

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

SHELBYVILLE CENTRAL SCHOOLS
SHELBY COUNTY, INDIANA

July 1, 2011 to June 30, 2013



FILED
03/31/2014

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Michael Shreves	07-01-11 to 06-30-14
Superintendent of Schools	David A. Adams	07-01-11 to 06-30-14
President of the School Board	Dennis A. Hearne James C. Rees	07-01-11 to 12-31-13 01-01-14 to 12-31-14



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE SHELBYVILLE CENTRAL SCHOOLS, SHELBY COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Shelbyville Central Schools (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 March 6, 2014, 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.

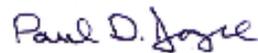
Accompanying Information

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, as listed in the Table of Contents, is presented for additional analysis and is not a required part of the financial statement. It has not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on it.



Paul D. Joyce, CPA
State Examiner

March 6, 2014



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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 SHELBYVILLE CENTRAL SCHOOLS, SHELBY 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 Shelbyville Central Schools (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 March 6, 2014, 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.

Our consideration of the internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not 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 items 2013-001 and 2013-002 to be material weaknesses.

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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2013-002.

Shelbyville Central Schools' Response to Findings

The School Corporation's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. The School Corporation's response was not subjected to the auditing procedures applied in the audit of the financial statement and, accordingly, we express no opinion on it.

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

March 6, 2014

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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.

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SHELBYVILLE CENTRAL SCHOOLS
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	\$ 1,039,491	\$ 24,225,302	\$ 23,377,905	\$ (677,736)	\$ 1,209,152	\$ 25,001,828	\$ 23,610,719	\$ (750,000)	\$ 1,850,261
Debt Service	2,371,726	5,251,322	4,953,000	-	2,670,048	5,657,772	5,541,375	-	2,786,445
Retirement/Severance Bond Debt Service	429,701	409,530	422,283	-	416,948	445,374	844,658	-	17,664
Capital Projects	1,088,168	3,142,472	2,909,936	1,028	1,321,732	3,168,045	3,376,469	-	1,113,308
School Transportation	582,131	1,955,543	1,746,571	-	791,103	1,748,896	1,729,340	-	810,659
School Bus Replacement	862,315	284,986	3,800	-	1,143,501	161,959	539,649	-	765,811
Rainy Day	4,306,571	-	421,764	900,000	4,784,807	-	-	750,000	5,534,807
Retirement/Severance Bond	428,998	2,307	125,777	-	305,528	792	74,395	-	231,925
Construction	162,869	12,500	200,369	-	(25,000)	12,500	545	-	(13,045)
School Lunch	675,787	2,005,377	1,783,273	-	897,891	2,088,455	1,880,587	-	1,105,759
Textbook Rental	32,444	345,045	431,256	-	(53,767)	344,731	508,063	-	(217,099)
BRSEC General	466,414	3,380	240,384	(222,264)	7,146	9,364	1,170	-	15,340
BRSEC Capital Projects	2,542	-	1,514	(1,028)	-	1,245	-	-	1,245
Educational License Plates	20,519	413	-	-	20,932	356	-	-	21,288
Alternative Education	24,582	11,524	-	-	36,106	15,824	-	-	51,930
SAFE School Haven	4,604	-	-	-	4,604	-	-	-	4,604
Early Intervention Grant	-	5,350	5,350	-	-	-	-	-	-
Early Intervention Grant - Coulston 2011-12	-	12,190	7,536	-	4,654	-	4,654	-	-
Early Intervention Grant - Hendricks 2011-12	-	12,190	9,860	-	2,330	-	2,330	-	-
Early Intervention Grant - Loper 2011-12	-	12,191	8,749	-	3,442	-	3,442	-	-
Early Intervention Grant - Coulston 2012-13	-	-	-	-	-	9,984	6,569	-	3,415
Early Intervention Grant - Hendricks 2012-13	-	-	-	-	-	9,984	8,577	-	1,407
Early Intervention Grant - Loper 2012-13	-	-	-	-	-	9,984	5,892	-	4,092
Reading Recovery	7,000	-	-	-	7,000	-	-	-	7,000
Lifeskills Donation	-	900	300	-	600	-	-	-	600
Triton Lions Special Ed Donation	-	-	-	-	-	100	-	-	100
Meredith Nugent Memorial	-	-	-	-	-	100	100	-	-
Knauf Donation	-	-	-	-	-	15,000	6,465	-	8,535
Exploratory World Languages	3,025	-	-	-	3,025	-	-	-	3,025
Instruction Support	10,776	6,856	8,640	-	8,992	6,615	5,450	-	10,157
SCTA Reading Goal Donation	500	-	-	-	500	-	500	-	-
BRF MS Science Lab Grant	50	-	-	-	50	-	-	-	50
Shelby County Drug Free Coalition	252	-	-	-	252	-	-	-	252
BRF Hugs Kisses	-	659	543	-	116	-	-	-	116
21st Century Lunch	-	-	-	-	-	500	391	-	109
RSVP	418	-	-	-	418	-	-	-	418
Walmart Foundation	836	-	-	-	836	-	836	-	-
Recreational Activities	-	-	-	-	-	5,000	1,902	-	3,098
Cultural Arts	332	-	-	-	332	-	-	-	332
After School Tutoring	92	-	-	-	92	-	-	-	92
Scholarships and Awards	1,000	-	-	-	1,000	-	-	-	1,000
Challenge in Education	5,871	-	-	-	5,871	-	-	-	5,871
Prevention Services Grant	(4,997)	6,673	1,676	-	-	-	-	-	-
Baby Safe Haven Grant	-	8,600	6,005	-	2,595	-	-	-	2,595

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

SHELBYVILLE CENTRAL SCHOOLS
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
BRF Mentoring 11-12	-	3,900	3,357	-	543	-	-	-	543
Prevention Services Grant 11-12	-	12,020	10,723	-	1,297	543	1,267	-	573
Baby Safe Haven Grant 12-13	-	8,600	-	-	8,600	-	6,030	-	2,570
ICJ Safe Haven Grant	-	-	-	-	-	3,642	6,300	-	(2,658)
BRF Mentoring 12-13	-	-	-	-	-	3,150	3,771	-	(621)
Prevention Services Grant 12-13	-	-	-	-	-	6,190	8,915	-	(2,725)
Walmart Foundation Teacher of the Year-03	1,000	-	-	-	1,000	-	-	-	1,000
Rush-Shelby Electric Grant	30	-	-	-	30	-	-	-	30
REMC Loper Grant	540	-	540	-	-	-	-	-	-
BRF PE Equipment Grant	179	-	-	-	179	-	-	-	179
Health Dept. Tobacco Prevention Grant	500	-	-	-	500	-	-	-	500
BRF Loper Musical Grant	100	-	100	-	-	-	-	-	-
BRF Loper Musical 2011-12	-	1,500	1,288	-	212	-	211	-	1
BRF Loper Musical 2012-13	-	-	-	-	-	600	565	-	35
BRF Hendricks Musical 2012-13	-	-	-	-	-	500	382	-	118
Drug Free Coalition	759	-	-	-	759	-	-	-	759
Drug Free Coalition Grant 2013	-	-	-	-	-	2,420	-	-	2,420
Coulston Outdoor Lab	361	-	-	-	361	-	-	-	361
BRF Arts Grant 2004	293	-	-	-	293	-	-	-	293
BRF Arts Grant Loper	15	-	-	-	15	-	-	-	15
Shelby County Arts Grant	43	-	-	-	43	-	-	-	43
BRF Jazz Grant	300	-	-	-	300	-	-	-	300
Rush-Shelby Reading Backpacks	750	-	-	-	750	-	-	-	750
BRF ELL Grant	-	41,054	253	-	40,801	1,360	38,131	-	4,030
Gifted and Talented	93	-	93	-	-	-	-	-	-
Gifted and Talented 2010-11	24,155	-	24,155	-	-	-	-	-	-
Gifted and Talented 2011-12	-	40,392	25,530	-	14,862	-	14,862	-	-
Gifted and Talented 2012-13	-	-	-	-	-	43,916	30,134	-	13,782
Tech Prep	1,911	-	-	-	1,911	-	-	-	1,911
Instructional Support	-	2,500	2,500	-	-	-	-	-	-
NESP 2010-11	262	-	262	-	-	-	-	-	-
NESP 2011-12	-	22,874	22,874	-	-	-	-	-	-
NESP 2012-13	-	-	-	-	-	22,419	19,108	-	3,311
School Technology	98,362	28,320	96,779	-	29,903	40,047	35,998	-	33,952
Math Innovation Grant	5,896	-	5,896	-	-	-	-	-	-
Technology Plan Buddy	200	-	-	-	200	-	-	-	200
Performance Based Awards	11,667	-	-	-	11,667	-	-	-	11,667
Indiana School Academic Improvement Program (ISAIP)	1,028	-	-	1,028	1,028	-	-	-	1,028
Access Indiana	4,244	-	-	-	4,244	-	-	-	4,244
Miscellaneous Programs	101	-	-	-	101	-	-	-	101
Target Grant	24	-	-	-	24	-	-	-	24
Target Make a Book - Hendricks	10	-	-	-	10	-	-	-	10
Target Make a Book - Loper	108	-	-	-	108	-	-	-	108
County Council Racino Grant	(9,096)	10,701	1,605	-	-	-	-	-	-

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

SHELBYVILLE CENTRAL SCHOOLS
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			Other Financing	Cash and Investments			Other Financing	Cash and Investments
	07-01-11	Receipts	Disbursements	Sources (Uses)	06-30-12	Receipts	Disbursements	Sources (Uses)	06-30-13
Harcourt ESL Award	760	-	-	-	760	-	-	-	760
IPLA Grant	716	-	-	-	716	-	-	-	716
Target Field Trip Grant	601	-	-	-	601	-	-	-	601
Technology Leadership	200	-	-	-	200	-	-	-	200
Senator David Ford Technology	-	-	-	-	-	2,920	2,920	-	-
Excess PTRC Distributions	61,442	-	-	-	61,442	-	-	-	61,442
Regional Library Meeting	24	-	-	-	24	-	-	-	24
Electronic Assessment in Fine Arts	267	-	-	-	267	-	-	-	267
CP Morgan Promotions	878	-	-	-	878	-	878	-	-
Cash for College Grant	-	-	-	-	-	1,000	-	-	1,000
Title I 2010-11	11,293	106,287	78,943	(38,637)	-	-	-	-	-
Title I 2011-12	-	677,817	731,466	38,637	(15,012)	123,037	124,814	16,789	-
Title I 2012-13	-	-	-	-	-	681,839	745,191	-	(63,352)
Title I N/D 2009-10	5,275	12,870	15,229	3,683	6,599	-	-	-	6,599
Title I N/D 2010-11	3,344	-	(339)	(3,683)	-	-	-	-	-
Title I N/D 2012-13	-	-	-	-	-	5,802	7,105	-	(1,303)
Title I N/D 2008-09	3,705	-	-	-	3,705	-	-	-	3,705
Title V, Part A 2007-09	2,305	-	-	-	2,305	-	-	-	2,305
IDEA Spec Education 2010-11	(66,455)	200,713	134,258	-	-	-	-	-	-
IDEA Spec Education 2011-12	-	660,457	726,698	-	(66,241)	209,927	143,686	-	-
IDEA Spec Education 2012-13	-	-	-	-	-	698,506	780,196	-	(81,690)
(IDEA, Part B) LEA Capacity Building (Sliver) Grants	-	-	-	-	-	-	14,841	-	(14,841)
IDEA Preschool 2010-11	(2,983)	10,293	7,310	-	-	-	-	-	-
IDEA Preschool 2011-12	-	28,470	31,451	-	(2,981)	7,039	4,058	-	-
IDEA Preschool 2012-13	-	-	-	-	-	29,139	32,075	-	(2,936)
Title IV Drug Free 2009-10	11,368	-	11,368	-	-	-	-	-	-
Team Nutrition Training Grants	1,017	-	1,017	-	-	-	-	-	-
Class Size Reduction	1,415	-	1,415	-	-	-	-	-	-
Title II Part A 2010-11	(48,410)	89,398	40,988	-	-	-	-	-	-
Title II Part A 2011-12	-	53,144	53,872	-	(728)	64,884	47,367	(16,789)	-
Title II Part A 2012-13	-	-	-	-	-	26,008	40,637	-	(14,629)
Classroom Innovation Grant 2011	-	164,057	227,656	-	(63,599)	112,428	48,829	-	-
Classroom Innovation Grant 2012	-	-	-	-	-	5,484	15,693	-	(10,209)
Title III 2010-11	(7,061)	14,967	7,906	-	-	-	-	-	-
Title III 2011-12	-	22,301	28,566	-	(6,265)	6,721	456	-	-
Title III 2012-13	-	-	-	-	-	25,513	32,242	-	(6,729)
Title I - Grants to LEAs	1,125	(106)	1,019	-	-	-	-	-	-
Special Education - Part B	1,572	-	1,572	-	-	-	-	-	-
Title I - Part D, Subpart 2	(10,953)	19,884	8,931	-	-	-	-	-	-
Education Jobs	-	754,324	754,324	-	-	15,402	15,402	-	-
Coke	-	19,479	18,943	-	536	15,675	16,109	-	102
Payroll Withholding	5,076	7,117,345	7,111,210	-	11,211	6,369,961	6,369,528	-	11,644
Totals	<u>\$ 12,644,373</u>	<u>\$ 47,838,871</u>	<u>\$ 46,856,249</u>	<u>\$ -</u>	<u>\$ 13,626,995</u>	<u>\$ 47,240,480</u>	<u>\$ 46,761,779</u>	<u>\$ -</u>	<u>\$ 14,105,696</u>

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

SHELBYVILLE CENTRAL SCHOOLS
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

School Corporation, as used herein, shall include, but is not limited to, school townships, school towns, school cities, consolidated school corporations, joint schools, metropolitan school districts, township school districts, county schools, united schools, school districts, cooperatives, educational service centers, community schools, community school corporations, and charter schools.

The School Corporation was established under the laws of the State of Indiana. The School Corporation operates under a Board of School Trustees form of government and provides educational services.

The accompanying financial statement presents the financial information for the School Corporation.

B. Basis of Accounting

The financial statement is reported on a regulatory basis of accounting prescribed by the 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.

SHELBYVILLE CENTRAL SCHOOLS
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.

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

E. Disbursements

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

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

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

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

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

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

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

F. Other Financing Sources and Uses

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

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.

SHELBYVILLE CENTRAL SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

Note 4. Deposits and Investments

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

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

SHELBYVILLE CENTRAL SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 5. Risk Management

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

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

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

SHELBYVILLE CENTRAL SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

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. Negative Receipts and Disbursements

The financial statement contains some receipts and/or disbursements which appear as negative entries. This is a result of the correction of errors from prior periods. The errors made in the prior period were corrected by reversing the original entry. Since the original entry and the correction were in separate periods, a negative receipt/disbursement was shown in the current period.

Note 8. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. For some funds it is the result of expenditures exceeding revenues, for other funds it is a result of the funds being set up for reimbursable grants. The reimbursements for expenditures made by the School Corporation were not received by June 30, 2013.

SHELBYVILLE CENTRAL SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 9. Holding Corporations

The School Corporation has entered into a capital lease with Shelbyville Elementary School Building Corporation, Shelbyville Middle School Building Corporation, and Shelbyville Central Renovation Building Corporation (the lessors). The lessors were 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 lessors have been determined to be related parties of the School Corporation. Lease payments during the years 2012 and 2013 totaled \$5,791,893 and \$6,270,253, 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.

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	Construction	School Lunch
Cash and investments - beginning	\$ 1,039,491	\$ 2,371,726	\$ 429,701	\$ 1,088,168	\$ 582,131	\$ 862,315	\$ 4,306,571	\$ 428,998	\$ 162,869	\$ 675,787
Receipts:										
Local sources	279,599	5,251,322	409,530	3,142,472	1,955,543	284,986	-	2,307	12,500	841,698
Intermediate sources	6,937	-	-	-	-	-	-	-	-	-
State sources	23,938,652	-	-	-	-	-	-	-	-	17,836
Federal sources	-	-	-	-	-	-	-	-	-	1,144,683
Other	114	-	-	-	-	-	-	-	-	1,160
Total receipts	<u>24,225,302</u>	<u>5,251,322</u>	<u>409,530</u>	<u>3,142,472</u>	<u>1,955,543</u>	<u>284,986</u>	<u>-</u>	<u>2,307</u>	<u>12,500</u>	<u>2,005,377</u>
Disbursements:										
Current:										
Instruction	17,609,703	-	-	-	-	-	-	125,777	-	-
Support services	5,379,982	-	-	1,636,328	1,746,571	3,800	-	-	-	2,034
Noninstructional services	387,767	-	-	-	-	-	-	-	-	1,764,039
Facilities acquisition and construction	453	-	-	1,273,608	-	-	-	-	200,369	17,200
Debt services	-	4,953,000	422,283	-	-	-	421,764	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>23,377,905</u>	<u>4,953,000</u>	<u>422,283</u>	<u>2,909,936</u>	<u>1,746,571</u>	<u>3,800</u>	<u>421,764</u>	<u>125,777</u>	<u>200,369</u>	<u>1,783,273</u>
Excess (deficiency) of receipts over disbursements	<u>847,397</u>	<u>298,322</u>	<u>(12,753)</u>	<u>232,536</u>	<u>208,972</u>	<u>281,186</u>	<u>(421,764)</u>	<u>(123,470)</u>	<u>(187,869)</u>	<u>222,104</u>
Other financing sources (uses):										
Transfers in	222,264	-	-	1,028	-	-	900,000	-	-	-
Transfers out	(900,000)	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>(677,736)</u>	<u>-</u>	<u>-</u>	<u>1,028</u>	<u>-</u>	<u>-</u>	<u>900,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>169,661</u>	<u>298,322</u>	<u>(12,753)</u>	<u>233,564</u>	<u>208,972</u>	<u>281,186</u>	<u>478,236</u>	<u>(123,470)</u>	<u>(187,869)</u>	<u>222,104</u>
Cash and investments - ending	<u>\$ 1,209,152</u>	<u>\$ 2,670,048</u>	<u>\$ 416,948</u>	<u>\$ 1,321,732</u>	<u>\$ 791,103</u>	<u>\$ 1,143,501</u>	<u>\$ 4,784,807</u>	<u>\$ 305,528</u>	<u>\$ (25,000)</u>	<u>\$ 897,891</u>

SHELBYVILLE CENTRAL 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)

	Textbook Rental	BRSEC General	BRSEC Capital Projects	Educational License Plates	Alternative Education	SAFE School Haven	Early Intervention Grant	Early Intervention Grant Coulston 2011-12	Early Intervention Grant Hendricks 2011-12	Early Intervention Grant Loper 2011-12
Cash and investments - beginning	\$ 32,444	\$ 466,414	\$ 2,542	\$ 20,519	\$ 24,582	\$ 4,604	\$ -	\$ -	\$ -	\$ -
Receipts:										
Local sources	185,334	3,380	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	413	-	-	-	-	-	-
State sources	157,711	-	-	-	11,524	-	5,350	12,190	12,190	12,191
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	2,000	-	-	-	-	-	-	-	-	-
Total receipts	345,045	3,380	-	413	11,524	-	5,350	12,190	12,190	12,191
Disbursements:										
Current:										
Instruction	-	-	-	-	-	-	5,350	7,536	9,860	8,749
Support services	431,256	240,384	598	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	916	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	431,256	240,384	1,514	-	-	-	5,350	7,536	9,860	8,749
Excess (deficiency) of receipts over disbursements	(86,211)	(237,004)	(1,514)	413	11,524	-	-	4,654	2,330	3,442
Other financing sources (uses):										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	(222,264)	(1,028)	-	-	-	-	-	-	-
Total other financing sources (uses)	-	(222,264)	(1,028)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(86,211)	(459,268)	(2,542)	413	11,524	-	-	4,654	2,330	3,442
Cash and investments - ending	\$ (53,767)	\$ 7,146	\$ -	\$ 20,932	\$ 36,106	\$ 4,604	\$ -	\$ 4,654	\$ 2,330	\$ 3,442

SHELBYVILLE CENTRAL 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)

	Early Intervention Grant Coulston 2012-13	Early Intervention Grant Hendricks 2012-13	Early Intervention Grant Loper 2012-13	Reading Recovery	Lifeskills Donation	Triton Lions Special Education Donation	Meredith Nugent Memorial	Knauf Donation	Exploratory World Languages	Instruction Support
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 7,000	\$ -	\$ -	\$ -	\$ -	\$ 3,025	\$ 10,776
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	6,856
Intermediate sources	-	-	-	-	900	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	900	-	-	-	-	6,856
Disbursements:										
Current:										
Instruction	-	-	-	-	-	-	-	-	-	4,173
Support services	-	-	-	-	-	-	-	-	-	4,467
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	300	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	300	-	-	-	-	8,640
Excess (deficiency) of receipts over disbursements	-	-	-	-	600	-	-	-	-	(1,784)
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	-	-	-	-	600	-	-	-	-	(1,784)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 7,000	\$ 600	\$ -	\$ -	\$ -	\$ 3,025	\$ 8,992

SHELBYVILLE CENTRAL 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)

	SCTA Reading Goal Donation	BRF MS Science Lab Grant	Shelby County Drug Free Coalition	BRF Hugs Kisses	21st Century Lunch	RSVP	Walmart Foundation	Recreational Activities	Cultural Arts	After School Tutoring
Cash and investments - beginning	\$ 500	\$ 50	\$ 252	\$ -	\$ -	\$ 418	\$ 836	\$ -	\$ 332	\$ 92
Receipts:										
Local sources	-	-	-	659	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	659	-	-	-	-	-	-
Disbursements:										
Current:										
Instruction	-	-	-	543	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	543	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	116	-	-	-	-	-	-
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	-	-	-	116	-	-	-	-	-	-
Cash and investments - ending	\$ 500	\$ 50	\$ 252	\$ 116	\$ -	\$ 418	\$ 836	\$ -	\$ 332	\$ 92

SHELBYVILLE CENTRAL 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)

	Scholarships and Awards	Challenge in Education	Prevention Services Grant	Baby Safe Haven Grant	BRF Mentoring 11-12	Prevention Services Grant 11-12	Baby Safe Haven Grant 12-13	ICJ Safe Haven Grant	BRF Mentoring 12-13	Prevention Services Grant 12-13
Cash and investments - beginning	\$ 1,000	\$ 5,871	\$ (4,997)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:										
Local sources	-	-	6,673	8,600	-	12,020	8,600	-	-	-
Intermediate sources	-	-	-	-	3,900	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	6,673	8,600	3,900	12,020	8,600	-	-	-
Disbursements:										
Current:										
Instruction	-	-	1,676	6,005	3,357	10,723	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	1,676	6,005	3,357	10,723	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	4,997	2,595	543	1,297	8,600	-	-	-
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	-	-	4,997	2,595	543	1,297	8,600	-	-	-
Cash and investments - ending	\$ 1,000	\$ 5,871	\$ -	\$ 2,595	\$ 543	\$ 1,297	\$ 8,600	\$ -	\$ -	\$ -

SHELBYVILLE CENTRAL 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)

	Walmart Foundation Teacher of the Year-03	Rush-Shelby Electric Grant	REMC Loper Grant	BRF PE Equipment Grant	Health Dept. Tobacco Prevention Grant	BRF Loper Musical Grant	BRF Loper Musical 2011-12	BRF Loper Musical 2012-13	BRF Hendricks Musical 2012-13
Cash and investments - beginning	\$ 1,000	\$ 30	\$ 540	\$ 179	\$ 500	\$ 100	\$ -	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	1,500	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	1,500	-	-
Disbursements:									
Current:									
Instruction	-	-	-	-	-	100	1,288	-	-
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	540	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	540	-	-	100	1,288	-	-
Excess (deficiency) of receipts over disbursements	-	-	(540)	-	-	(100)	212	-	-
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	-	-	(540)	-	-	(100)	212	-	-
Cash and investments - ending	\$ 1,000	\$ 30	\$ -	\$ 179	\$ 500	\$ -	\$ 212	\$ -	\$ -

SHELBYVILLE CENTRAL 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)

	Drug Free Coalition	Drug Free Coalition Grant 2013	Coulston Outdoor Lab	BRF Arts Grant 2004	BRF Arts Grant Loper	Shelby County Arts Grant	BRF Jazz Grant	Rush-Shelby Reading Backpacks	BRF ELL Grant
Cash and investments - beginning	\$ 759	\$ -	\$ 361	\$ 293	\$ 15	\$ 43	\$ 300	\$ 750	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	41,054
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	-	-	41,054
Disbursements:									
Current:									
Instruction	-	-	-	-	-	-	-	-	253
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	-	-	253
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-	-	40,801
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	-	-	-	-	-	-	-	-	40,801
Cash and investments - ending	\$ 759	\$ -	\$ 361	\$ 293	\$ 15	\$ 43	\$ 300	\$ 750	\$ 40,801

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

	Gifted and Talented	Gifted and Talented 2010-11	Gifted and Talented 2011-12	Gifted and Talented 2012-13	Tech Prep	Instructional Support	NESP 2010-11	NESP 2011-12	NESP 2012-13
Cash and investments - beginning	\$ 93	\$ 24,155	\$ -	\$ -	\$ 1,911	\$ -	\$ 262	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	40,392	-	-	2,500	-	22,874	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	40,392	-	-	2,500	-	22,874	-
Disbursements:									
Current:									
Instruction	93	24,155	25,530	-	-	2,500	262	22,874	-
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	93	24,155	25,530	-	-	2,500	262	22,874	-
Excess (deficiency) of receipts over disbursements	(93)	(24,155)	14,862	-	-	-	(262)	-	-
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	(93)	(24,155)	14,862	-	-	-	(262)	-	-
Cash and investments - ending	\$ -	\$ -	\$ 14,862	\$ -	\$ 1,911	\$ -	\$ -	\$ -	\$ -

SHELBYVILLE CENTRAL 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 Technology	Math Innovation Grant	Technology Plan Buddy	Performance Based Awards	Indiana School Academic Improvement Program	Access Indiana	Miscellaneous Programs	Target Grant	Target Make A Book - Hendricks
Cash and investments - beginning	\$ 98,362	\$ 5,896	\$ 200	\$ 11,667	\$ 1,028	\$ 4,244	\$ 101	\$ 24	\$ 10
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	28,320	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	<u>28,320</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:									
Current:									
Instruction	-	5,896	-	-	-	-	-	-	-
Support services	96,779	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>96,779</u>	<u>5,896</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(68,459)</u>	<u>(5,896)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(68,459)</u>	<u>(5,896)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 29,903</u>	<u>\$ -</u>	<u>\$ 200</u>	<u>\$ 11,667</u>	<u>\$ 1,028</u>	<u>\$ 4,244</u>	<u>\$ 101</u>	<u>\$ 24</u>	<u>\$ 10</u>

SHELBYVILLE CENTRAL 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)

	Target Make A Book - Loper	County Council Racino Grant	Harcourt ESL Award	IPLA Grant	Target Field Trip Grant	Technology Leadership	Senator David Ford Technology	Excess PTRC Distributions	Regional Library Meeting
Cash and investments - beginning	\$ 108	\$ (9,096)	\$ 760	\$ 716	\$ 601	\$ 200	\$ -	\$ 61,442	\$ 24
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	10,701	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	10,701	-	-	-	-	-	-	-
Disbursements:									
Current:									
Instruction	-	1,605	-	-	-	-	-	-	-
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	1,605	-	-	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	9,096	-	-	-	-	-	-	-
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	-	9,096	-	-	-	-	-	-	-
Cash and investments - ending	\$ 108	\$ -	\$ 760	\$ 716	\$ 601	\$ 200	\$ -	\$ 61,442	\$ 24

SHELBYVILLE CENTRAL 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)

	Electronic Assessments In Fine Arts	CP Morgan Promotions	Cash for College Grant	Title I 2010-11	Title I 2011-12	Title I 2012-13	Title I N/D 2009-10	Title I N/D 2010-11	Title I N/D 2012-13
Cash and investments - beginning	\$ 267	\$ 878	\$ -	\$ 11,293	\$ -	\$ -	\$ 5,275	\$ 3,344	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	106,287	677,817	-	12,870	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	106,287	677,817	-	12,870	-	-
Disbursements:									
Current:									
Instruction	-	-	-	50,663	648,081	-	5,885	(155)	-
Support services	-	-	-	28,280	71,667	-	9,344	(184)	-
Noninstructional services	-	-	-	-	11,718	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	78,943	731,466	-	15,229	(339)	-
Excess (deficiency) of receipts over disbursements	-	-	-	27,344	(53,649)	-	(2,359)	339	-
Other financing sources (uses):									
Transfers in	-	-	-	-	38,637	-	3,683	-	-
Transfers out	-	-	-	(38,637)	-	-	-	(3,683)	-
Total other financing sources (uses)	-	-	-	(38,637)	38,637	-	3,683	(3,683)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	(11,293)	(15,012)	-	1,324	(3,344)	-
Cash and investments - ending	\$ 267	\$ 878	\$ -	\$ -	\$ (15,012)	\$ -	\$ 6,599	\$ -	\$ -

SHELBYVILLE CENTRAL 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 N/D 2008-09	Title V Part A 2007-09	IDEA Special Education 2010-11	IDEA Special Education 2011-12	IDEA Special Education 2012-13	(IDEA, Part B) LEA Capacity Building (Sliver) Grants	IDEA Preschool 2010-11	IDEA Preschool 2011-12	IDEA Preschool 2012-13
Cash and investments - beginning	\$ 3,705	\$ 2,305	\$ (66,455)	\$ -	\$ -	\$ -	\$ (2,983)	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	200,713	660,457	-	-	10,293	28,470	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	200,713	660,457	-	-	10,293	28,470	-
Disbursements:									
Current:									
Instruction	-	-	134,258	726,698	-	-	7,310	31,451	-
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	134,258	726,698	-	-	7,310	31,451	-
Excess (deficiency) of receipts over disbursements	-	-	66,455	(66,241)	-	-	2,983	(2,981)	-
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	-	-	66,455	(66,241)	-	-	2,983	(2,981)	-
Cash and investments - ending	\$ 3,705	\$ 2,305	\$ -	\$ (66,241)	\$ -	\$ -	\$ -	\$ (2,981)	\$ -

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

	Title IV Drug Free 2009-10	Team Nutrition Training Grants	Class Size Reduction	Title II Part A 2010-11	Title II Part A 2011-12	Title II Part A 2012-13	Classroom Innovation Grant 2011	Classroom Innovation Grant 2012	Title III 2010-11
Cash and investments - beginning	\$ 11,368	\$ 1,017	\$ 1,415	\$ (48,410)	\$ -	\$ -	\$ -	\$ -	\$ (7,061)
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	89,398	53,044	-	164,057	-	14,967
Other	-	-	-	-	100	-	-	-	-
Total receipts	-	-	-	89,398	53,144	-	164,057	-	14,967
Disbursements:									
Current:									
Instruction	11,368	-	1,415	40,988	53,872	-	227,656	-	7,906
Support services	-	1,017	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	11,368	1,017	1,415	40,988	53,872	-	227,656	-	7,906
Excess (deficiency) of receipts over disbursements	(11,368)	(1,017)	(1,415)	48,410	(728)	-	(63,599)	-	7,061
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	(11,368)	(1,017)	(1,415)	48,410	(728)	-	(63,599)	-	7,061
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ (728)	\$ -	\$ (63,599)	\$ -	\$ -

SHELBYVILLE CENTRAL 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 III 2011-12	Title III 2012-13	Title 1 - Grants to LEAs	Special Education - Part B	Title 1 - Part D, Subpart 2	Education Jobs	Coke	Payroll Withholding	Totals
Cash and investments - beginning	\$ -	\$ -	\$ 1,125	\$ 1,572	\$ (10,953)	\$ -	\$ -	\$ 5,076	\$ 12,644,373
Receipts:									
Local sources	-	-	(106)	-	-	-	-	-	12,411,973
Intermediate sources	-	-	-	-	-	-	-	-	65,405
State sources	-	-	-	-	-	-	-	-	24,261,730
Federal sources	22,301	-	-	-	19,884	754,324	-	-	3,959,565
Other	-	-	-	-	-	-	19,479	7,117,345	7,140,198
Total receipts	22,301	-	(106)	-	19,884	754,324	19,479	7,117,345	47,838,871
Disbursements:									
Current:									
Instruction	28,566	-	1,019	1,572	3,931	618,114	-	-	20,478,606
Support services	-	-	-	-	5,000	136,210	-	-	9,793,533
Noninstructional services	-	-	-	-	-	-	-	-	2,163,524
Facilities acquisition and construction	-	-	-	-	-	-	-	-	1,493,386
Debt services	-	-	-	-	-	-	-	-	5,797,047
Nonprogrammed charges	-	-	-	-	-	-	18,943	7,111,210	7,130,153
Total disbursements	28,566	-	1,019	1,572	8,931	754,324	18,943	7,111,210	46,856,249
Excess (deficiency) of receipts over disbursements	(6,265)	-	(1,125)	(1,572)	10,953	-	536	6,135	982,622
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	1,165,612
Transfers out	-	-	-	-	-	-	-	-	(1,165,612)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(6,265)	-	(1,125)	(1,572)	10,953	-	536	6,135	982,622
Cash and investments - ending	\$ (6,265)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 536	\$ 11,211	\$ 13,626,995

SHELBYVILLE CENTRAL SCHOOLS
 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	Retirement/ Severance Bond	Construction	School Lunch
Cash and investments - beginning	\$ 1,209,152	\$ 2,670,048	\$ 416,948	\$ 1,321,732	\$ 791,103	\$ 1,143,501	\$ 4,784,807	\$ 305,528	\$ (25,000)	\$ 897,891
Receipts:										
Local sources	228,958	5,657,772	445,374	3,168,045	1,748,896	161,959	-	792	12,500	836,730
Intermediate sources	16	-	-	-	-	-	-	-	-	-
State sources	24,772,801	-	-	-	-	-	-	-	-	17,775
Federal sources	-	-	-	-	-	-	-	-	-	1,233,340
Other	53	-	-	-	-	-	-	-	-	610
Total receipts	<u>25,001,828</u>	<u>5,657,772</u>	<u>445,374</u>	<u>3,168,045</u>	<u>1,748,896</u>	<u>161,959</u>	<u>-</u>	<u>792</u>	<u>12,500</u>	<u>2,088,455</u>
Disbursements:										
Current:										
Instruction	17,332,614	-	-	-	-	-	-	74,395	-	-
Support services	5,882,832	-	-	1,753,671	1,729,340	539,649	-	-	200	1,708
Noninstructional services	390,564	-	-	-	-	-	-	-	-	1,859,202
Facilities acquisition and construction	4,709	-	-	1,622,798	-	-	-	-	345	19,677
Debt services	-	5,541,375	844,658	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>23,610,719</u>	<u>5,541,375</u>	<u>844,658</u>	<u>3,376,469</u>	<u>1,729,340</u>	<u>539,649</u>	<u>-</u>	<u>74,395</u>	<u>545</u>	<u>1,880,587</u>
Excess (deficiency) of receipts over disbursements	<u>1,391,109</u>	<u>116,397</u>	<u>(399,284)</u>	<u>(208,424)</u>	<u>19,556</u>	<u>(377,690)</u>	<u>-</u>	<u>(73,603)</u>	<u>11,955</u>	<u>207,868</u>
Other financing sources (uses):										
Transfers in	-	-	-	-	-	-	750,000	-	-	-
Transfers out	(750,000)	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>(750,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>750,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>641,109</u>	<u>116,397</u>	<u>(399,284)</u>	<u>(208,424)</u>	<u>19,556</u>	<u>(377,690)</u>	<u>750,000</u>	<u>(73,603)</u>	<u>11,955</u>	<u>207,868</u>
Cash and investments - ending	<u>\$ 1,850,261</u>	<u>\$ 2,786,445</u>	<u>\$ 17,664</u>	<u>\$ 1,113,308</u>	<u>\$ 810,659</u>	<u>\$ 765,811</u>	<u>\$ 5,534,807</u>	<u>\$ 231,925</u>	<u>\$ (13,045)</u>	<u>\$ 1,105,759</u>

SHELBYVILLE CENTRAL SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Textbook Rental	BRSEC General	BRSEC Capital Projects	Educational License Plates	Alternative Education	SAFE School Haven	Early Intervention Grant	Early Intervention Grant Coulston 2011-12	Early Intervention Grant Hendricks 2011-12	Early Intervention Grant Loper 2011-12
Cash and investments - beginning	\$ (53,767)	\$ 7,146	\$ -	\$ 20,932	\$ 36,106	\$ 4,604	\$ -	\$ 4,654	\$ 2,330	\$ 3,442
Receipts:										
Local sources	184,718	9,364	1,245	-	-	-	-	-	-	-
Intermediate sources	-	-	-	356	-	-	-	-	-	-
State sources	158,413	-	-	-	15,824	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	1,600	-	-	-	-	-	-	-	-	-
Total receipts	344,731	9,364	1,245	356	15,824	-	-	-	-	-
Disbursements:										
Current:										
Instruction	-	-	-	-	-	-	-	-	-	-
Support services	508,063	1,170	-	-	-	-	4,654	2,330	3,442	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	508,063	1,170	-	-	-	-	4,654	2,330	3,442	-
Excess (deficiency) of receipts over disbursements	(163,332)	8,194	1,245	356	15,824	-	(4,654)	(2,330)	(3,442)	-
Other financing sources (uses):										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(163,332)	8,194	1,245	356	15,824	-	(4,654)	(2,330)	(3,442)	-
Cash and investments - ending	\$ (217,099)	\$ 15,340	\$ 1,245	\$ 21,288	\$ 51,930	\$ 4,604	\$ -	\$ -	\$ -	\$ -

SHELBYVILLE CENTRAL SCHOOLS
 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 Coulston 2012-13	Early Intervention Grant Hendricks 2012-13	Early Intervention Grant Loper 2012-13	Reading Recovery	Lifeskills Donation	Triton Lions Special Education Donation	Meredith Nugent Memorial	Knauf Donation	Exploratory World Languages	Instruction Support
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 7,000	\$ 600	\$ -	\$ -	\$ -	\$ 3,025	\$ 8,992
Receipts:										
Local sources	-	-	-	-	-	-	-	15,000	-	6,615
Intermediate sources	-	-	-	-	-	100	100	-	-	-
State sources	9,984	9,984	9,984	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	<u>9,984</u>	<u>9,984</u>	<u>9,984</u>	-	-	<u>100</u>	<u>100</u>	<u>15,000</u>	-	<u>6,615</u>
Disbursements:										
Current:										
Instruction	6,569	8,577	5,892	-	-	-	100	-	-	908
Support services	-	-	-	-	-	-	-	6,465	-	4,542
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>6,569</u>	<u>8,577</u>	<u>5,892</u>	-	-	-	<u>100</u>	<u>6,465</u>	-	<u>5,450</u>
Excess (deficiency) of receipts over disbursements	<u>3,415</u>	<u>1,407</u>	<u>4,092</u>	-	-	<u>100</u>	-	<u>8,535</u>	-	<u>1,165</u>
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	<u>3,415</u>	<u>1,407</u>	<u>4,092</u>	-	-	<u>100</u>	-	<u>8,535</u>	-	<u>1,165</u>
Cash and investments - ending	<u>\$ 3,415</u>	<u>\$ 1,407</u>	<u>\$ 4,092</u>	<u>\$ 7,000</u>	<u>\$ 600</u>	<u>\$ 100</u>	<u>\$ -</u>	<u>\$ 8,535</u>	<u>\$ 3,025</u>	<u>\$ 10,157</u>

SHELBYVILLE CENTRAL SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	SCTA Reading Goal Donation	BRF MS Science Lab Grant	Shelby County Drug Free Coalition	BRF Hugs Kisses	21st Century Lunch	RSVP	Walmart Foundation	Recreational Activities	Cultural Arts	After School Tutoring
Cash and investments - beginning	\$ 500	\$ 50	\$ 252	\$ 116	\$ -	\$ 418	\$ 836	\$ -	\$ 332	\$ 92
Receipts:										
Local sources	-	-	-	-	500	-	-	5,000	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	500	-	-	5,000	-	-
Disbursements:										
Current:										
Instruction	500	-	-	-	391	-	836	-	-	-
Support services	-	-	-	-	-	-	-	1,902	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	500	-	-	-	391	-	836	1,902	-	-
Excess (deficiency) of receipts over disbursements	(500)	-	-	-	109	-	(836)	3,098	-	-
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	(500)	-	-	-	109	-	(836)	3,098	-	-
Cash and investments - ending	\$ -	\$ 50	\$ 252	\$ 116	\$ 109	\$ 418	\$ -	\$ 3,098	\$ 332	\$ 92

SHELBYVILLE CENTRAL SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Scholarships and Awards	Challenge in Education	Prevention Services Grant	Baby Safe Haven Grant	BRF Mentoring 11-12	Prevention Services Grant 11-12	Baby Safe Haven Grant 12-13	ICJ Safe Haven Grant	BRF Mentoring 12-13	Prevention Services Grant 12-13
Cash and investments - beginning	\$ 1,000	\$ 5,871	\$ -	\$ 2,595	\$ 543	\$ 1,297	\$ 8,600	\$ -	\$ -	\$ -
Receipts:										
Local sources	-	-	-	-	-	543	-	-	3,150	6,190
Intermediate sources	-	-	-	-	-	-	-	3,642	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	543	-	3,642	3,150	6,190
Disbursements:										
Current:										
Instruction	-	-	-	-	-	1,267	6,030	6,300	3,771	8,445
Support services	-	-	-	-	-	-	-	-	-	470
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	1,267	6,030	6,300	3,771	8,915
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	(724)	(6,030)	(2,658)	(621)	(2,725)
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	-	-	-	-	-	(724)	(6,030)	(2,658)	(621)	(2,725)
Cash and investments - ending	\$ 1,000	\$ 5,871	\$ -	\$ 2,595	\$ 543	\$ 573	\$ 2,570	\$ (2,658)	\$ (621)	\$ (2,725)

SHELBYVILLE CENTRAL SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Walmart Foundation Teacher of the Year-03	Rush-Shelby Electric Grant	REMC Loper Grant	BRF PE Equipment Grant	Health Dept. Tobacco Prevention Grant	BRF Loper Musical Grant	BRF Loper Musical 2011-12	BRF Loper Musical 2012-13	BRF Hendricks Musical 2012-13
Cash and investments - beginning	\$ 1,000	\$ 30	\$ -	\$ 179	\$ 500	\$ -	\$ 212	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	600	500
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	-	600	500
Disbursements:									
Current:									
Instruction	-	-	-	-	-	-	211	565	382
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	211	565	382
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	(211)	35	118
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	-	-	-	-	-	-	(211)	35	118
Cash and investments - ending	\$ 1,000	\$ 30	\$ -	\$ 179	\$ 500	\$ -	\$ 1	\$ 35	\$ 118

SHELBYVILLE CENTRAL SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Drug Free Coalition	Drug Free Coalition Grant 2013	Coulston Outdoor Lab	BRF Arts Grant 2004	BRF Arts Grant Loper	Shelby County Arts Grant	BRF Jazz Grant	Rush-Shelby Reading Backpacks	BRF ELL Grant
Cash and investments - beginning	\$ 759	\$ -	\$ 361	\$ 293	\$ 15	\$ 43	\$ 300	\$ 750	\$ 40,801
Receipts:									
Local sources	-	2,420	-	-	-	-	-	-	1,360
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	2,420	-	-	-	-	-	-	1,360
Disbursements:									
Current:									
Instruction	-	-	-	-	-	-	-	-	38,131
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	-	-	38,131
Excess (deficiency) of receipts over disbursements	-	2,420	-	-	-	-	-	-	(36,771)
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	-	2,420	-	-	-	-	-	-	(36,771)
Cash and investments - ending	\$ 759	\$ 2,420	\$ 361	\$ 293	\$ 15	\$ 43	\$ 300	\$ 750	\$ 4,030

SHELBYVILLE CENTRAL SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Gifted and Talented	Gifted and Talented 2010-11	Gifted and Talented 2011-12	Gifted and Talented 2012-13	Tech Prep	Instructional Support	NESP 2010-11	NESP 2011-12	NESP 2012-13
Cash and investments - beginning	\$ -	\$ -	\$ 14,862	\$ -	\$ 1,911	\$ -	\$ -	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	43,916	-	-	-	-	22,419
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	43,916	-	-	-	-	22,419
Disbursements:									
Current:									
Instruction	-	-	14,862	30,134	-	-	-	-	19,108
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	14,862	30,134	-	-	-	-	19,108
Excess (deficiency) of receipts over disbursements	-	-	(14,862)	13,782	-	-	-	-	3,311
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	-	-	(14,862)	13,782	-	-	-	-	3,311
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 13,782	\$ 1,911	\$ -	\$ -	\$ -	\$ 3,311

SHELBYVILLE CENTRAL SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	School Technology	Math Innovation Grant	Technology Plan Buddy	Performance Based Awards	Indiana School Academic Improvement Program	Access Indiana	Miscellaneous Programs	Target Grant	Target Make A Book - Hendricks
Cash and investments - beginning	\$ 29,903	\$ -	\$ 200	\$ 11,667	\$ 1,028	\$ 4,244	\$ 101	\$ 24	\$ 10
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	40,047	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	<u>40,047</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:									
Current:									
Instruction	-	-	-	-	-	-	-	-	-
Support services	35,998	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>35,998</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>4,049</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>4,049</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 33,952</u>	<u>\$ -</u>	<u>\$ 200</u>	<u>\$ 11,667</u>	<u>\$ 1,028</u>	<u>\$ 4,244</u>	<u>\$ 101</u>	<u>\$ 24</u>	<u>\$ 10</u>

SHELBYVILLE CENTRAL SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Target Make A Book - Loper	County Council Racino Grant	Harcourt ESL Award	IPLA Grant	Target Field Trip Grant	Technology Leadership	Senator David Ford Technology	Excess PTRC Distributions	Regional Library Meeting
Cash and investments - beginning	\$ 108	\$ -	\$ 760	\$ 716	\$ 601	\$ 200	\$ -	\$ 61,442	\$ 24
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	2,920	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	2,920	-	-
Disbursements:									
Current:									
Instruction	-	-	-	-	-	-	2,920	-	-
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	2,920	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Cash and investments - ending	\$ 108	\$ -	\$ 760	\$ 716	\$ 601	\$ 200	\$ -	\$ 61,442	\$ 24

SHELBYVILLE CENTRAL SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Electronic Assessments In Fine Arts	CP Morgan Promotions	Cash for College Grant	Title I 2010-11	Title I 2011-12	Title I 2012-13	Title I N/D 2009-10	Title I N/D 2010-11	Title I N/D 2012-13
Cash and investments - beginning	\$ 267	\$ 878	\$ -	\$ -	\$ (15,012)	\$ -	\$ 6,599	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	1,000	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	123,037	681,839	-	-	5,802
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	1,000	-	123,037	681,839	-	-	5,802
Disbursements:									
Current:									
Instruction	-	-	-	-	51,094	670,456	-	-	7,105
Support services	-	878	-	-	71,951	66,729	-	-	-
Noninstructional services	-	-	-	-	1,769	8,006	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	878	-	-	124,814	745,191	-	-	7,105
Excess (deficiency) of receipts over disbursements	-	(878)	1,000	-	(1,777)	(63,352)	-	-	(1,303)
Other financing sources (uses):									
Transfers in	-	-	-	-	16,789	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	16,789	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(878)	1,000	-	15,012	(63,352)	-	-	(1,303)
Cash and investments - ending	\$ 267	\$ -	\$ 1,000	\$ -	\$ -	\$ (63,352)	\$ 6,599	\$ -	\$ (1,303)

SHELBYVILLE CENTRAL SCHOOLS
 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 I N/D 2008-09	Title V Part A 2007-09	IDEA Special Education 2010-11	IDEA Special Education 2011-12	IDEA Special Education 2012-13	(IDEA, Part B) LEA Capacity Building (Sliver) Grants	IDEA Preschool 2010-11	IDEA Preschool 2011-12	IDEA Preschool 2012-13
Cash and investments - beginning	\$ 3,705	\$ 2,305	\$ -	\$ (66,241)	\$ -	\$ -	\$ -	\$ (2,981)	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	209,927	698,506	-	-	7,039	29,139
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	209,927	698,506	-	-	7,039	29,139
Disbursements:									
Current:									
Instruction	-	-	-	143,686	780,196	14,841	-	4,058	32,075
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	143,686	780,196	14,841	-	4,058	32,075
Excess (deficiency) of receipts over disbursements	-	-	-	66,241	(81,690)	(14,841)	-	2,981	(2,936)
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	-	-	-	66,241	(81,690)	(14,841)	-	2,981	(2,936)
Cash and investments - ending	\$ 3,705	\$ 2,305	\$ -	\$ -	\$ (81,690)	\$ (14,841)	\$ -	\$ -	\$ (2,936)

SHELBYVILLE CENTRAL SCHOOLS
 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 IV Drug Free 2009-10	Team Nutrition Training Grants	Class Size Reduction	Title II Part A 2010-11	Title II Part A 2011-12	Title II Part A 2012-13	Classroom Innovation Grant 2011	Classroom Innovation Grant 2012	Title III 2010-11
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ (728)	\$ -	\$ (63,599)	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	64,884	26,008	112,428	5,484	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	64,884	26,008	112,428	5,484	-
Disbursements:									
Current:									
Instruction	-	-	-	-	47,367	40,637	48,829	15,693	-
Support services	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	47,367	40,637	48,829	15,693	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	17,517	(14,629)	63,599	(10,209)	-
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(16,789)	-	-	-	-
Total other financing sources (uses)	-	-	-	-	(16,789)	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	728	(14,629)	63,599	(10,209)	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (14,629)	\$ -	\$ (10,209)	\$ -

SHELBYVILLE CENTRAL SCHOOLS
 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 III 2011-12	Title III 2012-13	Title I - Grants to LEAs	Special Education - Part B	Title I - Part D, Subpart 2	Education Jobs	Coke	Payroll Withholding	Totals
Cash and investments - beginning	\$ (6,265)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 536	\$ 11,211	\$ 13,626,995
Receipts:									
Local sources	-	-	-	-	-	-	-	-	12,497,131
Intermediate sources	-	-	-	-	-	-	-	-	6,314
State sources	-	-	-	-	-	-	-	-	25,104,067
Federal sources	6,721	25,513	-	-	-	15,402	-	-	3,245,069
Other	-	-	-	-	-	-	15,675	6,369,961	6,387,899
Total receipts	6,721	25,513	-	-	-	15,402	15,675	6,369,961	47,240,480
Disbursements:									
Current:									
Instruction	456	32,242	-	-	-	15,402	-	-	19,467,045
Support services	-	-	-	-	-	-	-	-	10,615,994
Noninstructional services	-	-	-	-	-	-	-	-	2,259,541
Facilities acquisition and construction	-	-	-	-	-	-	-	-	1,647,529
Debt services	-	-	-	-	-	-	-	-	6,386,033
Nonprogrammed charges	-	-	-	-	-	-	16,109	6,369,528	6,385,637
Total disbursements	456	32,242	-	-	-	15,402	16,109	6,369,528	46,761,779
Excess (deficiency) of receipts over disbursements	6,265	(6,729)	-	-	-	-	(434)	433	478,701
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	766,789
Transfers out	-	-	-	-	-	-	-	-	(766,789)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	6,265	(6,729)	-	-	-	-	(434)	433	478,701
Cash and investments - ending	\$ -	\$ (6,729)	\$ -	\$ -	\$ -	\$ -	\$ 102	\$ 11,644	\$ 14,105,696

SHELBYVILLE CENTRAL SCHOOLS
AUDIT RESULTS AND COMMENTS

OVERDRAWN CASH BALANCES

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

Fund	Amount Overdrawn
Construction	\$ 13,045
Textbook Rental	217,099

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)

APPROPRIATIONS

The records presented for audit indicated the following expenditures in excess of budgeted appropriations:

Fund	Year	Excess Amount Expended
School Bus Replacement	2012	\$ <u>89,970</u>

Indiana Code 6-1.1-18-4 states in part: ". . . the proper officers of a political subdivision shall appropriate funds in such a manner that the expenditures for a year do not exceed its budget for that year as finally determined under this article."

SHELBYVILLE CENTRAL SCHOOLS
AUDIT RESULTS AND COMMENTS
(Continued)

ERRORS ON CLAIMS

A test of claims identified that the payment of payroll withholdings contained the following deficiencies with an error rate greater than 10 percent:

1. Of the claims tested, 24 percent did not have School Board approval. This error resulted in \$22,460.71 expenditures which did not have proper School Board approval.
2. Of the claims tested, 24 percent did not have proper approval by the fiscal officer. This error resulted in \$22,460.71 of expenditures which did not have proper approval by the fiscal officer.

Indiana Code 5-11-10-1.6 states in part:

"(b) As used in this section, 'claim' means a bill or an invoice submitted to a governmental entity for goods or services.

(c) The fiscal officer of a governmental entity may not draw a warrant or check for payment of a claim unless:

- (1) there is a fully itemized invoice or bill for the claim;
- (2) the invoice or bill is approved by the officer or person receiving the goods and services;
- (3) the invoice or bill is filed with the governmental entity's fiscal officer;
- (4) the fiscal officer audits and certifies before payment that the invoice or bill is true and correct; and
- (5) payment of the claim is allowed by the governmental entity's legislative body or the board or official having jurisdiction over allowance of payment of the claim."

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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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 SHELBYVILLE CENTRAL SCHOOLS, SHELBY COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Shelbyville Central School'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)

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items, 2013-004, 2013-005, 2013-006, 2013-008, and 2013-009. Our opinion on each major federal program is not modified with respect to these matters.

The School Corporation's response to the noncompliance findings identified in our audit is described in the accompanying Corrective Action Plan. The School Corporation's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2013-003, 2013-004, 2013-007, 2013-008, and 2013-009 to be material weaknesses.

The School Corporation's response to the internal control over compliance findings identified in our audit is described in the accompanying Corrective Action Plan. The School Corporation's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

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

March 6, 2014

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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

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SHELBYVILLE CENTRAL SCHOOLS
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>U.S. DEPARTMENT OF AGRICULTURE</u>					
Child Nutrition Cluster					
School Breakfast Program	Indiana Department of Education	10.553	FY2012	\$ 303,581	-
			FY2013	-	322,337
Total - School Breakfast Program				303,581	322,337
National School Lunch Program	Indiana Department of Education	10.555	FY2012	1,066,344	-
			FY2013	-	1,089,195
Total - National School Lunch Program				1,066,344	1,089,195
Summer Food Service Program for Children	Indiana Department of Education	10.559	FY2012	61,516	-
			FY2013	-	84,399
Total - Summer Food Service Program for Children				61,516	84,399
Total - Child Nutrition Cluster				1,431,441	1,495,931
Child and Adult Care Food Program	Indiana Department of Education	10.558	FY 2012	6,943	-
			FY 2013	-	11,622
Total - Child and Adult Care Food Program				6,943	11,622
Total - U.S. DEPARTMENT OF AGRICULTURE				1,438,384	1,507,553
<u>U.S. DEPARTMENT OF EDUCATION</u>					
Title I, Part A Cluster					
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010	11-7365	106,287	-
			12-7365	677,817	123,037
			13-7365	-	681,839
Total - Title I Grants to Local Education Agencies				784,104	804,876

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

SHELBYVILLE CENTRAL SCHOOLS
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>U.S. DEPARTMENT OF EDUCATION (continued)</u>					
Title I, Part A Cluster (continued)					
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	Indiana Department of Education	84.389	2010-2011	1,018	-
Total - Title I, Part A Cluster				<u>785,122</u>	<u>804,876</u>
Special Education Cluster					
Special Education - Grants to States	Indiana Department of Education	84.027	FY2011 FY2012 FY2013	134,259 660,457 -	- 209,927 698,506
Total - Special Education - Grants to States				<u>794,716</u>	<u>908,433</u>
Special Education Grants - Preschool Grants	Indiana Department of Education	84.173	FY2011 FY2012 FY2013	7,310 28,470 -	- 7,039 29,139
Total - Special Education Grants - Preschool Grants				<u>35,780</u>	<u>36,178</u>
ARRA - Special Education - Preschool Grants	Blue River Special Education Cooperative	84.392	2011/12	1,572	-
Total - Special Education Cluster				<u>832,068</u>	<u>944,611</u>
Title I State Agency Program for Neglected and Delinquent Children and Youth	Indiana Department of Education	84.013	2011/12 2012/13	12,870 -	- 5,802
Total - Title I State Agency Program for Neglected and Delinquent Children and Youth				<u>12,870</u>	<u>5,802</u>
ARRA - Title I State Agency Program for Neglected and Delinquent Children and Youth	Indiana Department of Education	84.013		8,931	-
Safe and Drug-Free Schools and Communities - State Grants	Indiana Department of Education	84.186	7365-10	11,368	-
Educational Technology State Grants Cluster					
Educational Technology State Grants	Indiana Department of Education	84.318			
Title II Part D, Cadre 1			2011-2012	135,938	112,428
Title II Part D, Cadre 2				-	5,484
Total - Educational Technology State Grants Cluster				<u>135,938</u>	<u>117,912</u>

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

SHELBYVILLE CENTRAL SCHOOLS
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>U.S. DEPARTMENT OF EDUCATION (continued)</u>					
English Language Acquisition State Grants Title III, Part A	Indiana Department of Education	84.365	FY2011	7,987	-
			FY2012	22,301	6,721
			FY2013	-	25,513
Total - English Language Acquisition State Grants				<u>30,288</u>	<u>32,234</u>
Improving Teacher Quality State Grants	Indiana Department of Education	84.367	FY2011	370	-
			FY2012	53,144	64,884
			FY2013	-	26,008
Total - Improving Teacher Quality State Grants				<u>53,514</u>	<u>90,892</u>
Education Jobs Fund	Indiana Department of Education	84.410	2011-2012	<u>754,324</u>	<u>15,402</u>
Total federal awards expended				<u>\$ 4,062,807</u>	<u>\$ 3,519,282</u>

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

SHELBYVILLE CENTRAL 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 Shelbyville Central 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, 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	\$ 51,453	\$ 45,513
National School Lunch Program	10.555	180,732	144,438

SHELBYVILLE CENTRAL 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; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	yes
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	yes

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	yes
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? yes

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.410	Special Education Cluster Title I, Part A 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

FINDING 2013-001 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

We noted several deficiencies in the internal control system of the School Corporation related to financial transactions and reporting. We believe the following deficiencies constitute material weaknesses:

1. Lack of Segregation of Duties: Control activities should be selected and developed at various levels of the School Corporation to reduce risks to the achievement of financial reporting objectives. The School Corporation has not separated incompatible activities related to receipts and cash and investment balances. The failure to establish these controls could enable material misstatements or irregularities to remain undetected.

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

2. Payroll Withholdings and Deductions: Claims paid for payroll withholdings and deductions were not reviewed and approved by someone other than the person preparing the claim prior to payment.

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 objectives, 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)

FINDING 2013-002 - INTERNAL CONTROLS OVER PREPARATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The School Corporation did not have a proper system of internal control in place to prevent or detect and correct errors on the Schedule of Expenditures of Federal Awards (SEFA). The School Corporation should have proper controls in place over the preparation of the SEFA to ensure accurate reporting of federal awards. Without a proper system of internal control in place that operates effectively, material misstatements of the SEFA could remain undetected. The Treasurer is the only person involved in preparing the SEFA. No other person reviews or approves it after completion.

During the audit of the SEFA, we noted numerous errors. The School Corporation did not include expenditures for the Child Nutrition Cluster. The total for the cluster for Fiscal Year 2012 and Fiscal Year 2013 was \$1,431,491 and \$1,495,931, respectively. Additionally, the School Corporation did not always use the correct program name. Audit adjustments were proposed, accepted by the School Corporation, and made to the SEFA presented in this report. These adjustments resulted in a presentation of the SEFA that is materially correct in relation to the financial statement.

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 objectives, 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)

OMB Circular A-133, Subpart C, section .300 states in part: "The auditee shall: . . . (d) Prepare appropriate financial statements, including the schedule of expenditures of Federal Awards in accordance with section .310."

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

OMB Circular A-133, Subpart C, section .310(b) states:

"Schedule of expenditures of Federal awards. The auditee shall also prepare a schedule of expenditures of Federal awards for the period covered by the auditee's financial statements. While not required, the auditee may choose to provide information requested by Federal awarding agencies and pass-through entities to make the schedule easier to use. For example, when a Federal program has multiple award years, the auditee may list the amount of Federal awards expended for each award year separately. At a minimum, the schedule shall:

- (1) List individual Federal programs by Federal agency. For Federal programs included in a cluster of programs, list individual Federal programs within a cluster of programs. For R&D, total Federal awards expended shall be shown either by individual award or by Federal agency and major subdivision within the Federal agency. For example, the National Institutes of Health is a major subdivision in the Department of Health and Human Services.
- (2) For Federal awards received as a subrecipient, the name of the pass-through entity and identifying number assigned by the pass-through entity shall be included.
- (3) Provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available.
- (4) Include notes that describe the significant accounting policies used in preparing the schedule.
- (5) To the extent practical, pass-through entities should identify in the schedule the total amount provided to subrecipients from each Federal program.
- (6) Include, in either the schedule or a note to the schedule, the value of the Federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end. While not required, it is preferable to present this information in the schedule."

Section III – Federal Award Findings and Questioned Costs

FINDING 2013-003 - INTERNAL CONTROLS OVER COMPLIANCE REQUIREMENTS THAT HAVE A DIRECT AND MATERIAL EFFECT TO EDUCATION JOBS FUND

Federal Agency: U.S. Department of Education

Federal Program: Education Jobs Fund

CFDA Number: 84.410

Federal Award Number and Year (or Other Identifying Number): 2011-2012

Pass-Through Entity: Indiana Department of Education

Management of the School Corporation has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and some of the compliance requirements that have a direct and material effect to the program. This includes the following compliance requirements; Cash Management, Period of Availability and Reporting. The failure to establish an effective internal control system places the School Corporation at risk of noncompliance with the grant agreement and

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

the compliance requirements. A lack of segregation of duties within an internal control system could also allow noncompliance with compliance requirements and 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, including segregation of duties, 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, or detected and corrected, on a timely basis. In order to have an effective internal control system, it is important to have proper segregation of duties. This is accomplished by making sure proper oversight, reviews, and approvals take place and to have a separation of functions over certain activities related to the program. The fundamental premise of segregation of duties is that an individual or small group of individuals should not be in a position to initiate, approve, undertake, and review the same activity.

The reimbursement requests were prepared by the Corporation Treasurer and were not reviewed for accuracy by another School Corporation employee. Proper review of the requests would ensure cash management, period of availability, and reporting compliance requirements are complied with.

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect 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, including segregation of duties, related to the grant agreement and the Cash Management, Period of Availability, and Reporting compliance requirements.

***FINDING 2013-004 - INTERNAL CONTROLS AND NONCOMPLIANCE WITH ACTIVITIES
ALLOWED OR UNALLOWED REQUIREMENT OF THE EDUCATION JOBS FUND***

Federal Agency: U.S. Department of Education
Federal Program: Education Jobs Fund
CFDA Number: 84.410
Federal Award Number and Year (or Other Identifying Number): 2011-2012
Pass-Through Entity: Indiana Department of Education

Management of the School Corporation has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and the compliance requirements that have a direct and material effect to the program. This includes the following compliance requirement: activities allowed or unallowed. The failure to establish an effective internal control system places the School Corporation at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could also allow noncompliance with compliance requirements and allow the misuse and mismanagement of federal funds and assets by not having proper oversight, reviews, and approvals over the activities of the grant.

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

An internal control system, including segregation of duties, 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, or detected and corrected, on a timely basis. In order to have an effective internal control system, it is important to have proper segregation of duties. This is accomplished by making sure proper oversight, reviews, and approvals take place and to have a separation of functions over certain activities related to the program. The fundamental premise of segregation of duties is that an individual or small group of individuals should not be in a position to initiate, approve, undertake, and review the same activity.

The School Corporation was prohibited from using Education Jobs funds for general administrative expenses relating to the operation of the Superintendent's office, including the salaries and benefits of the LEA- level administrative employees. During the audit, it was noted that the School Corporation did pay for salaries and benefits of the Superintendent and other administrative staff using Education Jobs funds. This has resulted in questioned costs totaling \$19,623.19.

The School Corporation applied all salaries for a pay period to the Education Jobs Fund, and thus included the salaries of the Superintendent and the administrative staff. The School Corporation applied this one payroll to the grant, so this was an isolated instance.

OMB Circular A-133, Subpart C, section .300 states in part:

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

Question D-4 of Initial Guidance for State on the Education Jobs Fund Program (Section 101(5) of Pub. L. No. 111-226) states:

"The statute prohibits LEAs from using Ed Jobs funds for general administrative expenses as that term is defined by the National Center for Education Statistics (NCES) in its Common Core of Data. These prohibited expenses are administrative expenditures related to the operation of the superintendent's office or the LEA's board of education, including the salaries and benefits of LEA-level administrative employees."

We recommended the School Corporation's management establish controls, including segregation of duties, and comply with all applicable grant regulations.

FINDING 2013-005 - NONCOMPLIANCE WITH THE CASH MANAGEMENT REQUIREMENT OF THE EDUCATION JOBS FUND

Federal Agency: U.S. Department of Education

Federal Program: Education Jobs Fund

CFDA Number: 84.410

Federal Award Number and Year (or Other Identifying Number): 2011-2012

Pass-Through Entity: Indiana Department of Education

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Amounts received by the School Corporation for the Education Jobs Grant were on a reimbursement basis. Thus, the School Corporation must incur the expenses prior to requesting reimbursement for them. The School Corporation prepared three reimbursement requests for the Education Jobs Grant. Two of the requests had documentation attached that appeared to be for expenses that occurred after the request. Attached to the copy of the reimbursement request was documentation to support the amount requested. The reimbursement requests in question were dated January 25, 2012, and September 27, 2012. The supporting documentation showed that the expenses occurred on February 29, 2012, for \$9,128.03 and November 28, 2012, for \$15,402.31, respectively. This results in noncompliance of cash management requirement. Additionally, of the three requests submitted, the documentation attached for two of the requests did not support the amount requested for reimbursement. The School Corporation was unable to provide documentation for the exact amount of each request, however the total of all expenditures on the documentation provided agreed in total to the total of all three requests.

34 CFR 80.21 states in part:

"(b) *Basic standard.* Methods and procedures for payment shall minimize the time elapsing between the transfer of funds and disbursement by the grantee or subgrantee, in accordance with Treasury regulations at 31 CFR part 205.

(c) *Advances.* Grantees and subgrantees shall be paid in advance, provided they maintain or demonstrate the willingness and ability to maintain procedures to minimize the time elapsing between the transfer of the funds and their disbursement by the grantee or subgrantee.

(d) *Reimbursement.* Reimbursement shall be the preferred method when the requirements in paragraph (c) of this section are not met."

31 CFR 205.12(b)(5) states: "Reimbursable funding means that a Federal Program Agency transfers Federal funds to a State after that State has already paid out the funds for Federal assistance program purposes."

We recommended the School Corporation comply with all applicable grant laws and regulations.

***FINDING 2013-006 - NONCOMPLIANCE WITH PERIOD OF AVAILABILITY
REQUIREMENT OF THE EDUCATION JOBS FUND***

Federal Agency: U.S. Department of Education
Federal Program: Education Jobs Fund
CFDA Number: 84.410
Federal Award Number and Year (or Other Identifying Number): 2011-2012
Pass-Through Entity: Indiana Department of Education

The Education Jobs grant at the School Corporation was used for payroll purposes. The School Corporation's final reimbursement request dated September 27, 2012, contained supporting documentation indicating the payroll expenses were to occur on November 28, 2012, for \$15,402.31, which is 59 days after the end of the period of availability of the Education Jobs grant. This resulted in questioned costs of \$15,402.31.

The notification of the Education Jobs grant award provided by the Indiana Department of Education indicated the grant funds must be obligated by the end of the grant period, which in this case was September 30, 2012.

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

34 CFR 76.707 states in part: "The following table shows when a State or a subgrantee makes obligations for various kinds of property and services. If the obligation is for . . . (b) Personal services by an employee of the State or subgrantee. The obligation is made . . . When the services are performed."

We recommended the School Corporation develop procedures to ensure grant funds are only disbursed for obligations within the appropriate period of availability. All purchasing individuals should be made aware of each grant's period of availability and definition of obligation.

FINDING 2013-007 - INTERNAL CONTROLS OVER COMPLIANCE REQUIREMENTS THAT HAVE A DIRECT AND MATERIAL EFFECT TO TITLE I GRANTS TO LOCAL EDUCATIONAL AGENCIES

Federal Agency: U.S. Department of Education

Federal Program: Title I Grants to Local Educational Agencies,

ARRA – Title I Grants to Local Educational Agencies, Recovery Act

CFDA Number: 84.010, 84.389

Federal Award Number and Year (or Other Identifying Number): 11-7365, 12-7365, 13-7365, 2010-2011

Pass-Through Entity: Indiana Department of Education

Management of the School Corporation has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and some of the compliance requirements that have a direct and material effect to the program. This includes the following compliance requirements: Cash Management and Reporting. The failure to establish an effective internal control system places the School Corporation at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could also allow noncompliance with compliance requirements and 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, including segregation of duties, 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, or detected and corrected, on a timely basis. In order to have an effective internal control system, it is important to have proper segregation of duties. This is accomplished by making sure proper oversight, reviews, and approvals take place and to have a separation of functions over certain activities related to the program. The fundamental premise of segregation of duties is that an individual or small group of individuals should not be in a position to initiate, approve, undertake, and review the same activity.

Based upon inquiry with School Corporation officials, the Corporation Treasurer prepared monthly expense and appropriation reports for Title I and placed them on the School Corporation's shared drive for the Grant Administrator to review. The Grant Administrator would print these out and make notes on them if she had questions or concerns for the Corporation Treasurer. Once the questions or concerns had been discussed she discarded the copies. The monthly expense and appropriation reports prepared by the Corporation Treasurer were not attached to the reimbursement requests, and did not always match what was requested for reimbursement. The Corporation Treasurer prepared the reimbursement requests for Title I and submitted them. No documentation existed to verify the reimbursement requests are reviewed for accuracy by someone other than the individual preparing them.

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

OMB Circular A-133, Subpart C, section .300 states in part:

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

We recommended that the School Corporation's management establish controls, including segregation of duties, related to the grant agreement and all the Cash Management and Reporting compliance requirements.

FINDING 2013-008 - INTERNAL CONTROLS AND NONCOMPLIANCE OVER COMPLIANCE REQUIREMENTS THAT HAVE A DIRECT AND MATERIAL EFFECT TO SPECIAL EDUCATION - GRANTS TO STATES AND SPECIAL EDUCATION - PRESCHOOL GRANTS

Federal Agency: U.S. Department of Education

Federal Program: Special Education - Grants to States; Special Education-Preschool Grants

CFDA Number: 84.027, 84.173

Federal Award Number and Year (or Other Identifying Number): FY2011, FY2012, FY 2013

Pass-Through Entity: Indiana Department of Education

Management of the School Corporation has not established an effective internal control system, which would include segregation of duties, related to the grant agreement and some of the compliance requirements that have a direct and material effect to the program. This includes the following compliance requirements; Cash Management, Reporting, and Level of Effort. The failure to establish an effective internal control system places the School Corporation at risk of noncompliance with the grant agreement and the compliance requirements. A lack of segregation of duties within an internal control system could also allow noncompliance with compliance requirements and 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, including segregation of duties, 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, or detected and corrected, on a timely basis. In order to have an effective internal control system, it is important to have proper segregation of duties. This is accomplished by making sure proper oversight, reviews, and approvals take place and to have a separation of functions over certain activities related to the program. The fundamental premise of segregation of duties is that an individual or small group of individuals should not be in a position to initiate, approve, undertake, and review the same activity.

Required financial reports requesting reimbursement of funds expended during the month are prepared by the School Corporation Treasurer, and submitted to Indiana Department of Education. These reports are not reviewed for accuracy by someone other than the person who prepared them.

The School Corporation Treasurer prepared the maintenance of effort report, which documented whether the School Corporation is meeting this requirement. Maintenance of effort was not reviewed for accuracy by someone other than the person who prepared the information for submission.

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

OMB Circular A-133, Subpart C, section .300 states in part:

"The auditee shall: . . . (b) Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect 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, including segregation of duties, related to the grant agreement and the Cash Management, Reporting, and Level of Effort compliance requirements.

FINDING 2013-009 - INTERNAL CONTROL AND NONCOMPLIANCE OVER ALLOWABLE COSTS/COST PRINCIPLES - SPECIAL EDUCATION - GRANTS TO STATES AND SPECIAL EDUCATION - PRESCHOOL GRANTS

Federal Agency: U.S. Department of Education

Federal Program: Special Education - Grants to States, Special Education - Preschool Grants

CFDA Number: 84.027, 84.173

Federal Award Number and Year (or Other Identifying Number): FY2011, FY2012, FY 2013

Pass-Through Entity: Indiana Department of Education

Management of the School Corporation has not established an effective internal control system over compliance for allowable costs/cost principles. The failure to establish an effective internal control system places the School Corporation at risk of material noncompliance.

The School Corporation was required to maintain time and effort reports on all full-time and part-time employees paid from the Special Education - Grants to States and the Special Education-Preschool Grants. No time and effort reports were maintained during the audit period.

OMB Circular A-87, Attachment B, item (8)(h), states in part:

"(3) Where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi-annually and will be signed by the employee or supervisory official having first-hand knowledge of the work performed by the employee.

(4) Where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation which meets the standards in subsection (5) unless a statistical sampling system (see subsection (6)) or other substitute system has been approved by the cognizant Federal agency."

SHELBYVILLE CENTRAL SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

OMB Circular A-133, Subpart C, section .300 states in part:

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

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 related to Allowable Costs/Costs Principles compliance requirements.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding Number 2011-2

Original SBA Audit Report Number: B40240
Fiscal Year 2009-2011
Auditee Contact Person Michael D. Shreves
Title of Contact Person Business Manager
Phone Number 317-392-2505

Status of Finding:

Controls and procedures were implemented to ensure that the time between the receipt and disbursement of federal funds is minimized according to the grant requirements. Reimbursement of money for expenditures is not requested until after the funds have been spent.

Finding Number 2011-3

Original SBA Audit Report Number: B40240
Fiscal Year 2009-2011
Auditee Contact Person Michael D. Shreves
Title of Contact Person Business Manager
Phone Number 317-392-2505

Status of Finding:

All claims for payroll are certified and approved by the Board of School Trustees

CORRECTIVE ACTION PLAN

January 28, 2014

Section II Findings

Finding 2013-001 – INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING

Contact Person: Michael D. Shreves

Contact Number: 317-421-3939

Anticipated Completion Date: Ongoing on Segregation of Duties and January 28, 2014 on Payroll Withholdings and Deductions.

Corrective Action: Lack of Segregation of Duties: Shelbyville Central Schools will review their office procedures and attempt to institute duties that would, at least on a sample basis, provide further segregation of duties of the receipting, disbursing, recording, and accounting for the financial activities. However, considering the reduced level of State funding, management has determined that the cost associated with employing additional staff necessary to properly segregate the duties would outweigh the benefits of additional internal control. Management acknowledges and assumes the risk inherent with the current design of their administrative office.

Corrective Action: Payroll Withholdings and Deductions: Effective upon notification of this finding, procedures have been implemented that would allow for the reviewing of payroll withholdings and deductions by someone other than the preparer prior to their being paid.

Finding 2013-002 – INTERNAL CONTROLS OVER PREPARATION OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Contact Person: Michael D Shreves

Contact Number: 317-421-3939

Anticipated Completion Date: January 28, 2014

Corrective Action: Shelbyville Central Schools will implement internal control procedures that will involve someone other than the preparer of this schedule to review it prior to submission to the auditors.

Section III Findings

Finding 2013-003 – INTERNAL CONTROLS OVER COMPLIANCE REQUIREMENTS THAT HAVE A DIRECT AND MATERIAL EFFECT TO EDUCATION JOBS FUND

Federal Agency: Department of Education

Federal Program: Education Jobs Fund

CFDA Number: 84.410

Federal Award Number and Year (or Other Identifying Number): 2011-2012

Pass-Through Entity: Indiana Department of Education

Contact Person: Michael D Shreves

Contact Number: 317-421-3939

Anticipated Completion Date: January 28, 2014

Corrective Action: Shelbyville Central Schools will establish controls relating to the segregation of duties of the Cash Management, Period of Availability and Reporting compliance requirements by having an employee review and approve of all cash requests and financial reports prior to their being submitted.

Finding 2013-004 – NON COMPLIANCE WITH ACTIVITIES ALLOWED OR UNALLOWED REQUIREMENT OF THE EDUCATION JOBS FUND

Federal Agency: Department of Education

Federal Program: Education Jobs Fund

CFDA Number: 84.410

Federal Award Number and Year (or Other Identifying Number): 2011-2012

Pass-Through Entity: Indiana Department of Education

Contact Person: Michael D Shreves

Contact Number: 317-421-3939

Anticipated Completion Date: January 28, 2014

It was brought to our attention, during the audit, for the first time, that general administrative expenses relating to the office of the Superintendent were not allowed to be paid out of this Fund. Had that been known, salary and benefit expenses of other employees would have been accounted for in place of those for the Superintendent out of this Fund. It is Shelbyville Central Schools' intent to comply with all applicable grant laws and regulations when they are aware of them.

Finding 2013-005 – NON COMPLIANCE WITH THE CASH MANAGEMENT REQUIREMENT OF THE EDUCATION JOBS FUND

Federal Agency: Department of Education

Federal Program: Education Jobs Fund

CFDA Number: 84.410

Federal Award Number and Year (or Other Identifying Number): 2011-2012

Pass-Through Entity: Indiana Department of Education

Contact Person: Michael D Shreves
Contact Number: 317-421-3939

Anticipated Completion Date: January 28, 2014

It is the intent of Shelbyville Central Schools to comply with all applicable grant laws and regulations. The items in question were actually spent during the grant period, but were not posted in the correct Fund at the time of expenditure. Once it was discovered, an adjusting entry was entered. However, the entry was completed in a month after the grant period was over.

Finding 2013-006 – NON COMPLIANCE WITH PERIOD OF AVAILABILITY REQUIREMENTS OF THE EDUCATION JOBS FUND

Federal Agency: Department of Education
Federal Program: Education Jobs Fund
CFDA Number: 84.410
Federal Award Number and Year (or Other Identifying Number): 2011-2012
Pass-Through Entity: Indiana Department of Education

Contact Person: Michael D Shreves
Contact Number: 317-421-3939

Anticipated Completion Date: January 28, 2014

Shelbyville Central Schools will develop procedures to insure grant funds are only disbursed for obligations within the appropriate period of availability. The items in question were actually spent during the grant period, but were not posted in the correct Fund at the time of expenditure. Once it was discovered, an adjusting entry was entered. However, the entry was completed in a month after the grant period was over.

Finding 2013-007 – INTERNAL CONTROLS OVER COMPLIANCE REQUIREMENTS THAT HAVE A DIRECT AND MATERIAL EFFECT TO TITLE I GRANTS TO LOCAL EDUCATION AGENCIES

Federal Agency: Department of Education
Federal Program: Title I Grant to Local Education Agencies, ARRA-Title I Grants to Local Education Agencies, Recovery Act
CFDA Number: 84.010 and 84.389
Federal Award Number and Year (or Other Identifying Number): 11-7365, 12-7365, 13-7365 and 2010-2011
Pass-Through Entity: Indiana Department of Education

Contact Person: Michael D Shreves
Contact Number: 317-421-3939

Anticipated Completion Date: January 28, 2014

Shelbyville Central Schools will establish controls relating to the segregation of duties of the Cash Management, and Reporting compliance requirements by having an employee review and approve of all cash requests and financial reports prior to their being submitted.

Finding 2013-008 – INTERNAL CONTROLS OVER COMPLIANCE REQUIREMENTS THAT HAVE A DIRECT AND MATERIAL EFFECT TO SPECIAL EDUCATION-GRANTS TO STATES AND SPECIAL EDUCATION-PRESCHOOL GRANTS

Federal Agency: Department of Education

Federal Program: Special Education-Grants to States; Special Education-Preschool Grants

CFDA Number: 84.027 and 84.173

Federal Award Number and Year (or Other Identifying Number): FY2011, FY2012, and FY 2013

Pass-Through Entity: Indiana Department of Education

Contact Person: Michael D Shreves

Contact Number: 317-421-3939

Anticipated Completion Date: January 28, 2014

Shelbyville Central Schools will establish controls relating to the segregation of duties of the Cash Management, Reporting, and Level of Effort compliance requirements by having an employee review and approve all cash requests and financial reports prior to their being submitted.

Finding 2013-009 – ALLOWABLE COSTS/COST PRINCIPLES-SPECIAL EDUCATION-GRANTS TO STATES AND SPECIAL EDUCATION-PRESCHOOL GRANTS

Federal Agency: Department of Education

Federal Program: Special Education-Grants to States, Special Education-Preschool Grants

CFDA Number: 84.027 and 84.173

Federal Award Number and Year (or Other Identifying Number): FY2011, FY2012, and FY2013

Pass-Through Entity: Indiana Department of Education

Contact Person: Michael D Shreves

Contact Number: 317-421-3939

Anticipated Completion Date: January 28, 2014

As of January 1, 2014, time and effort reports will be maintained on all employees paid from Special Education-Grants to States and Special Education-Preschool Grants.

Signed: Michael D Shreves
Title: BUS. MGR
Date: 1-28-14

SHELBYVILLE CENTRAL SCHOOLS
EXIT CONFERENCE

The contents of this report were discussed on March 6, 2014, with Michael Shreves, Treasurer; David A. Adams, Superintendent of Schools; and James C. Rees, President of the School Board.