

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

ZIONSVILLE COMMUNITY SCHOOLS
BOONE COUNTY, INDIANA

July 1, 2009 to June 30, 2011



FILED
03/02/2012

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Michael Shafer	07-01-09 to 06-30-12
Superintendent of Schools	Scott Robison	07-01-09 to 06-30-12
President of the School Board	Jon Cravens Robert Wingerter	07-01-09 to 06-30-10 07-01-10 to 06-30-12



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

TO: THE OFFICIALS OF THE ZIONSVILLE COMMUNITY SCHOOLS, BOONE COUNTY, INDIANA

We have audited the accompanying financial statement of the Zionsville Community Schools (School Corporation), for the years ended June 30, 2010 and 2011. This financial statement is the responsibility of the School Corporation's management. Our responsibility is to express an opinion on this financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control over reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note 1, the School Corporation prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting noted above is a different basis than that used in the prior year.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the School Corporation for the years ended June 30, 2010 and 2011, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated January 24, 2012, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statement. 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 financial statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and, in our opinion, is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statement. The Combining Schedules of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the financial statement. The Combining Schedule of Receipts, Disbursements, Other Financing Sources (Uses), and Cash and Investment Balances – Regulatory Basis, 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 financial statement and, accordingly, we express no opinion on them.

The School Corporation's response to the Audit Result and Comment 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.

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

STATE BOARD OF ACCOUNTS

January 24, 2012



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302 WEST WASHINGTON STREET
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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENT
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF THE ZIONSVILLE COMMUNITY SCHOOLS, BOONE COUNTY, INDIANA

We have audited the financial statement of the Zionsville Community Schools (School Corporation), for the years ended June 30, 2010 and 2011, and have issued our report thereon dated January 24, 2012. 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 statement, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over financial reporting.

A deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented or detected and corrected on a timely basis.

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

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENT
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS
(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Corporation's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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

STATE BOARD OF ACCOUNTS

January 24, 2012

FINANCIAL STATEMENT

The financial statement and accompanying notes were prepared by management of the School Corporation. The financial statement and notes are presented as intended by the School Corporation.

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ZIONSVILLE COMMUNITY SCHOOLS
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2010 and 2011

	Cash and Investments 07-01-09	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-10	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-11
General	\$ (1,914,351)	\$ 31,928,898	\$ 29,065,938	\$ 455,956	\$ 1,404,565	\$ 32,577,670	\$ 33,552,482	\$ 130,431	\$ 560,184
Debt Service	208,707	26,523,731	17,295,810	-	9,436,628	17,859,373	18,316,917	-	8,979,084
Retirement/Severance Bond Debt Service	(29,803)	1,177,029	755,820	-	391,406	717,308	756,936	-	351,778
Capital Projects	4,425,166	6,212,195	5,003,748	(3,000,000)	2,633,613	4,208,665	5,053,837	31,745	1,820,186
School Transportation	242,205	4,553,738	2,528,607	-	2,267,336	2,889,647	3,221,413	(59,837)	1,875,733
School Bus Replacement	707,065	109,540	98,827	(600,000)	117,778	125,059	39	(110,981)	131,817
Special Education Preschool	532,322	80,522	142,190	(470,654)	-	-	-	-	-
Rainy Day	-	6,379	-	3,600,000	3,606,379	6,552	-	110,981	3,723,912
Retirement/Severance Bond	392,070	870	251,386	-	141,554	-	150,228	8,674	-
Post-Retirement/Severance Future Benefits	106,575	676	39,473	-	67,778	-	63,199	-	4,579
School Lunch	799,970	2,346,806	2,297,498	-	849,278	2,265,150	2,170,538	-	943,890
Textbook Rental	687,177	1,176,842	952,204	-	911,815	1,221,594	787,627	-	1,345,782
Levy Excess	-	-	-	-	-	97,073	-	(97,073)	-
Special Education	80,411	777,949	835,600	-	22,760	877,793	900,553	-	-
Donations	41,856	67,219	60,348	-	48,727	133,153	57,123	3,852	128,609
Miscellaneous Programs	31,345	82,258	53,901	-	59,702	90,429	104,989	-	45,142
Educational Technology	5,116	-	-	-	5,116	3,852	-	(3,852)	5,116
Gifted and Talented	31,438	57,154	49,333	-	39,259	47,540	52,425	-	34,374
Non-English Speaking Programs P.L. 273-1999	9,894	10,496	2,778	-	17,612	10,719	6,780	-	21,551
School Technology	(139)	42,926	19,141	-	23,646	22,637	19,373	-	26,910
Performance Based Awards	4,551	-	-	-	4,551	-	2,056	-	2,495
Campus Parking	34,068	15,111	22,069	-	27,110	31,105	11,513	-	46,702
Extended Services	11,877	1,222,466	1,220,401	-	13,942	1,564,275	1,341,341	16,077	252,953
Title I 08/09	3,233	11,000	21,752	7,519	-	-	-	-	-
Title I 09/10	-	119,969	112,660	7,179	14,488	5,000	19,488	-	-
Title I 10/11	-	-	-	-	-	99,162	98,918	-	244
Title V	16,648	2,387	-	-	19,035	-	-	-	19,035
Drug Free Schools	31,943	4,515	1,657	-	34,801	-	7,511	-	27,290
Drug Free Schools 00-001	4,515	-	-	-	4,515	-	-	-	4,515
Education for Economic Security	24,934	-	8,618	-	16,316	-	9,652	-	6,664
Safe Haven	32,245	15,577	-	-	47,822	-	-	(47,822)	-
Improving Teaching Quality, No Child Left, Title II, Part A	25,147	109,233	28,138	-	106,242	-	21,109	-	85,133
Title III, Language Instruction	5,244	-	-	-	5,244	-	-	-	5,244
Fiscal Stabilization - Education	2,699,410	1,112,011	3,811,421	-	-	-	-	-	-
Special Education - Part B	(50,365)	533,428	325,697	-	157,366	-	138,771	17,804	36,399
Special Education - Part B - Preschool	-	38,726	30,144	-	8,582	1	1,559	-	7,024
Totals	\$ 9,200,474	\$ 78,339,651	\$ 65,035,159	\$ -	\$ 22,504,966	\$ 64,853,757	\$ 66,866,377	\$ (1)	\$ 20,492,345

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

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT

Note 1. 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 accompanying financial statement presents the financial information for the School Corporation (primary government).

B. Basis of Accounting

The financial statement is reported on a regulatory basis of accounting prescribed by the State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

The regulatory 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.

C. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

D. Receipts

Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

Local sources which include taxes, revenue from local governmental units other than school corporations, transfer tuition, transportation fees, investment income, food services, school corporation activities, revenue from community services activities, and other revenue from local sources.

Intermediate sources which include distributions from the County for fees collected for or on behalf of the School Corporation including educational license plate fees, congressional interest, riverboat distributions, and other similar fees.

State sources which include distributions from the State of Indiana to be used by the School Corporation for various purposes. Included in state sources are unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

Federal sources which include distributions from the federal government to be used by the School Corporation for various purposes. Included in federal sources are unrestricted grants, restricted grants, revenue in lieu of taxes, and revenue for or on behalf of the School Corporation.

Temporary loans which include money received from a loan obtained to pay current expenses prior to the receipt of revenue from taxes levied for that purpose. These loans, sometimes designated tax anticipation warrants, must be repaid from the next semiannual distribution of local property taxes levied for such fund.

Interfund loans which include money temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

Other receipts which include amounts received from various sources which include return of petty cash, return of cash change, insurance claims for losses, sale of securities, and other receipts not listed in another category above.

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

Instruction which includes outflows for regular programs, special programs, adult and continuing education programs, summer school programs, enrichment programs, remediation, and payments to other governmental units.

Support services which include outflows for support services related to students, instruction, general administration, and school administration. It also includes outflows for central services, operation and maintenance of plant services, and student transportation.

Noninstructional services which include outflows for food service operations and community service operations.

Facilities acquisition and construction which includes outflows for the acquisition, development, construction, and improvement of new and existing facilities.

Debt services which include fixed obligations resulting from financial transactions previously entered into by the School Corporation. It includes all expenditures for the reduction of the principal and interest of the School Corporation's general obligation indebtedness.

Nonprogrammed charges which include outflows for donations to foundations, securities purchased, indirect costs, scholarships, and self-insurance payments.

Interfund loans which include money temporarily transferred from one fund to a depleted fund for use in paying current operating expenses. Such advancement shall not be made for a period extending beyond the budget year.

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

F. Other financing sources and uses

Other financing sources and uses are presented in the aggregate on the face of the financial statement. The aggregate other financing sources and uses include the following:

Proceeds of long-term debt which includes money received in relation to the issuance of bonds or other long-term debt issues.

Sale of capital assets which includes money received when land, buildings, or equipment owned by the School Corporation is sold.

Transfers in which includes money received by one fund as a result of transferring money from another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

Transfers out which includes money paid by one fund to another fund. The transfers are used for cash flow purposes as provided by various statutory provisions.

G. Fund Accounting

Separate funds are established, maintained, and reported by the School Corporation. Each fund is used to account for money received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the School Corporation. The money accounted for in a specific fund may only be available for use for certain, legally restricted purposes. Additionally, some funds are used to account for assets held by the School Corporation in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and therefore the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the School Corporation submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied is subject to final approval by the Indiana Department of Local Government Finance.

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the School Corporation in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent 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 normally become delinquent if not paid by May 10 and November 10, respectively.

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

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

State statutes authorize the School Corporation to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 5. Risk Management

The School Corporation may be 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; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third party. The establishment of a self-insurance fund allows the School Corporation to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks. These risks may also be mitigated by the School Corporation by recording as a disbursement and replacement items purchased.

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

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

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

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO FINANCIAL STATEMENT
(Continued)

Indiana Public Retirement System
1 North Capital Street, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

Funding Policy and Annual Pension Cost

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

B. Teachers' Retirement Fund

Plan Description

The Indiana Teachers' Retirement Fund (TRF) is 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 Indiana Public Retirement System (INPRS) Board, most requirements of the system, and gives the School Corporation authority to contribute to the plan. The TRF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent 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.

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

Indiana Public Retirement System
1 North Capital Street, Suite 001
Indianapolis, IN 46204
Ph. (888) 286-3544

Funding Policy and Annual Pension Cost

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

The School Corporation also contributes to additional pension plans unique to the School Corporation. Information regarding these plans may be obtained from the School Corporation.

SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the School Corporation's Financial Reports can be found on the Indiana Department of Education website: <http://mustang.doe.state.in.us/TRENDS/fin.cfm>. This website is maintained by the Indiana Department of Education. More current financial information is available from the School Corporation Treasurer's office.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the Financial Reports of the School Corporation which is referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The supplementary information presented was prepared and/or approved by management of the School Corporation. It is presented as intended by the School Corporation.

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2010

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Special Education Preschool	Rainy Day
Cash and investments - beginning	\$ (1,914,351)	\$ 208,707	\$ (29,803)	\$ 4,425,166	\$ 242,205	\$ 707,065	\$ 532,322	\$ -
Receipts:								
Local sources	816,083	26,523,731	1,177,029	6,212,195	4,553,738	109,540	-	6,379
Intermediate sources	71	-	-	-	-	-	-	-
State sources	31,112,744	-	-	-	-	-	80,522	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>31,928,898</u>	<u>26,523,731</u>	<u>1,177,029</u>	<u>6,212,195</u>	<u>4,553,738</u>	<u>109,540</u>	<u>80,522</u>	<u>6,379</u>
Disbursements:								
Current:								
Instruction	20,485,384	-	-	-	-	-	142,190	-
Support services	7,815,757	5,553	223	3,250,932	2,374,896	98,827	-	-
Noninstructional services	504,274	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	1,752,816	-	-	-	-
Debt services	195,044	17,290,257	755,597	-	153,711	-	-	-
Nonprogrammed charges	65,479	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>29,065,938</u>	<u>17,295,810</u>	<u>755,820</u>	<u>5,003,748</u>	<u>2,528,607</u>	<u>98,827</u>	<u>142,190</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>2,862,960</u>	<u>9,227,921</u>	<u>421,209</u>	<u>1,208,447</u>	<u>2,025,131</u>	<u>10,713</u>	<u>(61,668)</u>	<u>6,379</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	470,654	-	-	-	-	-	-	3,600,000
Transfers out	(14,698)	-	-	(3,000,000)	-	(600,000)	(470,654)	-
Total other financing sources (uses)	<u>455,956</u>	<u>-</u>	<u>-</u>	<u>(3,000,000)</u>	<u>-</u>	<u>(600,000)</u>	<u>(470,654)</u>	<u>3,600,000</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>3,318,916</u>	<u>9,227,921</u>	<u>421,209</u>	<u>(1,791,553)</u>	<u>2,025,131</u>	<u>(589,287)</u>	<u>(532,322)</u>	<u>3,606,379</u>
Cash and investments - ending	<u>\$ 1,404,565</u>	<u>\$ 9,436,628</u>	<u>\$ 391,406</u>	<u>\$ 2,633,613</u>	<u>\$ 2,267,336</u>	<u>\$ 117,778</u>	<u>\$ -</u>	<u>\$ 3,606,379</u>

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2010
 (Continued)

	Retirement/ Severance Bond	Post Retirement/ Severance Future Benefits	School Lunch	Textbook Rental	Levy Excess	Special Education	Donations	Miscellaneous Programs
Cash and investments - beginning	\$ 392,070	\$ 106,575	\$ 799,970	\$ 687,177	\$ -	\$ 80,411	\$ 41,856	\$ 31,345
Receipts:								
Local sources	870	676	2,057,104	1,130,316	-	195,263	67,219	82,258
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	46,526	-	-	-	-
Federal sources	-	-	289,702	-	-	582,686	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>870</u>	<u>676</u>	<u>2,346,806</u>	<u>1,176,842</u>	<u>-</u>	<u>777,949</u>	<u>67,219</u>	<u>82,258</u>
Disbursements:								
Current:								
Instruction	251,107	39,473	-	1,397	-	835,600	41,585	48,696
Support services	279	-	5,487	950,807	-	-	18,649	5,205
Noninstructional services	-	-	2,162,789	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	114	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	129,222	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-	-
Total disbursements	<u>251,386</u>	<u>39,473</u>	<u>2,297,498</u>	<u>952,204</u>	<u>-</u>	<u>835,600</u>	<u>60,348</u>	<u>53,901</u>
Excess (deficiency) of receipts over disbursements	<u>(250,516)</u>	<u>(38,797)</u>	<u>49,308</u>	<u>224,638</u>	<u>-</u>	<u>(57,651)</u>	<u>6,871</u>	<u>28,357</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<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>(250,516)</u>	<u>(38,797)</u>	<u>49,308</u>	<u>224,638</u>	<u>-</u>	<u>(57,651)</u>	<u>6,871</u>	<u>28,357</u>
Cash and investments - ending	<u>\$ 141,554</u>	<u>\$ 67,778</u>	<u>\$ 849,278</u>	<u>\$ 911,815</u>	<u>\$ -</u>	<u>\$ 22,760</u>	<u>\$ 48,727</u>	<u>\$ 59,702</u>

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2010
 (Continued)

	Educational Technology	Gifted and Talented	Non-English Speaking Programs P.L. 273-1999	School Technology	Performance Based Awards	Campus Parking	Extended Services
Cash and investments - beginning	\$ 5,116	\$ 31,438	\$ 9,894	\$ (139)	\$ 4,551	\$ 34,068	\$ 11,877
Receipts:							
Local sources	-	27,906	-	-	-	15,111	1,222,466
Intermediate sources	-	-	-	-	-	-	-
State sources	-	29,248	10,496	-	-	-	-
Federal sources	-	-	-	42,926	-	-	-
Temporary loans	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	<u>-</u>	<u>57,154</u>	<u>10,496</u>	<u>42,926</u>	<u>-</u>	<u>15,111</u>	<u>1,222,466</u>
Disbursements:							
Current:							
Instruction	-	49,333	-	6,080	-	-	269,272
Support services	-	-	2,778	-	-	22,069	30,609
Noninstructional services	-	-	-	-	-	-	920,520
Facilities acquisition and construction	-	-	-	13,061	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>49,333</u>	<u>2,778</u>	<u>19,141</u>	<u>-</u>	<u>22,069</u>	<u>1,220,401</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>7,821</u>	<u>7,718</u>	<u>23,785</u>	<u>-</u>	<u>(6,958)</u>	<u>2,065</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<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>-</u>	<u>7,821</u>	<u>7,718</u>	<u>23,785</u>	<u>-</u>	<u>(6,958)</u>	<u>2,065</u>
Cash and investments - ending	<u>\$ 5,116</u>	<u>\$ 39,259</u>	<u>\$ 17,612</u>	<u>\$ 23,646</u>	<u>\$ 4,551</u>	<u>\$ 27,110</u>	<u>\$ 13,942</u>

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2010
 (Continued)

	Title I 08/09	Title I 09/10	Title I 10/11	Title V	Drug Free Schools	Drug Free Schools 00-001	Education for Economic Security
Cash and investments - beginning	\$ 3,233	\$ -	\$ -	\$ 16,648	\$ 31,943	\$ 4,515	\$ 24,934
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	11,000	119,969	-	2,387	4,515	-	-
Temporary loans	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	<u>11,000</u>	<u>119,969</u>	<u>-</u>	<u>2,387</u>	<u>4,515</u>	<u>-</u>	<u>-</u>
Disbursements:							
Current:							
Instruction	21,752	63,514	-	-	1,657	-	8,618
Support services	-	47,318	-	-	-	-	-
Noninstructional services	-	1,828	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	<u>21,752</u>	<u>112,660</u>	<u>-</u>	<u>-</u>	<u>1,657</u>	<u>-</u>	<u>8,618</u>
Excess (deficiency) of receipts over disbursements	<u>(10,752)</u>	<u>7,309</u>	<u>-</u>	<u>2,387</u>	<u>2,858</u>	<u>-</u>	<u>(8,618)</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	14,698	7,179	-	-	-	-	-
Transfers out	(7,179)	-	-	-	-	-	-
Total other financing sources (uses)	<u>7,519</u>	<u>7,179</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>(3,233)</u>	<u>14,488</u>	<u>-</u>	<u>2,387</u>	<u>2,858</u>	<u>-</u>	<u>(8,618)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 14,488</u>	<u>\$ -</u>	<u>\$ 19,035</u>	<u>\$ 34,801</u>	<u>\$ 4,515</u>	<u>\$ 16,316</u>

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2010
 (Continued)

	Safe Haven	Improving Teaching Quality No Child Left Title II, Part A	Title III Language Instruction	Fiscal Stabilization Education	Special Education Part B	Special Education Part B Preschool	Totals
Cash and investments - beginning	\$ 32,245	\$ 25,147	\$ 5,244	\$ 2,699,410	\$ (50,365)	\$ -	\$ 9,200,474
Receipts:							
Local sources	-	-	-	-	-	-	44,197,884
Intermediate sources	-	-	-	-	-	-	71
State sources	-	-	-	-	-	-	31,279,536
Federal sources	15,577	109,233	-	1,112,011	533,428	38,726	2,862,160
Temporary loans	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	<u>15,577</u>	<u>109,233</u>	<u>-</u>	<u>1,112,011</u>	<u>533,428</u>	<u>38,726</u>	<u>78,339,651</u>
Disbursements:							
Current:							
Instruction	-	28,138	-	3,355,487	325,697	30,144	26,005,124
Support services	-	-	-	455,507	-	-	15,084,896
Noninstructional services	-	-	-	427	-	-	3,589,838
Facilities acquisition and construction	-	-	-	-	-	-	1,765,991
Debt services	-	-	-	-	-	-	18,394,609
Nonprogrammed charges	-	-	-	-	-	-	194,701
Interfund loans	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>28,138</u>	<u>-</u>	<u>3,811,421</u>	<u>325,697</u>	<u>30,144</u>	<u>65,035,159</u>
Excess (deficiency) of receipts over disbursements	<u>15,577</u>	<u>81,095</u>	<u>-</u>	<u>(2,699,410)</u>	<u>207,731</u>	<u>8,582</u>	<u>13,304,492</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	4,092,531
Transfers out	-	-	-	-	-	-	(4,092,531)
Total other financing sources (uses)	<u>-</u>	<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>15,577</u>	<u>81,095</u>	<u>-</u>	<u>(2,699,410)</u>	<u>207,731</u>	<u>8,582</u>	<u>13,304,492</u>
Cash and investments - ending	<u>\$ 47,822</u>	<u>\$ 106,242</u>	<u>\$ 5,244</u>	<u>\$ -</u>	<u>\$ 157,366</u>	<u>\$ 8,582</u>	<u>\$ 22,504,966</u>

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2011

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Special Education Preschool	Rainy Day
Cash and investments - beginning	\$ 1,404,565	\$ 9,436,628	\$ 391,406	\$ 2,633,613	\$ 2,267,336	\$ 117,778	\$ -	\$ 3,606,379
Receipts:								
Local sources	401,198	17,451,700	717,308	4,071,360	2,889,647	125,059	-	6,552
Intermediate sources	1,296	-	-	-	-	-	-	-
State sources	32,175,176	407,673	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	137,305	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>32,577,670</u>	<u>17,859,373</u>	<u>717,308</u>	<u>4,208,665</u>	<u>2,889,647</u>	<u>125,059</u>	<u>-</u>	<u>6,552</u>
Disbursements:								
Current:								
Instruction	24,487,948	-	-	-	-	-	-	-
Support services	8,622,118	-	-	3,988,803	3,221,413	39	-	-
Noninstructional services	377,761	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	861,905	-	-	-	-
Debt services	-	18,316,917	756,936	-	-	-	-	-
Nonprogrammed charges	64,655	-	-	-	-	-	-	-
Interfund loans	-	-	-	203,129	-	-	-	-
Total disbursements	<u>33,552,482</u>	<u>18,316,917</u>	<u>756,936</u>	<u>5,053,837</u>	<u>3,221,413</u>	<u>39</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(974,812)</u>	<u>(457,544)</u>	<u>(39,628)</u>	<u>(845,172)</u>	<u>(331,766)</u>	<u>125,020</u>	<u>-</u>	<u>6,552</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	156,910	-	-	31,745	97,073	-	-	110,981
Transfers out	(26,479)	-	-	-	(156,910)	(110,981)	-	-
Total other financing sources (uses)	<u>130,431</u>	<u>-</u>	<u>-</u>	<u>31,745</u>	<u>(59,837)</u>	<u>(110,981)</u>	<u>-</u>	<u>110,981</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(844,381)</u>	<u>(457,544)</u>	<u>(39,628)</u>	<u>(813,427)</u>	<u>(391,603)</u>	<u>14,039</u>	<u>-</u>	<u>117,533</u>
Cash and investments - ending	<u>\$ 560,184</u>	<u>\$ 8,979,084</u>	<u>\$ 351,778</u>	<u>\$ 1,820,186</u>	<u>\$ 1,875,733</u>	<u>\$ 131,817</u>	<u>\$ -</u>	<u>\$ 3,723,912</u>

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2011
 (Continued)

	Retirement/ Severance Bond	Post Retirement/ Severance Future Benefits	School Lunch	Textbook Rental	Levy Excess	Special Education	Donations	Miscellaneous Programs
Cash and investments - beginning	\$ 141,554	\$ 67,778	\$ 849,278	\$ 911,815	\$ -	\$ 22,760	\$ 48,727	\$ 59,702
Receipts:								
Local sources	-	-	1,992,254	1,176,865	97,073	-	133,153	90,429
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	68,110	44,729	-	-	-	-
Federal sources	-	-	204,391	-	-	695,855	-	-
Temporary loans	-	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	181,938	-	-
Other	-	-	395	-	-	-	-	-
Total receipts	<u>-</u>	<u>-</u>	<u>2,265,150</u>	<u>1,221,594</u>	<u>97,073</u>	<u>877,793</u>	<u>133,153</u>	<u>90,429</u>
Disbursements:								
Current:								
Instruction	150,228	63,199	-	1,969	-	784,439	43,885	101,390
Support services	-	-	14,979	785,658	-	-	12,982	3,599
Noninstructional services	-	-	2,131,942	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	256	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	23,617	-	-	-	-	-
Interfund loans	-	-	-	-	-	116,114	-	-
Total disbursements	<u>150,228</u>	<u>63,199</u>	<u>2,170,538</u>	<u>787,627</u>	<u>-</u>	<u>900,553</u>	<u>57,123</u>	<u>104,989</u>
Excess (deficiency) of receipts over disbursements	<u>(150,228)</u>	<u>(63,199)</u>	<u>94,612</u>	<u>433,967</u>	<u>97,073</u>	<u>(22,760)</u>	<u>76,030</u>	<u>(14,560)</u>
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	8,674	-	-	-	-	-	3,852	-
Transfers out	-	-	-	-	(97,073)	-	-	-
Total other financing sources (uses)	<u>8,674</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(97,073)</u>	<u>-</u>	<u>3,852</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(141,554)</u>	<u>(63,199)</u>	<u>94,612</u>	<u>433,967</u>	<u>-</u>	<u>(22,760)</u>	<u>79,882</u>	<u>(14,560)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 4,579</u>	<u>\$ 943,890</u>	<u>\$ 1,345,782</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 128,609</u>	<u>\$ 45,142</u>

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2011
 (Continued)

	Educational Technology	Gifted and Talented	Non-English Speaking Programs P.L. 273-1999	School Technology	Performance Based Awards	Campus Parking	Extended Services
Cash and investments - beginning	\$ 5,116	\$ 39,259	\$ 17,612	\$ 23,646	\$ 4,551	\$ 27,110	\$ 13,942
Receipts:							
Local sources	3,852	-	-	130	-	31,105	1,564,275
Intermediate sources	-	-	-	-	-	-	-
State sources	-	47,540	10,719	-	-	-	-
Federal sources	-	-	-	22,507	-	-	-
Temporary loans	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	<u>3,852</u>	<u>47,540</u>	<u>10,719</u>	<u>22,637</u>	<u>-</u>	<u>31,105</u>	<u>1,564,275</u>
Disbursements:							
Current:							
Instruction	-	52,425	-	-	-	-	213,835
Support services	-	-	6,780	-	2,056	11,513	7,068
Noninstructional services	-	-	-	-	-	-	1,120,438
Facilities acquisition and construction	-	-	-	19,373	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>52,425</u>	<u>6,780</u>	<u>19,373</u>	<u>2,056</u>	<u>11,513</u>	<u>1,341,341</u>
Excess (deficiency) of receipts over disbursements	<u>3,852</u>	<u>(4,885)</u>	<u>3,939</u>	<u>3,264</u>	<u>(2,056)</u>	<u>19,592</u>	<u>222,934</u>
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	16,077
Transfers out	(3,852)	-	-	-	-	-	-
Total other financing sources (uses)	<u>(3,852)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,077</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>-</u>	<u>(4,885)</u>	<u>3,939</u>	<u>3,264</u>	<u>(2,056)</u>	<u>19,592</u>	<u>239,011</u>
Cash and investments - ending	<u>\$ 5,116</u>	<u>\$ 34,374</u>	<u>\$ 21,551</u>	<u>\$ 26,910</u>	<u>\$ 2,495</u>	<u>\$ 46,702</u>	<u>\$ 252,953</u>

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2011
 (Continued)

	Title I 08/09	Title I 09/10	Title I 10/11	Title V	Drug Free Schools	Drug Free Schools 00-001	Education for Economic Security
Cash and investments - beginning	\$ -	\$ 14,488	\$ -	\$ 19,035	\$ 34,801	\$ 4,515	\$ 16,316
Receipts:							
Local sources	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	-	5,000	77,971	-	-	-	-
Temporary loans	-	-	-	-	-	-	-
Interfund loans	-	-	21,191	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	-	5,000	99,162	-	-	-	-
Disbursements:							
Current:							
Instruction	-	10,794	58,617	-	7,511	-	9,652
Support services	-	7,101	18,503	-	-	-	-
Noninstructional services	-	1,593	607	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Interfund loans	-	-	21,191	-	-	-	-
Total disbursements	-	19,488	98,918	-	7,511	-	9,652
Excess (deficiency) of receipts over disbursements	-	(14,488)	244	-	(7,511)	-	(9,652)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(14,488)	244	-	(7,511)	-	(9,652)
Cash and investments - ending	\$ -	\$ -	\$ 244	\$ 19,035	\$ 27,290	\$ 4,515	\$ 6,664

ZIONSVILLE COMMUNITY SCHOOLS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2011
 (Continued)

	Safe Haven	Improving Teaching Quality No Child Left Title II, Part A	Title III Language Instruction	Fiscal Stabilization Education	Special Education Part B	Special Education Part B Preschool	Totals
Cash and investments - beginning	\$ 47,822	\$ 106,242	\$ 5,244	\$ -	\$ 157,366	\$ 8,582	\$ 22,504,966
Receipts:							
Local sources	-	-	-	-	-	-	30,751,960
Intermediate sources	-	-	-	-	-	-	1,296
State sources	-	-	-	-	-	-	32,753,947
Federal sources	-	-	-	-	-	1	1,005,725
Temporary loans	-	-	-	-	-	-	-
Interfund loans	-	-	-	-	-	-	340,434
Other	-	-	-	-	-	-	395
Total receipts	-	-	-	-	-	1	64,853,757
Disbursements:							
Current:							
Instruction	-	21,109	-	-	138,771	1,559	26,147,331
Support services	-	-	-	-	-	-	16,702,612
Noninstructional services	-	-	-	-	-	-	3,632,341
Facilities acquisition and construction	-	-	-	-	-	-	881,534
Debt services	-	-	-	-	-	-	19,073,853
Nonprogrammed charges	-	-	-	-	-	-	88,272
Interfund loans	-	-	-	-	-	-	340,434
Total disbursements	-	21,109	-	-	138,771	1,559	66,866,377
Excess (deficiency) of receipts over disbursements	-	(21,109)	-	-	(138,771)	(1,558)	(2,012,620)
Other financing sources (uses):							
Proceeds of long-term debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	17,804	-	443,116
Transfers out	(47,822)	-	-	-	-	-	(443,117)
Total other financing sources (uses)	(47,822)	-	-	-	17,804	-	(1)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(47,822)	(21,109)	-	-	(120,967)	(1,558)	(2,012,621)
Cash and investments - ending	\$ -	\$ 85,133	\$ 5,244	\$ -	\$ 36,399	\$ 7,024	\$ 20,492,345

ZIONSVILLE COMMUNITY SCHOOLS
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF CAPITAL ASSETS
 June 30, 2011

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	\$ 13,769,903
Buildings	208,314,381
Improvements other than buildings	27,850
Machinery and equipment	<u>8,933,364</u>
 Total governmental activities, capital assets not being depreciated	 <u><u>\$ 231,045,498</u></u>

ZIONSVILLE COMMUNITY SCHOOLS
 SUPPLEMENTARY INFORMATION
 SCHEDULE OF LONG-TERM DEBT
 June 30, 2011

The School has entered into the following debt:

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:		
Capital leases:		
Lease Rental of 1999 Capital Appreciation Bonds	\$ 2,661,989	\$ -
Lease Rental of 2000 Capital Appreciation Bonds	459,631	-
Lease Rental of 2002 Capital Appreciation Bonds	5,501,138	-
Lease Rental of 2003A	2,160,000	1,130,000
Lease Rental of 2003Z	4,872,853	1,032,500
Lease Rental of 2005A	62,330,000	3,807,000
Lease Rental of 2005Z	48,900,054	2,613,500
Lease Rental Refunding of 2005Z	13,755,000	2,647,000
Lease Rental Refunding of 2007	27,865,000	1,396,000
Lease Rental Refunding of 2009	17,600,000	2,386,000
Lease Rental Refunding of 2011	22,830,000	3,277,000
Bonds payable:		
General obligation bonds:		
2004 Pension Bonds	6,930,000	757,069
Total governmental activities debt	\$ 215,865,665	\$ 19,046,069

ZIONSVILLE COMMUNITY SCHOOLS
AUDIT RESULT AND COMMENT

CONDITION OF RECORDS (Applies to Stonegate Elementary)

The following items were noted during the audit:

1. The Faculty Fund was overdrawn \$152.54 at June 30, 2011; however, this is not a recurring issue, and has been corrected in the period subsequent to the audit.
2. The revenues and expenses of the Yearbook sales were accounted for in the Faculty Fund. The sales produced a student driven profit of \$435.00. This money should be accounted for in the Student Activities fund, and be available for student expenditures.

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 Extra-Curricular Accounts, Chapter 7)

Sources and uses of funds should be limited to those authorized by the enabling statute, ordinance, resolution, or grant agreement. (Accounting and Uniform Compliance Guidelines Manual for Extra-Curricular Accounts, Chapter 7)

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

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 ZIONSVILLE COMMUNITY SCHOOLS, BOONE COUNTY, INDIANA

Compliance

We have audited the compliance of the Zionsville Community Schools (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, 2010 and 2011. 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, 2010 and 2011.

Internal Control Over Compliance

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 and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 deficiency in 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 and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

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

STATE BOARD OF ACCOUNTS

January 24, 2012

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The Schedule of Expenditures of Federal Awards and accompanying notes presented were prepared by management of the School Corporation. The schedule and notes are presented as intended by the School Corporation.

ZIONSVILLE COMMUNITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended June 30, 2010 and 2011

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 06-30-10	Total Federal Awards Expended 06-30-11
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553	FY 09-11	\$ 449	\$ 1,160
National School Lunch Program	10.555	FY 09-11	<u>289,253</u>	<u>203,231</u>
Total for federal grantor agency			<u>289,702</u>	<u>204,391</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>				
Pass-Through Indiana Department of Education				
Title I, Part A Cluster				
Title I Grants to Local Educational Agencies	84.010			
FY 08-09		08-0630	21,752	-
FY 09-10		09-0630	112,659	19,488
FY 10-11		10-0630	<u>-</u>	<u>77,727</u>
Total for cluster			<u>134,411</u>	<u>97,215</u>
Pass-Through Metropolitan School District of Wayne Township, Marion County				
Special Education Cluster (IDEA)				
Special Education - Grants to States	84.027	FY 09-11	814,285	763,309
Special Education - Preschool Grants	84.173	FY 09-11	21,315	21,130
ARRA - Special Education - Grants to States, Recovery Act	84.391	FY 09-11	325,697	138,771
ARRA - Special Education - Preschool Grants, Recovery Act	84.392	FY 09-11	<u>30,144</u>	<u>1,559</u>
Total for cluster			<u>1,191,441</u>	<u>924,769</u>
Pass-Through Indiana Department of Education				
State Fiscal Stabilization Fund Cluster				
ARRA-State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	84.394	FY 09-10	<u>3,811,420</u>	-
Safe and Drug-Free Schools and Communities - State Grants	84.186	FY 09-11	<u>1,657</u>	<u>7,511</u>
Improving Teacher Quality State Grants	84.367			
FY 07-09		FY 07-09	8,618	9,652
FY 08-10		FY 08-10	<u>28,138</u>	<u>21,109</u>
Total for program			<u>36,756</u>	<u>30,761</u>
Total for federal grantor agency			<u>5,175,685</u>	<u>1,060,256</u>
Total federal awards expended			<u>\$ 5,465,387</u>	<u>\$ 1,264,647</u>

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

ZIONSVILLE COMMUNITY SCHOOLS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Zionsville 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 statement. 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 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.

Note 2. Noncash Assistance

The School Corporation expended the following amount of noncash assistance for the years ending June 30, 2010 and 2011. This noncash assistance is also included in the federal expenditures presented in the schedule.

Program Title	Federal CFDA Number	2010	2011
National School Lunch Program	10.555	\$ 72,603	\$ 110,934

ZIONSVILLE COMMUNITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiency identified?	none reported
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	no

Identification of Major Programs:

Name of Federal Program or Cluster
Special Education Cluster (IDEA)
State Fiscal Stabilization Fund Cluster

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

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

ZIONSVILLE COMMUNITY SCHOOLS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

ZIONSVILLE COMMUNITY SCHOOLS
EXIT CONFERENCE

The contents of this report were discussed on January 26, 2012, with Scott Robison, Superintendent of Schools; Michael Shafer, Treasurer; and Rebecca Edlin, Controller. The Official Response has been made a part of this report and may be found on page 39.

Zionsville Community Schools

900 Mulberry Street • Zionsville, Indiana 46077 • Phone: 317-873-2858 Fax: 317-873-8003 • www.zcs.k12.in.us

Executive Leadership Team

SCOTT ROBISON, Ph.D., *Superintendent of Schools*
ROBERT BOSTWICK, M.S., *Executive Director of Operations*
MICHAEL SHAFER, C.P.A., *Chief Financial Officer*
CATHY FUELLING, M.S., *Director of Unified Student Services*
PATTI BOSTWICK, B.S., *Chief Technology Officer*



Board of School Trustees

ROBERT WINGERTER, C.P.A., J.D., *President*
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BILL STANCZYKIEWICZ, M.A., *Member*
JAMES LONGEST, PE, PLS, *Member*

January 31, 2012

Mr. Bruce Hartman, C.P.A., State Examiner
Indiana State Board of Accounts
Room E-418, 302 West Washington St.
Indianapolis, IN 46204

Dear Mr. Hartman:

Field Examiners from your staff have recently completed an audit of the Zionsville Community Schools. This was a routine biennial audit as provided for under IC 5-11-1-25. The field examiners who performed our audit were extremely courteous, professional, and helpful. We appreciate their efforts, and hope that you will convey our deepest thanks to them and to their supervisor.

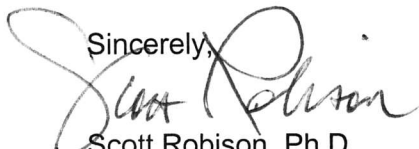
We were very pleased that there were no audit findings related to the school corporation itself.

However, one proposed Audit Result and Comment which applies to the extra-curricular accounts of one of our elementary schools was presented to us at the audit exit conference. This extra-curricular audit exception noted an instance in which certain receipts were deposited to and expended from the wrong extra-curricular fund, with the fund used incorrectly then being over-expended by \$152.54 at that particular school building. This response is designed to emphasize that this was a singular mistake and at just one of our schools. Further, we wish to acknowledge that correction was warranted and affected.

We have instructed the extra-curricular treasurer involved about the miscue, referencing prior training on such procedures. We have provided this individual additional training in her duties. We will also monitor this situation to ensure future compliance with all applicable rules, regulations, and guidelines. We will continue to provide on-going training and professional development to all of our extra-curricular treasurers.

We believe that these actions have corrected this audit exception and will prevent recurrence.

Sincerely,



Scott Robison, Ph.D.
Superintendent



Michael A. Shafer, C.P.A.
Chief Financial Officer