

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

RICHMOND COMMUNITY SCHOOLS  
WAYNE COUNTY, INDIANA

July 1, 2010 to June 30, 2012



**FILED**  
02/28/2013



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Robert K. Coddington	07-01-10 to 12-31-13
Superintendent of Schools	Dr. Allen Bourff	07-01-10 to 12-31-13
President of the School Board	Kelly Baumgartner Linda Morgason	07-01-10 to 12-31-12 01-01-13 to 12-31-13



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

TO: THE OFFICIALS OF THE RICHMOND COMMUNITY SCHOOLS, WAYNE COUNTY, INDIANA

We have audited the accompanying financial statement of the Richmond Community Schools (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 January 29, 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 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  
(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 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 Long-Term 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.

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.

STATE BOARD OF ACCOUNTS

January 29, 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 RICHMOND COMMUNITY SCHOOLS, WAYNE COUNTY, INDIANA

We have audited the financial statement of the Richmond Community Schools (School Corporation), for the period of July 1, 2010 to June 30, 2012, and have issued our report thereon dated January 29, 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.

The School Corporation's response 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, the 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 29, 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.

RICHMOND COMMUNITY SCHOOLS  
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	\$ 3,209,865	\$ 37,517,776	\$ 37,526,515	\$ (2,824,949)	\$ 376,177	\$ 37,070,152	\$ 36,693,317	\$ 96,057	\$ 849,069
Debt Service	1,225,744	1,116,968	2,102,292	-	240,420	1,189,005	751,304	300,000	978,121
Retirement/Severance Bond Debt Service	924,272	1,835,939	2,768,495	81,000	72,716	1,655,222	923,414	97,000	901,524
Capital Projects	5,686,451	3,457,803	3,457,768	(1,080,000)	4,606,486	3,170,276	4,591,085	1,302,000	4,487,677
School Transportation	2,375,406	2,307,612	2,285,255	122,028	2,519,791	2,324,494	2,439,191	-	2,405,094
School Bus Replacement	421,366	503,578	533,533	-	391,411	380,595	-	-	772,006
Rainy Day	2,379,648	-	259,700	3,838,000	5,957,948	-	124,162	(1,784,326)	4,049,460
Retirement/Severance Bond	1,202,568	66	402,957	-	799,677	-	325,548	-	474,129
Construction	94,152	-	-	-	94,152	-	-	-	94,152
School Lunch	984,817	2,816,376	2,585,395	-	1,215,798	2,949,546	3,043,456	-	1,121,888
Textbook Rental	262,328	444,699	38,514	-	668,513	448,301	784,618	-	332,196
Levy Excess	-	74,877	-	(74,877)	-	45,100	-	-	45,100
Educational License Plates	5,050	731	-	-	5,781	581	-	-	6,362
Alternative Education	122,908	49,097	31,051	-	140,954	43,556	22,856	-	161,654
Drop Out Prevention Grant	21,948	-	10,408	-	11,540	-	11,352	-	188
Drop Out Prevention Grant 10-11	-	40,000	6,464	-	33,536	-	31,566	-	1,970
Early Intervention Grant	6,260	2,188	8,414	-	34	34,047	33,638	-	443
School Intervention and Career Counseling	5,132	-	-	-	5,132	-	-	-	5,132
Cape Grant RCS	92,380	10,745	48,141	-	54,984	-	47,373	-	7,611
Test Lowes Education Grant	901	-	-	-	901	-	-	-	901
RCS Marketing	-	-	-	-	-	4,200	648	-	3,552
Victory at Test Gannett Grant	110	-	-	-	110	-	-	-	110
Empower Women Thru Literacy	53	-	41	-	12	-	-	-	12
Target Field Trip Grant C/Dale	16	-	-	-	16	2,700	971	-	1,745
Wayne County Foundation	8,585	2,140	1,530	-	9,195	1,729	3,500	-	7,424
Garrison Investment Interest	150	-	-	-	150	-	-	-	150
Scholarship America Grant	-	200	200	-	-	-	-	-	-
Energy Mini-Grant	-	-	-	-	-	250	249	-	1
Adult and Continuing Education Library Grant	15	-	-	-	15	-	-	-	15
Adult Education Local	-	-	-	-	-	45,362	16,671	-	28,691
Spec Education Donations	2,009	-	-	-	2,009	-	-	-	2,009
Boston Run	-	-	-	-	-	500	402	-	98
Cultural Arts Fund	-	48,420	43,420	-	5,000	29,769	31,327	-	3,442
Donations Community Res/Social	41,921	27,768	39,090	-	30,599	36,484	42,592	-	24,491
IREAD K-2	-	-	-	-	-	2,500	2,652	-	(152)
CRR Preschool	665	510	-	-	1,175	1,155	-	-	2,330
Crestdale Preschool	3,185	4,928	-	-	8,113	4,065	50	-	12,128
Starr Preschool	765	1,005	-	-	1,770	1,560	189	-	3,141
Highland Preschool	6,360	4,695	-	-	11,055	4,505	-	-	15,560
Cape Grant LEA	80,579	123	79,918	-	784	6	-	-	790
Preschool - Non-Spec Ed	85,566	45,741	3,506	-	127,801	12,767	6,096	-	134,472
Bear Process / Frontier	158,715	141,570	106,958	-	193,327	146,412	91,951	-	247,788
Computer Warranty Program	87	-	-	-	87	-	-	-	87
MAC Grant	1,023	948	1,215	-	756	874	1,014	-	616
Gifted & Talented 2009-2010	6,337	-	6,337	-	-	-	-	-	-
Making a Difference Grant	18,023	-	18,023	-	-	-	-	-	-
Gifted & Talented 2010-2011	-	48,319	44,669	-	3,650	-	3,650	-	-
Gifted & Talented 2011-2012	-	-	-	-	-	45,538	44,944	-	594
Medicaid Reimbursement	6,122	12,090	-	-	18,212	552	-	-	18,764
Vending Fund	1,345	675	652	-	1,368	1,146	362	-	2,152
Non-English Speaking Programs P.L. 273-1999 10-11	-	18,041	18,041	-	-	-	-	-	-
Non-English Speaking Programs P.L 273-1999 11-12	-	-	-	-	-	14,956	14,630	-	326
School Technology	66,692	-	35,472	-	31,220	1,315	32,436	3,811	3,910
Technology Grants [IC 20-40-15]	168	-	-	-	168	-	-	-	168
Assembly & Lock	16,136	2,943	4,295	-	14,784	4,259	4,297	-	14,746

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

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

	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
Drivers' Ed 2005	2,472	-	-	-	2,472	-	-	-	2,472
Elearning Conference Grant	-	-	-	-	-	15,000	-	-	15,000
Excess PTRC Distributions	47,151	-	-	(47,151)	-	-	-	-	-
National Governors' Assoc Grant	21,445	-	5,185	-	16,260	-	5,422	-	10,838
Title I 10-11	-	1,425,772	1,712,505	90,244	(196,489)	685,564	489,075	-	-
Title I 11-12	-	-	-	-	-	1,547,377	1,711,046	-	(163,669)
Title I 09-10	558,396	110,161	568,152	(90,244)	10,161	-	-	-	10,161
Innovative Ed Title V 09-10	4,122	-	-	-	4,122	-	-	-	4,122
Title I RSH 08-09	14,200	-	-	-	14,200	-	-	-	14,200
Title I RSH 09-10	25,257	-	30,445	-	(5,188)	-	-	-	(5,188)
Refugee Child Assistance	-	137,418	161,603	-	(24,185)	66,443	42,258	-	-
Title I School Improvement 09-10	4,509	16,400	20,909	-	-	-	-	-	-
Title IIB	-	24,678	24,678	-	-	-	-	-	-
IDEA 10-11	-	865,355	966,828	-	(101,473)	687,914	586,441	-	-
IDEA 11-13	-	-	-	-	-	663,696	809,651	-	(145,955)
IDEA Co 09-10	135,516	-	135,516	-	-	-	-	-	-
IDEA 09-10	177,132	252,459	490,121	-	(60,530)	130,719	70,164	-	25
Federal Assistance Educational Preschool Handicapped 10-11	-	41,615	46,112	-	(4,497)	34,107	29,610	-	-
Federal Assistance Educational Preschool Handicapped 11-13	-	-	-	-	-	31,447	37,060	-	(5,613)
Federal Assistance Educational Preschool Handicapped Co 09-10	1,500	-	1,500	-	-	-	-	-	-
Federal Assistance Educational Preschool Handicapped 09-10	42,028	3,863	30,955	-	14,936	-	14,936	-	-
Adult Education and Family Literacy, Title II	-	93,823	109,198	-	(15,375)	23,772	6,888	-	1,509
Adult Education and Family Literacy, Title II 11-12	-	-	-	-	-	97,964	113,485	-	(15,521)
Adult Education and Family Literacy, Title II 09-10	26,465	-	24,807	-	1,658	-	-	-	1,658
Drug Free Schools	-	17,491	20,560	-	(3,069)	23,001	19,932	-	-
Safe and Drug Free Schools	5,833	-	5,833	-	-	-	-	-	-
Tech Prep PLTW 11-12	-	-	-	-	-	18,435	18,435	-	-
Tech Prep PLTW	68	-	68	-	-	-	-	-	-
Tech Prep PLTW 10-11	-	11,338	11,338	-	-	3,662	3,581	-	81
Perkins 11-12	-	-	-	-	-	102,403	126,648	-	(24,245)
Perkins 09-10	(19,420)	36,909	18,179	-	(690)	-	-	-	(690)
Perkins 10-11	-	104,932	128,784	-	(23,852)	43,293	19,441	-	-
Medicaid Reimbursement Federal	13,436	34,012	2,862	-	44,586	1,317	6,146	-	39,757
Teaching American History Grant	-	62,261	62,261	-	-	106,090	141,317	-	(35,227)
Improving Teaching Quality, No Child Left, Title II, Part A	92,953	67,673	160,626	-	-	-	-	-	-
Teacher Quality Title II 09-11	125,285	37,493	227,911	-	(65,133)	308,778	243,645	-	-
Teacher Quality Title II 10-12	-	-	-	-	-	270,335	309,237	-	(38,902)
Title II, Part A, Opportunity School	-	24,250	27,250	-	(3,000)	3,000	-	-	-
Title II, Part A, Teacher Quality 11-13	-	-	-	-	-	-	1,259	-	(1,259)
Title III LEP 10-11	-	4,600	8,940	-	(4,340)	13,453	9,113	-	-
Title III LEP 11-12	-	-	-	-	-	5,711	8,447	-	(2,736)
Title III LEP 09-10	4,743	7,058	11,801	-	-	-	-	-	-
Safe Schools Healthy Students Grant	-	1,473,739	1,473,739	-	-	1,302,827	1,480,111	-	(177,284)
Title I - Grants to LEAs	157,868	350,292	548,576	-	(40,416)	143,711	103,295	-	-
Special Education - Part B	83,559	635,271	733,398	-	(14,568)	163,531	148,963	-	-
Special Education - Part B - Preschool	4,989	5,875	10,076	-	788	12,117	12,905	-	-
Education Technology	(34,350)	121,395	87,045	-	-	67,653	67,653	-	-
Title I - Part D, Subpart 2	13,950	-	13,950	-	-	-	-	-	-
Education Jobs	-	54,688	60,035	-	(5,347)	828,552	918,355	-	(95,150)
Payroll Deductions	199,414	11,219,809	11,241,037	-	178,186	11,011,956	11,026,608	-	163,534
Warehouse	107,643	-	27,706	-	79,937	-	64,614	-	15,323
Employee Insurance Trust	3,994,825	7,241,195	7,914,076	-	3,321,944	7,147,011	7,097,456	-	3,371,499
Totals	\$ 25,336,812	\$ 75,020,396	\$ 79,592,834	\$ 14,051	\$ 20,778,425	\$ 75,234,318	\$ 75,864,708	\$ 14,542	\$ 20,162,577

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

RICHMOND 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.

*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 may 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.

RICHMOND COMMUNITY SCHOOLS  
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.

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, payroll and payroll taxes transferred from operating funds, 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 may 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.

Non-programmed charges which include outflows for donations to foundations, securities purchased, indirect costs, scholarships, payroll disbursements from the payroll fund, 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.

RICHMOND 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 may 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 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.

RICHMOND 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.

**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

RICHMOND COMMUNITY SCHOOLS  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*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. *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 and Investment Balance Deficits***

The financial statement contains funds with deficits in cash. Deficits in cash are a result of Department of Education's change to reimbursable grants. Deficits in cash are eliminated by reimbursements received from Department of Education through request for funds process established by said Department of Education.

## 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.

RICHMOND 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	Rainy Day	Retirement/ Severance Bond	Construction	School Lunch
Cash and investments - beginning	\$ 3,209,865	\$ 1,225,744	\$ 924,272	\$ 5,686,451	\$ 2,375,406	\$ 421,366	\$ 2,379,648	\$ 1,202,568	\$ 94,152	\$ 984,817
Receipts:										
Local sources	296,351	1,116,968	1,830,939	3,194,163	2,307,612	503,578	-	66	-	664,176
Intermediate sources	8,913	-	-	-	-	-	-	-	-	-
State sources	36,928,416	-	5,000	263,640	-	-	-	-	-	12,057
Federal sources	98,826	-	-	-	-	-	-	-	-	2,129,744
Other	185,270	-	-	-	-	-	-	-	-	10,399
Total receipts	37,517,776	1,116,968	1,835,939	3,457,803	2,307,612	503,578	-	66	-	2,816,376
Disbursements:										
Current:										
Instruction	26,523,689	-	-	-	-	-	-	-	-	-
Support services	10,553,806	8,026	-	1,279,384	2,285,255	533,533	18,160	402,957	-	138,133
Noninstructional services	449,020	-	-	-	-	-	-	-	-	2,447,262
Facilities acquisition and construction	-	-	-	2,178,384	-	-	241,540	-	-	-
Debt services	-	2,094,266	2,768,495	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	37,526,515	2,102,292	2,768,495	3,457,768	2,285,255	533,533	259,700	402,957	-	2,585,395
Excess (deficiency) of receipts over disbursements	(8,739)	(985,324)	(932,556)	35	22,357	(29,955)	(259,700)	(402,891)	-	230,981
Other financing sources (uses):										
Sale of capital assets	14,051	-	-	-	-	-	-	-	-	-
Transfers in	999,000	-	303,000	222,000	122,028	-	3,838,000	-	-	-
Transfers out	(3,838,000)	-	(222,000)	(1,302,000)	-	-	-	-	-	-
Total other financing sources (uses)	(2,824,949)	-	81,000	(1,080,000)	122,028	-	3,838,000	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,833,688)	(985,324)	(851,556)	(1,079,965)	144,385	(29,955)	3,578,300	(402,891)	-	230,981
Cash and investments - ending	\$ 376,177	\$ 240,420	\$ 72,716	\$ 4,606,486	\$ 2,519,791	\$ 391,411	\$ 5,957,948	\$ 799,677	\$ 94,152	\$ 1,215,798

RICHMOND 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)

	Textbook Rental	Levy Excess	Educational License Plates	Alternative Education	Drop Out Prevention Grant	Drop Out Prevention Grant 10-11	Early Intervention Grant	School Intervention and Career Counseling	Cape Grant RCS
Cash and investments - beginning	\$ 262,328	\$ -	\$ 5,050	\$ 122,908	\$ 21,948	\$ -	\$ 6,260	\$ 5,132	\$ 92,380
Receipts:									
Local sources	133,566	74,877	-	-	-	-	-	-	10,745
Intermediate sources	-	-	731	-	-	-	-	-	-
State sources	311,133	-	-	49,097	-	40,000	2,188	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	444,699	74,877	731	49,097	-	40,000	2,188	-	10,745
Disbursements:									
Current:									
Instruction	12,171	-	-	31,051	10,408	6,464	-	-	48,141
Support services	26,343	-	-	-	-	-	8,414	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	38,514	-	-	31,051	10,408	6,464	8,414	-	48,141
Excess (deficiency) of receipts over disbursements	406,185	74,877	731	18,046	(10,408)	33,536	(6,226)	-	(37,396)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	(74,877)	-	-	-	-	-	-	-
Total other financing sources (uses)	-	(74,877)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	406,185	-	731	18,046	(10,408)	33,536	(6,226)	-	(37,396)
Cash and investments - ending	\$ 668,513	\$ -	\$ 5,781	\$ 140,954	\$ 11,540	\$ 33,536	\$ 34	\$ 5,132	\$ 54,984

RICHMOND 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)

	Test Lowes Education Grant	Victory at Test Gannett Grant	Empower Women Thru Literacy	Target Field Trip Grant C/Dale	Wayne County Foundation	Garrison Investment Interest	Scholarship America Grant	Adult and Continuing Education Library Grant	Spec Education Donations
Cash and investments - beginning	\$ 901	\$ 110	\$ 53	\$ 16	\$ 8,585	\$ 150	\$ -	\$ 15	\$ 2,009
Receipts:									
Local sources	-	-	-	-	2,140	-	200	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	2,140	-	200	-	-
Disbursements:									
Current:									
Instruction	-	-	41	-	850	-	200	-	-
Support services	-	-	-	-	680	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	-	41	-	1,530	-	200	-	-
Excess (deficiency) of receipts over disbursements	-	-	(41)	-	610	-	-	-	-
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	-	-	(41)	-	610	-	-	-	-
Cash and investments - ending	\$ 901	\$ 110	\$ 12	\$ 16	\$ 9,195	\$ 150	\$ -	\$ 15	\$ 2,009

RICHMOND 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)

	Cultural Arts Fund	Donations Community Res/Social	CRR Preschool	Crestdale Preschool	Starr Preschool	Highland Preschool	Cape Grant LEA	Preschool- Non-Spec Ed	Bear Process/ Frontier
Cash and investments - beginning	\$ -	\$ 41,921	\$ 665	\$ 3,185	\$ 765	\$ 6,360	\$ 80,579	\$ 85,566	\$ 158,715
Receipts:									
Local sources	48,420	27,768	510	4,928	1,005	4,695	123	45,741	141,570
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	48,420	27,768	510	4,928	1,005	4,695	123	45,741	141,570
Disbursements:									
Current:									
Instruction	-	30,662	-	-	-	-	64,513	3,096	-
Support services	43,420	8,428	-	-	-	-	11,005	-	106,958
Noninstructional services	-	-	-	-	-	-	-	410	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	4,400	-	-
Total disbursements	43,420	39,090	-	-	-	-	79,918	3,506	106,958
Excess (deficiency) of receipts over disbursements	5,000	(11,322)	510	4,928	1,005	4,695	(79,795)	42,235	34,612
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	5,000	(11,322)	510	4,928	1,005	4,695	(79,795)	42,235	34,612
Cash and investments - ending	\$ 5,000	\$ 30,599	\$ 1,175	\$ 8,113	\$ 1,770	\$ 11,055	\$ 784	\$ 127,801	\$ 193,327

RICHMOND 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)

	Computer Warranty Program	MAC Grant	Gifted & Talented 2009-2010	Making a Difference Grant	Gifted & Talented 2010-2011	Medicaid Reimbursement	Vending Fund	Non-English Speaking Programs P.L. 273-1999 10-11	School Technology
Cash and investments - beginning	\$ 87	\$ 1,023	\$ 6,337	\$ 18,023	\$ -	\$ 6,122	\$ 1,345	\$ -	\$ 66,692
Receipts:									
Local sources	-	948	-	-	-	-	675	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	48,319	12,090	-	18,041	-
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	948	-	-	48,319	12,090	675	18,041	-
Disbursements:									
Current:									
Instruction	-	1,215	6,337	18,023	44,669	-	-	-	-
Support services	-	-	-	-	-	-	-	18,041	35,472
Noninstructional services	-	-	-	-	-	-	652	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	1,215	6,337	18,023	44,669	-	652	18,041	35,472
Excess (deficiency) of receipts over disbursements	-	(267)	(6,337)	(18,023)	3,650	12,090	23	-	(35,472)
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	-	(267)	(6,337)	(18,023)	3,650	12,090	23	-	(35,472)
Cash and investments - ending	\$ 87	\$ 756	\$ -	\$ -	\$ 3,650	\$ 18,212	\$ 1,368	\$ -	\$ 31,220

RICHMOND 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)

	Technology Grants [IC 20-40-15]	Assembly & Lock	Drivers' Ed 2005	Excess PTRC Distributions	National Governors' Assoc Grant	Title I 10-11	Title I 09-10	Innovative Ed Title V 09-10	Title I RSH 08-09
Cash and investments - beginning	\$ 168	\$ 16,136	\$ 2,472	\$ 47,151	\$ 21,445	\$ -	\$ 558,396	\$ 4,122	\$ 14,200
Receipts:									
Local sources	-	2,943	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	1,425,772	110,161	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	2,943	-	-	-	1,425,772	110,161	-	-
Disbursements:									
Current:									
Instruction	-	-	-	-	5,185	1,133,279	326,258	-	-
Support services	-	-	-	-	-	493,513	230,598	-	-
Noninstructional services	-	4,295	-	-	-	22,913	11,296	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	62,800	-	-	-
Total disbursements	-	4,295	-	-	5,185	1,712,505	568,152	-	-
Excess (deficiency) of receipts over disbursements	-	(1,352)	-	-	(5,185)	(286,733)	(457,991)	-	-
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	90,244	-	-	-
Transfers out	-	-	-	(47,151)	-	-	(90,244)	-	-
Total other financing sources (uses)	-	-	-	(47,151)	-	90,244	(90,244)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	(1,352)	-	(47,151)	(5,185)	(196,489)	(548,235)	-	-
Cash and investments - ending	\$ 168	\$ 14,784	\$ 2,472	\$ -	\$ 16,260	\$ (196,489)	\$ 10,161	\$ 4,122	\$ 14,200

RICHMOND 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 RSH 09-10	Refugee Child Assistance	Title I School Improvement 09-10	Title IIB	IDEA 10-11	IDEA Co 09-10	IDEA 09-10	Federal Assistance Educational Preschool Handicapped 10-11	Federal Assistance Educational Preschool Handicapped Co 09-10
Cash and investments - beginning	\$ 25,257	\$ -	\$ 4,509	\$ -	\$ -	\$ 135,516	\$ 177,132	\$ -	\$ 1,500
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	41,615	-
Federal sources	-	137,418	16,400	24,678	865,355	-	252,459	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	137,418	16,400	24,678	865,355	-	252,459	41,615	-
Disbursements:									
Current:									
Instruction	27,631	73,262	10,399	-	772,568	92,858	443,596	12,197	1,500
Support services	2,814	88,341	10,510	24,678	194,260	42,658	46,525	33,915	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	30,445	161,603	20,909	24,678	966,828	135,516	490,121	46,112	1,500
Excess (deficiency) of receipts over disbursements	(30,445)	(24,185)	(4,509)	-	(101,473)	(135,516)	(237,662)	(4,497)	(1,500)
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	(30,445)	(24,185)	(4,509)	-	(101,473)	(135,516)	(237,662)	(4,497)	(1,500)
Cash and investments - ending	\$ (5,188)	\$ (24,185)	\$ -	\$ -	\$ (101,473)	\$ -	\$ (60,530)	\$ (4,497)	\$ -

RICHMOND 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)

	Federal Assistance Educational Preschool Handicapped 09-10	Adult Education and Family Literacy Title II	Adult Education and Family Literacy Title II 09-10	Drug Free Schools	Safe and Drug Free Schools	Tech Prep PLTW	Tech Prep PLTW 10-11	Perkins 09-10	Perkins 10-11
Cash and investments - beginning	\$ 42,028	\$ -	\$ 26,465	\$ -	\$ 5,833	\$ 68	\$ -	\$ (19,420)	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	3,863	93,823	-	17,491	-	-	11,338	36,909	104,932
Other	-	-	-	-	-	-	-	-	-
Total receipts	3,863	93,823	-	17,491	-	-	11,338	36,909	104,932
Disbursements:									
Current:									
Instruction	14,153	31,498	16,093	-	-	-	-	2,598	1,559
Support services	16,802	77,700	8,714	19,347	4,785	68	11,338	15,581	112,266
Noninstructional services	-	-	-	-	1,048	-	-	-	10,928
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	1,213	-	-	-	-	4,031
Total disbursements	30,955	109,198	24,807	20,560	5,833	68	11,338	18,179	128,784
Excess (deficiency) of receipts over disbursements	(27,092)	(15,375)	(24,807)	(3,069)	(5,833)	(68)	-	18,730	(23,852)
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	(27,092)	(15,375)	(24,807)	(3,069)	(5,833)	(68)	-	18,730	(23,852)
Cash and investments - ending	\$ 14,936	\$ (15,375)	\$ 1,658	\$ (3,069)	\$ -	\$ -	\$ -	\$ (690)	\$ (23,852)

RICHMOND 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)

	Medicaid Reimbursement Federal	Teaching American History Grant	Improving Teaching Quality No Child Left Title II, Part A	Teacher Quality Title II 09-11	Title II Part A Opportunity School	Title III LEP 10-11	Title III LEP 09-10	Safe Schools Healthy Students Grant	Title I Grants to LEAs
Cash and investments - beginning	\$ 13,436	\$ -	\$ 92,953	\$ 125,285	\$ -	\$ -	\$ 4,743	\$ -	\$ 157,868
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	34,012	62,261	67,673	37,493	24,250	4,600	7,058	1,473,739	350,292
Other	-	-	-	-	-	-	-	-	-
Total receipts	34,012	62,261	67,673	37,493	24,250	4,600	7,058	1,473,739	350,292
Disbursements:									
Current:									
Instruction	2,862	-	125,948	206,726	-	-	-	-	506,162
Support services	-	62,261	26,256	21,185	27,250	8,940	11,801	1,455,779	1,480
Noninstructional services	-	-	-	-	-	-	-	-	40,934
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	8,422	-	-	-	-	17,960	-
Total disbursements	2,862	62,261	160,626	227,911	27,250	8,940	11,801	1,473,739	548,576
Excess (deficiency) of receipts over disbursements	31,150	-	(92,953)	(190,418)	(3,000)	(4,340)	(4,743)	-	(198,284)
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	31,150	-	(92,953)	(190,418)	(3,000)	(4,340)	(4,743)	-	(198,284)
Cash and investments - ending	\$ 44,586	\$ -	\$ -	\$ (65,133)	\$ (3,000)	\$ (4,340)	\$ -	\$ -	\$ (40,416)

RICHMOND 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)

	Special Education Part B	Special Education Part B Preschool	Education Technology	Title I Part D Subpart 2	Education Jobs	Payroll Deductions	Warehouse	Employee Insurance Trust	Totals
Cash and investments - beginning	\$ 83,559	\$ 4,989	\$ (34,350)	\$ 13,950	\$ -	\$ 199,414	\$ 107,643	\$ 3,994,825	\$ 25,336,812
Receipts:									
Local sources	-	-	-	-	-	-	-	-	10,414,707
Intermediate sources	-	-	-	-	-	-	-	-	9,644
State sources	-	-	-	-	-	-	-	-	37,731,596
Federal sources	635,271	5,875	121,395	-	54,688	-	-	-	8,207,776
Other	-	-	-	-	-	11,219,809	-	7,241,195	18,656,673
Total receipts	<u>635,271</u>	<u>5,875</u>	<u>121,395</u>	<u>-</u>	<u>54,688</u>	<u>11,219,809</u>	<u>-</u>	<u>7,241,195</u>	<u>75,020,396</u>
Disbursements:									
Current:									
Instruction	465,901	10,076	-	13,950	60,035	-	-	-	31,157,824
Support services	267,497	-	42,624	-	-	-	27,706	-	18,865,207
Noninstructional services	-	-	-	-	-	-	-	-	2,988,758
Facilities acquisition and construction	-	-	44,421	-	-	-	-	-	2,464,345
Debt services	-	-	-	-	-	-	-	-	4,862,761
Nonprogrammed charges	-	-	-	-	-	11,241,037	-	7,914,076	19,253,939
Total disbursements	<u>733,398</u>	<u>10,076</u>	<u>87,045</u>	<u>13,950</u>	<u>60,035</u>	<u>11,241,037</u>	<u>27,706</u>	<u>7,914,076</u>	<u>79,592,834</u>
Excess (deficiency) of receipts over disbursements	<u>(98,127)</u>	<u>(4,201)</u>	<u>34,350</u>	<u>(13,950)</u>	<u>(5,347)</u>	<u>(21,228)</u>	<u>(27,706)</u>	<u>(672,881)</u>	<u>(4,572,438)</u>
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	14,051
Transfers in	-	-	-	-	-	-	-	-	5,574,272
Transfers out	-	-	-	-	-	-	-	-	(5,574,272)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,051</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(98,127)</u>	<u>(4,201)</u>	<u>34,350</u>	<u>(13,950)</u>	<u>(5,347)</u>	<u>(21,228)</u>	<u>(27,706)</u>	<u>(672,881)</u>	<u>(4,558,387)</u>
Cash and investments - ending	<u>\$ (14,568)</u>	<u>\$ 788</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,347)</u>	<u>\$ 178,186</u>	<u>\$ 79,937</u>	<u>\$ 3,321,944</u>	<u>\$ 20,778,425</u>

RICHMOND COMMUNITY SCHOOLS  
 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/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	Construction	School Lunch
Cash and investments - beginning	\$ 376,177	\$ 240,420	\$ 72,716	\$ 4,606,486	\$ 2,519,791	\$ 391,411	\$ 5,957,948	\$ 799,677	\$ 94,152	\$ 1,215,798
Receipts:										
Local sources	224,786	1,189,005	1,655,222	3,170,276	2,324,494	380,595	-	-	-	734,992
Intermediate sources	41	-	-	-	-	-	-	-	-	-
State sources	36,668,388	-	-	-	-	-	-	-	-	-
Federal sources	110,787	-	-	-	-	-	-	-	-	2,192,201
Other	66,150	-	-	-	-	-	-	-	-	22,353
Total receipts	<u>37,070,152</u>	<u>1,189,005</u>	<u>1,655,222</u>	<u>3,170,276</u>	<u>2,324,494</u>	<u>380,595</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,949,546</u>
Disbursements:										
Current:										
Instruction	25,483,148	-	-	-	-	-	-	-	-	-
Support services	10,708,412	-	-	1,295,967	2,439,191	-	66,159	325,383	-	373,287
Noninstructional services	501,757	-	-	-	-	-	-	-	-	2,584,259
Facilities acquisition and construction	-	-	-	3,295,118	-	-	58,003	165	-	-
Debt services	-	751,304	923,414	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	85,910
Total disbursements	<u>36,693,317</u>	<u>751,304</u>	<u>923,414</u>	<u>4,591,085</u>	<u>2,439,191</u>	<u>-</u>	<u>124,162</u>	<u>325,548</u>	<u>-</u>	<u>3,043,456</u>
Excess (deficiency) of receipts over disbursements	<u>376,835</u>	<u>437,701</u>	<u>731,808</u>	<u>(1,420,809)</u>	<u>(114,697)</u>	<u>380,595</u>	<u>(124,162)</u>	<u>(325,548)</u>	<u>-</u>	<u>(93,910)</u>
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	10,731	-	-	-	-	-	-	-	-	-
Transfers in	1,300,000	300,000	400,000	1,302,000	-	-	215,674	-	-	-
Transfers out	(1,214,674)	-	(303,000)	-	-	-	(2,000,000)	-	-	-
Total other financing sources (uses)	<u>96,057</u>	<u>300,000</u>	<u>97,000</u>	<u>1,302,000</u>	<u>-</u>	<u>-</u>	<u>(1,784,326)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>472,892</u>	<u>737,701</u>	<u>828,808</u>	<u>(118,809)</u>	<u>(114,697)</u>	<u>380,595</u>	<u>(1,908,488)</u>	<u>(325,548)</u>	<u>-</u>	<u>(93,910)</u>
Cash and investments - ending	<u>\$ 849,069</u>	<u>\$ 978,121</u>	<u>\$ 901,524</u>	<u>\$ 4,487,677</u>	<u>\$ 2,405,094</u>	<u>\$ 772,006</u>	<u>\$ 4,049,460</u>	<u>\$ 474,129</u>	<u>\$ 94,152</u>	<u>\$ 1,121,888</u>

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

	Textbook Rental	Levy Excess	Educational License Plates	Alternative Education	Drop Out Prevention Grant	Drop Out Prevention Grant 10-11	Early Intervention Grant	School Intervention and Career Counseling	Cape Grant RCS	Test Lowes Education Grant
Cash and investments - beginning	\$ 668,513	\$ -	\$ 5,781	\$ 140,954	\$ 11,540	\$ 33,536	\$ 34	\$ 5,132	\$ 54,984	\$ 901
Receipts:										
Local sources	119,431	45,100	-	-	-	-	-	-	-	-
Intermediate sources	-	-	581	-	-	-	-	-	-	-
State sources	328,870	-	-	43,556	-	-	34,047	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	448,301	45,100	581	43,556	-	-	34,047	-	-	-
Disbursements:										
Current:										
Instruction	767,956	-	-	22,856	11,352	31,566	-	-	47,373	-
Support services	16,662	-	-	-	-	-	33,638	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	784,618	-	-	22,856	11,352	31,566	33,638	-	47,373	-
Excess (deficiency) of receipts over disbursements	(336,317)	45,100	581	20,700	(11,352)	(31,566)	409	-	(47,373)	-
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	(336,317)	45,100	581	20,700	(11,352)	(31,566)	409	-	(47,373)	-
Cash and investments - ending	\$ 332,196	\$ 45,100	\$ 6,362	\$ 161,654	\$ 188	\$ 1,970	\$ 443	\$ 5,132	\$ 7,611	\$ 901

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

	RCS Marketing	Victory at Test Gannett Grant	Empower Women Thru Literacy	Target Field Trip Grant C/Dale	Wayne County Foundation	Garrison Investment Interest	Energy Mini-Grant	Adult and Continuing Education Library Grant	Adult Education Local	Spec Education Donations
Cash and investments - beginning	\$ -	\$ 110	\$ 12	\$ 16	\$ 9,195	\$ 150	\$ -	\$ 15	\$ -	\$ 2,009
Receipts:										
Local sources	4,200	-	-	2,700	1,729	-	250	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	45,362	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	4,200	-	-	2,700	1,729	-	250	-	45,362	-
Disbursements:										
Current:										
Instruction	-	-	-	971	3,444	-	249	-	16,671	-
Support services	648	-	-	-	56	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	648	-	-	971	3,500	-	249	-	16,671	-
Excess (deficiency) of receipts over disbursements	3,552	-	-	1,729	(1,771)	-	1	-	28,691	-
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	3,552	-	-	1,729	(1,771)	-	1	-	28,691	-
Cash and investments - ending	\$ 3,552	\$ 110	\$ 12	\$ 1,745	\$ 7,424	\$ 150	\$ 1	\$ 15	\$ 28,691	\$ 2,009

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

	Boston Run	Cultural Arts Fund	Donations Community Res/Social	IREAD K-2	CRR Preschool	Crestdale Preschool	Starr Preschool	Highland Preschool	Cape Grant LEA	Preschool- Non-Spec Ed
Cash and investments - beginning	\$ -	\$ 5,000	\$ 30,599	\$ -	\$ 1,175	\$ 8,113	\$ 1,770	\$ 11,055	\$ 784	\$ 127,801
Receipts:										
Local sources	500	29,769	36,484	-	1,155	4,065	1,560	4,505	6	12,767
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	2,500	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	<u>500</u>	<u>29,769</u>	<u>36,484</u>	<u>2,500</u>	<u>1,155</u>	<u>4,065</u>	<u>1,560</u>	<u>4,505</u>	<u>6</u>	<u>12,767</u>
Disbursements:										
Current:										
Instruction	-	-	38,805	2,652	-	-	174	-	-	5,395
Support services	402	31,327	3,787	-	-	50	15	-	-	484
Noninstructional services	-	-	-	-	-	-	-	-	-	217
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	<u>402</u>	<u>31,327</u>	<u>42,592</u>	<u>2,652</u>	<u>-</u>	<u>50</u>	<u>189</u>	<u>-</u>	<u>-</u>	<u>6,096</u>
Excess (deficiency) of receipts over disbursements	<u>98</u>	<u>(1,558)</u>	<u>(6,108)</u>	<u>(152)</u>	<u>1,155</u>	<u>4,015</u>	<u>1,371</u>	<u>4,505</u>	<u>6</u>	<u>6,671</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>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>98</u>	<u>(1,558)</u>	<u>(6,108)</u>	<u>(152)</u>	<u>1,155</u>	<u>4,015</u>	<u>1,371</u>	<u>4,505</u>	<u>6</u>	<u>6,671</u>
Cash and investments - ending	<u>\$ 98</u>	<u>\$ 3,442</u>	<u>\$ 24,491</u>	<u>\$ (152)</u>	<u>\$ 2,330</u>	<u>\$ 12,128</u>	<u>\$ 3,141</u>	<u>\$ 15,560</u>	<u>\$ 790</u>	<u>\$ 134,472</u>

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

	Bear Process/ Frontier	Computer Warranty Program	MAC Grant	Gifted & Talented 2010-2011	Gifted & Talented 2011-2012	Medicaid Reimbursement	Vending Fund	Non-English Speaking Programs P.L. 273-1999 11-12	School Technology
Cash and investments - beginning	\$ 193,327	\$ 87	\$ 756	\$ 3,650	\$ -	\$ 18,212	\$ 1,368	\$ -	\$ 31,220
Receipts:									
Local sources	146,412	-	874	-	-	-	1,146	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	45,538	552	-	14,956	1,315
Federal sources	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	146,412	-	874	-	45,538	552	1,146	14,956	1,315
Disbursements:									
Current:									
Instruction	-	-	1,014	3,650	44,944	-	-	14,630	-
Support services	91,951	-	-	-	-	-	-	-	32,436
Noninstructional services	-	-	-	-	-	-	362	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	91,951	-	1,014	3,650	44,944	-	362	14,630	32,436
Excess (deficiency) of receipts over disbursements	54,461	-	(140)	(3,650)	594	552	784	326	(31,121)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	3,811
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	3,811
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	54,461	-	(140)	(3,650)	594	552	784	326	(27,310)
Cash and investments - ending	\$ 247,788	\$ 87	\$ 616	\$ -	\$ 594	\$ 18,764	\$ 2,152	\$ 326	\$ 3,910

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

	Technology Grants [IC 20-40-15]	Assembly & Lock	Drivers' Ed 2005	Elearning Conference Grant	National Governors' Assoc Grant	Title I 10-11	Title I 11-12	Title I 09-10	Innovative Ed Title V 09-10
Cash and investments - beginning	\$ 168	\$ 14,784	\$ 2,472	\$ -	\$ 16,260	\$ (196,489)	\$ -	\$ 10,161	\$ 4,122
Receipts:									
Local sources	-	4,259	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	15,000	-	-	-	-	-
Federal sources	-	-	-	-	-	685,564	1,547,377	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	4,259	-	15,000	-	685,564	1,547,377	-	-
Disbursements:									
Current:									
Instruction	-	-	-	-	5,422	368,638	891,360	-	-
Support services	-	-	-	-	-	115,808	791,590	-	-
Noninstructional services	-	4,297	-	-	-	4,629	24,468	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	3,628	-	-
Total disbursements	-	4,297	-	-	5,422	489,075	1,711,046	-	-
Excess (deficiency) of receipts over disbursements	-	(38)	-	15,000	(5,422)	196,489	(163,669)	-	-
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	-	(38)	-	15,000	(5,422)	196,489	(163,669)	-	-
Cash and investments - ending	\$ 168	\$ 14,746	\$ 2,472	\$ 15,000	\$ 10,838	\$ -	\$ (163,669)	\$ 10,161	\$ 4,122

RICHMOND COMMUNITY SCHOOLS  
 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 I RSH 08-09	Title I RSH 09-10	Refugee Child Assistance	IDEA 10-11	IDEA 11-13	IDEA 09-10	Federal Assistance Educational Preschool Handicapped 10-11	Federal Assistance Educational Preschool Handicapped 11-13	Federal Assistance Educational Preschool Handicapped 09-10
Cash and investments - beginning	\$ 14,200	\$ (5,188)	\$ (24,185)	\$ (101,473)	\$ -	\$ (60,530)	\$ (4,497)	\$ -	\$ 14,936
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	34,107	-	-
Federal sources	-	-	66,443	687,914	663,696	130,719	-	31,447	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	66,443	687,914	663,696	130,719	34,107	31,447	-
Disbursements:									
Current:									
Instruction	-	-	32,395	454,290	684,328	70,164	10,794	11,622	14,936
Support services	-	-	5,582	132,151	125,323	-	18,816	25,438	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	4,281	-	-	-	-	-	-
Total disbursements	-	-	42,258	586,441	809,651	70,164	29,610	37,060	14,936
Excess (deficiency) of receipts over disbursements	-	-	24,185	101,473	(145,955)	60,555	4,497	(5,613)	(14,936)
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	-	-	24,185	101,473	(145,955)	60,555	4,497	(5,613)	(14,936)
Cash and investments - ending	\$ 14,200	\$ (5,188)	\$ -	\$ -	\$ (145,955)	\$ 25	\$ -	\$ (5,613)	\$ -

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

	Adult Education and Family Literacy Title II	Adult Education and Family Literacy Title II 11-12	Adult Education and Family Literacy Title II 09-10	Drug Free Schools	Tech Prep PLTW 11-12	Tech Prep PLTW 10-11	Perkins 11-12	Perkins 09-10	Perkins 10-11
Cash and investments - beginning	\$ (15,375)	\$ -	\$ 1,658	\$ (3,069)	\$ -	\$ -	\$ -	\$ (690)	\$ (23,852)
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	23,772	97,964	-	23,001	18,435	3,662	102,403	-	43,293
Other	-	-	-	-	-	-	-	-	-
Total receipts	<u>23,772</u>	<u>97,964</u>	<u>-</u>	<u>23,001</u>	<u>18,435</u>	<u>3,662</u>	<u>102,403</u>	<u>-</u>	<u>43,293</u>
Disbursements:									
Current:									
Instruction	2,814	25,344	-	-	-	-	1,495	-	784
Support services	4,074	88,141	-	19,932	18,435	3,581	114,381	-	18,657
Noninstructional services	-	-	-	-	-	-	10,772	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>6,888</u>	<u>113,485</u>	<u>-</u>	<u>19,932</u>	<u>18,435</u>	<u>3,581</u>	<u>126,648</u>	<u>-</u>	<u>19,441</u>
Excess (deficiency) of receipts over disbursements	<u>16,884</u>	<u>(15,521)</u>	<u>-</u>	<u>3,069</u>	<u>-</u>	<u>81</u>	<u>(24,245)</u>	<u>-</u>	<u>23,852</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>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>16,884</u>	<u>(15,521)</u>	<u>-</u>	<u>3,069</u>	<u>-</u>	<u>81</u>	<u>(24,245)</u>	<u>-</u>	<u>23,852</u>
Cash and investments - ending	<u>\$ 1,509</u>	<u>\$ (15,521)</u>	<u>\$ 1,658</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81</u>	<u>\$ (24,245)</u>	<u>\$ (690)</u>	<u>\$ -</u>

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

	Medicaid Reimbursement Federal	Teaching American History Grant	Teacher Quality Title II 09-11	Teacher Quality Title II 10-12	Title II Part A Opportunity School	Title II Part A Teacher Quality 11-13	Title III LEP 10-11	Title III LEP 11-12	Safe Schools Healthy Students Grant
Cash and investments - beginning	\$ 44,586	\$ -	\$ (65,133)	\$ -	\$ (3,000)	\$ -	\$ (4,340)	\$ -	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	1,317	106,090	308,778	270,335	3,000	-	13,453	5,711	1,302,827
Other	-	-	-	-	-	-	-	-	-
Total receipts	1,317	106,090	308,778	270,335	3,000	-	13,453	5,711	1,302,827
Disbursements:									
Current:									
Instruction	996	-	62,335	259,586	-	-	-	7,965	-
Support services	5,150	136,780	168,360	48,964	-	1,259	8,671	482	1,476,801
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	4,537	12,950	687	-	-	442	-	3,310
Total disbursements	6,146	141,317	243,645	309,237	-	1,259	9,113	8,447	1,480,111
Excess (deficiency) of receipts over disbursements	(4,829)	(35,227)	65,133	(38,902)	3,000	(1,259)	4,340	(2,736)	(177,284)
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	(4,829)	(35,227)	65,133	(38,902)	3,000	(1,259)	4,340	(2,736)	(177,284)
Cash and investments - ending	\$ 39,757	\$ (35,227)	\$ -	\$ (38,902)	\$ -	\$ (1,259)	\$ -	\$ (2,736)	\$ (177,284)

RICHMOND COMMUNITY SCHOOLS  
 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 I Grants to LEAs	Special Education Part B	Special Education Part B Preschool	Education Technology	Education Jobs	Payroll Deductions	Warehouse	Employee Insurance Trust	Totals
Cash and investments - beginning	\$ (40,416)	\$ (14,568)	\$ 788	\$ -	\$ (5,347)	\$ 178,186	\$ 79,937	\$ 3,321,944	\$ 20,778,425
Receipts:									
Local sources	-	-	-	-	-	-	-	-	10,096,282
Intermediate sources	-	-	-	-	-	-	-	-	622
State sources	-	-	-	-	-	-	-	-	37,188,829
Federal sources	143,711	163,531	12,117	67,653	828,552	-	-	-	9,701,115
Other	-	-	-	-	-	11,011,956	-	7,147,011	18,247,470
Total receipts	<u>143,711</u>	<u>163,531</u>	<u>12,117</u>	<u>67,653</u>	<u>828,552</u>	<u>11,011,956</u>	<u>-</u>	<u>7,147,011</u>	<u>75,234,318</u>
Disbursements:									
Current:									
Instruction	92,299	138,792	12,905	-	834,149	-	-	-	30,480,263
Support services	-	10,171	-	40,057	84,206	-	64,614	-	18,947,279
Noninstructional services	10,996	-	-	-	-	-	-	-	3,141,757
Facilities acquisition and construction	-	-	-	27,596	-	-	-	-	3,380,882
Debt services	-	-	-	-	-	-	-	-	1,674,718
Nonprogrammed charges	-	-	-	-	-	11,026,608	-	7,097,456	18,239,809
Total disbursements	<u>103,295</u>	<u>148,963</u>	<u>12,905</u>	<u>67,653</u>	<u>918,355</u>	<u>11,026,608</u>	<u>64,614</u>	<u>7,097,456</u>	<u>75,864,708</u>
Excess (deficiency) of receipts over disbursements	<u>40,416</u>	<u>14,568</u>	<u>(788)</u>	<u>-</u>	<u>(89,803)</u>	<u>(14,652)</u>	<u>(64,614)</u>	<u>49,555</u>	<u>(630,390)</u>
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	3,811
Sale of capital assets	-	-	-	-	-	-	-	-	10,731
Transfers in	-	-	-	-	-	-	-	-	3,517,674
Transfers out	-	-	-	-	-	-	-	-	(3,517,674)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,542</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>40,416</u>	<u>14,568</u>	<u>(788)</u>	<u>-</u>	<u>(89,803)</u>	<u>(14,652)</u>	<u>(64,614)</u>	<u>49,555</u>	<u>(615,848)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (95,150)</u>	<u>\$ 163,534</u>	<u>\$ 15,323</u>	<u>\$ 3,371,499</u>	<u>\$ 20,162,577</u>

RICHMOND COMMUNITY SCHOOLS  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM 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 leases:		
Test Leasehold	\$ 2,080,000	\$ 1,427,000
Bonds payable:		
General obligation bonds:		
Pension bond	<u>11,870,000</u>	<u>1,849,225</u>
Total governmental activities debt	<u>\$ 13,950,000</u>	<u>\$ 3,276,225</u>

RICHMOND COMMUNITY SCHOOLS  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CAPITAL ASSETS  
 December 31, 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:	
Capital assets, not being depreciated:	
Land	
Infrastructure	\$ 3,061,438
Buildings	526,042
Machinery and equipment	180,711,477
	<u>28,698,624</u>
Total governmental activities, capital assets not being depreciated	<u>\$ 212,997,581</u>

RICHMOND COMMUNITY SCHOOLS  
AUDIT RESULT AND COMMENT

**COLLECTIVE BARGAINING AGREEMENT**

The collective bargaining agreement presented for audit contained the following items prohibited by Indiana Code 20-29-6-4.5:

1. Hiring, assignment and retention of certified employees;
2. Budget appropriations;
3. Teaching/working conditions (preparation time);
4. Management rights;
5. Payroll deductions;
6. Reimbursements.

Indiana Code 20-29-6-4 states:

"(a) A school employer shall bargain collectively with the exclusive representative on the following:

- (1) Salary
- (2) Wages
- (3) Salary and wage related fringe benefits, including accident, sickness, health, dental, vision, life, disability, retirement benefits, and paid time off as permitted to be bargained under IC 20-28-9-11.

(b) Salary and wages include the amounts of pay increases available to employees under the salary scale adopted under IC 20-28-9-1, but do not include the teacher evaluation procedures and criteria, or any components of the teacher evaluation plan, rubric, or tool."

RICHMOND COMMUNITY SCHOOLS  
AUDIT RESULT AND COMMENT  
(Continued)

Indiana Code 20-29-6-4.5 states:

"(a) For a contract entered into after June 30, 2011, a school employer may not bargain collectively with the exclusive representative on the following:

- (1) The school calendar.
- (2) Teacher dismissal procedures and criteria.
- (3) Restructuring options available to a school employer under federal or state statutes, regulations, or rules because of the failure of the school corporation or a school to meet federal or state accountability standards.
- (4) The ability of a school employer to contract, partner, or operate jointly with an educational entity that provides postsecondary credits to students of the school employer or dual credits from the school employer and the educational entity.
- (5) Any subject not expressly listed in section 4 of this chapter.

(b) A subject set forth in subsection (a) that may not be bargained collectively may not be included in an agreement entered into under this article."

SBOA will review school corporations' collective bargaining agreements during the audit process to determine whether the agreements contained prohibited subjects of bargaining. . . . Financial losses related to a corporation's inclusion of prohibited subjects may be the personal obligation of the responsible school official or employee. (The School Administrator and Uniform Compliance Guidelines Volume 198, June 2012)

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SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS  
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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 RICHMOND COMMUNITY SCHOOLS, WAYNE COUNTY, INDIANA

Compliance

We have audited the Richmond Community Schools' (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.

The School Corporation's response 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, the 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 29, 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.

RICHMOND COMMUNITY SCHOOLS  
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
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
Pass-Through Indiana Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553	FY 10-11 FY 11-12	\$ 519,884 -	\$ - 565,839
National School Lunch Program	10.555	FY 10-11 FY 11-12	1,664,967 -	- 1,705,270
Summer Food Service Program for Children	10.559	FY 10-11 FY 11-12	87,747 -	- 78,259
Total for cluster			<u>2,272,598</u>	<u>2,349,368</u>
Child and Adult Care Food Program	10.558	FY 10-11 FY 11-12	5,063 -	- 6,105
Total for program			<u>5,063</u>	<u>6,105</u>
Total for federal grantor agency			<u>2,277,661</u>	<u>2,355,473</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>				
Pass-Through Indiana Department of Education				
Title I, Part A Cluster				
Title I Grants to Local Educational Agencies	84.010	10-8385 11-8385 12-8385	568,152 1,712,505 -	- 484,118 1,711,047
Total for program			<u>2,280,657</u>	<u>2,195,165</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389	10-8385 RSH10-8385	548,574 13,950	103,293 -
Total for program			<u>562,524</u>	<u>103,293</u>
Total for cluster			<u>2,843,181</u>	<u>2,298,458</u>
Special Education Cluster				
Special Education - Grants to States	84.027			
Special Ed IDEA 2009-10		14210-061-PN01	490,121	70,162
Special Ed IDEA 2010-11		14211-061-PN01	966,828	586,439
Special Ed IDEA 2011-13		14212-061-PN01	-	809,646
Special Ed IDEA 2009-10 CO		14209-061-PY02	397,820	-
Total for program			<u>1,854,769</u>	<u>1,466,247</u>
Special Education - Preschool Grants	84.173			
Special Ed Preschool 2009-10		45710-061-PN01	30,955	14,936
Special Ed Preschool 2009-10 CO		45709-061-PY02	1,500	-
Special Ed Preschool 2010-11		45711-061-PN01	46,112	29,610
Special Ed Preschool 2011-13		45712-061-PN01	-	37,060
Total for program			<u>78,567</u>	<u>81,606</u>
ARRA - Special Education - Grants to States, Recovery Act	84.391			
Special Education Stimulus		33310-061-SN01	733,398	148,961
ARRA - Special Education - Preschool Grants, Recovery Act	84.392			
Special Education Preschool Stimulus		10-8385	10,075	12,905
Total for cluster			<u>2,676,809</u>	<u>1,709,719</u>
School Improvement Grants Cluster				
School Improvement Grants	84.377			
Title I School Year 2009-10		10-8385	20,909	-
Title I Fairview School Year 2010-2011		11-8385	161,602	42,256
Total for cluster			<u>182,511</u>	<u>42,256</u>
Educational Technology State Grants Cluster				
ARRA - Educational Technology State Grants, Recovery Act	84.386			
School Year 2010-11		11-8385	81,402	-
School Year 2011-12		12-8385	-	73,295
Total for cluster			<u>81,402</u>	<u>73,295</u>

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

RICHMOND COMMUNITY SCHOOLS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Years Ended June 30, 2011 and 2012  
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-11	Total Federal Awards Expended 06-30-12
<b>U.S. DEPARTMENT OF EDUCATION (continued)</b>				
Direct Grant				
Safe and Drug Free Schools and Communities - National Programs Safe Schools/Healthy Students Grants	84.184	Q184K080175	1,473,739	1,480,109
Direct Grant				
Fund for the Improvement of Education Teaching American History	84.215	U215X100486	62,261	141,316
Pass-Through Indiana Department of Education				
Adult Education - Basic Grants to States	84.002			
School Year 2009-10		10-8385	24,807	-
School Year 2010-11		11-8385	109,198	6,887
School Year 2011-12		12-8385	-	113,485
Total for program			134,005	120,372
Title I State Agency Program for Neglected and Delinquent Children and Youth Title I RSH 2009-10	84.013	10-8385	25,257	-
Career and Technical Education - Basic Grants to States	84.048			
Perkins 2009-2010			18,177	-
Perkins 2010-2011			128,781	19,441
Perkins 2011-2012			-	126,646
Total for program			146,958	146,087
Safe and Drug Free Schools and Communities - State Grants	84.186			
Safe/Drug Free 2008-10		10-8385	5,833	-
Safe/Drug Free 2010-11		11-8385	20,560	19,932
Total for program			26,393	19,932
Tech Prep Education	84.243			
Project Lead The Way 2009-10		10-8385	68	-
Project Lead The Way 2010-11		11-8385	11,338	3,581
Project Lead The Way 2011-12		12-8385	-	18,435
Total for program			11,406	22,016
English Language Acquisition State Grants	84.365			
School Year 2009-10		10-8385	11,801	-
School Year 2010-11		11-8385	8,939	9,113
School Year 2011-12		12-8385	-	8,447
Total for program			20,740	17,560
Pass-Through Ivy Tech Community College				
Mathematics and Science Partnerships	84.366			
School Year 2009-2010		10-8385	24,678	-
Pass-Through Indiana Department of Education				
Improving Teacher Quality State Grants	84.367			
Improving Teacher Quality 2009-11		11-8385	227,911	243,642
Improving Teacher Quality 2010-11		11-8385	160,626	-
Improving Teacher Quality 2010-12		12-8385	-	309,236
Improving Teacher Quality - Opportunity School		11-8385	27,250	-
Improving Teacher Quality - 2011-13		13-8385	-	1,259
Total for program			415,787	554,137
Education Jobs Fund	84.410			
School Year 2010-2011		11-8385	60,034	-
School Year 2011-2012		12-8385	-	918,353
Total for program			60,034	918,353
Total for federal grantor agency			8,185,161	7,543,610
Total federal awards expended			<u>\$ 10,462,822</u>	<u>\$ 9,899,083</u>

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

RICHMOND 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 Richmond Community Schools (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
School Breakfast Program	10.553	\$ 35,197	\$ 40,679
National School Lunch Program	10.555	112,720	122,593

RICHMOND COMMUNITY SCHOOLS  
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:

CFDA Number	Name of Federal Program or Cluster
	Child Nutrition Cluster
	Title I, Part A Cluster
	Special Education Cluster
	Educational Technology State Grants Cluster
84.184	Safe and Drug Free Schools and Communities - National Programs
84.410	Education Jobs Fund

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.

RICHMOND COMMUNITY SCHOOLS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding 2010-1, Title I Grants – Allowable Costs

Original SBA Audit Report Number	B38463
Fiscal Years	07-01-08-06-30-10
Auditee Contact Person	Robert Coddington
Title of Contact Person	Director of Business Affairs
Telephone Number	765-973-3333
Status of Finding	Corrective Action Taken

Signed:   
Title: Director of Business Affairs  
Date: 1/23/13

RICHMOND COMMUNITY SCHOOLS  
EXIT CONFERENCE

The contents of this report were discussed on January 24, 2013, with Dr. Allen Bourff, Superintendent of Schools; Robert K. Coddington, Treasurer; Karen Scalf, Deputy Treasurer; and Linda Morgason, President of the School Board. The Official Response has been made a part of this report and may be found on pages 52 and 53.



Richmond Community Schools  
300 Hub Etchison Parkway  
Richmond, IN 47374

January 30, 2013

State Board of Accounts  
302 West Washington Street  
Room E418  
Indianapolis, IN 46204

RE: Exit Audit Conference January 24, 2013

Dear State Board of Accounts:

This letter will serve as an Official Response to the Audit Comments noted in our Exit Conference on January 24, 2013.

(1) Collective Bargaining Agreements

The collective bargaining agreement presented for audit contained the following items prohibited by Indiana Code 20-29-6-4.5:

1. Hiring, assignment and retention of certified employees;
2. Budget appropriations;
3. Teaching/working conditions (preparation time);
4. Management rights;
5. Payroll deductions;
6. Reimbursements.

Indiana Code 20-29-6-4 states, "(a) A school employer shall bargain collectively with the exclusive representative on the following:

1. Salary
2. Wages.
3. Salary and wage related fringe benefits, including accident, sickness, health, dental, vision, life, disability, retirement benefits, and paid time off as permitted to be bargained under IC 20-28-9-11.

(b) Salary and wages include the amounts of pay increases available to employees under the salary scale adopted under IC 20-28-9-1, but do not include the teacher evaluation procedures and criteria, or any components of the teacher evaluation plan, rubric, or tool."

Richmond Community Schools will strive to remove the language Extra Duty Pay Determination System – Committee Powers – Within their assigned categories each committee shall have the power to recommend: (1) creation of new positions; (2) elimination of existing positions; (3) increase or decrease in payments for any position through the bargaining process which formally begins August 1, 2013.

Richmond Community Schools will strive to remove the language Extra Duty Pay – in determining the terms of extra duty pay by PL 217 collective bargaining at the bargaining table, the parties will determine the aggregate allocation of funds, for each of the following categories: Athletics (401.0), Co-Curricular (402.0), and professional services (403.0) through the bargaining process which formally begins August 1, 2013.

Richmond Community Schools will strive to remove the language A teacher who is involuntarily transferred from one building to another, during the school year, shall receive a transition allowance of \$500 and up to two days of preparation time through the bargaining process which formally begins August 1, 2013.

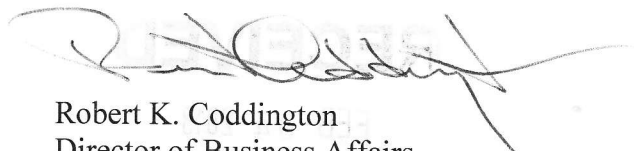
Richmond Community Schools will strive to remove the language MANAGEMENT RIGHTS A. Board Responsibilities through the bargaining process which formally begins August 1, 2013.

Richmond Community Schools will strive to remove the language Dues deductions, payroll deductions for annuity, credit union, United Way, income protections, dependent medical, U.S. Savings Bond and Section 125 qualified benefits through the bargaining process which formally begins August 1, 2013.

Richmond Community Schools will strive to remove the language Teachers will receive 26 pays every two (2) weeks. Each teacher will have the option of receiving the balance of his/her last day of the school year through the bargaining process which formally begins August 1, 2013.

Richmond Community Schools will strive to remove the language Travel – teachers required to use personal vehicles on approved school functions shall be compensated at the then current IRS rate through the bargaining process which formally begins August 1, 2013.

Sincerely,



Robert K. Coddington  
Director of Business Affairs  
Treasurer

Cc: Dr. Allen Bourff  
Linda Morgason  
Wendy Bennett