

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

METROPOLITAN SCHOOL DISTRICT
OF LAWRENCE TOWNSHIP
MARION COUNTY, INDIANA

July 1, 2011 to June 30, 2013



FILED
03/27/2014

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Chief Financial Officer/Treasurer	Robin L. Phelps	07-01-11 to 12-31-14
Superintendent of Schools	Dr. Concetta A. Raimondi Dr. Shawn A. Smith	07-01-11 to 12-31-13 01-01-14 to 06-30-14
President of the School Board	Carol Helmus Kathy Varie	07-01-11 to 12-31-13 01-01-14 to 12-31-14



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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE METROPOLITAN SCHOOL DISTRICT
OF LAWRENCE TOWNSHIP, MARION COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Metropolitan School District of Lawrence Township (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2011 to June 30, 2013, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School Corporation's preparation and fair presentation of the financial statement in order to design 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. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 of the financial statement, the School Corporation prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a 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 the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance 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, 2011 to June 30, 2013.

Opinion on Regulatory Basis of Accounting

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, 2011 to June 30, 2013, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated February 25, 2014, 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* in considering the School Corporation's internal control over financial reporting and compliance.

Accompanying Information

Supplementary Information

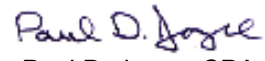
Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statement. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the *U.S. Office of Management and Budget Circular A-133, Audits of 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 records 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.

INDEPENDENT AUDITOR'S REPORT
(Continued)

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, as listed in the Table of Contents, is presented for additional analysis and is not a required part of the financial statement. It has not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on it.

Other Information

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


Paul D. Joyce, CPA
State Examiner

February 25, 2014



INDEPENDENT AUDITOR'S 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 METROPOLITAN SCHOOL DISTRICT
OF LAWRENCE TOWNSHIP, MARION COUNTY, INDIANA

We have audited, 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, the financial statement of the Metropolitan School District of Lawrence Township (School Corporation), which comprises the financial position and results of operations for the period of July 1, 2011 to June 30, 2013, and the related notes to the financial statement, and have issued our report thereon dated February 25, 2014, wherein we noted the School Corporation followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the School Corporation's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control.

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. A significant deficiency is a deficiency or combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs that we consider to be significant deficiencies. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 2013-001 to be a significant deficiency.

INDEPENDENT AUDITOR'S 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*.

Metropolitan School District of Lawrence Township's Response to Findings

The School Corporation's response to the findings identified in our audit is described in the accompanying Official Response and Corrective Action Plan. The School Corporation's response was not subjected to the auditing procedures applied in the audit of the financial statement and, accordingly, we express no opinion on it.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Corporation's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Corporation's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

February 25, 2014

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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.

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2012 and 2013

	Cash and Investments		Other Financing		Cash and Investments		Other Financing		Cash and Investments	
	07-01-11	Receipts	Disbursements	Sources (Uses)	06-30-12	Receipts	Disbursements	Sources (Uses)	06-30-13	
General	\$ 542,499	\$ 93,074,751	\$ 88,241,519	\$ 2,319	\$ 5,378,050	\$ 93,987,186	\$ 89,928,706	\$ 13,914	\$ 9,450,444	
Debt Service	4,681,306	16,035,884	15,733,447	-	4,983,743	15,618,227	16,739,972	-	3,861,998	
Retirement/Severance Bond Debt Service	411,721	2,153,413	2,400,262	-	164,872	2,456,509	2,240,591	-	380,790	
Capital Projects	3,544,971	12,616,217	13,605,078	-	2,556,110	12,375,433	13,647,953	3,848	1,287,438	
School Transportation	2,190,600	14,033,976	13,564,479	1,784	2,661,881	13,751,816	13,059,872	55,139	3,408,964	
School Bus Replacement	1,642,595	572,237	1,497,428	-	717,404	1,471,834	1,360,976	-	828,262	
Rainy Day	402,160	-	541,340	1,229,060	1,089,880	25,300	560,159	-	555,021	
Retirement/Severance Bond	3,103,908	-	917,319	-	2,186,589	2,656,714	2,222,833	-	2,620,470	
Construction	352,698	-	7,000	-	345,698	-	282,468	-	63,230	
Roofing Project GO Bond 2012	-	-	-	-	-	-	119,406	1,995,500	1,876,094	
Secondary Facilities Project GO Bond 2012	-	-	-	-	-	-	459,082	1,995,500	1,536,418	
Techn/Equipment Project GO Bond 2012	-	-	-	-	-	-	1,314,398	1,995,500	681,102	
CV Projects GO Bond 2012	-	-	-	-	-	-	215,638	1,995,500	1,779,862	
Early Childhood Centers	739,219	-	-	-	739,219	-	-	-	739,219	
First Mortgage Bond Series 2007	417,180	-	3,435	-	413,745	-	-	-	413,745	
School Lunch	6,387,100	7,575,646	7,094,758	-	6,867,988	7,450,582	8,869,740	-	5,448,830	
Textbook Rental	1,820,177	2,433,616	1,760,113	-	2,493,680	1,473,311	1,494,284	-	2,472,707	
Self-Insurance	4,852,786	15,011,764	13,952,028	-	5,912,522	15,946,018	13,034,909	-	8,823,631	
Levy Excess	228,269	-	-	-	228,269	-	-	-	228,269	
Child Care Program	438,084	1,389,058	1,291,349	-	535,793	1,656,587	1,523,160	-	669,220	
Alternative Education	14,103	81,658	52,304	-	43,457	-	43,457	-	-	
Safe Haven 2011	-	-	17,172	-	(17,172)	17,172	-	-	-	
Early Literacy Intervention	-	-	-	-	-	103,120	55,775	-	47,345	
Student Life Ctr Support	-	6,650	10,816	-	(4,166)	15,442	12,076	-	(800)	
LC Library Grant	-	11,500	11,467	-	33	11,500	10,049	-	1,484	
LN Library Grant	-	11,500	11,247	-	253	11,500	9,229	-	2,524	
Library Grant - LN	-	-	-	-	-	5,000	4,224	-	776	
Foundation Salaries	(32,233)	213,428	194,408	-	(13,213)	168,680	169,836	-	(14,369)	
Lawrence Shelter - Comp Don	31,325	13	-	-	31,338	-	11,660	-	19,678	
Instruction Support	53,056	30,605	43,797	-	39,864	40,735	46,997	-	33,602	
Fairbanks Hospital FY09/10	14,717	-	14,717	-	-	-	-	-	-	
Retirement Recognition	-	1,500	1,500	-	-	1,000	880	-	120	
Community Hospital FY10/11	11,250	32,258	43,508	-	-	-	-	-	-	

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

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2012 and 2013
(Continued)

	Cash and Investments 07-01-11	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-12	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-13
Lumina/AAEA	6,991	6,353	9,601	-	3,743	6,080	3,890	-	5,933
Adult and Continuing Education	(406,151)	-	-	-	(406,151)	-	-	-	(406,151)
Challenge Education	1,693	-	1,693	-	-	-	-	-	-
HS AERD	1,132	2,000	2,034	-	1,098	-	1,098	-	-
AVID	-	102,063	118,465	-	(16,402)	100,000	62,600	-	20,998
MAC	-	60,000	120,889	-	(60,889)	53,000	11,599	-	(19,488)
Training Workshop	626	-	-	-	626	-	-	-	626
Preschool of the Arts	(196,951)	2,329,961	2,236,316	-	(103,306)	1,610,249	1,729,600	1,410	(221,247)
ABE Scholarship	50,624	1,160	-	-	51,784	-	10,000	-	41,784
Luther Scholarship	27,172	614	2,000	-	25,786	-	8,000	-	17,786
Leon Riggs Scholarship	-	12,000	4,893	-	7,107	15,000	16,569	-	5,538
Gordon Teter Scholarship	32,934	782	-	-	33,716	-	13,000	-	20,716
Miscellaneous Programs	207,742	270,729	270,446	-	208,025	203,912	235,023	-	176,914
Autism Advocates	1,632	1,500	677	-	2,455	6,910	1,745	-	7,620
Wellness Policy	61,655	-	8,334	-	53,321	-	537	-	52,784
3M Aero-PLTW FY11/12	-	7,250	7,250	-	-	-	-	-	-
3M-SME Gmt/Prime FY12/13	-	-	-	-	-	15,000	9,583	-	5,417
IN First Robotics Program FY12/13	-	-	-	-	-	3,300	3,300	-	-
Employee Criminal History	706	20,932	21,983	-	(345)	25,465	22,543	-	2,577
Strategic Planning	26,444	97,282	105,750	-	17,976	100,156	111,039	-	7,093
Professional Development FY09/10	6,402	-	2,665	-	3,737	-	11	-	3,726
Emergency Aid	36,482	-	-	-	36,482	-	12,006	-	24,476
Professional Development FY08/09	10,711	-	6,352	-	4,359	-	500	-	3,859
Common Goal Initiative 07	(37,500)	37,500	-	-	-	-	-	-	-
Gifted/Talented FY10/11	19,141	-	19,141	-	-	-	-	-	-
High Ability FY11/12	-	87,893	60,133	-	27,760	-	27,760	-	-
High Ability FY12/13	-	-	-	-	-	88,991	85,118	-	3,873
Common Schl Fund-Loan #A1574	-	-	9,172	-	(9,172)	308,960	299,788	-	-
Common Schl Fund-Loan #A1596	-	929,622	929,622	-	-	483,997	483,997	-	-

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

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2012 and 2013
(Continued)

	Cash and Investments 07-01-11	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-12	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-13
Common Schl Fund - Loan #A1634	-	-	-	-	-	1,376,100	1,376,100	-	-
Common Schl Fund - Loan #A1691	-	-	-	-	-	244,008	244,008	-	-
Common Schl Fund - Loan #A1507	(98,370)	1,387,653	1,289,283	-	-	-	-	-	-
Extra Curricular Clearing	(12,555)	109,467	96,366	-	546	74,384	78,947	-	(4,017)
Cultural Arts	1,740	-	1,145	-	595	-	398	-	197
Non-English Speaking Programs P.L. 273-1999	4,171	-	2,798	-	1,373	-	-	-	1,373
NESP FY11/12	-	143,239	95,096	-	48,143	-	48,143	-	-
NESP FY12/13	-	-	-	-	-	149,492	148,029	-	1,463
School Technology	-	1,233	-	-	1,233	4,665	1,233	-	4,665
Non-English Speaking FY10/11	8,216	-	8,216	-	-	-	-	-	-
Project Lead the Way	-	-	-	-	-	10,000	-	-	10,000
Title I FY10/11	(140,578)	632,977	478,300	(14,099)	-	-	-	-	-
Title I FY11/12	-	2,098,949	2,755,484	14,099	(642,436)	1,161,378	518,942	-	-
Title I FY12/13	-	-	-	-	-	2,963,580	3,285,144	-	(321,564)
School Improvement FY10/11	(6,636)	34,061	27,425	-	-	-	-	-	-
Title I Migrant FY10/11	(3,761)	3,737	(24)	-	-	-	-	-	-
Title I Migrant FY11/12	-	43,957	47,400	-	(3,443)	3,443	-	-	-
Part B Resource FY09/10	(118,389)	264,236	145,847	-	-	-	-	-	-
Part B Resource FY10/11	(128,546)	1,352,184	1,223,638	-	-	-	-	-	-
IDEA Part B FY 2012	-	51,738	1,922,599	-	(1,870,861)	3,404,693	1,539,286	-	(5,454)
IDEA Part B FY 2013	-	-	-	-	-	2,521,985	2,873,742	-	(351,757)
Special Ed Preschool FY09/10	3,422	12,363	15,785	-	-	-	-	-	-
Special Ed Preschool FY10/11	(6,019)	26,238	20,219	-	-	15,556	15,556	-	-
Special Ed Preschool FY11/12	-	36,075	87,365	-	(51,290)	78,221	26,931	-	-
Special Ed Preschool FY12/13	-	-	-	-	-	93,759	92,545	-	1,214
Safe and Drug Free FY09/10	7,937	13,872	21,809	-	-	-	-	-	-
Team Nutrition Training Grants	2,221	-	2,221	-	-	-	-	-	-
Health Insurance	50,736	-	6,750	-	43,986	-	17,769	-	26,217
McKinney Vento FY10/11	(3,627)	38,528	37,087	-	(2,186)	2,186	-	-	-
McKinney Vento FY11/12	-	4,665	54,768	-	(50,103)	70,335	20,232	-	-
McKinney Vento FY12/13	-	-	-	-	-	63,362	75,000	-	(11,638)
CTE Tech Resource - 2013	-	-	-	-	-	-	6,016	-	(6,016)
Perkins FY10/11	(27,646)	76,091	48,445	-	-	-	-	-	-

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

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
STATEMENT OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended June 30, 2012 and 2013
(Continued)

	Cash and Investments 07-01-11	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-12	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-13
Perkins FY11/12	-	149,401	165,223	-	(15,822)	63,332	47,510	-	-
Perkins FY12/13	-	-	-	-	-	163,510	189,854	-	(26,344)
Biomedical Science Grant FY10/11	(2,775)	3,516	741	-	-	-	-	-	-
Tech Prep-PLTW	-	20,706	20,706	-	-	-	-	-	-
Pathways/Tech Prep 12	-	-	-	-	-	6,611	6,611	-	-
Other Federal Programs	(70,299)	-	36,111	-	(106,410)	219,267	124,920	-	(12,063)
Magnet Schools Assistance FY10/11	(229,892)	2,309,613	2,087,253	-	(7,532)	125,965	118,433	-	-
Magnet Grant FY11/12	-	1,747,895	1,950,618	-	(202,723)	1,208,016	1,005,293	-	-
Magnet Grant FY12/13	-	-	-	-	-	2,531,514	2,815,913	-	(284,399)
First Robotics Competition Program	-	4,600	4,600	-	-	-	-	-	-
Title II Part A FY09/10	(35,729)	42,081	6,352	-	-	-	-	-	-
Title II Part A FY10/11	(49,785)	437,222	390,888	-	(3,451)	21,650	18,199	-	-
Title IIA 11/12	-	54,762	152,030	-	(97,268)	288,166	196,091	-	(5,193)
Title IIA 12/13	-	-	-	-	-	94,624	125,264	-	(30,640)
ITQ, Enhanced Education Through Technology, Title II, Part D	29,761	290,933	320,694	-	-	-	-	-	-
Title III FY11/12	-	108,811	119,749	-	(10,938)	68,377	57,439	-	-
Title III FY12/13	-	-	-	-	-	138,537	146,789	-	(8,252)
College Success Grant	-	2,500	-	-	2,500	-	681	-	1,819
Title III, Part A FY10/11	(28,001)	39,951	11,950	-	-	-	-	-	-
Title I - Grants to LEAs	(26,615)	73,399	46,784	-	-	-	-	-	-
Special Education - Part B	(87,968)	273,444	185,476	-	-	-	-	-	-
Special Education - Part B - Preschool	(2,039)	23,439	21,400	-	-	-	-	-	-
Education Jobs	(99,864)	824,391	724,527	-	-	61,799	61,799	-	-
Miscellaneous Clearing Account	(125)	587,520	588,405	-	(1,010)	129,049	124,952	-	3,087
Payroll Clearing Account	(6,519)	-	-	-	(6,519)	6,519	-	-	-
Foundation Grants	(8,533)	31,803	26,171	-	(2,901)	10,586	10,586	-	(2,901)
Health Insurance COBRA	38,417	1,244,334	1,364,423	-	(81,672)	1,286,310	1,114,847	-	89,791
2004 Refunding Issue	-	-	-	-	-	74,059	74,059	-	-
Clearing Account	6,400,291	30,222,069	29,129,146	-	7,493,214	32,913,402	36,652,108	-	3,754,508
Totals	<u>\$ 37,051,617</u>	<u>\$ 214,076,968</u>	<u>\$ 210,689,176</u>	<u>\$ 1,233,163</u>	<u>\$ 41,672,572</u>	<u>\$ 223,913,126</u>	<u>\$ 223,847,005</u>	<u>\$ 8,056,311</u>	<u>\$ 49,795,004</u>

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

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
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, co-operatives, 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 Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

C. Cash and Investments

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

D. Receipts

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

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

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

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

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
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.

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

E. Disbursements

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

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

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

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

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

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

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

F. Other Financing Sources and Uses

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

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.

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

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.

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Funding Policy and Annual Pension Cost

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

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
NOTES TO FINANCIAL STATEMENT
(Continued)

B. Teachers' Retirement Fund

Plan Description

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

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

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

Funding Policy and Annual Pension Cost

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

Note 7. Negative Receipts and Disbursements

The financial statement contains some receipts and/or disbursements which appear as negative entries. This is a result of error corrections made outside the fiscal year in which they originally occurred.

Note 8. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of disbursements exceeding receipts and timing issues related to reimbursable grant funds that are required to pay expenses prior to requesting reimbursements.

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 9. *Holding Corporations*

The School Corporation has entered into capital leases with the Middle School Building Corporation of Lawrence Township and School Building Corporation of Lawrence Township (the lessors). The lessors were organized as not-for-profit corporations pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the School Corporation. The lessors have been determined to be a related party of the School Corporation. Lease payments during the 2012 and 2013 totaled \$15,108,750 and \$15,019,250, respectively.

Note 10. *Subsequent Events*

The School Corporation refunded First Mortgage Refunding Bonds, Series 2004 with First Mortgage Refunding Bonds, Series 2013A and First Mortgage Refunding Bonds, Series 2013B. The bonds were priced on October 22, 2013, through a negotiated sale netting a savings of \$442,815.19. The bond closing was held November 12, 2013. The bond principal of the Series 2013A is \$5,580,000 and Series 2013B is \$175,000.

Note 11. *Other Postemployment Benefits*

The School Corporation provides to eligible retirees and their spouses the following benefit; Medical Insurance. These benefits pose a liability to the School Corporation for this year and in future years. Information regarding the benefits can be obtained by contacting the School Corporation.

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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.

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 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	Early Childhood Centers
Cash and investments - beginning	\$ 542,499	\$ 4,681,306	\$ 411,721	\$ 3,544,971	\$ 2,190,600	\$ 1,642,595	\$ 402,160	\$ 3,103,908	\$ 352,698	\$ 739,219
Receipts:										
Local sources	831,284	16,035,884	2,153,413	12,611,757	9,183,578	572,237	-	-	-	-
Intermediate sources	35,653	-	-	-	-	-	-	-	-	-
State sources	91,832,710	-	-	-	10,567	-	-	-	-	-
Federal sources	133,331	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	4,744,701	-	-	-	-	-
Other	241,773	-	-	4,460	95,130	-	-	-	-	-
Total receipts	93,074,751	16,035,884	2,153,413	12,616,217	14,033,976	572,237	-	-	-	-
Disbursements:										
Current:										
Instruction	69,049,102	-	-	-	-	-	-	-	-	-
Support services	18,727,793	-	-	4,619,600	8,859,292	1,497,428	541,340	917,319	-	-
Noninstructional services	464,624	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	8,985,478	-	-	-	-	7,000	-
Debt services	-	15,733,447	2,400,262	-	4,705,187	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	88,241,519	15,733,447	2,400,262	13,605,078	13,564,479	1,497,428	541,340	917,319	7,000	-
Excess (deficiency) of receipts over disbursements	4,833,232	302,437	(246,849)	(988,861)	469,497	(925,191)	(541,340)	(917,319)	(7,000)	-
Other financing sources (uses):										
Sale of capital assets	2,319	-	-	-	1,784	-	1,229,060	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	2,319	-	-	-	1,784	-	1,229,060	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,835,551	302,437	(246,849)	(988,861)	471,281	(925,191)	687,720	(917,319)	(7,000)	-
Cash and investments - ending	\$ 5,378,050	\$ 4,983,743	\$ 164,872	\$ 2,556,110	\$ 2,661,881	\$ 717,404	\$ 1,089,880	\$ 2,186,589	\$ 345,698	\$ 739,219

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	First Mortgage Bond Series 2007	School Lunch	Textbook Rental	Self-Insurance	Levy Excess	Child Care Program	Alternative Education	Safe Haven 2011	Student Life Ctr Support	LC Library Grant
Cash and investments - beginning	\$ 417,180	\$ 6,387,100	\$ 1,820,177	\$ 4,852,786	\$ 228,269	\$ 438,084	\$ 14,103	\$ -	\$ -	\$ -
Receipts:										
Local sources	-	2,586,196	1,688,528	15,011,764	-	1,389,058	-	-	6,650	11,500
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	64,430	745,088	-	-	-	81,658	-	-	-
Federal sources	-	4,925,020	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	7,575,646	2,433,616	15,011,764	-	1,389,058	81,658	-	6,650	11,500
Disbursements:										
Current:										
Instruction	-	-	-	-	-	1,139,292	52,304	-	10,816	-
Support services	-	152,234	1,760,113	-	-	152,057	-	17,172	-	11,467
Noninstructional services	-	6,914,628	-	-	-	-	-	-	-	-
Facilities acquisition and construction	3,435	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	27,896	-	13,952,028	-	-	-	-	-	-
Total disbursements	3,435	7,094,758	1,760,113	13,952,028	-	1,291,349	52,304	17,172	10,816	11,467
Excess (deficiency) of receipts over disbursements	(3,435)	480,888	673,503	1,059,736	-	97,709	29,354	(17,172)	(4,166)	33
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	(3,435)	480,888	673,503	1,059,736	-	97,709	29,354	(17,172)	(4,166)	33
Cash and investments - ending	\$ 413,745	\$ 6,867,988	\$ 2,493,680	\$ 5,912,522	\$ 228,269	\$ 535,793	\$ 43,457	\$ (17,172)	\$ (4,166)	\$ 33

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	LN Library Grant	Foundation Salaries	Lawrence Shelter - Comp Don	Instruction Support	Fairbanks Hospital FY09/10	Retirement Recognition	Community Hospital FY10/11	Lumina/AAEA	Adult and Continuing Education
Cash and investments - beginning	\$ -	\$ (32,233)	\$ 31,325	\$ 53,056	\$ 14,717	\$ -	\$ 11,250	\$ 6,991	\$ (406,151)
Receipts:									
Local sources	11,500	213,428	13	30,605	-	1,500	32,258	6,353	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	<u>11,500</u>	<u>213,428</u>	<u>13</u>	<u>30,605</u>	<u>-</u>	<u>1,500</u>	<u>32,258</u>	<u>6,353</u>	<u>-</u>
Disbursements:									
Current:									
Instruction	-	-	-	28,058	14,717	-	8,855	9,601	-
Support services	11,247	-	-	14,994	-	1,500	34,653	-	-
Noninstructional services	-	194,408	-	745	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>11,247</u>	<u>194,408</u>	<u>-</u>	<u>43,797</u>	<u>14,717</u>	<u>1,500</u>	<u>43,508</u>	<u>9,601</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>253</u>	<u>19,020</u>	<u>13</u>	<u>(13,192)</u>	<u>(14,717)</u>	<u>-</u>	<u>(11,250)</u>	<u>(3,248)</u>	<u>-</u>
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>253</u>	<u>19,020</u>	<u>13</u>	<u>(13,192)</u>	<u>(14,717)</u>	<u>-</u>	<u>(11,250)</u>	<u>(3,248)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 253</u>	<u>\$ (13,213)</u>	<u>\$ 31,338</u>	<u>\$ 39,864</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,743</u>	<u>\$ (406,151)</u>

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Challenge Education	HS AERD	AVID	MAC	Training Workshop	Preschool of the Arts	ABE Scholarship	Luther Scholarship	Leon Riggs Scholarship
Cash and investments - beginning	\$ 1,693	\$ 1,132	\$ -	\$ -	\$ 626	\$ (196,951)	\$ 50,624	\$ 27,172	\$ -
Receipts:									
Local sources	-	2,000	102,063	60,000	-	2,303,336	1,160	614	12,000
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	26,625	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	2,000	102,063	60,000	-	2,329,961	1,160	614	12,000
Disbursements:									
Current:									
Instruction	1,693	2,034	-	-	-	2,205,189	-	-	-
Support services	-	-	118,465	120,889	-	31,127	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	2,000	4,893
Total disbursements	1,693	2,034	118,465	120,889	-	2,236,316	-	2,000	4,893
Excess (deficiency) of receipts over disbursements	(1,693)	(34)	(16,402)	(60,889)	-	93,645	1,160	(1,386)	7,107
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	(1,693)	(34)	(16,402)	(60,889)	-	93,645	1,160	(1,386)	7,107
Cash and investments - ending	\$ -	\$ 1,098	\$ (16,402)	\$ (60,889)	\$ 626	\$ (103,306)	\$ 51,784	\$ 25,786	\$ 7,107

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Gordon Teter Scholarship	Miscellaneous Programs	Autism Advocates	Wellness Policy	3M Aero-PLTW FY 11/12	Employee Criminal History	Strategic Planning	Professional Development FY09/10	Emergency Aid
Cash and investments - beginning	\$ 32,934	\$ 207,742	\$ 1,632	\$ 61,655	\$ -	\$ 706	\$ 26,444	\$ 6,402	\$ 36,482
Receipts:									
Local sources	782	270,729	1,500	-	-	20,932	97,282	-	-
Intermediate sources	-	-	-	-	7,250	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	782	270,729	1,500	-	7,250	20,932	97,282	-	-
Disbursements:									
Current:									
Instruction	-	-	677	-	7,250	-	-	-	-
Support services	-	270,446	-	-	-	21,983	105,750	2,665	-
Noninstructional services	-	-	-	8,334	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	-	270,446	677	8,334	7,250	21,983	105,750	2,665	-
Excess (deficiency) of receipts over disbursements	782	283	823	(8,334)	-	(1,051)	(8,468)	(2,665)	-
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	782	283	823	(8,334)	-	(1,051)	(8,468)	(2,665)	-
Cash and investments - ending	\$ 33,716	\$ 208,025	\$ 2,455	\$ 53,321	\$ -	\$ (345)	\$ 17,976	\$ 3,737	\$ 36,482

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Professional Development FY08/09	Common Goal Initiative 07	Gifted/Talented FY10/11	High Ability FY11/12	Common Schl Fund - Loan #A1547	Common Schl Fund - Loan #A1596	Common Schl Fund - Loan #A1507	Extra Curricular Clearing	Cultural Arts
Cash and investments - beginning	\$ 10,711	\$ (37,500)	\$ 19,141	\$ -	\$ -	\$ -	\$ (98,370)	\$ (12,555)	\$ 1,740
Receipts:									
Local sources	-	37,500	-	-	-	-	-	109,467	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	87,893	-	929,622	1,387,653	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	37,500	-	87,893	-	929,622	1,387,653	109,467	-
Disbursements:									
Current:									
Instruction	-	-	19,141	60,133	-	-	-	91,874	1,145
Support services	6,352	-	-	-	9,172	929,622	1,289,283	4,492	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	6,352	-	19,141	60,133	9,172	929,622	1,289,283	96,366	1,145
Excess (deficiency) of receipts over disbursements	(6,352)	37,500	(19,141)	27,760	(9,172)	-	98,370	13,101	(1,145)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(6,352)	37,500	(19,141)	27,760	(9,172)	-	98,370	13,101	(1,145)
Cash and investments - ending	\$ 4,359	\$ -	\$ -	\$ 27,760	\$ (9,172)	\$ -	\$ -	\$ 546	\$ 595

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Non-English Speaking Programs P.L. 273-1999	NESP FY11/12	School Technology	Non-English Speaking FY10/11	Title I FY10/11	Title I FY11/12	School Improvement FY10/11	Title I Migrant FY10/11	Title I Migrant FY11/12
Cash and investments - beginning	\$ 4,171	\$ -	\$ -	\$ 8,216	\$ (140,578)	\$ -	\$ (6,636)	\$ (3,761)	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	143,239	1,233	-	-	-	-	-	-
Federal sources	-	-	-	-	632,977	2,098,949	34,061	3,737	43,957
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	143,239	1,233	-	632,977	2,098,949	34,061	3,737	43,957
Disbursements:									
Current:									
Instruction	2,798	94,495	-	8,216	238,943	2,124,056	-	-	47,400
Support services	-	-	-	-	198,289	335,840	26,610	(24)	-
Noninstructional services	-	-	-	-	20,564	295,588	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	601	-	-	20,504	-	815	-	-
Total disbursements	2,798	95,096	-	8,216	478,300	2,755,484	27,425	(24)	47,400
Excess (deficiency) of receipts over disbursements	(2,798)	48,143	1,233	(8,216)	154,677	(656,535)	6,636	3,761	(3,443)
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	14,099	-	-	-
Transfers out	-	-	-	-	(14,099)	-	-	-	-
Total other financing sources (uses)	-	-	-	-	(14,099)	14,099	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(2,798)	48,143	1,233	(8,216)	140,578	(642,436)	6,636	3,761	(3,443)
Cash and investments - ending	\$ 1,373	\$ 48,143	\$ 1,233	\$ -	\$ -	\$ (642,436)	\$ -	\$ -	\$ (3,443)

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Part B Resource FY09/10	Part B Resource FY10/11	IDEA Part B FY 2012	Special Ed Preschool FY09/10	Special Ed Preschool FY10/11	Special Ed Preschool FY11/12	Safe and Drug Free FY09/10	Team Nutrition Training Grants	Health Insurance
Cash and investments - beginning	\$ (118,389)	\$ (128,546)	\$ -	\$ 3,422	\$ (6,019)	\$ -	\$ 7,937	\$ 2,221	\$ 50,736
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	264,236	1,352,184	51,738	12,363	26,238	36,075	13,872	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	<u>264,236</u>	<u>1,352,184</u>	<u>51,738</u>	<u>12,363</u>	<u>26,238</u>	<u>36,075</u>	<u>13,872</u>	<u>-</u>	<u>-</u>
Disbursements:									
Current:									
Instruction	145,847	1,223,638	1,922,599	15,785	20,219	87,365	7,476	-	-
Support services	-	-	-	-	-	-	14,333	2,221	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	6,750
Total disbursements	<u>145,847</u>	<u>1,223,638</u>	<u>1,922,599</u>	<u>15,785</u>	<u>20,219</u>	<u>87,365</u>	<u>21,809</u>	<u>2,221</u>	<u>6,750</u>
Excess (deficiency) of receipts over disbursements	<u>118,389</u>	<u>128,546</u>	<u>(1,870,861)</u>	<u>(3,422)</u>	<u>6,019</u>	<u>(51,290)</u>	<u>(7,937)</u>	<u>(2,221)</u>	<u>(6,750)</u>
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>118,389</u>	<u>128,546</u>	<u>(1,870,861)</u>	<u>(3,422)</u>	<u>6,019</u>	<u>(51,290)</u>	<u>(7,937)</u>	<u>(2,221)</u>	<u>(6,750)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,870,861)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (51,290)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,986</u>

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	McKinney Vento FY10/11	McKinney Vento FY11/12	Perkins FY10/11	Perkins FY11/12	Biomedical Science Grant FY10/11	Tech Prep-PLTW	Other Federal Programs	Magnet Schools Assistance FY10/11	Magnet Grant FY11/12
Cash and investments - beginning	\$ (3,627)	\$ -	\$ (27,646)	\$ -	\$ (2,775)	\$ -	\$ (70,299)	\$ (229,892)	\$ -
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	38,528	4,665	76,091	149,401	3,516	20,706	-	2,309,613	1,747,895
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	<u>38,528</u>	<u>4,665</u>	<u>76,091</u>	<u>149,401</u>	<u>3,516</u>	<u>20,706</u>	<u>-</u>	<u>2,309,613</u>	<u>1,747,895</u>
Disbursements:									
Current:									
Instruction	2,503	-	48,445	155,982	741	19,671	36,111	1,838,758	1,950,618
Support services	34,584	54,459	-	-	-	-	-	-	-
Noninstructional services	-	309	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	221,786	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	9,241	-	1,035	-	26,709	-
Total disbursements	<u>37,087</u>	<u>54,768</u>	<u>48,445</u>	<u>165,223</u>	<u>741</u>	<u>20,706</u>	<u>36,111</u>	<u>2,087,253</u>	<u>1,950,618</u>
Excess (deficiency) of receipts over disbursements	<u>1,441</u>	<u>(50,103)</u>	<u>27,646</u>	<u>(15,822)</u>	<u>2,775</u>	<u>-</u>	<u>(36,111)</u>	<u>222,360</u>	<u>(202,723)</u>
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>1,441</u>	<u>(50,103)</u>	<u>27,646</u>	<u>(15,822)</u>	<u>2,775</u>	<u>-</u>	<u>(36,111)</u>	<u>222,360</u>	<u>(202,723)</u>
Cash and investments - ending	<u>\$ (2,186)</u>	<u>\$ (50,103)</u>	<u>\$ -</u>	<u>\$ (15,822)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (106,410)</u>	<u>\$ (7,532)</u>	<u>\$ (202,723)</u>

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	First Robotics Competition Program	Title II Part A FY09/10	Title II Part A FY10/11	Title IIA FY11/12	ITQ, Enhanced Education Through Technology Title II, Part D	Title III FY11/12	College Success Grant	Title III, Part A FY10/11	Title I - Grants to LEAs
Cash and investments - beginning	\$ -	\$ (35,729)	\$ (49,785)	\$ -	\$ 29,761	\$ -	\$ -	\$ (28,001)	\$ (26,615)
Receipts:									
Local sources	-	-	-	870	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
Slate sources	-	-	-	-	-	-	-	-	-
Federal sources	4,600	42,081	437,222	53,892	290,933	108,811	2,500	39,951	73,399
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	4,600	42,081	437,222	54,762	290,933	108,811	2,500	39,951	73,399
Disbursements:									
Current:									
Instruction	4,600	-	-	-	-	116,206	-	6,451	44,218
Support services	-	6,352	373,642	150,516	320,694	-	-	5,499	2,566
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	17,246	1,514	-	3,543	-	-	-
Total disbursements	4,600	6,352	390,888	152,030	320,694	119,749	-	11,950	46,784
Excess (deficiency) of receipts over disbursements	-	35,729	46,334	(97,268)	(29,761)	(10,938)	2,500	28,001	26,615
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	-	35,729	46,334	(97,268)	(29,761)	(10,938)	2,500	28,001	26,615
Cash and investments - ending	\$ -	\$ -	\$ (3,451)	\$ (97,268)	\$ -	\$ (10,938)	\$ 2,500	\$ -	\$ -

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2012
 (Continued)

	Special Education - Part B	Special Education - Part B - Preschool	Education Jobs	Miscellaneous Clearing Account	Payroll Clearing Account	Foundation Grants	Health Insurance COBRA	Clearing Account	Totals
Cash and investments - beginning	\$ (87,968)	\$ (2,039)	\$ (99,864)	\$ (125)	\$ (6,519)	\$ (8,533)	\$ 38,417	\$ 6,400,291	\$ 37,051,617
Receipts:									
Local sources	-	-	-	-	-	-	-	-	65,397,741
Intermediate sources	-	-	-	-	-	-	-	-	42,903
State sources	-	-	-	-	-	-	-	-	95,284,093
Federal sources	273,444	23,439	824,391	-	-	-	-	-	16,180,441
Temporary loans	-	-	-	-	-	-	-	-	4,744,701
Other	-	-	-	587,520	-	31,803	1,244,334	30,222,069	32,427,089
Total receipts	273,444	23,439	824,391	587,520	-	31,803	1,244,334	30,222,069	214,076,968
Disbursements:									
Current:									
Instruction	185,476	21,400	724,527	-	-	-	-	-	83,796,425
Support services	-	-	-	-	-	-	-	-	41,754,036
Noninstructional services	-	-	-	-	-	-	-	-	7,899,200
Facilities acquisition and construction	-	-	-	-	-	-	-	-	9,217,699
Debt services	-	-	-	-	-	-	-	-	22,838,896
Nonprogrammed charges	-	-	-	588,405	-	26,171	1,364,423	29,129,146	45,182,920
Total disbursements	185,476	21,400	724,527	588,405	-	26,171	1,364,423	29,129,146	210,689,176
Excess (deficiency) of receipts over disbursements	87,968	2,039	99,864	(885)	-	5,632	(120,089)	1,092,923	3,387,792
Other financing sources (uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	1,233,163
Transfers in	-	-	-	-	-	-	-	-	14,099
Transfers out	-	-	-	-	-	-	-	-	(14,099)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	1,233,163
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	87,968	2,039	99,864	(885)	-	5,632	(120,089)	1,092,923	4,620,955
Cash and investments - ending	\$ -	\$ -	\$ -	\$ (1,010)	\$ (6,519)	\$ (2,901)	\$ (81,672)	\$ 7,493,214	\$ 41,672,572

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Rainy Day	Retirement/ Severance Bond	Construction	Roofing Project GO Bond 2012
Cash and investments - beginning	\$ 5,378,050	\$ 4,983,743	\$ 164,872	\$ 2,556,110	\$ 2,661,881	\$ 717,404	\$ 1,089,880	\$ 2,186,589	\$ 345,698	\$ -
Receipts:										
Local sources	985,013	15,618,227	2,456,509	12,375,433	9,574,646	1,471,834	25,300	2,656,714	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	92,860,060	-	-	-	-	-	-	-	-	-
Federal sources	25,300	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	4,164,115	-	-	-	-	-
Other	116,813	-	-	-	13,055	-	-	-	-	-
Total receipts	93,987,186	15,618,227	2,456,509	12,375,433	13,751,816	1,471,834	25,300	2,656,714	-	-
Disbursements:										
Current:										
Instruction	69,440,698	-	-	-	-	-	-	-	-	-
Support services	20,048,262	-	-	5,290,656	8,403,663	1,360,976	560,159	2,222,383	-	-
Noninstructional services	439,746	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	8,357,297	-	-	-	-	282,468	119,406
Debt services	-	16,739,972	2,240,591	-	4,656,209	-	-	450	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-	-
Total disbursements	89,928,706	16,739,972	2,240,591	13,647,953	13,059,872	1,360,976	560,159	2,222,833	282,468	119,406
Excess (deficiency) of receipts over disbursements	4,058,480	(1,121,745)	215,918	(1,272,520)	691,944	110,858	(534,859)	433,881	(282,468)	(119,406)
Other financing sources (uses):										
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-	1,995,500
Sale of capital assets	13,914	-	-	3,848	55,139	-	-	-	-	-
Total other financing sources (uses)	13,914	-	-	3,848	55,139	-	-	-	-	1,995,500
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,072,394	(1,121,745)	215,918	(1,268,672)	747,083	110,858	(534,859)	433,881	(282,468)	1,876,094
Cash and investments - ending	\$ 9,450,444	\$ 3,861,998	\$ 380,790	\$ 1,287,438	\$ 3,408,964	\$ 828,262	\$ 555,021	\$ 2,620,470	\$ 63,230	\$ 1,876,094

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Secondary Facilities Project GO Bond 2012	Techn/ Equipment Project GO Bond 2012	CV Projects GO Bond 2012	Early Childhood Centers	First Mortgage Bond Series 2007	School Lunch	Textbook Rental	Self-Insurance	Levy Excess	Child Care Program
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 739,219	\$ 413,745	\$ 6,867,988	\$ 2,493,680	\$ 5,912,522	\$ 228,269	\$ 535,793
Receipts:										
Local sources	-	-	-	-	-	2,445,711	756,303	15,946,018	-	1,656,587
Intermediate sources	-	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	63,229	717,008	-	-	-
Federal sources	-	-	-	-	-	4,941,642	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total receipts	-	-	-	-	-	7,450,582	1,473,311	15,946,018	-	1,656,587
Disbursements:										
Current:										
Instruction	-	-	-	-	-	-	-	-	-	1,359,043
Support services	-	-	-	-	-	192,591	1,494,284	-	-	164,117
Noninstructional services	-	-	-	-	-	8,609,997	-	-	-	-
Facilities acquisition and construction	459,082	1,314,398	215,638	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	67,152	-	13,034,909	-	-
Total disbursements	459,082	1,314,398	215,638	-	-	8,869,740	1,494,284	13,034,909	-	1,523,160
Excess (deficiency) of receipts over disbursements	(459,082)	(1,314,398)	(215,638)	-	-	(1,419,158)	(20,973)	2,911,109	-	133,427
Other financing sources (uses):										
Proceeds of long-term debt	1,995,500	1,995,500	1,995,500	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	1,995,500	1,995,500	1,995,500	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	1,536,418	681,102	1,779,862	-	-	(1,419,158)	(20,973)	2,911,109	-	133,427
Cash and investments - ending	\$ 1,536,418	\$ 681,102	\$ 1,779,862	\$ 739,219	\$ 413,745	\$ 5,448,830	\$ 2,472,707	\$ 8,823,631	\$ 228,269	\$ 669,220

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Alternative Education	Safe Haven 2011	Early Literacy Intervention	Student Life Ctr Support	LC Library Grant	LN Library Grant	Library Grant - LN	Foundation Salaries	Lawrence Shelter - Comp Don
Cash and investments - beginning	\$ 43,457	\$ (17,172)	\$ -	\$ (4,166)	\$ 33	\$ 253	\$ -	\$ (13,213)	\$ 31,338
Receipts:									
Local sources	-	-	-	15,442	11,500	11,500	5,000	168,680	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	17,172	103,120	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	17,172	103,120	15,442	11,500	11,500	5,000	168,680	-
Disbursements:									
Current:									
Instruction	43,457	-	55,775	12,076	-	-	-	-	11,660
Support services	-	-	-	-	10,049	9,229	4,224	-	-
Noninstructional services	-	-	-	-	-	-	-	169,836	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	43,457	-	55,775	12,076	10,049	9,229	4,224	169,836	11,660
Excess (deficiency) of receipts over disbursements	(43,457)	17,172	47,345	3,366	1,451	2,271	776	(1,156)	(11,660)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(43,457)	17,172	47,345	3,366	1,451	2,271	776	(1,156)	(11,660)
Cash and investments - ending	\$ -	\$ -	\$ 47,345	\$ (800)	\$ 1,484	\$ 2,524	\$ 776	\$ (14,369)	\$ 19,678

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Instruction Support	Retirement Recognition	Lumina/AAEA	Adult and Continuing Education	HS AERD	AVID	MAC	Training Workshop	Preschool of the Arts
Cash and investments - beginning	\$ 39,864	\$ -	\$ 3,743	\$ (406,151)	\$ 1,098	\$ (16,402)	\$ (60,889)	\$ 626	\$ (103,306)
Receipts:									
Local sources	40,735	1,000	6,080	-	-	100,000	53,000	-	1,610,149
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	100
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	<u>40,735</u>	<u>1,000</u>	<u>6,080</u>	<u>-</u>	<u>-</u>	<u>100,000</u>	<u>53,000</u>	<u>-</u>	<u>1,610,249</u>
Disbursements:									
Current:									
Instruction	27,158	-	3,890	-	1,098	-	-	-	1,699,296
Support services	13,224	880	-	-	-	62,600	11,599	-	30,304
Noninstructional services	4,431	-	-	-	-	-	-	-	-
Facilities acquisition and construction	2,184	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	<u>46,997</u>	<u>880</u>	<u>3,890</u>	<u>-</u>	<u>1,098</u>	<u>62,600</u>	<u>11,599</u>	<u>-</u>	<u>1,729,600</u>
Excess (deficiency) of receipts over disbursements	<u>(6,262)</u>	<u>120</u>	<u>2,190</u>	<u>-</u>	<u>(1,098)</u>	<u>37,400</u>	<u>41,401</u>	<u>-</u>	<u>(119,351)</u>
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	1,410
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,410</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(6,262)</u>	<u>120</u>	<u>2,190</u>	<u>-</u>	<u>(1,098)</u>	<u>37,400</u>	<u>41,401</u>	<u>-</u>	<u>(117,941)</u>
Cash and investments - ending	<u>\$ 33,602</u>	<u>\$ 120</u>	<u>\$ 5,933</u>	<u>\$ (406,151)</u>	<u>\$ -</u>	<u>\$ 20,998</u>	<u>\$ (19,488)</u>	<u>\$ 626</u>	<u>\$ (221,247)</u>

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	ABE Scholarship	Luther Scholarship	Leon Riggs Scholarship	Gordon Teter Scholarship	Miscellaneous Programs	Autism Advocates	Wellness Policy	3M-SME Grnt/Prime FY 12/13	IN First Robotics Program FY 12/13
Cash and investments - beginning	\$ 51,784	\$ 25,786	\$ 7,107	\$ 33,716	\$ 208,025	\$ 2,455	\$ 53,321	\$ -	\$ -
Receipts:									
Local sources	-	-	15,000	-	203,912	6,910	-	-	-
Intermediate sources	-	-	-	-	-	-	-	15,000	3,300
State sources	-	-	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	-	-	15,000	-	203,912	6,910	-	15,000	3,300
Disbursements:									
Current:									
Instruction	-	-	-	-	-	1,745	-	9,583	3,300
Support services	-	-	-	-	235,023	-	-	-	-
Noninstructional services	-	-	-	-	-	-	537	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	10,000	8,000	16,569	13,000	-	-	-	-	-
Total disbursements	10,000	8,000	16,569	13,000	235,023	1,745	537	9,583	3,300
Excess (deficiency) of receipts over disbursements	(10,000)	(8,000)	(1,569)	(13,000)	(31,111)	5,165	(537)	5,417	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(10,000)	(8,000)	(1,569)	(13,000)	(31,111)	5,165	(537)	5,417	-
Cash and investments - ending	\$ 41,784	\$ 17,786	\$ 5,538	\$ 20,716	\$ 176,914	\$ 7,620	\$ 52,784	\$ 5,417	\$ -

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Employee Criminal History	Strategic Planning	Professional Development FY09/10	Emergency Aid	Professional Development FY08/09	High Ability FY11/12	High Ability FY12/13	Common Schl Fund - Loan #A1547	Common Schl Fund - Loan #A1596
Cash and investments - beginning	\$ (345)	\$ 17,976	\$ 3,737	\$ 36,482	\$ 4,359	\$ 27,760	\$ -	\$ (9,172)	\$ -
Receipts:									
Local sources	25,465	100,156	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	88,991	308,960	483,997
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	25,465	100,156	-	-	-	-	88,991	308,960	483,997
Disbursements:									
Current:									
Instruction	-	-	-	-	-	27,760	85,118	-	-
Support services	22,543	111,039	11	12,006	500	-	299,788	483,997	
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	22,543	111,039	11	12,006	500	27,760	85,118	299,788	483,997
Excess (deficiency) of receipts over disbursements	2,922	(10,883)	(11)	(12,006)	(500)	(27,760)	3,873	9,172	-
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,922	(10,883)	(11)	(12,006)	(500)	(27,760)	3,873	9,172	-
Cash and investments - ending	\$ 2,577	\$ 7,093	\$ 3,726	\$ 24,476	\$ 3,859	\$ -	\$ 3,873	\$ -	\$ -

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Common Schl Fund - Loan #A1634	Common Schl Fund - Loan #A1691	Extra Curricular Clearing	Cultural Arts	Non-English Speaking Programs P.L. 273-1999	NESP FY11/12	NESP FY12/13	School Technology	Project Lead the Way
Cash and investments - beginning	\$ -	\$ -	\$ 546	\$ 595	\$ 1,373	\$ 48,143	\$ -	\$ 1,233	\$ -
Receipts:									
Local sources	-	-	74,384	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	1,376,100	244,008	-	-	-	-	149,492	4,665	10,000
Federal sources	-	-	-	-	-	-	-	-	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	1,376,100	244,008	74,384	-	-	-	149,492	4,665	10,000
Disbursements:									
Current:									
Instruction	-	-	66,601	398	-	48,143	148,029	-	-
Support services	1,376,100	244,008	12,346	-	-	-	-	1,233	-
Noninstructional services	-	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-	-
Total disbursements	1,376,100	244,008	78,947	398	-	48,143	148,029	1,233	-
Excess (deficiency) of receipts over disbursements	-	-	(4,563)	(398)	-	(48,143)	1,463	3,432	10,000
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	(4,563)	(398)	-	(48,143)	1,463	3,432	10,000
Cash and investments - ending	\$ -	\$ -	\$ (4,017)	\$ 197	\$ 1,373	\$ -	\$ 1,463	\$ 4,665	\$ 10,000

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Title I FY11/12	Title I FY12/13	Title I Migrant FY11/12	IDEA Part B FY 2012	IDEA Part B FY 2013	Special Ed Preschool FY10/11	Special Ed Preschool FY11/12	Special Ed Preschool FY12/13	Health Insurance
Cash and investments - beginning	\$ (642,436)	\$ -	\$ (3,443)	\$ (1,870,861)	\$ -	\$ -	\$ (51,290)	\$ -	\$ 43,986
Receipts:									
Local sources	-	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	1,161,378	2,963,580	3,443	3,404,693	2,521,985	15,556	78,221	93,759	-
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	1,161,378	2,963,580	3,443	3,404,693	2,521,985	15,556	78,221	93,759	-
Disbursements:									
Current:									
Instruction	437,610	1,362,565	-	1,539,286	2,873,742	15,556	26,931	92,545	6,519
Support services	62,384	1,824,073	-	-	-	-	-	-	-
Noninstructional services	5,253	98,506	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	13,695	-	-	-	-	-	-	-	11,250
Total disbursements	518,942	3,285,144	-	1,539,286	2,873,742	15,556	26,931	92,545	17,769
Excess (deficiency) of receipts over disbursements	642,436	(321,564)	3,443	1,865,407	(351,757)	-	51,290	1,214	(17,769)
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	642,436	(321,564)	3,443	1,865,407	(351,757)	-	51,290	1,214	(17,769)
Cash and investments - ending	\$ -	\$ (321,564)	\$ -	\$ (5,454)	\$ (351,757)	\$ -	\$ -	\$ 1,214	\$ 26,217

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	McKinney Vento FY10/11	McKinney Vento FY11/12	McKinney Vento FY12/13	CTE Tech Resource - 2013	Perkins FY11/12	Perkins FY12/13	Pathways/Tech Prep 12	Other Federal Programs	Magnet Schools Assistance FY10/11
Cash and investments - beginning	\$ (2,186)	\$ (50,103)	\$ -	\$ -	\$ (15,822)	\$ -	\$ -	\$ (106,410)	\$ (7,532)
Receipts:									
Local sources	-	-	-	-	-	419	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-	-
Federal sources	2,186	70,335	63,362	-	63,332	163,091	6,611	219,267	125,965
Temporary loans	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total receipts	2,186	70,335	63,362	-	63,332	163,510	6,611	219,267	125,965
Disbursements:									
Current:									
Instruction	-	-	-	6,016	47,510	178,090	6,333	110,884	118,433
Support services	-	20,232	74,545	-	-	-	-	-	-
Noninstructional services	-	-	455	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	11,764	278	14,036	-
Total disbursements	-	20,232	75,000	6,016	47,510	189,854	6,611	124,920	118,433
Excess (deficiency) of receipts over disbursements	2,186	50,103	(11,638)	(6,016)	15,822	(26,344)	-	94,347	7,532
Other financing sources (uses):									
Proceeds of long-term debt	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,186	50,103	(11,638)	(6,016)	15,822	(26,344)	-	94,347	7,532
Cash and investments - ending	\$ -	\$ -	\$ (11,638)	\$ (6,016)	\$ -	\$ (26,344)	\$ -	\$ (12,063)	\$ -

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Magnet Grant FY11/12	Magnet Grant FY12/13	Title II Part A FY10/11	Title IIA FY11/12	Title IIA FY12/13	Title III FY11/12	Title III FY12/13	College Success Grant
Cash and investments - beginning	\$ (202,723)	\$ -	\$ (3,451)	\$ (97,268)	\$ -	\$ (10,938)	\$ -	\$ 2,500
Receipts:								
Local sources	-	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	1,208,016	2,531,514	21,650	288,166	94,624	68,377	138,537	-
Temporary loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	1,208,016	2,531,514	21,650	288,166	94,624	68,377	138,537	-
Disbursements:								
Current:								
Instruction	964,381	2,735,254	-	-	-	57,439	142,306	681
Support services	-	-	18,199	196,091	111,603	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	80,659	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	40,912	-	-	-	13,661	-	4,483	-
Total disbursements	1,005,293	2,815,913	18,199	196,091	125,264	57,439	146,789	681
Excess (deficiency) of receipts over disbursements	202,723	(284,399)	3,451	92,075	(30,640)	10,938	(8,252)	(681)
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	202,723	(284,399)	3,451	92,075	(30,640)	10,938	(8,252)	(681)
Cash and investments - ending	\$ -	\$ (284,399)	\$ -	\$ (5,193)	\$ (30,640)	\$ -	\$ (8,252)	\$ 1,819

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES), AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended June 30, 2013
 (Continued)

	Education Jobs	Miscellaneous Clearing Account	Payroll Clearing Account	Foundation Grants	Health Insurance COBRA	2004 Refunding Issue	Clearing Account	Totals
Cash and investments - beginning	\$ -	\$ (1,010)	\$ (6,519)	\$ (2,901)	\$ (81,672)	\$ -	\$ 7,493,214	\$ 41,672,572
Receipts:								
Local sources	-	-	-	-	-	-	-	68,417,627
Intermediate sources	-	-	-	-	-	-	-	18,300
State sources	-	-	-	-	-	-	-	96,426,802
Federal sources	61,799	-	-	-	-	-	-	20,336,489
Temporary loans	-	-	-	-	-	-	-	4,164,115
Other	-	129,049	6,519	10,586	1,286,310	74,059	32,913,402	34,549,793
Total receipts	61,799	129,049	6,519	10,586	1,286,310	74,059	32,913,402	223,913,126
Disbursements:								
Current:								
Instruction	61,799	-	-	-	-	-	-	83,828,708
Support services	-	-	-	-	-	-	-	44,984,921
Noninstructional services	-	-	-	-	-	-	-	9,328,761
Facilities acquisition and construction	-	-	-	-	-	-	-	10,831,132
Debt services	-	-	-	-	-	-	-	23,637,222
Nonprogrammed charges	-	124,952	-	10,586	1,114,847	74,059	36,652,108	51,236,261
Total disbursements	61,799	124,952	-	10,586	1,114,847	74,059	36,652,108	223,847,005
Excess (deficiency) of receipts over disbursements	-	4,097	6,519	-	171,463	-	(3,738,706)	66,121
Other financing sources (uses):								
Proceeds of long-term debt	-	-	-	-	-	-	-	7,982,000
Sale of capital assets	-	-	-	-	-	-	-	74,311
Total other financing sources (uses)	-	-	-	-	-	-	-	8,056,311
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	4,097	6,519	-	171,463	-	(3,738,706)	8,122,432
Cash and investments - ending	\$ -	\$ 3,087	\$ -	\$ (2,901)	\$ 89,791	\$ -	\$ 3,754,508	\$ 49,795,004

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
AUDIT RESULTS AND COMMENTS

OVERDRAWN CASH BALANCES

The financial statement presented in this report included the following funds with overdrawn cash balances:

Fund	Amount Overdrawn 06-30-12	Amount Overdrawn 06-30-13
Adult and Continuing Education	\$ 406,151	\$ 406,151
Preschool of the Arts	103,306	221,247

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

CONDITION OF RECORDS

Financial records presented for audit included the following deficiency:

Transactions recorded as "negative" receipts and disbursements - This practice resulted in the Title I Migrant FY10/11 Fund being reported with a negative disbursement amount. Correcting entries through the use of negative transactions should be made within the same month or semester period to avoid occurrence in different fiscal reporting periods or posting negative corrections to incorrect classifications.

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

APPROPRIATIONS

The records presented for audit indicated the following expenditures in excess of budgeted appropriations:

Fund	Years	Excess Amount Expended
School Transportation	2011	\$ 120,940
Rainy Day	2011	51,833

Indiana Code 6-1.1-18-4 states in part: ". . . the proper officers of a political subdivision shall appropriate funds in such a manner that the expenditures for a year do not exceed its budget for that year as finally determined under this article."

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 AUDIT RESULTS AND COMMENTS
 (Continued)

SUPPORTING DOCUMENTATION

We noted the following disbursements did not include supporting documentation to support the purchases.

Date	Amount	Payee	Description of Purchase
08-03-11	\$ 63	Circle K	Fuel
08-24-11	69	Circle K	Fuel
08-29-11	92	Circle K	Fuel
11-01-12	444	Indiana BMV	Titles
Various	3,984	Amazon.com	Books
Various	<u>1,164</u>	Accumulated Other	Various
Totals	<u>\$ 5,816</u>		

We also noted the following disbursements did not have detailed receipts for food and beverages purchased.

Date	Amount	Payee	Description of Purchase
08-03-11	\$ 20	Puccini's	Food
09-11-12	23	Le Peeps Restaurant	Food
09-18-12	23	Le Peeps Restaurant	Food
09-19-12	149	McAlister's Deli	Food
09-20-12	34	Puccini's	Food
09-27-12	565	Papa Johns	Food
10-08-12	<u>560</u>	Coginos	Food
Totals	<u>\$ 1,374</u>		

Due to the lack of supporting information, we could not verify the purpose of the disbursement.

Supporting documentation such as receipts, canceled checks, tickets, invoices, bills, contracts, and other public records must be available for audit to provide supporting information for the validity and accountability of monies disbursed. Payments without supporting documentation may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 9)

PUBLIC RECORDS RETENTION (Applies to Brook Park Elementary School)

The receipt duplicates or copies for school year 2011-2012 were not retained and available for audit.

Indiana Code 5-15-6-3(f), concerning destruction of public records, states in part: "Original records may be disposed of only with the approval of the commission according to guidelines established by the commission."

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SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE

TO: THE OFFICIALS OF THE METROPOLITAN SCHOOL DISTRICT
OF LAWRENCE TOWNSHIP, MARION COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Metropolitan School District of Lawrence Township's (School Corporation) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the period of July 1, 2011 to June 30, 2013. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School Corporation's major federal programs based on our audit of the types of compliance requirements referred to above. 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the School Corporation's compliance.

Opinion on Each Major Federal Program

In our opinion, the School Corporation complied, in all material respects, with the types of compliance 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, 2011 to June 30, 2013.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
(Continued)

Other Matters

The School Corporation's response to our audit is described in the accompanying Official Response. The School Corporation's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance


Management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Corporation's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program 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.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance 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. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of 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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The School Corporation's response to our audit is described in the accompanying Official Response. The School Corporation's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

February 25, 2014

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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.

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Years Ended June 30, 2012 and 2013

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-12	Total Federal Awards Expended 06-30-13
Department of Agriculture					
Child Nutrition Cluster					
School Breakfast Program	Indiana Department of Education	10.553	FY2012	\$ 1,309,588	\$ -
		10.553	FY2013	-	1,438,376
Total - School Breakfast Program				-	-
National School Lunch Program	Indiana Department of Education	10.555	FY2012	4,075,629	-
		10.555	FY2013	-	3,980,734
Total - National School Lunch Program				4,075,629	3,980,734
Summer Food Service Program for Children	Indiana Department of Education	10.559	FY2012	63,748	-
		10.559	FY2013	-	29,471
Total - Summer Food Service Program for Children				63,748	29,471
Total - Child Nutrition Cluster				5,448,965	5,448,581
Child and Adult Care Food Program	Indiana Department of Education	10.558	FY 2012	26,625	-
Team Nutrition Grants	Indiana Department of Education	10.574	EDS#A58-0-1055-073	2,221	-
Total - Department of Agriculture				5,477,811	5,448,581
Department of Labor					
WIA Pilots, Demonstrations, and Research Projects	Indiana Department of Workforce Development	17.261	C1-10-SPL BIO 10-804	3,516	-
Total - Department of Labor				3,516	-

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

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Years Ended June 30, 2012 and 2013
(Continued)

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-12	Total Federal Awards Expended 06-30-13
<u>Department of Education</u>					
Title I, Part A Cluster					
Title I Grants to Local Educational Agencies	Indiana Department of Education	84.010	11-5330	632,977	-
			12-5330	2,098,949	1,161,378
			13-5330	-	2,963,580
			11-5330,SI	<u>34,061</u>	<u>-</u>
Total - Title I Grants to Local Educational Agencies				<u>2,765,987</u>	<u>4,124,958</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	Indiana Department of Education	84.389	S389A090014/11-5330	<u>73,399</u>	<u>-</u>
Total - Title I, Part A Cluster				<u>2,839,386</u>	<u>4,124,958</u>
Special Education Cluster (IDEA)					
Special Education - Grants to States	Indiana Department of Education	84.027	14210-036-PN01	264,236	-
			14211-036-PN01	1,352,184	-
			14212-036-PN01	51,738	3,404,693
			14213-036-PN01	<u>-</u>	<u>2,521,985</u>
Total - Special Education - Grants to States				<u>1,668,158</u>	<u>5,926,678</u>
Special Education - Preschool Grants	Indiana Department of Education	84.173	45710-036-PN01	12,363	-
			45711-036-PN01	26,238	15,556
			45712-036-PN01	36,075	78,221
			45713-036-PN01	<u>-</u>	<u>93,759</u>
Total - Special Education - Preschool Grants				<u>74,676</u>	<u>187,536</u>
ARRA - Special Education - Grants to States, Recovery Act	Indiana Department of Education	84.391	33310-036-SN01	<u>273,444</u>	<u>-</u>
ARRA - Special Education - Preschool Grants, Recovery Act	Indiana Department of Education	84.392	44410-036-SN01	<u>23,439</u>	<u>-</u>
Total - Special Education Cluster				<u>2,039,717</u>	<u>6,114,214</u>

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

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Years Ended June 30, 2012 and 2013
 (Continued)

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-12	Total Federal Awards Expended 06-30-13
<u>Department of Education (continued)</u>					
Education of Homeless Children and Youth Cluster Education for Homeless Children and Youth	Indiana Department of Education	84.196	A58-1-11DL-035 A58-1-12DL-035 A58-3-13SS-1024	38,528 4,665 -	2,186 70,335 63,362
Total - Education for Homeless Children and Youth Program and Cluster				<u>43,193</u>	<u>135,883</u>
Educational Technology State Grants Cluster Educational Technology State Grants	Indiana Department of Education	84.318	A58-0-10-IT-056	<u>290,933</u>	<u>-</u>
Total - Educational Technology Sate Grants Cluster				<u>290,933</u>	<u>-</u>
Magnet Schools Assistance	Direct Grant	84.165	U165A100092 U165A100092 U165A100092	2,309,613 1,747,895 -	125,965 1,208,016 2,531,514
Total - Magnet Schools Assistance				<u>4,057,508</u>	<u>3,865,495</u>
Safe and Drug-Free Schools and Communities - National Programs Readiness and Emergency Management of Schools	Direct Grant	84.184	Q184E100026	<u>-</u>	<u>219,267</u>
Migrant Education - State Grant Program	Indiana Department of Education	84.011	FY10-11/SY-2 38211-013-PN01	3,737 <u>43,957</u>	- <u>3,443</u>
Total - Migrant Education - Basic Grants to States				<u>47,694</u>	<u>3,443</u>
Career and Technical Education - Basic Grants to States	Indiana Department of Workforce Development	84.048	11-6200-5330 11-4700-5330 12-4700-5330 13-4700-5330 # T72501213 # 8282	20,706 76,091 149,401 - - <u>4,600</u>	- - 63,332 163,091 6,611 <u>-</u>
Total - Career and Technical Education - Basic Grants to States				<u>250,798</u>	<u>233,034</u>

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

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Years Ended June 30, 2012 and 2013
(Continued)

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-12	Total Federal Awards Expended 06-30-13
<u>Department of Education (continued)</u>					
Safe and Drug-Free Schools and Communities - State Grants	Indiana Department of Education	84.186	09-5330	13,872	-
English Language Acquisition Grants	Indiana Department of Education	84.365	01111-058-PN01 01112-058-PN01 01113-061-PN01	39,951 108,811 -	- 68,377 138,537
Total - English Language Acquisition Grants				148,762	206,914
Improving Teacher Quality State Grants	Indiana Department of Education	84.367	09-5330 10-5330 11-5330 12-5330	42,081 437,222 53,892 -	- 21,650 288,166 94,624
Total - Improving Teacher Quality State Grants				533,195	404,440
College Access Challenge Grant Program	Indiana Department of Education	84.378	P378A110012, 2011	2,500	-
Education Jobs Fund	Indiana Department of Education	84.410	S410A100015/5330	824,391	61,799
Total - Department of Education				11,091,949	15,369,447
Total federal awards expended				<u>\$ 16,573,276</u>	<u>\$ 20,818,028</u>

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

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
 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 Metropolitan School District of Lawrence Township (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. Subrecipients

Of the federal expenditures presented in the schedule, the School Corporation provided federal awards to subrecipients as follows for the years ended June 30, 2012 and 2013:

Program Title	Federal CFDA Number	2012	2013
Improving Teacher Quality State Grants	84.367	\$ 59,346	\$ 58,603

Note 3. Noncash Assistance

The School Corporation expended the following amount of noncash assistance for the years ending June 30, 2012 and 2013. This noncash assistance is also included in the federal expenditures presented in the schedule.

Program Title	Federal CFDA Number	2012	2013
School Breakfast Program	10.553	\$ 128,927	\$ 136,796
National School Lunch Program	10.555	395,018	307,143

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
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; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiencies identified?	yes
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:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	no

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.165	Title I Cluster Special Education Cluster Magnet Schools Assistance

Dollar threshold used to distinguish between Type A and Type B programs: \$1,121,739

Auditee qualified as low-risk auditee?	no
--	----

Section II – Financial Statement Findings

FINDING 2013-001 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND REPORTING – SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)

The School Corporation did not have a proper system of internal control in place to prevent, or detect and correct, errors on the Schedule of Expenditures of Federal Awards (SEFA). The School Corporation should have proper controls in place over the preparation of the SEFA to ensure accurate reporting of federal awards.

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

During the audit of the SEFA, we noted the following immaterial errors:

- A federal program was not included:
 - 10.558 Child and Adult Care Food Program
- Federal programs reported for incorrect dollar amounts:
 - 10.555 National School Lunch Program - Federal Snack Money was not included in amounts presented.
 - 84.048 Career and Technical Education - Basic Grants to States - Robotics Grant was not included in amounts presented.
- Incorrect federal program names:
 - 17.261 WIA Pilots, Demonstrations, & Research Projects
 - 84.196 Education for Homeless Children & Youth
 - 84.011 Migrant Education - State Grant Program
 - 84.365 English Language Acquisition State Grants

Audit adjustments were proposed, accepted by the School Corporation, and made to the SEFA presented in this report.

Due to the errors noted above, the deficiency in internal controls was evaluated and determined to be a significant deficiency.

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

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

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Finding Number 2011-1

Original SBA Audit Report Number: 2011-1, Title 1 Reporting

Fiscal Year 2011

Auditee Contact Person Robin Phelps

Title of Contact Person CFO

Phone Number 317/423-8380

Status of Finding: Procedures put in place to ensure proper and timely submission of reports and reimbursement requests are made.

Finding Number 2011-2

Original SBA Audit Report Number: 2011-2, Magnet Grant Purchase Not Bid

Fiscal Year 2011

Auditee Contact Person Robin Phelps

Title of Contact Person CFO

Phone Number 317/423-8380

Status of Finding: It was discovered that the information provided by CIESC was incorrect and the district did follow proper bidding procedures. The USDOE also submitted a letter to the district stating the finding was unsubstantiated.

M.S.D. OF LAWRENCE
EDUCATION AND COMMUNITY CENTER
6501 Sunnyside Road
Indianapolis, IN 46236

SUPERINTENDENT
Dr. Shawn Smith



METROPOLITAN SCHOOL DISTRICT OF
LAWRENCE TOWNSHIP
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February 19, 2014

**Corrective Action Plan – Response to Finding
July 1, 2011 – June 30, 2013**

**FINDING 2013-001 - INTERNAL CONTROLS OVER FINANCIAL TRANSACTIONS AND
REPORTING – SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)**

Corrective Action Plan – Response to Finding

The district based the grant names attached to the CFDA number from the last audit and/or the name listed on the grant award document. The district personnel now know the proper website to access the formal name of the grant based on the CFDA number.

The district did not realize the funds being reimbursed for lunch and snacks at the Early Learning Centers were federal funds; therefore, did not report these funds on the SEFA report. The district is no longer handling these reimbursements in this manner as the meals and snacks are being provided through food services.

The Federal Snack Money was inadvertently omitted from the SEFA report. District personnel have been made aware that the Federal Snack Money should be included with the National School Lunch Program. It will be reported in the future.

The Robotics Grant was omitted from the SEFA report because the paperwork received by the district did not indicate it was a federal pass-through grant. District personnel have been made aware that this type of grant should be included in the SEFA report in the future. All federal grants will be reported.

Sincerely,

A handwritten signature in black ink that reads 'Robin Phelps'. The signature is written in a cursive, flowing style.

Robin Phelps
Chief Financial Officer

METROPOLITAN SCHOOL DISTRICT OF LAWRENCE TOWNSHIP
EXIT CONFERENCE

The contents of this report were discussed on February 25, 2014, with Robin L. Phelps, Chief Financial Officer/Treasurer; Dr. Shawn A. Smith, Superintendent of Schools; and Kathy Varie, President of the School Board. The Official Response has been made a part of this report and may be found on page 62.

M.S.D. OF LAWRENCE
EDUCATION AND COMMUNITY CENTER
6501 Sunnyside Road
Indianapolis, IN 46236

SUPERINTENDENT
Dr. Shawn Smith



METROPOLITAN SCHOOL DISTRICT OF
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February 25, 2014

State Board of Accounts
302 Washington St., Room E418
Indianapolis, Indiana 46204-2765

RE: Audit response for the period ending June 30, 2013

To Whom It May Concern:

This letter is in response to your Field Examiner's examination of the MSD of Lawrence Township for the period ended June 30, 2013. We have reviewed the Audit Results and Comments as discussed in our exit conference and wish to make a formal response to these comments.

We agree with the comments regarding the Adult and Continuing Education Fund and the Preschool of the Arts Fund having negative balances at the end of the two fiscal years. The Adult and Continuing Education Program has been eliminated. We will endeavor to reach and maintain a positive cash balance in the Preschool of the Arts Fund.

Regarding the Condition of Records as related to the Title I Migrant Fund, the district always strives to make corrections as timely as possible. Unfortunately, corrections to this fund were made in a manner that created a negative disbursement because the correction was not made within the same month as the purchase. The district will continue to strive to make timely corrections to all funds.

In 2011, the district did over-spend appropriations in the Transportation Fund and the Rainy Day Fund. All efforts will be made to keep expenditures within the approved appropriations.

The district continues to remind the employees who have access to credit cards that itemized receipts are necessary. The district will strive to ensure all receipts are collected with itemized documentation supporting the purchase when necessary.

There are new staff members at Brook Park Elementary School responsible for the public records. Public record retention guidelines will be followed.

The State Board of Accounts also cited a finding against the district for errors in the Schedule of Expenditures of Federal Awards. District personnel responsible for this reporting now have a better working knowledge of resources available to ensure the accuracy of the information reported.

We wish to commend your auditors on this assignment. It was a valuable learning experience for all our staff and they conducted themselves very professionally throughout the audit. The administration of the MSD of Lawrence Township is constantly striving to maintain the highest level of accountability possible to our patrons and taxpayers.

Thank you for your attention to this matter.

Sincerely,

Robin Phelps
Chief Financial Officer