

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

FINANCIAL STATEMENT AND  
FEDERAL SINGLE AUDIT REPORT  
OF

MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
GRANT COUNTY, INDIANA

July 1, 2009 to June 30, 2011



**FILED**  
02/15/2012



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Treasurer	Jill S. Morpew	07-01-09 to 06-30-12
Superintendent of Schools	Vacant Michael A. Powell	07-01-09 to 07-31-09 08-01-09 to 06-30-12
President of the School Board	David Linn	01-01-09 to 12-31-11



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

TO: THE OFFICIALS OF THE MISSISSINEWA COMMUNITY SCHOOL  
CORPORATION, GRANT COUNTY, INDIANA

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

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

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

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

In accordance with Government Auditing Standards, we have also issued a report dated January 4, 2012, on our consideration of the School Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming an opinion on the School Corporation's financial statement. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and, in our opinion, is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

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

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

STATE BOARD OF ACCOUNTS

January 4, 2012



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

TO: THE OFFICIALS OF THE MISSISSINEWA COMMUNITY SCHOOL  
CORPORATION, GRANT COUNTY, INDIANA

We have audited the financial statement of the Mississinewa Community School Corporation (School Corporation), for the years ended June 30, 2010 and 2011, and have issued our report thereon dated January 4, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School Corporation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the School Corporation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented or detected and corrected on a timely basis.

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

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

Compliance and Other Matters

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

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

STATE BOARD OF ACCOUNTS

January 4, 2012



## FINANCIAL STATEMENT

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

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

	Cash and Investments 07-01-09	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-10	Receipts	Disbursements	Other Financing Sources (Uses)	Cash and Investments 06-30-11
General	\$ 2,158,084	\$ 13,850,482	\$ 13,317,650	\$ 152,644	\$ 2,843,560	\$ 14,400,714	\$ 13,822,536	\$ 226,241	\$ 3,647,979
Debt Service	193,166	1,180,241	1,188,094	-	185,313	1,492,287	1,127,308	8,876	559,168
Retirement/Severance Bond Debt Service	37,854	343,514	264,153	-	117,215	253,174	265,675	-	104,714
Capital Projects	346,692	1,529,780	1,182,837	-	693,635	957,214	1,050,364	(15,082)	585,403
School Transportation	324	878,179	679,164	(33,000)	166,339	602,730	642,274	-	126,795
School Bus Replacement	298	216,300	141,729	(74,000)	869	190,097	88,706	(71,469)	30,791
Special Education Preschool	(27,054)	30,250	(42,448)	(45,644)	-	-	-	-	-
Construction	-	-	-	-	-	-	26,141	75,000	48,859
School Lunch	132,919	1,010,905	906,782	-	237,042	1,083,103	981,198	-	338,947
Textbook Rental	15,231	66,685	79,451	-	2,465	19,736	17,050	-	5,151
County Special Education Cooperative	(79,174)	399,352	407,500	-	(87,322)	392,871	398,775	-	(93,226)
Cooperative Special Education Programs	441	2,310	2,041	-	710	2,594	1,579	-	1,725
RJB Science Labs	-	386	386	-	-	-	-	-	-
Readiness Program	-	-	-	-	-	52,672	46,569	-	6,103
Ole Miss Tutoring	-	-	-	-	-	61,445	48,298	-	13,147
Alternative Education	-	10,770	10,770	-	-	11,035	11,035	-	-
Robert Rex Griffin Estate	-	239,882	-	-	239,882	14,414	52,539	(135,390)	66,367
Recycle Grant RJB	309	-	-	-	309	-	-	-	309
Academic/Scholarship/RJB	433	-	433	-	-	-	-	-	-
Positive Behavior Reward/MS	-	493	279	-	214	513	211	-	516
High Ability Grant 2010-2011	-	-	-	-	-	34,351	11,401	-	22,950
High Ability Grant 2009-2010	-	34,875	33,782	-	1,093	-	1,093	-	-
Non-English Speaking Programs	3,220	-	3,220	-	-	802	-	-	802
State Connectivity 2010-2011	-	-	-	-	-	30,086	6,182	-	23,904
Technology Grants	4,246	-	1,300	-	2,946	-	1,346	-	1,600
MHS Performance Award	-	-	-	-	-	20,000	-	-	20,000
Excess PTRC Distributions	-	-	-	-	-	13,176	-	(13,176)	-
Title I 2009-2010	-	437,745	463,005	33,547	8,287	42,694	50,981	-	-
Title I 2010-2011	278	43,288	10,019	(33,547)	-	364,512	396,346	-	(31,834)
Title I Part D 2009-2010	-	10,172	8,937	-	1,235	1,053	2,288	-	-
Title I Part D 2010-2011	-	-	-	-	-	3,028	3,981	-	(953)
Title V 2007-2008	-	1,440	1,440	-	-	-	-	-	-
Special Education 2010-2011	9,960	(6,282)	3,678	-	-	343,403	373,297	-	(29,894)
Special Education 2009-2010	-	522,800	441,186	-	81,614	-	81,614	-	-
Cooperative IDEA Pass Through	-	2,673,375	2,673,375	-	-	-	-	-	-
Part B Pass Through 2010-2011	-	-	-	-	-	1,781,575	1,781,575	-	-
Preschool Pass Through 2009-2010	-	112,296	112,296	-	-	-	-	-	-
Preschool Pass Through 2008-2009	11,431	-	11,431	-	-	-	-	-	-
Preschool Pass Through 2010-2011	-	-	-	-	-	58,534	58,534	-	-
Drug Free 2008-2009	(4,961)	5,355	-	-	394	-	394	-	-
Drug Free 2007-2008	(5,923)	5,923	-	-	-	-	-	-	-
Drug Free 2006-2007	439	-	439	-	-	-	-	-	-
Drug Free 2009-2010	-	5,054	-	(5,054)	-	-	-	-	-
Title II Part A 2007-2008	4,231	-	4,231	-	-	-	-	-	-
Title II Part A 2009-2010	-	93,975	90,042	5,054	8,987	-	8,987	-	-
Rural Schools Achievement	(24,712)	46,042	21,330	-	-	75,015	82,159	-	(7,144)
Rural Schools and Low Income Program	57,449	-	57,449	-	-	-	-	-	-
Fiscal Stabilization - Education	735,588	460,993	1,196,581	-	-	-	-	-	-
Title I - Grants to LEAs	38,724	172,797	156,355	-	55,166	23,656	83,283	-	(4,461)
Special Education - Part B	233,207	2,012,679	2,180,509	-	65,377	548,900	624,842	-	(10,565)
Special Education - Part B - Preschool	8,952	102,684	111,636	-	-	6,397	3,731	-	2,666
School Lunch Equipment	-	14,000	14,000	-	-	-	-	-	-
Title I - Part D, Subpart 2	-	4,971	4,971	-	-	-	-	-	-
Education Jobs	-	-	-	-	-	62,362	370,862	-	(308,500)
<b>Totals</b>	<b>\$ 3,851,652</b>	<b>\$ 26,513,711</b>	<b>\$ 25,740,033</b>	<b>\$ -</b>	<b>\$ 4,625,330</b>	<b>\$ 22,944,143</b>	<b>\$ 22,523,154</b>	<b>\$ 75,000</b>	<b>\$ 5,121,319</b>

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

MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT

**Note 1. Summary of Significant Accounting Policies**

*A. Reporting Entity*

School Corporation, as used herein, shall include, but is not limited to, school townships, school towns, school cities, consolidated school corporations, joint schools, metropolitan school districts, township school districts, county schools, united schools, school districts, cooperatives, educational service centers, community schools, community school corporations, and charter schools.

The School Corporation was established under the laws of the State of Indiana. The School Corporation operates under a Board of School Trustees form of government and provides educational services.

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

*B. Basis of Accounting*

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

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

*C. Cash and Investments*

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

*D. Receipts*

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

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

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

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

MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

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

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

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

*E. Disbursements*

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

Instruction which include 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 include outflows for the acquisition, development, construction, and improvement of new and existing facilities.

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

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

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

MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*F. Other financing sources and uses*

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

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

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

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

*G. Fund Accounting*

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

**Note 2. Budgets**

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

**Note 3. Property Taxes**

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

MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 4. Deposits and Investments**

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

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

**Note 5. Risk Management**

The School Corporation may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

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

**Note 6. Pension Plans**

*A. Public Employees' Retirement Fund*

*Plan Description*

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

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

MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

*Funding Policy and Annual Pension Cost*

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

*B. Teachers' Retirement Fund*

*Plan Description*

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

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

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

*Funding Policy and Annual Pension Cost*

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



## 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 prepared and/or approved by management of the School Corporation. It is presented as intended by the School Corporation.

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Special Education Preschool	School Lunch
Cash and investments - beginning	\$ 2,158,084	\$ 193,166	\$ 37,854	\$ 346,692	\$ 324	\$ 298	\$ (27,054)	\$ 132,919
Receipts:								
Local sources	311,394	1,140,467	337,032	1,477,251	875,519	216,300	-	338,105
State sources	13,516,929	39,774	6,482	52,529	-	-	30,250	9,658
Federal sources	-	-	-	-	-	-	-	663,142
Other	22,159	-	-	-	2,660	-	-	-
Total receipts	<u>13,850,482</u>	<u>1,180,241</u>	<u>343,514</u>	<u>1,529,780</u>	<u>878,179</u>	<u>216,300</u>	<u>30,250</u>	<u>1,010,905</u>
Disbursements:								
Current:								
Instruction	8,570,056	-	-	-	-	-	(42,448)	-
Support services	4,180,995	-	-	578,841	679,164	141,729	-	333
Noninstructional services	232,456	-	-	-	-	-	-	906,449
Facilities acquisition and construction	-	-	-	603,996	-	-	-	-
Debt services	-	1,188,094	264,153	-	-	-	-	-
Nonprogrammed charges	334,143	-	-	-	-	-	-	-
Total disbursements	<u>13,317,650</u>	<u>1,188,094</u>	<u>264,153</u>	<u>1,182,837</u>	<u>679,164</u>	<u>141,729</u>	<u>(42,448)</u>	<u>906,782</u>
Excess (deficiency) of receipts over disbursements	<u>532,832</u>	<u>(7,853)</u>	<u>79,361</u>	<u>346,943</u>	<u>199,015</u>	<u>74,571</u>	<u>72,698</u>	<u>104,123</u>
Other financing sources (uses):								
Transfers in	184,644	-	-	-	-	32,000	-	-
Transfers out	(32,000)	-	-	-	(33,000)	(106,000)	(45,644)	-
Total other financing sources (uses)	<u>152,644</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(33,000)</u>	<u>(74,000)</u>	<u>(45,644)</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>685,476</u>	<u>(7,853)</u>	<u>79,361</u>	<u>346,943</u>	<u>166,015</u>	<u>571</u>	<u>27,054</u>	<u>104,123</u>
Cash and investments - ending	<u>\$ 2,843,560</u>	<u>\$ 185,313</u>	<u>\$ 117,215</u>	<u>\$ 693,635</u>	<u>\$ 166,339</u>	<u>\$ 869</u>	<u>\$ -</u>	<u>\$ 237,042</u>

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

	Textbook Rental	County Special Education Cooperative	Cooperative Special Education Programs	RJB Science Labs	Alternative Education	Robert Rex Griffin Estate	Recycle Grant RJB	Academic/ Scholarship/ RJB
Cash and investments - beginning	\$ 15,231	\$ (79,174)	\$ 441	\$ -	\$ -	\$ -	\$ 309	\$ 433
Receipts:								
Local sources	25,685	399,352	42	386	-	239,882	-	-
State sources	41,000	-	2,268	-	10,770	-	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>66,685</u>	<u>399,352</u>	<u>2,310</u>	<u>386</u>	<u>10,770</u>	<u>239,882</u>	<u>-</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	-	79,696	2,041	386	-	-	-	-
Support services	79,451	327,804	-	-	10,770	-	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	433
Total disbursements	<u>79,451</u>	<u>407,500</u>	<u>2,041</u>	<u>386</u>	<u>10,770</u>	<u>-</u>	<u>-</u>	<u>433</u>
Excess (deficiency) of receipts over disbursements	<u>(12,766)</u>	<u>(8,148)</u>	<u>269</u>	<u>-</u>	<u>-</u>	<u>239,882</u>	<u>-</u>	<u>(433)</u>
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(12,766)</u>	<u>(8,148)</u>	<u>269</u>	<u>-</u>	<u>-</u>	<u>239,882</u>	<u>-</u>	<u>(433)</u>
Cash and investments - ending	<u>\$ 2,465</u>	<u>\$ (87,322)</u>	<u>\$ 710</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 239,882</u>	<u>\$ 309</u>	<u>\$ -</u>

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

	Positive Behavior Reward/MS	High Ability Grant 2009-2010	Non-English Speaking Programs	Technology Grants	Title I 2009-2010	Title I 2010-2011	Title I Part D 2009-2010
Cash and investments - beginning	\$ -	\$ -	\$ 3,220	\$ 4,246	\$ -	\$ 278	\$ -
Receipts:							
Local sources	493	-	-	-	-	-	-
State sources	-	34,875	-	-	-	-	-
Federal sources	-	-	-	-	437,745	43,288	10,172
Other	-	-	-	-	-	-	-
Total receipts	<u>493</u>	<u>34,875</u>	<u>-</u>	<u>-</u>	<u>437,745</u>	<u>43,288</u>	<u>10,172</u>
Disbursements:							
Current:							
Instruction	279	33,782	3,220	-	354,411	1,852	3,235
Support services	-	-	-	1,300	108,594	8,167	5,702
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	<u>279</u>	<u>33,782</u>	<u>3,220</u>	<u>1,300</u>	<u>463,005</u>	<u>10,019</u>	<u>8,937</u>
Excess (deficiency) of receipts over disbursements	<u>214</u>	<u>1,093</u>	<u>(3,220)</u>	<u>(1,300)</u>	<u>(25,260)</u>	<u>33,269</u>	<u>1,235</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	33,547	-	-
Transfers out	-	-	-	-	-	(33,547)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,547</u>	<u>(33,547)</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>214</u>	<u>1,093</u>	<u>(3,220)</u>	<u>(1,300)</u>	<u>8,287</u>	<u>(278)</u>	<u>1,235</u>
Cash and investments - ending	<u>\$ 214</u>	<u>\$ 1,093</u>	<u>\$ -</u>	<u>\$ 2,946</u>	<u>\$ 8,287</u>	<u>\$ -</u>	<u>\$ 1,235</u>

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

	Title V 2007-2008	Special Education 2010-2011	Special Education 2009-2010	Cooperative IDEA Pass Through	Preschool Pass Through 2009-2010	Preschool Pass Through 2008-2009	Drug Free 2008-2009
Cash and investments - beginning	\$ -	\$ 9,960	\$ -	\$ -	\$ -	\$ 11,431	\$ (4,961)
Receipts:							
Local sources	-	(6,282)	522,800	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	1,440	-	-	2,673,375	112,296	-	5,355
Other	-	-	-	-	-	-	-
Total receipts	<u>1,440</u>	<u>(6,282)</u>	<u>522,800</u>	<u>2,673,375</u>	<u>112,296</u>	<u>-</u>	<u>5,355</u>
Disbursements:							
Current:							
Instruction	-	7,902	264,691	-	-	-	-
Support services	1,440	(4,224)	176,495	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	2,673,375	112,296	11,431	-
Total disbursements	<u>1,440</u>	<u>3,678</u>	<u>441,186</u>	<u>2,673,375</u>	<u>112,296</u>	<u>11,431</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>(9,960)</u>	<u>81,614</u>	<u>-</u>	<u>-</u>	<u>(11,431)</u>	<u>5,355</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>-</u>	<u>(9,960)</u>	<u>81,614</u>	<u>-</u>	<u>-</u>	<u>(11,431)</u>	<u>5,355</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,614</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 394</u>

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

	Drug Free 2007-2008	Drug Free 2006-2007	Drug Free 2009-2010	Title II Part A 2007-2008	Title II Part A 2009-2010	Rural Schools Achievement	Rural Schools and Low Income Program
Cash and investments - beginning	\$ (5,923)	\$ 439	\$ -	\$ 4,231	\$ -	\$ (24,712)	\$ 57,449
Receipts:							
Local sources	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-
Federal sources	5,923	-	5,054	-	93,975	46,042	-
Other	-	-	-	-	-	-	-
Total receipts	<u>5,923</u>	<u>-</u>	<u>5,054</u>	<u>-</u>	<u>93,975</u>	<u>46,042</u>	<u>-</u>
Disbursements:							
Current:							
Instruction	-	439	-	4,231	90,042	21,330	57,449
Support services	-	-	-	-	-	-	-
Noninstructional services	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>439</u>	<u>-</u>	<u>4,231</u>	<u>90,042</u>	<u>21,330</u>	<u>57,449</u>
Excess (deficiency) of receipts over disbursements	<u>5,923</u>	<u>(439)</u>	<u>5,054</u>	<u>(4,231)</u>	<u>3,933</u>	<u>24,712</u>	<u>(57,449)</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	5,054	-	-
Transfers out	-	-	(5,054)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(5,054)</u>	<u>-</u>	<u>5,054</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>5,923</u>	<u>(439)</u>	<u>-</u>	<u>(4,231)</u>	<u>8,987</u>	<u>24,712</u>	<u>(57,449)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,987</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Fiscal Stabilization - Education	Title I - Grants to LEAs	Special Education - Part B	Special Education - Part B - Preschool	School Lunch Equipment	Title I - Part D, Subpart 2	Totals
Cash and investments - beginning	\$ 735,588	\$ 38,724	\$ 233,207	\$ 8,952	\$ -	\$ -	\$ 3,851,652
Receipts:							
Local sources	-	-	358,824	45,760	-	-	6,283,010
State sources	-	-	-	-	-	-	13,744,535
Federal sources	460,993	172,797	1,653,855	56,924	14,000	4,971	6,461,347
Other	-	-	-	-	-	-	24,819
Total receipts	<u>460,993</u>	<u>172,797</u>	<u>2,012,679</u>	<u>102,684</u>	<u>14,000</u>	<u>4,971</u>	<u>26,513,711</u>
Disbursements:							
Current:							
Instruction	1,196,581	114,896	144,173	20,848	-	-	10,929,092
Support services	-	38,847	60,241	-	-	4,971	6,400,620
Noninstructional services	-	2,612	-	-	14,000	-	1,155,517
Facilities acquisition and construction	-	-	54,574	-	-	-	658,570
Debt services	-	-	-	-	-	-	1,452,247
Nonprogrammed charges	-	-	1,921,521	90,788	-	-	5,143,987
Total disbursements	<u>1,196,581</u>	<u>156,355</u>	<u>2,180,509</u>	<u>111,636</u>	<u>14,000</u>	<u>4,971</u>	<u>25,740,033</u>
Excess (deficiency) of receipts over disbursements	<u>(735,588)</u>	<u>16,442</u>	<u>(167,830)</u>	<u>(8,952)</u>	<u>-</u>	<u>-</u>	<u>773,678</u>
Other financing sources (uses):							
Transfers in	-	-	-	-	-	-	255,245
Transfers out	-	-	-	-	-	-	(255,245)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(735,588)</u>	<u>16,442</u>	<u>(167,830)</u>	<u>(8,952)</u>	<u>-</u>	<u>-</u>	<u>773,678</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 55,166</u>	<u>\$ 65,377</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,625,330</u>

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

	General	Debt Service	Retirement/ Severance Bond Debt Service	Capital Projects	School Transportation	School Bus Replacement	Construction	School Lunch
Cash and investments - beginning	\$ 2,843,560	\$ 185,313	\$ 117,215	\$ 693,635	\$ 166,339	\$ 869	\$ -	\$ 237,042
Receipts:								
Local sources	267,849	1,479,782	253,174	954,947	600,639	190,097	-	350,291
Intermediate sources	88	-	-	-	-	-	-	-
State sources	14,129,880	12,505	-	-	-	-	-	20,173
Federal sources	-	-	-	-	-	-	-	712,639
Other	2,897	-	-	2,267	2,091	-	-	-
Total receipts	<u>14,400,714</u>	<u>1,492,287</u>	<u>253,174</u>	<u>957,214</u>	<u>602,730</u>	<u>190,097</u>	<u>-</u>	<u>1,083,103</u>
Disbursements:								
Current:								
Instruction	8,930,942	-	-	-	-	-	-	-
Support services	4,459,033	-	-	518,408	642,274	88,706	-	185
Noninstructional services	219,957	-	-	-	-	-	-	981,013
Facilities acquisition and construction	-	-	-	531,956	-	-	26,141	-
Debt services	-	1,127,308	265,675	-	-	-	-	-
Nonprogrammed charges	212,604	-	-	-	-	-	-	-
Total disbursements	<u>13,822,536</u>	<u>1,127,308</u>	<u>265,675</u>	<u>1,050,364</u>	<u>642,274</u>	<u>88,706</u>	<u>26,141</u>	<u>981,198</u>
Excess (deficiency) of receipts over disbursements	<u>578,178</u>	<u>364,979</u>	<u>(12,501)</u>	<u>(93,150)</u>	<u>(39,544)</u>	<u>101,391</u>	<u>(26,141)</u>	<u>101,905</u>
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	75,000	-
Transfers in	226,241	8,876	-	4,300	-	-	-	-
Transfers out	-	-	-	(19,382)	-	(71,469)	-	-
Total other financing sources (uses)	<u>226,241</u>	<u>8,876</u>	<u>-</u>	<u>(15,082)</u>	<u>-</u>	<u>(71,469)</u>	<u>75,000</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>804,419</u>	<u>373,855</u>	<u>(12,501)</u>	<u>(108,232)</u>	<u>(39,544)</u>	<u>29,922</u>	<u>48,859</u>	<u>101,905</u>
Cash and investments - ending	<u>\$ 3,647,979</u>	<u>\$ 559,168</u>	<u>\$ 104,714</u>	<u>\$ 585,403</u>	<u>\$ 126,795</u>	<u>\$ 30,791</u>	<u>\$ 48,859</u>	<u>\$ 338,947</u>



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

	Textbook Rental	County Special Education Cooperative	Cooperative Special Education Programs	Readiness Program	Ole Miss Tutoring	Alternative Education	Robert Rex Griffin Estate	Recycle Grant RJB
Cash and investments - beginning	\$ 2,465	\$ (87,322)	\$ 710	\$ -	\$ -	\$ -	\$ 239,882	\$ 309
Receipts:								
Local sources	19,736	392,849	606	52,672	61,445	-	14,414	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	1,988	-	-	11,035	-	-
Federal sources	-	-	-	-	-	-	-	-
Other	-	22	-	-	-	-	-	-
Total receipts	<u>19,736</u>	<u>392,871</u>	<u>2,594</u>	<u>52,672</u>	<u>61,445</u>	<u>11,035</u>	<u>14,414</u>	<u>-</u>
Disbursements:								
Current:								
Instruction	-	83,357	1,579	46,433	48,298	-	-	-
Support services	17,050	315,418	-	136	-	11,035	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	52,539	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>17,050</u>	<u>398,775</u>	<u>1,579</u>	<u>46,569</u>	<u>48,298</u>	<u>11,035</u>	<u>52,539</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>2,686</u>	<u>(5,904)</u>	<u>1,015</u>	<u>6,103</u>	<u>13,147</u>	<u>-</u>	<u>(38,125)</u>	<u>-</u>
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(135,390)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(135,390)</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>2,686</u>	<u>(5,904)</u>	<u>1,015</u>	<u>6,103</u>	<u>13,147</u>	<u>-</u>	<u>(173,515)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 5,151</u>	<u>\$ (93,226)</u>	<u>\$ 1,725</u>	<u>\$ 6,103</u>	<u>\$ 13,147</u>	<u>\$ -</u>	<u>\$ 66,367</u>	<u>\$ 309</u>

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

	Positive Behavior Reward/MS	High Ability Grant 2010-2011	High Ability Grant 2009-2010	Non-English Speaking Programs	State Connectivity 2010-2011	Technology Grants	MHS Performance Award	Excess PTRC Distributions
Cash and investments - beginning	\$ 214	\$ -	\$ 1,093	\$ -	\$ -	\$ 2,946	\$ -	\$ -
Receipts:								
Local sources	513	-	-	-	-	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	34,351	-	802	30,086	-	20,000	13,176
Federal sources	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total receipts	<u>513</u>	<u>34,351</u>	<u>-</u>	<u>802</u>	<u>30,086</u>	<u>-</u>	<u>20,000</u>	<u>13,176</u>
Disbursements:								
Current:								
Instruction	211	11,401	1,093	-	-	-	-	-
Support services	-	-	-	-	6,182	1,346	-	-
Noninstructional services	-	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	-	-
Total disbursements	<u>211</u>	<u>11,401</u>	<u>1,093</u>	<u>-</u>	<u>6,182</u>	<u>1,346</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>302</u>	<u>22,950</u>	<u>(1,093)</u>	<u>802</u>	<u>23,904</u>	<u>(1,346)</u>	<u>20,000</u>	<u>13,176</u>
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	(13,176)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(13,176)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>302</u>	<u>22,950</u>	<u>(1,093)</u>	<u>802</u>	<u>23,904</u>	<u>(1,346)</u>	<u>20,000</u>	<u>-</u>
Cash and investments - ending	<u>\$ 516</u>	<u>\$ 22,950</u>	<u>\$ -</u>	<u>\$ 802</u>	<u>\$ 23,904</u>	<u>\$ 1,600</u>	<u>\$ 20,000</u>	<u>\$ -</u>

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

	Title I 2009-2010	Title I 2010-2011	Title I Part D 2009-2010	Title I Part D 2010-2011	Special Education 2010-2011	Special Education 2009-2010	Part B Pass Through 2010-2011	Preschool Pass Through 2010-2011
Cash and investments - beginning	\$ 8,287	\$ -	\$ 1,235	\$ -	\$ -	\$ 81,614	\$ -	\$ -
Receipts:								
Local sources	-	-	-	-	343,403	-	-	-
Intermediate sources	-	-	-	-	-	-	-	-
State sources	-	-	-	-	-	-	-	-
Federal sources	42,694	364,512	1,053	3,028	-	-	1,781,575	58,534
Other	-	-	-	-	-	-	-	-
Total receipts	<u>42,694</u>	<u>364,512</u>	<u>1,053</u>	<u>3,028</u>	<u>343,403</u>	<u>-</u>	<u>1,781,575</u>	<u>58,534</u>
Disbursements:								
Current:								
Instruction	36,436	308,128	-	-	249,950	49,266	-	-
Support services	12,841	88,218	2,288	3,981	123,347	32,348	-	-
Noninstructional services	1,704	-	-	-	-	-	-	-
Facilities acquisition and construction	-	-	-	-	-	-	-	-
Debt services	-	-	-	-	-	-	-	-
Nonprogrammed charges	-	-	-	-	-	-	1,781,575	58,534
Total disbursements	<u>50,981</u>	<u>396,346</u>	<u>2,288</u>	<u>3,981</u>	<u>373,297</u>	<u>81,614</u>	<u>1,781,575</u>	<u>58,534</u>
Excess (deficiency) of receipts over disbursements	<u>(8,287)</u>	<u>(31,834)</u>	<u>(1,235)</u>	<u>(953)</u>	<u>(29,894)</u>	<u>(81,614)</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(8,287)</u>	<u>(31,834)</u>	<u>(1,235)</u>	<u>(953)</u>	<u>(29,894)</u>	<u>(81,614)</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ (31,834)</u>	<u>\$ -</u>	<u>\$ (953)</u>	<u>\$ (29,894)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Drug Free 2008-2009	Title II Part A 2009-2010	Rural Schools Achievement	Title I - Grants to LEAs	Special Education - Part B	Special Education - Part B - Preschool	Education Jobs	Totals
Cash and investments - beginning	\$ 394	\$ 8,987	\$ -	\$ 55,166	\$ 65,377	\$ -	\$ -	\$ 4,625,330
Receipts:								
Local sources	-	-	-	-	100,146	-	-	5,082,563
Intermediate sources	-	-	-	-	-	-	-	88
State sources	-	-	-	-	-	-	-	14,273,996
Federal sources	-	-	75,015	23,656	448,754	6,397	62,362	3,580,219
Other	-	-	-	-	-	-	-	7,277
Total receipts	<u>-</u>	<u>-</u>	<u>75,015</u>	<u>23,656</u>	<u>548,900</u>	<u>6,397</u>	<u>62,362</u>	<u>22,944,143</u>
Disbursements:								
Current:								
Instruction	394	8,987	82,159	72,090	153,884	-	25,595	10,110,203
Support services	-	-	-	4,728	8,292	-	345,267	6,681,083
Noninstructional services	-	-	-	6,465	-	-	-	1,209,139
Facilities acquisition and construction	-	-	-	-	39,652	-	-	650,288
Debt services	-	-	-	-	-	-	-	1,392,983
Nonprogrammed charges	-	-	-	-	423,014	3,731	-	2,479,458
Total disbursements	<u>394</u>	<u>8,987</u>	<u>82,159</u>	<u>83,283</u>	<u>624,842</u>	<u>3,731</u>	<u>370,862</u>	<u>22,523,154</u>
Excess (deficiency) of receipts over disbursements	<u>(394)</u>	<u>(8,987)</u>	<u>(7,144)</u>	<u>(59,627)</u>	<u>(75,942)</u>	<u>2,666</u>	<u>(308,500)</u>	<u>420,989</u>
Other financing sources (uses):								
Sale of capital assets	-	-	-	-	-	-	-	75,000
Transfers in	-	-	-	-	-	-	-	239,417
Transfers out	-	-	-	-	-	-	-	(239,417)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>75,000</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(394)</u>	<u>(8,987)</u>	<u>(7,144)</u>	<u>(59,627)</u>	<u>(75,942)</u>	<u>2,666</u>	<u>(308,500)</u>	<u>495,989</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,144)</u>	<u>\$ (4,461)</u>	<u>\$ (10,565)</u>	<u>\$ 2,666</u>	<u>\$ (308,500)</u>	<u>\$ 5,121,319</u>

MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
SUPPLEMENTARY INFORMATION  
SCHEDULE OF CAPITAL ASSETS  
June 30, 2011

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	<u>Ending Balance</u>
Capital assets, not being depreciated:	
Land	\$ 57,500
Buildings	26,646,713
Improvements other than buildings	1,113,018
Machinery and equipment	<u>3,150,419</u>
Total capital assets not being depreciated	<u>\$ 30,967,650</u>

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MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
 SUPPLEMENTARY INFORMATION  
 SCHEDULE OF LONG-TERM DEBT  
 June 30, 2011

Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year	Fund/ Department
Capital lease:			
Mississinewa Community School Holding Corporation	\$ 2,033,500	\$ 1,500	Capital Projects
Notes and loans payable:			
Common School Fund Loan - Northview	5,390,226	449,399	Debt Service
Common School Fund Loan - Westview	4,576,642	381,568	Debt Service
Common School Fund Loan - High School	1,700,000	266,000	Debt Service
Energy Savings Loan	968,201	237,182	Capital Projects
Bonds payable:			
General obligation bonds:			
Pension bonds	<u>950,000</u>	<u>261,396</u>	Retirement/Severance Bond Debt Service
Total debt	<u>\$ 15,618,569</u>	<u>\$ 1,597,045</u>	

MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
AUDIT RESULT AND COMMENT

***ACADEMIC HONORS DIPLOMAS - INCORRECT REPORTING TO STATE***

Academic Honors Diplomas reported for the school years ending June 30, 2009 and 2010, were incorrect. The amount reported for the school year ending June 30, 2009, was 44, the actual amount was 43, a difference of 1. The amount reported for the school year ending June 30, 2010, was 49, the actual amount was 48, a difference of 1.

School Officials should contact the Indiana Department of Education, Division of School Finance, to determine possible steps to be taken to correct any overpayment/underpayment applicable to the School Corporation because of incorrect reporting. (Accounting and Uniform Compliance Guidelines Manual for Indiana Public School Corporations, Chapter 8)



SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF THE MISSISSINewa COMMUNITY SCHOOL  
CORPORATION, GRANT COUNTY, INDIANA

Compliance

We have audited the compliance of the Mississinewa Community School Corporation (School Corporation) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the years ended June 30, 2010 and 2011. The School Corporation's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the School Corporation's management. Our responsibility is to express an opinion on the School Corporation's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the School Corporation's compliance with those requirements.

In our opinion, the School Corporation complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the years ended June 30, 2010 and 2011.

Internal Control Over Compliance

Management of the School Corporation is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the School Corporation's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Corporation's internal control over compliance.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133  
(Continued)

A deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

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

STATE BOARD OF ACCOUNTS

January 4, 2012

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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.

MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Years Ended June 30, 2010 and 2011

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 06-30-10	Total Federal Awards Expended 06-30-11
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
Pass-Through Indiana Department of Education Child Nutrition Cluster School Breakfast Program	10.553	FY 09-10 FY 10-11	\$ 116,323 -	\$ - 138,108
Total for program			<u>116,323</u>	<u>138,108</u>
National School Lunch Program	10.555	FY 09-10 FY 10-11	599,029 -	- 635,751
Total for program			<u>599,029</u>	<u>635,751</u>
Summer Food Service Program for Children	10.559	FY 10-11	-	10,470
Total for cluster			<u>715,352</u>	<u>784,329</u>
ARRA - Child Nutrition Discretionary Grants Limited Availability, Recovery Act	10.579	FY 09-10	14,000	-
Total for federal grantor agency			<u>729,352</u>	<u>784,329</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>				
Pass-Through Indiana Department of Education Title I, Part A Cluster Title I Grants to Local Educational Agencies	84.010	09-2855 10-2855 11-2855	18,956 463,005 -	- 53,268 400,324
Total for program			<u>481,961</u>	<u>453,592</u>
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389	10-2855	161,329	83,283
Total for cluster			<u>643,290</u>	<u>536,875</u>
Special Education Cluster Special Education - Grants to States	84.027	14209-021-PN01 14210-021-PN01 14211-021-PN01	3,677 2,591,761 -	- 81,614 1,811,469
Total for program			<u>2,595,438</u>	<u>1,893,083</u>
Special Education - Preschool Grants	84.173	45708-021-PN01 45709-021-PN01 45711-021-PN01	112,296 11,431 -	- - 58,534
Total for program			<u>123,727</u>	<u>58,534</u>
ARRA - Special Education Grants to States, Recovery Act	84.391	33310-021-SN01	1,821,685	524,696
ARRA - Special Education - Preschool Grants, Recovery Act	84.392	44410-021-SN01	111,636	3,731
Total for cluster			<u>4,652,486</u>	<u>2,480,044</u>
State Fiscal Stabilization Fund Cluster ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	84.394	FY 09-10	1,196,581	-
Safe and Drug-Free Schools and Communities - State Grants	84.186	06-2855 08-2855	439 -	- 394
Total for program			<u>439</u>	<u>394</u>
State Grants for Innovative Programs	84.298	07-2855	1,440	-
Improving Teacher Quality State Grants	84.367	07-2855 08-2855 09-2855 10-2855	4,231 78,779 90,042 -	- - 8,987 82,159
Total for program			<u>173,052</u>	<u>91,146</u>
ARRA - Education Jobs Fund, Recovery Act	84.410	FY 10-11	-	370,861
Total for federal grantor agency			<u>6,667,288</u>	<u>3,479,320</u>
Total federal awards expended			<u>\$ 7,396,640</u>	<u>\$ 4,263,649</u>

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

MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Note 1. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Mississinewa Community School Corporation (School Corporation) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statement. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

Circular A-133 requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$500,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with Indiana Code (IC 5-11-1 et seq.), audits of school corporations shall be conducted biennially. Such audits shall include both years within the biennial period.

**Note 2. 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, 2010 and 2011:

Program Title	Federal CFDA Number	Year Ended June 30, 2010	Year Ended June 30, 2011
Special Education - Grants to States	84.027	\$ 2,150,579	\$ 1,438,175
Special Education - Preschool Grants	84.173	90,384	47,893
ARRA - Special Education Grants to States, Recovery Act	84.391	1,562,695	322,868
ARRA - Special Education - Preschool Grants, Recovery Act	84.392	69,940	3,731

**Note 3. Noncash Assistance**

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

Program Title	Federal CFDA Number	Year Ended June 30, 2010	Year Ended June 30, 2011
Child Nutrition Cluster:			
Food Commodities:			
School Breakfast Program	10.553	\$ 5,536	\$ 10,926
National School Lunch Program	10.555	48,661	50,294
Total for cluster		<u>\$ 54,197</u>	<u>\$ 61,220</u>

MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

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

Financial Statement:

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

Federal Awards:

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

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
84.410	Child Nutrition Cluster Title I, Part A Cluster Special Education Cluster State Fiscal Stabilization Fund Cluster ARRA – Education Jobs Fund, Recovery Act

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

Auditee qualified as low-risk auditee? yes

**Section II – Financial Statement Findings**

No matters are reportable.

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

No matters are reportable.



MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

MISSISSINEWA COMMUNITY SCHOOL CORPORATION  
EXIT CONFERENCE

The contents of this report were discussed on January 4, 2012, with Jill S. Morphew, Treasurer, and Michael A. Powell, Superintendent of Schools. The officials concurred with our audit finding.