

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

AUDIT REPORT

OF

MONROE COUNTY COMMUNITY SCHOOL CORPORATION

MONROE COUNTY, INDIANA

July 1, 2008 to June 30, 2010



**FILED**

03/22/2011



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Comptroller/Treasurer	Timothy Thrasher	07-01-08 to 06-30-11
Superintendent of Schools	James Harvey Dr. Timothy F. Hyland (Interim) Dr. J.T. Coopman Dr. Timothy F. Hyland (Interim)	07-01-08 to 09-01-08 09-02-08 to 06-30-09 07-01-09 to 12-31-10 01-06-11 to 06-30-11
President of the School Board	Teresa Grossi Jeannine Butler Jim Muehling	07-01-08 to 12-31-08 01-01-09 to 12-31-10 01-01-11 to 12-31-11



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF THE MONROE COUNTY COMMUNITY  
SCHOOL CORPORATION, MONROE COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Monroe County 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.

Except as discussed in the following paragraph, 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.

The management of the School Corporation failed to perform statutorily required monthly bank reconciliements for the years ended June 30, 2009 and 2010. Deficiencies in recordkeeping included failure to reconcile monthly the bank balances to fund ledger balances and Form 9 that was submitted to the Indiana Department of Education and used to prepare the financial statements. We could not obtain, by alternative procedures, the required bank reconciliements to enable us to perform that portion of the audit.

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.

Since records were not in the proper condition to audit as described in the preceding paragraph, and we were unable to apply alternative procedures, the scope of our work was not sufficient to enable us to express, and we do not express, an opinion on these financial statements of funds.

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

In accordance with Government Auditing Standards, we have also issued a report dated February 15, 2011, 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.

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

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Corporation's basic financial statements. The Combining Schedules, as listed in the Table of Contents, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the basic financial statements. The Combining Schedules, as listed in the Table of Contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, as discussed in the fourth paragraph, were not in the proper condition to audit and accordingly we do not express an opinion on them. 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

February 15, 2011



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

TO: THE OFFICIALS OF THE MONROE COUNTY COMMUNITY  
SCHOOL CORPORATION, MONROE COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Monroe County 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 February 15, 2011. The opinions to the financial statements were disclaimed due to management of the School Corporation failure to produce statutorily required monthly bank reconciliations for the years ended June 30, 2009 and 2010. Deficiencies in recordkeeping included failure to reconcile monthly the bank balances to fund ledger balances and Form 9. We could not obtain, by alternative procedures, the required bank reconciliations to enable us to perform that portion of the 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.

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, of the significant deficiencies described above, we consider item 2010-1 to be 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 instances of noncompliance or other matters that are required to be reported under Government Auditing Standards as described in item 2010-1.

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

STATE BOARD OF ACCOUNTS

February 15, 2011

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
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	\$ 50,788,236	\$ -	\$ 1,026,183	\$ (49,762,053)
Support services	37,295,236	4,666,055	2,564,811	(30,064,370)
Noninstructional services	6,579,676	-	-	(6,579,676)
Facilities acquisition and construction	9,679,875	-	-	(9,679,875)
Debt service	28,425,206	-	-	(28,425,206)
Nonprogrammed charges	313,733	-	-	(313,733)
<b>Total governmental activities</b>	<b><u>\$ 133,081,962</u></b>	<b><u>\$ 4,666,055</u></b>	<b><u>\$ 3,590,994</u></b>	<b><u>(124,824,913)</u></b>
General receipts:				
Property taxes				68,342,504
Other local sources				11,615,784
State aid				38,868,354
Bonds and loans				8,445,939
Grants and contributions not restricted to specific programs				12,112,377
Sale of property				99,493
Investment earnings				98,274
Other				102,996
<b>Total general receipts</b>				<b><u>139,685,721</u></b>
Change in net assets				14,860,808
Net assets - beginning				<u>1,601,647</u>
Net assets - ending				<b><u>\$ 16,462,455</u></b>
<b><u>Assets</u></b>				
Cash and investments				\$ 5,577,215
Restricted assets:				
Cash and investments				<u>10,885,240</u>
<b>Total assets</b>				<b><u>\$ 16,462,455</u></b>
<b><u>Net Assets</u></b>				
Restricted for:				
Debt service				\$ 8,495,915
Other purposes				2,389,325
Unrestricted				<u>5,577,215</u>
<b>Total net assets</b>				<b><u>\$ 16,462,455</u></b>

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

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS  
For the Year Ended June 30, 2010

<u>Functions/Programs</u>	<u>Disbursements</u>	<u>Program Receipts</u>		<u>Net (Disbursement) Receipts and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Totals</u>
Governmental activities:				
Instruction	\$ 51,723,003	\$ -	\$ 1,115,266	\$ (50,607,737)
Support services	27,854,479	4,392,288	2,439,430	(21,022,761)
Noninstructional services	6,683,412	-	-	(6,683,412)
Facilities acquisition and construction	4,595,967	-	-	(4,595,967)
Debt service	22,441,167	-	-	(22,441,167)
Nonprogrammed charges	9,272,142	-	-	(9,272,142)
<b>Total governmental activities</b>	<b><u>\$ 122,570,170</u></b>	<b><u>\$ 4,392,288</u></b>	<b><u>\$ 3,554,696</u></b>	<b><u>(114,623,186)</u></b>
General receipts:				
Property taxes				36,943,774
Other local sources				5,724,834
State aid				60,103,532
Bonds and loans				8,328,304
Grants and contributions not restricted to specific programs				11,919,234
Sale of property				90,162
Investment earnings				31,667
Other				<u>23,758</u>
<b>Total general receipts</b>				<b><u>123,165,265</u></b>
<b>Change in net assets</b>				<b>8,542,079</b>
<b>Net assets - beginning</b>				<b><u>16,462,455</u></b>
<b>Net assets - ending</b>				<b><u>\$ 25,004,534</u></b>
<b><u>Assets</u></b>				
Cash and investments				\$ 9,381,797
Restricted assets:				
Cash and investments				<u>15,622,737</u>
<b>Total assets</b>				<b><u>\$ 25,004,534</u></b>
<b><u>Net Assets</u></b>				
Restricted for:				
Debt service				\$ 11,640,627
Other purposes				3,982,110
Unrestricted				<u>9,381,797</u>
<b>Total net assets</b>				<b><u>\$ 25,004,534</u></b>

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

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,  
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2009

	General	Transportation Operating	Debt Service	Capital Projects	Other	Totals
<b>Receipts:</b>						
Local sources	\$ 41,863,997	\$ 6,672,912	\$ 15,059,226	\$ 13,542,040	\$ 7,553,348	\$ 84,691,523
Intermediate sources	585	-	-	-	-	585
State sources	39,775,990	-	-	-	893,129	40,669,119
Federal sources	-	-	-	-	13,902,607	13,902,607
Temporary loans	-	2,801,473	5,644,466	-	-	8,445,939
Other	(891)	38,735	-	65,152	-	102,996
<b>Total receipts</b>	<u>81,639,681</u>	<u>9,513,120</u>	<u>20,703,692</u>	<u>13,607,192</u>	<u>22,349,084</u>	<u>147,812,769</u>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	38,769,045	-	-	-	12,019,191	50,788,236
Support services	21,524,885	5,296,392	-	5,700,366	4,773,593	37,295,236
Noninstructional services	1,790,413	-	-	34,406	4,754,857	6,579,676
Facilities acquisition and construction	-	-	-	9,673,726	6,149	9,679,875
Debt services	13,955,516	2,233,086	10,847,901	-	1,388,703	28,425,206
Nonprogrammed charges	415,389	-	-	-	62,288	477,677
<b>Total disbursements</b>	<u>76,455,248</u>	<u>7,529,478</u>	<u>10,847,901</u>	<u>15,408,498</u>	<u>23,004,781</u>	<u>133,245,906</u>
<b>Excess (deficiency) of receipts over disbursements</b>	<u>5,184,433</u>	<u>1,983,642</u>	<u>9,855,791</u>	<u>(1,801,306)</u>	<u>(655,697)</u>	<u>14,566,863</u>
<b>Other financing sources (uses):</b>						
Sale of capital assets	25,243	-	-	30,000	44,250	99,493
Transfers in	-	35,835	-	-	185,607	221,442
Transfers out	-	-	-	-	(221,442)	(221,442)
<b>Total other financing sources (uses)</b>	<u>25,243</u>	<u>35,835</u>	<u>-</u>	<u>30,000</u>	<u>8,415</u>	<u>99,493</u>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<u>5,209,676</u>	<u>2,019,477</u>	<u>9,855,791</u>	<u>(1,771,306)</u>	<u>(647,282)</u>	<u>14,666,356</u>
<b>Cash and investments - beginning</b>	<u>(2,730,839)</u>	<u>(364,058)</u>	<u>(1,623,093)</u>	<u>2,450,022</u>	<u>1,674,742</u>	<u>(593,226)</u>
<b>Cash and investments - ending</b>	<u>\$ 2,478,837</u>	<u>\$ 1,655,419</u>	<u>\$ 8,232,698</u>	<u>\$ 678,716</u>	<u>\$ 1,027,460</u>	<u>14,073,130</u>
<b>Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:</b>						
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						
						<u>2,389,325</u>
<b>Net assets of governmental activities</b>						<u>\$ 16,462,455</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 2,478,837	\$ 1,655,419	\$ -	\$ 678,716	\$ 764,243	\$ 5,577,215
Restricted assets:						
Cash and investments	-	-	8,232,698	-	263,217	8,495,915
<b>Total cash and investment assets - ending</b>	<u>\$ 2,478,837</u>	<u>\$ 1,655,419</u>	<u>\$ 8,232,698</u>	<u>\$ 678,716</u>	<u>\$ 1,027,460</u>	<u>\$ 14,073,130</u>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ 8,232,698	\$ -	\$ 263,217	\$ 8,495,915
Unrestricted	2,478,837	1,655,419	-	678,716	764,243	5,577,215
<b>Total cash and investment fund balance - ending</b>	<u>\$ 2,478,837</u>	<u>\$ 1,655,419</u>	<u>\$ 8,232,698</u>	<u>\$ 678,716</u>	<u>\$ 1,027,460</u>	<u>\$ 14,073,130</u>

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

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,  
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2010

	General	Transportation Operating	Debt Service	Capital Projects	Other	Totals
Receipts:						
Local sources	\$ 3,683,989	\$ 6,820,962	\$ 15,044,190	\$ 13,897,285	\$ 7,631,080	\$ 47,077,506
Intermediate sources	1,756	-	-	-	-	1,756
State sources	61,098,746	-	-	-	647,283	61,746,029
Federal sources	-	-	-	-	13,831,434	13,831,434
Temporary loans	-	2,827,162	5,501,142	-	-	8,328,304
Other	-	14,552	-	9,206	-	23,758
	<u>64,784,491</u>	<u>9,662,676</u>	<u>20,545,332</u>	<u>13,906,491</u>	<u>22,109,797</u>	<u>131,008,787</u>
Disbursements:						
Current:						
Instruction	42,121,338	-	-	-	9,601,665	51,723,003
Support services	21,376,638	5,349,231	-	5,526,425	5,221,675	37,473,969
Noninstructional services	1,831,887	-	-	76,400	4,775,125	6,683,412
Facilities acquisition and construction	-	-	-	4,593,428	2,539	4,595,967
Debt services	-	3,765,394	17,667,447	-	1,008,326	22,441,167
Nonprogrammed charges	1,180,000	-	-	-	52,137	1,232,137
	<u>66,509,863</u>	<u>9,114,625</u>	<u>17,667,447</u>	<u>10,196,253</u>	<u>20,661,467</u>	<u>124,149,655</u>
Excess (deficiency) of receipts over disbursements	<u>(1,725,372)</u>	<u>548,051</u>	<u>2,877,885</u>	<u>3,710,238</u>	<u>1,448,330</u>	<u>6,859,132</u>
Other financing sources (uses):						
Sale of capital assets	44,862	-	-	-	45,300	90,162
Transfers in	185,811	35,445	-	-	81,381	302,637
Transfers out	-	-	-	-	(302,637)	(302,637)
	<u>230,673</u>	<u>35,445</u>	<u>-</u>	<u>-</u>	<u>(175,956)</u>	<u>90,162</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(1,494,699)</u>	<u>583,496</u>	<u>2,877,885</u>	<u>3,710,238</u>	<u>1,272,374</u>	<u>6,949,294</u>
Cash and investments - beginning	<u>2,478,837</u>	<u>1,655,419</u>	<u>8,232,698</u>	<u>678,716</u>	<u>1,027,460</u>	<u>14,073,130</u>
Cash and investments - ending	<u>\$ 984,138</u>	<u>\$ 2,238,915</u>	<u>\$ 11,110,583</u>	<u>\$ 4,388,954</u>	<u>\$ 2,299,834</u>	<u>21,022,424</u>
Amounts reported for governmental activities in the Statement of Cash Activities and Net Assets - Cash and Investment Basis are different because:						
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.						
						<u>3,982,110</u>
Net assets of governmental activities						<u>\$ 25,004,534</u>
<u>Cash and Investment Assets - Ending</u>						
Cash and investments	\$ 984,138	\$ 2,238,915	\$ -	\$ 4,388,954	\$ 1,769,790	\$ 9,381,797
Restricted assets:						
Cash and investments	-	-	11,110,583	-	530,044	11,640,627
Total cash and investment assets - ending	<u>\$ 984,138</u>	<u>\$ 2,238,915</u>	<u>\$ 11,110,583</u>	<u>\$ 4,388,954</u>	<u>\$ 2,299,834</u>	<u>\$ 21,022,424</u>
<u>Cash and Investment Fund Balance - Ending</u>						
Restricted for:						
Debt service	\$ -	\$ -	\$ 11,110,583	\$ -	\$ 530,044	\$ 11,640,627
Unrestricted	984,138	2,238,915	-	4,388,954	1,769,790	9,381,797
Total cash and investment fund balance - ending	<u>\$ 984,138</u>	<u>\$ 2,238,915</u>	<u>\$ 11,110,583</u>	<u>\$ 4,388,954</u>	<u>\$ 2,299,834</u>	<u>\$ 21,022,424</u>

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

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,  
AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
PROPRIETARY FUND  
For the Year Ended June 30, 2009

	Internal Service Fund
Operating receipts:	
Charges for services	\$ 8,899,667
Miscellaneous	30,504
Total operating receipts	8,930,171
Operating disbursements:	
Insurance claims and expense	8,735,719
Change in net assets	194,452
Cash and investment fund balance - beginning	2,194,873
Cash and investment fund balance - ending	\$ 2,389,325
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	\$ 2,389,325
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	\$ 2,389,325

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

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS, DISBURSEMENTS,  
AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
PROPRIETARY FUND  
For the Year Ended June 30, 2010

	Internal Service Fund
Operating receipts:	
Charges for services	\$ 9,619,490
Miscellaneous	13,297
Total operating receipts	9,632,787
Operating disbursements:	
Insurance claims and expense	8,040,002
Change in net assets	1,592,785
Cash and investment fund balance - beginning	2,389,325
Cash and investment fund balance - ending	\$ 3,982,110
<u>Cash and Investment Assets - Ending</u>	
Restricted assets:	
Cash and investments	\$ 3,982,110
<u>Cash and Investment Fund Balance - Ending</u>	
Restricted for:	
Other purposes	\$ 3,982,110

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

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

	<u>Pension Trust Funds</u>	<u>Private-Purpose Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Other	\$ -	\$ 162,745	
Investment earnings:			
Interest	<u>124,020</u>	<u>-</u>	
Total additions	<u>124,020</u>	<u>162,745</u>	
Deductions:			
Benefits			
Administrative and general	<u>236,220</u>	<u>-</u>	
	<u>-</u>	<u>430,098</u>	
Total deductions	<u>236,220</u>	<u>430,098</u>	
Deficiency of total additions over total deductions	(112,200)	(267,353)	
Cash and investment fund balance - beginning	<u>8,028,971</u>	<u>318,707</u>	
Cash and investment fund balance - ending	<u>\$ 7,916,771</u>	<u>\$ 51,354</u>	<u>\$ 1,887,397</u>
Net assets:			
Cash and investments	<u>\$ 7,916,771</u>	<u>\$ 51,354</u>	
Total net assets - cash and investment basis held in trust	<u>\$ 7,916,771</u>	<u>\$ 51,354</u>	

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

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
FIDUCIARY FUNDS  
For the Year Ended June 30, 2010

	<u>Pension Trust Funds</u>	<u>Private-Purpose Funds</u>	<u>Agency Funds</u>
Additions:			
Contributions:			
Other	\$ -	\$ 163,667	
Investment earnings:			
Interest	20,546	-	
Total additions	<u>20,546</u>	<u>163,667</u>	
Deductions:			
Benefits	1,049,830	-	
Administrative and general	-	261,497	
Total deductions	<u>1,049,830</u>	<u>261,497</u>	
Deficiency of total additions over total deductions	(1,029,284)	(97,830)	
Cash and investment fund balance - beginning	<u>7,916,771</u>	<u>51,354</u>	
Cash and investment fund balance - ending	<u>\$ 6,887,487</u>	<u>\$ (46,476)</u>	<u>\$ 2,071,761</u>
Net assets:			
Cash and investments	<u>\$ 6,887,487</u>	<u>\$ (46,476)</u>	
Total net assets - cash and investment basis held in trust	<u>\$ 6,887,487</u>	<u>\$ (46,476)</u>	

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

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

School Corporation, as used herein, shall include, but is not limited to, school townships, school towns, school cities, consolidated school corporations, joint schools, metropolitan school districts, township school districts, county schools, united schools, school districts, cooperatives, educational service centers, community schools, community school corporations, and charter schools.

The School Corporation was established under the laws of the State of Indiana. The School Corporation operates under a Board of School Trustees form of government and provides educational services.

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

Primary Government: Monroe County Community School Corporation

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

Joint Venture

The School Corporation is a participant with Eastern School Corporation in Greene County: Metropolitan School District of Martinsville; and Richland Bean-Blossom Community School in a joint venture to operate Hoosiers Hills Area Vocational School which was created to provide vocational education. The School Corporation is obligated by contract to remit their proportionate share of the net capita cost annually to supplement the Hoosier Hills Area Vocational School. This joint venture will continue until there is written notice by either party of their intention to terminate. The financial transactions for this joint venture are included in the Statement of Receipts, Disbursements, and Cash and Investment Balances Governmental Funds as part of "Other."

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

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

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,

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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 Monroe County Community School Corporation has not established any enterprise funds.

The Monroe County Community School Corporation reports the following major governmental funds:

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

The Transportation Operating Fund accounts for financial resources for the transportation of schoolchildren to and from school.

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

The Capital Projects Fund accounts for planned construction, repair, replacement or remodeling; and the purchase, lease, upgrade, maintenance, or repair of computer equipment.

Additionally, the School Corporation reports the following fund types:

The internal service fund accounts for self-insurance provided to other departments on a cost-reimbursement basis. It is used for paying medical claims.

Pension trust funds account for bonds and payments anticipated to be made to employees on or after termination of employment or to pay postretirement or severance benefits held by the School Corporation in a trustee capacity.

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

Agency funds account for assets held by the School Corporation as an agent for grant funds and serve as control of accounts for certain cash transactions during the time they are a liability to the School Corporation.

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.

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

If the Monroe County Community 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 Monroe County Community School Corporation does not have any enterprise funds.

When both restricted and unrestricted resources are available for use, the Monroe County Community 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 Monroe County Community 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 not distributed to the Monroe County Community School Corporation on or prior to December 31 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.

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

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, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

2. Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary 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.

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

2. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are not reported as reimbursements but as adjustments to disbursements in the respective funds.
3. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.
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

A. Budgetary Information

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

Prior to the first required publication, the fiscal officer of the Monroe County Community 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 Monroe County Community School Corporation receives approval of the Indiana Department of Local Government Finance.

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

B. Cash Balance Deficits

At June 30, 2009 and 2010, the following funds reported deficits in cash, which are violations of the Uniform Compliance Guidelines as authorized by state statute:

Fund	2009	2010
Textbook Rental	\$ 41,021	\$ -
Joint Service Area Vocational Fund	563,061	258,074
Technology Preparation South	82	-
Technology Plan Grant	498	-
Safe Route Program 2006-2007	254	-
Title I 2002/2003 School Improvement Grant	1,315	-
Title V Innovative Programs	45,112	-
Special Education #1402-042-PN01	345,505	-
Special Education Grant 2006-2007	18,007	-
Preschool Grant 45704-042-PN01	399	-
Adult Education Outreach 2008-2009	1,863	-
Alcohol Abuse Reduction Grant	57,370	10,288
Safe\Drug Free 2008-2009	392	-
Safe and Drug Free Title IV 2007-2008	722	-
Technology Preparation Grant	10,616	-
Biomedical Science Grant	846	-
Special Education Part B Stimulus	435,600	778,836
Community Foundation Grant	2,692	449
Tutoring Grant Foundation	3,181	3,235
Initiative Grant Middle School	16,470	104,534
Alternative Education 2009-2010	-	4,272
Non-English Speaking 2009-2010	-	824
Safe Route Program 2009-2010	-	17,632
Safe Route Program 2008-2009	-	14,337
Indiana Access English Program	-	24,701
History Education Program	-	20,011
Special Education # 14210-042-PN01	-	515,339
Special Education # 14209-042-PY02	-	22,076
Preschool Grant 45710-042-PN01	-	17,493
Adult Education Outreach 2010-8129	-	2,362
Alcohol Abuse Reduction Grant 2009-2010	-	29,300
Technology Preparation Biomedical BIO-9A-41	-	8,616
Technology Preparation Biomedical BIO-9B-41	-	8,616
Technology Preparation C1-10-PLTW-9A-41	-	1,129
Technology Preparation C1-10-PLTW-9B-41	-	5,848
Carl Perkins 2009-2010	-	43,275
ESEA Title II Part A	-	75,319
Special Education Part B Preschool Stimulus	-	1,346
Education Technology Stimulus	-	6,904
Community Foundation Grant 2009-2010	-	421
Monroe County Cares Grant	-	393

The deficits arose primarily from disbursements exceeding receipts due to the fact these funds are reimbursement type grants funds; these deficits are to be repaid from future receipts.

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
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. Funds are deposited in an approved depository with the State of Indiana. At June 30, 2010, the School Corporation had deposit balances in the amount of \$33,917,306.

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

2. Investments

As of June 30, 2010, the Monroe County Community School Corporation did not have any investments.

Statutory Authorization for Investments

IC 5-13-9 authorizes the Monroe County Community 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 Monroe County Community 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 Monroe County Community 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 Monroe County Community School Corporation may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the Monroe County Community School Corporation's purchase and

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The Monroe County Community School Corporation does not have a formal investment policy for custodial credit risk for investments.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Monroe County Community School Corporation must follow state statute and limit the stated final maturities of the investments to no more than two years. The Monroe County Community School Corporation does not have a formal investment policy for interest rate risk for investments.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Monroe County Community School Corporation does not have a formal investment policy for credit risk for investments.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Monroe County Community School Corporation does not have a policy in regards to concentration of credit risk. United States of America government and United States of America governmental agency securities are exempt from this policy requirement.

Foreign Currency Risk

The Monroe County Community School Corporation does not have a formal policy in regards to foreign currency risk.

B. Interfund Transfers

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

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

<u>Transfer From</u>	<u>Transfer To</u>	<u>2009</u>	<u>2010</u>
Other Governmental Funds	General Fund	\$ -	\$ 185,811
Other Governmental Funds	Transportation Operating Fund	35,835	35,445
Other Governmental Funds	Other Governmental Funds	<u>185,607</u>	<u>81,381</u>
Totals		<u>\$ 221,442</u>	<u>\$ 302,637</u>

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

IV. Other Information

A. Risk Management

The Monroe County Community School Corporation is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents (excluding post-employment benefits); and natural disasters.

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

Group Health Insurance

The School Corporation has chosen to establish a risk financing fund for risks associated with medical benefits to employees. The risk financing fund is accounted for in the Insurance Reserve Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$200,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Interfund premiums are paid into the fund by all affected funds and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon an overall premium percentage which is applied to each affected fund and are reported as quasi-external interfund transactions.

B. Holding Corporation

The School Corporation has entered into a capital lease with Monroe County Community School Corporation School Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessor has been determined to be a related party of the School Corporation. Lease payments during the years ending June 30, 2009 and 2010, were \$10,413,054 and \$13,704,724, respectively.

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

C. Subsequent Events

An operating referendum was approved by voters effective for the year 2011 which will generate an estimated \$7.5 million each year for the next six years.

Superintendent Dr. J.T. Coopman resigned December 31, 2010. The board appointed Tim Hyland as Interim Superintendent effective January 7, 2010, until June 30, 2011.

D. Termination Benefits

The School Corporation offered a payment of up to \$25,000 to each employee who was eligible to retire. Employees had until June 2010 to take advantage of this offer. A total of \$972,500 was paid to 41 employees who accepted the offer to retire.

E. Postemployment Benefits

In addition to the pension benefits described below, the School Corporation provides postemployment life, health, and dental insurance benefits, as authorized by Indiana Code 5-10-8, to all employees who retire from the School Corporation on or after attaining age 55 with at least 10 years of service. Currently, 407 retirees meet these eligibility requirements. The School Corporation and retirees provide varying amounts of these postemployment benefits, based upon the employee group and benefit plan the retiree belongs to. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis. Disbursements for postemployment benefits cannot be reasonably estimated.

F. Pension Plans

1. Agent Multiple-Employer Defined Benefit Pension Plan

Public Employees' Retirement Fund

Plan Description

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

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

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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 Monroe County Community School Corporation during the period were \$1,009,357.

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

Teachers' Retirement Fund

Plan Description

The School Corporation contributes to the Indiana Teachers' Retirement Fund (TRF), a defined benefit pension plan. TRF is a cost-sharing multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All employees engaged in teaching or in the supervision of teaching in the public schools of the State of Indiana are eligible to participate in TRF. State statute (IC 5-10.2) governs, through the TRF Board, most requirements of the system and gives the School Corporation authority to contribute to the plan. The TRF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The School Corporation may elect to make the contributions on behalf of the member.

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

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

Funding Policy

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 \$1,725,819 for the year ending June 30, 2009, and \$1,837,505 for the year ending June 30, 2010.

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

G. VEBA Trust Accounts

The Monroe County Community School Corporation sold bonds in 2001 for future retirement benefits. Part of the proceeds were put in a VEBA account at National Bank of Indianapolis as trustee. The balance of the VEBA account is included in the fund balance of the schools Pension Trust Fund.

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over (Unfunded) AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess (Unfunded) AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-07	\$ 15,277,925	\$ 16,383,356	\$ (1,105,431)	93%	\$ 13,587,963	(8%)
07-01-08	16,560,830	18,150,924	(1,590,094)	91%	13,713,543	12%
07-01-09	14,486,745	18,453,232	(3,966,487)	79%	15,435,347	26%

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009

	Special Education Preschool	School Lunch	Textbook Rental	Joint Service Area Vocational Fund	Alternative Education Fund	Alternative Education Aurora	Alternative Education Adult
<b>Receipts:</b>							
Local sources	\$ 107,345	\$ 2,488,701	\$ 920,510	\$ 1,070,290	\$ 186	\$ -	\$ -
State sources	298,638	50,340	311,085	-	-	45,082	12,022
Federal sources	-	2,157,669	-	-	-	-	-
<b>Total receipts</b>	<b>405,983</b>	<b>4,696,710</b>	<b>1,231,595</b>	<b>1,070,290</b>	<b>186</b>	<b>45,082</b>	<b>12,022</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	276,971	-	-	1,258,202	44,890	9,327	-
Support services	23,805	44,892	2,012,833	174,726	-	-	-
Noninstructional services	-	4,700,525	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>300,776</b>	<b>4,745,417</b>	<b>2,012,833</b>	<b>1,432,928</b>	<b>44,890</b>	<b>9,327</b>	<b>-</b>
Excess (deficiency) of receipts over disbursements	105,207	(48,707)	(781,238)	(362,638)	(44,704)	35,755	12,022
<b>Other financing sources (uses):</b>							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</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	105,207	(48,707)	(781,238)	(362,638)	(44,704)	35,755	12,022
Cash and investments - beginning	20,734	1,084,058	740,217	(200,423)	47,990	-	-
Cash and investments - ending	\$ 125,941	\$ 1,035,351	\$ (41,021)	\$ (563,061)	\$ 3,286	\$ 35,755	\$ 12,022
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 125,941	\$ 1,035,351	\$ (41,021)	\$ (563,061)	\$ 3,286	\$ 35,755	\$ 12,022
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 125,941</b>	<b>\$ 1,035,351</b>	<b>\$ (41,021)</b>	<b>\$ (563,061)</b>	<b>\$ 3,286</b>	<b>\$ 35,755</b>	<b>\$ 12,022</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	125,941	1,035,351	(41,021)	(563,061)	3,286	35,755	12,022
<b>Total cash and investment fund balance - ending</b>	<b>\$ 125,941</b>	<b>\$ 1,035,351</b>	<b>\$ (41,021)</b>	<b>\$ (563,061)</b>	<b>\$ 3,286</b>	<b>\$ 35,755</b>	<b>\$ 12,022</b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009  
 (Continued)

	Alternative Education Youth	Early Intervention Fund	Early Intervention Reading Recovery	Gifted and Talented 2008-2009	Gifted and Talented 2004-2005	Gifted and Talented 2009-2010	Technology Preparation South
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	3,306	4,000	8,000	74,528	-	-	-
Federal sources	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>3,306</b>	<b>4,000</b>	<b>8,000</b>	<b>74,528</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	-	-	1,040	-	-	-	-
Support services	-	23,942	1,333	46,879	(110)	30,496	82
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>23,942</b>	<b>2,373</b>	<b>46,879</b>	<b>(110)</b>	<b>30,496</b>	<b>82</b>
Excess (deficiency) of receipts over disbursements	3,306	(19,942)	5,627	27,649	110	(30,496)	(82)
<b>Other financing sources (uses):</b>							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</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	3,306	(19,942)	5,627	27,649	110	(30,496)	(82)
Cash and investments - beginning	-	38,537	-	-	(110)	31,018	-
Cash and investments - ending	<u>\$ 3,306</u>	<u>\$ 18,595</u>	<u>\$ 5,627</u>	<u>\$ 27,649</u>	<u>\$ -</u>	<u>\$ 522</u>	<u>\$ (82)</u>
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ 3,306	\$ 18,595	\$ 5,627	\$ 27,649	\$ -	\$ 522	\$ (82)
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b><u>\$ 3,306</u></b>	<b><u>\$ 18,595</u></b>	<b><u>\$ 5,627</u></b>	<b><u>\$ 27,649</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 522</u></b>	<b><u>\$ (82)</u></b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>3,306</u>	<u>18,595</u>	<u>5,627</u>	<u>27,649</u>	<u>-</u>	<u>522</u>	<u>(82)</u>
<b>Total cash and investment fund balance - ending</b>	<b><u>\$ 3,306</u></b>	<b><u>\$ 18,595</u></b>	<b><u>\$ 5,627</u></b>	<b><u>\$ 27,649</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 522</u></b>	<b><u>\$ (82)</u></b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009  
 (Continued)

	Non-English Speaking Program	Non-English Speaking 2008-2009	Technology Plan Grant	Collaborative Inquire Grant	Reading With Technology	Energy and Defense
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	63,710	-	-	-	8,000
Federal sources	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>63,710</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,000</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	17,969	57,029	-	-	-	8,000
Support services	-	-	498	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>17,969</b>	<b>57,029</b>	<b>498</b>	<b>-</b>	<b>-</b>	<b>8,000</b>
Excess (deficiency) of receipts over disbursements	(17,969)	6,681	(498)	-	-	-
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
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	(17,969)	6,681	(498)	-	-	-
Cash and investments - beginning	17,969	-	-	2,089	546	-
Cash and investments - ending	\$ -	\$ 6,681	\$ (498)	\$ 2,089	\$ 546	\$ -
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ 6,681	\$ (498)	\$ 2,089	\$ 546	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 6,681</b>	<b>\$ (498)</b>	<b>\$ 2,089</b>	<b>\$ 546</b>	<b>\$ -</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	6,681	(498)	2,089	546	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 6,681</b>	<b>\$ (498)</b>	<b>\$ 2,089</b>	<b>\$ 546</b>	<b>\$ -</b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009  
 (Continued)

	Safe Route Program 2006-2007	Governors Association Grant	Technology High School NGA Grant	Title I 2002-2003/ School Improvement Grant	School Improvement Grant	Title I 2008-2009
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 273,032
State sources	14,418	-	-	-	-	-
Federal sources	-	-	-	333,086	158,400	1,942,392
<b>Total receipts</b>	<b>14,418</b>	<b>-</b>	<b>-</b>	<b>333,086</b>	<b>158,400</b>	<b>2,215,424</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	20,235	10,773	317,694	-	1,371,472
Support services	13,151	-	-	449,239	104,822	413,823
Noninstructional services	-	-	-	30,074	-	24,307
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	40,721	-	-
<b>Total disbursements</b>	<b>13,151</b>	<b>20,235</b>	<b>10,773</b>	<b>837,728</b>	<b>104,822</b>	<b>1,809,602</b>
Excess (deficiency) of receipts over disbursements	1,267	(20,235)	(10,773)	(504,642)	53,578	405,822
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(35,835)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(35,835)</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,267	(20,235)	(10,773)	(504,642)	53,578	369,987
Cash and investments - beginning	(1,521)	28,432	12,016	503,327	-	-
Cash and investments - ending	<u>(254)</u>	<u>8,197</u>	<u>1,243</u>	<u>(1,315)</u>	<u>53,578</u>	<u>369,987</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ (254)	\$ 8,197	\$ 1,243	\$ (1,315)	\$ 53,578	\$ 369,987
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b><u>(254)</u></b>	<b><u>8,197</u></b>	<b><u>1,243</u></b>	<b><u>(1,315)</u></b>	<b><u>53,578</u></b>	<b><u>369,987</u></b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(254)	8,197	1,243	(1,315)	53,578	369,987
<b>Total cash and investment fund balance - ending</b>	<b><u>(254)</u></b>	<b><u>8,197</u></b>	<b><u>1,243</u></b>	<b><u>(1,315)</u></b>	<b><u>53,578</u></b>	<b><u>369,987</u></b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009  
 (Continued)

	Title V Innovative Programs	Title V Part A Innovative Programs 2007-2008	McKinney Homeless Grant	Special Education #14208-042-PY02	Special Education #14202-042-PN01	Special Education Grant 2006-2007
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	24,803	-	-	-	1,566,623	655,304
<b>Total receipts</b>	<b>24,803</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,566,623</b>	<b>655,304</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	37,205	41,414	-	11,431	1,729,128	345,933
Support services	30,616	21,312	24,767	16,148	183,000	115,852
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	724	5,425	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	1,370	1,373	-	-	-	-
<b>Total disbursements</b>	<b>69,915</b>	<b>69,524</b>	<b>24,767</b>	<b>27,579</b>	<b>1,912,128</b>	<b>461,785</b>
Excess (deficiency) of receipts over disbursements	(45,112)	(69,524)	(24,767)	(27,579)	(345,505)	193,519
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	80,000	-	105,117	-	-
Transfers out	-	-	-	-	-	(105,117)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>80,000</b>	<b>-</b>	<b>105,117</b>	<b>-</b>	<b>(105,117)</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(45,112)	10,476	(24,767)	77,538	(345,505)	88,402
Cash and investments - beginning	-	(10,476)	34,280	-	-	(106,409)
Cash and investments - ending	<u>\$ (45,112)</u>	<u>\$ -</u>	<u>\$ 9,513</u>	<u>\$ 77,538</u>	<u>\$ (345,505)</u>	<u>\$ (18,007)</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ (45,112)	\$ -	\$ 9,513	\$ 77,538	\$ (345,505)	\$ (18,007)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ (45,112)</u>	<u>\$ -</u>	<u>\$ 9,513</u>	<u>\$ 77,538</u>	<u>\$ (345,505)</u>	<u>\$ (18,007)</u>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(45,112)	-	9,513	77,538	(345,505)	(18,007)
<b>Total cash and investment fund balance - ending</b>	<u>\$ (45,112)</u>	<u>\$ -</u>	<u>\$ 9,513</u>	<u>\$ 77,538</u>	<u>\$ (345,505)</u>	<u>\$ (18,007)</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009  
 (Continued)

	Special Education Grant 2007-2008	Intervention Grant #14208-033-DY	Preschool Grant 45708-042-PN01	Preschool Grant 45703-042-PY02	Preschool Grant 45704-042-PN01	Preschool Grant 45708-042-PY02
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	17,560	18,437	63,068	-	-
<b>Total receipts</b>	<b>-</b>	<b>17,560</b>	<b>18,437</b>	<b>63,068</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	17,105	10,550	15,320	60,138	399	2,142
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>17,105</b>	<b>10,550</b>	<b>15,320</b>	<b>60,138</b>	<b>399</b>	<b>2,142</b>
Excess (deficiency) of receipts over disbursements	(17,105)	7,010	3,117	2,930	(399)	(2,142)
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	(490)	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(490)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(17,105)	7,010	2,627	2,930	(399)	(2,142)
Cash and investments - beginning	17,105	-	(2,627)	-	-	2,142
Cash and investments - ending	<u>\$ -</u>	<u>\$ 7,010</u>	<u>\$ -</u>	<u>\$ 2,930</u>	<u>\$ (399)</u>	<u>\$ -</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ -	\$ 7,010	\$ -	\$ 2,930	\$ (399)	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ -</u>	<u>\$ 7,010</u>	<u>\$ -</u>	<u>\$ 2,930</u>	<u>\$ (399)</u>	<u>\$ -</u>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	7,010	-	2,930	(399)	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ -</u>	<u>\$ 7,010</u>	<u>\$ -</u>	<u>\$ 2,930</u>	<u>\$ (399)</u>	<u>\$ -</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009  
 (Continued)

	Preschool Project 45708-042-PY02	Adult Education Outreach 2008-2009	Adult Education Comprehensive Program	Adult Education Outreach 2007-2008	Adult Education English Literacy 2008-2009	Adult Education English Literacy
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	28,000	218,666	-	35,000	-
<b>Total receipts</b>	<b>-</b>	<b>28,000</b>	<b>218,666</b>	<b>-</b>	<b>35,000</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	490	20,083	107,313	(1,548)	24,785	7,071
Support services	-	9,780	67,414	1,788	4,702	1,232
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>490</b>	<b>29,863</b>	<b>174,727</b>	<b>240</b>	<b>29,487</b>	<b>8,303</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>(490)</b>	<b>(1,863)</b>	<b>43,939</b>	<b>(240)</b>	<b>5,513</b>	<b>(8,303)</b>
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
Transfers in	490	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>490</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>-</b>	<b>(1,863)</b>	<b>43,939</b>	<b>(240)</b>	<b>5,513</b>	<b>(8,303)</b>
<b>Cash and investments - beginning</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>240</b>	<b>-</b>	<b>8,303</b>
<b>Cash and investments - ending</b>	<b>\$ -</b>	<b>\$ (1,863)</b>	<b>\$ 43,939</b>	<b>\$ -</b>	<b>\$ 5,513</b>	<b>\$ -</b>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ -	\$ (1,863)	\$ 43,939	\$ -	\$ 5,513	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ (1,863)</b>	<b>\$ 43,939</b>	<b>\$ -</b>	<b>\$ 5,513</b>	<b>\$ -</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	(1,863)	43,939	-	5,513	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ (1,863)</b>	<b>\$ 43,939</b>	<b>\$ -</b>	<b>\$ 5,513</b>	<b>\$ -</b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
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 (Continued)

	Adult Education Comprehensive 2007-2008	Safe and Drug Free Schools 2009-2010	Alcohol Abuse Reduction Grant	Safe/Drug Free 2008-2009	Safe and Drug Free Title IV 2007-2008	Lead The Way Grant
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	48,870	142,758	-	-	25,063
<b>Total receipts</b>	<b>-</b>	<b>48,870</b>	<b>142,758</b>	<b>-</b>	<b>-</b>	<b>25,063</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	21,854	8	-	-	-	22,485
Support services	12,068	25,331	194,374	392	(796)	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	5,754	-	675	-
<b>Total disbursements</b>	<b>33,922</b>	<b>25,339</b>	<b>200,128</b>	<b>392</b>	<b>(121)</b>	<b>22,485</b>
Excess (deficiency) of receipts over disbursements	(33,922)	23,531	(57,370)	(392)	121	2,578
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
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	(33,922)	23,531	(57,370)	(392)	121	2,578
Cash and investments - beginning	33,922	-	-	-	(843)	(2,578)
Cash and investments - ending	\$ -	\$ 23,531	\$ (57,370)	\$ (392)	\$ (722)	\$ -
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ -	\$ 23,531	\$ (57,370)	\$ (392)	\$ (722)	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 23,531</b>	<b>\$ (57,370)</b>	<b>\$ (392)</b>	<b>\$ (722)</b>	<b>\$ -</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	23,531	(57,370)	(392)	(722)	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 23,531</b>	<b>\$ (57,370)</b>	<b>\$ (392)</b>	<b>\$ (722)</b>	<b>\$ -</b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
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 (Continued)

	Moving Forward Grant	Carl Perkins 2008-2009	Technology Preparation Grant	Carl Perkins 2007-2008	Biomedical Science Grant	21st Century/ Emergency Impact Hurricane
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,598
State sources	-	-	-	-	-	-
Federal sources	964	221,728	-	61,524	46,587	207,001
<b>Total receipts</b>	<b>964</b>	<b>221,728</b>	<b>-</b>	<b>61,524</b>	<b>46,587</b>	<b>229,599</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	964	180,339	10,616	65,130	34,671	159,346
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>964</b>	<b>180,339</b>	<b>10,616</b>	<b>65,130</b>	<b>34,671</b>	<b>159,346</b>
Excess (deficiency) of receipts over disbursements	-	41,389	(10,616)	(3,606)	11,916	70,253
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
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	-	41,389	(10,616)	(3,606)	11,916	70,253
Cash and investments - beginning	-	-	-	3,606	(12,762)	74,529
Cash and investments - ending	\$ -	\$ 41,389	\$ (10,616)	\$ -	\$ (846)	\$ 144,782
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ 41,389	\$ (10,616)	\$ -	\$ (846)	\$ 144,782
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 41,389</b>	<b>\$ (10,616)</b>	<b>\$ -</b>	<b>\$ (846)</b>	<b>\$ 144,782</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	41,389	(10,616)	-	(846)	144,782
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 41,389</b>	<b>\$ (10,616)</b>	<b>\$ -</b>	<b>\$ (846)</b>	<b>\$ 144,782</b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
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 (Continued)

	Improving Teacher Quality Enhanced Education I	Improving Teacher Quality Enhanced Education II	English Proficiency Migrant Title III	English Language Acquisition	NCLB Title II Part B Math and Science	NCLB Reading First
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	565,176	-	-	69,900	-	-
<b>Total receipts</b>	<b>565,176</b>	<b>-</b>	<b>-</b>	<b>69,900</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	-	17,899	59,823	-	(33)
Support services	463,100	(166)	-	-	59,828	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	12,395	-	-	-	-	-
<b>Total disbursements</b>	<b>475,495</b>	<b>(166)</b>	<b>17,899</b>	<b>59,823</b>	<b>59,828</b>	<b>(33)</b>
Excess (deficiency) of receipts over disbursements	89,681	166	(17,899)	10,077	(59,828)	33
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(80,000)	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(80,000)</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	9,681	166	(17,899)	10,077	(59,828)	33
Cash and investments - beginning	15,038	(166)	17,899	-	60,651	(33)
Cash and investments - ending	\$ 24,719	\$ -	\$ -	\$ 10,077	\$ 823	\$ -
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 24,719	\$ -	\$ -	\$ 10,077	\$ 823	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ 24,719</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 10,077</b>	<b>\$ 823</b>	<b>\$ -</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	24,719	-	-	10,077	823	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ 24,719</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 10,077</b>	<b>\$ 823</b>	<b>\$ -</b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
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 (Continued)

	School Improvement Plan	Fiscal Stabilization	Special Education Part B Stimulus	Retirement Severance Bonds	School Bus Replacement	Totals
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ 1,550,463	\$ 1,120,223	\$ 7,553,348
State sources	-	-	-	-	-	893,129
Federal sources	-	5,294,028	-	-	-	13,902,607
<b>Total receipts</b>	<b>-</b>	<b>5,294,028</b>	<b>-</b>	<b>1,550,463</b>	<b>1,120,223</b>	<b>22,349,084</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	5,294,028	329,500	-	-	12,019,191
Support services	-	-	106,100	-	96,340	4,773,593
Noninstructional services	(49)	-	-	-	-	4,754,857
Facilities acquisition and construction	-	-	-	-	-	6,149
Debt services	-	-	-	1,388,703	-	1,388,703
Nonprogrammed charges	-	-	-	-	-	62,288
<b>Total disbursements</b>	<b>(49)</b>	<b>5,294,028</b>	<b>435,600</b>	<b>1,388,703</b>	<b>96,340</b>	<b>23,004,781</b>
Excess (deficiency) of receipts over disbursements	49	-	(435,600)	161,760	1,023,883	(655,697)
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	44,250	44,250
Transfers in	-	-	-	-	-	185,607
Transfers out	-	-	-	-	-	(221,442)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>44,250</b>	<b>8,415</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	49	-	(435,600)	161,760	1,068,133	(647,282)
Cash and investments - beginning	(49)	-	-	101,457	(883,366)	1,674,742
Cash and investments - ending	\$ -	\$ -	\$ (435,600)	\$ 263,217	\$ 184,767	\$ 1,027,460
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ -	\$ (435,600)	\$ -	\$ 184,767	\$ 764,243
Restricted assets:						
Cash and investments	-	-	-	263,217	-	263,217
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (435,600)</b>	<b>\$ 263,217</b>	<b>\$ 184,767</b>	<b>\$ 1,027,460</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ 263,217	\$ -	\$ 263,217
Unrestricted	-	-	(435,600)	-	184,767	764,243
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (435,600)</b>	<b>\$ 263,217</b>	<b>\$ 184,767</b>	<b>\$ 1,027,460</b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
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	Special Education Preschool	School Lunch	Textbook Rental	Levy Excess	Joint Services Area Vocational Fund	Alternative Education Fund	Alternative Education Aurora
<b>Receipts:</b>							
Local sources	\$ 108	\$ 2,605,034	\$ 778,461	\$ 91,029	\$ 1,717,004	\$ -	\$ -
State sources	177,375	51,765	280,098	-	-	-	-
Federal sources	-	2,066,825	-	-	-	-	-
<b>Total receipts</b>	<b>177,483</b>	<b>4,723,624</b>	<b>1,058,559</b>	<b>91,029</b>	<b>1,717,004</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	117,613	-	-	-	1,193,769	2,776	30,820
Support services	-	59,711	591,334	-	218,248	-	-
Noninstructional services	-	4,681,614	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>117,613</b>	<b>4,741,325</b>	<b>591,334</b>	<b>-</b>	<b>1,412,017</b>	<b>2,776</b>	<b>30,820</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>59,870</b>	<b>(17,701)</b>	<b>467,225</b>	<b>91,029</b>	<b>304,987</b>	<b>(2,776)</b>	<b>(30,820)</b>
<b>Other financing sources (uses):</b>							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	(185,811)	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(185,811)</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>(125,941)</b>	<b>(17,701)</b>	<b>467,225</b>	<b>91,029</b>	<b>304,987</b>	<b>(2,776)</b>	<b>(30,820)</b>
Cash and investments - beginning	125,941	1,035,351	(41,021)	-	(563,061)	3,286	35,755
Cash and investments - ending	\$ -	\$ 1,017,650	\$ 426,204	\$ 91,029	\$ (258,074)	\$ 510	\$ 4,935
<b>Cash and Investment Assets - Ending</b>							
Cash and investments	\$ -	\$ 1,017,650	\$ 426,204	\$ 91,029	\$ (258,074)	\$ 510	\$ 4,935
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 1,017,650</b>	<b>\$ 426,204</b>	<b>\$ 91,029</b>	<b>\$ (258,074)</b>	<b>\$ 510</b>	<b>\$ 4,935</b>
<b>Cash and Investment Fund Balance - Ending</b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	1,017,650	426,204	91,029	(258,074)	510	4,935
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 1,017,650</b>	<b>\$ 426,204</b>	<b>\$ 91,029</b>	<b>\$ (258,074)</b>	<b>\$ 510</b>	<b>\$ 4,935</b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
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 For the Year Ended June 30, 2010  
 (Continued)

	Alternative Education Adult	Alternative Education Youth	Alternative Education 2009-2010	Early Intervention Grant	Early Intervention Reading Recovery	Gifted and Talented 2008-2009	Gifted and Talented 2007-2008
<b>Receipts:</b>							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	7,250	-	-	-
Federal sources	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,250</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>							
<b>Current:</b>							
Instruction	10,608	399	4,272	-	3,878	-	-
Support services	-	-	-	7,760	1,655	27,649	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
<b>Total disbursements</b>	<b>10,608</b>	<b>399</b>	<b>4,272</b>	<b>7,760</b>	<b>5,533</b>	<b>27,649</b>	<b>-</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>(10,608)</b>	<b>(399)</b>	<b>(4,272)</b>	<b>(510)</b>	<b>(5,533)</b>	<b>(27,649)</b>	<b>-</b>
<b>Other financing sources (uses):</b>							
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</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</b>	<b>(10,608)</b>	<b>(399)</b>	<b>(4,272)</b>	<b>(510)</b>	<b>(5,533)</b>	<b>(27,649)</b>	<b>-</b>
Cash and investments - beginning	12,022	3,306	-	18,595	5,627	27,649	522
Cash and investments - ending	<u>\$ 1,414</u>	<u>\$ 2,907</u>	<u>\$ (4,272)</u>	<u>\$ 18,085</u>	<u>\$ 94</u>	<u>\$ -</u>	<u>\$ 522</u>
<b><u>Cash and Investment Assets - Ending</u></b>							
Cash and investments	\$ 1,414	\$ 2,907	\$ (4,272)	\$ 18,085	\$ 94	\$ -	\$ 522
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b><u>\$ 1,414</u></b>	<b><u>\$ 2,907</u></b>	<b><u>\$ (4,272)</u></b>	<b><u>\$ 18,085</u></b>	<b><u>\$ 94</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 522</u></b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>							
Restricted for:							
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	1,414	2,907	(4,272)	18,085	94	-	522
<b>Total cash and investment fund balance - ending</b>	<b><u>\$ 1,414</u></b>	<b><u>\$ 2,907</u></b>	<b><u>\$ (4,272)</u></b>	<b><u>\$ 18,085</u></b>	<b><u>\$ 94</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 522</u></b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
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 (Continued)

	Gifted and Talented 2009-2010	Technology Preparation South	Non-English Speaking 2008-2009	Non-English Speaking 2009-2010	Technology Plan Grant	Collaborative Inquire Grant
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	73,158	-	-	57,637	-	-
Federal sources	-	-	-	-	-	-
<b>Total receipts</b>	<u>73,158</u>	<u>-</u>	<u>-</u>	<u>57,637</u>	<u>-</u>	<u>-</u>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	-	6,681	58,461	-	-
Support services	61,520	(82)	-	-	(498)	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<u>61,520</u>	<u>(82)</u>	<u>6,681</u>	<u>58,461</u>	<u>(498)</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>11,638</u>	<u>82</u>	<u>(6,681)</u>	<u>(824)</u>	<u>498</u>	<u>-</u>
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>11,638</u>	<u>82</u>	<u>(6,681)</u>	<u>(824)</u>	<u>498</u>	<u>-</u>
Cash and investments - beginning	<u>-</u>	<u>(82)</u>	<u>6,681</u>	<u>-</u>	<u>(498)</u>	<u>2,089</u>
Cash and investments - ending	<u>\$ 11,638</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (824)</u>	<u>\$ -</u>	<u>\$ 2,089</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 11,638	\$ -	\$ -	\$ (824)	\$ -	\$ 2,089
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 11,638</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (824)</u>	<u>\$ -</u>	<u>\$ 2,089</u>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
<b>Restricted for:</b>						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>11,638</u>	<u>-</u>	<u>-</u>	<u>(824)</u>	<u>-</u>	<u>2,089</u>
<b>Total cash and investment fund balance - ending</b>	<u>\$ 11,638</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (824)</u>	<u>\$ -</u>	<u>\$ 2,089</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
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 (Continued)

	Reading With Technology	Safe Route Program 2009-2010	Safe Route Program 2008-2009	Indiana Access English Program	Governors Association Grant	Technology High School NGA Grant
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ 3,382	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,382</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	-	-	-	836	1,212
Support services	-	17,632	14,083	28,083	-	31
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>-</b>	<b>17,632</b>	<b>14,083</b>	<b>28,083</b>	<b>836</b>	<b>1,243</b>
Excess (deficiency) of receipts over disbursements	-	(17,632)	(14,083)	(24,701)	(836)	(1,243)
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
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	-	(17,632)	(14,083)	(24,701)	(836)	(1,243)
Cash and investments - beginning	546	-	(254)	-	8,197	1,243
Cash and investments - ending	<u>546</u>	<u>(17,632)</u>	<u>(14,337)</u>	<u>(24,701)</u>	<u>7,361</u>	<u>-</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 546	\$ (17,632)	\$ (14,337)	\$ (24,701)	\$ 7,361	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 546</u>	<u>\$ (17,632)</u>	<u>\$ (14,337)</u>	<u>\$ (24,701)</u>	<u>\$ 7,361</u>	<u>\$ -</u>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	546	(17,632)	(14,337)	(24,701)	7,361	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ 546</u>	<u>\$ (17,632)</u>	<u>\$ (14,337)</u>	<u>\$ (24,701)</u>	<u>\$ 7,361</u>	<u>\$ -</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
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 (Continued)

	Title I 2002-2003/ School Improvement Fund	Title I 2009-2010	School Improvement Grant	School Improvement Grant 2009-2010	Title I 2008-2009	Title V Innovative Program
<b>Receipts:</b>						
Local sources	\$ -	\$ 76	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	2,294,156	17,600	153,350	420,457	-
<b>Total receipts</b>	<b>-</b>	<b>2,294,232</b>	<b>17,600</b>	<b>153,350</b>	<b>420,457</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	(1,206)	1,375,685	-	-	310,227	5,047
Support services	(109)	587,948	68,474	88,916	180,889	27,302
Noninstructional services	-	28,964	-	-	5,503	-
Facilities acquisition and construction	-	-	-	-	-	2,539
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	2,704	-	45,446	-
<b>Total disbursements</b>	<b>(1,315)</b>	<b>1,992,597</b>	<b>71,178</b>	<b>88,916</b>	<b>542,065</b>	<b>34,888</b>
<b>Excess (deficiency) of receipts over disbursements</b>	<b>1,315</b>	<b>301,635</b>	<b>(53,578)</b>	<b>64,434</b>	<b>(121,608)</b>	<b>(34,888)</b>
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	80,000
Transfers out	-	-	-	-	(35,445)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(35,445)</b>	<b>80,000</b>
<b>Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses</b>	<b>1,315</b>	<b>301,635</b>	<b>(53,578)</b>	<b>64,434</b>	<b>(157,053)</b>	<b>45,112</b>
<b>Cash and investments - beginning</b>	<b>(1,315)</b>	<b>-</b>	<b>53,578</b>	<b>-</b>	<b>369,987</b>	<b>(45,112)</b>
<b>Cash and investments - ending</b>	<b>\$ -</b>	<b>\$ 301,635</b>	<b>\$ -</b>	<b>\$ 64,434</b>	<b>\$ 212,934</b>	<b>\$ -</b>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ -	\$ 301,635	\$ -	\$ 64,434	\$ 212,934	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 301,635</b>	<b>\$ -</b>	<b>\$ 64,434</b>	<b>\$ 212,934</b>	<b>\$ -</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
<b>Restricted for:</b>						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	301,635	-	64,434	212,934	-
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 301,635</b>	<b>\$ -</b>	<b>\$ 64,434</b>	<b>\$ 212,934</b>	<b>\$ -</b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
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	History Education Project	McKinney Homeless Grant	Special Education #14208-042-PY02	Special Education #14210-042-PN01	Special Education #14202-042-PN01	Special Education #14209-042-PY02
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	48,706	49,500	-	1,365,684	681,144	-
<b>Total receipts</b>	<b>48,706</b>	<b>49,500</b>	<b>-</b>	<b>1,365,684</b>	<b>681,144</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	-	70,437	1,652,617	243,355	(18,007)
Support services	65,415	42,079	7,101	178,761	44,345	22,076
Noninstructional services	-	-	-	49,645	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	3,302	-	-	-	-	-
<b>Total disbursements</b>	<b>68,717</b>	<b>42,079</b>	<b>77,538</b>	<b>1,881,023</b>	<b>287,700</b>	<b>4,069</b>
Excess (deficiency) of receipts over disbursements	(20,011)	7,421	(77,538)	(515,339)	393,444	(4,069)
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
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	(20,011)	7,421	(77,538)	(515,339)	393,444	(4,069)
Cash and investments - beginning	-	9,513	77,538	-	(345,505)	(18,007)
Cash and investments - ending	<u>\$ (20,011)</u>	<u>\$ 16,934</u>	<u>\$ -</u>	<u>\$ (515,339)</u>	<u>\$ 47,939</u>	<u>\$ (22,076)</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ (20,011)	\$ 16,934	\$ -	\$ (515,339)	\$ 47,939	\$ (22,076)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ (20,011)</u>	<u>\$ 16,934</u>	<u>\$ -</u>	<u>\$ (515,339)</u>	<u>\$ 47,939</u>	<u>\$ (22,076)</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(20,011)	16,934	-	(515,339)	47,939	(22,076)
<b>Total cash and investment fund balance - ending</b>	<u>\$ (20,011)</u>	<u>\$ 16,934</u>	<u>\$ -</u>	<u>\$ (515,339)</u>	<u>\$ 47,939</u>	<u>\$ (22,076)</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
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 (Continued)

	Special Education #14208-057-DY01	Intervention Grant 14208-033DY	Preschool Project 45709-042-PY02	Preschool Grant 45703-042-PY02	Preschool Grant 45704-042-PN01	Preschool Grant 45710-042-PN01
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	100,000	17,473	-	12,947	-	45,103
<b>Total receipts</b>	<b>100,000</b>	<b>17,473</b>	<b>-</b>	<b>12,947</b>	<b>-</b>	<b>45,103</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	52,325	24,483	857	14,496	(399)	62,596
Support services	47,538	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>99,863</b>	<b>24,483</b>	<b>857</b>	<b>14,496</b>	<b>(399)</b>	<b>62,596</b>
Excess (deficiency) of receipts over disbursements	137	(7,010)	(857)	(1,549)	399	(17,493)
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	1,381	-	-	-
Transfers out	-	-	-	(1,381)	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>1,381</b>	<b>(1,381)</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	137	(7,010)	524	(2,930)	399	(17,493)
Cash and investments - beginning	-	7,010	-	2,930	(399)	-
Cash and investments - ending	<u>\$ 137</u>	<u>\$ -</u>	<u>\$ 524</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,493)</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ 137	\$ -	\$ 524	\$ -	\$ -	\$ (17,493)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ 137</u>	<u>\$ -</u>	<u>\$ 524</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,493)</u>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	137	-	524	-	-	(17,493)
<b>Total cash and investment fund balance - ending</b>	<u>\$ 137</u>	<u>\$ -</u>	<u>\$ 524</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,493)</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
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 (Continued)

	Adult Education Outreach 2008-2009	Adult Education Comprehensive Program	Adult Education English Literacy 2008-2009	Adult Education Outreach 2010-8129	Adult Education English Literacy 2009-2010	Adult Education Comprehensive FY2010-8023
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	-	-	28,000	35,000	178,102
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28,000</b>	<b>35,000</b>	<b>178,102</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	(400)	36,559	5,986	25,508	25,507	70,552
Support services	(1,463)	7,380	(473)	4,854	4,863	60,388
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>(1,863)</b>	<b>43,939</b>	<b>5,513</b>	<b>30,362</b>	<b>30,370</b>	<b>130,940</b>
Excess (deficiency) of receipts over disbursements	1,863	(43,939)	(5,513)	(2,362)	4,630	47,162
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
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	1,863	(43,939)	(5,513)	(2,362)	4,630	47,162
Cash and investments - beginning	(1,863)	43,939	5,513	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (2,362)	\$ 4,630	\$ 47,162
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ -	\$ -	\$ -	\$ (2,362)	\$ 4,630	\$ 47,162
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (2,362)</b>	<b>\$ 4,630</b>	<b>\$ 47,162</b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	-	(2,362)	4,630	47,162
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (2,362)</b>	<b>\$ 4,630</b>	<b>\$ 47,162</b>

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	Safe and Drug Free Schools 2009-2010	Alcohol Abuse Reduction Grant	Safe\Drug Free 2008-2009	Alcohol Abuse Reduction Grant 2009-2010	Safe and Drug Free Title V 2007-2008	Technology Preparation Biomedical BIO-9A-41
<b>Receipts:</b>						
Local sources	\$ -	\$ 1,463	\$ -	\$ 2,808	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	111,228	40,737	238,595	-	-
<b>Total receipts</b>	<b>-</b>	<b>112,691</b>	<b>40,737</b>	<b>241,403</b>	<b>-</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	(8)	-	-	-	-	8,616
Support services	22,854	65,609	38,389	270,703	(722)	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	685	-	-	-	-	-
<b>Total disbursements</b>	<b>23,531</b>	<b>65,609</b>	<b>38,389</b>	<b>270,703</b>	<b>(722)</b>	<b>8,616</b>
Excess (deficiency) of receipts over disbursements	(23,531)	47,082	2,348	(29,300)	722	(8,616)
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
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	(23,531)	47,082	2,348	(29,300)	722	(8,616)
Cash and investments - beginning	23,531	(57,370)	(392)	-	(722)	-
Cash and investments - ending	\$ -	\$ (10,288)	\$ 1,956	\$ (29,300)	\$ -	\$ (8,616)
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ (10,288)	\$ 1,956	\$ (29,300)	\$ -	\$ (8,616)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ (10,288)</b>	<b>\$ 1,956</b>	<b>\$ (29,300)</b>	<b>\$ -</b>	<b>\$ (8,616)</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	(10,288)	1,956	(29,300)	-	(8,616)
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ (10,288)</b>	<b>\$ 1,956</b>	<b>\$ (29,300)</b>	<b>\$ -</b>	<b>\$ (8,616)</b>

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	Technology Preparation Biomedical BIO-9B-41	Technology Preparation C1-10-PLTW-9A-41	Technology Preparation C1-10-PLTW-9B-41	Carl Perkins 2008-2009	Technology Preparation Grant	Biomedical Science Grant
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	-	-	64,949	30,000	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>64,949</b>	<b>30,000</b>	<b>-</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	8,616	1,129	5,848	106,338	19,384	(846)
Support services	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>8,616</b>	<b>1,129</b>	<b>5,848</b>	<b>106,338</b>	<b>19,384</b>	<b>(846)</b>
Excess (deficiency) of receipts over disbursements	(8,616)	(1,129)	(5,848)	(41,389)	10,616	846
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
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	(8,616)	(1,129)	(5,848)	(41,389)	10,616	846
Cash and investments - beginning	-	-	-	41,389	(10,616)	(846)
Cash and investments - ending	<u>\$ (8,616)</u>	<u>\$ (1,129)</u>	<u>\$ (5,848)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ (8,616)	\$ (1,129)	\$ (5,848)	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ (8,616)</u>	<u>\$ (1,129)</u>	<u>\$ (5,848)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(8,616)	(1,129)	(5,848)	-	-	-
<b>Total cash and investment fund balance - ending</b>	<u>\$ (8,616)</u>	<u>\$ (1,129)</u>	<u>\$ (5,848)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2010  
 (Continued)

	Carl Perkins 2009-2010	21st Century/ Emergency Impact Hurricane	21st Century Learning Centers	Improving Teacher Quality Enhanced Education	ESEA Title II Part A	Title III English Language
<b>Receipts:</b>						
Local sources	\$ -	\$ 7,090	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	131,312	290,000	225,748	180,246	270,000	55,250
<b>Total receipts</b>	<b>131,312</b>	<b>297,090</b>	<b>225,748</b>	<b>180,246</b>	<b>270,000</b>	<b>55,250</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	174,587	353,878	26,827	-	-	45,119
Support services	-	-	-	124,965	345,319	-
Noninstructional services	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>174,587</b>	<b>353,878</b>	<b>26,827</b>	<b>124,965</b>	<b>345,319</b>	<b>45,119</b>
Excess (deficiency) of receipts over disbursements	(43,275)	(56,788)	198,921	55,281	(75,319)	10,131
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(80,000)	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(80,000)</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(43,275)	(56,788)	198,921	(24,719)	(75,319)	10,131
Cash and investments - beginning	-	144,782	-	24,719	-	-
Cash and investments - ending	<u>\$ (43,275)</u>	<u>\$ 87,994</u>	<u>\$ 198,921</u>	<u>\$ -</u>	<u>\$ (75,319)</u>	<u>\$ 10,131</u>
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ (43,275)	\$ 87,994	\$ 198,921	\$ -	\$ (75,319)	\$ 10,131
<b>Restricted assets:</b>						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<u>\$ (43,275)</u>	<u>\$ 87,994</u>	<u>\$ 198,921</u>	<u>\$ -</u>	<u>\$ (75,319)</u>	<u>\$ 10,131</u>
<b>Cash and Investment Fund Balance - Ending</b>						
<b>Restricted for:</b>						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	(43,275)	87,994	198,921	-	(75,319)	10,131
<b>Total cash and investment fund balance - ending</b>	<u>\$ (43,275)</u>	<u>\$ 87,994</u>	<u>\$ 198,921</u>	<u>\$ -</u>	<u>\$ (75,319)</u>	<u>\$ 10,131</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2010  
 (Continued)

	English Language Acquisition	NCLB Title II Part B Math and Science	Fiscal Stabilization	Title I LEA Stimulus	Special Education Part B Stimulus	Special Education Part B Preschool Stimulus
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 1,981	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	-	2,189,694	728,635	1,285,109	47,591
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>2,189,694</b>	<b>728,635</b>	<b>1,287,090</b>	<b>47,591</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	10,077	-	2,189,694	108,980	1,113,739	42,137
Support services	-	-	-	396,229	516,587	6,800
Noninstructional services	-	-	-	9,399	-	-
Facilities acquisition and construction	-	-	-	-	-	-
Debt services	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-
<b>Total disbursements</b>	<b>10,077</b>	<b>-</b>	<b>2,189,694</b>	<b>514,608</b>	<b>1,630,326</b>	<b>48,937</b>
Excess (deficiency) of receipts over disbursements	(10,077)	-	-	214,027	(343,236)	(1,346)
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	-	-
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	(10,077)	-	-	214,027	(343,236)	(1,346)
Cash and investments - beginning	10,077	823	-	-	(435,600)	-
Cash and investments - ending	\$ -	\$ 823	\$ -	\$ 214,027	\$ (778,836)	\$ (1,346)
<b>Cash and Investment Assets - Ending</b>						
Cash and investments	\$ -	\$ 823	\$ -	\$ 214,027	\$ (778,836)	\$ (1,346)
Restricted assets:						
Cash and investments	-	-	-	-	-	-
<b>Total cash and investment assets - ending</b>	<b>\$ -</b>	<b>\$ 823</b>	<b>\$ -</b>	<b>\$ 214,027</b>	<b>\$ (778,836)</b>	<b>\$ (1,346)</b>
<b>Cash and Investment Fund Balance - Ending</b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	823	-	214,027	(778,836)	(1,346)
<b>Total cash and investment fund balance - ending</b>	<b>\$ -</b>	<b>\$ 823</b>	<b>\$ -</b>	<b>\$ 214,027</b>	<b>\$ (778,836)</b>	<b>\$ (1,346)</b>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND RECEIPTS,  
 DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS  
 OTHER GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2010  
 (Continued)

	Education Technology Stimulus	McKinney VENTO Stimulus	School Lunch Equipment Stimulus	Retirement Severance Bond	School Bus Replacement	Totals
<b>Receipts:</b>						
Local sources	\$ -	\$ -	\$ -	\$ 1,275,153	\$ 1,147,491	\$ 7,631,080
State sources	-	-	-	-	-	647,283
Federal sources	405,274	14,889	8,130	-	-	13,831,434
<b>Total receipts</b>	<b>405,274</b>	<b>14,889</b>	<b>8,130</b>	<b>1,275,153</b>	<b>1,147,491</b>	<b>22,109,797</b>
<b>Disbursements:</b>						
<b>Current:</b>						
Instruction	-	-	-	-	-	9,601,665
Support services	412,178	14,889	-	-	544,465	5,221,675
Noninstructional services	-	-	-	-	-	4,775,125
Facilities acquisition and construction	-	-	-	-	-	2,539
Debt services	-	-	-	1,008,326	-	1,008,326
Nonprogrammed charges	-	-	-	-	-	52,137
<b>Total disbursements</b>	<b>412,178</b>	<b>14,889</b>	<b>-</b>	<b>1,008,326</b>	<b>544,465</b>	<b>20,661,467</b>
Excess (deficiency) of receipts over disbursements	(6,904)	-	8,130	266,827	603,026	1,448,330
<b>Other financing sources (uses):</b>						
Sale of capital assets	-	-	-	-	45,300	45,300
Transfers in	-	-	-	-	-	81,381
Transfers out	-	-	-	-	-	(302,637)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>45,300</b>	<b>(175,956)</b>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(6,904)	-	8,130	266,827	648,326	1,272,374
Cash and investments - beginning	-	-	-	263,217	184,767	1,027,460
Cash and investments - ending	<u>\$ (6,904)</u>	<u>\$ -</u>	<u>\$ 8,130</u>	<u>\$ 530,044</u>	<u>\$ 833,093</u>	<u>\$ 2,299,834</u>
<b><u>Cash and Investment Assets - Ending</u></b>						
Cash and investments	\$ (6,904)	\$ -	\$ 8,130	\$ -	\$ 833,093	\$ 1,769,790
Restricted assets:						
Cash and investments	-	-	-	530,044	-	530,044
<b>Total cash and investment assets - ending</b>	<b><u>\$ (6,904)</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 8,130</u></b>	<b><u>\$ 530,044</u></b>	<b><u>\$ 833,093</u></b>	<b><u>\$ 2,299,834</u></b>
<b><u>Cash and Investment Fund Balance - Ending</u></b>						
Restricted for:						
Debt service	\$ -	\$ -	\$ -	\$ 530,044	\$ -	\$ 530,044
Unrestricted	(6,904)	-	8,130	-	833,093	1,769,790
<b>Total cash and investment fund balance - ending</b>	<b><u>\$ (6,904)</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 8,130</u></b>	<b><u>\$ 530,044</u></b>	<b><u>\$ 833,093</u></b>	<b><u>\$ 2,299,834</u></b>

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

	School Attendance Program	Community Foundation Grant	Tutoring Grant Foundation	Bloomington Urban Enterprise	Raymond Foundation Grant	Stay In School GE Program
Additions:						
Contributions:						
Other	\$ 17,548	\$ 1,859	\$ 3,100	\$ 20,521	\$ 19,508	\$ 1,042
Deductions:						
Administrative and general	20,967	4,551	6,281	19,679	11,008	693
Excess (deficiency) of total additions over total deductions	(3,419)	(2,692)	(3,181)	842	8,500	349
Cash and investment fund balance - beginning	7,138	-	-	-	-	456
Cash and investments - June 30	<u>\$ 3,719</u>	<u>\$ (2,692)</u>	<u>\$ (3,181)</u>	<u>\$ 842</u>	<u>\$ 8,500</u>	<u>\$ 805</u>
Net assets:						
Cash and investments	<u>\$ 3,719</u>	<u>\$ (2,692)</u>	<u>\$ (3,181)</u>	<u>\$ 842</u>	<u>\$ 8,500</u>	<u>\$ 805</u>
Total net assets - cash and investment basis held in trust	<u>\$ 3,719</u>	<u>\$ (2,692)</u>	<u>\$ (3,181)</u>	<u>\$ 842</u>	<u>\$ 8,500</u>	<u>\$ 805</u>

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

	<u>Love Your Veggies Project</u>	<u>Bloomington Urban Enterprise Grants</u>	<u>Head Lice Intervention</u>	<u>Multicultural Program</u>	<u>VETS Project IU</u>	<u>Initiative Grant Middle School</u>
Additions:						
Contributions:						
Other	\$ -	\$ 1,724	\$ 10	\$ -	\$ 3,500	\$ 60,000
Deductions:						
Administrative and general	<u>3,131</u>	<u>(1,048)</u>	<u>-</u>	<u>320</u>	<u>2,549</u>	<u>76,470</u>
Excess (deficiency) of total additions over total deductions	(3,131)	2,772	10	(320)	951	(16,470)
Cash and investment fund balance - beginning	<u>8,500</u>	<u>(2,462)</u>	<u>(10)</u>	<u>350</u>	<u>184</u>	<u>-</u>
Cash and investments - June 30	<u>\$ 5,369</u>	<u>\$ 310</u>	<u>\$ -</u>	<u>\$ 30</u>	<u>\$ 1,135</u>	<u>\$ (16,470)</u>
Net assets:						
Cash and investments	<u>\$ 5,369</u>	<u>\$ 310</u>	<u>\$ -</u>	<u>\$ 30</u>	<u>\$ 1,135</u>	<u>\$ (16,470)</u>
Total net assets - cash and investment basis held in trust	<u>\$ 5,369</u>	<u>\$ 310</u>	<u>\$ -</u>	<u>\$ 30</u>	<u>\$ 1,135</u>	<u>\$ (16,470)</u>

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

	Monroe County Cares Grant	Project Peace Fairview	Cares Grant Parents	Cape III Grant	School Assistance Fund	Panhellenic Fund
Additions:						
Contributions:						
Other	\$ 11,340	\$ -	\$ -	\$ 1,087	\$ 16,386	\$ 20
Deductions:						
Administrative and general	9,521	444	-	242,197	12,863	-
Excess (deficiency) of total additions over total deductions	1,819	(444)	-	(241,110)	3,523	20
Cash and investment fund balance - beginning	6,664	877	44	257,762	19,496	1,165
Cash and investments - June 30	<u>\$ 8,483</u>	<u>\$ 433</u>	<u>\$ 44</u>	<u>\$ 16,652</u>	<u>\$ 23,019</u>	<u>\$ 1,185</u>
Net assets:						
Cash and investments	\$ 8,483	\$ 433	\$ 44	\$ 16,652	\$ 23,019	\$ 1,185
Total net assets - cash and investment basis held in trust	<u>\$ 8,483</u>	<u>\$ 433</u>	<u>\$ 44</u>	<u>\$ 16,652</u>	<u>\$ 23,019</u>	<u>\$ 1,185</u>

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

	New Tech High School	Science Olympiad Team BHSN	Learning To Give Indiana	3-A-Day Nutrition Grant	Ramond Foundation BHSN	Totals
Additions:						
Contributions:						
Other	\$ -	\$ -	\$ -	\$ -	\$ 5,100	\$ 162,745
Deductions:						
Administrative and general	9,994	5,309	69	-	5,100	430,098
Excess (deficiency) of total additions over total deductions	(9,994)	(5,309)	(69)	-	-	(267,353)
Cash and investment fund balance - beginning	12,000	5,316	211	1,016	-	318,707
Cash and investments - June 30	<u>\$ 2,006</u>	<u>\$ 7</u>	<u>\$ 142</u>	<u>\$ 1,016</u>	<u>\$ -</u>	<u>\$ 51,354</u>
Net assets:						
Cash and investments	\$ 2,006	\$ 7	\$ 142	\$ 1,016	\$ -	\$ 51,354
Total net assets - cash and investment basis held in trust	<u>\$ 2,006</u>	<u>\$ 7</u>	<u>\$ 142</u>	<u>\$ 1,016</u>	<u>\$ -</u>	<u>\$ 51,354</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 PRIVATE-PURPOSE TRUST FUNDS  
 For the Year Ended June 30, 2010

	<u>School Attendance Program</u>	<u>Community Foundation Grant</u>	<u>Community Foundation Grant 2009-2010</u>	<u>Tutoring Grant Foundation</u>	<u>Bloomington Urban Enterprise</u>
Additions:					
Contributions:					
Other	\$ -	\$ 2,693	\$ 40	\$ -	\$ -
Deductions:					
Administrative and general	(3,029)	450	461	54	212
Excess (deficiency) of total additions over total deductions	3,029	2,243	(421)	(54)	(212)
Cash and investment fund balance - beginning	3,719	(2,692)	-	(3,181)	842
Cash and investments - June 30	<u>\$ 6,748</u>	<u>\$ (449)</u>	<u>\$ (421)</u>	<u>\$ (3,235)</u>	<u>\$ 630</u>
Net assets:					
Cash and investments	<u>\$ 6,748</u>	<u>\$ (449)</u>	<u>\$ (421)</u>	<u>\$ (3,235)</u>	<u>\$ 630</u>
Total net assets - cash and investment basis held in trust	<u>\$ 6,748</u>	<u>\$ (449)</u>	<u>\$ (421)</u>	<u>\$ (3,235)</u>	<u>\$ 630</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 PRIVATE-PURPOSE TRUST FUNDS  
 For the Year Ended June 30, 2010  
 (Continued)

	Parent Engagement Coordinator	Bloomington Urban Enterprise Tri-north/ Summit	Raymond Foundation Grant	Stay In School GE Program	Raymond Foundation 2009-2010	Love Your Veggies Project
Additions:						
Contributions:						
Other	\$ 10,000	\$ 17,645	\$ -	\$ 1,304	\$ 8,000	\$ -
Deductions:						
Administrative and general	7,064	5,072	8,500	1,043	8,000	843
Excess (deficiency) of total additions over total deductions	2,936	12,573	(8,500)	261	-	(843)
Cash and investment fund balance - beginning	-	-	8,500	805	-	5,369
Cash and investments - June 30	<u>\$ 2,936</u>	<u>\$ 12,573</u>	<u>\$ -</u>	<u>\$ 1,066</u>	<u>\$ -</u>	<u>\$ 4,526</u>
Net assets:						
Cash and investments	\$ 2,936	\$ 12,573	\$ -	\$ 1,066	\$ -	\$ 4,526
Total net assets - cash and investment basis held in trust	<u>\$ 2,936</u>	<u>\$ 12,573</u>	<u>\$ -</u>	<u>\$ 1,066</u>	<u>\$ -</u>	<u>\$ 4,526</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 PRIVATE-PURPOSE TRUST FUNDS  
 For the Year Ended June 30, 2010  
 (Continued)

	Bloomington Urban Enterprise Grants	Community Foundation 2009-2010	Multicultural Program	VETS Project IU	Imitative Grant Middle School	Miscellaneous Donations
Additions:						
Contributions:						
Other	\$ -	\$ 26,883	\$ -	\$ 1,000	\$ 50,028	\$ 20,474
Deductions:						
Administrative and general	-	26,649	-	1,693	138,092	20,474
Excess (deficiency) of total additions over total deductions	-	234	-	(693)	(88,064)	-
Cash and investment fund balance - beginning	310	-	30	1,135	(16,470)	-
Cash and investments - June 30	<u>\$ 310</u>	<u>\$ 234</u>	<u>\$ 30</u>	<u>\$ 442</u>	<u>\$ (104,534)</u>	<u>\$ -</u>
Net assets:						
Cash and investments	\$ 310	\$ 234	\$ 30	\$ 442	\$ (104,534)	\$ -
Total net assets - cash and investment basis held in trust	<u>\$ 310</u>	<u>\$ 234</u>	<u>\$ 30</u>	<u>\$ 442</u>	<u>\$ (104,534)</u>	<u>\$ -</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 PRIVATE-PURPOSE TRUST FUNDS  
 For the Year Ended June 30, 2010  
 (Continued)

	Monroe County Cares Grant	Project Peace Fairview	Cares Grant Parents	Cape III Grant	School Assistance Fund	Panhellenic Fund
Additions:						
Contributions:						
Other	\$ 1,548	\$ 500	\$ -	\$ -	\$ 23,552	\$ -
Deductions:						
Administrative and general	10,424	80	-	16,652	16,296	-
Excess (deficiency) of total additions over total deductions	(8,876)	420	-	(16,652)	7,256	-
Cash and investment fund balance - beginning	8,483	433	44	16,652	23,019	1,185
Cash and investments - June 30	<u>\$ (393)</u>	<u>\$ 853</u>	<u>\$ 44</u>	<u>\$ -</u>	<u>\$ 30,275</u>	<u>\$ 1,185</u>
Net assets:						
Cash and investments	\$ (393)	\$ 853	\$ 44	\$ -	\$ 30,275	\$ 1,185
Total net assets - cash and investment basis held in trust	<u>\$ (393)</u>	<u>\$ 853</u>	<u>\$ 44</u>	<u>\$ -</u>	<u>\$ 30,275</u>	<u>\$ 1,185</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES  
 PRIVATE-PURPOSE TRUST FUNDS  
 For the Year Ended June 30, 2010  
 (Continued)

	New Tech High School	Science Olympiad Team BHSN	Learning To Give Indiana	3-A-Day Nutrition Grant	Totals
Additions:					
Contributions:					
Other	\$ -	\$ -	\$ -	\$ -	\$ 163,667
Deductions:					
Administrative and general	2,006	7	-	454	261,497
Excess (deficiency) of total additions over total deductions	(2,006)	(7)	-	(454)	(97,830)
Cash and investment fund balance - beginning	2,006	7	142	1,016	51,354
Cash and investments - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 142</u>	<u>\$ 562</u>	<u>\$ (46,476)</u>
Net assets:					
Cash and investments	\$ -	\$ -	\$ 142	\$ 562	\$ (46,476)
Total net assets - cash and investment basis held in trust	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 142</u>	<u>\$ 562</u>	<u>\$ (46,476)</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CAPITAL ASSETS  
 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	\$ 3,034,021
Buildings	155,401,710
Improvements other than buildings	11,825,055
Machinery and equipment	19,484,267
Construction in progress	<u>2,382,000</u>
 Total governmental activities, capital assets not being depreciated	 <u>\$ 192,127,053</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 June 30, 2010

The School Corporation has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
Clear Creek Elementary, Highland Park Elementary, Fairview Elementary, Childs Elementary and Tri-North Middle School	\$ 270,538	\$ 965,000
Fairview Elementary, Binford Elementary, Hoosier Hills Career Center, Tri-North Middle School, Aurora High School MCCSC Transportation Center, MCCSC Service Center Grandview Elementary, Jackson Creek Middle	39,385,000	3,258,038
Grandview Elementary, Jackson Creek Middle School and Bloomington High School South	31,246,705	4,726,325
Summit Elementary, Batchelor Middle School and Bloomington North High School	36,415,000	2,858,710
Broadview Learning Center	3,875,000	345,063
Energy Savings Contract	1,476,000	393,600
Notes and loans payable	6,457,495	6,457,495
Contract Land Purchase Miller Drive	2,046,022	177,154
Bonds payable:		
General obligation bonds:		
Retirement/Severance Bonds	<u>10,475,000</u>	<u>1,008,280</u>
Total governmental activities debt	<u>\$ 131,646,760</u>	<u>\$ 20,189,665</u>

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
AUDIT RESULTS AND COMMENTS

INTERNAL CONTROLS

The controls over the receipting, disbursing, recording, and accounting for the financial activities were insufficient. Hand posted records are kept in addition to the computer records. Reconcilements are not made timely between hand posted records and the bank. Computer records are kept for financial presentation purposes, including the Form 9 report. No effort was made to reconcile bank records to the computer records for the period of audit.

Prior audit adjustments to the reconciliation had not been made. Biannual Financial Reports (Form 9) are submitted to the Department of Education before they have been reconciled.

Weakness in internal control due to lack of segregation of duties was noted. The same book-keeper collects cash, makes deposit, post receipts and performs monthly reconcilements.

No evidence was presented for audit that School Corporation Administrators or the School Board has a procedure in place to monitor the cash reconcilements.

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)

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines for Indiana Public School Corporation, Chapter 9)

A similar comment appeared in prior Report B30107 and B34481.

BANK ACCOUNT RECONCILIATIONS

Depository reconciliations of fund balances to the bank account balances were not presented for audit.

IC 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines for Indiana Public School Corporation, Chapter 9)

A similar comment appeared in the prior Reports B30107 and B34481.

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
AUDIT RESULTS AND COMMENTS  
(Continued)

OLD OUTSTANDING CHECKS

Our review of the outstanding check lists for June 30, 2009, and June 30, 2010, revealed checks outstanding in excess of two years. The outstanding check list does not provide the date the checks were written or from what fund.

IC 5-11-10.5-2 states in part: "All warrants or checks drawn upon public funds of a political subdivision that are outstanding and unpaid for a period of two (2) or more years as of the last day of December of each year are void."

IC 5-11-10.5-3 states:

"Not later than March 1 of each year, the treasurer of each political subdivision shall prepare or cause to be prepared a list in triplicate of all warrants or checks that have been outstanding for a period of two (2) or more years as of December 31 of the preceding year. The original copy of each list shall be filed with the: (1) board of finance of a political subdivision; or (2) fiscal body of a city or town. The duplicate copy shall be transmitted to the disbursing officer of the political subdivision. The triplicate copy of each list shall be filed in the office of the treasurer of the political subdivision. If the treasurer serves also as the disbursing officer of the political subdivision, only two (2) copies of each list need be prepared or caused to be prepared by the treasurer."

IC 5-11-10.5-5 states:

"(a) Upon the preparation and transmission of the copies of the list of the outstanding warrants or checks, the treasurer of the political subdivision shall enter the amounts so listed as a receipt into the fund or funds from which they were originally drawn and shall also remove the warrants or checks from the record of outstanding warrants or checks.

(b) If the disbursing officer does not serve also as treasurer of the political subdivision, the disbursing officer shall also enter the amounts so listed as a receipt into the fund or funds from which the warrants or checks were originally drawn. If the fund from which the warrant or check was originally drawn is not in existence, or cannot be ascertained, the amount of the outstanding warrant or check shall be receipted into the general fund of the political subdivision."

A similar comment appeared in the prior Report B30107 and B34481.

BAD CHECKS AND UNCOLLECTIBLE ACCOUNTS

The School Board has not approved a policy to write off bad checks. The list of bad checks presented for audit does not give a date the check was written.

The governing body of a governmental unit should have a written policy concerning a procedure for the writing off of bad debts, uncollectible accounts receivable, or any adjustments to record balances.

Documentation should exist for all efforts made by the governmental unit to collect amounts owed prior to any write-offs.

Officials or employees authorizing, directing or executing write-offs or adjustments to records which are not documented or warranted may be held personally responsible. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
AUDIT RESULTS AND COMMENTS  
(Continued)

INVESTMENT ACCOUNT RECONCILIATIONS

A review of the investment balance for the Retirement Severance Bond Fund was not reconciled to the investment balance on hand with the National Bank of Indianapolis. Interest earned had not been posted timely to the Fund Account.

IC 5-13-6-1(e) states: "All local investment officers shall reconcile at least monthly the balance of public funds, as disclosed by the records of the local officers, with the balance statements provided by the respective depositories."

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less than the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines for Indiana Public School Corporation, Chapter 9)

OVERDRAWN FUND BALANCES – CORPORATION AND ECA FUNDS

The Textbook Rental, Joint Service Area Vocational, Technology Preparation South, Technology Plan Grant, Safe Route Program 2006-2007, Title I 2002/2003 School Improvement Grant, Title V Innovative Programs, Special Education #1402-042-PN01, Special Education Grant 2006-2007, Pre-school Grant 45704-042-PN01, Adult Education Outreach 2008-2009, Alcohol Abuse Reduction Grant, Safe/Drug Free 2008-2009, Safe and Drug Free Title IV 2007-2008, Technology Preparation Grant, Biomedical Science Grant, Special Education Part B Stimulus, Community Foundation Grant, Tutoring Grant Foundation, Initiative Grant Middle School Funds were overdrawn as of June 30, 2009.

The Joint Service Area Vocational, Alcohol Abuse Reduction Grant, Special Education Part B Stimulus, Community Foundation Grant, Tutoring Grant Foundation, Initiative Grant Middle School, Alternative Education 2009-2010, Non-English Speaking 2009-2010, Safe Route Program 2009-2010, Safe Route Program 2008-2009, Indiana Access English Program, History Education Program, Special Education # 14210-042-PN01, Special Education # 14209-042-PY02, Preschool Grant 45710-042-PN01, Adult Education Outreach 2010-8129, Alcohol Abuse Reduction Grant 2009-2010, Technology Preparation Biomedical BIO-9A-41, Technology Preparation Biomedical BIO-9B-41, Technology Preparation C1-10-PLTW-9A-41, Technology Preparation C1-10-PLTW-9B-41, Carl Perkins 2009-2010, ESEA Title II Part A, Special Education Part B Preschool Stimulus, Education Technology Stimulus, Community Foundation Grant 2009-2010, Monroe County Cares Grant Funds were overdrawn as of June 30, 2010.

The Templeton Elementary School Discretionary Fund and the Miscellaneous ECA Health Department/Flu Shot Fund were overdrawn as of June 30, 2010.

The balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the governmental unit. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9) (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

PUBLIC WORKS PROJECT

The School Corporation entered into a contract with Whaley Construction Company, Inc., for improvements to the Hoosier Hills Career Center for \$453,240. During the period of construction, change orders exceeded 20% of the original contract.

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
AUDIT RESULTS AND COMMENTS  
(Continued)

IC 36-1-12-18 states in part:

"(d) The total of all change orders issued that increase the scope of the project may not exceed twenty percent (20%) of the amount of the original contract. A change order issued as a result of circumstances that could not have been reasonably foreseen does not increase the scope of the project."

SUSPENSION FROM TEACHING WITH PAY

An individual was suspended from teaching with pay in February 2007 to work on union issues. The Collective Bargaining Agreement between the Monroe County Community School Corporation and the Monroe County Education Association (MCEA) provides that the MCEA President will be provided full-time release during the school day to conduct Association and School Corporation business. Records presented for audit did not indicate that the Monroe County School Corporation Attorney provided written guidance that the suspension was in accordance with federal and state law, including IC 35-44-2-4.

Suspension with pay must be supported by the written opinion of the attorney for the governmental unit stating that the suspension is in accordance with all federal laws and regulations, and state laws, including IC 35-44-2-4, and a properly enacted Home Rule ordinance or resolution, as applicable. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

VEBA FUTURE LIABILITY

The School Corporation through a VEBA (Voluntary Employee Benefits Association) invested proceeds from the sale of bonds. The bonds were issued to fund the actuarially computed amount to make an unallocated contribution, which together with future earning, would be sufficient to provide for the future requirement to a health account for each covered vested employee upon termination of employment. The actuary calculated the amount necessary to provide that sum at termination for each covered employee.

The VEBA is accounted for in the records of the School Corporation. We have been advised by School Corporation Officials of the possibility of School Corporation responsibility if funds are insufficient. We noted investments information provided indicated some losses.

The trust document presented for audit states in part:

"2.1 Adopting Employer means a state or subdivision thereof that adopts this Trust by completing and executing an Adoption Agreement, which may include a joint powers agreement . . .

2.11 Plan Administrator means the Adopting Employer, unless it designates a person or persons other than the Adopting Employer to be the Plan Administrator. The Adopting Employer shall also be the Plan Administrator if the person or persons so designated cease to be the Plan Administrator . . .

4.4 Investments. Except as otherwise provided herein and Section 4.5 or Article V, the Plan Administrator shall have sole responsibility for the investment and reinvestment of the assets of the Trust."

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
AUDIT RESULTS AND COMMENTS  
(Continued)

IC 5-13-9-2 states in part:

"(a) Each officer designated in section 1 of this chapter may invest or reinvest any funds that are held by the officer and available for investment in any of the following:

(1) Securities backed by the full faith and credit of the United States Treasury of fully guaranteed by the United States and issued by any of the following:

(A) The United States Treasury.

(B) A federal agency.

(C) A federal instrumentality.

(D) A federal government sponsored enterprise.

(2) Securities fully guaranteed and issued by any of the following:

(A) A federal agency.

(B) A federal instrumentality.

(C) A federal government sponsored enterprise . . ."

Investments should only be made in accordance with statute. Expenses related to any unauthorized investments may be the personal obligation of the responsible official or employee.

Losses related to investments and investment procedures which are not authorized by statute may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

CONDITION OF RECORDS

Some transactions were recorded as "negative" receipts and disbursements. A similar comment was cited in the prior audit report.

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

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SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF THE MONROE COUNTY COMMUNITY  
SCHOOL CORPORATION, MONROE COUNTY, INDIANA

Compliance

We have audited the compliance of the Monroe County Community School Corporation (School Corporation) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the years ended June 30, 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.

Internal Control Over Compliance

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

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

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

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

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

The School Corporation's response to the findings identified in our audit is described in the accompanying Official Response. 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, School Board and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

February 15, 2011

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
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
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553	None	\$ 360,602	\$ 395,387
National School Lunch Program	10.555	None	1,833,210	1,876,409
Total for cluster			<u>2,193,812</u>	<u>2,271,796</u>
Fresh Fruit and Vegetable Program	10.582	None	-	21,941
Total for federal grantor agency			<u>2,193,812</u>	<u>2,293,737</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>				
Pass-Through Indiana Department of Education				
Title I, Part A Cluster				
Title I Grants to Local Educational Agencies	84.010			
FY 08-5740 School Improvement		None	53,490	-
FY 09-5740 School Improvement		None	104,822	43,863
FY 10-5740 School Improvement		None	-	88,916
FY 08-5740		None	763,830	-
FY 09-5740		None	1,845,436	576,453
FY 10-5740		None	-	2,525,281
Total for program			<u>2,767,578</u>	<u>3,234,513</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389			
FY 09-10		None	-	514,607
Total for cluster			<u>2,767,578</u>	<u>3,749,120</u>
Special Education Cluster				
Special Education - Grants to States	84.027			
14207-042-PY02		None	17,105	-
14207-047-DY01		None	566,901	4,069
14208-042-PN01		None	444,595	-
14208-057-DY01		None	-	100,000
14208-033-DY01		None	10,550	24,483
14209-042-PY02		None	27,578	77,538
14202-042-PN01		None	1,912,128	287,700
14210-042-PN01		None	-	1,881,023
Total for program			<u>2,978,857</u>	<u>2,374,813</u>
Special Education - Preschool Grants	84.173			
45707-042-PY02		None	2,142	-
45708-042-PN01		None	15,809	-
45708-042-PY02		None	490	-
45709-042-PN01		None	60,138	14,496
45709-042-PY02		None	-	857
45710-042-PN01		None	-	62,596
Total for program			<u>78,579</u>	<u>77,949</u>
ARRA - Special Education - Grants to States, Recovery Act	84.391			
FY 08-09		None	435,600	-
FY 09-10		None	-	1,630,326
Total for program			<u>435,600</u>	<u>1,630,326</u>
ARRA - Special Education - Preschool Grants, Recovery Act	84.392			
FY 09-10		None	-	48,936
Total for cluster			<u>3,493,036</u>	<u>4,132,024</u>
Education of Homeless Children and Youth Cluster				
Education for Homeless Children and Youth	84.196			
FY 08-09		None	24,767	5,513
FY 09-10		None	-	36,566
Total for program			<u>24,767</u>	<u>42,079</u>
ARRA - Education for Homeless Children and Youth, Recovery Act	84.387			
		None	-	14,889
Total for cluster			<u>24,767</u>	<u>56,968</u>

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

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Years Ended June 30, 2009 and 2010  
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Indiana Department of Education (continued)				
Educational Technology State Grants Cluster				
ARRA - Education Technology State Grants, Recovery Act	84.386	None	-	412,178
State Fiscal Stabilization Fund Cluster				
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	84.394	None	5,294,028	2,189,694
Direct Grant				
Fund for the Improvement of Education	84.215	None	-	68,717
Pass-Through Indiana Department of Education				
Adult Education Basic Grants to States				
FY 2008-8405	84.002	None	8,300	-
FY 2008-8023		None	33,922	-
FY 2009-8023		None	174,727	43,939
FY 2009-8129		None	2,800	-
FY 2009-8405		None	29,486	5,514
FY 2010-8129		None	-	30,361
FY 2010-8405		None	-	30,370
FY 2010-8023		None	-	130,940
Total for program			249,235	241,124
Career and Technical Education - Basic Grants to States				
08-4700-5740	84.048	None	65,130	-
CPS-6-41		None	964	-
09-4700-5740		None	180,339	106,338
10-4700-5740		None	-	174,587
Total for program			246,433	280,925
Safe and Drug-Free School And Communities - National Programs				
FY 08-09	84.184	None	200,127	65,608
FY 09-10		None	-	270,703
Total for program			200,127	336,311
Safe and Drug-Free School and Communities - State Grants				
07-5740	84.186	None	25,339	23,531
08-5740		None	392	38,389
Total for program			25,731	61,920
Tech-Prep Education				
PLTW-7-41	84.243	None	22,483	-
SPL BIO-6-41		None	33,825	-
C1-9-PLTW-8B-41		None	10,616	19,384
C1-SPL BIO-9A-41		None	-	8,616
C1-SPL BIO-9B-41		None	-	8,616
C1-10-PLTW-9A-41		None	-	1,128
C1-10-PLTW-9B-41		None	-	5,848
Total for program			66,924	43,592
Twenty-First Century Community Learning Centers				
SY 08-09	84.287	None	159,346	290,654
SY 10-11		None	-	26,827
Total for program			159,346	317,481
State Grants for Innovative Programs				
06-5740	84.298	None	69,523	-
07-5740		None	69,915	34,888
Total for program			139,438	34,888

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

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Years Ended June 30, 2009 and 2010  
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-09	Total Federal Awards Expended 06-30-10
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>				
Pass-Through Indiana Department of Education (continued)				
English Language Acquisition Grants	84.365			
SY 07-08		None	17,898	-
SY 08-09		None	59,822	10,078
SY 09-10		None	-	45,119
Total for program			<u>77,720</u>	<u>55,197</u>
Mathematics and Science Partnerships	84.366	None	<u>60,651</u>	-
Improving Teacher Quality State Grants	84.367			
06-5740		None	154,215	-
07-5740		None	321,280	124,966
08-5740		None	-	345,319
Total for program			<u>475,495</u>	<u>470,285</u>
Total for federal grantor agency			<u>13,305,276</u>	<u>12,507,392</u>
Total federal awards expended			<u>\$ 15,474,321</u>	<u>\$ 14,744,161</u>

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

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

I. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Monroe County Community School Corporation (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.

Program Title	Federal CFDA Number	2009	2010
School Lunch Program	10.555	\$ 210,265	\$ 226,912

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Disclaimer

Internal control over financial reporting:

Material weaknesses identified?	yes
Significant deficiencies identified that are not considered to be material weaknesses?	none reported

Noncompliance material to financial statements noted?	yes
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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
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Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.367	Title I, Part A Cluster Special Education Cluster State Fiscal Stabilization Cluster Improving Teacher Quality State Grants

Dollar threshold used to distinguish between Type A and Type B programs: \$906,544

Auditee qualified as low-risk auditee?	no
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MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(Continued)

Section II – Financial Statement Findings

FINDING 2010-1, INTERNAL CONTROL OVER FINANCIAL REPORTING

INTERNAL CONTROLS

The School Corporation has not implemented internal controls to monitor the receipting, disbursing, recording, and accounting of financial activities. We determined that financial records were not reconciled monthly to the funds ledger in a timely manner. Biannual Financial Report (Form 9) financials are filed with the Indiana Department of Education prior to reconciliation of bank with the ledger being performed. Prior audit reconciling adjustments have not been corrected.

The School Corporation also has a lack of segregation of duties; one employee receives cash, makes out deposits, posts the receipt and reconciles the funds to the ledger.

As a result of not performing timely reconciliations, the School Corporation could experience a failure to find and correct posting errors in a timely manner.

Lack of segregation of duties could result in fraud or material misstatements of the financial statements.

No evidence was presented for audit that School Corporation Officials or the School Board has a procedure in place to monitor the cash reconciliations.

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)

At all times, the manual and/or computerized records, subsidiary ledgers, control ledger, and reconciled bank balance should agree. If the reconciled bank balance is less the subsidiary or control ledgers, then the responsible official or employee may be held personally responsible for the amount needed to balance the fund. (Accounting and Uniform Compliance Guidelines for Indiana Public School Corporation, Chapter 9)

This was a prior audit finding and the corrective action response was not performed.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.



# Monroe County Community School Corporation

315 North Drive, Bloomington, IN 47401-6555 – 812-349-4790 \* FAX 812-330-7813, tthrasher@mccsc.edu

February 9, 2011

## MONROE COUNTY COMMUNITY SCHOOL CORPORATION Summary Schedule of Prior Audit Findings

### **FINDING 2008-2 REPORTING**

Original SBA Audit Report Number B 34481  
Fiscal Year 2008  
Auditee Contact Person Timothy Thrasher, Comptroller  
Title of Contact Person Comptroller

Federal Agency: U.S. Department of Education  
Federal Program: Title I Grants to Local Educational Agencies  
CFDA Number: 84.010  
Pass-Through Entity: Indiana Department of Education

Corrective was action taken

### **FINDING 2008-3 ALLOWABLE COSTS**

Original SBA Audit Report Number B 34481  
Fiscal Year 2008  
Auditee Contact Person Timothy Thrasher, Comptroller  
Title of Contact Person Comptroller

Federal Agency: U.S. Department of Education  
Federal Program: Twenty-First Century Community Learning Centers Program  
CFDA Number: 84.287  
Pass-Through Entity: Indiana Department of Education

Corrective Action was Taken

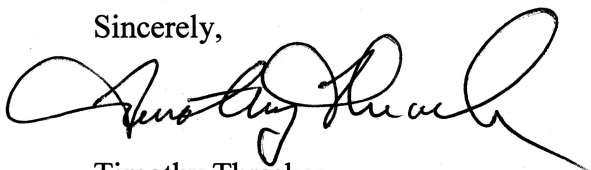
**FINDING 2008-4 SUBRECIPIENT MONITORING**

Original SBA Audit Report Number B 34481  
Fiscal Year 2008  
Auditee Contact Person Timothy Thrasher, Comptroller  
Title of Contact Person Comptroller

Federal Agency: U.S. Department of Education  
Federal Program: Twenty-First Century Community Learning Centers Program  
CFDA Number: 84.287  
Pass-Through Entity: Indiana Department of Education

Corrective Action was Taken

Sincerely,



Timothy Thrasher  
Comptroller  
February 9, 2011



## Monroe County Community School Corporation

315 North Drive, Bloomington, IN 47401 – 812-330-7700 \* FAX 812-330-7813 www.mccsc.edu

### MONROE COUNTY COMMUNITY SCHOOL CORPORATION CORRECTIVE ACTION PLAN

#### **FINDING 2010-1, INTERNAL CONTROL OVER FINANCIAL REPORTING**

In order to address the issue regarding insufficient segregation of duties responsibility for reconciling the school corporation's checking account was transferred to the secretary to the Comptroller.

The cash book has been reconciled to the ledger through June 30, 2009. Cash book to ledger reconciliations have been done through December 2010 but variances have not been resolved.

We have developed a spreadsheet in the cash book format that will immediately recalculate the cash book balance after each entry is made. That will enable us to reconcile the cash book to the ledger after each computer run to ensure the cash book and the ledger agree. Problems will be detected promptly and corrected at the time they occur. Reconciliation variances as of June 30, 2009 and June 30, 2010 are sufficiently low the we feel the chance of the Form 9s as of these dates being materially mis-stated is small.

Outstanding checks that are more that 2 years old will be written off at the end of each year as will bad checks for which there is no hope of recovery. This will make the bank reconciliation process less time consuming. Ledger adjustments that are required as a result of the reconciliation process will be posted monthly. This will eliminate the need to carry adjustments forward from one month to the next on the bank reconciliation and will facilitate monthly reconciliations. Either the Comptroller or the Assistant Comptroller will sign off on the reconciliation each month.

*Anthony Ricca*  
*February 22, 2011*

MONROE COUNTY COMMUNITY SCHOOL CORPORATION  
EXIT CONFERENCE

The contents of this report were discussed on February 22, 2011, with Timothy Thrasher, Comptroller/Treasurer; Dr. Timothy F. Hyland, Interim Superintendent of Schools; and Jim Muehling, President of the School Board. The official response has been made a part of this report and may be found on page 82.



## Monroe County Community School Corporation

315 North Drive, Bloomington, IN 47401 – 812-330-7700 \* FAX 812-330-7813 www.mccsc.edu

### OFFICIAL RESPONSE

March 3, 2011

State Board of Accounts  
302 Washington St., Room E418  
Indianapolis, Indiana 46204-2765  
ATTN: Bruce A. Hartman, State Examiner

Dear Mr. Hartman,

The Monroe County Community School Corporation is providing the following information to be included in the Audit Report for the period ending June 30, 2010:

The Monroe County Community School Corporation is addressing the issues identified in the audit report and plans to comply with the recommendations contained in the report beginning immediately.

Staff members have been advised of the audit exceptions associated with their areas of responsibility. We will comply with the recommendations contained in the audit report. The only area in which we anticipate problems with compliance is with respect to overdrawn cash balances in school corporation funds. Some grants operate on a reimbursement basis. Expenditures must be made and reimbursement requested from the grantor agency. Late tax settlements have been a consistent problem in recent years. When there is sufficient cash in some tax supported funds to permit transfers to funds that are overdrawn, such transfers will be made. It is very difficult to maintain a positive cash balance in the Textbook Rental Fund due to the timing of income and expenditures.

We are placing particular emphasis on completing bank reconciliations on a current basis. We were able to make substantial progress on completing reconciliations between the ledgers and the bank as of June 30, 2009 and June 30, 2010. However, it was after the Field Examiner had completed her field work. There was still some variance to resolve but I believe it was sufficiently small that it would be considered to not be material in terms of the Board of Accounts being able to state an opinion on the accuracy of the Form 9.

We appreciate the professionalism shown by our Field Examiner and take her recommendations seriously.

Sincerely,

A handwritten signature in black ink, appearing to read "Timothy Thrasher".

Timothy Thrasher  
Comptroller