

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

EXAMINATION REPORT  
OF  
METROPOLITAN SCHOOL DISTRICT  
OF BOONE TOWNSHIP  
PORTER COUNTY, INDIANA

July 1, 2007 to June 30, 2009



**FILED**  
05/21/2010



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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Beverly Hindes	07-01-07 to 06-30-10
Superintendent of Schools	George Letz	07-01-07 to 06-30-10
President of the School Board	Richard D. Bell Jeffery C. Barzycki	07-01-07 to 06-30-08 07-01-08 to 06-30-10



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF METROPOLITAN SCHOOL DISTRICT  
OF BOONE TOWNSHIP, PORTER COUNTY, INDIANA

We have examined the financial information presented herein of Metropolitan School District of Boone Township (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 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

December 16, 2009

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
SCHEDULE OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS  
For the Year Ended June 30, 2008

Functions/Programs	Disbursements	Program Receipts		Net (Disbursement) Receipts and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Totals
Governmental activities:				
Instruction	\$ 4,622,001	\$ -	\$ 75,793	\$ (4,546,208)
Support services	2,854,282	304,040	116,597	(2,433,645)
Noninstructional services	466,513	-	-	(466,513)
Facilities acquisition and construction	929,757	-	-	(929,757)
Debt service	6,565,975	-	-	(6,565,975)
Nonprogrammed charges	<u>358,700</u>	<u>-</u>	<u>-</u>	<u>(358,700)</u>
Total governmental activities	<u>\$ 15,797,228</u>	<u>\$ 304,040</u>	<u>\$ 192,390</u>	<u>(15,300,798)</u>
General receipts:				
Property taxes				5,138,038
Other local sources				554,445
State aid				4,552,755
Bonds and loans				3,905,008
Grants and contributions not restricted to specific programs				86,347
Sale of property				10,715
Investment earnings				87,206
Other				<u>181,279</u>
Total general receipts				<u>14,515,793</u>
Change in net assets				(785,005)
Net assets - beginning				<u>2,854,180</u>
Net assets - ending				<u>\$ 2,069,175</u>
<u>Assets</u>				
Cash and investments				\$ 2,080,765
Restricted assets:				
Cash and investments				<u>(11,590)</u>
Total assets				<u>\$ 2,069,175</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ (11,590)
Unrestricted				<u>2,080,765</u>
Total net assets				<u>\$ 2,069,175</u>

The accompanying notes are an integral part of the financial information.

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
SCHEDULE 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	\$ 4,518,202	\$ -	\$ 86,770	\$ (4,431,432)
Support services	3,054,071	296,311	117,521	(2,640,239)
Noninstructional services	487,889	-	-	(487,889)
Facilities acquisition and construction	572,074	-	-	(572,074)
Debt service	5,935,484	-	-	(5,935,484)
Nonprogrammed charges	372,519	-	-	(372,519)
<b>Total governmental activities</b>	<b><u>\$ 14,940,239</u></b>	<b><u>\$ 296,311</u></b>	<b><u>\$ 204,291</u></b>	<b><u>(14,439,637)</u></b>
General receipts:				
Property taxes				5,990,157
Other local sources				876,216
State aid				4,917,505
Bonds and loans				1,927,088
Grants and contributions not restricted to specific programs				702,215
Sale of property				36,922
Investment earnings				27,973
Other				<u>16,227</u>
<b>Total general receipts</b>				<b><u>14,494,303</u></b>
Change in net assets				54,666
Net assets - beginning				<u>2,069,175</u>
Net assets - ending				<b><u>\$ 2,123,841</u></b>
<u>Assets</u>				
Cash and investments				\$ 1,315,587
Restricted assets:				
Cash and investments				<u>808,254</u>
<b>Total assets</b>				<b><u>\$ 2,123,841</u></b>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 808,254
Unrestricted				<u>1,315,587</u>
<b>Total net assets</b>				<b><u>\$ 2,123,841</u></b>

The accompanying notes are an integral part of the financial information.

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
SCHEDULE 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	Transportation Operating	Fiscal Stabilization	Debt Service	Capital Projects	Other	Totals
<b>Receipts:</b>							
Local sources	\$ 2,086,186	\$ 388,620	\$ -	\$ 2,290,479	\$ 652,189	\$ 665,493	\$ 6,082,967
Intermediate sources	464	-	-	-	-	300	764
State sources	4,595,680	-	-	-	-	99,608	4,695,288
Federal sources	-	-	-	-	-	136,202	136,202
Temporary loans	1,895,000	395,000	-	700,000	570,000	345,008	3,905,008
Other	14,921	747	-	-	165,611	-	181,279
<b>Total receipts</b>	<b>8,592,251</b>	<b>784,367</b>	<b>-</b>	<b>2,990,479</b>	<b>1,387,800</b>	<b>1,246,611</b>	<b>15,001,508</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	4,491,709	-	-	-	-	130,294	4,622,003
Support services	1,705,880	417,181	-	-	445,390	285,831	2,854,282
Noninstructional services	98,941	-	-	-	-	367,572	466,513
Facilities acquisition and construction	-	-	-	-	394,505	535,252	929,757
Debt services	2,000,000	155,000	-	3,723,813	525,000	162,162	6,565,975
Nonprogrammed charges	358,698	-	-	-	-	-	358,698
<b>Total disbursements</b>	<b>8,655,228</b>	<b>572,181</b>	<b>-</b>	<b>3,723,813</b>	<b>1,364,895</b>	<b>1,481,111</b>	<b>15,797,228</b>
Excess (deficiency) of receipts over disbursements	(62,977)	212,186	-	(733,334)	22,905	(234,500)	(795,720)
<b>Other financing sources (uses):</b>							
Sale of capital assets	7,440	74	-	-	1,110	2,091	10,715
Transfers in	105,000	-	-	-	-	-	105,000
Transfers out	-	-	-	-	(105,000)	-	(105,000)
<b>Total other financing sources (uses)</b>	<b>112,440</b>	<b>74</b>	<b>-</b>	<b>-</b>	<b>(103,890)</b>	<b>2,091</b>	<b>10,715</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	49,463	212,260	-	(733,334)	(80,985)	(232,409)	(785,005)
Cash and investments - beginning	1,439,733	3,582	-	772,055	264,474	374,336	2,854,180
Cash and investments - ending	\$ 1,489,196	\$ 215,842	\$ -	\$ 38,721	\$ 183,489	\$ 141,927	\$ 2,069,175
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 1,489,196	\$ 215,842	\$ -	\$ -	\$ 183,489	\$ 192,238	\$ 2,080,765
Restricted assets:							
Cash and investments	-	-	-	38,721	-	(50,311)	(11,590)
<b>Total cash and investment assets - ending</b>	<b>\$ 1,489,196</b>	<b>\$ 215,842</b>	<b>\$ -</b>	<b>\$ 38,721</b>	<b>\$ 183,489</b>	<b>\$ 141,927</b>	<b>\$ 2,069,175</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ 38,721	\$ -	\$ (50,311)	\$ (11,590)
Unrestricted	1,489,196	215,842	-	-	183,489	192,238	2,080,765
<b>Total cash and investment fund balance - ending</b>	<b>\$ 1,489,196</b>	<b>\$ 215,842</b>	<b>\$ -</b>	<b>\$ 38,721</b>	<b>\$ 183,489</b>	<b>\$ 141,927</b>	<b>\$ 2,069,175</b>

The accompanying notes are an integral part of the financial information.

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
SCHEDULE 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	Transportation Operating	Fiscal Stabilization	Debt Service	Capital Projects	Other	Totals
Receipts:							
Local sources	\$ 2,437,255	\$ 407,382	\$ -	\$ 2,886,457	\$ 812,041	\$ 647,029	\$ 7,190,164
Intermediate sources	-	-	-	-	-	488	488
State sources	4,967,781	-	-	-	-	92,188	5,059,969
Federal sources	-	-	552,068	-	-	211,979	764,047
Temporary loans	-	175,000	-	1,266,000	330,000	156,088	1,927,088
Other	14,637	1,590	-	-	-	-	16,227
<b>Total receipts</b>	<b>7,419,673</b>	<b>583,972</b>	<b>552,068</b>	<b>4,152,457</b>	<b>1,142,041</b>	<b>1,107,772</b>	<b>14,957,983</b>
Disbursements:							
Current:							
Instruction	4,319,899	-	-	-	-	198,303	4,518,202
Support services	1,996,393	435,305	-	-	306,746	315,627	3,054,071
Noninstructional services	114,443	-	-	-	-	373,446	487,889
Facilities acquisition and construction	-	-	-	-	429,718	142,356	572,074
Debt services	1,895,000	240,000	-	3,350,584	325,000	124,900	5,935,484
Nonprogrammed charges	372,519	-	-	-	-	-	372,519
<b>Total disbursements</b>	<b>8,698,254</b>	<b>675,305</b>	<b>-</b>	<b>3,350,584</b>	<b>1,061,464</b>	<b>1,154,632</b>	<b>14,940,239</b>
Excess (deficiency) of receipts over disbursements	(1,278,581)	(91,333)	552,068	801,873	80,577	(46,860)	17,744
Other financing sources (uses):							
Sale of capital assets	26,645	1,807	-	-	970	7,500	36,922
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,251,936)	(89,526)	552,068	801,873	81,547	(39,360)	54,666
Cash and investments - beginning	1,489,196	215,842	-	38,721	183,489	141,927	2,069,175
Cash and investments - ending	<u>\$ 237,260</u>	<u>\$ 126,316</u>	<u>\$ 552,068</u>	<u>\$ 840,594</u>	<u>\$ 265,036</u>	<u>\$ 102,567</u>	<u>\$ 2,123,841</u>
<u>Cash and Investment Assets - Ending</u>							
Cash and investments	\$ 237,260	\$ 126,316	\$ 552,068	\$ -	\$ 265,036	\$ 134,907	\$ 1,315,587
Restricted assets:							
Cash and investments	-	-	-	840,594	-	(32,340)	808,254
<b>Total cash and investment assets - ending</b>	<b><u>\$ 237,260</u></b>	<b><u>\$ 126,316</u></b>	<b><u>\$ 552,068</u></b>	<b><u>\$ 840,594</u></b>	<b><u>\$ 265,036</u></b>	<b><u>\$ 102,567</u></b>	<b><u>\$ 2,123,841</u></b>
<u>Cash and Investment Fund Balance - Ending</u>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ 840,594	\$ -	\$ (32,340)	\$ 808,254
Unrestricted	237,260	126,316	552,068	-	265,036	134,907	1,315,587
<b>Total cash and investment fund balance - ending</b>	<b><u>\$ 237,260</u></b>	<b><u>\$ 126,316</u></b>	<b><u>\$ 552,068</u></b>	<b><u>\$ 840,594</u></b>	<b><u>\$ 265,036</u></b>	<b><u>\$ 102,567</u></b>	<b><u>\$ 2,123,841</u></b>

The accompanying notes are an integral part of the financial information.

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
FIDUCIARY FUNDS  
For the Year Ended June 30, 2008

	<u>Agency Funds</u>
Cash and investment fund balance - ending	<u>\$ 3,687</u>

The accompanying notes are an integral part of the financial information.

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
FIDUCIARY FUNDS  
For the Year Ended June 30, 2009

	<u>Agency Funds</u>
Cash and investment fund balance - ending	<u>\$ 29,521</u>

The accompanying notes are an integral part of the financial information.

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
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 Schedules

Government-Wide Financial Schedules

The Schedules 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 Schedules

Fund financial schedules 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 schedules are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial schedules. Major individual governmental funds are reported as separate columns in the fund financial schedules.

The School Corporation reports the following major governmental funds:

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

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

The 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.

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

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
NOTES TO FINANCIAL INFORMATION  
(Continued)

Additionally, the School Corporation reports the following fund type:

Agency funds account for assets held by the School Corporation as an agent for employee withholdings.

**B. Measurement Focus and Basis of Accounting**

The government-wide, governmental fund and fiduciary fund financial schedules 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 schedules.

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

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

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.

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 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	Capital Projects	<u>\$ 105,000</u>	<u>\$ -</u>

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

Note 7. 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

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
NOTES TO FINANCIAL INFORMATION  
(Continued)

Funding Policy and Annual Pension Cost

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

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:

Teacher's 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 8. Subsequent Event

The School Corporation has entered into a capital lease with the Boone Township School Building Corporation for an Elementary/Middle School project which was started in July 2009. The project includes renovation and improvements to the elementary and middle school buildings. The cost of the project is \$3,925,000.

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-06	\$ 616,718	\$ 827,218	\$ (210,500)	75%	\$ 868,379	(24%)
07-01-07	712,771	858,459	(145,688)	83%	929,323	(16%)
07-01-08	855,744	919,039	(63,295)	93%	929,501	(7%)

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 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

	Special Education Preschool	Rainy Day	Cafeteria	Textbook Rental	Education License Plates	Safe Haven Grant and Partnership
<b>Receipts:</b>						
Local sources	\$ 4,042	\$ -	\$ 253,467	\$ 188,291	\$ -	\$ -
Intermediate sources	-	-	-	-	300	-
State sources	31,448	-	5,144	26,861	-	2,289
Federal sources	-	-	84,592	-	-	-
Temporary loans	-	-	-	-	-	-
<b>Total receipts</b>	<b>35,490</b>	<b>-</b>	<b>343,203</b>	<b>215,152</b>	<b>300</b>	<b>2,289</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	29,956	-	-	-	-	2,264
Support services	-	-	400	177,285	-	-
Noninstructional services	-	-	367,230	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
<b>Total disbursements</b>	<b>29,956</b>	<b>-</b>	<b>367,630</b>	<b>177,285</b>	<b>-</b>	<b>2,264</b>
Excess (deficiency) of receipts over disbursements	5,534	-	(24,427)	37,867	300	25
<b>Other financing sources:</b>						
Sale of capital assets	-	-	12	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,534	-	(24,415)	37,867	300	25
Cash and investments - beginning	25,683	96,399	(54,548)	9,424	6,310	1
Cash and investments - ending	<u>\$ 31,217</u>	<u>\$ 96,399</u>	<u>\$ (78,963)</u>	<u>\$ 47,291</u>	<u>\$ 6,610</u>	<u>\$ 26</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 31,217	\$ 96,399	\$ (78,963)	\$ 47,291	\$ 6,610	\$ 26
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b><u>\$ 31,217</u></b>	<b><u>\$ 96,399</u></b>	<b><u>\$ (78,963)</u></b>	<b><u>\$ 47,291</u></b>	<b><u>\$ 6,610</u></b>	<b><u>\$ 26</u></b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	31,217	96,399	(78,963)	47,291	6,610	26
<b>Total cash and investment fund balance - ending</b>	<b><u>\$ 31,217</u></b>	<b><u>\$ 96,399</u></b>	<b><u>\$ (78,963)</u></b>	<b><u>\$ 47,291</u></b>	<b><u>\$ 6,610</u></b>	<b><u>\$ 26</u></b>

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 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	High Ability	Non English Speaking Program	Title I 2006-2007	Title I 2007-2008	Title I 2008-2009
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	998	30,068	-	-	-	-
Federal sources	-	-	-	2,500	31,658	-
Temporary loans	-	-	-	-	-	-
<b>Total receipts</b>	<b>998</b>	<b>30,068</b>	<b>-</b>	<b>2,500</b>	<b>31,658</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	16,319	-	4,723	33,406	911
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	342	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>16,319</b>	<b>-</b>	<b>4,723</b>	<b>33,748</b>	<b>911</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>998</b>	<b>13,749</b>	<b>-</b>	<b>(2,223)</b>	<b>(2,090)</b>	<b>(911)</b>
<b>Other financing sources:</b>						
Sale of capital assets	-	-	-	-	-	-
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>998</b>	<b>13,749</b>	<b>-</b>	<b>(2,223)</b>	<b>(2,090)</b>	<b>(911)</b>
Cash and investments - beginning	2	501	185	2,223	-	-
Cash and investments - ending	\$ 1,000	\$ 14,250	\$ 185	\$ -	\$ (2,090)	\$ (911)
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 1,000	\$ 14,250	\$ 185	\$ -	\$ (2,090)	\$ (911)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 1,000</b>	<b>\$ 14,250</b>	<b>\$ 185</b>	<b>\$ -</b>	<b>\$ (2,090)</b>	<b>\$ (911)</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	1,000	14,250	185	-	(2,090)	(911)
<b>Total cash and investment fund balance - ending</b>	<b>\$ 1,000</b>	<b>\$ 14,250</b>	<b>\$ 185</b>	<b>\$ -</b>	<b>\$ (2,090)</b>	<b>\$ (911)</b>

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 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 V 2006-2007	Title V 2007-2008	Safe and Drug Free Schools 07/08	Class Size Reduction	Title II Part A	Title II Part D
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	2,800	-
Federal sources	-	1,404	3,048	-	13,000	-
Temporary loans	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>1,404</b>	<b>3,048</b>	<b>-</b>	<b>15,800</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	-	3,048	-	38,967	700
Support services	149	601	-	160	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
<b>Total disbursements</b>	<b>149</b>	<b>601</b>	<b>3,048</b>	<b>160</b>	<b>38,967</b>	<b>700</b>
Excess (deficiency) of receipts over disbursements	(149)	803	-	(160)	(23,167)	(700)
<b>Other financing sources:</b>						
Sale of capital assets	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(149)	803	-	(160)	(23,167)	(700)
Cash and investments - beginning	162	-	-	160	29,500	700
Cash and investments - ending	<u>\$ 13</u>	<u>\$ 803</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,333</u>	<u>\$ -</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 13	\$ 803	\$ -	\$ -	\$ 6,333	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 13</u>	<u>\$ 803</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,333</u>	<u>\$ -</u>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	13	803	-	-	6,333	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ 13</u>	<u>\$ 803</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,333</u>	<u>\$ -</u>

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 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)

	Pension Bonds	School Bus Replacement	Construction Project 64-6813	Construction Project 130562	Totals
<b>Receipts:</b>					
Local sources	\$ 125,098	\$ 94,595	\$ -	\$ -	\$ 665,493
Intermediate sources	-	-	-	-	300
State sources	-	-	-	-	99,608
Federal sources	-	-	-	-	136,202
Temporary loans	-	-	-	345,008	345,008
<b>Total receipts</b>	<b>125,098</b>	<b>94,595</b>	<b>-</b>	<b>345,008</b>	<b>1,246,611</b>
<b>Disbursements:</b>					
<b>Current:</b>					
Instruction	-	-	-	-	130,294
Support services	-	107,236	-	-	285,831
Noninstructional services	-	-	-	-	367,572
Facilities acquisition and construction	-	-	190,244	345,008	535,252
Debt services	127,162	35,000	-	-	162,162
<b>Total disbursements</b>	<b>127,162</b>	<b>142,236</b>	<b>190,244</b>	<b>345,008</b>	<b>1,481,111</b>
Excess (deficiency) of receipts over disbursements	(2,064)	(47,641)	(190,244)	-	(234,500)
<b>Other financing sources:</b>					
Sale of capital assets	-	-	2,079	-	2,091
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,064)	(47,641)	(188,165)	-	(232,409)
Cash and investments - beginning	(48,247)	28,053	269,643	8,185	374,336
Cash and investments - ending	<u>\$ (50,311)</u>	<u>\$ (19,588)</u>	<u>\$ 81,478</u>	<u>\$ 8,185</u>	<u>\$ 141,927</u>
<b><u>Cash and Investment Assets - Ending</u></b>					
Cash and investments	\$ -	\$ (19,588)	\$ 81,478	\$ 8,185	\$ 192,238
<b>Restricted assets:</b>					
Cash and investments	(50,311)	-	-	-	(50,311)
<b>Total cash and investment assets - ending</b>	<b><u>\$ (50,311)</u></b>	<b><u>\$ (19,588)</u></b>	<b><u>\$ 81,478</u></b>	<b><u>\$ 8,185</u></b>	<b><u>\$ 141,927</u></b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>					
<b>Restricted for:</b>					
Debt service	\$ (50,311)	\$ -	\$ -	\$ -	\$ (50,311)
Unrestricted	-	(19,588)	81,478	8,185	192,238
<b>Total cash and investment fund balance - ending</b>	<b><u>\$ (50,311)</u></b>	<b><u>\$ (19,588)</u></b>	<b><u>\$ 81,478</u></b>	<b><u>\$ 8,185</u></b>	<b><u>\$ 141,927</u></b>

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 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

	Special Education Preschool	Rainy Day	Cafeteria	Textbook Rental	Education License Plates	Safe Haven Grant and Partnership
Receipts:						
Local sources	\$ 4,320	\$ -	\$ 256,724	\$ 212,214	\$ -	\$ -
Intermediate sources	-	-	-	-	488	-
State sources	27,070	-	5,242	22,381	-	-
Federal sources	-	-	89,898	-	-	-
Temporary loans	-	-	-	-	-	-
Total receipts	31,390	-	351,864	234,595	488	-
Disbursements:						
Current:						
Instruction	38,838	-	-	-	-	-
Support services	-	-	400	209,347	-	-
Noninstructional services	-	-	373,361	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Total disbursements	38,838	-	373,761	209,347	-	-
Excess (deficiency) of receipts over disbursements	(7,448)	-	(21,897)	25,248	488	-
Other financing sources (uses):						
Sale of capital assets	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(7,448)	-	(21,897)	25,248	488	-
Cash and investments - beginning	31,217	96,399	(78,963)	47,291	6,610	26
Cash and investments - ending	\$ 23,769	\$ 96,399	\$ (100,860)	\$ 72,539	\$ 7,098	\$ 26
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 23,769	\$ 96,399	\$ (100,860)	\$ 72,539	\$ 7,098	\$ 26
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Total cash and investment assets - ending	\$ 23,769	\$ 96,399	\$ (100,860)	\$ 72,539	\$ 7,098	\$ 26
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	23,769	96,399	(100,860)	72,539	7,098	26
Total cash and investment fund balance - ending	\$ 23,769	\$ 96,399	\$ (100,860)	\$ 72,539	\$ 7,098	\$ 26

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 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	High Ability	Common School Technology	Non English Speaking Program	Wellness Grant	Title I 2007-2008
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 8,300	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	1,000	36,495	-	-	-	-
Federal sources	-	-	-	-	-	2,348
Temporary loans	-	-	53,015	-	-	-
<b>Total receipts</b>	<b>1,000</b>	<b>36,495</b>	<b>53,015</b>	<b>-</b>	<b>8,300</b>	<b>2,348</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	47,115	-	-	-	-
Support services	-	-	98,992	-	6,513	-
Noninstructional services	-	-	-	-	-	85
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>47,115</b>	<b>98,992</b>	<b>-</b>	<b>6,513</b>	<b>85</b>
Excess (deficiency) of receipts over disbursements	1,000	(10,620)	(45,977)	-	1,787	2,263
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,000	(10,620)	(45,977)	-	1,787	2,263
Cash and investments - beginning	1,000	14,250	-	185	-	(2,090)
Cash and investments - ending	<u>\$ 2,000</u>	<u>\$ 3,630</u>	<u>\$ (45,977)</u>	<u>\$ 185</u>	<u>\$ 1,787</u>	<u>\$ 173</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 2,000	\$ 3,630	\$ (45,977)	\$ 185	\$ 1,787	\$ 173
<b>Restricted assets:</b>						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b><u>\$ 2,000</u></b>	<b><u>\$ 3,630</u></b>	<b><u>\$ (45,977)</u></b>	<b><u>\$ 185</u></b>	<b><u>\$ 1,787</u></b>	<b><u>\$ 173</u></b>
<b>Cash and Investment Fund Balance - Ending</b>						
<b>Restricted for:</b>						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	2,000	3,630	(45,977)	185	1,787	173
<b>Total cash and investment fund balance - ending</b>	<b><u>\$ 2,000</u></b>	<b><u>\$ 3,630</u></b>	<b><u>\$ (45,977)</u></b>	<b><u>\$ 185</u></b>	<b><u>\$ 1,787</u></b>	<b><u>\$ 173</u></b>

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 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 2008-2009	Title V 2006-2007	Title V 2007-2008	Safe and Drug Free Schools 08/09	Title II Part A	Pension Bonds
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 93,871
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	82,366	-	-	2,291	35,076	-
Temporary loans	-	-	-	-	-	49,000
<b>Total receipts</b>	<u>82,366</u>	<u>-</u>	<u>-</u>	<u>2,291</u>	<u>35,076</u>	<u>142,871</u>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	71,844	-	-	2,291	38,215	-
Support services	-	-	375	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	124,900
<b>Total disbursements</b>	<u>71,844</u>	<u>-</u>	<u>375</u>	<u>2,291</u>	<u>38,215</u>	<u>124,900</u>
Excess (deficiency) of receipts over disbursements	<u>10,522</u>	<u>-</u>	<u>(375)</u>	<u>-</u>	<u>(3,139)</u>	<u>17,971</u>
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	10,522	-	(375)	-	(3,139)	17,971
Cash and investments - beginning	<u>(911)</u>	<u>13</u>	<u>803</u>	<u>-</u>	<u>6,333</u>	<u>(50,311)</u>
Cash and investments - ending	<u>\$ 9,611</u>	<u>\$ 13</u>	<u>\$ 428</u>	<u>\$ -</u>	<u>\$ 3,194</u>	<u>\$ (32,340)</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 9,611	\$ 13	\$ 428	\$ -	\$ 3,194	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	(32,340)
<b>Total cash and investment assets - ending</b>	<u>\$ 9,611</u>	<u>\$ 13</u>	<u>\$ 428</u>	<u>\$ -</u>	<u>\$ 3,194</u>	<u>\$ (32,340)</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (32,340)
Unrestricted	<u>9,611</u>	<u>13</u>	<u>428</u>	<u>-</u>	<u>3,194</u>	<u>-</u>
<b>Total cash and investment fund balance - ending</b>	<u>\$ 9,611</u>	<u>\$ 13</u>	<u>\$ 428</u>	<u>\$ -</u>	<u>\$ 3,194</u>	<u>\$ (32,340)</u>

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 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)

	School Bus Replacement	Construction Project 64-6813	Construction Project 130562	Elementary/ Middle School Renovation Project	Totals
<b>Receipts:</b>					
Local sources	\$ 71,600	\$ -	\$ -	\$ -	\$ 647,029
Intermediate sources	-	-	-	-	488
State sources	-	-	-	-	92,188
Federal sources	-	-	-	-	211,979
Temporary loans	-	-	54,073	-	156,088
<b>Total receipts</b>	<u>71,600</u>	<u>-</u>	<u>54,073</u>	<u>-</u>	<u>1,107,772</u>
<b>Disbursements:</b>					
<b>Current:</b>					
Instruction	-	-	-	-	198,303
Support services	-	-	-	-	315,627
Noninstructional services	-	-	-	-	373,446
Facilities acquisition and construction	-	77,051	62,258	3,047	142,356
Debt services	-	-	-	-	124,900
<b>Total disbursements</b>	<u>-</u>	<u>77,051</u>	<u>62,258</u>	<u>3,047</u>	<u>1,154,632</u>
Excess (deficiency) of receipts over disbursements	<u>71,600</u>	<u>(77,051)</u>	<u>(8,185)</u>	<u>(3,047)</u>	<u>(46,860)</u>
<b>Other financing sources (uses):</b>					
Sale of capital assets	<u>-</u>	<u>7,500</u>	<u>-</u>	<u>-</u>	<u>7,500</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	71,600	(69,551)	(8,185)	(3,047)	(39,360)
Cash and investments - beginning	<u>(19,588)</u>	<u>81,478</u>	<u>8,185</u>	<u>-</u>	<u>141,927</u>
Cash and investments - ending	<u>\$ 52,012</u>	<u>\$ 11,927</u>	<u>\$ -</u>	<u>\$ (3,047)</u>	<u>\$ 102,567</u>
<b>Cash and Investment Assets - Ending</b>					
Cash and investments	\$ 52,012	\$ 11,927	\$ -	\$ (3,047)	\$ 134,907
<b>Restricted assets:</b>					
Cash and investments	-	-	-	-	(32,340)
<b>Total cash and investment assets - ending</b>	<u>\$ 52,012</u>	<u>\$ 11,927</u>	<u>\$ -</u>	<u>\$ (3,047)</u>	<u>\$ 102,567</u>
<b>Cash and Investment Fund Balance - Ending</b>					
<b>Restricted for:</b>					
Debt service	\$ -	\$ -	\$ -	\$ -	(32,340)
Unrestricted	<u>52,012</u>	<u>11,927</u>	<u>-</u>	<u>(3,047)</u>	<u>134,907</u>
<b>Total cash and investment fund balance - ending</b>	<u>\$ 52,012</u>	<u>\$ 11,927</u>	<u>\$ -</u>	<u>\$ (3,047)</u>	<u>\$ 102,567</u>

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For the Year Ended June 30, 2008

	<u>Payroll Clearing</u>	<u>Prepaid Food</u>	<u>Fringe Benefit Clearing</u>	<u>Totals</u>
Additions:				
Agency fund additions	\$ 1,554,768	\$ 255,853	\$ 1,075	\$ 1,811,696
Deductions:				
Agency fund deductions	<u>1,518,819</u>	<u>253,468</u>	<u>1,080</u>	<u>1,773,367</u>
Excess (deficiency) of total additions over total deductions	35,949	2,385	(5)	38,329
Cash and investment fund balance - beginning	<u>(58,896)</u>	<u>24,249</u>	<u>5</u>	<u>(34,642)</u>
Cash and investment fund balance - ending	<u>\$ (22,947)</u>	<u>\$ 26,634</u>	<u>\$ -</u>	<u>\$ 3,687</u>

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 AGENCY FUNDS  
 For the Year Ended June 30, 2009

	<u>Payroll Clearing</u>	<u>Prepaid Food</u>	<u>Fringe Benefit Clearing</u>	<u>Totals</u>
Additions:				
Agency fund additions	\$ 1,558,794	\$ 275,326	\$ 546	\$ 1,834,666
Deductions:				
Agency fund deductions	<u>1,551,548</u>	<u>256,723</u>	<u>561</u>	<u>1,808,832</u>
Excess (deficiency) of total additions over total deductions	7,246	18,603	(15)	25,834
Cash and investment fund balance - beginning	<u>(22,947)</u>	<u>26,634</u>	<u>-</u>	<u>3,687</u>
Cash and investment fund balance - ending	<u>\$ (15,701)</u>	<u>\$ 45,237</u>	<u>\$ (15)</u>	<u>\$ 29,521</u>

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CAPITAL ASSETS  
 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	\$ 355,110
Buildings	38,855,362
Improvements other than buildings	2,548,999
Machinery and equipment	<u>3,726,450</u>
 Total governmental activities, capital assets not being depreciated	 \$ <u>45,485,921</u>

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
 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:		
High School	\$ 10,280,000	\$ 875,000
Notes and loans payable:		
Common School Loans	17,238,086	1,718,957
Tax Anticipation Warrants	1,820,000	50,596
Bonds payable:		
General obligation bonds:		
Pension Bonds	<u>1,230,000</u>	<u>123,700</u>
Total governmental activities debt	<u>\$ 30,568,086</u>	<u>\$ 2,768,253</u>

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
EXAMINATION RESULTS AND COMMENTS

OVERDRAWN FUND BALANCES

The School Corporation had the following negative fund balances on the records for the years ended June 30, 2008 and 2009:

Fund	Balance June 30, 2008	Balance June 30, 2009
Cafeteria	\$ 78,963	\$ 100,860
Title I 2007-2008	2,090	-
Title I 2008-2009	911	-
Pension Bonds	50,311	32,340
School Bus Replacement	19,588	-
Elementary Middle School Renovation Project	-	3,047
Common School Technology	-	45,977
Payroll Clearing	22,947	15,701
Fringe Benefit Clearing	-	15

The balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

APPROPRIATIONS

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

Fund	Year	Excess Amount Expended
Transportation Operating	2008	\$ 4,011
School Bus Replacement	2008	38,073

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

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
EXAMINATION RESULTS AND COMMENTS  
(Continued)

ECA EDUCATIONAL FEES – (Applies to Hebron Elementary)

Educational fees were being receipted to the Textbook Rental extra-curricular fund (TBR fund). Most of the fees were remitted to the School Corporation office, although, some of the fees were spent out of the extra-curricular account for special projects or supplies. Not all fees collected are transferred to the School Corporation or spent, as the TBR fund had a cash balance of \$989.69 at June 30, 2009.

IC 20-26-4-1 concerning duties of the School Corporation Treasurer, states in part: "The treasurer is the official custodian of all funds of the school corporation and is responsible for the proper safeguarding and accounting for the funds . . ." Therefore, all grant monies and properly authorized fees at an individual building should be transferred to the School Corporation Central Office on a timely and regular basis for receipting into the appropriate school corporation fund. The School Corporation Attorney should provide written guidance concerning whether fees are appropriate in regards to Constitutional provisions. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 6)

SCHOOL LUNCH RECORDS

The annual financial reports are due July 30 following each school year. The annual financial report due July 30, 2008, was not submitted until December 4, 2008, and the report due July 30, 2009, was not submitted until November 5, 2009. A similar comment was noted in the prior Report B31845.

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

METROPOLITAN SCHOOL DISTRICT OF BOONE TOWNSHIP  
EXIT CONFERENCE

The contents of this report were discussed on December 16, 2009, with George Letz, Superintendent of Schools; Beverly Hindes, Treasurer; and Jeffery C. Barzycki, President of the School Board. The official response has been made a part of this report and may be found on page 30.

**Administration**  
**George H. Letz**  
Superintendent of Schools  
**Mark P. Lutze**  
Principal  
Hebron High School  
**Lori L. Pavell**  
Principal  
Hebron Middle School  
**James R. Martin**  
Principal  
Hebron Elementary School

**METROPOLITAN SCHOOL DISTRICT**  
**of**  
**BOONE TOWNSHIP**

307 South Main Street • Hebron, IN 46341  
Phone: 219-996-4771 • Fax 219-996-5777  
Website: [www.hebronschools.k12.in.us](http://www.hebronschools.k12.in.us)

**School Board**  
**Jeffery C. Barzycki**  
President  
**John T. Hamann**  
Vice President  
**Peter J. Blank**  
Secretary  
**Donald R. Fry**  
Member  
**David J. Molchan**  
Member

**OFFICIAL RESPONSE**

December 21, 2009

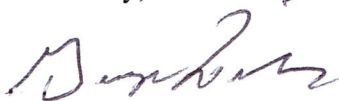
State Board of Accounts  
302 W. Washington Street, Room E418  
Indianapolis, IN 46204-2765

M. S. D. of Boone Township accepts the findings presented to us in the Exit Conference held on December 16, 2009 and the following responses are to be included in our report.

1. Overdrawn Funds/Cash Balances - Tax distributions were not timely for audit period. Without tax distributions our miscellaneous revenue was not sufficient to avoid overdrawn funds.
2. 2008 Overexpended appropriations for transportation and bus replacement funds - Our 2008 budget was not certified until October 2009. Our advertised budget would have been sufficient for our expenditures.
3. Extra Curricular Account – Elementary, Corrective procedures have been established.
4. School Lunch Financial Report – We have been working with the food service director to file all monthly and annual financial reports timely. Although much progress has been made, we will continue to monitor her progress so all reports in compliance.

M. S. D. of Boone Township's administration appreciates the efforts of the State Board of Accounts and the opportunity to respond to the comments made.

Sincerely,



Mr. George Letz  
Superintendent