

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

AUDIT REPORT
OF

WESTERN BOONE COUNTY COMMUNITY
SCHOOL CORPORATION
BOONE COUNTY, INDIANA

July 1, 2007 to June 30, 2009



FILED

02/15/2010

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SCHEDULE OF OFFICIALS

| <u>Office</u> | <u>Official</u> | <u>Term</u> |
|----------------------------------|------------------|----------------------|
| Treasurer | Vivian Norman | 07-01-07 to 06-30-10 |
| Superintendent of Schools | Dr. Judi Hendrix | 07-01-07 to 06-30-11 |
| President of the School Board | Jane Faggetti | 07-01-07 to 06-30-10 |



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

TO: THE OFFICIALS OF THE WESTERN BOONE COUNTY COMMUNITY
SCHOOL CORPORATION, BOONE COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Western Boone County Community School Corporation (School Corporation), as of and for the years ended June 30, 2008 and 2009, 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, each major fund, and the aggregate remaining fund information of the School Corporation as of June 30, 2008 and 2009, 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 January 7, 2010, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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 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 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 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

January 7, 2010



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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 WESTERN BOONE COUNTY COMMUNITY
SCHOOL CORPORATION, BOONE COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Western Boone County Community School Corporation (School Corporation), as of and for the years ended June 30, 2008 and 2009, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated January 7, 2010. 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, school board, 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

January 7, 2010

WESTERN BOONE COUNTY COMMUNITY 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> | Program Receipts | | <u>Totals</u> | Net (Disbursement) Receipts and Changes in Net Assets |
|--|----------------------|-------------------------|--|---------------------|---|
| | | Charges for Services | Operating Grants and Contributions | | |
| Governmental activities: | | | | | |
| Instruction | \$ 8,052,927 | \$ - | \$ 108,151 | \$ (7,944,776) | |
| Support services | 5,198,025 | 598,815 | 281,336 | (4,317,874) | |
| Noninstructional services | 727,988 | - | - | (727,988) | |
| Facilities acquisition and construction | 667,090 | - | - | (667,090) | |
| Debt service | 3,633,480 | - | - | (3,633,480) | |
| Nonprogrammed charges | 311,485 | - | - | (311,485) | |
| Total governmental activities | \$ 18,590,995 | \$ 598,815 | \$ 389,487 | (17,602,693) | |
| General receipts: | | | | | |
| Property taxes | | | | 6,515,087 | |
| Other local sources | | | | 1,539,137 | |
| State aid | | | | 6,637,052 | |
| Bonds and loans | | | | 1,750,000 | |
| Grants and contributions not restricted to specific programs | | | | 283,771 | |
| Sale of property | | | | 13,350 | |
| Investment earnings | | | | 77,460 | |
| Other | | | | 45,566 | |
| Total general receipts | | | | 16,861,423 | |
| Change in net assets | | | | | (741,270) |
| Net assets - beginning | | | | | 1,891,597 |
| Net assets - ending | | | | | \$ 1,150,327 |
| Assets | | | | | |
| Cash and investments | | | | | \$ 1,072,642 |
| Restricted assets: | | | | | |
| Cash and investments | | | | | 77,685 |
| Total assets | | | | | \$ 1,150,327 |
| Net Assets | | | | | |
| Restricted for: | | | | | |
| Debt service | | | | | \$ 77,685 |
| Unrestricted | | | | | 1,072,642 |
| Total net assets | | | | | \$ 1,150,327 |

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

WESTERN BOONE COUNTY COMMUNITY 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 | \$ 8,250,636 | \$ - | \$ 223,245 | \$ (8,027,391) |
| Support services | 5,856,052 | 595,010 | 387,350 | (4,873,692) |
| Noninstructional services | 782,667 | - | - | (782,667) |
| Facilities acquisition and construction | 1,381,572 | - | - | (1,381,572) |
| Debt service | 2,880,285 | - | - | (2,880,285) |
| Nonprogrammed charges | 308,722 | - | - | (308,722) |
| Total governmental activities | \$ 19,459,934 | \$ 595,010 | \$ 610,595 | (18,254,329) |
| | | | | |
| General receipts: | | | | |
| Property taxes | | | | 7,461,324 |
| Other local sources | | | | 1,725,973 |
| State aid | | | | 7,277,194 |
| Bonds and loans | | | | 1,000,000 |
| Grants and contributions not restricted to specific programs | | | | 1,182,177 |
| Investment earnings | | | | 25,872 |
| Other | | | | 729,045 |
| Total general receipts | | | | 19,401,585 |
| | | | | |
| Change in net assets | | | | 1,147,256 |
| Net assets - beginning | | | | 1,150,327 |
| Net assets - ending | | | | \$ 2,297,583 |
| | | | | |
| <u>Assets</u> | | | | |
| Cash and investments | | | | \$ 2,229,528 |
| Restricted assets: | | | | |
| Cash and investments | | | | 68,055 |
| Total assets | | | | \$ 2,297,583 |
| | | | | |
| <u>Net Assets</u> | | | | |
| Restricted for: | | | | |
| Debt service | | | | \$ 68,055 |
| Unrestricted | | | | 2,229,528 |
| Total net assets | | | | \$ 2,297,583 |

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

WESTERN BOONE COUNTY COMMUNITY 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 | School Lunch | Lilly Grant | Debt Service | Other | Totals |
|---|-------------------|-------------------|-------------------|------------------|-------------------|---------------------|
| Receipts: | | | | | | |
| Local sources | \$ 3,791,268 | \$ 491,009 | \$ - | \$ 1,751,612 | \$ 2,696,021 | \$ 8,729,910 |
| Intermediate sources | 589 | - | - | - | - | 589 |
| State sources | 6,748,690 | 12,540 | - | - | 251,542 | 7,012,772 |
| Federal sources | - | 173,863 | - | - | 123,675 | 297,538 |
| Temporary loans | 1,750,000 | - | - | - | - | 1,750,000 |
| Other | 2,709 | - | - | - | 42,857 | 45,566 |
| Total receipts | 12,293,256 | 677,412 | - | 1,751,612 | 3,114,095 | 17,836,375 |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | 7,316,685 | - | 362,146 | - | 374,096 | 8,052,927 |
| Support services | 3,102,935 | - | 645 | - | 2,094,445 | 5,198,025 |
| Noninstructional services | 71,151 | 656,837 | - | - | - | 727,988 |
| Facilities acquisition and construction | - | - | - | - | 667,090 | 667,090 |
| Debt services | 1,757,019 | - | - | 1,876,461 | - | 3,633,480 |
| Nonprogrammed charges | 311,485 | - | - | - | - | 311,485 |
| Total disbursements | 12,559,275 | 656,837 | 362,791 | 1,876,461 | 3,135,631 | 18,590,995 |
| Excess (deficiency) of receipts over disbursements | (266,019) | 20,575 | (362,791) | (124,849) | (21,536) | (754,620) |
| Other financing sources (uses): | | | | | | |
| Sale of capital assets | 12,000 | - | - | - | 1,350 | 13,350 |
| Transfers in | 5,666 | - | 467,535 | - | 485,726 | 958,927 |
| Transfers out | - | - | (485,726) | - | (473,201) | (958,927) |
| Total other financing sources (uses) | 17,666 | - | (18,191) | - | 13,875 | 13,350 |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (248,353) | 20,575 | (380,982) | (124,849) | (7,661) | (741,270) |
| Cash and investments - beginning | 341,086 | 201,081 | 636,767 | 202,534 | 510,129 | 1,891,597 |
| Cash and investments - ending | \$ 92,733 | \$ 221,656 | \$ 255,785 | \$ 77,685 | \$ 502,468 | \$ 1,150,327 |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ 92,733 | \$ 221,656 | \$ 255,785 | \$ - | \$ 502,468 | \$ 1,072,642 |
| Restricted assets: | | | | | | |
| Cash and investments | - | - | - | 77,685 | - | 77,685 |
| Total cash and investment assets - ending | \$ 92,733 | \$ 221,656 | \$ 255,785 | \$ 77,685 | \$ 502,468 | \$ 1,150,327 |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Restricted for: | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ 77,685 | \$ - | \$ 77,685 |
| Unrestricted | 92,733 | 221,656 | 255,785 | - | 502,468 | 1,072,642 |
| Total cash and investment fund balance - ending | \$ 92,733 | \$ 221,656 | \$ 255,785 | \$ 77,685 | \$ 502,468 | \$ 1,150,327 |

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

WESTERN BOONE COUNTY COMMUNITY 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 | School Lunch | Lilly Grant | Fiscal Stabilization - Education | Debt Service | Other | Totals |
|--|---------------------|------------------|------------------|----------------------------------|------------------|-------------------|---------------------|
| Receipts: | | | | | | | |
| Local sources | \$ 4,293,701 | \$ 508,415 | \$ - | \$ - | \$ 1,865,979 | \$ 3,139,496 | \$ 9,807,591 |
| Intermediate sources | 589 | - | - | - | - | - | 589 |
| State sources | 7,472,348 | 12,259 | - | - | - | 249,977 | 7,734,584 |
| Federal sources | - | 267,579 | - | 861,418 | - | 206,384 | 1,335,381 |
| Temporary loans | 1,000,000 | - | - | - | - | - | 1,000,000 |
| Other | 13,097 | - | - | - | - | 715,948 | 729,045 |
| Total receipts | 12,779,735 | 788,253 | - | 861,418 | 1,865,979 | 4,311,805 | 20,607,190 |
| Disbursements: | | | | | | | |
| Current: | | | | | | | |
| Instruction | 7,283,596 | - | 534,541 | - | - | 432,499 | 8,250,636 |
| Support services | 3,225,425 | - | 197 | - | - | 2,630,430 | 5,856,052 |
| Noninstructional services | 64,145 | 718,522 | - | - | - | - | 782,667 |
| Facilities acquisition and construction | - | - | - | - | - | 1,381,572 | 1,381,572 |
| Debt services | 1,004,676 | - | - | - | 1,875,609 | - | 2,880,285 |
| Nonprogrammed charges | 308,722 | - | - | - | - | - | 308,722 |
| Total disbursements | 11,886,564 | 718,522 | 534,738 | - | 1,875,609 | 4,444,501 | 19,459,934 |
| Excess (deficiency) of receipts over disbursements | 893,171 | 69,731 | (534,738) | 861,418 | (9,630) | (132,696) | 1,147,256 |
| Other financing sources (uses): | | | | | | | |
| Transfers in | 61,540 | - | 535,458 | - | - | 831,227 | 1,428,225 |
| Transfers out | - | (291,387) | (247,540) | - | - | (889,298) | (1,428,225) |
| Total other financing sources (uses) | 61,540 | (291,387) | 287,918 | - | - | (58,071) | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 954,711 | (221,656) | (246,820) | 861,418 | (9,630) | (190,767) | 1,147,256 |
| Cash and investments - beginning | 92,733 | 221,656 | 255,785 | - | 77,685 | 502,468 | 1,150,327 |
| Cash and investments - ending | \$ 1,047,444 | \$ - | \$ 8,965 | \$ 861,418 | \$ 68,055 | \$ 311,701 | \$ 2,297,583 |
| Cash and Investment Assets - Ending | | | | | | | |
| Cash and investments | \$ 1,047,444 | \$ - | \$ 8,965 | \$ 861,418 | \$ - | \$ 311,701 | \$ 2,229,528 |
| Restricted assets: | | | | | | | |
| Cash and investments | - | - | - | - | 68,055 | - | 68,055 |
| Total cash and investment assets - ending | \$ 1,047,444 | \$ - | \$ 8,965 | \$ 861,418 | \$ 68,055 | \$ 311,701 | \$ 2,297,583 |
| Cash and Investment Fund Balance - Ending | | | | | | | |
| Restricted for: | | | | | | | |
| Debt service | \$ - | \$ - | \$ - | \$ - | \$ 68,055 | \$ - | \$ 68,055 |
| Unrestricted | 1,047,444 | - | 8,965 | 861,418 | - | 311,701 | 2,229,528 |
| Total cash and investment fund balance - ending | \$ 1,047,444 | \$ - | \$ 8,965 | \$ 861,418 | \$ 68,055 | \$ 311,701 | \$ 2,297,583 |

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

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For the Year Ended June 30, 2008

| | Private-Purpose Trust Funds | Agency Funds |
|---|--------------------------------|------------------|
| Additions: | | |
| Contributions: | | |
| Other | \$ 43,765 | |
| Deductions: | | |
| Administrative and general | 25,515 | |
| Excess (deficiency) of total additions over total deductions | 18,250 | |
| Cash and investment fund balance - beginning | 69,639 | |
| Cash and investment fund balance - ending | <u>\$ 87,889</u> | <u>\$ 73,019</u> |
| Net assets: | | |
| Cash and investments | <u>\$ 87,889</u> | |
| Total net assets - cash and investment basis held in trust | <u>\$ 87,889</u> | |

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

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
 STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 FIDUCIARY FUNDS
 For the Year Ended June 30, 2009

| | Private-Purpose Trust Funds | Agency Funds |
|---|--------------------------------|-----------------|
| Additions: | | |
| Contributions: | | |
| Other | \$ 45,732 | |
| Deductions: | | |
| Administrative and general | 31,422 | |
| Excess (deficiency) of total additions over total deductions | 14,310 | |
| Cash and investment fund balance - beginning | 87,889 | |
| Cash and investment fund balance - ending | \$ 102,199 | \$ 47,098 |
| Net assets: | | |
| Cash and investments | \$ 102,199 | |
| Total net assets - cash and investment basis held in trust | \$ 102,199 | |

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

WESTERN BOONE COUNTY COMMUNITY 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.

The School Corporation's financial reporting entity is composed of the following:

Primary Government: Western Boone County Community School Corporation

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

Joint Ventures

The School Corporation is a participant with Clinton Central School Corporation, Clinton Prairie School Corporation, Community Schools of Frankfort, Lebanon Community School Corporation, North West Hendricks School Corporation, and Rossville Consolidated Schools in a joint venture to operate the Boone-Clinton-North West Hendricks Joint Services (Co-op) which was created to provide instruction for handicapped children. Complete financial statements for the Co-op can be obtained from Community Schools of Frankfort, 50 South Maish Road, Frankfort, Indiana 46041.

The School Corporation is a participant with Attica Consolidated School Corporation, Covington Community School Corporation, Crawfordsville Community School Corporation, Metropolitan School District of Warren County, and Southeast Fountain School Corporation in a joint venture to operate the West Central Indiana Vocational Cooperative (Co-op) which was created to provide vocational instruction. The School Corporation is obligated by contract to remit one-seventh of the cost to operate the Co-op annually. Complete financial statements for the Co-op can be obtained from Crawfordsville Community School Corporation, 1000 Fairview Avenue, Crawfordsville, Indiana 47933.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

WESTERN BOONE COUNTY COMMUNITY 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, 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 school lunch fund is used to record all receipts from the sale of lunches, federal and state reimbursements and other receipts. It includes disbursements for personal services, food, supplies and equipment for the program.

The Lilly grant fund is used to supplement the corporation's preschool funding. It includes disbursements for personal services and supplies.

The 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.

Additionally, the School Corporation reports the following fund types:

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

Agency funds account for assets held by the School Corporation as an agent for state and federal taxing agencies.

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.

WESTERN BOONE COUNTY COMMUNITY 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.

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.

3. 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.

4. 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.

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

5. 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."

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, (2) operating grants and contributions, and (3) capital 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 and the similar discretely presented component unit 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.

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are not reported as reimbursements but as adjustments to disbursements in the respective funds.
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 government-wide Statement of Activities and Net Assets – Cash and Investment Basis.

II. Stewardship, Compliance and Accountability

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.

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

III. Detailed Notes on All Funds

A. Deposits and Investments

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. The bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

B. Interfund Transfers

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

| <u>Transfer From</u> | <u>Transfer To</u> | <u>2008</u> | <u>2009</u> |
|--------------------------|--------------------------|-------------------|---------------------|
| Lilly Grant | Other governmental funds | \$ 485,726 | \$ 247,540 |
| School Lunch | Other governmental funds | - | 291,387 |
| Other governmental funds | General Fund | 5,666 | 61,540 |
| | Lilly Grant | 467,535 | 535,458 |
| | Other governmental funds | - | 292,300 |
| | | <u> </u> | <u> </u> |
| Totals | | <u>\$ 958,927</u> | <u>\$ 1,428,225</u> |

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

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.

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

Medical Benefits to Employees, Retirees and Dependents

During 1992, the School Corporation joined with other governmental entities to form the Wabash Valley/West Central Indiana (WV/WCI) Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program for 17 member governmental entities. The purpose of the risk pool is to provide a medium for the funding and administration of medical benefits to employees, retirees, and dependents. The School Corporation pays an annual premium to the risk pool for its medical benefits to employees, retirees, and dependents coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$200,000 per insured event. The risk pool obtains independent coverage for insured events in excess of the \$19,000,000 aggregate and the \$200,000 specific limit.

B. Holding Corporations

The School Corporation had entered into capital leases with the Western Boone County School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. These leases were assigned to the Western Boone County Multi-School Building Corporation in 2008.

The Western Boone County Multi-School Building Corporation was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation.

C. Subsequent Events

On May 28, 2009, the Western Boone Multi-School Building Corporation (building corporation) issued bonds in the amount of \$30,000,000. The purposes of these bonds were to construct and/or reconstruct facilities for lease to the school corporation. The project is expected to be completed by December 2010. The school corporation has entered into two amended capital leases with the building corporation and the respective lease payments will increase by \$2,550,000 and \$850,000 annually. The new lease payments will begin December 2010 or upon the completion of the project, whichever is later.

D. Termination Benefits

During the current year, the School Corporation offered an early retirement incentive to all certified teachers who had a minimum of 15 consecutive years of teacher service in the School Corporation and had reached the age of 52 by June 1, 2009. The benefit offered by the School Corporation to certified staff members under this program is a one-time bonus incentive of \$15,000 to be paid in August 2009. The payments will be made to the retiring employee's 403(b) account.

E. Other Postemployment Benefits

Single-Employer Defined Benefit Healthcare Plan

Plan Description

The Western Boone County Community School Corporation healthcare plan is a single-employer defined benefit healthcare plan administered by the Wabash Valley/West Central Indiana (WV/WCI) Insurance Trust. The plan provides medical insurance benefits to eligible retirees and

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

their spouses. IC 5-10-08 assigns the authority to establish and amend benefit provisions to the school corporation. The WV/WCI issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for the participants. That report may be obtained by contacting the plan administrator:

Wabash Valley West Central Indiana Insurance Trust
PO Box 518
Royal Center, Indiana 46978

Funding Policy

The contribution requirements of plan members for the Western Boone County Community School Corporation healthcare plan are established by the School Corporation's School Board. The required contribution is based on projected pay-as-you-go financing requirements. For the year ended December 31, 2009, the School Corporation contributed \$47,100 to the plan, for current premiums, or approximately 47% of total premiums. Plan members receiving benefits contributed \$53,646, or approximately 53% of the total premiums, representing the premium cost in excess of the School Corporation's contribution.

F. Pension Plan

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.

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

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
NOTES TO FINANCIAL STATEMENTS
(Continued)

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 7.00% of covered wages. The School Corporation's required contributions to the plan for the fiscal years ended June 30, 2009, 2008, and 2007, were \$237,258, \$221,000, and \$199,561, respectively. The School Corporation actually contributed 100% of the required contribution for each of the fiscal years, respectively.

WESTERN BOONE COUNTY COMMUNITY 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 Preschool | Rainy Day | Textbook Rental | Levy Excess | Safe Haven Grant |
|--|-----------------------------|-----------------------------------|------------------|--------------------|------------------|---------------------|
| Receipts: | | | | | | |
| Local sources | \$ 1,036,147 | \$ 46,822 | \$ - | \$ 153,473 | \$ - | \$ - |
| State sources | - | 63,113 | - | 57,854 | - | 682 |
| Federal sources | - | - | - | - | - | - |
| Other | 354 | - | - | 1,048 | - | - |
| Total receipts | 1,036,501 | 109,935 | - | 212,375 | - | 682 |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | - | 90,470 | - | - | - | - |
| Support services | 1,066,191 | - | - | 178,604 | - | - |
| Facilities acquisition and construction | - | - | - | - | - | - |
| Total disbursements | 1,066,191 | 90,470 | - | 178,604 | - | - |
| Excess (deficiency) of receipts over disbursements | (29,690) | 19,465 | - | 33,771 | - | 682 |
| Other financing sources (uses): | | | | | | |
| Sale of capital assets | 150 | - | - | - | - | - |
| Transfers in | 225,895 | - | - | - | - | - |
| Transfers out | (196,355) | - | - | - | (5,666) | - |
| Total other financing sources (uses) | 29,690 | - | - | - | (5,666) | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | - | 19,465 | - | 33,771 | (5,666) | 682 |
| Cash and investments - beginning | - | 20,788 | 92,300 | 49,308 | 67,206 | - |
| Cash and investments - ending | \$ - | \$ 40,253 | \$ 92,300 | \$ 83,079 | \$ 61,540 | \$ 682 |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ - | \$ 40,253 | \$ 92,300 | \$ 83,079 | \$ 61,540 | \$ 682 |
| Total cash and investment assets - ending | \$ - | \$ 40,253 | \$ 92,300 | \$ 83,079 | \$ 61,540 | \$ 682 |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Unrestricted | \$ - | \$ 40,253 | \$ 92,300 | \$ 83,079 | \$ 61,540 | \$ 682 |
| Total cash and investment fund balance - ending | \$ - | \$ 40,253 | \$ 92,300 | \$ 83,079 | \$ 61,540 | \$ 682 |

WESTERN BOONE COUNTY COMMUNITY 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)

| | Early Intervention Grant | Gifted and Talented | Radio TV/ Voc. Ed. | Professional Development | Adult Education | Medicaid Reimbursement |
|--|--------------------------------|------------------------|-----------------------|-----------------------------|--------------------|---------------------------|
| Receipts: | | | | | | |
| Local sources | \$ - | \$ - | \$ 7,517 | \$ - | \$ 35 | \$ - |
| State sources | 33,000 | 33,592 | - | - | - | - |
| Federal sources | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| Total receipts | 33,000 | 33,592 | 7,517 | - | 35 | - |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | 31,253 | 9,453 | 4,701 | - | - | - |
| Support services | - | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - | - |
| Total disbursements | 31,253 | 9,453 | 4,701 | - | - | - |
| Excess (deficiency) of receipts over disbursements | 1,747 | 24,139 | 2,816 | - | 35 | - |
| 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 | 1,747 | 24,139 | 2,816 | - | 35 | - |
| Cash and investments - beginning | 2,734 | 582 | 1,589 | 665 | 46,660 | 1,149 |
| Cash and investments - ending | \$ 4,481 | \$ 24,721 | \$ 4,405 | \$ 665 | \$ 46,695 | \$ 1,149 |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ 4,481 | \$ 24,721 | \$ 4,405 | \$ 665 | \$ 46,695 | \$ 1,149 |
| Total cash and investment assets - ending | \$ 4,481 | \$ 24,721 | \$ 4,405 | \$ 665 | \$ 46,695 | \$ 1,149 |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Unrestricted | \$ 4,481 | \$ 24,721 | \$ 4,405 | \$ 665 | \$ 46,695 | \$ 1,149 |
| Total cash and investment fund balance - ending | \$ 4,481 | \$ 24,721 | \$ 4,405 | \$ 665 | \$ 46,695 | \$ 1,149 |

WESTERN BOONE COUNTY COMMUNITY 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 | Project Lead the Way | Lilly Science Grant | WalMart Grant | Tower - Cyberlink |
|--|-------------------------|-------------------------|------------------------|----------------------|----------------------|
| Receipts: | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - |
| State sources | - | - | - | - | - |
| Federal sources | - | - | - | - | - |
| Other | - | - | - | - | 38,000 |
| Total receipts | - | - | - | - | 38,000 |
| Disbursements: | | | | | |
| Current: | | | | | |
| Instruction | - | 2,077 | - | - | 38,000 |
| Support services | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - |
| Total disbursements | - | 2,077 | - | - | 38,000 |
| Excess (deficiency) of receipts over disbursements | - | (2,077) | - | - | - |
| Other financing sources (uses): | | | | | |
| Sale of capital assets | - | - | - | - | - |
| Transfers in | - | 2,077 | - | - | - |
| Transfers out | - | - | - | - | - |
| Total other financing sources (uses) | - | 2,077 | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | - | - | - | - | - |
| Cash and investments - beginning | 568 | - | 105 | 500 | - |
| Cash and investments - ending | <u>\$ 568</u> | <u>\$ -</u> | <u>\$ 105</u> | <u>\$ 500</u> | <u>\$ -</u> |
| Cash and Investment Assets - Ending | | | | | |
| Cash and investments | \$ 568 | \$ - | \$ 105 | \$ 500 | \$ - |
| Total cash and investment assets - ending | <u>\$ 568</u> | <u>\$ -</u> | <u>\$ 105</u> | <u>\$ 500</u> | <u>\$ -</u> |
| Cash and Investment Fund Balance - Ending | | | | | |
| Unrestricted | \$ 568 | \$ - | \$ 105 | \$ 500 | \$ - |
| Total cash and investment fund balance - ending | <u>\$ 568</u> | <u>\$ -</u> | <u>\$ 105</u> | <u>\$ 500</u> | <u>\$ -</u> |

WESTERN BOONE COUNTY COMMUNITY 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)

| | <u>CYA Grant</u> | <u>Granville Wells PSI IOTA XI</u> | <u>Vocational Education</u> | <u>Granville Wells Eli Lilly Grant</u> | <u>Smart Resolutions</u> |
|---|------------------|--|---------------------------------|--|------------------------------|
| Receipts: | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - |
| State sources | - | - | - | - | 63,301 |
| Federal sources | - | - | - | - | - |
| Other | - | - | - | - | - |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total receipts | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>63,301</u> |
| Disbursements: | | | | | |
| Current: | | | | | |
| Instruction | 742 | 239 | 352 | 5 | 76,281 |
| Support services | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total disbursements | <u>742</u> | <u>239</u> | <u>352</u> | <u>5</u> | <u>76,281</u> |
| Excess (deficiency) of receipts over disbursements | <u>(742)</u> | <u>(239)</u> | <u>(352)</u> | <u>(5)</u> | <u>(12,980)</u> |
| Other financing sources (uses): | | | | | |
| Sale of capital assets | 1,200 | - | - | - | - |
| Transfers in | - | - | - | - | - |
| Transfers out | - | - | - | - | - |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | <u>1,200</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 458 | (239) | (352) | (5) | (12,980) |
| Cash and investments - beginning | <u>67</u> | <u>239</u> | <u>352</u> | <u>5</u> | <u>58,683</u> |
| Cash and investments - ending | <u>\$ 525</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 45,703</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | |
| Cash and investments | <u>\$ 525</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 45,703</u> |
| Total cash and investment assets - ending | <u>\$ 525</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 45,703</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | |
| Unrestricted | <u>\$ 525</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 45,703</u> |
| Total cash and investment fund balance - ending | <u>\$ 525</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 45,703</u> |

WESTERN BOONE COUNTY COMMUNITY 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 I | Title V | Criminal Justice Institute | School-To- Work | Title II |
|--|-------------------------|------------------------|----------------------------------|------------------------|-------------------------|
| Receipts: | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - |
| State sources | - | - | - | - | - |
| Federal sources | 69,631 | - | 3,803 | - | 50,241 |
| Other | - | - | - | - | - |
| Total receipts | 69,631 | - | 3,803 | - | 50,241 |
| Disbursements: | | | | | |
| Current: | | | | | |
| Instruction | 62,782 | 1,157 | - | - | 56,584 |
| Support services | - | - | 7,684 | - | - |
| Facilities acquisition and construction | - | - | - | - | - |
| Total disbursements | 62,782 | 1,157 | 7,684 | - | 56,584 |
| Excess (deficiency) of receipts over disbursements | 6,849 | (1,157) | (3,881) | - | (6,343) |
| 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 | 6,849 | (1,157) | (3,881) | - | (6,343) |
| Cash and investments - beginning | 7,188 | 5,354 | 3,881 | 3,350 | 53,225 |
| Cash and investments - ending | <u>\$ 14,037</u> | <u>\$ 4,197</u> | <u>\$ -</u> | <u>\$ 3,350</u> | <u>\$ 46,882</u> |
| Cash and Investment Assets - Ending | | | | | |
| Cash and investments | \$ 14,037 | \$ 4,197 | \$ - | \$ 3,350 | \$ 46,882 |
| Total cash and investment assets - ending | <u>\$ 14,037</u> | <u>\$ 4,197</u> | <u>\$ -</u> | <u>\$ 3,350</u> | <u>\$ 46,882</u> |
| Cash and Investment Fund Balance - Ending | | | | | |
| Unrestricted | \$ 14,037 | \$ 4,197 | \$ - | \$ 3,350 | \$ 46,882 |
| Total cash and investment fund balance - ending | <u>\$ 14,037</u> | <u>\$ 4,197</u> | <u>\$ -</u> | <u>\$ 3,350</u> | <u>\$ 46,882</u> |

WESTERN BOONE COUNTY COMMUNITY 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)

| | English Language | Capital Projects | School Bus Replacement | Construction | Totals |
|---|---------------------|---------------------|---------------------------|---------------|-------------------|
| Receipts: | | | | | |
| Local sources | \$ - | \$ 1,330,275 | \$ 121,752 | \$ - | \$ 2,696,021 |
| State sources | - | - | - | - | 251,542 |
| Federal sources | - | - | - | - | 123,675 |
| Other | - | 3,455 | - | - | 42,857 |
| Total receipts | - | 1,333,730 | 121,752 | - | 3,114,095 |
| Disbursements: | | | | | |
| Current: | | | | | |
| Instruction | - | - | - | - | 374,096 |
| Support services | - | 653,214 | 188,752 | - | 2,094,445 |
| Facilities acquisition and construction | - | 667,090 | - | - | 667,090 |
| Total disbursements | - | 1,320,304 | 188,752 | - | 3,135,631 |
| Excess (deficiency) of receipts over disbursements | - | 13,426 | (67,000) | - | (21,536) |
| Other financing sources (uses): | | | | | |
| Sale of capital assets | - | - | - | - | 1,350 |
| Transfers in | - | 257,754 | - | - | 485,726 |
| Transfers out | - | (271,180) | - | - | (473,201) |
| Total other financing sources (uses) | - | (13,426) | - | - | 13,875 |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | - | - | (67,000) | - | (7,661) |
| Cash and investments - beginning | 1,726 | - | 91,466 | 439 | 510,129 |
| Cash and investments - ending | <u>\$ 1,726</u> | <u>\$ -</u> | <u>\$ 24,466</u> | <u>\$ 439</u> | <u>\$ 502,468</u> |
| Cash and Investment Assets - Ending | | | | | |
| Cash and investments | <u>\$ 1,726</u> | <u>\$ -</u> | <u>\$ 24,466</u> | <u>\$ 439</u> | <u>\$ 502,468</u> |
| Total cash and investment assets - ending | <u>\$ 1,726</u> | <u>\$ -</u> | <u>\$ 24,466</u> | <u>\$ 439</u> | <u>\$ 502,468</u> |
| Cash and Investment Fund Balance - Ending | | | | | |
| Unrestricted | <u>\$ 1,726</u> | <u>\$ -</u> | <u>\$ 24,466</u> | <u>\$ 439</u> | <u>502,468</u> |
| Total cash and investment fund balance - ending | <u>\$ 1,726</u> | <u>\$ -</u> | <u>\$ 24,466</u> | <u>\$ 439</u> | <u>\$ 502,468</u> |

WESTERN BOONE COUNTY COMMUNITY 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 Preschool | Rainy Day | Textbook Rental | Levy Excess | Safe Haven Grant |
|---|-----------------------------|-----------------------------------|-----------------|--------------------|-----------------|---------------------|
| Receipts: | | | | | | |
| Local sources | \$ 1,145,198 | \$ 41,173 | \$ - | \$ 154,367 | \$ - | \$ - |
| State sources | - | 62,375 | - | 107,511 | - | - |
| Federal sources | - | - | - | - | - | - |
| Other | 19,453 | - | - | - | - | - |
| Total receipts | 1,164,651 | 103,548 | - | 261,878 | - | - |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | - | 86,606 | - | - | - | 682 |
| Support services | 1,008,885 | - | - | 285,133 | - | - |
| Facilities acquisition and construction | - | - | - | - | - | - |
| Total disbursements | 1,008,885 | 86,606 | - | 285,133 | - | 682 |
| Excess (deficiency) of receipts over disbursements | 155,766 | 16,942 | - | (23,255) | - | (682) |
| Other financing sources (uses): | | | | | | |
| Transfers in | 70,129 | - | 100,000 | 47,225 | - | - |
| Transfers out | (225,895) | - | (192,300) | (47,225) | (61,540) | - |
| Total other financing sources (uses) | (155,766) | - | (92,300) | - | (61,540) | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | - | 16,942 | (92,300) | (23,255) | (61,540) | (682) |
| Cash and investments - beginning | - | 40,253 | 92,300 | 83,079 | 61,540 | 682 |
| Cash and investments - ending | <u>\$ -</u> | <u>\$ 57,195</u> | <u>\$ -</u> | <u>\$ 59,824</u> | <u>\$ -</u> | <u>\$ -</u> |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ - | \$ 57,195 | \$ - | \$ 59,824 | \$ - | \$ - |
| Total cash and investment assets - ending | \$ - | \$ 57,195 | \$ - | \$ 59,824 | \$ - | \$ - |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Unrestricted | \$ - | \$ 57,195 | \$ - | \$ 59,824 | \$ - | \$ - |
| Total cash and investment fund balance - ending | \$ - | \$ 57,195 | \$ - | \$ 59,824 | \$ - | \$ - |

WESTERN BOONE COUNTY COMMUNITY 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)

| | Early Intervention Grant | Gifted and Talented | Radio TV/ Voc. Ed. | Professional Development | Adult Education | Medicaid Reimbursement |
|---|--------------------------------|------------------------|-----------------------|-----------------------------|--------------------|---------------------------|
| Receipts: | | | | | | |
| Local sources | \$ - | \$ - | \$ 8,291 | \$ - | \$ 6,055 | \$ - |
| State sources | - | 33,591 | - | - | - | - |
| Federal sources | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |
| Total receipts | - | 33,591 | 8,291 | - | 6,055 | - |
| Disbursements: | | | | | | |
| Current: | | | | | | |
| Instruction | 4,481 | 58,312 | 4,250 | - | 9,680 | - |
| Support services | - | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - | - |
| Total disbursements | 4,481 | 58,312 | 4,250 | - | 9,680 | - |
| Excess (deficiency) of receipts over disbursements | (4,481) | (24,721) | 4,041 | - | (3,625) | - |
| Other financing sources (uses): | | | | | | |
| Transfers in | - | - | - | - | - | - |
| Transfers out | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | (4,481) | (24,721) | 4,041 | - | (3,625) | - |
| Cash and investments - beginning | 4,481 | 24,721 | 4,405 | 665 | 46,695 | 1,149 |
| Cash and investments - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 8,446</u> | <u>\$ 665</u> | <u>\$ 43,070</u> | <u>\$ 1,149</u> |
| Cash and Investment Assets - Ending | | | | | | |
| Cash and investments | \$ - | \$ - | \$ 8,446 | \$ 665 | \$ 43,070 | \$ 1,149 |
| Total cash and investment assets - ending | \$ - | \$ - | \$ 8,446 | \$ 665 | \$ 43,070 | \$ 1,149 |
| Cash and Investment Fund Balance - Ending | | | | | | |
| Unrestricted | \$ - | \$ - | \$ 8,446 | \$ 665 | \$ 43,070 | \$ 1,149 |
| Total cash and investment fund balance - ending | \$ - | \$ - | \$ 8,446 | \$ 665 | \$ 43,070 | \$ 1,149 |

WESTERN BOONE COUNTY COMMUNITY 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)

| | Non-English Speaking | Project Lead the Way | Lilly Science Grant | WalMart Grant | CYA Grant |
|---|-------------------------|-------------------------|------------------------|------------------|---------------|
| Receipts: | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - |
| State sources | - | - | - | - | - |
| Federal sources | - | - | - | - | - |
| Other | - | 27,008 | - | - | 825 |
| | <u>-</u> | <u>27,008</u> | <u>-</u> | <u>-</u> | <u>825</u> |
| Total receipts | <u>-</u> | <u>27,008</u> | <u>-</u> | <u>-</u> | <u>825</u> |
| Disbursements: | | | | | |
| Current: | | | | | |
| Instruction | - | 22,776 | - | - | 554 |
| Support services | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total disbursements | <u>-</u> | <u>22,776</u> | <u>-</u> | <u>-</u> | <u>554</u> |
| Excess (deficiency) of receipts over disbursements | <u>-</u> | <u>4,232</u> | <u>-</u> | <u>-</u> | <u>271</u> |
| Other financing sources (uses): | | | | | |
| Transfers in | - | 2,508 | - | - | - |
| Transfers out | - | (4,585) | - | - | - |
| | <u>-</u> | <u>(4,585)</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | <u>-</u> | <u>(2,077)</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | - | 2,155 | - | - | 271 |
| Cash and investments - beginning | 568 | - | 105 | 500 | 525 |
| Cash and investments - ending | <u>\$ 568</u> | <u>\$ 2,155</u> | <u>\$ 105</u> | <u>\$ 500</u> | <u>\$ 796</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | |
| Cash and investments | <u>\$ 568</u> | <u>\$ 2,155</u> | <u>\$ 105</u> | <u>\$ 500</u> | <u>\$ 796</u> |
| Total cash and investment assets - ending | <u>\$ 568</u> | <u>\$ 2,155</u> | <u>\$ 105</u> | <u>\$ 500</u> | <u>\$ 796</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | |
| Unrestricted | <u>\$ 568</u> | <u>\$ 2,155</u> | <u>\$ 105</u> | <u>\$ 500</u> | <u>\$ 796</u> |
| Total cash and investment fund balance - ending | <u>\$ 568</u> | <u>\$ 2,155</u> | <u>\$ 105</u> | <u>\$ 500</u> | <u>\$ 796</u> |

WESTERN BOONE COUNTY COMMUNITY 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)

| | Granville Wells PSI IOTA XI | Vocational Education | Granville Wells Eli Lilly Grant | Smart Resolutions | Title I |
|---|--------------------------------|-------------------------|------------------------------------|----------------------|------------------|
| Receipts: | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - |
| State sources | - | - | - | 46,500 | - |
| Federal sources | - | - | - | - | 135,775 |
| Other | 9,205 | 3,000 | 3,250 | - | - |
| Total receipts | <u>9,205</u> | <u>3,000</u> | <u>3,250</u> | <u>46,500</u> | <u>135,775</u> |
| Disbursements: | | | | | |
| Current: | | | | | |
| Instruction | - | - | 1,872 | 47,466 | 134,730 |
| Support services | - | 2,287 | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - |
| Total disbursements | <u>-</u> | <u>2,287</u> | <u>1,872</u> | <u>47,466</u> | <u>134,730</u> |
| Excess (deficiency) of receipts over disbursements | <u>9,205</u> | <u>713</u> | <u>1,378</u> | <u>(966)</u> | <u>1,045</u> |
| Other financing sources (uses): | | | | | |
| Transfers in | - | - | - | - | - |
| Transfers out | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 9,205 | 713 | 1,378 | (966) | 1,045 |
| Cash and investments - beginning | - | - | - | 45,703 | 14,037 |
| Cash and investments - ending | <u>\$ 9,205</u> | <u>\$ 713</u> | <u>\$ 1,378</u> | <u>\$ 44,737</u> | <u>\$ 15,082</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | |
| Cash and investments | <u>\$ 9,205</u> | <u>\$ 713</u> | <u>\$ 1,378</u> | <u>\$ 44,737</u> | <u>\$ 15,082</u> |
| Total cash and investment assets - ending | <u>\$ 9,205</u> | <u>\$ 713</u> | <u>\$ 1,378</u> | <u>\$ 44,737</u> | <u>\$ 15,082</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | |
| Unrestricted | <u>\$ 9,205</u> | <u>\$ 713</u> | <u>\$ 1,378</u> | <u>\$ 44,737</u> | <u>\$ 15,082</u> |
| Total cash and investment fund balance - ending | <u>\$ 9,205</u> | <u>\$ 713</u> | <u>\$ 1,378</u> | <u>\$ 44,737</u> | <u>\$ 15,082</u> |

WESTERN BOONE COUNTY COMMUNITY 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 | Criminal Justice Institute | School-To- Work | Title II | English Language |
|---|-----------------|----------------------------------|--------------------|------------------|---------------------|
| Receipts: | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - |
| State sources | - | - | - | - | - |
| Federal sources | 1,036 | 3,087 | - | 50,642 | - |
| Other | - | - | - | - | - |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total receipts | <u>1,036</u> | <u>3,087</u> | <u>-</u> | <u>50,642</u> | <u>-</u> |
| Disbursements: | | | | | |
| Current: | | | | | |
| Instruction | 785 | - | 2,270 | 58,035 | - |
| Support services | - | - | - | - | - |
| Facilities acquisition and construction | - | - | - | - | - |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total disbursements | <u>785</u> | <u>-</u> | <u>2,270</u> | <u>58,035</u> | <u>-</u> |
| Excess (deficiency) of receipts over disbursements | <u>251</u> | <u>3,087</u> | <u>(2,270)</u> | <u>(7,393)</u> | <u>-</u> |
| Other financing sources (uses): | | | | | |
| Transfers in | - | - | - | - | - |
| Transfers out | - | - | - | - | - |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 251 | 3,087 | (2,270) | (7,393) | - |
| Cash and investments - beginning | <u>4,197</u> | <u>-</u> | <u>3,350</u> | <u>46,882</u> | <u>1,726</u> |
| Cash and investments - ending | <u>\$ 4,448</u> | <u>\$ 3,087</u> | <u>\$ 1,080</u> | <u>\$ 39,489</u> | <u>\$ 1,726</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | |
| Cash and investments | <u>\$ 4,448</u> | <u>\$ 3,087</u> | <u>\$ 1,080</u> | <u>\$ 39,489</u> | <u>\$ 1,726</u> |
| Total cash and investment assets - ending | <u>\$ 4,448</u> | <u>\$ 3,087</u> | <u>\$ 1,080</u> | <u>\$ 39,489</u> | <u>\$ 1,726</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | |
| Unrestricted | <u>\$ 4,448</u> | <u>\$ 3,087</u> | <u>\$ 1,080</u> | <u>\$ 39,489</u> | <u>\$ 1,726</u> |
| Total cash and investment fund balance - ending | <u>\$ 4,448</u> | <u>\$ 3,087</u> | <u>\$ 1,080</u> | <u>\$ 39,489</u> | <u>\$ 1,726</u> |

WESTERN BOONE COUNTY COMMUNITY 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 I Fiscal Stabilization | Capital Projects | School Bus Replacement | Construction | Totals |
|---|------------------------------------|---------------------|---------------------------|----------------|-------------------|
| Receipts: | | | | | |
| Local sources | \$ - | \$ 1,450,220 | \$ 334,192 | \$ - | \$ 3,139,496 |
| State sources | - | - | - | - | 249,977 |
| Federal sources | 15,844 | - | - | - | 206,384 |
| Other | - | 8,935 | - | 644,272 | 715,948 |
| Total receipts | <u>15,844</u> | <u>1,459,155</u> | <u>334,192</u> | <u>644,272</u> | <u>4,311,805</u> |
| Disbursements: | | | | | |
| Current: | | | | | |
| Instruction | - | - | - | - | 432,499 |
| Support services | - | 796,480 | 537,645 | - | 2,630,430 |
| Facilities acquisition and construction | - | 737,300 | - | 644,272 | 1,381,572 |
| Total disbursements | <u>-</u> | <u>1,533,780</u> | <u>537,645</u> | <u>644,272</u> | <u>4,444,501</u> |
| Excess (deficiency) of receipts over disbursements | <u>15,844</u> | <u>(74,625)</u> | <u>(203,453)</u> | <u>-</u> | <u>(132,696)</u> |
| Other financing sources (uses): | | | | | |
| Transfers in | - | 432,378 | 178,987 | - | 831,227 |
| Transfers out | - | (357,753) | - | - | (889,298) |
| Total other financing sources (uses) | <u>-</u> | <u>74,625</u> | <u>178,987</u> | <u>-</u> | <u>(58,071)</u> |
| Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses | 15,844 | - | (24,466) | - | (190,767) |
| Cash and investments - beginning | - | - | 24,466 | 439 | 502,468 |
| Cash and investments - ending | <u>\$ 15,844</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 439</u> | <u>\$ 311,701</u> |
| <u>Cash and Investment Assets - Ending</u> | | | | | |
| Cash and investments | <u>\$ 15,844</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 439</u> | <u>\$ 311,701</u> |
| Total cash and investment assets - ending | <u>\$ 15,844</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 439</u> | <u>\$ 311,701</u> |
| <u>Cash and Investment Fund Balance - Ending</u> | | | | | |
| Unrestricted | <u>\$ 15,844</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 439</u> | <u>311,701</u> |
| Total cash and investment fund balance - ending | <u>\$ 15,844</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 439</u> | <u>\$ 311,701</u> |

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2008

| | Foundation GW White | Foundation WB Burks | Foundation Grant GW - Juillerat | Foundation Grant Granville Wells | WEBO Education Foundation | Bridge Grant | Foundation Grant Western Boone | Totals |
|---|------------------------|------------------------|---------------------------------------|--|---------------------------------|--------------|--------------------------------------|------------------|
| Additions: | | | | | | | | |
| Contributions: | | | | | | | | |
| Other | \$ 297 | \$ 300 | \$ 194 | \$ - | \$ 42,974 | \$ - | \$ - | \$ 43,765 |
| Deductions: | | | | | | | | |
| Administrative and general | 297 | 300 | 153 | - | 24,697 | 68 | - | 25,515 |
| Excess (deficiency) of total additions over total deductions | - | - | 41 | - | 18,277 | (68) | - | 18,250 |
| Cash and investment fund balance - beginning | - | - | - | 229 | 69,157 | 68 | 185 | 69,639 |
| Cash and investments - June 30 | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 41</u> | <u>\$ 229</u> | <u>\$ 87,434</u> | <u>\$ -</u> | <u>\$ 185</u> | <u>\$ 87,889</u> |
| Net assets: | | | | | | | | |
| Cash and investments | \$ - | \$ - | \$ 41 | \$ 229 | \$ 87,434 | \$ - | \$ 185 | \$ 87,889 |
| Total net assets - cash and investment basis held in trust | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 41</u> | <u>\$ 229</u> | <u>\$ 87,434</u> | <u>\$ -</u> | <u>\$ 185</u> | <u>\$ 87,889</u> |

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 PRIVATE-PURPOSE TRUST FUNDS
 For the Year Ended June 30, 2009

| | Foundation Grant GW - Juillerat | Foundation Grant Granville Wells | WEBO Education Foundation | Foundation Grant Western Boone | Totals |
|---|---------------------------------------|--|---------------------------------|--------------------------------------|-------------------|
| Additions: | | | | | |
| Contributions: | | | | | |
| Other | \$ - | \$ - | \$ 45,732 | \$ - | \$ 45,732 |
| Deductions: | | | | | |
| Administrative and general | - | - | 31,422 | - | 31,422 |
| Excess of total additions over total deductions | - | - | 14,310 | - | 14,310 |
| Cash and investment fund balance - beginning | 41 | 229 | 87,434 | 185 | 87,889 |
| Cash and investments - June 30 | <u>\$ 41</u> | <u>\$ 229</u> | <u>\$ 101,744</u> | <u>\$ 185</u> | <u>\$ 102,199</u> |
| Net assets: | | | | | |
| Cash and investments | \$ 41 | \$ 229 | \$ 101,744 | \$ 185 | \$ 102,199 |
| Total net assets - cash and investment basis held in trust | <u>\$ 41</u> | <u>\$ 229</u> | <u>\$ 101,744</u> | <u>\$ 185</u> | <u>\$ 102,199</u> |

WESTERN BOONE COUNTY COMMUNITY 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: | | |
| 1994/1998 Building Remodeling Project | \$ 7,115,000 | \$ 1,297,920 |
| 1999/2000 Building Remodeling Project | <u>4,285,000</u> | <u>542,500</u> |
| Total governmental activities debt | <u>\$ 11,400,000</u> | <u>\$ 1,840,420</u> |

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
AUDIT RESULT AND COMMENT

CAPITAL ASSET RECORDS

Information presented for audit did not indicate an inventory of capital assets being completed since December 2006.

Every governmental unit should have a complete inventory of all capital assets owned which reflects their acquisition value. Such inventory should be recorded on the applicable Capital Assets Ledger. A complete inventory should be taken at least every two years for good internal control and for verifying account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
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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 WESTERN BOONE COUNTY COMMUNITY
SCHOOL CORPORATION, BOONE COUNTY, INDIANA

Compliance

We have audited the compliance of the Western Boone County Community 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, 2008 and 2009. The School Corporation's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. 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 each of its major federal programs for the years ended June 30, 2008 and 2009.

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, school board, 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

January 7, 2010

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2008 and 2009

| 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 06-30-08 | Total Federal Awards Expended 06-30-09 |
|---|---------------------------|--|---|---|
| <u>U.S. DEPARTMENT OF AGRICULTURE</u> | | | | |
| Pass-Through Indiana Department of Education Child Nutrition Cluster School Breakfast Program | 10.553 | | | |
| | | FY08 | \$ 25,246 | \$ - |
| | | FY09 | - | 35,763 |
| Total for program | | | <u>25,246</u> | <u>35,763</u> |
| National School Lunch Program | 10.555 | | | |
| | | FY08 | 206,978 | - |
| | | FY09 | - | 259,898 |
| Total for program | | | <u>206,978</u> | <u>259,898</u> |
| Total for cluster | | | <u>232,224</u> | <u>295,661</u> |
| Total for federal grantor agency | | | <u>232,224</u> | <u>295,661</u> |
| <u>U.S. DEPARTMENT OF EDUCATION</u> | | | | |
| Pass-Through Indiana Department of Education Title I Grants to Local Educational Agencies | 84.010 | | | |
| | | 07-0615 | 7,188 | - |
| | | 08-0615 | 55,594 | 13,045 |
| | | 09-0615 | - | 121,684 |
| Total for program | | | <u>62,782</u> | <u>134,729</u> |
| Pass-Through Community Schools of Frankfort Special Education - Grants to States | 84.027 | | | |
| | | FY08 | 281,231 | - |
| | | FY09 | - | 281,722 |
| Total for program | | | <u>281,231</u> | <u>281,722</u> |
| Pass-Through Crawfordsville Community School Corporation Vocational Education - Basic Grants to States | 84.048 | | | |
| | | FY08 | 10,945 | - |
| | | FY09 | - | 11,000 |
| Total for program | | | <u>10,945</u> | <u>11,000</u> |
| Pass-Through Indiana Department of Education Safe and Drug-Free Schools and Communities - State Grants | 84.186 | | | |
| | | 0615-06 | 3,881 | - |
| | | 0615-07 | 3,803 | - |
| Total for program | | | <u>7,684</u> | <u>-</u> |
| Tech-Prep Education | 84.243 | | | |
| | | PLTW-8-51 | - | 6,004 |
| | | PLTW-9-51 | - | 3,850 |
| Total for program | | | <u>-</u> | <u>9,854</u> |

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

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2008 and 2009
(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 06-30-08 | Total Federal Awards Expended 06-30-09 |
|--|---------------------------|--|---|---|
| <u>U.S. DEPARTMENT OF EDUCATION (continued)</u> | | | | |
| Pass-Through Purdue University Tech-Prep Education | 84.243 | WIRED-5-59 | 2,077 | 12,923 |
| Pass-Through Tippecanoe School Corporation School to Work Opportunities | 84.278 | STW | - | 2,270 |
| Pass-Through Indiana Department of Education State Grants for Innovative Programs | 84.298 | 05-0615 06-0615 | 325 833 | - 785 |
| Total for program | | | 1,158 | 785 |
| Improving Teacher Quality State Grants | 84.367 | 05-0615 06-0615 07-0615 08-0615 | 9,232 46,651 701 - | - - 46,882 11,153 |
| Total for program | | | 56,584 | 58,035 |
| Total for federal grantor agency | | | 422,461 | 511,318 |
| <u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u> | | | | |
| Pass-Through Purdue University Block Grants for Prevention and Treatment of Substance Abuse | 93.959 | FY08 FY09 | 76,281 - | - 47,466 |
| Total for program | | | 76,281 | 47,466 |
| <u>U.S. DEPARTMENT OF HOMELAND SECURITY</u> | | | | |
| Pass-Through Indiana Department of Homeland Security Disaster Grants - Public Assistance | 97.036 | #3274 | 4,984 | - |
| Total federal awards expended | | | \$ 735,950 | \$ 854,445 |

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

WESTERN BOONE COUNTY COMMUNITY 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 Western Boone County Community 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 School Corporations 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, 2008 and 2009. This noncash assistance is also included in the federal expenditures presented in the schedule.

| Program Title | Federal CFDA Number | 2008 | 2009 |
|-------------------------------|---------------------------|----------|----------|
| School Breakfast Program | 10.553 | \$ 4,287 | \$ 5,525 |
| National School Lunch Program | 10.555 | 35,518 | 40,007 |

WESTERN BOONE COUNTY COMMUNITY 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 |
| Significant deficiencies 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 |
| Significant deficiencies 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:

| CFDA Number | 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.

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

WESTERN BOONE COUNTY COMMUNITY SCHOOL CORPORATION
EXIT CONFERENCE

The contents of this report were discussed on January 7, 2010, with Dr. Judi Hendrix, Superintendent of Schools; Vivian Norman, Treasurer; and Jane Faggetti, President of the School Board. The officials concurred with our audit findings.