



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

B44765

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

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

February 5, 2015

Board of Directors
Rising Sun-Ohio County Public School Endowment Corporation
110 Henrietta Street
Rising Sun, IN 47040

We have reviewed the audit report prepared by Blue & Co., LLC, for the period January 1, 2010 to December 31, 2011. In our opinion, the audit report was prepared in accordance with the guidelines established by the State Board of Accounts. Per the Independent Public Accountants' opinion, the financial statements included in the report present fairly the financial condition of Rising Sun-Ohio County Public School Endowment Corporation, as of December 31, 2011 and 2010, and the results of its operations for the period then ended, on the basis of accounting described in the report.

The Independent Public Accountants' report is filed with this letter in our office as a matter of public record.

Paul D. Joyce
Paul D. Joyce, CPA
State Examiner

**RISING SUN-OHIO COUNTY PUBLIC SCHOOL
ENDOWMENT CORPORATION**

FINANCIAL STATEMENTS

DECEMBER 31, 2011 AND 2010

CPAs / ADVISORS



**RISING SUN-OHIO COUNTY PUBLIC SCHOOL ENDOWMENT
CORPORATION**

**TABLE OF CONTENTS
DECEMBER 31, 2011 AND 2010**

	Page
Report of Independent Auditors	1
Financial Statements	
Statements of Financial Position	2
Statements of Activities	3
Statements of Cash Flows	5
Notes to Financial Statements	6



Blue & Co., LLC / 106 Community Drive / Seymour, IN 47274
man 812.522.8416 fax 812.523.8615 email blue@blueandco.com

REPORT OF INDEPENDENT AUDITORS

To the Board of Directors of the
Rising Sun-Ohio County Public School Endowment Corporation
Rising Sun, Indiana

We have audited the accompanying statements of financial position of the Rising Sun-Ohio County Public School Endowment Corporation (the "Organization") as of December 31, 2011 and 2010, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Rising Sun-Ohio County Public School Endowment Corporation as of December 31, 2011 and 2010, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Blue & Co., LLC

May 11, 2012

**RISING SUN-OHIO COUNTY PUBLIC SCHOOL ENDOWMENT
CORPORATION**

**STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2011 AND 2010**

ASSETS

	<u>2011</u>	<u>2010</u>
Cash	<u>\$ 1,191,940</u>	<u>\$ 1,410,298</u>

NET ASSETS

Temporarily restricted net assets	<u>\$ 1,191,940</u>	<u>\$ 1,410,298</u>
-----------------------------------	---------------------	---------------------

See accompanying notes to financial statements.

**RISING SUN-OHIO COUNTY PUBLIC SCHOOL ENDOWMENT
CORPORATION**

STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2011

	Unrestricted	Temporarily Restricted	Total
Support and revenues			
Contributions	\$ -0-	\$ 509,385	\$ 509,385
Interest	-0-	20,036	20,036
Net assets released from restrictions	<u>747,779</u>	<u>(747,779)</u>	<u>-0-</u>
Total support and revenues	747,779	(218,358)	529,421
Program expenses			
Grants	735,135	-0-	735,135
Scholarships	<u>11,000</u>	<u>-0-</u>	<u>11,000</u>
Total program expenses	746,135	-0-	746,135
Operating expenses			
Professional fees	1,624	-0-	1,624
Miscellaneous expenses	<u>20</u>	<u>-0-</u>	<u>20</u>
Total expenses	<u>747,779</u>	<u>-0-</u>	<u>747,779</u>
Change in net assets	-0-	(218,358)	(218,358)
Net assets, beginning of year	<u>-0-</u>	<u>1,410,298</u>	<u>1,410,298</u>
Net assets, end of year	<u>\$ -0-</u>	<u>\$ 1,191,940</u>	<u>\$ 1,191,940</u>

See accompanying notes to financial statements.

**RISING SUN-OHIO COUNTY PUBLIC SCHOOL ENDOWMENT
CORPORATION**

STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2010

	Unrestricted	Temporarily Restricted	Total
Support and revenues			
Contributions	\$ -0-	\$ 881,920	\$ 881,920
Interest	-0-	26,409	26,409
Net assets released from restrictions	<u>953,455</u>	<u>(953,455)</u>	<u>-0-</u>
Total support and revenues	953,455	(45,126)	908,329
Program expenses			
Grants	932,510	-0-	932,510
Scholarships	<u>16,850</u>	<u>-0-</u>	<u>16,850</u>
Total program expenses	949,360	-0-	949,360
Operating expenses			
Professional fees	4,045	-0-	4,045
Miscellaneous expenses	<u>50</u>	<u>-0-</u>	<u>50</u>
Total expenses	<u>953,455</u>	<u>-0-</u>	<u>953,455</u>
Change in net assets	-0-	(45,126)	(45,126)
Net assets, beginning of year	<u>-0-</u>	<u>1,455,424</u>	<u>1,455,424</u>
Net assets, end of year	<u>\$ -0-</u>	<u>\$ 1,410,298</u>	<u>\$ 1,410,298</u>

See accompanying notes to financial statements.

**RISING SUN-OHIO COUNTY PUBLIC SCHOOL ENDOWMENT
CORPORATION**

STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Change in net assets	\$ (218,358)	\$ (45,126)
Cash, beginning of year	<u>1,410,298</u>	<u>1,455,424</u>
Cash, end of year	<u>\$ 1,191,940</u>	<u>\$ 1,410,298</u>

See accompanying notes to financial statements.

RISING SUN-OHIO COUNTY PUBLIC SCHOOL ENDOWMENT CORPORATION

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2011 AND 2010

1. NATURE OF OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Rising Sun-Ohio County Public School Endowment Corporation (the "Organization") is located in Rising Sun, Indiana, and was organized in 1996 to provide educational resources for the Rising Sun-Ohio County Community School Corporation (the "School Corporation"). The Organization's board consists of one county council member, one city council member, two School Corporation board members and the superintendent of the School Corporation.

Basis of Presentation

Net assets, support, interest, revenues, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization are classified and reported as follows:

Unrestricted net assets – Net assets that are not subject to donor-imposed restrictions.

Temporarily restricted net assets – Temporarily restricted net assets are donor-restricted for a specific time period or purpose. Donor-imposed purpose restrictions allow use of funds for scholarships for the benefit of School Corporation students, retirement of debt of the School Corporation and for certain other stipulated purposes. Temporarily restricted net assets are released from restrictions upon the payment of scholarships and the granting of funds to the School Corporation for the retirement of debt or other stipulated purposes.

Support, Revenues and Expense Recognition

Contributions are recognized as support in the period the promise is made. Contributions received with donor imposed restrictions are reported as restricted support and increase temporarily restricted net assets.

Support is reported as an increase in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law.

All other revenues are recorded when earned.

RISING SUN-OHIO COUNTY PUBLIC SCHOOL ENDOWMENT CORPORATION

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2011 AND 2010

Income Taxes

The Organization is organized as a not-for-profit corporation under Section 501(c)(3) of the United States Internal Revenue Code.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Organization and recognize a tax liability if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by various federal and state taxing authorities. Management has analyzed the tax positions taken by the Organization, and has concluded that as of December 31, 2011 and 2010, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the accompanying financial statements. The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

As such, the Organization is generally exempt from income taxes. However, the Organization is required to file Federal Form 990 – Return of Organization Exempt from Income Tax which is an informational return only.

Subsequent Events

The Organization has evaluated events or transactions occurring subsequent to the Statement of Financial Position date for recognition and disclosure in the accompanying financial statements through the date the financial statements are available to be issued, which is May 11, 2012.

2. CONCENTRATIONS

The Organization maintains its cash in bank deposit accounts insured by the Federal Deposit Insurance Corporation at its current coverage levels. The Organization has not experienced any losses in such accounts. The Organization believes it is not exposed to any significant credit risk on cash.

Substantially all of the Organization's support is from City and County governments from tax revenue related to riverboat gaming.

**RISING SUN-OHIO COUNTY PUBLIC SCHOOL ENDOWMENT
CORPORATION**

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2011 AND 2010

3. RELATED PARTY TRANSACTIONS

The Organization's board consists of one county council member, one city council member, two School Corporation board members and the superintendent of the School Corporation. In 2011 and 2010, the Organization made grants to the School Corporation totaling \$735,135 and \$932,510, respectively.