	9,448,318
Intermediate sources	-	-	-	-	-	-	-	5,248
State sources	-	-	-	-	-	-	-	12,625,659
Federal sources	59,445	-	-	7,974	-	-	-	875,688
Temporary loans	-	-	-	-	-	-	-	9,282,000
Interfund loans	-	-	-	-	-	-	-	6,050,000
Other	-	-	-	-	-	3,735,950	379	4,475,861
Total receipts	59,445	-	-	7,974	-	3,735,950	379	42,762,774
Disbursements:								
Current:								
Instruction	50,083	547	-	7,974	-	-	-	11,604,944
Support services	15,342	-	848	-	-	-	-	8,324,732
Noninstructional services	-	-	-	-	-	-	-	1,244,261
Facilities acquisition and construction	-	-	-	-	-	-	-	186,872
Debt services	-	-	-	-	-	-	-	10,970,694
Nonprogrammed charges	-	-	-	-	-	3,740,588	259	4,589,618
Interfund loans	-	-	-	-	-	-	-	6,050,000
Total disbursements	65,425	547	848	7,974	-	3,740,588	259	42,971,121
Excess (deficiency) of receipts over disbursements	(5,980)	(547)	(848)	-	-	(4,638)	120	(208,347)
Other financing sources (uses):								
Transfers in	-	546	-	-	-	-	-	2,506,330
Transfers out	(2,730)	-	-	-	-	-	-	(2,506,330)
Total other financing sources (uses)	(2,730)	546	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(8,710)	(1)	(848)	-	-	(4,638)	120	(208,347)
Cash and investments - ending	\$ (8,710)	\$ -	\$ -	\$ -	\$ 40	\$ 39,291	\$ 99	\$ 6,381,363

PIKE COUNTY SCHOOL CORPORATION
SCHEDULE OF LEASES AND DEBT
June 30, 2013

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Old National Bank	School Buildings	\$ 1,400,000	01-15-06	07-15-25
Old National Bank	Machine Trades Addition	<u>172,000</u>	07-15-10	01-15-25
Total of annual lease payments		<u>\$ 1,572,000</u>		

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Governmental activities:			
General obligation bonds	Retirement Bonds	\$ 3,450,000	\$ 583,324
Tax anticipation warrants	Temporary Loan	<u>4,000,000</u>	<u>4,040,000</u>
Totals		<u>\$ 7,450,000</u>	<u>\$ 4,623,324</u>

PIKE COUNTY SCHOOL CORPORATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2013

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
Governmental activities:	
Land	\$ 139,000
Infrastructure	-
Buildings	41,489,700
Improvements other than buildings	973,480
Machinery, equipment, and vehicles	6,198,875
Books and other	-
Total capital assets	\$ 48,801,055

PIKE COUNTY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS

FUND SOURCES AND USES

The School Corporation disbursed funds from the Capital Projects Fund for monthly pest control, the initial deposit for a contract for managing the hiring of substitutes, law enforcement individuals hired for security, and for bylaw and policy updates. These disbursements should have been made from the General Fund.

Sources and uses of funds should be limited to those authorized by the enabling statute, ordinance, resolution, or grant agreement. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

OVERDRAWN CASH BALANCES

The financial statements presented in this report included the following funds with overdrawn cash balances at June 30, 2013:

<u>Fund</u>	<u>Amount Overdrawn</u>
Child Care Program	<u>\$ 7,159</u>

The cash balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

PENALTIES, INTEREST, AND OTHER CHARGES (Applies to Pike Central High School)

The High School ECA paid penalties and interest to Cardmember Services in the amount of \$61 because they did not make the credit card payment on time due to being out of school for the summer.

Officials and employees have the duty to pay claims and remit taxes in a timely fashion. Failure to pay claims or remit taxes in a timely manner could be an indicator of serious financial problems which should be investigated by the governmental unit.

Additionally, officials and employees have a responsibility to perform duties in a manner which would not result in any unreasonable fees being assessed against the governmental unit.

Any penalties, interest or other charges paid by the governmental unit may be the personal obligation of the responsible official or employee. (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

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE

TO: THE OFFICIALS OF THE PIKE COUNTY SCHOOL CORPORATION, PIKE COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Pike County School Corporation's (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, 2011 to June 30, 2013. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School Corporation's major federal programs based on our audit of the types of compliance requirements referred to above. 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the School Corporation's compliance.

Opinion on Each Major Federal Program

In our opinion, the School Corporation complied, in all material respects, with the types of compliance 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, 2011 to June 30, 2013.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
(Continued)

Report on Internal Control Over Compliance

Management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Corporation's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program 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.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance 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. 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.

Our consideration of 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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

December 18, 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.

PIKE COUNTY SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Years Ended June 30, 2012 and 2013

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-12	Total Federal Awards Expended 06-30-13
<u>Department of Agriculture</u>					
Child Nutrition Cluster					
School Breakfast Program	Indiana Department of Education	10.553	FY 11/12 FY12/13	\$ 102,213 -	\$ - 102,981
Total - School Breakfast Program				<u>102,213</u>	<u>102,981</u>
National School Lunch Program	Indiana Department of Education	10.555	FY 11/12 FY 12/13	351,752 -	- 361,414
Total - National School Lunch Program				<u>351,752</u>	<u>361,414</u>
Total - Child Nutrition Cluster				<u>453,965</u>	<u>464,395</u>
Distance Learning and Telemedicine Loans and Grants	Southern Indiana Education Center	10.855	Indiana 709-B16	12,112 -	- 1,874
Total - Distance Learning and Telemedicine Loans and Grants				<u>12,112</u>	<u>1,874</u>
Total - Department of Agriculture				<u>466,077</u>	<u>466,269</u>
<u>Department of Education</u>					
Title I Part A Cluster					
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010	11-6445 12-6445 13-6445	41,599 174,963 -	- 84,222 198,043
Total - Title I Grants to Local Educational Agencies				<u>216,562</u>	<u>282,265</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	Indiana Department of Education	84.389	FY2010	11,460	-
Total - Title I Part A Cluster				<u>228,022</u>	<u>282,265</u>
Special Education Cluster (IDEA)					
Special Education - Grants to States	Indiana Department of Education	84.027	14212-084-PN01 14213-084-PN01	481,914 -	- 472,768
Special Education - Preschool Grants	Indiana Department of Education	84.173	45712-084-PN01 45713-084-PN01	32,423 -	- 28,210
Total - Special Education Cluster (IDEA)				<u>514,337</u>	<u>500,978</u>

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

PIKE COUNTY SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Years Ended June 30, 2012 and 2013
(Continued)

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-12	Total Federal Awards Expended 06-30-13
<u>Department of Education (continued)</u>					
Educational Technology State Grant Cluster ARRA - Educational Technology State Grants, Recovery Act	Washington Community School	84.386	2011-2012 2012-2013	17,322 -	- 848
Total - Educational Technology State Grants Cluster				<u>17,322</u>	<u>848</u>
Safe and Drug Free Schools and Communities-State Grants	Indiana Department of Education	84.186	09-6445	<u>2,970</u>	-
Improving Teacher Quality State Grants	Indiana Department of Education	84.367	09-6445 10-6445 11-6445	49,491 59,594 -	- 39,851 59,445
Total - Improving Teacher Quality State Grants				<u>109,085</u>	<u>99,296</u>
Education Jobs Fund	Indiana Department of Education	84.410	2011-12 2012-13	5,685 -	- 7,974
Total - Education Jobs Fund				<u>5,685</u>	<u>7,974</u>
Projects with Industry	Indiana Department of Education	84.234	SPL-BIO-9-221	<u>289</u>	-
Career and Technical Education - Basic Grants to States	Indiana Department of Education	84.048		<u>49</u>	-
Total - Department of Education				<u>877,759</u>	<u>891,361</u>
<u>Department of Homeland Security</u>					
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Indiana Department of Homeland Security	97.036		<u>3,750</u>	-
Total federal awards expended				<u>\$ 1,347,586</u>	<u>\$ 1,357,630</u>

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

PIKE COUNTY SCHOOL CORPORATION
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 Pike County School Corporation (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, 2012 and 2013. This noncash assistance is also included in the federal expenditures presented in the schedule.

Program Title	Federal CFDA Number	2012	2013
School Breakfast Program	10.553	\$ 12,242	\$ 9,194
National School Lunch Program	10.555	42,314	45,060

PIKE COUNTY SCHOOL CORPORATION
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; Unmodified 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:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB 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.



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Petersburg, Indiana 47567

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Internet: www.pcsc.k12.in.us

Krista Halbrader
Treasurer

November 8, 2013

Finding Number 2011-2

Original SBA Audit Report Number: B40186
Fiscal Year 7-1-09 to 6-30-11
Auditee Contact Person Krista J Halbrader
Title of Contact Person Treasurer
Phone Number 812-354-8731 ext 702
Status of Finding: Completed

The changes that we have implemented since the last audit that we now have in effect are:

- (1) As Treasurer I review all claims before checks are printed to catch any errors that may have happened and correct before the checks are printed. This has helped to keep from overpayments and getting refunds or carrying a credit with a company. Also have started doing the adding machine tape to ensure all items are caught on the claim.
- (2) With this new process all vouchers have documentation to match what is on the voucher for payment.
- (3) Title I Administrator signs all claims and reports. The backup to what we are billing for is attached to the reimbursement. This helps the administrator see how the funds are being done also through the process. They can see where we are with our funds.

As always we are trying to find ways to improve our controls but these are the ones that we have improved on.

Thank you,

Krista J Halbrader

Treasurer

(812) 354-8731 ext 702

khalbrader@pcsc.k12.in.us

PIKE COUNTY SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on December 18, 2013, with Krista J. Halbrader, Treasurer; Suzanne Blake, Superintendent of Schools; and Jerry Grubb, President of the School Board.