

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

PRAIRIE HEIGHTS COMMUNITY  
SCHOOL CORPORATION  
LAGRANGE COUNTY, INDIANA

July 1, 2010 to June 30, 2012



**FILED**  
02/26/2013



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Karen Eagleson	07-01-10 to 06-30-13
Superintendent of Schools	Alan Middleton	07-01-10 to 06-30-13
President of the School Board	Michael Howe	07-01-10 to 12-31-13



**STATE OF INDIANA**  
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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE PRAIRIE HEIGHTS COMMUNITY  
SCHOOL CORPORATION, LAGRANGE COUNTY, INDIANA

We have audited the accompanying financial statement of the Prairie Heights Community School Corporation (School Corporation), for the period of July 1, 2010 to June 30, 2012. 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 opinion.

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 effects on the financial statement of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material. The basis of accounting noted above is a different basis than that used in the prior period.

In our opinion, because of the matter discussed in the preceding paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position and results of operations of the School Corporation for the period of July 1, 2010 to June 30, 2012.

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 period of July 1, 2010 to June 30, 2012, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated February 7, 2013, 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

INDEPENDENT AUDITOR'S REPORT  
(Continued)

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 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 is the responsibility of management and was derived from and relates directly to the underlying accounting and other reports used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards 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 Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They 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.

STATE BOARD OF ACCOUNTS

February 7, 2013



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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 PRAIRIE HEIGHTS COMMUNITY  
SCHOOL CORPORATION, LAGRANGE COUNTY, INDIANA

We have audited the financial statement of the Prairie Heights Community School Corporation (School Corporation), for the period of July 1, 2010 to June 30, 2012, and have issued our report thereon dated February 7, 2013. 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

Management of the School Corporation is responsible for establishing and maintaining effective 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 opinion 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

February 7, 2013

## FINANCIAL STATEMENT

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

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PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For the Years Ended June 30, 2011 and 2012

	Cash and Investments 07-01-10	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-11	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-12
General	\$ 1,910,336	\$ 10,509,163	\$ 10,624,317	\$ (259,818)	\$ 1,535,364	\$ 10,009,363	\$ 9,577,013	\$ 24,329	\$ 1,992,043
Debt Service	1,046,184	985,611	1,435,287	3,147	599,655	753,924	825,894	-	527,685
Retirement/Bonds	130,257	229,940	219,684	-	140,513	215,738	221,703	-	134,548
Capital Projects	872,503	1,681,364	1,552,844	(115,859)	885,164	1,599,126	1,973,519	-	510,771
Transportation Operating	980,710	1,458,764	1,460,219	(79,813)	899,442	1,469,328	1,376,869	(50,000)	941,901
School Bus Replacement	248,762	245,534	184,384	1,700	311,612	195,097	260,728	-	245,981
Rainy Day	-	-	-	500,000	500,000	-	-	50,000	550,000
Pension Trust	88,450	-	88,450	-	-	-	-	-	-
School Lunch	104,807	629,654	607,496	-	126,965	675,037	613,586	-	188,416
Textbook Rental	113,720	277,472	229,303	-	161,889	242,547	263,513	-	140,923
Levy Excess	12,643	16,555	-	(29,198)	-	-	-	-	-
Educational License Plates	863	675	1,500	-	38	431	319	-	150
Angola Rotary Literacy Gift	-	-	-	-	-	600	600	-	-
Extra-Curricular Sports Workers	-	5,440	5,440	-	-	8,957	8,957	-	-
Building Trades Construction	28,363	1,000	5,610	-	23,753	-	23,753	-	-
Damage Reimbursement	665	6,611	6,276	-	1,000	946	1,946	-	-
E-Rate/U.S. Sprint	-	11,486	10,286	-	1,200	14,546	15,693	-	53
Wal Mart/Teacher of the Year	657	500	451	-	706	-	49	-	657
DEKKO Arts Part	-	4,445	3,751	-	694	-	504	-	190
High Ability 2009-2010	12,471	-	12,471	-	-	-	-	-	-
High Ability 2010-2011	-	31,427	12,382	-	19,045	108	6,924	-	12,229
High Ability 2011-2012	-	-	-	-	-	29,983	8,546	-	21,437
Elementary School Outdoor	2,441	1,700	742	-	3,399	-	826	-	2,573
Scholarships and Awards	-	-	-	-	-	3,060	-	-	3,060
Non-English Speaking Program 2010-2011	-	2,660	2,450	-	210	-	210	-	-
Non-English Speaking Program 2011-2012	-	-	-	-	-	2,151	2,151	-	-
School Technology	-	4,275	3,308	-	967	4,274	4,476	-	765
Full Speed Ahead Grant	(7,997)	7,998	13,174	-	(13,173)	25,901	12,728	-	-
Community Foundation Grant	721	-	721	-	-	-	-	-	-
Excess PTRC Distribution	37,755	-	17,778	(19,977)	-	30,099	-	-	30,099
Wellness Grant	8,433	16,390	11,522	-	13,301	31,163	20,344	-	24,120
Title I 2008-2009	386	-	386	-	-	-	-	-	-
Title I 2011-2012	-	-	-	-	-	101,573	110,495	-	(8,922)
Title I 2010-2011	-	82,485	124,738	6,781	(35,472)	59,862	24,390	-	-
Title I 2009-2010	33,250	-	26,469	(6,781)	-	-	-	-	-
Title V Part A 2002-2003	1,413	-	65	-	1,348	-	183	-	1,165
Drug Free Grant 2008-2009	3,565	-	1,351	-	2,214	-	1,350	-	864
Drug Free Schools 2009 Title IV	4,558	-	-	-	4,558	-	-	-	4,558
Drug Free Schools 2005	1,691	-	1,691	-	-	-	-	-	-
Title II Part A	38,831	23,500	87	-	62,244	-	-	(23,500)	38,744
Title II Part A 7/2010-9/2012	-	-	-	-	-	36,428	64,920	23,500	(4,992)
Title II Part A 2009-2010	51,265	-	-	-	51,265	-	15,680	-	35,585
Title III Bilingual Grant	-	3,920	2,050	-	1,870	2,928	4,070	-	728
Title I LEA Grants Stimulus	5,888	19,822	25,710	-	-	-	-	-	-
Special Education - Part B	14,018	266,645	281,079	-	(416)	5,820	5,404	-	-
Education Jobs 2011-2012	-	-	-	-	-	260,159	291,844	-	(31,685)
Payroll	49,800	2,935,605	2,948,408	-	36,997	3,048,311	3,082,432	-	2,876
<b>Totals</b>	<b>\$ 5,797,409</b>	<b>\$ 19,460,641</b>	<b>\$ 19,921,880</b>	<b>\$ 182</b>	<b>\$ 5,336,352</b>	<b>\$ 18,827,460</b>	<b>\$ 18,821,619</b>	<b>\$ 24,329</b>	<b>\$ 5,366,522</b>

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

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
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.

*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. Receipts are recorded when received and disbursements are recorded when paid.

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 include distributions from the State of Indiana and are 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.

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

Federal sources include distributions from the federal government and are 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.

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.

*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:

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.

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*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 or highway use taxes are received 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.

**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.

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**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.

**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:

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.

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*B. Teacher's Retirement Fund*

*Plan Description*

The Indiana Teacher's 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.

**Note 7. Cash Balance Deficits**

The financial statement contains some funds with deficits in cash. This is a result of grant funds that operate on the reimbursement basis.

## 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 are 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 approved by management of the School Corporation. It is presented as intended by the School Corporation.

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
 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/ Bonds	Capital Projects	Transportation Operating	School Bus Replacement	Rainy Day	Pension Trust	School Lunch	Textbook Rental
Cash and investments - beginning	\$ 1,910,336	\$ 1,046,184	\$ 130,257	\$ 872,503	\$ 980,710	\$ 248,762	\$ -	\$ 88,450	\$ 104,807	\$ 113,720
Receipts:										
Local sources	35,804	985,611	229,940	1,681,364	1,458,764	245,534	-	-	296,407	144,553
Intermediate sources	198	-	-	-	-	-	-	-	-	-
State sources	10,472,992	-	-	-	-	-	-	-	326,188	132,919
Federal sources	-	-	-	-	-	-	-	-	7,059	-
Other	169	-	-	-	-	-	-	-	-	-
Total receipts	<u>10,509,163</u>	<u>985,611</u>	<u>229,940</u>	<u>1,681,364</u>	<u>1,458,764</u>	<u>245,534</u>	<u>-</u>	<u>-</u>	<u>629,654</u>	<u>277,472</u>
Disbursements:										
Current:										
Instruction	8,023,382	-	-	-	-	-	-	86,650	-	-
Support services	2,497,926	-	-	853,765	1,460,219	184,384	-	-	-	229,303
Noninstructional services	91,509	-	-	-	-	-	-	-	607,496	-
Facilities acquisition and construction	11,500	-	-	699,079	-	-	-	1,800	-	-
Debt services	-	1,435,287	219,684	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>10,624,317</u>	<u>1,435,287</u>	<u>219,684</u>	<u>1,552,844</u>	<u>1,460,219</u>	<u>184,384</u>	<u>-</u>	<u>88,450</u>	<u>607,496</u>	<u>229,303</u>
Excess (deficiency) of receipts over disbursements	<u>(115,154)</u>	<u>(449,676)</u>	<u>10,256</u>	<u>128,520</u>	<u>(1,455)</u>	<u>61,150</u>	<u>-</u>	<u>(88,450)</u>	<u>22,158</u>	<u>48,169</u>
Other financing sources (uses):										
Sale of capital assets	182	-	-	-	-	-	-	-	-	-
Transfers in	-	3,147	-	8,141	36,187	1,700	500,000	-	-	-
Transfers out	(260,000)	-	-	(124,000)	(116,000)	-	-	-	-	-
Total other financing sources (uses)	<u>(259,818)</u>	<u>3,147</u>	<u>-</u>	<u>(115,859)</u>	<u>(79,813)</u>	<u>1,700</u>	<u>500,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(374,972)</u>	<u>(446,529)</u>	<u>10,256</u>	<u>12,661</u>	<u>(81,268)</u>	<u>62,850</u>	<u>500,000</u>	<u>(88,450)</u>	<u>22,158</u>	<u>48,169</u>
Cash and investments - ending	<u>\$ 1,535,364</u>	<u>\$ 599,655</u>	<u>\$ 140,513</u>	<u>\$ 885,164</u>	<u>\$ 899,442</u>	<u>\$ 311,612</u>	<u>\$ 500,000</u>	<u>\$ -</u>	<u>\$ 126,965</u>	<u>\$ 161,889</u>

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

	Levy Excess	Educational License Plates	Angola Rotary Literacy Gift	Extra-Curricular Sports Workers	Building Trades Construction	Damage Reimbursement	E-Rate/ U.S. Sprint	Wal Mart/ Teacher of the Year	DEKKO Arts Part	High Ability 2009-2010
Cash and investments - beginning	\$ 12,643	\$ 863	\$ -	\$ -	\$ 28,363	\$ 665	\$ -	\$ 657	\$ -	\$ 12,471
Receipts:										
Local sources	-	-	-	5,440	1,000	-	11,486	-	-	-
Intermediate sources	-	675	-	-	-	-	-	500	4,445	-
State sources	16,555	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	6,611	-	-	-	-
Total receipts	<u>16,555</u>	<u>675</u>	<u>-</u>	<u>5,440</u>	<u>1,000</u>	<u>6,611</u>	<u>11,486</u>	<u>500</u>	<u>4,445</u>	<u>-</u>
Disbursements:										
Current:										
Instruction	-	-	-	5,440	5,610	-	-	451	3,751	12,471
Support services	-	1,500	-	-	-	6,276	10,286	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>1,500</u>	<u>-</u>	<u>5,440</u>	<u>5,610</u>	<u>6,276</u>	<u>10,286</u>	<u>451</u>	<u>3,751</u>	<u>12,471</u>
Excess (deficiency) of receipts over disbursements	<u>16,555</u>	<u>(825)</u>	<u>-</u>	<u>-</u>	<u>(4,610)</u>	<u>335</u>	<u>1,200</u>	<u>49</u>	<u>694</u>	<u>(12,471)</u>
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	<u>(29,198)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(29,198)</u>	<u>-</u>	<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>(12,643)</u>	<u>(825)</u>	<u>-</u>	<u>-</u>	<u>(4,610)</u>	<u>335</u>	<u>1,200</u>	<u>49</u>	<u>694</u>	<u>(12,471)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 38</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,753</u>	<u>\$ 1,000</u>	<u>\$ 1,200</u>	<u>\$ 706</u>	<u>\$ 694</u>	<u>\$ -</u>

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

	High Ability 2010-2011	High Ability 2011-2012	Elementary School Outdoor	Scholarships and Awards	Non-English Speaking Program 2010-2011	Non-English Speaking Program 2011-2012	School Technology	Full Speed Ahead Grant	Community Foundation Grant	Excess PTRC Distribution
Cash and investments - beginning	\$ -	\$ -	\$ 2,441	\$ -	\$ -	\$ -	\$ -	\$ (7,997)	\$ 721	\$ 37,755
Receipts:										
Local sources	-	-	1,700	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	31,427	-	-	-	2,660	-	4,275	-	-	-
Federal sources	-	-	-	-	-	-	-	7,998	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	31,427	-	1,700	-	2,660	-	4,275	7,998	-	-
Disbursements:										
Current:										
Instruction	12,382	-	742	-	2,450	-	-	13,174	721	-
Support services	-	-	-	-	-	-	3,308	-	-	17,778
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	12,382	-	742	-	2,450	-	3,308	13,174	721	17,778
Excess (deficiency) of receipts over disbursements	19,045	-	958	-	210	-	967	(5,176)	(721)	(17,778)
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	(19,977)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	(19,977)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	19,045	-	958	-	210	-	967	(5,176)	(721)	(37,755)
Cash and investments - ending	\$ 19,045	\$ -	\$ 3,399	\$ -	\$ 210	\$ -	\$ 967	\$ (13,173)	\$ -	\$ -

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

	Wellness Grant	Title I 2008-2009	Title I 2011-2012	Title I 2010-2011	Title I 2009-2010	Title V Part A 2002-2003	Drug Free Grant 2008-2009	Drug Free Schools 2009 Title IV	Drug Free Schools 2005
Cash and investments - beginning	\$ 8,433	\$ 386	\$ -	\$ -	\$ 33,250	\$ 1,413	\$ 3,565	\$ 4,558	\$ 1,691
Receipts:									
Local sources	16,390	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	82,485	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	<u>16,390</u>	<u>-</u>	<u>-</u>	<u>82,485</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:									
Current:									
Instruction	-	-	-	124,738	22,021	-	1,351	-	1,691
Support services	11,522	386	-	-	4,448	65	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>11,522</u>	<u>386</u>	<u>-</u>	<u>124,738</u>	<u>26,469</u>	<u>65</u>	<u>1,351</u>	<u>-</u>	<u>1,691</u>
Excess (deficiency) of receipts over disbursements	<u>4,868</u>	<u>(386)</u>	<u>-</u>	<u>(42,253)</u>	<u>(26,469)</u>	<u>(65)</u>	<u>(1,351)</u>	<u>-</u>	<u>(1,691)</u>
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	6,781	-	-	-	-	-
Transfers out	-	-	-	-	(6,781)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,781</u>	<u>(6,781)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>4,868</u>	<u>(386)</u>	<u>-</u>	<u>(35,472)</u>	<u>(33,250)</u>	<u>(65)</u>	<u>(1,351)</u>	<u>-</u>	<u>(1,691)</u>
Cash and investments - ending	<u>\$ 13,301</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (35,472)</u>	<u>\$ -</u>	<u>\$ 1,348</u>	<u>\$ 2,214</u>	<u>\$ 4,558</u>	<u>\$ -</u>

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
 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 II Part A	Title II Part A 7/2010-9/2012	Title II Part A 2009-2010	Title III Bilingual Grant	Title I LEA Grants Stimulus	Special Education- Part B	Education Jobs 2011-2012	Payroll	Totals
Cash and investments - beginning	\$ 38,831	\$ -	\$ 51,265	\$ -	\$ 5,888	\$ 14,018	\$ -	\$ 49,800	\$ 5,797,409
Receipts:									
Local sources	-	-	-	-	-	-	-	-	5,113,993
Intermediate sources	-	-	-	-	-	-	-	-	5,818
State sources	-	-	-	-	-	-	-	-	10,987,016
Federal sources	23,500	-	-	3,920	19,822	266,645	-	-	411,429
Other	-	-	-	-	-	-	-	2,935,605	2,942,385
Total receipts	23,500	-	-	3,920	19,822	266,645	-	2,935,605	19,460,641
Disbursements:									
Current:									
Instruction	-	-	-	2,050	5,888	53,466	-	-	8,378,429
Support services	87	-	-	-	19,822	227,613	-	-	5,528,688
Noninstructional services	-	-	-	-	-	-	-	-	699,005
Facilities acquisition and construction	-	-	-	-	-	-	-	-	712,379
Debt services	-	-	-	-	-	-	-	-	1,654,971
Nonprogrammed charges	-	-	-	-	-	-	-	2,948,408	2,948,408
Total disbursements	87	-	-	2,050	25,710	281,079	-	2,948,408	19,921,880
Excess (deficiency) of receipts over disbursements	23,413	-	-	1,870	(5,888)	(14,434)	-	(12,803)	(461,239)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	182
Transfers in	-	-	-	-	-	-	-	-	555,956
Transfers out	-	-	-	-	-	-	-	-	(555,956)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	182
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	23,413	-	-	1,870	(5,888)	(14,434)	-	(12,803)	(461,057)
Cash and investments - ending	\$ 62,244	\$ -	\$ 51,265	\$ 1,870	\$ -	\$ (416)	\$ -	\$ 36,997	\$ 5,336,352

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2012

	General	Debt Service	Retirement/ Bonds	Capital Projects	Transportation Operating	School Bus Replacement	Rainy Day	Pension Trust	School Lunch	Textbook Rental
Cash and investments - beginning	\$ 1,535,364	\$ 599,655	\$ 140,513	\$ 885,164	\$ 899,442	\$ 311,612	\$ 500,000	\$ -	\$ 126,965	\$ 161,889
Receipts:										
Local sources	45,699	753,924	215,738	1,599,126	1,469,328	195,097	-	-	324,822	133,008
Intermediate sources	11	-	-	-	-	-	-	-	-	-
State sources	9,962,854	-	-	-	-	-	-	-	343,138	109,539
Federal sources	-	-	-	-	-	-	-	-	7,077	-
Other	799	-	-	-	-	-	-	-	-	-
Total receipts	<u>10,009,363</u>	<u>753,924</u>	<u>215,738</u>	<u>1,599,126</u>	<u>1,469,328</u>	<u>195,097</u>	<u>-</u>	<u>-</u>	<u>675,037</u>	<u>242,547</u>
Disbursements:										
Current:										
Instruction	7,128,139	-	-	-	-	-	-	-	-	-
Support services	2,340,487	-	-	1,184,677	1,376,869	260,728	-	-	-	263,513
Noninstructional services	108,387	-	-	-	-	-	-	-	613,586	-
Facilities acquisition and construction	-	-	-	788,842	-	-	-	-	-	-
Debt services	-	825,894	221,703	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>9,577,013</u>	<u>825,894</u>	<u>221,703</u>	<u>1,973,519</u>	<u>1,376,869</u>	<u>260,728</u>	<u>-</u>	<u>-</u>	<u>613,586</u>	<u>263,513</u>
Excess (deficiency) of receipts over disbursements	<u>432,350</u>	<u>(71,970)</u>	<u>(5,965)</u>	<u>(374,393)</u>	<u>92,459</u>	<u>(65,631)</u>	<u>-</u>	<u>-</u>	<u>61,451</u>	<u>(20,966)</u>
Other financing sources (uses):										
Sale of capital assets	24,329	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	50,000	-	-	-
Transfers out	-	-	-	-	(50,000)	-	-	-	-	-
Total other financing sources (uses)	<u>24,329</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(50,000)</u>	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>456,679</u>	<u>(71,970)</u>	<u>(5,965)</u>	<u>(374,393)</u>	<u>42,459</u>	<u>(65,631)</u>	<u>50,000</u>	<u>-</u>	<u>61,451</u>	<u>(20,966)</u>
Cash and investments - ending	<u>\$ 1,992,043</u>	<u>\$ 527,685</u>	<u>\$ 134,548</u>	<u>\$ 510,771</u>	<u>\$ 941,901</u>	<u>\$ 245,981</u>	<u>\$ 550,000</u>	<u>\$ -</u>	<u>\$ 188,416</u>	<u>\$ 140,923</u>

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2012  
 (Continued)

	Levy Excess	Educational License Plates	Angola Rotary Literacy Gift	Extra-Curricular Sports Workers	Building Trades Construction	Damage Reimbursement	E-Rate/ U.S. Sprint	Wal Mart/ Teacher of the Year	DEKKO Arts Part	High Ability 2009-2010
Cash and investments - beginning	\$ -	\$ 38	\$ -	\$ -	\$ 23,753	\$ 1,000	\$ 1,200	\$ 706	\$ 694	\$ -
Receipts:										
Local sources	-	-	600	8,957	-	-	14,546	-	-	-
Intermediate sources	-	431	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	946	-	-	-	-
Total receipts	-	431	600	8,957	-	946	14,546	-	-	-
Disbursements:										
Current:										
Instruction	-	-	-	8,957	23,753	-	-	49	504	-
Support services	-	319	600	-	-	1,946	15,693	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	-	319	600	8,957	23,753	1,946	15,693	49	504	-
Excess (deficiency) of receipts over disbursements	-	112	-	-	(23,753)	(1,000)	(1,147)	(49)	(504)	-
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	112	-	-	(23,753)	(1,000)	(1,147)	(49)	(504)	-
Cash and investments - ending	\$ -	\$ 150	\$ -	\$ -	\$ -	\$ -	\$ 53	\$ 657	\$ 190	\$ -

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2012  
 (Continued)

	High Ability 2010-2011	High Ability 2011-2012	Elementary School Outdoor	Scholarships and Awards	Non-English Speaking Program 2010-2011	Non-English Speaking Program 2011-2012	School Technology	Full Speed Ahead Grant	Community Foundation Grant	Excess PTRC Distribution
Cash and investments - beginning	\$ 19,045	\$ -	\$ 3,399	\$ -	\$ 210	\$ -	\$ 967	\$ (13,173)	\$ -	\$ -
Receipts:										
Local sources	-	-	-	3,060	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	108	29,983	-	-	-	2,151	4,274	-	-	30,099
Federal sources	-	-	-	-	-	-	-	25,901	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	108	29,983	-	3,060	-	2,151	4,274	25,901	-	30,099
Disbursements:										
Current:										
Instruction	6,924	8,546	826	-	210	2,151	-	12,728	-	-
Support services	-	-	-	-	-	-	4,476	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	6,924	8,546	826	-	210	2,151	4,476	12,728	-	-
Excess (deficiency) of receipts over disbursements	(6,816)	21,437	(826)	3,060	(210)	-	(202)	13,173	-	30,099
Other financing sources (uses):										
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(6,816)	21,437	(826)	3,060	(210)	-	(202)	13,173	-	30,099
Cash and investments - ending	\$ 12,229	\$ 21,437	\$ 2,573	\$ 3,060	\$ -	\$ -	\$ 765	\$ -	\$ -	\$ 30,099

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2012  
 (Continued)

	Wellness Grant	Title I 2008-2009	Title I 2011-2012	Title I 2010-2011	Title I 2009-2010	Title V Part A 2002-2003	Drug Free Grant 2008-2009	Drug Free Schools 2009 Title IV	Drug Free Schools 2005
Cash and investments - beginning	\$ 13,301	\$ -	\$ -	\$ (35,472)	\$ -	\$ 1,348	\$ 2,214	\$ 4,558	\$ -
Receipts:									
Local sources	31,163	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	101,573	59,862	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	<u>31,163</u>	<u>-</u>	<u>101,573</u>	<u>59,862</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:									
Current:									
Instruction	-	-	85,511	(18,294)	-	-	1,350	-	-
Support services	20,344	-	24,984	42,684	-	183	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>20,344</u>	<u>-</u>	<u>110,495</u>	<u>24,390</u>	<u>-</u>	<u>183</u>	<u>1,350</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>10,819</u>	<u>-</u>	<u>(8,922)</u>	<u>35,472</u>	<u>-</u>	<u>(183)</u>	<u>(1,350)</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):									
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>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>10,819</u>	<u>-</u>	<u>(8,922)</u>	<u>35,472</u>	<u>-</u>	<u>(183)</u>	<u>(1,350)</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 24,120</u>	<u>\$ -</u>	<u>\$ (8,922)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,165</u>	<u>\$ 864</u>	<u>\$ 4,558</u>	<u>\$ -</u>

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended June 30, 2012  
 (Continued)

	Title II Part A	Title II Part A 7/2010-9/2012	Title II Part A 2009-2010	Title III Bilingual Grant	Title I LEA Grants Stimulus	Special Education- Part B	Education Jobs 2011-2012	Payroll	Totals
Cash and investments - beginning	\$ 62,244	\$ -	\$ 51,265	\$ 1,870	\$ -	\$ (416)	\$ -	\$ 36,997	\$ 5,336,352
Receipts:									
Local sources	-	-	-	-	-	-	-	-	4,795,068
Intermediate sources	-	-	-	-	-	-	-	-	442
State sources	-	-	-	-	-	-	-	-	10,482,146
Federal sources	-	36,428	-	2,928	-	5,820	260,159	-	499,748
Other	-	-	-	-	-	-	-	3,048,311	3,050,056
Total receipts	-	36,428	-	2,928	-	5,820	260,159	3,048,311	18,827,460
Disbursements:									
Current:									
Instruction	-	-	-	4,070	-	-	291,844	-	7,557,268
Support services	-	64,920	15,680	-	-	5,404	-	-	5,623,507
Noninstructional services	-	-	-	-	-	-	-	-	721,973
Facilities acquisition and construction	-	-	-	-	-	-	-	-	788,842
Debt services	-	-	-	-	-	-	-	-	1,047,597
Nonprogrammed charges	-	-	-	-	-	-	-	3,082,432	3,082,432
Total disbursements	-	64,920	15,680	4,070	-	5,404	291,844	3,082,432	18,821,619
Excess (deficiency) of receipts over disbursements	-	(28,492)	(15,680)	(1,142)	-	416	(31,685)	(34,121)	5,841
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	24,329
Transfers in	-	23,500	-	-	-	-	-	-	73,500
Transfers out	(23,500)	-	-	-	-	-	-	-	(73,500)
Total other financing sources (uses)	(23,500)	23,500	-	-	-	-	-	-	24,329
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(23,500)	(4,992)	(15,680)	(1,142)	-	416	(31,685)	(34,121)	30,170
Cash and investments - ending	\$ 38,744	\$ (4,992)	\$ 35,585	\$ 728	\$ -	\$ -	\$ (31,685)	\$ 2,876	\$ 5,366,522

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LEASES AND DEBT  
 June 30, 2012

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 lease:		
Refinancing Model Construction/Renovation Project	\$ 2,060,000	\$ 843,810
Bonds payable:		
General obligation bonds:		
2003 Pension Bonds	690,000	107,620
Total governmental activities long-term debt	\$ 2,750,000	\$ 951,430

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CAPITAL ASSETS  
 For the Year Ended June 30, 2012

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:	
Land	\$ 320,000
Buildings	13,226,025
Improvements other than buildings	942,127
Machinery and equipment	<u>4,927,698</u>
Total capital assets not being depreciated	<u>\$ 19,415,850</u>

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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

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT  
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON  
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF THE PRAIRIE HEIGHTS COMMUNITY  
SCHOOL CORPORATION, LAGRANGE COUNTY, INDIANA

Compliance

We have audited the Prairie Heights Community School Corporation's (School Corporation) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that could have a direct and material effect on each of its major federal programs for the period of July 1, 2010 to June 30, 2012. 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 could have a direct and material effect on each of its major federal programs for the period of July 1, 2010 to June 30, 2012.

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 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 THAT  
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON  
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

February 7, 2013

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#### SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Years Ended June 30, 2011 and 2012

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 06-30-11	Total Federal Awards Expended 06-30-12
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553		\$ 46,952	\$ 9,336
National School Lunch Program	10.555		312,206	388,451
Summer Food Service Program for Children	10.559		<u>18,023</u>	<u>19,291</u>
Total for federal grantor agency			<u>377,181</u>	<u>417,078</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	09-4515	386	-
		10-4515	26,469	-
		11-4515	124,738	24,390
		12-4515	<u>-</u>	<u>101,573</u>
Total for program			<u>151,593</u>	<u>125,963</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389	10-4515	<u>25,710</u>	<u>-</u>
Total for cluster			<u>177,303</u>	<u>125,963</u>
Pass-Through DeKalb County Eastern Community School District				
Special Education Cluster (IDEA)				
ARRA - Special Education - Grants to States, (IDEA, Part B), Recovery Act	84.391	33310-046-SN01	<u>204,018</u>	<u>5,404</u>
Pass-Through Indiana Department of Education				
ARRA - Special Education - Grants to States, (IDEA, Part B), Recovery Act	84.391		<u>77,061</u>	<u>-</u>
Total for cluster			<u>281,079</u>	<u>5,404</u>
Safe and Drug-Free Schools and Communities - State Grants	84.186	05-4515	1,691	-
		09-4515	<u>1,351</u>	<u>1,350</u>
Total for program			<u>3,042</u>	<u>1,350</u>
Pass-Through Lakeland School Corporation				
English Language Acquisition Grants	84.365	FY 10-11	2,050	1,870
		FY 11-12	<u>-</u>	<u>2,200</u>
Total for program			<u>2,050</u>	<u>4,070</u>
Pass-Through Indiana Department of Education				
Improving Teacher Quality State Grants	84.367	FY 08-09	87	-
		FY 09-10	-	15,680
		FY 10-12	<u>-</u>	<u>59,928</u>
Total for program			<u>87</u>	<u>75,608</u>
Education Jobs Fund	84.410		<u>-</u>	<u>260,159</u>
Total for federal grantor agency			<u>463,561</u>	<u>472,554</u>
Total federal awards expended			<u>\$ 840,742</u>	<u>\$ 889,632</u>

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

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
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 Prairie Heights 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, 2011 and 2012. This noncash assistance is also included in the federal expenditures presented in the schedule.

Program Title	Federal CFDA Number	2011	2012
National School Lunch Program	10.555	\$ 55,153	\$ 55,901

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Section I – Summary of Auditor's Results**

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unqualified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiencies 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 \_\_\_\_\_

Child Nutrition Cluster  
Title I, Part A Cluster

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

Auditee qualified as low-risk auditee? no

**Section II – Financial Statement Findings**

No matters are reportable.

**Section III – Federal Award Findings and Questioned Costs**

No matters are reportable.

PRAIRIE HEIGHTS COMMUNITY SCHOOL CORPORATION  
EXIT CONFERENCE

The contents of this report were discussed on February 7, 2012, with Karen Eagleson, Treasurer; Todd Perkins, School Board member; and Alan Middleton, Superintendent of Schools. Our audit disclosed no material items that warrant comment at this time.