

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

EXAMINATION REPORT
OF
UNION TOWNSHIP SCHOOL CORPORATION
PORTER COUNTY, INDIANA
July 1, 2007 to June 30, 2009



FILED
02/12/2010

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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Pamela S. Buksar	07-01-07 to 06-30-10
Superintendent of Schools	John E. Hunter	07-01-07 to 06-30-10
President of the School Board	Theresa Boehlke Douglas Snider	07-01-07 to 06-30-08 07-01-08 to 06-30-10



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE UNION TOWNSHIP SCHOOL
CORPORATION, PORTER COUNTY, INDIANA

We have examined the financial information presented herein of the Union Township School Corporation (School Corporation), for the period of July 1, 2007 to June 30, 2009. The School Corporation's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

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

In our opinion, the financial information referred to above presents fairly, in all material respects, the financial information of the School Corporation for the years ended June 30, 2008 and 2009, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

The Combining Schedule, Schedule of Capital Assets and Schedule of Long-Term Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the basic financial information. They have not been subjected to the examination procedures applied to the basic financial information and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

January 5, 2010

UNION TOWNSHIP SCHOOL CORPORATION
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2008

<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	\$ 6,861,882	\$ -	\$ 147,689	\$ (6,714,193)
Support services	4,144,451	518,056	158,509	(3,467,886)
Noninstructional services	849,189	-	-	(849,189)
Facilities acquisition and construction	1,633,032	-	-	(1,633,032)
Debt service	9,547,290	-	-	(9,547,290)
Nonprogrammed charges	<u>575,894</u>	<u>-</u>	<u>-</u>	<u>(575,894)</u>
Total governmental activities	<u>\$ 23,611,738</u>	<u>\$ 518,056</u>	<u>\$ 306,198</u>	<u>(22,787,484)</u>
General receipts:				
Property taxes				7,175,300
Other local sources				1,229,010
State aid				4,908,594
Bonds and loans				7,000,000
Grants and contributions not restricted to specific programs				165,574
Sale of property				22,957
Investment earnings				279,148
Other				4,126
Interfund loans				<u>119,505</u>
Total general receipts and interfund loans				<u>20,904,214</u>
Change in net assets				(1,883,270)
Net assets - beginning				<u>8,701,373</u>
Net assets - ending				<u>\$ 6,818,103</u>
<u>Assets</u>				
Cash and investments				\$ 6,164,037
Restricted assets:				
Cash and investments				<u>654,066</u>
Total assets				<u>\$ 6,818,103</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 654,066
Unrestricted				<u>6,164,037</u>
Total net assets				<u>\$ 6,818,103</u>

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

UNION TOWNSHIP SCHOOL CORPORATION
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For the Year Ended June 30, 2009

Functions/Programs	Disbursements	Program Receipts		Net (Disbursement) Receipts and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Totals
Governmental activities:				
Instruction	\$ 6,724,739	\$ -	\$ 203,222	\$ (6,521,517)
Support services	4,599,972	576,902	141,965	(3,881,105)
Noninstructional services	919,522	-	-	(919,522)
Facilities acquisition and construction	1,310,854	-	-	(1,310,854)
Debt service	9,224,376	-	-	(9,224,376)
Nonprogrammed charges	566,595	-	-	(566,595)
Total governmental activities	\$ 23,346,058	\$ 576,902	\$ 345,187	(22,423,969)
General receipts:				
Property taxes				8,191,405
Other local sources				1,610,406
State aid				5,819,565
Bonds and loans				4,700,000
Grants and contributions not restricted to specific programs				990,079
Sale of property				12,765
Investment earnings				95,017
Other				54,831
Interfund loans				43,995
Total general receipts and interfund loans				21,518,063
Change in net assets				(905,906)
Net assets - beginning				6,818,104
Net assets - ending				\$ 5,912,198
<u>Assets</u>				
Cash and investments				\$ 5,028,991
Restricted assets:				
Cash and investments				883,207
Total assets				\$ 5,912,198
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 883,207
Unrestricted				5,028,991
Total net assets				\$ 5,912,198

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

UNION TOWNSHIP 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, 2008

	General	Rainy Day	Debt Service	Capital Projects	Other	Totals
Receipts:						
Local sources	\$ 4,282,530	\$ -	\$ 1,956,440	\$ 1,212,273	\$ 1,749,586	\$ 9,200,829
Intermediate sources	348	-	-	-	338	686
State sources	5,021,402	-	-	-	118,863	5,140,265
Federal sources	-	-	-	-	240,102	240,102
Temporary loans	4,000,000	-	1,200,000	1,200,000	600,000	7,000,000
Interfund loans	-	-	-	-	119,505	119,505
Other	4,124	-	-	-	-	4,124
Total receipts	13,308,404	-	3,156,440	2,412,273	2,828,394	21,705,511
Disbursements:						
Current:						
Instruction	6,686,052	-	-	-	175,830	6,861,882
Support services	2,410,870	-	-	720,874	1,012,707	4,144,451
Noninstructional services	301,899	-	-	-	547,290	849,189
Facilities acquisition and construction	-	609,713	-	652,431	370,889	1,633,033
Debt services	4,000,000	-	3,316,701	1,200,000	1,030,588	9,547,289
Nonprogrammed charges	533,394	-	-	-	1,500	534,894
Interfund loans	-	-	-	-	41,000	41,000
Total disbursements	13,932,215	609,713	3,316,701	2,573,305	3,179,804	23,611,738
Excess (deficiency) of receipts over disbursements	(623,811)	(609,713)	(160,261)	(161,032)	(351,410)	(1,906,227)
Other financing sources (uses):						
Sale of capital assets	8,262	-	-	-	14,695	22,957
Transfers in	-	420,000	-	80,978	956	501,934
Transfers out	(147,454)	-	(200,000)	-	(154,480)	(501,934)
Total other financing sources (uses)	(139,192)	420,000	(200,000)	80,978	(138,829)	22,957
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(763,003)	(189,713)	(360,261)	(80,054)	(490,239)	(1,883,270)
Cash and investments - beginning	4,052,087	1,174,763	1,013,664	1,061,399	1,399,460	8,701,373
Cash and investments - ending	\$ 3,289,084	\$ 985,050	\$ 653,403	\$ 981,345	\$ 909,221	\$ 6,818,103
Cash and Investment Assets - Ending						
Cash and investments	\$ 3,289,084	\$ 985,050	\$ -	\$ 981,345	\$ 908,558	\$ 6,164,037
Restricted assets:						
Cash and investments	-	-	653,403	-	663	654,066
Total cash and investment assets - ending	\$ 3,289,084	\$ 985,050	\$ 653,403	\$ 981,345	\$ 909,221	\$ 6,818,103
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ 653,403	\$ -	\$ 663	\$ 654,066
Unrestricted	3,289,084	985,050	-	981,345	908,558	6,164,037
Total cash and investment fund balance - ending	\$ 3,289,084	\$ 985,050	\$ 653,403	\$ 981,345	\$ 909,221	\$ 6,818,103

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

UNION TOWNSHIP 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, 2009

	General	Rainy Day	Fiscal Stabilization	Debt Service	Capital Projects	Other	Totals
Receipts:							
Local sources	\$ 5,077,620	\$ -	\$ -	\$ 2,190,739	\$ 1,385,569	\$ 1,807,058	\$ 10,460,986
Intermediate sources	-	-	-	-	-	12,744	12,744
State sources	5,987,210	-	-	-	-	105,537	6,092,747
Federal sources	-	-	794,748	-	-	267,335	1,062,083
Temporary loans	1,000,000	-	-	1,500,000	1,400,000	800,000	4,700,000
Interfund loans	-	-	-	-	-	43,995	43,995
Other	54,595	-	-	-	-	236	54,831
Total receipts	12,119,425	-	794,748	3,690,739	2,785,569	3,036,905	22,427,386
Disbursements:							
Current:							
Instruction	6,551,462	-	-	-	-	173,277	6,724,739
Support services	2,804,842	-	-	-	714,710	1,080,420	4,599,972
Noninstructional services	305,327	-	-	-	-	614,195	919,522
Facilities acquisition and construction	-	559,001	-	-	751,853	-	1,310,854
Debt services	4,000,000	-	-	3,151,361	1,200,000	873,015	9,224,376
Nonprogrammed charges	565,095	-	-	-	-	1,500	566,595
Total disbursements	14,226,726	559,001	-	3,151,361	2,666,563	2,742,407	23,346,058
Excess (deficiency) of receipts over disbursements	(2,107,301)	(559,001)	794,748	539,378	119,006	294,498	(918,672)
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	12,766	12,766
Transfers in	-	630,000	-	-	-	34,580	664,580
Transfers out	(50,000)	-	-	(309,575)	(130,000)	(175,005)	(664,580)
Total other financing sources (uses)	(50,000)	630,000	-	(309,575)	(130,000)	(127,659)	12,766
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,157,301)	70,999	794,748	229,803	(10,994)	166,839	(905,906)
Cash and investments - beginning	3,289,083	985,050	-	653,404	981,346	909,221	6,818,104
Cash and investments - ending	\$ 1,131,782	\$ 1,056,049	\$ 794,748	\$ 883,207	\$ 970,352	\$ 1,076,060	\$ 5,912,198
Cash and Investment Assets - Ending							
Cash and investments	\$ 1,131,782	\$ 1,056,049	\$ 794,748	\$ -	\$ 970,352	\$ 1,076,060	\$ 5,028,991
Restricted assets:							
Cash and investments	-	-	-	883,207	-	-	883,207
Total cash and investment assets - ending	\$ 1,131,782	\$ 1,056,049	\$ 794,748	\$ 883,207	\$ 970,352	\$ 1,076,060	\$ 5,912,198
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ 883,207	\$ -	\$ -	\$ 883,207
Unrestricted	1,131,782	1,056,049	794,748	-	970,352	1,076,060	5,028,991
Total cash and investment fund balance - ending	\$ 1,131,782	\$ 1,056,049	\$ 794,748	\$ 883,207	\$ 970,352	\$ 1,076,060	\$ 5,912,198

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

UNION TOWNSHIP SCHOOL CORPORATION
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2008

	<u>Pension Trust Funds</u>
Additions:	
Contributions:	
Interfund loan	\$ <u>38,495</u>
Deductions:	
Interfund loan	<u>117,000</u>
Excess (deficiency) of total additions over total deductions	(78,505)
Cash and investment fund balance - beginning	<u>304,322</u>
Cash and investment fund balance - ending	<u><u>\$ 225,817</u></u>
Net assets:	
Cash and investments	<u>\$ 225,817</u>
Total net assets - cash and investment basis held in trust	<u><u>\$ 225,817</u></u>

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

UNION TOWNSHIP SCHOOL CORPORATION
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2009

	Pension Trust Funds
Additions:	
Contributions:	
Interfund loan	\$ <u>43,995</u>
Deductions:	
Interfund loan	<u>43,995</u>
Excess (deficiency) of total additions over total deductions	-
Cash and investment fund balance - beginning	<u>225,817</u>
Cash and investment fund balance - ending	<u><u>\$ 225,817</u></u>
Net assets:	
Cash and investments	<u>\$ 225,817</u>
Total net assets - cash and investment basis held in trust	<u><u>\$ 225,817</u></u>

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

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

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.

Note 2. Fund Accounting

A. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of 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.

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, liabilities, fund equity, 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. However, at this time, the School Corporation has not established any enterprise funds.

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 rainy day fund is used to account for funds in accordance with IC 36-1-8-5.1 and a locally adopted resolution.

Fiscal stabilization – education (stimulus) fund accounts for receipts and disbursements of cash received from the federal government to be used to supplement funding of local, state, and federal programs.

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.

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

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

Additionally, the School Corporation reports the following fund type:

The pension trust funds account for the activities of the postretirement/severance future benefit, which accumulate resources for pension benefit payments.

B. Measurement Focus and Basis of Accounting

The government-wide, governmental 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.

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. All government-wide financials would be presented on the accrual basis of accounting.

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

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.

Note 3. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the School Corporation in June and 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.

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

Note 5. Deposits and Investments

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

State statute (IC 5-13-9) authorizes the School Corporation to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 6. Interfund Transfers

Interfund transfers for the years ended June 30, 2008 and 2009, were as follows:

Transfer From	Transfer To	2008	2009
General Fund	Rainy Day Fund	\$ 100,000	\$ 50,000
	Capital Projects Fund	46,498	-
	All other funds	956	-
Debt Service Fund	Rainy Day Fund	200,000	300,000
	All other funds	-	9,575
Capital Projects Fund	Rainy Day Fund	-	130,000
	Other governmental funds	120,000	150,000
All other funds	Capital Projects Fund	34,480	-
	All other funds	-	25,005
Totals		<u>\$ 501,934</u>	<u>\$ 664,580</u>

The School Corporation typically uses transfers for cash flow purposes as provided by various statutory provisions.

Note 7. Short-Term Liabilities

A. Tax Anticipation Warrants

The School Corporation issues tax anticipation warrants for cash flow purposes in advance of property tax collections and/or state tuition support distributions, depositing the proceeds in the appropriate fund.

B. Other Short-Term Loans

The School Corporation uses short term loans between funds for current operating needs due to a delay in tax settlement distributions.

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

Short-term debt activity for the years ended June 30, 2008 and 2009, was as follows:

<u>Fiscal Year 2007-2008</u>	<u>Beginning Balance</u>	<u>Issued/ Draw</u>	<u>Redeemed/ Repayments</u>	<u>Ending Balance</u>
Tax anticipation warrants	\$ -	\$ 14,200,000	\$ 7,200,000	\$ 7,000,000
Short-term loans between funds	-	158,000	-	158,000
Totals	\$ -	\$ 14,358,000	\$ 7,200,000	\$ 7,158,000
<u>Fiscal Year 2008-2009</u>				
Tax anticipation warrants	\$ 7,000,000	\$ 4,700,000	\$ 7,000,000	\$ 4,700,000
Short-term loans between funds	158,000	43,995	158,000	43,995
Totals	\$ 7,158,000	\$ 4,743,995	\$ 7,158,000	\$ 4,743,995

Note 8. Pension Plan

A. 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 this 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 members' 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. That 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 the plan members for PERF are established by the Board of Trustees of PERF.

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

B. Teacher's Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Teacher's 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 members' 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.

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 Cost

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

Note 9. Subsequent Event

Tax Anticipation Warrants

The outstanding tax anticipation warrants with First Source Bank for the General, Debt Service, Capital Projects, and Transportation Funds for \$1,000,000, \$1,500,000, \$1,400,000, and \$800,000, respectively, were still outstanding on December 21, 2009.

Reassessment and Property Taxes

In accordance with state statutes, all counties were required to reassess property values prior to billing taxes in 2008. Significant delays in the reassessment process resulted in delays in billing, collecting and distributing taxes for 2008. The final reconciling bill for 2007 pay 2008 taxes was due April 13, 2009. Three taxing districts that included taxes due to LaPorte County were not able to be billed until August 2009, due September 11, 2009. The final distribution of 2007 pay 2008 taxes was received by the School Corporation on October 2, 2009.

UNION TOWNSHIP SCHOOL CORPORATION
NOTES TO FINANCIAL INFORMATION
(Continued)

Due to significant delays in the reassessment process, the assessed valuations of Porter County were not finalized by February 15, 2009, as required. Therefore, the 2008 pay 2009 property tax rates and levies, as well as related budget orders for 2009, were not established until October, 2009. Currently, the County is anticipating billing the 2008 pay 2009 taxes in one installment due in December 2009.

UNION TOWNSHIP 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, 2008

	Transportation Operating	Special Education	School Lunch	Book Rental	Levy Excess	Union Center Elementary Playground Fund
Receipts:						
Local sources	\$ 822,859	\$ 8,258	\$ 444,182	\$ 232,586	\$ (9,447)	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	37,817	8,911	28,246	-	-
Federal sources	-	-	121,352	-	-	-
Temporary loans	600,000	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	<u>1,422,859</u>	<u>46,075</u>	<u>574,445</u>	<u>260,832</u>	<u>(9,447)</u>	<u>-</u>
Disbursements:						
Current:						
Instruction	-	48,277	-	-	-	-
Support services	870,127	-	-	142,310	-	-
Noninstructional services	-	-	547,290	-	-	-
Facilities acquisition and construction	-	-	-	-	-	148
Debt services	700,000	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	<u>1,570,127</u>	<u>48,277</u>	<u>547,290</u>	<u>142,310</u>	<u>-</u>	<u>148</u>
Excess (deficiency) of receipts over disbursements	<u>(147,268)</u>	<u>(2,202)</u>	<u>27,155</u>	<u>118,522</u>	<u>(9,447)</u>	<u>(148)</u>
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	14,695	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(120,000)	-	-	-	-	-
Total other financing sources (uses)	<u>(105,305)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(252,573)</u>	<u>(2,202)</u>	<u>27,155</u>	<u>118,522</u>	<u>(9,447)</u>	<u>(148)</u>
Cash and investments - beginning	<u>574,442</u>	<u>46,356</u>	<u>279,314</u>	<u>11,254</u>	<u>47,734</u>	<u>148</u>
Cash and investments - ending	<u>\$ 321,869</u>	<u>\$ 44,154</u>	<u>\$ 306,469</u>	<u>\$ 129,776</u>	<u>\$ 38,287</u>	<u>\$ -</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ 321,869	\$ 44,154	\$ 306,469	\$ 129,776	\$ 38,287	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ 321,869</u>	<u>\$ 44,154</u>	<u>\$ 306,469</u>	<u>\$ 129,776</u>	<u>\$ 38,287</u>	<u>\$ -</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	321,869	44,154	306,469	129,776	38,287	-
Total cash and investment fund balance - ending	<u>\$ 321,869</u>	<u>\$ 44,154</u>	<u>\$ 306,469</u>	<u>\$ 129,776</u>	<u>\$ 38,287</u>	<u>\$ -</u>

UNION TOWNSHIP 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, 2008
 (Continued)

	License Plate Special	Safe Haven Grant	Cultural Arts	Scholarship	Special Programs	Gifted and Talented
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 3,000	\$ 8,242	\$ -
Intermediate sources	338	-	-	-	-	-
State sources	-	9,007	-	-	-	32,602
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total receipts	338	9,007	-	3,000	8,242	32,602
Disbursements:						
Current:						
Instruction	-	8,275	-	-	5,470	31,230
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	1,500	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	-	8,275	-	1,500	5,470	31,230
Excess (deficiency) of receipts over disbursements	338	732	-	1,500	2,772	1,372
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	956
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	956
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	338	732	-	1,500	2,772	2,328
Cash and investments - beginning	8,981	-	5,951	6,500	6,504	-
Cash and investments - ending	9,319	732	5,951	8,000	9,276	2,328
Cash and Investment Assets - Ending						
Cash and investments	\$ 9,319	\$ 732	\$ 5,951	\$ 8,000	\$ 9,276	\$ 2,328
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	9,319	732	5,951	8,000	9,276	2,328
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	9,319	732	5,951	8,000	9,276	2,328
Total cash and investment fund balance - ending	9,319	732	5,951	8,000	9,276	2,328

UNION TOWNSHIP 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, 2008
 (Continued)

	Non English Speaking Grant	Title I	Title V	Drug Free School Grant	Emergency Impact Aid	Title II Part A
Receipts:						
Local sources	\$ -	\$ -	\$ -	\$ 3,924	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	2,280	-	-	-	-	-
Federal sources	-	107,232	-	-	-	11,518
Temporary loans	-	-	-	-	-	-
Interfund loans	-	-	-	5	-	-
Total receipts	<u>2,280</u>	<u>107,232</u>	<u>-</u>	<u>3,929</u>	<u>-</u>	<u>11,518</u>
Disbursements:						
Current:						
Instruction	4,251	58,544	-	5,431	-	9,037
Support services	-	270	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
Total disbursements	<u>4,251</u>	<u>58,814</u>	<u>-</u>	<u>5,431</u>	<u>-</u>	<u>9,037</u>
Excess (deficiency) of receipts over disbursements	<u>(1,971)</u>	<u>48,418</u>	<u>-</u>	<u>(1,502)</u>	<u>-</u>	<u>2,481</u>
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	(34,480)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(34,480)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(1,971)</u>	<u>13,938</u>	<u>-</u>	<u>(1,502)</u>	<u>-</u>	<u>2,481</u>
Cash and investments - beginning	<u>1,971</u>	<u>-</u>	<u>3,167</u>	<u>1,504</u>	<u>1,500</u>	<u>11,060</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 13,938</u>	<u>\$ 3,167</u>	<u>\$ 2</u>	<u>\$ 1,500</u>	<u>\$ 13,541</u>
Cash and Investment Assets - Ending						
Cash and investments	\$ -	\$ 13,938	\$ 3,167	\$ 2	\$ 1,500	\$ 13,541
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ 13,938</u>	<u>\$ 3,167</u>	<u>\$ 2</u>	<u>\$ 1,500</u>	<u>\$ 13,541</u>
Cash and Investment Fund Balance - Ending						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	13,938	3,167	2	1,500	13,541
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ 13,938</u>	<u>\$ 3,167</u>	<u>\$ 2</u>	<u>\$ 1,500</u>	<u>\$ 13,541</u>

UNION TOWNSHIP 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, 2008
 (Continued)

	Title II Part D	Carl Perkins High School	Retirement Bonds	School Bus Replacement	Construction	Totals
Receipts:						
Local sources	\$ -	\$ -	\$ 168,215	\$ 67,767	\$ -	\$ 1,749,586
Intermediate sources	-	-	-	-	-	338
State sources	-	-	-	-	-	118,863
Federal sources	-	-	-	-	-	240,102
Temporary loans	-	-	-	-	-	600,000
Interfund loans	-	2,500	90,000	27,000	-	119,505
	<u>-</u>	<u>2,500</u>	<u>258,215</u>	<u>94,767</u>	<u>-</u>	<u>2,828,394</u>
Total receipts	<u>-</u>	<u>2,500</u>	<u>258,215</u>	<u>94,767</u>	<u>-</u>	<u>2,828,394</u>
Disbursements:						
Current:						
Instruction	207	5,108	-	-	-	175,830
Support services	-	-	-	-	-	1,012,707
Noninstructional services	-	-	-	-	-	547,290
Facilities acquisition and construction	-	-	-	-	370,741	370,889
Debt services	-	-	244,532	86,056	-	1,030,588
Nonprogrammed charges	-	-	-	-	-	1,500
Interfund loans	-	-	25,000	16,000	-	41,000
	<u>-</u>	<u>-</u>	<u>25,000</u>	<u>16,000</u>	<u>-</u>	<u>41,000</u>
Total disbursements	<u>207</u>	<u>5,108</u>	<u>269,532</u>	<u>102,056</u>	<u>370,741</u>	<u>3,179,804</u>
Excess (deficiency) of receipts over disbursements	<u>(207)</u>	<u>(2,608)</u>	<u>(11,317)</u>	<u>(7,289)</u>	<u>(370,741)</u>	<u>(351,410)</u>
Other financing sources (uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	14,695
Transfers in	-	-	-	-	-	956
Transfers out	-	-	-	-	-	(154,480)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(138,829)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(138,829)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(207)</u>	<u>(2,608)</u>	<u>(11,317)</u>	<u>(7,289)</u>	<u>(370,741)</u>	<u>(490,239)</u>
Cash and investments - beginning	<u>207</u>	<u>2,608</u>	<u>11,980</u>	<u>7,538</u>	<u>370,741</u>	<u>1,399,460</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 663</u>	<u>\$ 249</u>	<u>\$ -</u>	<u>\$ 909,221</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ -	\$ -	\$ -	\$ 249	\$ -	\$ 908,558
Restricted assets:						
Cash and investments	-	-	663	-	-	663
	<u>-</u>	<u>-</u>	<u>663</u>	<u>-</u>	<u>-</u>	<u>663</u>
Total cash and investment assets - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 663</u>	<u>\$ 249</u>	<u>\$ -</u>	<u>\$ 909,221</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ 663	\$ -	\$ -	\$ 663
Unrestricted	-	-	-	249	-	908,558
	<u>-</u>	<u>-</u>	<u>-</u>	<u>249</u>	<u>-</u>	<u>908,558</u>
Total cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 663</u>	<u>\$ 249</u>	<u>\$ -</u>	<u>\$ 909,221</u>

UNION TOWNSHIP 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, 2009

	Transportation Operating	Special Education	School Lunch	Book Rental	Levy Excess	License Plate Special	Safe Haven Grant
Receipts:							
Local sources	\$ 913,990	\$ 10,195	\$ 494,729	\$ 143,336	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	844	-
State sources	-	43,683	9,199	16,079	-	-	1,000
Federal sources	-	-	116,687	-	-	-	-
Temporary loans	800,000	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	236	-	-	-	-	-	-
Total receipts	1,714,226	53,878	620,615	159,415	-	844	1,000
Disbursements:							
Current:							
Instruction	-	18,375	-	-	-	-	1,732
Support services	825,837	-	12,000	231,125	-	-	-
Noninstructional services	-	-	614,195	-	-	-	-
Debt services	600,000	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	1,425,837	18,375	626,195	231,125	-	-	1,732
Excess (deficiency) of receipts over disbursements	288,389	35,503	(5,580)	(71,710)	-	844	(732)
Other financing sources (uses):							
Sale of capital assets	12,766	-	-	-	-	-	-
Transfers in	-	-	-	9,575	-	-	-
Transfers out	(130,000)	(20,000)	-	-	-	-	-
Total other financing sources (uses)	(117,234)	(20,000)	-	9,575	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	171,155	15,503	(5,580)	(62,135)	-	844	(732)
Cash and investments - beginning	321,869	44,154	306,469	129,776	38,287	9,319	732
Cash and investments - ending	\$ 493,024	\$ 59,657	\$ 300,889	\$ 67,641	\$ 38,287	\$ 10,163	\$ -
Cash and Investment Assets - Ending							
Cash and investments	\$ 493,024	\$ 59,656	\$ 300,890	\$ 67,640	\$ 38,287	\$ 10,163	\$ -
Cash with fiscal agent	-	-	-	-	-	-	-
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 493,024	\$ 59,656	\$ 300,890	\$ 67,640	\$ 38,287	\$ 10,163	\$ -
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other purposes	-	-	-	-	-	-	-
Unrestricted	493,024	59,656	300,890	67,640	38,287	10,163	-
Total cash and investment fund balance - ending	\$ 493,024	\$ 59,656	\$ 300,890	\$ 67,640	\$ 38,287	\$ 10,163	\$ -

UNION TOWNSHIP 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, 2009
 (Continued)

	Cultural Arts	Scholarship	Special Programs	Wellness Program	Gifted and Talented	Non English Speaking Grant	Title I
Receipts:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	11,900	-	-	-
State sources	-	-	-	-	32,601	2,975	-
Federal sources	-	-	-	-	-	-	93,671
Temporary loans	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	-	-	-	11,900	32,601	2,975	93,671
Disbursements:							
Current:							
Instruction	-	-	-	-	34,929	2,740	101,355
Support services	-	-	-	11,458	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	1,500	-	-	-	-	-
Total disbursements	-	1,500	-	11,458	34,929	2,740	101,355
Excess (deficiency) of receipts over disbursements	-	(1,500)	-	442	(2,328)	235	(7,684)
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,500)	-	442	(2,328)	235	(7,684)
Cash and investments - beginning	5,951	8,000	9,276	-	2,328	-	13,938
Cash and investments - ending	\$ 5,951	\$ 6,500	\$ 9,276	\$ 442	\$ -	\$ 235	\$ 6,254
Cash and Investment Assets - Ending							
Cash and investments	\$ 5,951	\$ 6,500	\$ 9,276	\$ 442	\$ -	\$ 235	\$ 6,254
Cash with fiscal agent	-	-	-	-	-	-	-
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 5,951	\$ 6,500	\$ 9,276	\$ 442	\$ -	\$ 235	\$ 6,254
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other purposes	-	-	-	-	-	-	-
Unrestricted	5,951	6,500	9,276	442	-	235	6,254
Total cash and investment fund balance - ending	\$ 5,951	\$ 6,500	\$ 9,276	\$ 442	\$ -	\$ 235	\$ 6,254

UNION TOWNSHIP 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, 2009
 (Continued)

	Title V	Drug Free School Grant	Emergency Impact Aid	Title II Part A	Retirement Bonds	School Bus Replacement	Totals
Receipts:							
Local sources	\$ -	\$ 955	\$ -	\$ -	\$ 131,049	\$ 112,804	\$ 1,807,058
Intermediate sources	-	-	-	-	-	-	12,744
State sources	-	-	-	-	-	-	105,537
Federal sources	2,105	6,764	-	48,108	-	-	267,335
Temporary loans	-	-	-	-	-	-	800,000
Interfund loans	-	-	-	-	-	43,995	43,995
Other	-	-	-	-	-	-	236
Total receipts	2,105	7,719	-	48,108	131,049	156,799	3,036,905
Disbursements:							
Current:							
Instruction	-	5,980	-	8,166	-	-	173,277
Support services	-	-	-	-	-	-	1,080,420
Noninstructional services	-	-	-	-	-	-	614,195
Debt services	-	-	-	-	158,727	114,288	873,015
Nonprogrammed charges	-	-	-	-	-	-	1,500
Total disbursements	-	5,980	-	8,166	158,727	114,288	2,742,407
Excess (deficiency) of receipts over disbursements	2,105	1,739	-	39,942	(27,678)	42,511	294,498
Other financing sources (uses):							
Sale of capital assets	-	-	-	-	-	-	12,766
Transfers in	-	-	-	-	-	25,005	34,580
Transfers out	-	(5)	-	-	(25,000)	-	(175,005)
Total other financing sources (uses)	-	(5)	-	-	(25,000)	25,005	(127,659)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,105	1,734	-	39,942	(52,678)	67,516	166,839
Cash and investments - beginning	3,167	2	1,500	13,541	663	249	909,221
Cash and investments - ending	\$ 5,272	\$ 1,736	\$ 1,500	\$ 53,483	\$ (52,015)	\$ 67,765	\$ 1,076,060
Cash and Investment Assets - Ending							
Cash and investments	\$ 5,272	\$ 1,736	\$ 1,500	\$ 53,484	\$ -	\$ 67,765	\$ 1,128,075
Cash with fiscal agent	-	-	-	-	-	-	-
Restricted assets:							
Cash and investments	-	-	-	-	(52,015)	-	(52,015)
Total cash and investment assets - ending	\$ 5,272	\$ 1,736	\$ 1,500	\$ 53,484	\$ (52,015)	\$ 67,765	\$ 1,076,060
Cash and Investment Fund Balance - Ending							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ (52,015)	\$ -	\$ (52,015)
Other purposes	-	-	-	-	-	-	-
Unrestricted	5,272	1,736	1,500	53,484	-	67,765	1,128,075
Total cash and investment fund balance - ending	\$ 5,272	\$ 1,736	\$ 1,500	\$ 53,484	\$ (52,015)	\$ 67,765	\$ 1,076,060

UNION TOWNSHIP SCHOOL CORPORATION
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 For The Year Ended June 30, 2009

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

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 988,374
Infrastructure	493,907
Buildings	23,791,100
Improvements other than buildings	886,061
Machinery and equipment	<u>4,051,016</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 30,210,458</u>

UNION TOWNSHIP SCHOOL CORPORATION
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2009

The School Corporation has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
1998 WHS/MS lease (renovation/addition)	\$ 13,718,494	\$ 1,681,360
Notes and loans payable		
School buses	462,875	152,450
Textbook	96,099	39,721
Bonds payable:		
General obligation bonds:		
2004 GO Bond (UCE/classrooms/renovate)	1,990,000	89,400
2003 School pension bonds	420,000	63,445
2006 School pension bonds	<u>1,020,000</u>	<u>93,501</u>
Total governmental activities debt	<u>\$ 17,707,468</u>	<u>\$ 2,119,877</u>

UNION TOWNSHIP SCHOOL CORPORATION
EXAMINATION RESULT AND COMMENT

CONTRACTS

Payments were made for professional services in the amount of \$75,874 from July 1, 2007 through June 30, 2009, without a contract.

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

UNION TOWNSHIP SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on January 5, 2010, with Douglas Snider, President of the School Board; Pamela S. Buksar, Treasurer; and John E. Hunter, Superintendent of Schools.