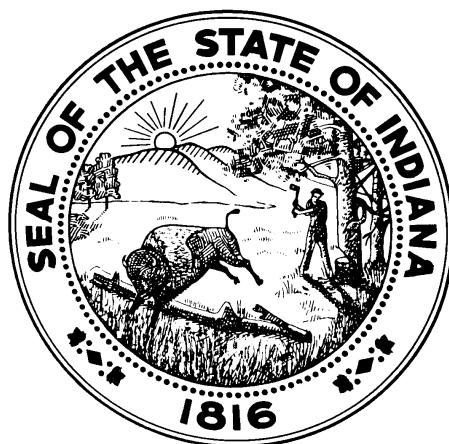


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

AUDIT REPORT
OF
TIPPECANOE VALLEY SCHOOL CORPORATION
KOSCIUSKO COUNTY, INDIANA
July 1, 2005 to June 30, 2007



FILED
03/31/2008

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Sherri Adamson	07-01-05 to 06-30-08
Superintendent of Schools	Dr. Daniel V. Kramer	07-01-05 to 06-30-08
President of the School Board	David E. O'Brien Mark Wise	07-01-05 to 06-30-07 07-01-07 to 06-30-08



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INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

TO: THE OFFICIALS OF THE TIPPECANOE VALLEY SCHOOL
CORPORATION, KOSCIUSKO COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Tippecanoe Valley School Corporation (School Corporation), as of and for the years ended June 30, 2006 and 2007, which collectively comprise the School Corporation's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the School Corporation's management. Our responsibility is to express opinions on these financial statements 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 statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note I, the School Corporation prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the School Corporation as of June 30, 2006 and 2007, and the respective cash receipts and cash disbursements during the years then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated February 27, 2008, 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 and grants. Our report on compliance and on internal control over financial reporting should be read along with this report.

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

Our audit was performed for the purpose of forming an opinion on the basic financial statements of the School Corporation taken as a whole. 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The Schedule of Funding Progress as listed in the Table of Contents, is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The School Corporation has not presented Management's Discussion and Analysis or Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Corporation's basic financial statements. The Combining Schedules, as listed in the Table of Contents, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the basic financial statements. The Combining Schedules, as listed in the Table of Contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Schedule of Capital Assets and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

February 27, 2008



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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF THE TIPPECANOE VALLEY SCHOOL
CORPORATION, KOSCIUSKO COUNTY, INDIANA

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Tippecanoe Valley School Corporation (School Corporation), as of and for the years ended June 30, 2006 and 2007, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated February 27, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School Corporation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be significant deficiencies or material weaknesses, as defined above.

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
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 statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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

STATE BOARD OF ACCOUNTS

February 27, 2008

TIPPECANOE VALLEY SCHOOL CORPORATION
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2006

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<u>Totals</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
Governmental activities:				
Instruction	\$ 6,949,607	\$ -	\$ 99,829	\$ (6,849,778)
Support services	9,612,897	643,935	388,251	(8,580,711)
Community services	18,140	-	-	(18,140)
Nonprogrammed charges	2,421,241	-	-	(2,421,241)
Debt service	2,921,061	-	-	(2,921,061)
Total governmental activities	<u>\$ 21,922,946</u>	<u>\$ 643,935</u>	<u>\$ 488,080</u>	<u>(20,790,931)</u>
General receipts:				
Property taxes				7,761,268
Other local sources				3,836,951
State aid				9,163,476
Grants and contributions not restricted to specific programs				943,046
Sale of property, adjustments, and refunds				152,973
Investment earnings				237,758
Total general receipts				<u>22,095,472</u>
Change in net assets				1,304,541
Net assets - beginning				<u>6,875,334</u>
Net assets - ending				<u>\$ 8,179,875</u>
<u>Assets</u>				
Cash and investments				\$ 7,618,784
Restricted assets:				
Cash and investments				<u>561,091</u>
Total assets				<u>\$ 8,179,875</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 561,091
Unrestricted				<u>7,618,784</u>
Total net assets				<u>\$ 8,179,875</u>

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

TIPPECANOE VALLEY SCHOOL CORPORATION
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2007

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 6,944,990	\$ -	\$ 98,595	\$ (6,846,395)
Support services	9,873,274	632,038	425,839	(8,815,397)
Community services	16,817	-	-	(16,817)
Nonprogrammed charges	2,411,796	-	-	(2,411,796)
Debt service	<u>2,929,250</u>	<u>-</u>	<u>-</u>	<u>(2,929,250)</u>
Total governmental activities	<u>\$ 22,176,127</u>	<u>\$ 632,038</u>	<u>\$ 524,434</u>	<u>(21,019,655)</u>
General receipts:				
Property taxes				4,922,713
Other local sources				3,906,274
State aid				9,483,588
Bonds and loans				3,500,000
Grants and contributions not restricted to specific programs				1,118,408
Sale of property, adjustments, and refunds				251,668
Investment earnings				<u>436,845</u>
Total general receipts				<u>23,619,496</u>
Change in net assets				2,599,841
Net assets - beginning				<u>8,179,875</u>
Net assets - ending				<u>\$ 10,779,716</u>
<u>Assets</u>				
Cash and investments				\$ 6,808,322
Restricted assets:				
Cash and investments				<u>3,971,394</u>
Total assets				<u>\$ 10,779,716</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 1,137,335
Unrestricted				<u>9,642,381</u>
Total net assets				<u>\$ 10,779,716</u>

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

TIPPECANOE VALLEY SCHOOL CORPORATION
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2006

	General	Transportation Operating	Debt Service	Capital Projects	School Bus Replacement	Other	Totals
Receipts:							
Local sources	\$ 3,499,487	\$ 880,021	\$ 3,090,137	\$ 1,415,608	\$ 177,166	\$ 714,711	\$ 9,777,130
Intermediate sources	360	-	-	-	-	33,280	33,640
State sources	9,248,086	-	-	-	-	138,226	9,386,312
Federal sources	6,040	-	-	-	-	1,202,450	1,208,490
Sale of property, adjustments and refunds	24,392	3,919	-	-	-	215,442	243,753
Total receipts	<u>12,778,365</u>	<u>883,940</u>	<u>3,090,137</u>	<u>1,415,608</u>	<u>177,166</u>	<u>2,304,109</u>	<u>20,649,325</u>
Disbursements:							
Current:							
Instruction	6,257,677	-	-	-	-	691,930	6,949,607
Support services	5,661,064	1,000,815	-	1,197,380	155,671	1,598,030	9,612,960
Community services	14,580	-	-	-	-	3,560	18,140
Nonprogrammed charges	1,745	-	-	-	-	150,000	151,745
Debt services	-	-	2,921,061	-	-	-	2,921,061
Total disbursements	<u>11,935,066</u>	<u>1,000,815</u>	<u>2,921,061</u>	<u>1,197,380</u>	<u>155,671</u>	<u>2,443,520</u>	<u>19,653,513</u>
Excess (deficiency) of receipts over disbursements	843,299	(116,875)	169,076	218,228	21,495	(139,411)	995,812
Other financing sources (uses):							
Transfers in	-	83,756	-	5,907	-	56,584	146,247
Transfers out	-	-	-	(83,756)	-	(62,491)	(146,247)
Total other financing sources (uses)	<u>-</u>	<u>83,756</u>	<u>-</u>	<u>(77,849)</u>	<u>-</u>	<u>(5,907)</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	843,299	(33,119)	169,076	140,379	21,495	(145,318)	995,812
Cash and investments - beginning	2,209,289	388,670	392,015	845,456	138,160	1,006,622	4,980,212
Cash and investments - ending	<u>\$ 3,052,588</u>	<u>\$ 355,551</u>	<u>\$ 561,091</u>	<u>\$ 985,835</u>	<u>\$ 159,655</u>	<u>\$ 861,304</u>	5,976,024
Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:							
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.							
							<u>2,203,851</u>
Net assets of governmental activities							<u>\$ 8,179,875</u>
Cash and Investment Assets - Ending							
Cash and investments	\$ 3,052,588	\$ 355,551	\$ -	\$ 985,835	\$ 159,655	\$ 861,304	\$ 5,414,933
Restricted assets:							
Cash and investments	-	-	561,091	-	-	-	561,091
Total cash and investment assets - ending	<u>\$ 3,052,588</u>	<u>\$ 355,551</u>	<u>\$ 561,091</u>	<u>\$ 985,835</u>	<u>\$ 159,655</u>	<u>\$ 861,304</u>	<u>\$ 5,976,024</u>
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ 561,091	\$ -	\$ -	\$ -	\$ 561,091
Unrestricted	3,052,588	355,551	-	985,835	159,655	861,304	5,414,933
Total cash and investment fund balance - ending	<u>\$ 3,052,588</u>	<u>\$ 355,551</u>	<u>\$ 561,091</u>	<u>\$ 985,835</u>	<u>\$ 159,655</u>	<u>\$ 861,304</u>	<u>\$ 5,976,024</u>

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

TIPPECANOE VALLEY SCHOOL CORPORATION
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2007

	General	Transportation Operating	Debt Service	Capital Projects	School Bus Replacement	Other	Totals
Receipts:							
Local sources	\$ 2,628,674	\$ 632,992	\$ 2,050,494	\$ 976,892	\$ 113,678	\$ 704,128	\$ 7,106,858
Intermediate sources	360	-	-	-	-	4,319	4,679
State sources	9,567,097	-	-	-	-	252,637	9,819,734
Federal sources	7,900	-	-	-	-	1,271,951	1,279,851
Bonds and loans	1,380,000	400,000	1,455,000	147,000	118,000	-	3,500,000
Sale of property, adjustments and refunds	9,089	13,171	-	-	-	116,447	138,707
Total receipts	13,593,120	1,046,163	3,505,494	1,123,892	231,678	2,349,482	21,849,829
Disbursements:							
Current:							
Instruction	6,469,503	-	-	-	-	475,487	6,944,990
Support services	5,897,336	926,992	-	1,156,087	361,885	1,528,741	9,871,041
Community services	15,517	-	-	-	-	1,300	16,817
Nonprogrammed charges	7,098	-	-	-	-	111,000	118,098
Debt services	-	-	2,929,250	-	-	-	2,929,250
Total disbursements	12,389,454	926,992	2,929,250	1,156,087	361,885	2,116,528	19,880,196
Excess (deficiency) of receipts over disbursements	1,203,666	119,171	576,244	(32,195)	(130,207)	232,954	1,969,633
Other financing sources (uses):							
Transfers in	-	83,756	-	-	-	56,049	139,805
Transfers out	-	-	-	(83,756)	-	(56,049)	(139,805)
Total other financing sources (uses)	-	83,756	-	(83,756)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,203,666	202,927	576,244	(115,951)	(130,207)	232,954	1,969,633
Cash and investments - beginning	3,052,588	355,551	561,091	985,835	159,655	861,304	5,976,024
Cash and investments - ending	\$ 4,256,254	\$ 558,478	\$ 1,137,335	\$ 869,884	\$ 29,448	\$ 1,094,258	7,945,657
Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:							
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.							
							2,834,059
Net assets of governmental activities							\$ 10,779,716
Cash and Investment Assets - Ending							
Cash and investments	\$ 4,256,254	\$ 558,478	\$ -	\$ 869,884	\$ 29,448	\$ 1,094,258	\$ 6,808,322
Restricted assets:							
Cash and investments	-	-	1,137,335	-	-	-	1,137,335
Total cash and investment assets - ending	\$ 4,256,254	\$ 558,478	\$ 1,137,335	\$ 869,884	\$ 29,448	\$ 1,094,258	\$ 7,945,657
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ 1,137,335	\$ -	\$ -	\$ -	\$ 1,137,335
Unrestricted	4,256,254	558,478	-	869,884	29,448	1,094,258	6,808,322
Total cash and investment fund balance - ending	\$ 4,256,254	\$ 558,478	\$ 1,137,335	\$ 869,884	\$ 29,448	\$ 1,094,258	\$ 7,945,657

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

TIPPECANOE VALLEY SCHOOL CORPORATION
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUND
For the Year Ended June 30, 2006

	<u>Internal Service Fund</u>
Operating receipts:	
Employee/employer contributions	\$ 2,578,227
Operating disbursements:	
Insurance claims and expense	<u>2,269,496</u>
Excess of operating receipts over operating disbursements	308,731
Cash and investment fund balance - beginning	<u>1,895,120</u>
Cash and investment fund balance - ending	<u>\$ 2,203,851</u>
 <u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	<u>\$ 2,203,851</u>
 <u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	<u>\$ 2,203,851</u>

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

TIPPECANOE VALLEY SCHOOL CORPORATION
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,
AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUND
For the Year Ended June 30, 2007

	<u>Internal Service Fund</u>
Operating receipts:	
Charges for services	\$ 2,923,906
Operating disbursements:	
Insurance claims and expense	<u>2,293,698</u>
Excess of operating receipts over operating disbursements	630,208
Cash and investment fund balance - beginning	<u>2,203,851</u>
Cash and investment fund balance - ending	<u>\$ 2,834,059</u>
 <u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	<u>\$ 2,834,059</u>
 <u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	<u>\$ 2,834,059</u>

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

TIPPECANOE VALLEY SCHOOL CORPORATION
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2006

	Private-Purpose Trust Funds
Additions:	
Contributions:	
Other	\$ 16,757
Deductions:	
Administrative and general	4,266
Excess of total additions over total deductions	12,491
Cash and investment fund balance - beginning	3,643
Cash and investment fund balance - ending	\$ 16,134
Net assets:	
Cash and investments	\$ 16,134

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

TIPPECANOE VALLEY SCHOOL CORPORATION
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2007

	Private-Purpose Trust Funds
Additions:	
Contributions:	
Other	\$ 71,595
Deductions:	
Administrative and general	71,637
Deficiency of total additions over total deductions	(42)
Cash and investment fund balance - beginning	16,134
Cash and investment fund balance - ending	\$ 16,092
Net assets:	
Cash and investments	\$ 16,092

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

TIPPECANOE VALLEY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS

I. 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.

These financial statements present the School Corporation (primary government). There are no significant component units which require inclusion.

In determining the financial reporting entity, the School Corporation complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

Joint Venture

The School Corporation is a participant with 43 other schools in a joint venture to operate the Northern Indiana Education Service Center (NIESC), which was created to allow participating schools to cooperate and share certain programs and services which they collectively may implement. The School Corporation is obligated by contract to remit a per student rate determined annually to supplement the NIESC budget. NIESC's continued existence depends on continued funding by the School Corporation. The School Corporation is obligated for the debts of NIESC. Complete financial statements for the NIESC can be obtained from NIESC at 56535 Magnetic Drive, Mishawaka, Indiana, 46545.

The School Corporation is a participant with 20 school corporations in a joint venture to operate North Central Energy Cooperative (NEC), which was created to procure natural gas in an economical and efficient manner. The School Corporation is obligated by contract to remit its share of the expenses. Complete financial statements for NEC can be obtained from their administrative offices at 59040 Minuteman Way, Elkhart, Indiana, 46517.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statements of Cash Activities and Net Assets - Cash and Investment Basis display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

TIPPECANOE VALLEY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, receipts, and disbursements. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The School Corporation reports the following major governmental funds:

The general fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The transportation operating fund accounts for financial resources for the transportation of school children to and from school.

The debt service fund accounts for debt from funds borrowed or advanced for the purchase or lease of school buildings, school buses, judgments against the corporation, equipment or capital construction, and interest on emergency and temporary loans.

The capital projects fund accounts for planned construction, repair, replacement or remodeling; and the purchase, lease, upgrade, maintenance, or repair of computer equipment.

The school bus replacement fund is used to account for receipts and disbursements concerning the acquisition and disposal of school buses.

Additionally, the School Corporation reports the following fund types:

The internal service fund accounts for is a risk financing fund for risks associated with medical benefits to employees, eligible retirees, and dependents.

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the School Corporation and its students.

C. Measurement Focus and Basis of Accounting

The government-wide, governmental fund, proprietary fund, and fiduciary fund financial statements are reported using the basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The cash and investment 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. Investment transactions are not presented on the financial statements.

TIPPECANOE VALLEY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

If the School Corporation utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the enterprise fund statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their enterprise funds, subject to this same limitation. The School Corporation has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to people outside the government (enterprise funds) or other departments or agencies primarily within the government (internal service funds). The School Corporation does not have any enterprise funds.

When both restricted and unrestricted resources are available for use, the School Corporation's policy is to use restricted resources first, then unrestricted resources as they are needed.

D. Assets and Cash and Investment Balances

1. Cash and Investments

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

2. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the School Corporation in June and in December. 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% 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 become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the School Corporation on or prior to June 30 of the year collected.

TIPPECANOE VALLEY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

3. Compensated Absences

a. Sick Leave

Employees earn sick leave at the rate of 6 days to 12 days per year based on years of service and classification. Unused sick leave may be accumulated to a maximum of 156 days for certified employees and 90 days for noncertified employees. Retirement options include payment for accumulated sick leave.

b. Vacation Leave

Nonteaching or administrative and noncertified School Corporation employees earn vacation leave at rates from 5 days to 20 days per year based upon the number of years of service. Vacation leave does not accumulate from year to year.

c. Personal Leave

School Corporation noncertified employees earn personal leave at the rate of 2 days per year. Certified employees earn sick/personal leave at the rate of 6 days per year. Unused personal leave may be accumulated to a maximum of 5 days per year for noncertified employees. Unused sick/personal leave is transferred to accumulated sick leave for certified personnel. Accumulated personal leave is paid to employees upon termination of employment.

4. Capital Assets

Capital assets arising from cash transactions acquired for use in governmental or proprietary fund operations are accounted for as capital outlay disbursements of the fund upon acquisition.

5. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary funds is not reported as liabilities in the basic financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as disbursements.

6. Equity Classification

Government-Wide Statements

Equity is classified as net assets and displayed in two components:

a. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or (2) law through constitutional provisions or enabling legislation.

b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

TIPPECANOE VALLEY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

It is the School Corporation's policy to first use restricted net assets prior to the use of unrestricted net assets when a disbursement is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Financial Statements

Governmental fund equity is classified as fund balance. Proprietary fund equity is classified the same as in the government-wide statements.

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided and (2) operating grants and contributions, including special assessments. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

2. Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary funds result from providing services and producing and delivering goods and/or services. They also include all receipts and disbursements not related to capital and related financing, noncapital financing, or investing activities.

F. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Activities and Net Assets - Cash and Investment Basis, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.
2. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are reported as reimbursements.
3. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets - Cash and Investment Basis except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers - Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities and Net Assets - Cash and Investment Basis.

TIPPECANOE VALLEY SCHOOL CORPORATION
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

II. Stewardship, Compliance and Accountability

A. Budgetary Information

Annual budgets are adopted on the cash basis, which is not consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at calendar year end.

Prior to the first required publication, the fiscal officer of the School Corporation submits to the governing board a proposed operating budget for the year commencing the following July 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. In September of each year, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the School Corporation receives approval of the Indiana Department of Local Government Finance.

The School Corporation's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the governing board. The Indiana Department of Local Government Finance must approve any revisions to the appropriations for any fund or any department of the General Fund. The legal level of budgetary control is by object and department within the fund for the General Fund and by object within the fund for all other budgeted funds.

B. Cash and Investment Balance Deficits

At June 30, 2006 and 2007, the following funds reported deficits in cash and investments, which are violations of the Uniform Compliance Guidelines and state statute:

Fund	2005-2006	2006-2007
Special Education Sliver Grant	\$ 201	\$ -
Federal School Age FY 2005-2006	20,874	-
Title II Part A FY 2004-2005	1,959	-
Safe Haven Grant FY 2006-2007	-	1,906

Cash and investment deficits on grant funds arose primarily from disbursements exceeding receipts due to the underestimate of current requirements; these deficits are to be repaid from future grant receipts.

III. Detailed Notes on All Funds

A. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision.

TIPPECANOE VALLEY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Interfund Transfers

Interfund transfers for the years ended June 30, 2006 and 2007, were as follows:

Transfer From	Transfer To	2005-2006	2006-2007
Capital Projects Fund	Other governmental funds	\$ 5,907	\$ -
Transportation Operating Fund	Capital Projects Fund	83,756	83,756
Other governmental funds	Other governmental funds	<u>56,584</u>	<u>56,049</u>
Totals		<u>\$ 146,247</u>	<u>\$ 139,805</u>

The School Corporation typically uses transfers for cash flow purposes as provided by various statutory provisions or to fund grant expenditures until reimbursements are received from the grantor.

C. Tax Anticipation Warrants

Tax anticipation warrants payable as of June 30, 2007, were as follows:

Fiscal Year 2006-2007	Beginning Balance	Issued/ Draws	Redeemed Repayments	Ending Balance
Tax anticipation warrants	<u>\$ -</u>	<u>\$ 3,500,000</u>	<u>\$ -</u>	<u>\$ 3,500,000</u>

There were no tax anticipation warrants for the July 1, 2005 to June 30, 2006 fiscal year.

IV. Other Information

A. Risk Management

The School Corporation is 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 (excluding postemployment benefits); and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

TIPPECANOE VALLEY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Medical Benefits to Employees, Retirees and Dependents (Excluding Postemployment Benefits)

The School Corporation has chosen to establish a risk financing fund for risks associated with medical benefits to employees and eligible retirees. The risk financing fund is accounted for in an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$100,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Interfund premiums are paid into the fund by all affected funds and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon an overall premium percentage which is applied to each affected fund and are reported as quasi-external interfund transactions.

B. Holding Corporations

The School Corporation has entered into capital leases with Tippecanoe Valley Elementary School Building Corporation, Tippecanoe Valley Middle School Building Corporation and Tippecanoe Valley High School Building Corporation (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessors has been determined to be related parties of the School Corporation. Lease payments during the years ended June 30, 2006 and 2007, totaled \$1,545,989 and \$1,584,007, respectively.

C. Subsequent Event

Undistributed Property Taxes

The School Corporation's estimated total property tax receivable from all tax levied funds for the 2006 spring taxes payable in 2007 is \$4,015,702. As of June 30, 2007, \$1,095,966 of this total had been received by the School Corporation leaving a balance from the Fulton and Kosciusko County Auditors of \$2,919,736.

D. Postemployment Benefits

In addition to the pension benefits described below, the School Corporation provides postemployment health insurance benefits, as authorized by Indiana Code 5-10-8, to all employees who retire from the School Corporation on or after attaining age 55 with at least 10 years of service for certified personnel and 15 years of service for noncertified personnel. Currently, 34 retirees meet these eligibility requirements. The School Corporation provides 100% of these postemployment benefits after the entire premium is paid by the retiree. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis. During the year ended June 30, 2007, disbursements of \$164,655 were recognized for postemployment benefits.

TIPPECANOE VALLEY SCHOOL CORPORATION
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

E. Pension Plans

1. Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plan

Public Employees' Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Public Employees' Retirement Fund (PERF), 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 the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF 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 member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF 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. The report may be obtained by contacting:

Public Employees' Retirement Fund
 Harrison Building, Room 800
 143 West Market Street
 Indianapolis, IN 46204
 Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The School Corporation's annual pension cost and related information, as provided by the actuary, is presented in this note.

Actuarial Information for the Above Plan

	PERF
Annual required contribution	\$ 105,212
Interest on net pension obligation	(9,609)
Adjustment to annual required contribution	10,950
Annual pension cost	106,553
Contributions made	90,824
Increase in net pension obligation	15,729
Net pension obligation, beginning of year	(132,534)
Net pension obligation, end of year	\$ (116,805)

TIPPECANOE VALLEY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

	PERF
Contribution rates:	
School Corporation	5.88%
Plan members	3%
Actuarial valuation date	07-01-06
Actuarial cost method	Entry age
Amortization method	Level percentage of projected payroll, closed
Amortization period	40 years
Amortization period (from date)	07-01-97
Asset valuation method	75% of expected actuarial value plus 25% of market value

Actuarial Assumptions

Investment rate of return	7.25%
Projected future salary increases:	
Total	5%
Attributed to inflation	4%
Attributed to merit/seniority	1%
Cost-of-living adjustments	2%

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-04	\$ 79,903	115%	\$ (127,531)
	06-30-05	90,748	106%	(132,534)
	06-30-06	106,553	85%	(116,805)

2. Cost-Sharing Multiple-Employer Defined Benefit Pension Plan

Teachers' Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Teachers' Retirement Fund (TRF), 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 TRF 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 member's contributions, set by state statute at 3% 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.

TIPPECANOE VALLEY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

TRF 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:

Teachers' Retirement Fund
150 West Market Street
Indianapolis, IN 46204
Ph. (317) 232-3860

Funding Policy and Annual Pension Costs

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.

The School Corporation is to contribute at an actuarially determined rate. The current rate has been actuarially determined under the entry age normal cost method to be 6.82% of covered wages. The School Corporation's required contributions to the plan for the fiscal years ended June 30, 2007, 2006, and 2005, were \$177,552, \$170,960, and \$151,631, respectively. The School Corporation actually contributed 100% of the required contribution for each of the fiscal years.

TIPPECANOE VALLEY SCHOOL CORPORATION
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-04	\$ 1,796,282	\$ 1,939,296	\$ (143,014)	93%	\$ 1,610,984	(9%)
07-01-05	1,873,775	2,163,688	(289,913)	87%	1,596,816	(18%)
07-01-06	2,201,632	2,269,639	(68,007)	97%	1,581,440	(4%)

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2006

	Special Ed Preschool	School Lunch	Textbook Rental	Reimbursement Account	Extended Day Kindergarten	Educational License Plates
Receipts:						
Local sources	\$ 10,399	\$ 484,240	\$ 178,772	\$ -	\$ 39,800	\$ -
Intermediate sources	-	-	-	-	-	300
State sources	50,189	14,153	27,618	-	-	-
Federal sources	-	346,257	-	-	-	-
Sale of property, adjustments and refunds	-	66,759	66,055	68,483	-	-
Total receipts	60,588	911,409	272,445	68,483	39,800	300
Disbursements:						
Current:						
Instruction	34,299	-	-	54,734	25,079	-
Support services	1,662	835,218	215,913	-	1,709	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	85,000	65,000	-	-	-
Total disbursements	35,961	920,218	280,913	54,734	26,788	-
Excess (deficiency) of receipts over disbursements	24,627	(8,809)	(8,468)	13,749	13,012	300
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	24,627	(8,809)	(8,468)	13,749	13,012	300
Cash and investments - beginning	121,206	369,122	219,261	(13,749)	23,808	2,756
Cash and investments - ending	\$ 145,833	\$ 360,313	\$ 210,793	\$ -	\$ 36,820	\$ 3,056
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 145,833	\$ 360,313	\$ 210,793	\$ -	\$ 36,820	\$ 3,056
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 145,833	\$ 360,313	\$ 210,793	\$ -	\$ 36,820	\$ 3,056

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	Alternative Education	Safe Haven Grant FY 2003-2004	Early Intervention Grant	Safe Haven Grant FY 2004-2005	Safe Haven Grant FY 2005-2006	Fulton County LLC 2004-2005
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	17,419	-	2,000	-	4,496	-
Federal sources	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Total receipts	17,419	-	2,000	-	4,496	-
Disbursements:						
Current:						
Instruction	23,275	-	-	-	-	500
Support services	-	372	2,000	2,026	3,618	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	23,275	372	2,000	2,026	3,618	500
Excess (deficiency) of receipts over disbursements	(5,856)	(372)	-	(2,026)	878	(500)
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	(5,856)	(372)	-	(2,026)	878	(500)
Cash and investments - beginning	6,156	372	-	3,381	-	500
Cash and investments - ending	\$ 300	\$ -	\$ -	\$ 1,355	\$ 878	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 300	\$ -	\$ -	\$ 1,355	\$ 878	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 300	\$ -	\$ -	\$ 1,355	\$ 878	\$ -

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	Fulton County LLC 2005-2006	Keys Grants FY 2003-2004	Peers Educations Peers	Keys Grants FY 2004-2005	Crisis Intervention Plan Grant	Keys Grants FY 2005-2006
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 1,500	\$ -
Intermediate sources	-	-	-	1,917	-	6,341
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Total receipts	-	-	-	1,917	1,500	6,341
Disbursements:						
Current:						
Instruction	-	-	-	-	-	-
Support services	-	64	137	2,352	1,500	2,954
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	-	64	137	2,352	1,500	2,954
Excess (deficiency) of receipts over disbursements	-	(64)	(137)	(435)	-	3,387
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	-	(64)	(137)	(435)	-	3,387
Cash and investments - beginning	645	64	2,084	560	-	-
Cash and investments - ending	\$ 645	\$ -	\$ 1,947	\$ 125	\$ -	\$ 3,387
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 645	\$ -	\$ 1,947	\$ 125	\$ -	\$ 3,387
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 645	\$ -	\$ 1,947	\$ 125	\$ -	\$ 3,387

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	Dekko Grant FY 2005-2006	Department of Health FY 2005-2006	Fulton County Solid Waste	Dekko FY 2005-2006 All Write!	Gifted and Talented FY 2005-2006	Economic Education Grant
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	7,988	976	2,538	13,220	-	-
State sources	-	-	-	-	14,108	1,000
Federal sources	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Total receipts	7,988	976	2,538	13,220	14,108	1,000
Disbursements:						
Current:						
Instruction	-	976	387	13,220	12,785	-
Support services	2,731	-	-	-	-	780
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	2,731	976	387	13,220	12,785	780
Excess (deficiency) of receipts over disbursements	5,257	-	2,151	-	1,323	220
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	5,257	-	2,151	-	1,323	220
Cash and investments - beginning	970	-	-	-	-	663
Cash and investments - ending	\$ 6,227	\$ -	\$ 2,151	\$ -	\$ 1,323	\$ 883
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 6,227	\$ -	\$ 2,151	\$ -	\$ 1,323	\$ 883
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 6,227	\$ -	\$ 2,151	\$ -	\$ 1,323	\$ 883

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	Non-English Speaking Program	School Technology	Technology Planning Grant	Performance Based Awards	Title I FY 2005-2006	Title I FY 2004-2005
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	1,336	-	5,907	-	-	-
Federal sources	-	-	-	-	282,809	-
Sale of property, adjustments and refunds	-	7,976	-	-	-	-
Total receipts	1,336	7,976	5,907	-	282,809	-
Disbursements:						
Current:						
Instruction	-	-	-	-	172,741	43,866
Support services	1,665	3,537	-	99	65,739	27,011
Community services	-	-	-	-	1,774	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	1,665	3,537	-	99	240,254	70,877
Excess (deficiency) of receipts over disbursements	(329)	4,439	5,907	(99)	42,555	(70,877)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	(5,907)	-	-	-
Total other financing sources (uses)	-	-	(5,907)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(329)	4,439	-	(99)	42,555	(70,877)
Cash and investments - beginning	329	426	-	99	-	70,877
Cash and investments - ending	\$ -	\$ 4,865	\$ -	\$ -	\$ 42,555	\$ -
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ 4,865	\$ -	\$ -	\$ 42,555	\$ -
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ -	\$ 4,865	\$ -	\$ -	\$ 42,555	\$ -

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	Title CSR FY 2003-2004	Title I CSR FY 2004-2005	Title I CSR FY 2005-2006	Title V Part A FY 2003-2004	Title V Part A FY 2004-2005
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	198	238	102,779	-	5,303
Sale of property, adjustments and refunds	-	-	-	-	-
Total receipts	198	238	102,779	-	5,303
Disbursements:					
Current:					
Instruction	-	22,584	43,252	-	-
Support services	198	55,497	25,743	3,938	7,224
Community services	-	1,000	786	-	-
Nonprogrammed charges	-	-	-	-	-
Total disbursements	198	79,081	69,781	3,938	7,224
Excess (deficiency) of receipts over disbursements	-	(78,843)	32,998	(3,938)	(1,921)
Other financing sources (uses):					
Transfers in	-	-	-	-	3,110
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	3,110
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(78,843)	32,998	(3,938)	1,189
Cash and investments - beginning	-	78,843	-	3,938	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,998</u>	<u>\$ -</u>	<u>\$ 1,189</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,998</u>	<u>\$ -</u>	<u>\$ 1,189</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Unrestricted	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,998</u>	<u>\$ -</u>	<u>\$ 1,189</u>

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	Title I Migrant Education FY 2005-2006	Federal School Age Carry Over	Federal School Age Part B Carry Over	Special Education Sliver Grant	Federal Preschool FY 2005-2006
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	15,000	-	-	4,830	8,876
Sale of property, adjustments and refunds	-	-	-	-	-
Total receipts	15,000	-	-	4,830	8,876
Disbursements:					
Current:					
Instruction	15,000	10,002	-	-	-
Support services	-	36,158	34	5,031	8,444
Community services	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-
Total disbursements	15,000	46,160	34	5,031	8,444
Excess (deficiency) of receipts over disbursements	-	(46,160)	(34)	(201)	432
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	(52,123)	-	-	-
Total other financing sources (uses)	-	(52,123)	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(98,283)	(34)	(201)	432
Cash and investments - beginning	-	98,283	34	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (201)	\$ 432
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ -	\$ -	\$ -	\$ (201)	\$ 432
<u>Cash and Investment Fund Balance - Ending</u>					
Unrestricted	\$ -	\$ -	\$ -	\$ (201)	\$ 432

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	Federal Preschool Carry Over	Preschool Handicap Carry Over	Federal Preschool Carry Over FY 2005-2006	Drug Free Schools Title IV FY 2002-2003	Drug Free Schools Title IV FY 2003-2004
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	-	-	-	(1,940)	1,940
Sale of property, adjustments and refunds	-	-	-	-	-
Total receipts	-	-	-	(1,940)	1,940
Disbursements:					
Current:					
Instruction	662	2	1,252	-	4,682
Support services	1,496	-	-	-	-
Community services	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-
Total disbursements	2,158	2	1,252	-	4,682
Excess (deficiency) of receipts over disbursements	(2,158)	(2)	(1,252)	(1,940)	(2,742)
Other financing sources (uses):					
Transfers in	-	-	1,351	-	-
Transfers out	(1,351)	-	-	-	(3,110)
Total other financing sources (uses)	(1,351)	-	1,351	-	(3,110)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,509)	(2)	99	(1,940)	(5,852)
Cash and investments - beginning	3,509	2	-	1,940	5,852
Cash and investments - ending	\$ -	\$ -	\$ 99	\$ -	\$ -
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ -	\$ -	\$ 99	\$ -	\$ -
<u>Cash and Investment Fund Balance - Ending</u>					
Unrestricted	\$ -	\$ -	\$ 99	\$ -	\$ -

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	Drug Free Schools Title IV FY 2005-2006	Federal School Age FY 2005-2006	Federal School Age Carry Over FY 2005-2006	Team Nutrition Mini Grant	Title II Part A FY 2004-2005
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	8,498	342,076	-	500	50,000
Sale of property, adjustments and refunds	-	-	-	-	-
Total receipts	8,498	342,076	-	500	50,000
Disbursements:					
Current:					
Instruction	3,287	133,881	1,668	500	43,048
Support services	-	229,069	30,016	-	8,911
Community services	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-
Total disbursements	3,287	362,950	31,684	500	51,959
Excess (deficiency) of receipts over disbursements	5,211	(20,874)	(31,684)	-	(1,959)
Other financing sources (uses):					
Transfers in	-	-	52,123	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	52,123	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,211	(20,874)	20,439	-	(1,959)
Cash and investments - beginning	-	-	-	-	-
Cash and investments - ending	<u>\$ 5,211</u>	<u>\$ (20,874)</u>	<u>\$ 20,439</u>	<u>\$ -</u>	<u>\$ (1,959)</u>
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	<u>\$ 5,211</u>	<u>\$ (20,874)</u>	<u>\$ 20,439</u>	<u>\$ -</u>	<u>\$ (1,959)</u>
<u>Cash and Investment Fund Balance - Ending</u>					
Unrestricted	<u>\$ 5,211</u>	<u>\$ (20,874)</u>	<u>\$ 20,439</u>	<u>\$ -</u>	<u>\$ (1,959)</u>

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	Title II Improving Teacher Quality	Title II Part D FY 2004-2005	Title III English Prof Migrant	Construction	Totals
Receipts:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 714,711
Intermediate sources	-	-	-	-	33,280
State sources	-	-	-	-	138,226
Federal sources	20,057	1,600	13,429	-	1,202,450
Sale of property, adjustments and refunds	-	-	-	6,169	215,442
Total receipts	20,057	1,600	13,429	6,169	2,304,109
Disbursements:					
Current:					
Instruction	17,376	-	12,872	-	691,930
Support services	1,198	9,685	557	3,744	1,598,030
Community services	-	-	-	-	3,560
Nonprogrammed charges	-	-	-	-	150,000
Total disbursements	18,574	9,685	13,429	3,744	2,443,520
Excess (deficiency) of receipts over disbursements	1,483	(8,085)	-	2,425	(139,411)
Other financing sources (uses):					
Transfers in	-	-	-	-	56,584
Transfers out	-	-	-	-	(62,491)
Total other financing sources (uses)	-	-	-	-	(5,907)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,483	(8,085)	-	2,425	(145,318)
Cash and investments - beginning	(1,483)	8,085	-	(1,911)	1,006,622
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 514	\$ 861,304
<u>Cash and Investment Assets - Ending</u>					
Cash and investments	\$ -	\$ -	\$ -	\$ 514	\$ 861,304
<u>Cash and Investment Fund Balance - Ending</u>					
Unrestricted	\$ -	\$ -	\$ -	\$ 514	\$ 861,304

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007

	Special Ed Preschool	School Lunch	Textbook Rental	Extended Day Kindergarten	Educational License Plates	Alternative Education	Safe Haven Grant FY 2006-2007
Receipts:							
Local sources	\$ 7,321	\$ 458,791	\$ 190,891	\$ 47,125	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	769	-	-
State sources	61,205	14,105	44,449	-	-	24,184	2,250
Federal sources	-	367,089	-	-	-	-	-
Sale of property, adjustments and refunds	-	51,560	61,750	-	-	-	-
Total receipts	68,526	891,545	297,090	47,125	769	24,184	2,250
Disbursements:							
Current:							
Instruction	27,732	-	-	25,630	-	11,142	-
Support services	968	816,960	205,132	1,854	-	-	4,156
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	50,000	61,000	-	-	-	-
Total disbursements	28,700	866,960	266,132	27,484	-	11,142	4,156
Excess (deficiency) of receipts over disbursements	39,826	24,585	30,958	19,641	769	13,042	(1,906)
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	39,826	24,585	30,958	19,641	769	13,042	(1,906)
Cash and investments - beginning	145,833	360,313	210,793	36,820	3,056	300	-
Cash and investments - ending	\$ 185,659	\$ 384,898	\$ 241,751	\$ 56,461	\$ 3,825	\$ 13,342	\$ (1,906)
Cash and Investment Assets - Ending							
Cash and investments	\$ 185,659	\$ 384,898	\$ 241,751	\$ 56,461	\$ 3,825	\$ 13,342	\$ (1,906)
Cash and Investment Fund Balance - Ending							
Unrestricted	\$ 185,659	\$ 384,898	\$ 241,751	\$ 56,461	\$ 3,825	\$ 13,342	\$ (1,906)

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Safe Haven Grant FY 2004-2005	Safe Haven Grant FY 2005-2006	Fulton County LLC 2005-2006	Peers Educations Peers	Keys Grants FY 2004-2005	Key Grants FY 2005-2006	Dekko Grant FY 2005-2006
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	836	-
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	836	-
Disbursements:							
Current:							
Instruction	-	-	645	-	-	-	-
Support services	1,355	878	-	1,900	125	4,223	5,257
Community services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	1,355	878	645	1,900	125	4,223	5,257
Excess (deficiency) of receipts over disbursements	(1,355)	(878)	(645)	(1,900)	(125)	(3,387)	(5,257)
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,355)	(878)	(645)	(1,900)	(125)	(3,387)	(5,257)
Cash and investments - beginning	1,355	878	645	1,947	125	3,387	6,227
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 47	\$ -	\$ -	\$ 970
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ -	\$ -	\$ -	\$ 47	\$ -	\$ -	\$ 970
<u>Cash and Investment Fund Balance - Ending</u>							
Unrestricted	\$ -	\$ -	\$ -	\$ 47	\$ -	\$ -	\$ 970

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Fulton County Solid Waste	Dekko FY 2006-2007	Gifted and Talented FY 2006-2007	Gifted and Talented FY 2005-2006	Economic Education Gant	Non English Speaking Program
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	634	2,080	-	-	-	-
State sources	-	-	14,108	-	-	1,173
Federal sources	-	-	-	-	-	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Total receipts	634	2,080	14,108	-	-	1,173
Disbursements:						
Current:						
Instruction	2,785	-	9,653	1,323	-	-
Support services	-	2,080	-	-	-	-
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	2,785	2,080	9,653	1,323	-	-
Excess (deficiency) of receipts over disbursements	(2,151)	-	4,455	(1,323)	-	1,173
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	(2,151)	-	4,455	(1,323)	-	1,173
Cash and investments - beginning	2,151	-	-	1,323	883	-
Cash and investments - ending	\$ -	\$ -	\$ 4,455	\$ -	\$ 883	\$ 1,173
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ -	\$ 4,455	\$ -	\$ 883	\$ 1,173
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ -	\$ -	\$ 4,455	\$ -	\$ 883	\$ 1,173

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	School Technology	Technology Planning Grant	Title I FY 2005-2006	Title I FY 2006-2007	Title I CSR FY 2005-2006	Title V Part A FY 2004-2005
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	91,163	-	-	-	-
Federal sources	-	-	-	242,215	-	5,303
Sale of property, adjustments and refunds	1,409	-	-	-	-	-
Total receipts	1,409	91,163	-	242,215	-	5,303
Disbursements:						
Current:						
Instruction	-	-	13,609	104,671	24,000	-
Support services	4,424	-	1,662	128,938	8,998	6,492
Community services	-	-	440	860	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	4,424	-	15,711	234,469	32,998	6,492
Excess (deficiency) of receipts over disbursements	(3,015)	91,163	(15,711)	7,746	(32,998)	(1,189)
Other financing sources (uses):						
Transfers in	-	-	-	26,844	-	-
Transfers out	-	-	(26,844)	-	-	-
Total other financing sources (uses)	-	-	(26,844)	26,844	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(3,015)	91,163	(42,555)	34,590	(32,998)	(1,189)
Cash and investments - beginning	4,865	-	42,555	-	32,998	1,189
Cash and investments - ending	\$ 1,850	\$ 91,163	\$ -	\$ 34,590	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,850	\$ 91,163	\$ -	\$ 34,590	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ 1,850	\$ 91,163	\$ -	\$ 34,590	\$ -	\$ -

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Title V Part A FY 2005-2006	Title I Migrant Education FY 2006-2007	Federal School Age FY 2006-2007	Special Education Sliver Grant	Federal School Age Carry Over FY 2006-2007	Federal Preschool FY 2005-2006
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	7,198	30,000	388,900	662	-	2,501
Sale of property, adjustments and refunds	-	-	-	-	-	-
Total receipts	7,198	30,000	388,900	662	-	2,501
Disbursements:						
Current:						
Instruction	-	28,875	88,402	-	12,275	1,408
Support services	4,558	-	263,748	461	16,176	1,525
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	4,558	28,875	352,150	461	28,451	2,933
Excess (deficiency) of receipts over disbursements	2,640	1,125	36,750	201	(28,451)	(432)
Other financing sources (uses):						
Transfers in	-	-	-	-	29,205	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	29,205	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,640	1,125	36,750	201	754	(432)
Cash and investments - beginning	-	-	-	(201)	-	432
Cash and investments - ending	\$ 2,640	\$ 1,125	\$ 36,750	\$ -	\$ 754	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 2,640	\$ 1,125	\$ 36,750	\$ -	\$ 754	\$ -
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ 2,640	\$ 1,125	\$ 36,750	\$ -	\$ 754	\$ -

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Federal Preschool FY 2006-2007	Federal Preschool Carry Over FY 2005-2006	Drug Free Schools Title IV FY 2006-2007	Drug Free Schools Title IV FY 2005-2006	Federal School Age FY 2005-2006	Federal School Age Carry Over FY 2005-2006
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	11,834	-	9,609	-	85,519	-
Sale of property, adjustments and refunds	-	-	-	-	-	-
Total receipts	11,834	-	9,609	-	85,519	-
Disbursements:						
Current:						
Instruction	9,774	99	2,846	5,211	17,105	-
Support services	739	-	-	-	18,335	20,439
Community services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Total disbursements	10,513	99	2,846	5,211	35,440	20,439
Excess (deficiency) of receipts over disbursements	1,321	(99)	6,763	(5,211)	50,079	(20,439)
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(29,205)	-
Total other financing sources (uses)	-	-	-	-	(29,205)	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,321	(99)	6,763	(5,211)	20,874	(20,439)
Cash and investments - beginning	-	99	-	5,211	(20,874)	20,439
Cash and investments - ending	\$ 1,321	\$ -	\$ 6,763	\$ -	\$ -	\$ -
Cash and Investment Assets - Ending						
Cash and investments	\$ 1,321	\$ -	\$ 6,763	\$ -	\$ -	\$ -
Cash and Investment Fund Balance - Ending						
Unrestricted	\$ 1,321	\$ -	\$ 6,763	\$ -	\$ -	\$ -

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 OTHER GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Title II Part A FY 2005-2006	Title II Part A FY 2004-2005	Title III English Prof Migrant	Title II Part D Technology FY 2005-2006	Construction	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 704,128
Intermediate sources	-	-	-	-	-	4,319
State sources	-	-	-	-	-	252,637
Federal sources	72,269	23,376	22,222	3,254	-	1,271,951
Sale of property, adjustments and refunds	-	-	-	-	1,728	116,447
Total receipts	72,269	23,376	22,222	3,254	1,728	2,349,482
Disbursements:						
Current:						
Instruction	54,971	21,000	12,331	-	-	475,487
Support services	5,424	417	-	-	1,517	1,528,741
Community services	-	-	-	-	-	1,300
Nonprogrammed charges	-	-	-	-	-	111,000
Total disbursements	60,395	21,417	12,331	-	1,517	2,116,528
Excess (deficiency) of receipts over disbursements	11,874	1,959	9,891	3,254	211	232,954
Other financing sources (uses):						
Transfers in	-	-	-	-	-	56,049
Transfers out	-	-	-	-	-	(56,049)
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	11,874	1,959	9,891	3,254	211	232,954
Cash and investments - beginning	-	(1,959)	-	-	514	861,304
Cash and investments - ending	\$ 11,874	\$ -	\$ 9,891	\$ 3,254	\$ 725	\$ 1,094,258
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 11,874	\$ -	\$ 9,891	\$ 3,254	\$ 725	\$ 1,094,258
<u>Cash and Investment Fund Balance - Ending</u>						
Unrestricted	\$ 11,874	\$ -	\$ 9,891	\$ 3,254	\$ 725	\$ 1,094,258

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2006

	PECS Training	Swoop	National Science Award	NCA Award Mentone 2005	Alternative Education Donation
Additions:					
Contributions:					
Other	\$ 50	\$ 60	\$ 10,000	\$ 1,000	\$ -
Deductions:					
Administrative and general	-	60	-	-	-
Excess (deficiency) of total additions over total deductions	50	-	10,000	1,000	-
Cash and investment fund balance - beginning	700	-	-	-	132
Cash and investments - ending	<u>\$ 750</u>	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ 1,000</u>	<u>\$ 132</u>
Net assets:					
Cash and investments	<u>\$ 750</u>	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ 1,000</u>	<u>\$ 132</u>

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2006
 (Continued)

	Dekko Teacher Awards	Hispanic Youth Mentoring Program	Dekko T Harman	Dekko Grant FY 2002-2003	Totals
Additions:					
Contributions:					
Other	\$ 4,000	\$ 1,647	\$ -	\$ -	\$ 16,757
Deductions:					
Administrative and general	3,128	300	-	778	4,266
Excess (deficiency) of total additions over total deductions	872	1,347	-	(778)	12,491
Cash and investment fund balance - beginning	2,000	-	33	778	3,643
Cash and investments - ending	<u>\$ 2,872</u>	<u>\$ 1,347</u>	<u>\$ 33</u>	<u>\$ -</u>	<u>\$ 16,134</u>
Net assets:					
Cash and investments	<u>\$ 2,872</u>	<u>\$ 1,347</u>	<u>\$ 33</u>	<u>\$ -</u>	<u>\$ 16,134</u>

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2007

	PECS Training	Key Grants FY 2006-2007	National Science Award	NCA Award Mentone 2005	Supplement to Building Project	Alternative Education Donation
Additions:						
Contributions:						
Other	\$ -	\$ 2,126	\$ -	\$ -	\$ 50,000	\$ 1,881
Deductions:						
Administrative and general	750	1,087	6,912	343	50,000	2,013
Excess (deficiency) of total additions over total deductions	(750)	1,039	(6,912)	(343)	-	(132)
Cash and investment fund balance - beginning	750	-	10,000	1,000	-	132
Cash and investments - ending	<u>\$ -</u>	<u>\$ 1,039</u>	<u>\$ 3,088</u>	<u>\$ 657</u>	<u>\$ -</u>	<u>\$ -</u>
Net assets:						
Cash and investments	<u>\$ -</u>	<u>\$ 1,039</u>	<u>\$ 3,088</u>	<u>\$ 657</u>	<u>\$ -</u>	<u>\$ -</u>

TIPPECANOE VALLEY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2007
 (Continued)

	Dekko Teacher Awards	K-21 Foundation 2007	Fulton County Solid Waste 2007	Hispanic Youth Mentoring Program	Dekko T Harman	Totals
Additions:						
Contributions:						
Other	\$ -	\$ 8,000	\$ 9,588	\$ -	\$ -	\$ 71,595
Deductions:						
Administrative and general	2,379	8,000	-	120	33	71,637
Excess (deficiency) of total additions over total deductions	(2,379)	-	9,588	(120)	(33)	(42)
Cash and investment fund balance - beginning	2,872	-	-	1,347	33	16,134
Cash and investments - ending	<u>\$ 493</u>	<u>\$ -</u>	<u>\$ 9,588</u>	<u>\$ 1,227</u>	<u>\$ -</u>	<u>\$ 16,092</u>
Net assets:						
Cash and investments	<u>\$ 493</u>	<u>\$ -</u>	<u>\$ 9,588</u>	<u>\$ 1,227</u>	<u>\$ -</u>	<u>\$ 16,092</u>

TIPPECANOE VALLEY SCHOOL CORPORATION
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS

June 30, 2007

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.

Primary Government

Governmental activities:

Capital assets, not being depreciated:

Land and Buildings	\$ 46,107,442
Improvements other than buildings	2,550,206
Machinery and equipment	<u>3,868,606</u>

Total governmental activities, capital
assets not being depreciated

\$ 52,526,254

TIPPECANOE VALLEY SCHOOL CORPORATION
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2007

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental Activities:		
Capital leases:		
TVSC 2002 Building Corporation-Middle School	\$ 4,255,000	\$ 735,233
TVSC 2004 Building Corporation-High School	13,705,000	1,225,000
TVSC 2005 Building Corporation-Mentone Elementary	7,029,899	840,000
Loans payable		
Common School Loan	935,000	96,600
Energy Loan	845,000	273,103
Total governmental activities debt	<u>\$ 26,769,899</u>	<u>\$ 3,169,936</u>

TIPPECANOE VALLEY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS

GUARANTEED ENERGY SAVINGS CONTRACTS

Tippecanoe Valley School Corporation entered into a guaranteed energy savings contract with Excelon Services, Inc., (formerly Unicom Energy Services, Inc.) on June 5, 2000. The total amount of the contract was \$2,025,000. The total amount of guaranteed measured and verified energy savings was \$44,450. The total amount of guaranteed stipulated operational savings was \$2,797,510. The total amount of guaranteed stipulated energy savings was \$42,420.

The contract states in part: "Because it is impossible to accurately measure actual operational savings after the improvements are implemented, Tippecanoe Valley School Corporation agrees that upon execution of this contract the operational savings . . . are considered satisfied throughout the term of this agreement. No information was presented for audit to document the operational savings."

Statutory and Other Compliance Guideline Provisions

The Public Works Law, Indiana Code 36-1-12-1(e), states in part: "As an alternative to this chapter, the governing body . . . may . . . enter into a guaranteed energy savings contract as permitted under IC 36-1-12.5."

Effective March 21, 2002, Indiana Code 36-1-12.1 states in part: "As used in this chapter, 'energy conservation measure' means a school facility alteration or an alteration of a structure (as defined in IC 36-1-10-2) designed to reduce energy consumption costs or other operating costs . . . including future:

- (A) labor costs;
- (B) costs for contracted services; and
- (C) related capital expenditures."

Indiana Code 36-1-12.5-5(a) concerning energy savings contracts states in part: "The governing body may enter into . . . a guaranteed energy savings contract with a qualified provider to reduce the school corporation's or the political subdivision's energy consumption costs or operating costs if, after review of the report described in section 6 of this chapter, the governing body finds: (1) that the amount the governing body would spend on the energy conservation measures under the contract and that are recommended in the report is not likely to exceed the amount to be saved in energy consumption costs and other operating costs over ten (10) years from the date of installation if the recommendations in the report were followed; and (2) in the case of a guaranteed energy savings contract, the qualified provider provides a written guarantee as described in subsection (d)(2)."

Indiana Code 36-1-12.5-5(d) states in part: "An agreement to participate in . . . guaranteed energy savings contract under this section must provide that: . . . (2) in the case of the guaranteed energy savings contract: (A) the savings in energy and operating costs due to the energy conservation measures are guaranteed to cover the costs of the payments for the measures; and (B) the qualified provider will reimburse the school corporation or political subdivision for the difference between the guaranteed savings and the actual savings . . ."

Effective March 21, 2002, Indiana Code 36-1-12.5-0.5 states: "As used in this chapter, 'actual savings' includes stipulated savings."

TIPPECANOE VALLEY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS
(Continued)

Indiana Code 36-1-12.5-0.7 states: "As used in this chapter, 'causally connected work' means work that is required to properly implement an energy conservation measure."

Indiana Code 36-1-12.5-3.7 states in part: "As used in this chapter, 'stipulated savings' are assumed savings that are documented by industry engineering standards."

Indiana Code 36-1-12.5-11 states in part:

"(a) A guaranteed energy savings contract that includes stipulated savings must specify the methodology used to calculate the savings using industry engineering standards.

(b) Stipulated savings may be used for conservation measures including . . . (11) Any work that is causally connected to the conservation measures listed in subdivisions (1) through (10).

(c) The guaranteed energy savings contract shall:

(1) describe stipulated savings for:

(A) conservation measures; and

(B) work causally connected to the conservation measures; and

(2) document assumptions by industry engineering standards."

Repayment of Costs in Excess of Savings

Tippecanoe Valley School Corporation Officials conveyed that the items shown as operational savings are "agreed upon" or "stipulated savings" have been predetermined. Furthermore, Tippecanoe Valley School Corporation Officials do not have available for audit and conveyed they do not plan in the future to have any additional information to document actual operating or energy savings. Accordingly, with due regards for the remaining contract time for which information may be presented to document actual operating and energy savings (effective March 21, 2002, "stipulated savings" documented by "industry engineering standards"), the Tippecanoe Valley School Corporation should request reimbursement from Excelon Services, Inc., for costs which did not result in an actual reduction of energy consumption costs or other operating costs (or effective March 21, 2002, stipulated savings which were not supported by "industry engineering standards") at the end of the contract term in accordance with IC 36-1-12.5-5(d)(2)(B). A similar comment was noted in the two prior audit reports, B22552 and B26698.

Governmental units have a responsibility to collect amounts owed to the governmental unit pursuant to procedures authorized by statute. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Page 9-4)

Late Reports

Savings summary reports relative to guaranteed energy savings contracts that are required to be filed with the Indiana Department of Commerce, Energy Policy Division, were not filed for the years 2004, 2005, 2006, and 2007.

TIPPECANOE VALLEY SCHOOL CORPORATION
AUDIT RESULTS AND COMMENTS
(Continued)

Information forwarded to the Indiana Department of Commerce, Energy Policy Division by the Tippecanoe Valley School Corporation did not include the documentation using industry engineering standards for stipulated savings; and related capital expenditures.

Effective March 21, 2002, Indiana Code 36-1-12.5-10 states: "The governing body shall:

- (1) provide to the lieutenant governor not more than sixty (60) days after the date of execution of the guaranteed savings contract:
 - (A) a copy of the executed guaranteed savings contract;
 - (B) the:
 - (i) energy or water consumption costs;
 - (ii) wastewater usage costs; and
 - (iii) billable revenues, if any; before the date of execution of the guaranteed savings contract; and
 - (C) the documentation using industry engineering standards for:
 - (i) stipulated savings; and
 - (ii) related capital expenditures; and
- (2) annually report to the lieutenant governor, in accordance with procedures established by the lieutenant governor, the savings resulting in the previous year from the guaranteed savings contract or utility efficiency program."

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF THE TIPPECANOE VALLEY SCHOOL
CORPORATION, KOSCIUSKO COUNTY, INDIANA

Compliance

We have audited the compliance of the Tippecanoe Valley School Corporation (School Corporation) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the years ended June 30, 2006 and 2007. The School Corporation's major federal program is identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the School Corporation's management. Our responsibility is to express an opinion on the School Corporation's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the School Corporation's compliance with those requirements.

In our opinion, the School Corporation complied in all material respects with the requirements referred to above that are applicable to its major federal program for the years ended June 30, 2006 and 2007.

Internal Control Over Compliance

The management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the School Corporation's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
(Continued)

A control deficiency in a School Corporation's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be significant deficiencies or material weaknesses, as defined above.

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

STATE BOARD OF ACCOUNTS

February 27, 2008

TIPPECANOE VALLEY SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2006 and 2007

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-06	Total Federal Awards Expended 06-30-07
U.S. DEPARTMENT OF AGRICULTURE				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 60,941	\$ 64,676
National School Lunch Program	10.555		279,482	335,228
Special Milk Program for Children	10.556		1,877	2,367
Total for cluster			<u>342,300</u>	<u>402,271</u>
Team Nutrition Program	10.574		500	-
CNTN-05-IN-1				
Total for federal grantor agency			<u>342,800</u>	<u>402,271</u>
U.S. DEPARTMENT OF EDUCATION				
Pass-Through Warsaw Community Schools				
Special Education Cluster				
Special Education - Grants to States	84.027			
		14205-045-PN01	46,160	-
		14206-045-PN01	362,950	64,645
		14207-045-PN01	-	352,150
		14204-045-PY02	34	-
		14205-045-PY02	31,684	20,439
		14206-045-PY02	-	28,451
		14205-045-SN01	5,031	461
Total for program			<u>445,859</u>	<u>466,146</u>
Special Education - Preschool Grants	84.173			
		45705-045-PN01	2,158	-
		45706-045-PN01	8,444	2,933
		45707-045-PN01	-	10,512
		45704-045-PY02	2	-
		45705-045-PY02	1,252	99
Total for program			<u>11,856</u>	<u>13,544</u>
Total for cluster			<u>457,715</u>	<u>479,690</u>
Pass-Through Indiana Department of Education				
Title I Grants to Local Educational Agencies	84.010			
		FY 04-05	70,877	-
		FY 05-06	240,254	15,711
		FY 06-07	-	234,469
Total for program			<u>311,131</u>	<u>250,180</u>
Migrant Education - State Grant Program	84.011			
		FY 05-06/RM-9	15,000	-
		FY 06-07/RM-17	-	28,875
Total for program			<u>15,000</u>	<u>28,875</u>
Pass-Through Warsaw Community Schools				
Vocational Education - Basic Grants to States	84.048			
		FY 05-06	14,262	-
		FY 06-07	-	15,851
Total for program			<u>14,262</u>	<u>15,851</u>

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

TIPPECANOE VALLEY SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2006 and 2007
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-06	Total Federal Awards Expended 06-30-07
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Indiana Department of Education				
Safe and Drug Free Schools and Communities - State Grants	84.186			
		03-204	4,682	-
		04-025	3,287	5,211
		05-233	-	2,846
			<u>7,969</u>	<u>8,057</u>
Total for program				
State Grants for Innovative Programs	84.298			
		03-187	3,938	-
		04-246	7,224	6,492
		05-237	-	4,558
			<u>11,162</u>	<u>11,050</u>
Total for program				
Education Technology - State Grants	84.318			
		FY 03-04	3,417	-
		FY 04-05	6,268	-
			<u>9,685</u>	<u>-</u>
Total for program				
Comprehensive School Reform Demonstration	84.332			
		FY 03-04	198	-
		FY 04-05	79,082	-
		FY 05-06	69,781	32,998
			<u>149,061</u>	<u>32,998</u>
Total for program				
English Language Acquisition Grants	84.365			
		FY 05-06	13,429	-
		FY 06-07	-	12,331
			<u>13,429</u>	<u>12,331</u>
Total for program				
Improving Teacher Quality State Grants	84.367			
		03-239	11,267	-
		04-339	51,959	21,417
		05-246	-	60,395
		06-4445	18,574	-
			<u>81,800</u>	<u>81,812</u>
Total for program				
Total for federal grantor agency			<u>1,071,214</u>	<u>920,844</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>				
Pass-Through Indiana Department of Homeland Security				
Disaster Grants - Public Assistance (Presidentially Declared Disasters (B))	97.036			
			-	3,001
Total for program				
Total federal awards expended			<u>\$ 1,414,014</u>	<u>\$ 1,326,116</u>

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

TIPPECANOE VALLEY SCHOOL CORPORATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Tippecanoe Valley School Corporation (School Corporation) and is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Accordingly, the amount of federal awards expended is based on when the activity related to the award occurs. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

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 the Indiana Code (IC 5-11-1 et seq.), audits of Schools shall be conducted biennially. Such audits shall include both years within the biennial period.

II. Noncash Assistance

The School Corporation expended the following amount of noncash assistance for the years ending June 30, 2006 and 2007. This noncash assistance is also included in the federal expenditures presented in the schedule.

Program Title	Federal CFDA Number	2006	2007
Child Nutrition Cluster:			
Food Commodities:			
School Breakfast Program	10.553	\$ 6,108	\$ 5,796
National School Lunch Program	10.555	27,205	29,526

TIPPECANOE VALLEY SCHOOL CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified?	no
Reportable conditions identified that are not considered to be material weaknesses?	none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

Material weaknesses identified?	no
Reportable conditions identified that are not considered to be material weaknesses?	none reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? no

Identification of Major Programs:

Name of Federal Program or Cluster

Child Nutrition Cluster

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

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

TIPPECANOE VALLEY SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on February 27, 2008, with Sherri Adamson, Treasurer; Dr. Daniel V. Kramer, Superintendent of Schools; Mark Wise, President of School Board of Trustees; Brett Boggs, Assistant Superintendent of Schools; and Linda Murphy, Assistant Treasurer. The officials concurred with our audit findings.