

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

FINANCIAL STATEMENT EXAMINATION REPORT

OF

MEDORA COMMUNITY SCHOOL CORPORATION

JACKSON COUNTY, INDIANA

July 1, 2011 to June 30, 2013



FILED
05/30/2014

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Vicki Dean	07-01-11 to 07-31-14
Superintendent of Schools	Tom Judd	07-01-11 to 06-30-14
President of the School Board	Darrell Persinger Joe Campbell	07-01-11 to 12-31-12 01-01-13 to 12-31-14



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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE MEDORA COMMUNITY SCHOOL
CORPORATION, JACKSON COUNTY, INDIANA

We have examined the accompanying financial statement of the Medora Community School Corporation (School Corporation), for the period of July 1, 2011 to June 30, 2013. The financial statement is the responsibility of the School Corporation's management. Our responsibility is to express an opinion on the financial statement based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial statement and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

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

In our opinion, because of the matter discussed in the preceding paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position and results of operations of the School Corporation for the period of July 1, 2011 to June 30, 2013.

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, on the basis of accounting described in Note 1.

Our examination was conducted for the purpose of forming an opinion on the School Corporation's financial statement. The Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the examination procedures applied to the financial statement and, accordingly, we express no opinion on them.

Paul D. Joyce
Paul D. Joyce, CPA
State Examiner

April 23, 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.

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

	Cash and Investments 07-01-11		Other Financing Sources (Uses)		Cash and Investments 06-30-12		Other Financing Sources (Uses)		Cash and Investments 06-30-13	
	Receipts	Disbursements	Receipts	Disbursements	Receipts	Disbursements	Receipts	Disbursements	Receipts	Disbursements
General	\$ 350,086	\$ 1,849,077	\$ 1,829,495	\$ 7,924	\$ 377,592	\$ 1,713,446	\$ 1,779,464	\$ 26,373	\$ 337,947	
Debt Service	38,196	361,838	332,001	-	68,033	406,710	429,858	-	44,885	
Retirement/Severance Bond Debt Service	8,621	28,652	33,900	-	3,373	30,295	17,736	-	15,932	
Capital Projects	167,199	171,077	185,812	-	152,464	173,409	169,371	-	156,502	
School Transportation	29,212	83,843	92,737	(15,510)	4,808	84,253	69,110	-	19,951	
School Bus Replacement	110,036	42,021	83,380	-	68,677	18,198	-	1,200	88,075	
Rainy Day	31,588	-	-	-	31,588	-	-	-	31,588	
Retirement/Severance Bond	16,323	-	-	-	16,323	-	-	-	16,323	
School Lunch	77,213	92,321	112,700	-	56,834	110,920	113,638	-	54,116	
Textbook Rental	(40,481)	19,821	33,356	-	(54,016)	15,934	12,272	-	(50,354)	
Levy Excess	2,740	-	-	-	2,740	-	-	-	2,740	
Educational License Plates	172	19	-	-	191	37	-	-	228	
SAFE School Haven	-	5,694	5,768	-	(74)	-	-	-	(74)	
Jean Ann Behney Grant	245	400	334	-	311	350	194	-	467	
Indiana Next	(1)	-	-	-	(1)	-	-	-	(1)	
Workforce Partnership	503	-	-	(503)	-	-	-	-	-	
At Risk	(42,881)	32,419	39,367	(3,000)	(52,829)	32,210	23,292	-	(43,911)	
Step Ahead SACC	(6,029)	-	-	6,029	-	-	-	-	-	
Performance Based Awards	26	-	-	-	26	-	-	-	26	
Graduation Rate Performance Award	10,000	-	9,767	-	233	-	-	-	233	
Intelnet Commission	4,049	5,055	3,696	-	5,408	7,716	4,420	-	8,704	
Project Lead The Way 20000	-	-	700	-	(700)	-	-	-	(700)	
Jump Start Kindergarten	490	265	-	-	755	-	-	-	755	
Project Lead The Way	(2,186)	13,426	12,530	-	(1,290)	-	-	-	(1,290)	
Miscellaneous Programs	2,833	-	2,392	-	441	-	-	-	441	
Classroom Education Grant	-	-	550	-	(550)	-	-	-	(550)	
Gifted and Talented	(484)	-	-	484	-	-	-	-	-	
Gifted and Talented 98-99	35,405	21,574	14,391	(29,397)	13,191	16,720	13,548	-	16,363	
Gifted and Talented 2002-2003	(28,912)	3,362	2,541	28,913	822	7,998	1,289	-	7,531	
Community Foundation - Spanish	-	745	268	(477)	-	-	-	-	-	
Title I FY 2010	(24,295)	-	33,610	35,127	(22,778)	-	-	22,777	(1)	
P.L. 97-35 ECIA Chapter I	-	-	-	-	-	-	41,210	8,729	(32,481)	
Title I FY98	(21,283)	-	3,014	7,170	(17,127)	-	5,621	21,153	(1,595)	

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

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

	Cash and Investments 07-01-11	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-12	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-13
Title I FY99	20,016	26,911	3,663	(26,788)	16,476	46,218	5,020	(58,491)	(817)
Title V, Part A 05	(38,765)	-	6,900	-	(45,665)	-	-	22,074	(23,591)
Title V, Part A 2007	670	-	-	-	670	-	-	-	670
Stewart Homeless Assistance Act	(13,427)	10,000	-	3,427	-	-	-	-	-
Drug Free Schools	1,808	-	-	-	1,808	-	-	-	1,808
Drug Free	(2,223)	-	-	-	(2,223)	-	-	-	(2,223)
Education for Economic Security	158	-	-	-	158	-	-	-	158
Technology Related Assistance for Individuals With Disabilities	-	-	-	-	-	-	670	437	(233)
21st Century Learning Center	(49)	-	-	-	(49)	-	-	-	(49)
IDEA	(875)	-	-	-	(875)	-	-	-	(875)
Improving Teaching Quality, No Child Left, Title II, Part A	15,242	-	-	-	15,242	43,398	15,406	(22,511)	20,723
Cummins Engine Foundation	353	-	-	-	353	-	-	-	353
Fiscal Stabilization - Education	(10,811)	-	-	-	(10,811)	-	-	-	(10,811)
Title I - Grants to LEAs	(2,605)	2,605	-	-	-	-	-	-	-
Special Education - Part B	(8,041)	21,781	25,333	(4,079)	(15,672)	-	-	6,636	(9,036)
Special Education - Part B - Preschool	(2,186)	10,012	1,190	-	6,636	-	-	(6,636)	-
School Lunch Equipment	(863)	-	-	-	(863)	-	-	-	(863)
Education Jobs	(5,157)	36,866	13,340	(7,341)	11,028	22,729	13,906	(18,604)	1,247
Kasting Scholarship	26,049	18,140	15,250	-	28,939	25,551	21,750	-	32,740
Red Ribbon Week	186	135	368	-	(47)	-	-	-	(47)
Payroll Withholdings	7,508	386,907	387,883	-	6,532	389,902	397,106	-	(672)
Special Tax - Building	-	-	465	-	(465)	-	-	-	(465)
T-Shirt Elementary Fund	-	465	-	-	465	-	-	-	465
McDonalds Grant - Terry	(32)	-	-	-	(32)	298	248	-	18
Anon-Special Fund	-	31,000	28,071	-	2,929	20,000	-	-	22,929
Special Fund - Donations	-	2,900	2,939	-	(39)	3,075	3,138	-	(102)
Booker Foundation	-	-	-	-	-	28,420	4,838	-	23,582
Hornets Nest Donation	-	2,500	-	-	2,500	10,886	10,598	-	2,788
Totals	\$ 705,341	\$ 3,281,831	\$ 3,317,711	\$ 1,979	\$ 671,440	\$ 3,208,673	\$ 3,153,703	\$ 3,137	\$ 729,547

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

MEDORA COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

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

B. Basis of Accounting

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

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

C. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

D. Receipts

Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

Local sources which include taxes, revenue from local governmental units other than school corporations, transfer tuition, transportation fees, investment income, food services, School Corporation activities, revenue from community services activities, and other revenue from local sources.

Intermediate sources which include distributions from the County for fees collected for or on behalf of the School Corporation including educational license plate fees, congressional interest, riverboat distributions, and other similar fees.

MEDORA COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

E. Disbursements

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

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

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

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

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

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

Nonprogrammed charges which include outflows for donations to foundations, securities purchased, indirect costs, scholarships, funds held temporarily for an authorized recipient, and self-insurance payments.

F. Other Financing Sources and Uses

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

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

MEDORA COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

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

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.

MEDORA COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Note 5. Risk Management

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

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

Note 6. Pension Plan

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

MEDORA COMMUNITY SCHOOL CORPORATION
 NOTES TO FINANCIAL STATEMENT
 (Continued)

Funding Policy and Annual Pension Cost

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

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of the funds being set up for reimbursable grants. The reimbursements for expenditures made by the School Corporation were not received by June 30, 2012, or June 30, 2013, respectively. The financial statement contained other funds with deficits in cash as a result of disbursements exceeding receipts.

Note 8. Restatements

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

Fund Name	Balance as Reported June 30, 2011	New Fund	Prior Period Adjustment	Balance as Restated July 1, 2011
Payroll Withholdings	\$ -	\$ 7,508	\$ -	\$ 7,508
McDonald's Grant - Terry	-	(32)	-	(32)
School Bus Replacement	110,026	-	10	110,036
Cummins Engine Foundation	-	353	-	353

Note 9. Holding Corporation

The School Corporation has entered into two capital leases with Medora 1999 School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments during the years 2012 and 2013 totaled \$332,000 and \$429,857, respectively.

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 examination. This is a common occurrence in any financial statement examination. The financial information presented in this report is examined information, and the accuracy of such information can be determined by reading the opinion given in the Independent Accountant's Report.

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

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	School Lunch	Textbook Rental
Cash and investments - beginning	\$ 350,086	\$ 38,196	\$ 8,621	\$ 167,199	\$ 29,212	\$ 110,036	\$ 31,588	\$ 16,323	\$ 77,213	\$ (40,481)
Receipts:										
Local sources	15,982	361,838	28,652	171,077	83,843	42,021	-	-	24,724	4,445
Intermediate sources	3	-	-	-	-	-	-	-	-	-
State sources	1,818,924	-	-	-	-	-	-	-	620	15,376
Federal sources	14,168	-	-	-	-	-	-	-	66,977	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	<u>1,849,077</u>	<u>361,838</u>	<u>28,652</u>	<u>171,077</u>	<u>83,843</u>	<u>42,021</u>	<u>-</u>	<u>-</u>	<u>92,321</u>	<u>19,821</u>
Disbursements:										
Current:										
Instruction	1,100,842	-	-	-	-	-	-	-	-	-
Support services	728,653	-	-	155,277	92,737	83,380	-	-	4,674	33,356
Noninstructional services	-	-	-	-	-	-	-	-	108,026	-
Facilities acquisition and construction	-	-	-	30,535	-	-	-	-	-	-
Debt services	-	332,001	33,900	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>1,829,495</u>	<u>332,001</u>	<u>33,900</u>	<u>185,812</u>	<u>92,737</u>	<u>83,380</u>	<u>-</u>	<u>-</u>	<u>112,700</u>	<u>33,356</u>
Excess (deficiency) of receipts over disbursements	<u>19,582</u>	<u>29,837</u>	<u>(5,248)</u>	<u>(14,735)</u>	<u>(8,894)</u>	<u>(41,359)</u>	<u>-</u>	<u>-</u>	<u>(20,379)</u>	<u>(13,535)</u>
Other financing sources (uses):										
Sale of capital assets	1,979	-	-	-	-	-	-	-	-	-
Transfers in	12,401	-	-	-	-	-	-	-	-	-
Transfers out	(6,456)	-	-	-	(15,510)	-	-	-	-	-
Total other financing sources (uses)	<u>7,924</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(15,510)</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>27,506</u>	<u>29,837</u>	<u>(5,248)</u>	<u>(14,735)</u>	<u>(24,404)</u>	<u>(41,359)</u>	<u>-</u>	<u>-</u>	<u>(20,379)</u>	<u>(13,535)</u>
Cash and investments - ending	<u>\$ 377,592</u>	<u>\$ 68,033</u>	<u>\$ 3,373</u>	<u>\$ 152,464</u>	<u>\$ 4,808</u>	<u>\$ 68,677</u>	<u>\$ 31,588</u>	<u>\$ 16,323</u>	<u>\$ 56,834</u>	<u>\$ (54,016)</u>

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

	Levy Excess	Educational License Plates	SAFE School Haven	Jean Ann Behney Grant	Indiana Next	Workforce Partnership	At Risk	Step Ahead SACC	Performance Based Awards	Graduation Rate Performance Award
Cash and investments - beginning	\$ 2,740	\$ 172	\$ -	\$ 245	\$ (1)	\$ 503	\$ (42,881)	\$ (6,029)	\$ 26	\$ 10,000
Receipts:										
Local sources	-	-	-	400	-	-	32,419	-	-	-
Intermediate sources	-	19	-	-	-	-	-	-	-	-
State sources	-	-	5,694	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	19	5,694	400	-	-	32,419	-	-	-
Disbursements:										
Current:										
Instruction	-	-	-	334	-	-	17,984	-	-	9,767
Support services	-	-	5,768	-	-	-	21,383	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	5,768	334	-	-	39,367	-	-	9,767
Excess (deficiency) of receipts over disbursements	-	19	(74)	66	-	-	(6,948)	-	-	(9,767)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	6,029	-	-
Transfers out	-	-	-	-	-	(503)	(3,000)	-	-	-
Total other financing sources (uses)	-	-	-	-	-	(503)	(3,000)	6,029	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	19	(74)	66	-	(503)	(9,948)	6,029	-	(9,767)
Cash and investments - ending	\$ 2,740	\$ 191	\$ (74)	\$ 311	\$ (1)	\$ -	\$ (52,829)	\$ -	\$ 26	\$ 233

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

	Intelnet Commission	Project Lead The Way 20000	Jump Start Kindergarten	Project Lead The Way	Miscellaneous Programs	Classroom Education Grant	Gifted and Talented	Gifted and Talented 98-99	Gifted and Talented 2002-2003	Community Foundation - Spanish
Cash and investments - beginning	\$ 4,049	\$ -	\$ 490	\$ (2,186)	\$ 2,833	\$ -	\$ (484)	\$ 35,405	\$ (28,912)	\$ -
Receipts:										
Local sources	-	-	265	13,426	-	-	-	-	-	745
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	5,055	-	-	-	-	-	-	21,574	3,362	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	<u>5,055</u>	<u>-</u>	<u>265</u>	<u>13,426</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,574</u>	<u>3,362</u>	<u>745</u>
Disbursements:										
Current:										
Instruction	-	700	-	12,530	2,137	550	-	6,453	2,541	268
Support services	3,696	-	-	-	255	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	7,938	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>3,696</u>	<u>700</u>	<u>-</u>	<u>12,530</u>	<u>2,392</u>	<u>550</u>	<u>-</u>	<u>14,391</u>	<u>2,541</u>	<u>268</u>
Excess (deficiency) of receipts over disbursements	<u>1,359</u>	<u>(700)</u>	<u>265</u>	<u>896</u>	<u>(2,392)</u>	<u>(550)</u>	<u>-</u>	<u>7,183</u>	<u>821</u>	<u>477</u>
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	484	-	29,397	-
Transfers out	-	-	-	-	-	-	-	(29,397)	(484)	(477)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>484</u>	<u>(29,397)</u>	<u>28,913</u>	<u>(477)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>1,359</u>	<u>(700)</u>	<u>265</u>	<u>896</u>	<u>(2,392)</u>	<u>(550)</u>	<u>484</u>	<u>(22,214)</u>	<u>29,734</u>	<u>-</u>
Cash and investments - ending	<u>\$ 5,408</u>	<u>\$ (700)</u>	<u>\$ 755</u>	<u>\$ (1,290)</u>	<u>\$ 441</u>	<u>\$ (550)</u>	<u>\$ -</u>	<u>\$ 13,191</u>	<u>\$ 822</u>	<u>\$ -</u>

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

	Title I FY 2010	P.L. 97-35 ECIA Chapter I	Title I FY 98	Title I FY 99	Title V, Part A 05	Title V, Part A 2007	Stewart Homeless Assistance Act	Drug Free Schools	Drug Free	Education for Economic Security
Cash and investments - beginning	\$ (24,295)	\$ -	\$ (21,283)	\$ 20,016	\$ (38,765)	\$ 670	\$ (13,427)	\$ 1,808	\$ (2,223)	\$ 158
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	26,911	-	-	10,000	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	26,911	-	-	10,000	-	-	-
Disbursements:										
Current:										
Instruction	33,610	-	2,492	2,696	6,900	-	-	-	-	-
Support services	-	-	522	967	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	33,610	-	3,014	3,663	6,900	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	(33,610)	-	(3,014)	23,248	(6,900)	-	10,000	-	-	-
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	35,127	-	7,170	15,510	-	-	3,427	-	-	-
Transfers out	-	-	-	(42,298)	-	-	-	-	-	-
Total other financing sources (uses)	35,127	-	7,170	(26,788)	-	-	3,427	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,517	-	4,156	(3,540)	(6,900)	-	13,427	-	-	-
Cash and investments - ending	\$ (22,778)	\$ -	\$ (17,127)	\$ 16,476	\$ (45,665)	\$ 670	\$ -	\$ 1,808	\$ (2,223)	\$ 158

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

	21st Century Learning Center	IDEA	Improving Teaching Quality No Child Left Title II, Part A	Cummins Engine Foundation	Fiscal Stabilization Education	Title I Grants to LEAs	Special Education Part B	Special Education Part B Preschool	School Lunch Equipment	Education Jobs
Cash and investments - beginning	\$ (49)	\$ (875)	\$ 15,242	\$ 353	\$ (10,811)	\$ (2,605)	\$ (8,041)	\$ (2,186)	\$ (863)	\$ (5,157)
Receipts:										
Local sources	-	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	2,605	21,781	10,012	-	36,866
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	2,605	21,781	10,012	-	36,866
Disbursements:										
Current:										
Instruction	-	-	-	-	-	-	25,333	1,190	-	13,340
Support services	-	-	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	-	-	-	25,333	1,190	-	13,340
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	2,605	(3,552)	8,822	-	23,526
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(4,079)	-	-	(7,341)
Total other financing sources (uses)	-	-	-	-	-	-	(4,079)	-	-	(7,341)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	-	-	2,605	(7,631)	8,822	-	16,185
Cash and investments - ending	\$ (49)	\$ (875)	\$ 15,242	\$ 353	\$ (10,811)	\$ -	\$ (15,672)	\$ 6,636	\$ (863)	\$ 11,028

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

	Kasting Scholarship	Red Ribbon Week	Payroll Withholdings	Special Tax - Building	T-Shirt Elementary Fund	McDonalds Grant- Terry	Anon- Special Fund	Special Fund- Donations	Hornets Nest Donation	Totals
Cash and investments - beginning	\$ 26,049	\$ 186	\$ 7,508	\$ -	\$ -	\$ (32)	\$ -	\$ -	\$ -	\$ 705,341
Receipts:										
Local sources	18,140	135	-	-	-	-	-	-	-	798,112
Intermediate sources	-	-	-	-	-	-	-	-	-	22
State sources	-	-	-	-	-	-	-	-	-	1,870,605
Federal sources	-	-	-	-	-	-	-	-	-	189,320
Other	-	-	386,907	-	465	-	31,000	2,900	2,500	423,772
Total receipts	18,140	135	386,907	-	465	-	31,000	2,900	2,500	3,281,831
Disbursements:										
Current:										
Instruction	-	-	-	-	-	-	-	-	-	1,239,667
Support services	-	-	-	-	-	-	-	-	-	1,130,668
Noninstructional services	-	-	-	-	-	-	-	-	-	108,026
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	38,473
Debt services	-	-	-	-	-	-	-	-	-	365,901
Nonprogrammed charges	15,250	368	387,883	465	-	-	28,071	2,939	-	434,976
Total disbursements	15,250	368	387,883	465	-	-	28,071	2,939	-	3,317,711
Excess (deficiency) of receipts over disbursements	2,890	(233)	(976)	(465)	465	-	2,929	(39)	2,500	(35,880)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	1,979
Transfers in	-	-	-	-	-	-	-	-	-	109,545
Transfers out	-	-	-	-	-	-	-	-	-	(109,545)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	1,979
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,890	(233)	(976)	(465)	465	-	2,929	(39)	2,500	(33,901)
Cash and investments - ending	\$ 28,939	\$ (47)	\$ 6,532	\$ (465)	\$ 465	\$ (32)	\$ 2,929	\$ (39)	\$ 2,500	\$ 671,440

MEDORA COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
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	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond
Cash and investments - beginning	\$ 377,592	\$ 68,033	\$ 3,373	\$ 152,464	\$ 4,808	\$ 68,677	\$ 31,588	\$ 16,323
Receipts:								
Local sources	12,273	406,710	30,295	173,409	84,253	18,198	-	-
Intermediate sources	1	-	-	-	-	-	-	-
State sources	1,689,327	-	-	-	-	-	-	-
Federal sources	11,845	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>1,713,446</u>	<u>406,710</u>	<u>30,295</u>	<u>173,409</u>	<u>84,253</u>	<u>18,198</u>	<u>-</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	1,084,291	-	-	-	-	-	-	-
Support services	695,173	-	-	159,447	69,110	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	9,924	-	-	-	-
Debt services	-	429,858	17,736	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>1,779,464</u>	<u>429,858</u>	<u>17,736</u>	<u>169,371</u>	<u>69,110</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(66,018)</u>	<u>(23,148)</u>	<u>12,559</u>	<u>4,038</u>	<u>15,143</u>	<u>18,198</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):								
Sale of capital assets	1,937	-	-	-	-	1,200	-	-
Transfers in	24,436	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>26,373</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,200</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(39,645)</u>	<u>(23,148)</u>	<u>12,559</u>	<u>4,038</u>	<u>15,143</u>	<u>19,398</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 337,947</u>	<u>\$ 44,885</u>	<u>\$ 15,932</u>	<u>\$ 156,502</u>	<u>\$ 19,951</u>	<u>\$ 88,075</u>	<u>\$ 31,588</u>	<u>\$ 16,323</u>

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

	School Lunch	Textbook Rental	Levy Excess	Educational License Plates	SAFE School Haven	Jean Ann Behney Grant	Indiana Next	At Risk
Cash and investments - beginning	\$ 56,834	\$ (54,016)	\$ 2,740	\$ 191	\$ (74)	\$ 311	\$ (1)	\$ (52,829)
Receipts:								
Local sources	19,746	3,063	-	-	-	350	-	32,210
Intermediate sources	-	-	-	37	-	-	-	-
State sources	640	12,871	-	-	-	-	-	-
Federal sources	90,534	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	110,920	15,934	-	37	-	350	-	32,210
Disbursements:								
Current:								
Instruction	-	-	-	-	-	194	-	22,936
Support services	3,373	12,272	-	-	-	-	-	356
Noninstructional services	110,265	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	113,638	12,272	-	-	-	194	-	23,292
Excess (deficiency) of receipts over disbursements	(2,718)	3,662	-	37	-	156	-	8,918
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,718)	3,662	-	37	-	156	-	8,918
Cash and investments - ending	\$ 54,116	\$ (50,354)	\$ 2,740	\$ 228	\$ (74)	\$ 467	\$ (1)	\$ (43,911)

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

	Performance Based Awards	Graduation Rate Performance Award	Intelnet Commission	Project Lead The Way 20000	Jump Start Kindergarten	Project Lead The Way	Miscellaneous Programs	Classroom Education Grant
Cash and investments - beginning	\$ 26	\$ 233	\$ 5,408	\$ (700)	\$ 755	\$ (1,290)	\$ 441	\$ (550)
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	7,716	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	7,716	-	-	-	-	-
Disbursements:								
Current:								
Instruction	-	-	-	-	-	-	-	-
Support services	-	-	4,420	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	4,420	-	-	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	3,296	-	-	-	-	-
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	3,296	-	-	-	-	-
Cash and investments - ending	\$ 26	\$ 233	\$ 8,704	\$ (700)	\$ 755	\$ (1,290)	\$ 441	\$ (550)

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

	Gifted and Talented 98-99	Gifted and Talented 2002-2003	Title I FY 2010	P.L. 97-35 ECIA Chapter I	Title I FY 98	Title I FY 99	Title V, Part A 05	Title V, Part A 2007
Cash and investments - beginning	\$ 13,191	\$ 822	\$ (22,778)	\$ -	\$ (17,127)	\$ 16,476	\$ (45,665)	\$ 670
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	16,720	7,998	-	-	-	-	-	-
Federal sources	-	-	-	-	-	46,218	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	16,720	7,998	-	-	-	46,218	-	-
Disbursements:								
Current:								
Instruction	13,548	1,289	-	41,210	3,470	3,501	-	-
Support services	-	-	-	-	2,151	1,519	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	13,548	1,289	-	41,210	5,621	5,020	-	-
Excess (deficiency) of receipts over disbursements	3,172	6,709	-	(41,210)	(5,621)	41,198	-	-
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	22,777	8,729	21,153	-	22,074	-
Transfers out	-	-	-	-	-	(58,491)	-	-
Total other financing sources (uses)	-	-	22,777	8,729	21,153	(58,491)	22,074	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	3,172	6,709	22,777	(32,481)	15,532	(17,293)	22,074	-
Cash and investments - ending	\$ 16,363	\$ 7,531	\$ (1)	\$ (32,481)	\$ (1,595)	\$ (817)	\$ (23,591)	\$ 670

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

	Drug Free Schools	Drug Free	Education for Economic Security	Technology Related Assistance for Individuals with Disabilities	21st Century Learning Center	IDEA	Improving Teaching Quality No Child Left Title II, Part A	Cummins Engine Foundation
Cash and investments - beginning	\$ 1,808	\$ (2,223)	\$ 158	\$ -	\$ (49)	\$ (875)	\$ 15,242	\$ 353
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	43,398	-
Other	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	-	43,398	-
Disbursements:								
Current:								
Instruction	-	-	-	670	-	-	15,406	-
Support services	-	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	-	-	-	670	-	-	15,406	-
Excess (deficiency) of receipts over disbursements	-	-	-	(670)	-	-	27,992	-
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	437	-	-	-	-
Transfers out	-	-	-	-	-	-	(22,511)	-
Total other financing sources (uses)	-	-	-	437	-	-	(22,511)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	-	(233)	-	-	5,481	-
Cash and investments - ending	\$ 1,808	\$ (2,223)	\$ 158	\$ (233)	\$ (49)	\$ (875)	\$ 20,723	\$ 353

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

	Fiscal Stabilization Education	Special Education Part B	Special Education Part B Preschool	School Lunch Equipment	Education Jobs	Kasting Scholarship	Red Ribbon Week	Payroll Withholdings
Cash and investments - beginning	\$ (10,811)	\$ (15,672)	\$ 6,636	\$ (863)	\$ 11,028	\$ 28,939	\$ (47)	\$ 6,532
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	22,729	-	-	-
Other	-	-	-	-	-	25,551	-	389,902
Total receipts	-	-	-	-	22,729	25,551	-	389,902
Disbursements:								
Current:								
Instruction	-	-	-	-	13,609	-	-	-
Support services	-	-	-	-	297	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	21,750	-	397,106
Total disbursements	-	-	-	-	13,906	21,750	-	397,106
Excess (deficiency) of receipts over disbursements	-	-	-	-	8,823	3,801	-	(7,204)
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	6,636	-	-	5,832	-	-	-
Transfers out	-	-	(6,636)	-	(24,436)	-	-	-
Total other financing sources (uses)	-	6,636	(6,636)	-	(18,604)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	6,636	(6,636)	-	(9,781)	3,801	-	(7,204)
Cash and investments - ending	<u>\$ (10,811)</u>	<u>\$ (9,036)</u>	<u>\$ -</u>	<u>\$ (863)</u>	<u>\$ 1,247</u>	<u>\$ 32,740</u>	<u>\$ (47)</u>	<u>\$ (672)</u>

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

	Special Tax - Building	T-Shirt Elementary Fund	McDonalds Grant- Terry	Anon- Special Fund	Special Fund- Donations	Booker Foundation	Hornets Nest Donation	Totals
Cash and investments - beginning	\$ (465)	\$ 465	\$ (32)	\$ 2,929	\$ (39)	\$ -	\$ 2,500	\$ 671,440
Receipts:								
Local sources	-	-	-	-	-	-	-	780,507
Intermediate sources	-	-	-	-	-	-	-	38
State sources	-	-	-	-	-	-	-	1,735,272
Federal sources	-	-	-	-	-	-	-	214,724
Other	-	-	298	20,000	3,075	28,420	10,886	478,132
Total receipts	-	-	298	20,000	3,075	28,420	10,886	3,208,673
Disbursements:								
Current:								
Instruction	-	-	-	-	-	-	-	1,200,124
Support services	-	-	-	-	-	-	-	948,118
Noninstructional services	-	-	-	-	-	-	-	110,265
Facilities acquisition and construction	-	-	-	-	-	-	-	9,924
Debt services	-	-	-	-	-	-	-	447,594
Nonprogrammed charges	-	-	248	-	3,138	4,838	10,598	437,678
Total disbursements	-	-	248	-	3,138	4,838	10,598	3,153,703
Excess (deficiency) of receipts over disbursements	-	-	50	20,000	(63)	23,582	288	54,970
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	3,137
Transfers in	-	-	-	-	-	-	-	112,074
Transfers out	-	-	-	-	-	-	-	(112,074)
Total other financing sources (uses)	-	-	-	-	-	-	-	3,137
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	50	20,000	(63)	23,582	288	58,107
Cash and investments - ending	\$ (465)	\$ 465	\$ 18	\$ 22,929	\$ (102)	\$ 23,582	\$ 2,788	\$ 729,547

MEDORA COMMUNITY SCHOOL CORPORATION
SCHEDULE OF LEASES AND DEBT
June 30, 2013

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Medora 1999 School Building Corporation	2005 Refunding bonds lease/rental	\$ 332,000	07-15-05	07-15-25
Medora 1999 School Building Corporation	2011 Series A & B QZAB	<u>97,857</u>	12-31-12	12-31-25
Total of annual lease payments		<u>\$ 429,857</u>		

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Governmental activities:			
Notes and loans payable	Textbook rental	\$ 9,174	\$ 6,961
General obligation bonds	2005 Pension bonds	<u>356,000</u>	<u>-</u>
Totals		<u>\$ 365,174</u>	<u>\$ 6,961</u>

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MEDORA COMMUNITY SCHOOL CORPORATION
SCHEDULE OF CAPITAL ASSETS
June 30, 2013

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

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 41,524
Buildings	5,619,283
Machinery, equipment, and vehicles	<u>483,057</u>
Total capital assets	<u><u>\$ 6,143,864</u></u>

MEDORA COMMUNITY SCHOOL CORPORATION
EXAMINATION RESULTS AND COMMENTS

CONDITION OF RECORDS

Incorrect fund numbers were used by the School Corporation when accounting for donations. As a result, the fund balances and the financial transactions of these funds were not reported resulting in an understatement of \$143,370 in receipts, \$87,665 in disbursements, and \$81,908 in cash and investments. Adjustments to the financial statement for the errors noted were proposed and accepted by the School Corporation.

The Payroll Withholdings fund does not reconcile to the amounts owed as of June 30, 2013. Although determined to be immaterial in total, many of the individual accounts that make up the fund are reporting incorrect balances. This is the result of old withholding accounts never being properly closed out and continuing to account for the employee withholdings and the new accounts being used to pay vendors, causing those accounts to report negative balances. Officials have been advised to analyze all the individual withholding accounts and make any necessary correcting adjustments for posting errors from prior years and to close out any old obsolete accounts.

Political subdivisions are required to comply with all grant agreements, rules, regulations, bulletins, directives, letters, letter rulings, and filing requirements concerning reports and other procedural matters of federal and state agencies, including opinions of the Attorney General of the State of Indiana, and court decisions. Governmental units should file accurate reports required by federal and state agencies. Noncompliance may require corrective action. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

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)

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
Textbook Rental	\$ 50,354
SAFE School Haven	74
Indiana Next	1
At Risk	43,911
Project Lead the Way 20000	700
Project Lead the Way	1,290
Classroom Education Grant	550
P.L. 97-35 ECIA Chapter 1	32,481
Title I FY98	1,595
Title I FY99	817
Title V, Part A 05	23,591
Drug Free	2,223

MEDORA COMMUNITY SCHOOL CORPORATION
EXAMINATION RESULTS AND COMMENTS
(Continued)

Fund	Amount Overdrawn
Technology Related Assistance for Individuals With Disabilities	233
21st Century Learning Center	49
IDEA	875
Fiscal Stabilization - Education	10,811
Special Education - Part B	9,036
School Lunch Equipment	863
Red Ribbon Week	47
Payroll Withholdings	672
Special Tax - Building	465
Special Fund - Donations	102

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 examination indicated the following expenditures in excess of budgeted appropriations:

Fund	Years	Excess Amount Expended
School Transportation	2011	\$ 1,336
School Bus Replacement	2012	8,401

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."

MEDORA COMMUNITY SCHOOL CORPORATION
EXAMINATION RESULTS AND COMMENTS
(Continued)

SUPPORTING DOCUMENTATION

Accounts payable vouchers and supporting documentation were not presented to support the following disbursements:

Date	Amount	Payee
11-30-12	\$ 800	Vicki Dean
04-18-13	1,282	Brenda Weddell
04-19-13	<u>5,123</u>	Professional Business Solutions
Total	<u>\$ 7,204</u>	

Due to the lack of supporting information, we could not verify the purpose of the disbursement.

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

CONTRACTS

Payments totaling \$63,075 were made to Tom Judd, Superintendent of Schools, during the examination period. An additional \$33,030 was paid to Norma Hoffman for speech and hearing therapy. Contracts were not presented for examination for these services.

Payments made or received for contractual services should be supported by a written contract. Each governmental unit is responsible for complying with the provisions of its contracts. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

PENALTIES, INTEREST, AND OTHER CHARGES

The School Corporation paid penalties, interest, and other charges to the Internal Revenue Service in the amount of \$296 because the School Corporation did not remit payments on a timely basis.

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

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

Any penalties, interest or other charges paid by the governmental unit may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

MEDORA COMMUNITY SCHOOL CORPORATION
EXAMINATION RESULTS AND COMMENTS
(Continued)

AVERAGE DAILY MEMBERSHIP (ADM) - LACK OF RECORDS

The designated building level personnel did not provide written certification that the detailed student records maintained to support the Average Daily Membership claimed were accurate.

The building level official (Principal, Assistant Principal, etc.) is responsible for reporting ADM to the School Corporation Central Office, should provide a written certification of ADM to properly document responsibility. The certification should at a minimum include a statement detailing the names and location of the records used (these records must be retained for public inspection and audit) to substantiate ADM claimed. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 8)

MEDORA COMMUNITY SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on April 23, 2014, with Vicki Dean, Treasurer; Tom Judd, Superintendent of Schools; and Larry Osborn, School Board member.