

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

AUDIT REPORT  
OF

CENTERVILLE-ABINGTON COMMUNITY  
SCHOOL CORPORATION  
WAYNE COUNTY, INDIANA

July 1, 2008 to June 30, 2010



**FILED**

02/14/2011



TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials .....	2
Independent Auditor's Report on Financial Statements and Supplementary Schedule of Expenditures of Federal Awards .....	3-4
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 .....	5-6
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Activities and Net Assets – Cash and Investment Basis .....	7-8
Fund Financial Statements:	
Governmental Funds:	
Statement of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Governmental Funds .....	9-10
Fiduciary Funds:	
Statement of Additions, Deductions, and Changes in Cash and Investment Balances – Fiduciary Funds .....	11
Notes to Financial Statements .....	12-20
Supplementary Information:	
Combining Schedule of Assets and Fund Balances and Receipts, Disbursements, and Changes in Fund Balances – Cash and Investment Basis – Other Governmental Funds.....	21-32
Schedule of Capital Assets.....	33
Schedule of Long-Term Debt .....	34
Audit Results and Comments:	
Deficiency in Internal Control – Segregation of Duties.....	35
Federal and State Agencies – Compliance Requirements .....	35
Internal Controls – Textbook Rental .....	35-36
Internal Controls .....	36
Accountable Items .....	36
Supplemental Audit of Federal Awards:	
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.....	38-39
Schedule of Expenditures of Federal Awards .....	40
Notes to Schedule of Expenditures of Federal Awards.....	41
Schedule of Findings and Questioned Costs .....	42-43
Auditee Prepared Schedules:	
Summary Schedule of Prior Audit Findings .....	44
Corrective Action Plan.....	45
Exit Conference.....	46
Official Response .....	47-49

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Tyna Stover	07-01-08 to 06-30-11
Superintendent of Schools	Philip S. Stevenson	07-01-08 to 06-30-11
President of the School Board	Tim Eadler Brad Lambright Tim Eadler	07-01-08 to 06-30-09 07-01-09 to 06-30-10 07-01-10 to 06-30-11



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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

TO: THE OFFICIALS OF THE CENTERVILLE-ABINGTON COMMUNITY  
SCHOOL CORPORATION, WAYNE COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Centerville-Abington Community School Corporation (School Corporation), as of and for the years ended June 30, 2009 and 2010, 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, 2009 and 2010, 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 December 6, 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 integral part of 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, Schedule of Contributions from the Employer and Other Contributing Entities, or Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

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

The School Corporation's response to the Audit Results and Comments identified in our audit is described in the accompanying section of the report entitled Official Response. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

STATE BOARD OF ACCOUNTS

December 6, 2010



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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 CENTERVILLE-ABINGTON COMMUNITY  
SCHOOL CORPORATION, WAYNE COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Centerville-Abington Community School Corporation (School Corporation), as of and for the years ended June 30, 2009 and 2010, which collectively comprise the School Corporation's basic financial statements and have issued our report thereon dated December 6, 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.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we considered to be significant deficiencies.

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. We consider the deficiencies described in item 2010-1 of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies in internal control over financial reporting.

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)

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. However, we believe that none of the significant deficiencies described above is a material weakness.

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.

The School Corporation's response to the findings identified in our audit is described in the accompanying section of the report entitled Official Response and Corrective Action Plan. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the School Corporation's management, Board of School Trustees, 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

December 6, 2010



CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS  
For the Year Ended June 30, 2009

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Totals</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
Governmental activities:				
Instruction	\$ 7,160,069	\$ -	\$ 199,066	\$ (6,961,003)
Support services	4,501,028	370,112	329,031	(3,801,885)
Noninstructional services	911,002	-	-	(911,002)
Facilities acquisition and construction	312,258	-	-	(312,258)
Debt service	5,359,078	-	-	(5,359,078)
Nonprogrammed charges	317,532	-	-	(317,532)
	<u>\$ 18,560,967</u>	<u>\$ 370,112</u>	<u>\$ 528,097</u>	<u>(17,662,758)</u>
General receipts:				
Property taxes				5,793,154
Other local sources				1,469,358
State aid				7,539,386
Bonds and loans				729,943
Grants and contributions not restricted to specific programs				1,328,559
Investment earnings				38,682
Other				6,158
				<u>16,905,240</u>
Change in net assets				(757,518)
Net assets - beginning				<u>2,347,025</u>
Net assets - ending				<u>\$ 1,589,507</u>
<u>Assets</u>				
Cash and investments				\$ 1,441,107
Restricted assets:				
Cash and investments				<u>148,400</u>
Total assets				<u>\$ 1,589,507</u>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 148,400
Unrestricted				<u>1,441,107</u>
Total net assets				<u>\$ 1,589,507</u>

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

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS  
For the Year Ended June 30, 2010

<u>Functions/Programs</u>	<u>Disbursements</u>	Program Receipts		<u>Totals</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
Governmental activities:				
Instruction	\$ 7,259,887	\$ -	\$ 186,276	\$ (7,073,611)
Support services	4,842,511	378,379	374,296	(4,089,836)
Noninstructional services	874,389	-	-	(874,389)
Facilities acquisition and construction	281,882	-	-	(281,882)
Debt service	2,641,930	-	-	(2,641,930)
Nonprogrammed charges	353,871	-	-	(353,871)
<b>Total governmental activities</b>	<b><u>\$ 16,254,470</u></b>	<b><u>\$ 378,379</u></b>	<b><u>\$ 560,572</u></b>	<b><u>(15,315,519)</u></b>
General receipts:				
Property taxes				5,328,101
Other local sources				1,300,624
State aid				9,060,537
Bonds and loans				615,697
Grants and contributions not restricted to specific programs				1,457,760
Investment earnings				14,968
Other				1,636
<b>Total general receipts</b>				<b><u>17,779,323</u></b>
Change in net assets				2,463,804
Net assets - beginning				<u>1,589,507</u>
Net assets - ending				<b><u>\$ 4,053,311</u></b>
<u>Assets</u>				
Cash and investments				\$ 2,962,956
Restricted assets:				
Cash and investments				<u>1,090,355</u>
<b>Total assets</b>				<b><u>\$ 4,053,311</u></b>
<u>Net Assets</u>				
Restricted for:				
Debt service				\$ 1,090,355
Unrestricted				<u>2,962,956</u>
<b>Total net assets</b>				<b><u>\$ 4,053,311</u></b>

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

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
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	Transportation Operating	Rainy Day	Textbook Rental	Debt Service	Capital Projects	Other	Totals
<b>Receipts:</b>								
Local sources	\$ 2,454,058	\$ 790,544	\$ -	\$ 158,723	\$ 2,294,091	\$ 1,034,889	\$ 953,685	\$ 7,685,990
Intermediate sources	497	-	-	-	-	-	638	1,135
State sources	7,705,813	-	-	48,905	-	-	330,297	8,085,015
Federal sources	-	-	-	-	-	-	1,295,208	1,295,208
Temporary loans	-	190,685	-	-	-	539,258	-	729,943
Interfund loans	-	-	102,866	-	-	-	39,096	141,962
Other	-	-	-	-	-	6,158	-	6,158
<b>Total receipts</b>	<b>10,160,368</b>	<b>981,229</b>	<b>102,866</b>	<b>207,628</b>	<b>2,294,091</b>	<b>1,580,305</b>	<b>2,618,924</b>	<b>17,945,411</b>
<b>Disbursements:</b>								
<b>Current:</b>								
Instruction	5,914,609	-	-	-	-	-	1,245,460	7,160,069
Support services	2,458,917	818,745	-	156,984	-	610,717	455,665	4,501,028
Noninstructional services	281,478	-	-	-	-	-	629,524	911,002
Facilities acquisition and construction	10,244	175	-	-	-	301,839	-	312,258
Debt services	1,466,495	347,701	-	-	2,733,805	652,089	158,988	5,359,078
Nonprogrammed charges	302,444	-	-	-	15,088	-	-	317,532
Interfund loans	-	-	41,439	-	-	-	100,523	141,962
<b>Total disbursements</b>	<b>10,434,187</b>	<b>1,166,621</b>	<b>41,439</b>	<b>156,984</b>	<b>2,748,893</b>	<b>1,564,645</b>	<b>2,590,160</b>	<b>18,702,929</b>
Excess (deficiency) of receipts over disbursements	(273,819)	(185,392)	61,427	50,644	(454,802)	15,660	28,764	(757,518)
<b>Other financing sources (uses):</b>								
Transfers in	-	-	-	-	-	-	2,411	2,411
Transfers out	-	-	-	-	-	-	(2,411)	(2,411)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(273,819)	(185,392)	61,427	50,644	(454,802)	15,660	28,764	(757,518)
Cash and investments - beginning	734,306	208,432	232,419	149,936	599,948	288,244	133,740	2,347,025
Cash and investments - ending	\$ 460,487	\$ 23,040	\$ 293,846	\$ 200,580	\$ 145,146	\$ 303,904	\$ 162,504	\$ 1,589,507
<b>Cash and Investment Assets - Ending</b>								
Cash and investments	\$ 460,487	\$ 23,040	\$ 293,846	\$ 200,580	\$ -	\$ 303,904	\$ 159,250	\$ 1,441,107
Restricted assets:								
Cash and investments	-	-	-	-	145,146	-	3,254	148,400
<b>Total cash and investment assets - ending</b>	<b>\$ 460,487</b>	<b>\$ 23,040</b>	<b>\$ 293,846</b>	<b>\$ 200,580</b>	<b>\$ 145,146</b>	<b>\$ 303,904</b>	<b>\$ 162,504</b>	<b>\$ 1,589,507</b>
<b>Cash and Investment Fund Balance - Ending</b>								
Restricted for:								
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 145,146	\$ -	\$ 3,254	\$ 148,400
Unrestricted	460,487	23,040	293,846	200,580	-	303,904	159,250	1,441,107
<b>Total cash and investment fund balance - ending</b>	<b>\$ 460,487</b>	<b>\$ 23,040</b>	<b>\$ 293,846</b>	<b>\$ 200,580</b>	<b>\$ 145,146</b>	<b>\$ 303,904</b>	<b>\$ 162,504</b>	<b>\$ 1,589,507</b>

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

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
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, 2010

	General	Transportation Operating	Rainy Day	Textbook Rental	Debt Service	Capital Projects	Other	Totals
<b>Receipts:</b>								
Local sources	\$ 152,225	\$ 1,321,301	\$ -	\$ 139,415	\$ 2,629,295	\$ 1,414,655	\$ 1,367,913	\$ 7,024,804
Intermediate sources	497	-	-	-	-	-	244	741
State sources	9,213,799	-	-	46,590	-	66,513	332,950	9,659,852
Federal sources	-	-	-	-	-	-	1,415,545	1,415,545
Temporary loans	257,210	188,453	-	-	-	148,675	21,358	615,696
Interfund loans	-	-	103,059	-	-	-	61,620	164,679
Other	-	-	-	-	-	1,356	280	1,636
<b>Total receipts</b>	<b>9,623,731</b>	<b>1,509,754</b>	<b>103,059</b>	<b>186,005</b>	<b>2,629,295</b>	<b>1,631,199</b>	<b>3,199,910</b>	<b>18,882,953</b>
<b>Disbursements:</b>								
<b>Current:</b>								
Instruction	6,090,228	-	-	-	-	-	1,169,659	7,259,887
Support services	2,641,855	861,914	-	200,681	-	520,634	617,427	4,842,511
Noninstructional services	265,915	-	-	-	-	-	608,474	874,389
Facilities acquisition and construction	8,175	-	-	-	-	252,281	21,426	281,882
Debt services	-	190,685	-	-	1,759,112	539,258	152,875	2,641,930
Nonprogrammed charges	353,871	-	-	-	-	-	-	353,871
Interfund loans	-	-	61,619	-	-	-	103,060	164,679
<b>Total disbursements</b>	<b>9,360,044</b>	<b>1,052,599</b>	<b>61,619</b>	<b>200,681</b>	<b>1,759,112</b>	<b>1,312,173</b>	<b>2,672,921</b>	<b>16,419,149</b>
Excess (deficiency) of receipts over disbursements	263,687	457,155	41,440	(14,676)	870,183	319,026	526,989	2,463,804
<b>Other financing sources (uses):</b>								
Transfers in	26,677	3,459	-	-	-	-	8,749	38,885
Transfers out	-	-	-	-	-	-	(38,885)	(38,885)
<b>Total other financing sources (uses)</b>	<b>26,677</b>	<b>3,459</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(30,136)</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	290,364	460,614	41,440	(14,676)	870,183	319,026	496,853	2,463,804
Cash and investments - beginning	460,487	23,040	293,846	200,580	145,146	303,904	162,504	1,589,507
Cash and investments - ending	<u>\$ 750,851</u>	<u>\$ 483,654</u>	<u>\$ 335,286</u>	<u>\$ 185,904</u>	<u>\$ 1,015,329</u>	<u>\$ 622,930</u>	<u>\$ 659,357</u>	<u>\$ 4,053,311</u>
<b>Cash and Investment Assets - Ending</b>								
Cash and investments	\$ 750,851	\$ 483,654	\$ 335,286	\$ 185,904	\$ -	\$ 622,930	\$ 584,331	\$ 2,962,956
Restricted assets:								
Cash and investments	-	-	-	-	1,015,329	-	75,026	1,090,355
<b>Total cash and investment assets - ending</b>	<b>\$ 750,851</b>	<b>\$ 483,654</b>	<b>\$ 335,286</b>	<b>\$ 185,904</b>	<b>\$ 1,015,329</b>	<b>\$ 622,930</b>	<b>\$ 659,357</b>	<b>\$ 4,053,311</b>
<b>Cash and Investment Fund Balance - Ending</b>								
Restricted for:								
Debt service	\$ -	\$ -	\$ -	\$ -	\$ 1,015,329	\$ -	\$ 75,026	\$ 1,090,355
Unrestricted	750,851	483,654	335,286	185,904	-	622,930	584,331	2,962,956
<b>Total cash and investment fund balance - ending</b>	<b>\$ 750,851</b>	<b>\$ 483,654</b>	<b>\$ 335,286</b>	<b>\$ 185,904</b>	<b>\$ 1,015,329</b>	<b>\$ 622,930</b>	<b>\$ 659,357</b>	<b>\$ 4,053,311</b>

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

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
FIDUCIARY FUNDS  
For the Year Ended June 30, 2009

	Pension Trust Funds
Deductions:	
Benefits	\$ 19,691
Cash and investment fund balance - beginning	19,691
Cash and investment fund balance - ending	\$ -
Net assets:	
Cash and investments	\$ -
Total net assets - cash and investment basis held in trust	\$ -

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

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
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: Centerville-Abington Community Schools

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

Joint Venture

The School Corporation is a participant in joint ventures to operate Whitewater Technical Career Center (WTCC Co-op), East Central Indiana Educational Service Center (ECIESC Co-op), Centerville-Fayette-Rushville (CFR) Special Services for Exceptional Learners which was created as follows: WTCC provides vocational education to students of member schools; ECIESC provides bulk purchasing power, centralized repairs of equipment, and joint in-service training programs; CFR provides special education & related services. The Whitewater Technical Career Center (WTCC Co-op), East Central Indiana Educational Service Center (ECIESC Co-op), Centerville-Fayette-Rushville (CFR) Special Services for Exceptional Learners continued existence depends on continued funding by the School Corporation. Complete financial statements for the Whitewater Technical Career Center (WTCC Co-op), East Central Indiana Educational Service Center (ECIESC Co-op), Centerville-Fayette-Rushville (CFR) Special Services for Exceptional Learners can be obtained from WTCC: Fayette County School Corp 1401 Spartan Dr Connersville IN 47331, ECIESC: ECIESC 1601 Indiana Ave Connersville IN 47331, CFR: Fayette County School Corp 1401 Spartan Dr Connersville IN 47331.

Related Organizations

The School Corporation's officials are also responsible for appointing the voting majority of the boards of other organizations, but the School Corporation's accountability for these organizations does not extend beyond making the appointments. The School Corporation appoints the voting majority of the Centerville Center Township Public Library.

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.

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

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

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

The textbook rental fund accounts for the financial resources for the collection of textbook rental receipts and for the purchase of textbooks.

The debt service fund accounts for debt from funds borrowed or advanced for the purchase or lease of school buildings, school buses, judgements 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.

Additionally, the School Corporation reports the following fund type:

The pension trust funds account for the activities of the pension debt retirement fund, which accumulate resources for pension benefit payments.

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.

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
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. Restricted Assets

All restricted assets, as presented in the accompanying financial statements, are restricted due to enabling legislation.

2. 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.

3. Property Taxes

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

4. Capital Assets

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

5. Long-Term Debt

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



CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

6. Equity Classification

Government-Wide Statements

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

- a. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or (2) law through constitutional provisions or enabling legislation.
- b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

Fund Financial Statements

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

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided and (2) operating grants and contributions. 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 discretely presented component units 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 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 in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.
2. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are 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.

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

4. Interfund loans – Flow of assets from one fund to another where repayment is expected is reported as interfund loans.

Government-Wide Financial Statements

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

1. 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 loans and services between funds, if any, are not eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis.
2. Primary government and component unit activity – Resource flows between the primary government and the discretely-presented component unit(s) are reported as if they were external transactions and are classified separately from internal activities within the primary government.

G. Rounding Differences

The financial statements may contain immaterial differences due to rounding of amounts when the statements were compiled. These differences are considered trivial and do not affect the overall presentation of the financial statements.

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 January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. Prior to November 1, 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 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.

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

III. Detailed Notes on All Funds

A. Deposits and Investments

1. 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. IC 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 School Corporation does not have a deposit policy for custodial credit risk. At June 30, 2010, the School Corporation had deposit balances in the amount of \$4,014,597 which were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

Statutory Authorization for Investments

IC 5-13-9 authorizes the School Corporation to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the School Corporation to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

Indiana Code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal Investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50% of the funds held by the School Corporation and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust have a stated final maturity of one day.

Additionally, the School Corporation may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the School Corporation's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

B. Interfund Transfers

Interfund transfers for the years ended June 30, 2009 and 2010, were as follows:

Transfer From	Transfer To	June 30, 2009	June 30, 2010
Other Governmental Funds	Other Governmental Funds	\$ 2,411	\$ -
Other Governmental Funds	General Fund	-	26,677
Other Governmental Funds	Transportation Operating Fund	-	3,459
Other Governmental Funds	Other Governmental Funds	-	8,749
<b>Totals</b>		<b>\$ 2,411</b>	<b>\$ 38,885</b>

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; and natural disasters.

The policy of the School Corporation is to purchase commercial insurance for the 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.

B. Pension Plans

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

Public Employees' Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system and give the School Corporation authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. The report may be obtained by contacting:

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

Funding Policy

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The total contributions made to PERF by the School Corporation during the period were \$210,018.

2. Cost-Sharing Multiple-Employer Defined Benefit Pension Plan(s)

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

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Funding Policy

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's contributions to the plan during the period were \$178,095.

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
 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	School Lunch	Education Plate	Alternative Education	Gifts & Donations	Wayne County Foundation Acade
<b>Receipts:</b>						
Local sources	\$ 26,310	\$ 358,151	\$ -	\$ -	\$ 2,475	\$ -
Intermediate sources	-	-	638	-	-	-
State sources	22,204	8,918	-	4,809	-	-
Federal sources	-	271,208	-	-	-	-
Interfund loans	-	-	-	-	-	-
<b>Total receipts</b>	<b>48,514</b>	<b>638,277</b>	<b>638</b>	<b>4,809</b>	<b>2,475</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	58,377	-	495	-	2,825	-
Support services	-	30	-	-	-	-
Noninstructional services	-	622,288	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
<b>Total disbursements</b>	<b>58,377</b>	<b>622,318</b>	<b>495</b>	<b>-</b>	<b>2,825</b>	<b>-</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>(9,863)</b>	<b>15,959</b>	<b>143</b>	<b>4,809</b>	<b>(350)</b>	<b>-</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>(9,863)</b>	<b>15,959</b>	<b>143</b>	<b>4,809</b>	<b>(350)</b>	<b>-</b>
<b>Cash and investments - beginning</b>	<b>30,881</b>	<b>30,836</b>	<b>-</b>	<b>-</b>	<b>3,559</b>	<b>592</b>
<b>Cash and investments - ending</b>	<b>\$ 21,018</b>	<b>\$ 46,795</b>	<b>\$ 143</b>	<b>\$ 4,809</b>	<b>\$ 3,209</b>	<b>\$ 592</b>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 21,018	\$ 46,795	\$ 143	\$ 4,809	\$ 3,209	\$ 592
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 21,018</b>	<b>\$ 46,795</b>	<b>\$ 143</b>	<b>\$ 4,809</b>	<b>\$ 3,209</b>	<b>\$ 592</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	21,018	46,795	143	4,809	3,209	592
<b>Total cash and investment fund balance - ending</b>	<b>\$ 21,018</b>	<b>\$ 46,795</b>	<b>\$ 143</b>	<b>\$ 4,809</b>	<b>\$ 3,209</b>	<b>\$ 592</b>

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
 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)

	Wayne County Foundation Minig	Mini Grant Donation	Children Services After School	Cape Grant Literacy Collaboration	07-08 Save Haven Grant	08-09 Early Intervention
<b>Receipts:</b>						
Local sources	\$ 1,149	\$ -	\$ 4,882	\$ 13,000	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	2,175	1,000
Federal sources	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
<b>Total receipts</b>	<b>1,149</b>	<b>-</b>	<b>4,882</b>	<b>13,000</b>	<b>2,175</b>	<b>1,000</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	1,418	-	-	15,727	4,312	-
Support services	-	-	3,448	-	-	1,000
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
<b>Total disbursements</b>	<b>1,418</b>	<b>-</b>	<b>3,448</b>	<b>15,727</b>	<b>4,312</b>	<b>1,000</b>
Excess (deficiency) of receipts over disbursements	(269)	-	1,434	(2,727)	(2,137)	-
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(269)	-	1,434	(2,727)	(2,137)	-
Cash and investments - beginning	575	527	1,291	2,971	2,285	-
Cash and investments - ending	\$ 306	\$ 527	\$ 2,725	\$ 244	\$ 148	\$ -
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 306	\$ 527	\$ 2,725	\$ 244	\$ 148	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 306</b>	<b>\$ 527</b>	<b>\$ 2,725</b>	<b>\$ 244</b>	<b>\$ 148</b>	<b>\$ -</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	306	527	2,725	244	148	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 306</b>	<b>\$ 527</b>	<b>\$ 2,725</b>	<b>\$ 244</b>	<b>\$ 148</b>	<b>\$ -</b>



CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
 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)

	09-10 G/T Grant	08-09 G/T Grant	Common School Tech Adv	State Medicaid Reimbursement	Non English Speaking Program	School Technology
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,821
Intermediate sources	-	-	-	-	-	-
State sources	-	32,641	244,948	-	-	-
Federal sources	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
<b>Total receipts</b>	<u>-</u>	<u>32,641</u>	<u>244,948</u>	<u>-</u>	<u>-</u>	<u>15,821</u>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	150	30,424	-	-	1,297	-
Support services	-	-	246,021	-	-	10,917
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
<b>Total disbursements</b>	<u>150</u>	<u>30,424</u>	<u>246,021</u>	<u>-</u>	<u>1,297</u>	<u>10,917</u>
<b>Excess (deficiency) of receipts over disbursements</b>	<u>(150)</u>	<u>2,217</u>	<u>(1,073)</u>	<u>-</u>	<u>(1,297)</u>	<u>4,904</u>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<u>(150)</u>	<u>2,217</u>	<u>(1,073)</u>	<u>-</u>	<u>(1,297)</u>	<u>4,904</u>
<b>Cash and investments - beginning</b>	<u>150</u>	<u>-</u>	<u>1,073</u>	<u>98</u>	<u>1,337</u>	<u>5,407</u>
<b>Cash and investments - ending</b>	<u>\$ -</u>	<u>\$ 2,217</u>	<u>\$ -</u>	<u>\$ 98</u>	<u>\$ 40</u>	<u>\$ 10,311</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ 2,217	\$ -	\$ 98	\$ 40	\$ 10,311
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ -</u>	<u>\$ 2,217</u>	<u>\$ -</u>	<u>\$ 98</u>	<u>\$ 40</u>	<u>\$ 10,311</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	2,217	-	98	40	10,311
<b>Total cash and investment fund balance - ending</b>	<u>\$ -</u>	<u>\$ 2,217</u>	<u>\$ -</u>	<u>\$ 98</u>	<u>\$ 40</u>	<u>\$ 10,311</u>

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
 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)

	08 Recycling Learning	Tobacco Prevention & Cessation	09-10 Title I	08-09 Title I	06-08 Innovative Education	08-09 Innovative Education
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	500	500	-	-	-	-
Federal sources	-	-	-	181,703	-	959
Interfund loans	-	-	-	-	-	-
<b>Total receipts</b>	<b>500</b>	<b>500</b>	<b>-</b>	<b>181,703</b>	<b>-</b>	<b>959</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	500	500	-	169,383	-	5,506
Support services	-	-	-	2,558	-	-
Noninstructional services	-	-	-	3,424	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-
<b>Total disbursements</b>	<b>500</b>	<b>500</b>	<b>-</b>	<b>175,365</b>	<b>-</b>	<b>5,506</b>
Excess (deficiency) of receipts over disbursements	-	-	-	6,338	-	(4,547)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	2,411	-	-
Transfers out	-	-	(2,411)	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(2,411)</b>	<b>2,411</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(2,411)	8,749	-	(4,547)
Cash and investments - beginning	-	-	2,411	-	1,775	7,291
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 8,749	\$ 1,775	\$ 2,744
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ 8,749	\$ 1,775	\$ 2,744
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,749</b>	<b>\$ 1,775</b>	<b>\$ 2,744</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	-	8,749	1,775	2,744
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,749</b>	<b>\$ 1,775</b>	<b>\$ 2,744</b>

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
 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)

	08-09 CFR Special Education	09-10 CFR Special Education	07/08 Safe & Drug Free Schools	08/09 Safe & Drug Free Schools	09-10 PLTW	Fund 08-09 PLTW
<b>Receipts:</b>						
Local sources	\$ 189,309	\$ 44,104	\$ -	\$ -	\$ -	\$ 250
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	9,370	3,232
Federal sources	-	-	500	3,594	-	-
Interfund loans	23,649	-	-	-	-	8,380
<b>Total receipts</b>	<b>212,958</b>	<b>44,104</b>	<b>500</b>	<b>3,594</b>	<b>9,370</b>	<b>11,862</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	212,958	8,718	3,865	1,538	4,756	11,862
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	35,386	-	-	4,614	-
<b>Total disbursements</b>	<b>212,958</b>	<b>44,104</b>	<b>3,865</b>	<b>1,538</b>	<b>9,370</b>	<b>11,862</b>
Excess (deficiency) of receipts over disbursements	-	-	(3,365)	2,056	-	-
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(3,365)	2,056	-	-
Cash and investments - beginning	-	-	4,152	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ 787	\$ 2,056	\$ -	\$ -
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ 787	\$ 2,056	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 787</b>	<b>\$ 2,056</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	787	2,056	-	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 787</b>	<b>\$ 2,056</b>	<b>\$ -</b>	<b>\$ -</b>

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
 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)

	Improving Teacher Quality	Fiscal Stabilization	Retirement/ Severance Bond	School Bus Replacement	Totals
<b>Receipts:</b>					
Local sources	\$ -	\$ -	\$ 211,878	\$ 86,356	\$ 953,685
Intermediate sources	-	-	-	-	638
State sources	-	-	-	-	330,297
Federal sources	43,831	793,413	-	-	1,295,208
Interfund loans	7,067	-	-	-	39,096
<b>Total receipts</b>	<u>50,898</u>	<u>793,413</u>	<u>211,878</u>	<u>86,356</u>	<u>2,618,924</u>
<b>Disbursements:</b>					
<b>Current:</b>					
Instruction	44,011	666,838	-	-	1,245,460
Support services	-	122,763	-	68,928	455,665
Noninstructional services	-	3,812	-	-	629,524
Debt services	-	-	158,988	-	158,988
Interfund loans	10,887	-	49,636	-	100,523
<b>Total disbursements</b>	<u>54,898</u>	<u>793,413</u>	<u>208,624</u>	<u>68,928</u>	<u>2,590,160</u>
Excess (deficiency) of receipts over disbursements	<u>(4,000)</u>	<u>-</u>	<u>3,254</u>	<u>17,428</u>	<u>28,764</u>
<b>Other financing sources (uses):</b>					
Transfers in	-	-	-	-	2,411
Transfers out	-	-	-	-	(2,411)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(4,000)</u>	<u>-</u>	<u>3,254</u>	<u>17,428</u>	<u>28,764</u>
Cash and investments - beginning	<u>4,000</u>	<u>-</u>	<u>-</u>	<u>32,529</u>	<u>133,740</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,254</u>	<u>\$ 49,957</u>	<u>\$ 162,504</u>
<b><u>Cash and Investment Assets - Ending</u></b>					
Cash and investments	\$ -	\$ -	\$ -	\$ 49,957	\$ 159,250
Restricted assets:					
Cash and investments	-	-	3,254	-	3,254
<b>Total cash and investment assets - ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,254</u>	<u>\$ 49,957</u>	<u>\$ 162,504</u>
<b><u>Cash and Investment Fund Balance - Ending</u></b>					
Restricted for:					
Debt service	\$ -	\$ -	\$ 3,254	\$ -	\$ 3,254
Unrestricted	-	-	-	49,957	159,250
<b>Total cash and investment fund balance - ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,254</u>	<u>\$ 49,957</u>	<u>\$ 162,504</u>

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
 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, 2010

	Special Education Preschool	School Lunch	Education Plate	Alternative Education	Gifts & Donations	After School Program	Wayne County Foundation Acade
<b>Receipts:</b>							
Local sources	\$ 9,321	\$ 370,632	\$ -	\$ -	\$ -	\$ 200	\$ -
Intermediate sources	-	-	244	-	-	-	-
State sources	11,000	8,453	-	4,657	-	-	-
Federal sources	-	319,253	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	280	-	-	-	-	-
<b>Total receipts</b>	<b>20,321</b>	<b>698,618</b>	<b>244</b>	<b>4,657</b>	<b>-</b>	<b>200</b>	<b>-</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	14,760	-	244	9,466	596	-	-
Support services	-	4,459	143	-	-	-	-
Noninstructional services	-	603,581	-	-	-	-	-
Facilities acquisition and construction	-	68	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>14,760</b>	<b>608,108</b>	<b>387</b>	<b>9,466</b>	<b>596</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>5,561</b>	<b>90,510</b>	<b>(143)</b>	<b>(4,809)</b>	<b>(596)</b>	<b>200</b>	<b>-</b>
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	(26,579)	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(26,579)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>(21,018)</b>	<b>90,510</b>	<b>(143)</b>	<b>(4,809)</b>	<b>(596)</b>	<b>200</b>	<b>-</b>
Cash and investments - beginning	21,018	46,795	143	4,809	3,209	-	592
Cash and investments - ending	\$ -	\$ 137,305	\$ -	\$ -	\$ 2,613	\$ 200	\$ 592
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ 137,305	\$ -	\$ -	\$ 2,613	\$ 200	\$ 592
<b>Restricted assets:</b>							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 137,305</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,613</b>	<b>\$ 200</b>	<b>\$ 592</b>
<b>Cash and Investment Fund Balance - Ending</b>							
<b>Restricted for:</b>							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	137,305	-	-	2,613	200	592
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 137,305</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,613</b>	<b>\$ 200</b>	<b>\$ 592</b>

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
 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, 2010  
 (Continued)

	Wayne County Foundation Minig	Mini Grant Donation	Children Services After School	Cape Grant Literacy Collaboration	07-08 Safe Haven Grant	Early Intervention	09-10 G/T Grant
<b>Receipts:</b>							
Local sources	\$ 1,200	\$ -	\$ 3,330	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	25,449	32,062
Federal sources	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>1,200</b>	<b>-</b>	<b>3,330</b>	<b>-</b>	<b>-</b>	<b>25,449</b>	<b>32,062</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	889	-	-	-	-	25,449	31,202
Support services	-	-	2,596	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>889</b>	<b>-</b>	<b>2,596</b>	<b>-</b>	<b>-</b>	<b>25,449</b>	<b>31,202</b>
Excess (deficiency) of receipts over disbursements	311	-	734	-	-	-	860
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	(3,459)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(3,459)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	311	-	(2,725)	-	-	-	860
Cash and investments - beginning	306	527	2,725	244	148	-	-
Cash and investments - ending	<u>617</u>	<u>527</u>	<u>-</u>	<u>244</u>	<u>148</u>	<u>-</u>	<u>860</u>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 617	\$ 527	\$ -	\$ 244	\$ 148	\$ -	\$ 860
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 617</u>	<u>\$ 527</u>	<u>\$ -</u>	<u>\$ 244</u>	<u>\$ 148</u>	<u>\$ -</u>	<u>\$ 860</u>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	617	527	-	244	148	-	860
<b>Total cash and investment fund balance - ending</b>	<u>\$ 617</u>	<u>\$ 527</u>	<u>\$ -</u>	<u>\$ 244</u>	<u>\$ 148</u>	<u>\$ -</u>	<u>\$ 860</u>

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
 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, 2010  
 (Continued)

	08-09 G/T Grant	Common School Tech Adv	State Medicaid Reimbursement	Non English Speaking Program	School Technology	09-10 Title I	08-09 Title I
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ 952	\$ 2,520	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-	-
State sources	-	226,418	-	-	-	-	-
Federal sources	-	-	-	-	-	194,159	-
Temporary loans	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>226,418</b>	<b>-</b>	<b>952</b>	<b>2,520</b>	<b>194,159</b>	<b>-</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	2,217	-	-	-	-	176,849	-
Support services	-	221,881	-	-	8,091	8,070	-
Noninstructional services	-	-	-	-	-	3,065	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>2,217</b>	<b>221,881</b>	<b>-</b>	<b>-</b>	<b>8,091</b>	<b>187,984</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	(2,217)	4,537	-	952	(5,571)	6,175	-
<b>Other financing sources (uses):</b>							
Transfers in	-	-	-	-	-	8,749	-
Transfers out	-	-	(98)	-	-	-	(8,749)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(98)</b>	<b>-</b>	<b>-</b>	<b>8,749</b>	<b>(8,749)</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,217)	4,537	(98)	952	(5,571)	14,924	(8,749)
Cash and investments - beginning	2,217	-	98	40	10,311	-	8,749
Cash and investments - ending	\$ -	\$ 4,537	\$ -	\$ 992	\$ 4,740	\$ 14,924	\$ -
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ 4,537	\$ -	\$ 992	\$ 4,740	\$ 14,924	\$ -
<b>Restricted assets:</b>							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 4,537</b>	<b>\$ -</b>	<b>\$ 992</b>	<b>\$ 4,740</b>	<b>\$ 14,924</b>	<b>\$ -</b>
<b>Cash and Investment Fund Balance - Ending</b>							
<b>Restricted for:</b>							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	4,537	-	992	4,740	14,924	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 4,537</b>	<b>\$ -</b>	<b>\$ 992</b>	<b>\$ 4,740</b>	<b>\$ 14,924</b>	<b>\$ -</b>

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
 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, 2010  
 (Continued)

	06-08 Innovative Education	08-09 Innovative Education	08-09 CFR Special Education	09-10 CFR Special Education	08-09 Safe Drug Free School	09-10 Safe Drug Free School
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ 38,631	\$ 231,949	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-
Interfund loans	-	-	-	40,832	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>38,631</b>	<b>272,781</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	1,435	1,256	14,982	226,925	-	2,056
Support services	-	-	-	6,722	-	-
Noninstructional services	340	1,488	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	-	23,649	40,832	-	-
<b>Total disbursements</b>	<b>1,775</b>	<b>2,744</b>	<b>38,631</b>	<b>274,479</b>	<b>-</b>	<b>2,056</b>
Excess (deficiency) of receipts over disbursements	(1,775)	(2,744)	-	(1,698)	-	(2,056)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(1,775)	(2,744)	-	(1,698)	-	(2,056)
Cash and investments - beginning	1,775	2,744	-	-	787	2,056
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (1,698)	\$ 787	\$ -
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ -	\$ (1,698)	\$ 787	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (1,698)</b>	<b>\$ 787</b>	<b>\$ -</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	-	(1,698)	787	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (1,698)</b>	<b>\$ 787</b>	<b>\$ -</b>



CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
 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, 2010  
 (Continued)

	10-11 Safe Drug Free School	09-10 PLTW	08-09 PLTW	Improving Teacher Quality	Fiscal Stabilization	Title I Leas Stimulus
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate sources	-	-	-	-	-	-
State sources	-	13,143	11,768	-	-	-
Federal sources	4,957	-	-	100,873	330,746	95,321
Temporary loans	-	-	-	-	-	-
Interfund loans	-	230	-	-	-	-
Other	-	-	-	-	-	-
<b>Total receipts</b>	<b>4,957</b>	<b>13,373</b>	<b>11,768</b>	<b>100,873</b>	<b>330,746</b>	<b>95,321</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	2,529	15,000	3,388	61,296	330,642	95,826
Support services	-	-	-	-	104	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Interfund loans	-	230	8,380	7,067	-	-
<b>Total disbursements</b>	<b>2,529</b>	<b>15,230</b>	<b>11,768</b>	<b>68,363</b>	<b>330,746</b>	<b>95,826</b>
Excess (deficiency) of receipts over disbursements	2,428	(1,857)	-	32,510	-	(505)
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,428	(1,857)	-	32,510	-	(505)
Cash and investments - beginning	-	-	-	-	-	-
Cash and investments - ending	<u>\$ 2,428</u>	<u>\$ (1,857)</u>	<u>\$ -</u>	<u>\$ 32,510</u>	<u>\$ -</u>	<u>\$ (505)</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ 2,428	\$ (1,857)	\$ -	\$ 32,510	\$ -	\$ (505)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 2,428</u>	<u>\$ (1,857)</u>	<u>\$ -</u>	<u>\$ 32,510</u>	<u>\$ -</u>	<u>\$ (505)</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	2,428	(1,857)	-	32,510	-	(505)
<b>Total cash and investment fund balance - ending</b>	<u>\$ 2,428</u>	<u>\$ (1,857)</u>	<u>\$ -</u>	<u>\$ 32,510</u>	<u>\$ -</u>	<u>\$ (505)</u>

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
 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, 2010  
 (Continued)

	Special Education Part B Stimulus	Special Education Preschool Stimulus	Retirement/ Severance Bond	School Bus Replacement	CSL Construction	Totals
<b>Receipts:</b>						
Local sources	\$ 56	\$ -	\$ 224,647	\$ 484,475	\$ -	\$ 1,367,913
Intermediate sources	-	-	-	-	-	244
State sources	-	-	-	-	-	332,950
Federal sources	357,015	13,221	-	-	-	1,415,545
Temporary loans	-	-	-	-	21,358	21,358
Interfund loans	20,558	-	-	-	-	61,620
Other	-	-	-	-	-	280
<b>Total receipts</b>	<b>377,629</b>	<b>13,221</b>	<b>224,647</b>	<b>484,475</b>	<b>21,358</b>	<b>3,199,910</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	152,652	-	-	-	-	1,169,659
Support services	202,075	13,221	-	150,065	-	617,427
Noninstructional services	-	-	-	-	-	608,474
Facilities acquisition and construction	-	-	-	-	21,358	21,426
Debt services	-	-	152,875	-	-	152,875
Interfund loans	22,902	-	-	-	-	103,060
<b>Total disbursements</b>	<b>377,629</b>	<b>13,221</b>	<b>152,875</b>	<b>150,065</b>	<b>21,358</b>	<b>2,672,921</b>
Excess (deficiency) of receipts over disbursements	-	-	71,772	334,410	-	526,989
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	-	-	8,749
Transfers out	-	-	-	-	-	(38,885)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(30,136)</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	71,772	334,410	-	496,853
Cash and investments - beginning	-	-	3,254	49,957	-	162,504
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 75,026</u>	<u>\$ 384,367</u>	<u>\$ -</u>	<u>\$ 659,357</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ -	\$ -	\$ -	\$ 384,367	\$ -	\$ 584,331
Restricted assets:						
Cash and investments	-	-	75,026	-	-	75,026
<b>Total cash and investment assets - ending</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 75,026</u></b>	<b><u>\$ 384,367</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 659,357</u></b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
<b>Restricted for:</b>						
Debt service	\$ -	\$ -	\$ 75,026	\$ -	\$ -	\$ 75,026
Unrestricted	-	-	-	384,367	-	584,331
<b>Total cash and investment fund balance - ending</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 75,026</u></b>	<b><u>\$ 384,367</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 659,357</u></b>

CENTERVILLE-ABINGTON SCHOOL CORPORATION  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CAPITAL ASSETS  
 For The Year Ended June 30, 2010

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	\$ 267,309
Buildings	21,429,116
Improvements other than buildings	1,452,669
Machinery and equipment	<u>2,961,112</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 26,110,206</u>

CENTERVILLE-ABINGTON SCHOOL CORPORATION  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 June 30, 2010

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Notes and loans payable	\$ 14,318,706	\$ 1,770,862
Bonds payable:		
General obligation bonds:		
G.O. Bonds of 2004	120,000	43,395
Retirement Bonds	<u>1,150,000</u>	<u>75,953</u>
Total governmental activities debt	<u>\$ 15,588,706</u>	<u>\$ 1,890,210</u>

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION  
AUDIT RESULTS AND COMMENTS

DEFICIENCY IN INTERNAL CONTROL – SEGREGATION OF DUTIES

We noted deficiencies in the internal control system of the School Corporation related to financial transactions and reporting which we believe are material weaknesses. Control activities were not selected and developed at various levels of the School Corporation to reduce risks to the financial report objectives. Centerville-Abington School Corporation has not separated incompatible activities related to receipts and cash and investment balances. The failure to establish these controls could enable material misstatements to be undetected.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control.

Controls over the receipting, disbursing, recording and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

All financial transactions pertaining to the governmental unit should be recorded in the records of the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

FEDERAL AND STATE AGENCIES - COMPLIANCE REQUIREMENTS

The School Corporation did not comply with directives of the Improving Teacher Quality Grant by limiting the time between the cash draw down and the expenditure of grant funds.

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)

INTERNAL CONTROLS - TEXTBOOK RENTAL (Applies to Rose Hamilton Elementary)

The controls over the receipting, recording, and accounting for the financial activities of Textbook Rental: were insufficient. Some receipts were not properly completed. Problems included the date was not noted, the amount of cash or check received was not indicated on the receipt and unexplained gaps in receipt numbers. As a result, textbook rental receipts could not be verified to a bank deposit.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION  
AUDIT RESULTS AND COMMENTS  
(Continued)

TBR-2 forms should not be issued prior to payments being made by parents or students. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 4)

IC 5-13-6-1(c) states in part: "Public funds deposited . . . shall be deposited in the same form in which they were received."

Tickets, goods for sale, billings, and other collections, are considered accountable items for which a corresponding deposit must be made in the bank accounts of the governmental unit.

The deposit ticket or attached documentation must provide a detailed listing of the deposit, which includes at a minimum, check numbers and corresponding names of the payors. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

INTERNAL CONTROLS (Applies to Junior High School and the Centerville High School)

Controls for ticket sales are inadequate. The ticket sale reports for both the Junior High School and Centerville High School did not account for all tickets that were sold. Gaps in ticket ranges for a particular color existed on many occasions. Additionally, there were times where the same ticket number was included on more than one ticket sale report.

Controls over the receipting, disbursing, recording, and accounting for the financial activities are necessary to avoid substantial risk of invalid transactions, inaccurate records and financial statements and incorrect decision making. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

ACCOUNTABLE ITEMS (Applies to Centerville Junior High School and Centerville High School)

Records presented for audit indicated that tickets were used for admittance to sporting events. Ticket stubs were not retained for audit.

Tickets, goods for sale, billings, and other collections are considered accountable items for which a corresponding deposit must be made in the bank accounts of the governmental unit.

The deposit ticket or attached documentation must provide a detailed listing of the deposit, which includes at a minimum, check numbers and corresponding names of the payors. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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 CENTERVILLE-ABINGTON COMMUNITY  
SCHOOL CORPORATION, WAYNE COUNTY, INDIANA

Compliance

We have audited the compliance of the Centerville-Abington 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, 2009 and 2010. 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, 2009 and 2010. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2010-2.



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)

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.

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.

The School Corporation's response to the findings identified in our audit is described in the accompanying Official Response and Corrective Action Plan. We did not audit the School Corporation's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the School Corporation's management, Board of School Trustees, 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

December 6, 2010

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Years Ended June 30, 2009 and 2010

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 06-30-09	Total Federal Awards Expended 06-30-10
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Pass-Through Indiana Department of Education Child Nutrition Cluster School Breakfast Program	10.553	FY 08-09 FY 09-10	\$ 23,863 -	\$ - 54,425
Total for program			<u>23,863</u>	<u>54,425</u>
National School Lunch Program	10.555	FY 08-09 FY 09-10	294,842 -	- 314,847
Total for program			<u>294,842</u>	<u>314,847</u>
Total for federal grantor agency			<u>318,705</u>	<u>369,272</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>				
Pass-Through Indiana Department of Education Title I, Part A Cluster Title I Grants to Local Educational Agencies	84.010	08-8360 09-8360	175,365 -	8,749 187,984
Total for program			<u>175,365</u>	<u>196,733</u>
ARRA - Title I Grants to Local Educational Agencies	84.389	10-8360	-	95,826
Total for cluster			<u>175,365</u>	<u>292,559</u>
Special Education Cluster Special Education - Grants to States	84.027	CFR 07-08 Carryover CFR 08-09	44,104 212,957	- 38,631
Total for program			<u>257,061</u>	<u>38,631</u>
ARRA - Special Education - Grants to States	84.391	CFR 09-10	-	274,479
Special Education - Preschool Grants	84.173		-	357,015
ARRA - Special Education - Preschool Grants	84.392		-	13,221
Total for cluster			<u>257,061</u>	<u>683,346</u>
State Fiscal Stabilization Fund Cluster ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants	84.394	FY 08-09 FY 09-10	793,413 -	- 330,746
Total for cluster			<u>793,413</u>	<u>330,746</u>
Safe and Drug-Free Schools and Communities - State Grants	84.186	FY 08-09 FY 09-10 FY 10-11	3,865 1,538 -	- 2,056 2,529
Total for program			<u>5,403</u>	<u>4,585</u>
State Grants for Innovative Programs	84.298	FY 08-09 FY 09-10	5,506 -	2,744 1,775
Total for program			<u>5,506</u>	<u>4,519</u>
Improving Teacher Quality State Grants	84.367	9-10 8360	54,898	68,363
Total for federal grantor agency			<u>1,291,646</u>	<u>1,384,118</u>
Total federal awards expended			<u>\$ 1,610,351</u>	<u>\$ 1,753,390</u>

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

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
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 Centerville-Abington Community Schools (School Corporation) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statements. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

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, 2009 and 2010. This noncash assistance is also included in the federal expenditures presented in the schedule.

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>2009</u>	<u>2010</u>
School Lunch	10.555	<u>\$ 47,496</u>	<u>\$ 50,109</u>

CENTERVILLE-ABINGTON 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? yes

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
84.367	Special Education Cluster Title I, Part A Cluster Improving Teacher Quality State Grants State Fiscal Stabilization Fund Cluster

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

Auditee qualified as low-risk auditee? no

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

Section II – Financial Statement Findings

FINDING 2010-1, INTERNAL CONTROL OVER FINANCIAL REPORTING

We noted deficiencies in the internal control system of the School Corporation related to financial transactions and reporting. Control activities were not selected and developed at various levels of the School Corporation to reduce risks to achievement of financial reporting objectives. The School Corporation has not separated incompatible activities related to receipts.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

Section III – Federal Award Findings and Questioned Costs

FINDING 2010-2, CASH MANAGEMENT

Federal Agency: Department of Education  
Federal Program: Improving Teacher Quality State Grants  
CFDA Number: 84.367

We noted that the School Corporation did not have efficient management over grant funds which resulted in the cash balance of the Improving Teacher Quality Grant Fund being in excess at June 30, 2010.

EDGAR 80.20(b)(7) states in part:

"Procedures for minimizing the time elapsing between the transfer of funds from the U.S. Treasury and disbursements by grantees and subgrantees must be followed whenever advance payment procedures are used . . . Grantees must monitor cash drawdown's by their subgrantees to assure that they conform substantially to the same standards of timing and amount as apply to advances to the grantees."

We recommended that the School Corporation internal controls over cash management to comply with the federal requirements.

CENTERVILLE-ABINGTON COMMUNITY SCHOOLS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.



---

115 West Street, Centerville, Indiana 47330  
Phone: (765) 855-3475 Fax: (765) 855-2524

December 6, 2010

State Board of Accounts

2008-2010

Philip S. Stevenson  
Superintendent  
765-855-3475

Response to Audit Findings – Corrective Action Plan

## Section II – Financial Statement Findings

2010-1

### Deficiency in Internal Controls – Segregation of Duties

The school corporation will implement the following compensatory controls to minimize the risks of error and/or fraud of the financial statements:

- The superintendent or another administrator will review the bank reconciliations monthly.
- The superintendent or another administrator will periodically take the deposits to the bank unannounced.

## Section III – Financial Statement Findings

2010-2

### Federal and State Agencies – Compliance Requirements

The lack of timing of the cash draw down and the expenditure of grant funds was a one-time oversight. This will not happen again because these types of grants are now reimbursable, i.e. the funds are expended first and then reimbursed.

CENTERVILLE-ABINGTON COMMUNITY SCHOOL CORPORATION  
EXIT CONFERENCE

The contents of this report were discussed on December 6, 2010, with Tyna Stover, Treasurer; Philip S. Stevenson, Superintendent of Schools; and Tim Eadler, President of the School Board. The official response has been made a part of this report and may be found on pages 47 through 49.





## Rose Hamilton Elementary School

---

1281 Round Barn Road South. • Centerville, Indiana 47330  
Phone (765) 966-3911 • Fax (765) 966-4491  
Lee Stienbarger, Principal  
Andi Angi, Secretary

December 14, 2010

### Response to Audit Results and Comments for Rose Hamilton:

- Receipts not properly completed. Procedures have been implemented that will insure receipts will be properly completed. The principal will periodically do a spot check to make sure correct procedures are being followed.
- Not able to determine the cutoff for each deposit. Beginning immediately, textbook rental receipts will be filed in groups that match the deposit slip. Again, the principal will periodically do a spot check to make sure correct procedures are being followed.

December 7, 2010

## Response to Audit Findings

### Internal Controls and Accountable Items

Centerville Junior High School will implement the following policies to address the findings. Every teacher ticket taker will have a check off sheet of responsibilities that will be given to them before the activity. All ticket stubs will be kept in a bag and attached to the record sheet for each event and then filed. The Junior High will also use tickets from one colored roll until it is gone. Once the roll is gone it will be noted and then we will start from another roll.

Rick Schauss, Principal

# CENTERVILLE-ABINGTON COMMUNITY SCHOOL



---

115 West Street, Centerville, Indiana 47330  
Phone: (765) 855-3475 Fax: (765) 855-2524

December 7, 2010

State Board of Accounts

2008-2010

Tammy Chavis  
Principal  
Centerville Senior High School  
765-855-3481

Response to Audit Findings

Internal Controls

Ticket start and end numbers and color of tickets are now recorded and documented with athletic secretary for each event.

Accountable Items

Ticket stubs are now kept in numerical order for each contest.