



**Auditor of State
Betty Montgomery**

**LOGAN-HOCKING LOCAL SCHOOL DISTRICT
HOCKING COUNTY**

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**LOGAN-HOCKING LOCAL SCHOOL DISTRICT
HOCKING COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2003**

FEDERAL GRANTOR <i>Pass-through Grantor</i> Program Title	Federal CFDA Number	Pass-through Entity Number	Receipts	Noncash Receipts	Disbursements	Noncash Disbursements
UNITED STATES DEPARTMENT OF AGRICULTURE						
<i>Passed through Ohio Department of Education:</i>						
Nutrition Cluster:						
Food Donation	10.550	N/A	\$	\$ 74,207	\$	\$ 74,207
School Breakfast Program	10.553	05PU-2002	29,043		29,043	
		05PU-2003	66,346		66,346	
Total School Breakfast Program			95,389	0	95,389	0
National School Lunch Program	10.555	LLP4-2002	109,019		109,019	
		LLP4-2003	288,568		288,568	
Total National School Lunch Program			397,587	0	397,587	0
Total Nutrition Cluster			492,976	74,207	492,976	74,207
Total United States Department of Agriculture			492,976	74,207	492,976	74,207
UNITED STATES DEPARTMENT OF EDUCATION						
<i>Passed through Ohio Department of Education:</i>						
Title I Grants to Local Educational Agencies	84.010	C1S1-2002	58,185		103,111	
		C1S1-2003	569,752		626,768	
Total Title I Grants to Local Educational Agencies			627,937	0	729,879	0
Special Education Cluster:						
Special Education - Grants to States	84.027	6BSF-2002-P	57,126		111,076	
		6BSF-2003-P	270,207		347,903	
Total Special Education - Grants to States			327,333	0	458,979	0
Special Education - Preschool Grants	84.173	PGS1-2002-P			8,842	
		PGS1-2003-P	13,735		11,940	
Total Special Education - Preschool Grants			13,735	0	20,782	0
Total Special Education Cluster			341,068	0	479,761	0
Safe and Drug-Free Schools and Communities - National Programs	84.184C	T4S1-2003	4,448		3,948	
Safe and Drug-Free Schools and Communities - State Grants	84.186	DRS1-2002			588	
		DRS1-2003	22,807		20,577	
Total Safe and Drug-Free Schools and Communities - State Grants			22,807	0	21,165	0
Goals 2000 - State and Local Education Systemic Improvement Grants	84.276	G2S1-2000			10,984	
		G2S1-2001			10,984	
Total Goals 2000 - State and Local Education Systemic Improvement Grants			0	0	10,984	0
Eisenhower Professional Development State Grants	84.281	MSS1-2001			40	
		MSS1-2002	8,210		21,246	
Total Eisenhower Professional Development State Grants			8,210	0	21,286	0
Innovative Education Program Strategies	84.298	C2S1-2002	2,177		660	
		C2S1-2003	13,821		14,384	
Total Innovative Education Program Strategies			15,998	0	15,044	0
Education Technology State Grants	84.318	TJS1-2003	18,896		16,812	
Comprehensive School Reform Demonstration Grants	84.332	RFCC-2003	45,415		40,124	
Reading Excellence Grant	84.338	RNS2-2000			158,005	
Class Size Reduction	84.340	CRS1-2001				
		CRS1-2002	(21,678)		25,722	
Total Class Size Reduction			(21,678)	0	25,722	0
School Renovation Grants	84.352A	ATS2-2002	3,170		3,170	
		ATS2-2003	9,217		2,655	
Total School Renovation Grants			12,387	0	5,825	0
Improving Teaching Quality State Grants	84.367	TRS1-2003	197,991			
Total United States Department of Education			1,273,479	0	1,528,555	0
UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES						
<i>Passed through Hocking County Department of Job and Family Services:</i>						
Temporary Assistance to Needy Families	93.558	N/A	15,803		15,803	
			2,692		2,692	
Total Temporary Assistance to Needy Families			18,495	0	18,495	0
<i>Passed through Ohio Department of Mental Retardation and Developmental Disabilities:</i>						
Medical Assistance Program (CAFS)	93.778	3700310	102,913		102,913	
Total United States Department of Health and Human Services			121,408	0	121,408	0
Total Federal Awards Receipts and Expenditures			\$ 1,887,863	\$ 74,207	\$ 2,142,939	\$ 74,207

The Notes to the Schedule of Federal Awards Receipts and Expenditures are an integral part of this Schedule.

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**LOGAN-HOCKING LOCAL SCHOOL DISTRICT
HOCKING COUNTY**

**NOTES TO SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2003**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Federal Awards Receipts and Expenditures (the Schedule) summarizes the activity of the District's federal award programs. The Schedule has been prepared on the cash basis of accounting.

NOTE B – CHILD NUTRITION CLUSTER

Program regulations do not require the District to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This nonmonetary assistance (expenditures) is reported in the Schedule at the fair market value of the commodities received.

Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first.

NOTE C – TRANSFERS AND REFUNDS

During 2003, the Ohio Department of Education (ODE) authorized the School District to transfer unneeded funds to other grants as well as carryover monies from the prior fiscal year to the current fiscal year. Authorized transfers and carryover monies are shown as a reduction of federal revenues in the program that the transfer was made from and increased federal revenue in the program that received the transfer or carryover. A detailed listing of the transfers/carryovers and refunds are as follows:

CFDA Number	Program Title	Pass- Through Entity Number	Transfers Out	Transfers In
84.010	Title I Grants to Local Educational Agencies	C1S1-2002	\$ 112,446	\$
84.010	Title I Grants to Local Educational Agencies	C1S1-2003		112,446
84.298	Innovative Education Program Strategies	C2S1-2002	3,931	
84.298	Innovative Education Program Strategies	C2S1-2003		3,931
84.340	Class Size Reduction	CRS1-2002	21,678	
84.367	Improving Teacher Quality State Grants	TRS1-2003		21,678
			<u>\$ 138,055</u>	<u>\$ 138,055</u>

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Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Logan-Hocking Local School District
Hocking County
57 South Walnut Street
Logan, Ohio 43138

To the Board of Education:

We have audited the financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Logan-Hocking Local School District, Hocking County, Ohio (the District), as of and for the year ended June 30, 2003, which collectively comprise the District's basic financial statements and have issued our report thereon dated January 23, 2004. 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.

Compliance

As part of obtaining reasonable assurance about whether the District's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, 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 that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to the management of the District in a separate letter dated January 23, 2004.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted a certain matter involving the internal control over financial reporting that does not require inclusion in this report, that we have reported to management of the District in a separate letter dated January 23, 2004.

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Logan-Hocking Local School District
Hocking County
Independent Accountants' Report on Compliance and on
Internal Control Required by *Government Auditing Standards*
Page 2

This report is intended for the information and use of management, the Board of Education, and 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.

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

Betty Montgomery
Auditor of State

January 23, 2004



Auditor of State Betty Montgomery

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

Logan-Hocking Local School District
Hocking County
57 South Walnut Street
Logan, Ohio 43138

To the Board of Education:

Compliance

We have audited the compliance of the Logan-Hocking Local School District, Hocking County, Ohio (the District), 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 year ended June 30, 2003. The District's major federal programs are identified in the Summary of Auditor's Results Section of the accompanying Schedule of Findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District'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 occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the District'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 on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2003.

Internal Control over Compliance

The management of the District 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 District'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.

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Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Federal Awards Receipts and Expenditures

We have audited the basic financial statements of the District as of and for the year ended June 30, 2003, and have issued our report thereon dated January 23, 2004. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying Schedule of Federal Awards Receipts and Expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, it is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended for the information and use of management, the Board of Education, and 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.



Betty Montgomery
Auditor of State

January 23, 2004

**LOGAN-HOCKING LOCAL SCHOOL DISTRICT
HOCKING COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
FOR THE YEAR ENDED JUNE 30, 2003**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under §.510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Nutrition Cluster: Food Distribution – CFDA #10.550 School Breakfast Program – CFDA #10.553 National School Lunch Program – CFDA# 10.555 Title I Grants to Local Educational Agencies – CFDA #84.010
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None.

3. FINDINGS FOR FEDERAL AWARDS

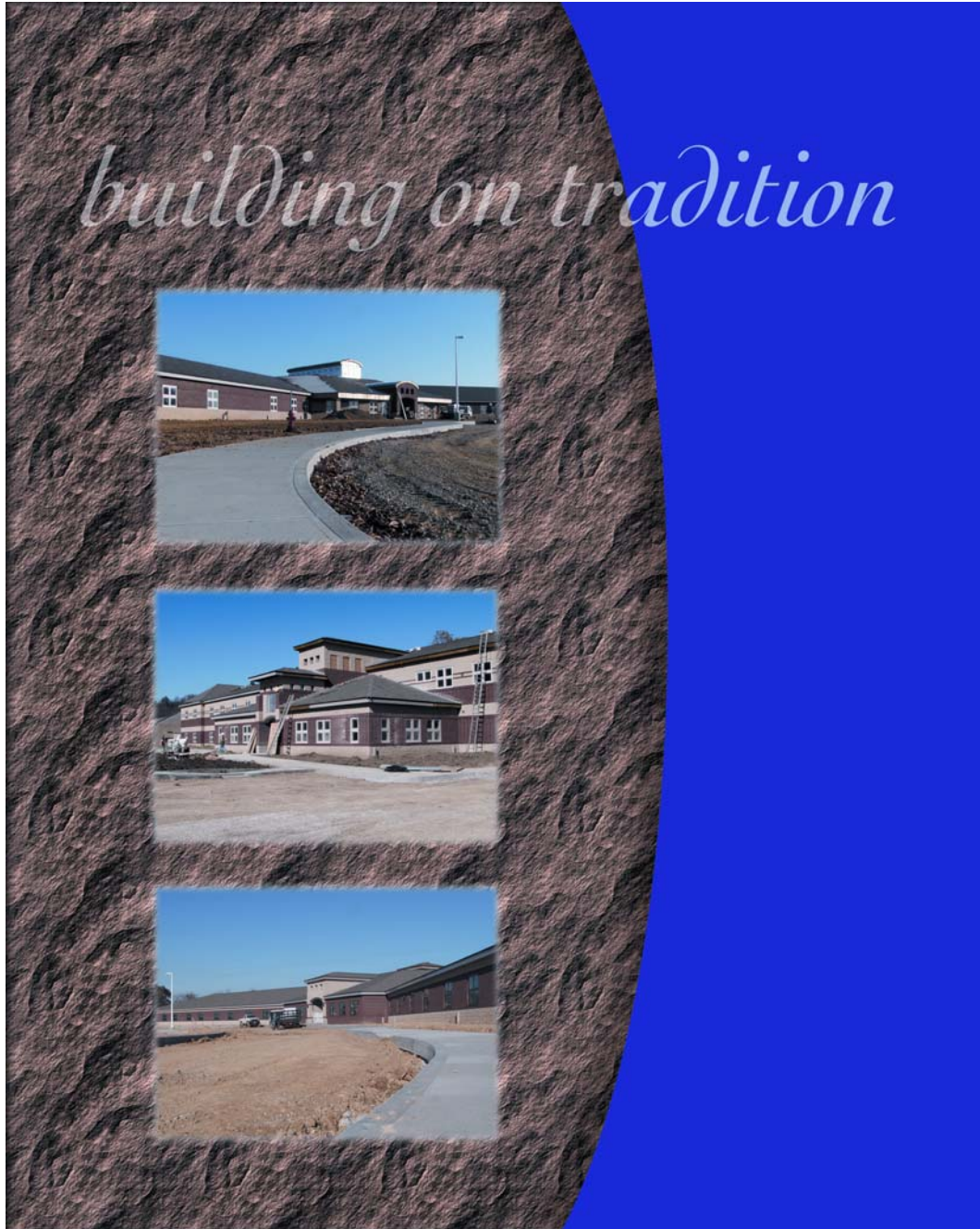
None.

**LOGAN-HOCKING LOCAL SCHOOL DISTRICT
HOCKING COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 §.315 (b)
FOR THE YEAR ENDED JUNE 30, 2003**

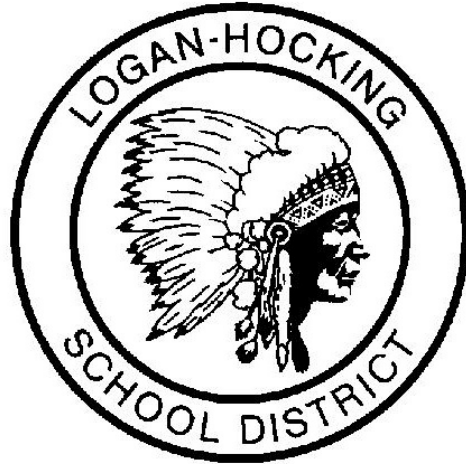
Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain:
2002-10737-001	A material noncompliance citation was issued under Ohio Rev. Code Section 5705.41(B) for disbursements exceeding appropriations.	No	Partially Corrected: This noncompliance issue was limited to one fund for 2003 and was corrected by year-end. It is reported in the current year Management Letter.

**LOGAN-HOCKING
LOCAL SCHOOL DISTRICT
Logan, Ohio**



COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2003

Hocking County, Ohio



**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2003**

Prepared by:
Mr. Paul Shaw, CPA, RSBFO
Treasurer

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LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

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HOCKING COUNTY, OHIO**

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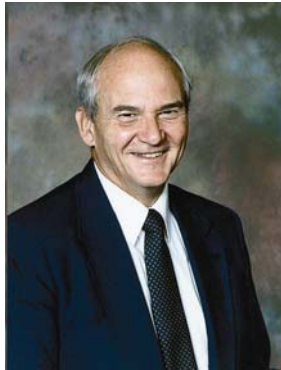
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INTRODUCTORY SECTION

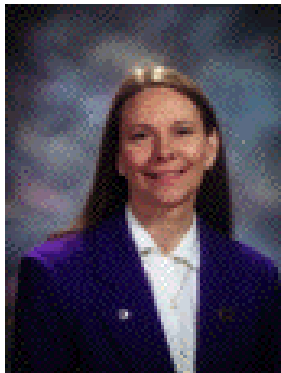
BOARD OF EDUCATION



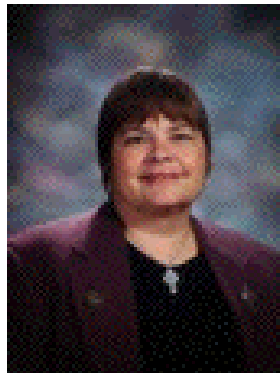
Larry Hoffman
President



Susan Rinehart
Vice President



Cathye Flory
Member



Kathy Krumlauf
Member



Ed Penrod
Member

ADMINISTRATION



Stephen Stirn
Superintendent



Paul Shaw, CPA, RSBFO
Treasurer

LOGAN-HOCKING LOCAL SCHOOL DISTRICT

57 South Walnut Street • Logan, Ohio 43138



Treasurer's Office: phone (740) 385-8510

(740) 385-3683

January 23, 2004

To the Citizens and Board of Education of the Logan-Hocking Local School District:

The Comprehensive Annual Financial Report (CAFR) of the Logan-Hocking Local School District (District) for the fiscal year ended June 30, 2003 is hereby submitted. This report was prepared by the Treasurer's Office, and includes the unqualified opinion of our independent auditors, the Ohio Auditor of State.

This CAFR is prepared in accordance with generally accepted accounting principles (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

GAAP require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Logan-Hocking Local School District's MD&A can be found immediately following the report of the independent accountants.

The CAFR is presented in three sections as follows:

1. The Introductory Section includes this transmittal letter, the District's organizational chart and a list of principal officers.
2. The Financial Section includes the Independent Accountants' Report, Management's Discussion and Analysis, basic financial statements and notes that provide an overview of the District's financial position and operating results, the combining statements for nonmajor funds and other schedules that provide detailed information relative to the basic financial statements.
3. The Statistical Section includes selected financial and demographic information generally presented on a multi-year basis.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Letter of Transmittal

For the Fiscal Year Ended June 30, 2003

The District provides a full range of education programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory, and vocational levels, a broad range of co-curricular and extracurricular activities, and special education services. In addition, the District provides state-financial assistance to non-public schools located within its boundaries. This assistance is accounted for in a special revenue fund. The non-public school operations have not met the established criteria for inclusion in the reporting entity and, accordingly, are excluded from this report.

Copies of this report will be widely distributed throughout the District. A copy will be sent to all school buildings, the Logan-Hocking Chamber of Commerce, major taxpayers, the Logan-Hocking Public Library, Moody's Financial Rating Services, the Ohio Municipal Advisory Council (OMAC), local banks and real estate offices, the District's Business Advisory Council, and other interested parties.

THE DISTRICT AND ITS FACILITIES

The District is located in Hocking County, about one-hour drive from Columbus, 16 miles southeast of Lancaster and 30 miles northeast of Chillicothe. The District covers approximately 321 square miles, which is the vast majority of the county. It also covers a very small portion of Vinton and Perry Counties. District offices are in the City of Logan, which is the county seat for Hocking County and the economic hub of the region. The District serves approximately 3,967 students, within a total population of approximately 22,797 (OMAC – July 2002).

The District currently operates 11 schools: one high school, one middle school, seven K-5 schools, one K-1 school and one 2-5 school. Preschool classrooms are provided at three of these schools. The District's facilities also include a bus garage and maintenance facility, the administrative building and several athletic fields.



As will be discussed under "Recent Accomplishments", the District is in the early stages of a three-phase construction program which will reduce the number of schools in the system from eleven to seven.

The Board of Education of the Logan-Hocking Local School District (the Board) is a five-member body politic and corporate, as defined by Section 3313.02, Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, and ensures that all other general laws of the State of Ohio are followed in the expenditure of the District's tax dollars and approves the annual appropriation resolution and tax budget.

Good schools are important to the quality of life in Logan and Hocking County and also to maintaining property values. But beyond these considerations, the educational program itself is of primary importance. Believing that "all students can achieve," the Logan-Hocking School District continuously strives toward providing students with a quality education. It is, therefore, appropriate to review the foundation on which the District's programs are built.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Letter of Transmittal For the Fiscal Year Ended June 30, 2003

CURRICULUM DEVELOPMENT

The Logan-Hocking School District curriculum supports and implements the Ohio Department of Education Academic Content Standards. Grade Level expectations (indicators) and benchmarks (achievement testing) clearly state what our students should know and be able to do. The District curriculum is a comprehensive K-12 program, which incorporates intervention, assessments, special needs and enrichment programming. The curriculum is on a five-year revision cycle that involves K-12 staff and community involvement.

INSTRUCTIONAL MATERIALS

Keeping current with today's educational methodology and utilizing updated student textbooks and materials has been identified by administration, staff, board members, and community as critical to providing students with a quality education. Therefore, the District has made a commitment by allocating \$200,000 a year for textbook and material upgrades. Approximately \$800,000 over the past four years has been used to keep current materials in the hands of our students. Materials include print, manipulatives, and computer software that provide learning activities for students.

STAFF DEVELOPMENT

Locally provided staff development is an extremely important part of professional growth. The District In-service Committee assesses staff needs and plans after school sessions, in-service days, and summer sessions for certified staff. The emphasis on these professional development activities is to provide professional staff with the knowledge base required for curriculum implementation and use of effective teaching strategies. In addition to locally provided staff development, the Logan-Hocking Local School District encourages out of District professional development by partially reimbursing staff for graduate credit hours.

TECHNOLOGY

The Logan Hocking Local School District is committed to entering the 21st century by emphasizing and becoming a technology literate learning community. Recently, at the request of the School District, the Hocking County Budget Commission earmarked .5 mill of inside tax millage toward purchasing and updating computer hardware and technology throughout the District. These funds have allowed the District to develop a comprehensive five-year plan which will enable the students of the Logan-Hocking School District access to the latest technology.

The District is in the process of developing a comprehensive technology curriculum which will establish specific indicators for each grade level. In addition the District is exploring expansion of curricular offerings at Logan High School through the use of Interactive Video Distance Learning (i.e. foreign language, Advanced Placement classes).

The District recognizes that not all students learn in the same way and that the District is competing with alternative programs (i.e. community schools, charter schools, home schooling, eSchools); therefore the District has established a Virtual Learning Academy and evening school. Through these programs, students are able to work at their own pace and receive credit toward graduation.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Letter of Transmittal For the Fiscal Year Ended June 30, 2003

INTERVENTION AND SPECIAL PROGRAMS

The Logan-Hocking Local School District recognizes its responsibility to serve students who are at-risk of not achieving in school. Intervention for these students includes teams of professionals who meet with the individual student to provide support through established programs.

Special programs provided to students who need additional support include:

- Alternative School
- Virtual Learning Academy
- Evening High School for credit and proficiency
- Proficiency Tutoring
- Elementary and Secondary Summer School for credit and proficiency
- Elementary Activities for Growth and Encouragement of Responsibilities (E.A.G.E.R)
- Community Builders
- Youth Experiencing Success in Schools (Y.E.S.S.)
- Second-Step Program
- Post-Secondary Options
- Positive Behavior Support

Several of these programs are in cooperation with other community agencies.

TALENTED AND GIFTED PROGRAMMING AND ADVANCED PLACEMENT PROGRAMS

The Logan-Hocking School District recognizes its responsibility to provide appropriate programming for its most capable students. The District provides a portion of that programming through an Academic Enrichment Program that serves elementary, middle and high school students beginning in the fourth grade. Additionally, students who are not served through the program receive enrichment activities through site-base Enrichment/Career Building Coordinators.

Logan High School offers advance placement classes in Math, Science, English, Social Studies and Art. Arrangements are made for students to participate in Independent Study as needed.

SPECIAL EDUCATION

In 2002-2003 there were 642 students on Individual Educational Programs, representing approximately 16% of the student population. Students were served in the following programs:

- Multiple Disabilities
- Cognitive Disabled
- Severe and Emotionally Disturbed
- Specific Learning Disabilities
- Other Health Handicap
- Speech and Hearing
- Preschool Handicap
- Physical and Occupational Therapy

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Letter of Transmittal

For the Fiscal Year Ended June 30, 2003

Special Education is structured to provide a continuum of services and to allow special education teachers to serve as a resource to the regular education staff. This permits more collaboration among staff and more opportunities for special needs students to be included in regular education.

ECONOMIC CONDITIONS AND OUTLOOK

The District's local tax base is diverse, and recent developments characterize a healthy economy. Residential and commercial property sectors have shown sustained growth over the past ten years, including new construction growth as opposed to inflationary growth. An additional positive trend is the fact that tangible personal property tax values have fallen from 13% of the tax base in 1990 to 9% in 2002. Valuations for the ten largest taxpayers, excluding utilities, account for a mere 6% of the District's taxable value, and the largest taxpayer (Smead Manufacturing) accounts for only 1.3%. No single employer accounts for a significant portion of total jobs.

The area has a tradition of economic development. Logan's industrial park, first developed in the 1960's is essentially full, thanks to recent expansions by several leading manufacturers.

Manufacturing remains Hocking County's largest employer. The work force is a stable, dedicated one. Most local companies are non-union; in companies where organized labor represents employees, there is a strong sense of cooperation and commitment.

The County's industrial base is a varied one, with long-time employers in the brick and refractory industries joined by automotive components suppliers, filing systems manufacturers, timber and hardwood processors, and others.

That success has led the county to develop a second major industrial park, just west of the City of Logan. Designed for mixed-use development, it offers full water, sewer, natural gas and electric service. The 52-acre park features quick access to U.S. Route 33.

The School District's wealth levels are low when measured against state averages but appear to be increasing relative to the State's other 611 school Districts. This positive trend is expected to continue as the region's tourism industry expands and after the State Route 33 bypass of Lancaster is completed. The bypass is expected to open in 2005. It should be noted that the economic impact of the State Route 33 project has already been felt – total agricultural property value increased 50% from 1994 to 1999 during a period when agricultural land use in general was on the decline. Much of this increase is attributed to the State Route 33 speculation and tourism development. Evidence shows that unusually high increasing values are a continuing trend.

Unrestricted Grants-In-Aid funding from the State of Ohio have increased an average of over 9.5% the last three years. The District currently receives approximately 66% of its General Fund funding from the State of Ohio. Forecasted Unrestricted Grants-In-Aid funding reflect yearly increases of only 2.5% annually for the next five years. This is due to projected level student enrollment, an estimated reduction in State effort and increases in local property valuations over the period. As mentioned earlier, increases in property valuations generally result in lower State funding as a result of the current State funding formula.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Letter of Transmittal
For the Fiscal Year Ended June 30, 2003**

RECENT ACCOMPLISHMENTS

NEW FACILITIES

The decade of the 1990's was one of great productivity for the Logan-Hocking School District. After years of planning and hard work a strategic plan was developed to address curriculum and facility needs. Within this time period a new middle school was opened. This changed the building configurations to allow for K-5 elementary buildings, a 6-8 middle school and a 9-12 high school. Additions were added to four elementary buildings to allow children to attend their home schools.

In the late 1990's a comprehensive facilities plan was submitted and approved by the Ohio School's Facilities Commission. The estimated total cost of the project is \$68.58 million, which includes a sizeable amount to be paid for by the State of Ohio through the Ohio School Facilities Commission (OSFC). The District is participating in the OSFC's Expedited Local Partnership Program (ELPP). Under the terms of the agreement with the OSFC, the District will complete a designated portion of "Master Plan" projects with the proceeds of a bond issue and thereby qualify to receive State-matching dollars in the future to complete the Master Plan. The District's percentage share of the Master Plan is 29% (\$18.68 million) and the State share is 71% (\$44.90 million). The State estimates that its share will be appropriated to the District as early as 2004 or as late as 2006. The District will use \$5 million of bond proceeds to complete the "local initiative" portion of the project which does not qualify for State matching dollars. The "local initiatives" provides for land acquisitions, a 1,000-seat auditorium at the new high school, athletic facilities and additional classroom space. *Local voters indicated their approval for the above plan by passing a combined bond issue and continuing permanent improvement levy for 5.6 tax mills by a margin of 62% in May 2001.* The following table summarizes the plan:

LOGAN-HOCKING LSD – CAPITAL PROGRAM

MASTER PLAN COMPONENTS & FUNDING SOURCES UNDER THE ELPP PROGRAM				
PROJECT DESCRIPTION	ESTIMATED MASTER PLAN COST	LOCAL SPENDING	STATE CONTRIBUTION	PART OF MASTER PLAN
Build Three New Elementary Schools	\$18,194,234	\$18,194,234	\$0	Yes
Renovate Middle School	1,136,622	485,766	650,856	Yes
Build One New Elementary and Renovate One Elementary	9,669,163	0	9,669,163	Yes
Build New High School	31,170,216	0	31,170,216	Yes
Demolitions	3,410,375	0	3,410,375	Yes
Total Master Plan Spending	\$63,580,610	\$18,680,000	\$44,900,610	
Plus Local Initiative Projects For Land Purchase; Auditorium, Athletic Facilities & Classrooms		5,000,000	0	No
Total Local Spending		\$23,680,000		

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

*Letter of Transmittal
For the Fiscal Year Ended June 30, 2003*

LOGAN-HOCKING LOCAL SCHOOL DISTRICT - CAPITAL PROGRAM CURRENT FACILITIES & FACILITIES UPON COMPLETION OF THE MASTER PLAN

Current School District Facilities

The School District presently operates the following schools:

Name of Building	Group or Grade Housed	Enrollment as of 2002-2003	Year Building Completed	Date of Additions
Central Elementary	K-5	301	1924	1958
East Elementary	K-5	277	1910	1939, 1958, 1972, 1991
Enterprise Elementary	K-5	140	1929	1950, 1972, 1991
Green Elementary	K-5	254	1951	1991
Rockbridge Elementary	PK-5	169	1923	1936, 1955
South Bloomingville Elementary	K-5	105	1925	1955
Union Furnace Elementary	PK-5	235	1917	1934, 1937, 1955
West Elementary	2-5	162	1910	1939, 1958
West Logan Elementary	PK-1	87	1949	1991
Logan Middle School	6-8	972	1991	
Logan High School	9-12	1265	1910	1932, 1941, 1947, 1958, 1974

Facilities Upon Completion of Project

After completion of the Project, the School District will operate these facilities

Name of Building	Group or Grade Housed	Capacity
Central Elementary	PK-5	355
Chieftain Elementary	PK-5	449
Green Elementary	PK-5	367
Hocking Hills Elementary	PK-5	350
Union Furnace Elementary	PK-5	362
Logan Middle School	6-8	935
Logan High School	9-12	1,400

Phase I of the project includes construction of three new elementary schools at the Chieftain, Hocking Hills and Union Furnace sites. Logan Middle School is also to be upgraded/renovated.

Phase II of the project includes construction of a new Logan High School, related auditorium and athletic fields. Green Elementary School will also be renovated, added on to or replaced.

Phase III of the project includes the demolition of the current Central Elementary and Logan High School and the construction of the new Central Elementary School.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Letter of Transmittal For the Fiscal Year Ended June 30, 2003

New Facilities - Recent Developments

Logan-Hocking Local School District officials worked with state legislators to modify existing state law which prohibited districts such as Logan-Hocking Local, who are currently involved in the OSFC's ELPP, from applying to the OSFC to be considered for the OSFC's Exceptional Needs Program (ENP). The ENP is an initiative designed to help districts which are not yet eligible for state aid through Ohio's main school building program, the Classroom Facilities Assistance Program, to receive help if the district has critical school building issues. The District believes it has critical school building issues at the current Logan High School.

The State of Ohio budget bill (House Bill 95) was passed in the summer of 2003 and included legislation submitted by the District's state representative, Speaker of the House Larry Householder, which allows Logan-Hocking Local School District and other districts covering 300 or more square miles to be eligible to participate in the ENP. The budget bill also included an additional measure allowing districts, such as Logan-Hocking, which has participated in the State's ELPP, to also be eligible for assistance through the ENP.

Householder stated that this legislation will give Logan-Hocking Local an additional tool in its work to secure state funding. "Logan-Hocking is a tremendous source of pride for the people of Logan and Hocking County," Householder said. "The quality of teachers, level of parental involvement and strong support throughout the community make Logan-Hocking truly a model school system. I'm pleased to be able to help Logan-Hocking continue its tradition of excellence."

The District submitted its ENP application to the OSFC in October 2003. The outcome of its application is uncertain as of this time. If the application is accepted and approved for funding by the OSFC, the construction timeline for a new high school may be advanced.

LAND ACQUISITION

Land to implement the above Master Plan has for the most part been secured.

In fiscal year 2002 approximately seventy-three (73) acres of land on State Route 328 for the proposed new high school was purchased for \$50,000. The balance of the property, appraised at \$255,000, was donated to the Board of Education by the Shaw-Davidson Corporation.

The District also purchased approximately 11.5 acres of abandoned railroad bed from CSX Transportation, Inc. at the new high school site for \$35,000. This improves road frontage to the site as well as providing access to other District-owned property in the area.

Sites for the three new elementary schools currently under construction in Phase I were also secured. A twenty-acre site for Chieftain Elementary was purchased at the interchange of State Route 33 and 180. Thirty additional acres at this site will be acquired by the Board in the next five years. Hocking Hills Elementary will be located on a newly acquired 14.16-acre tract in the midst of the scenic Hocking Hills region. An additional two-acre tract of land was acquired adjacent to the existing Union Furnace Elementary in order to accommodate the new school being built at this site.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Letter of Transmittal For the Fiscal Year Ended June 30, 2003

CREDIT RATING

The District requested a credit rating from Moodys Investor Service (Moodys) prior to the issuance of bonds in October 2001. The bond issue was approved by local taxpayers in May 2001. Moodys assigned an A2 rating to the \$23.68 million General Obligation School Construction and Improvement Bonds, Series 2001. The rating was based on the District's satisfactory finances with strong State support, average debt burden with minimal future borrowing needs and moderately growing tax base.

A.G. Edwards & Sons, Inc. (Edwards) served as bond underwriter for the District and noted that Moodys was very high on the District's management. Time after time, Moodys referred to the strength of the fiscal management and the overall management team of the District. On a negative side, Edwards noted the District is still a rural district by definition, which is a limiting factor and the area's wealth levels are comparatively low. Despite this, Edwards noted that they did not see any districts in the Single A category, other than Logan-Hocking, that were considered in rural Appalachia Ohio. Given this, the District's rating was considered excellent by Edwards given the fact that the District's income statistics put it in the bottom 20% of the State of Ohio.

PERMANENT IMPROVEMENT FUNDS FOR TECHNOLOGY

In fiscal year 2002 the District worked with the Hocking County Budget Commission to designate .50 inside tax mills at Permanent Improvement Funds – Technology. The related tax collection, estimated to be \$175,000 in calendar year 2003, can only be used for this stated purpose and provides the District with a reliable source of funds to maintain and replace the District's and State of Ohio's investment in technology. These funds, first collected in calendar year 2002, have enabled the District to put hardware where needed to serve students and has allowed the District to refresh classrooms with computers that are networkable and that can run current educational software.

As a result, in Fiscal Year 2002 the District replaced computers and printers in seventy-two regular elementary classrooms, twelve intervention classrooms, nine office areas, and purchased nine servers for the new Pearson Educational Technologies Learn software that will help students increase their learning and proficiency scores. Additionally, the District replaced and provided thirty laptops for traveling teachers and specialists, purchased thirty new computers to add an additional lab at the Middle School, purchased two – sixteen unit mobile labs for the Middle School, thirty new computers to replace an outdated lab at the high school, upgraded District file servers for all student and staff K-12 and replaced District email and web servers. Through this program the District has been able to recycle old computers and other hardware equipment and receive discounts on the newer purchases. The District was able to bundle district licenses for a standard set of software applications for both students and staff. Additional hardware upgrades include the High School Ethernet network switches to provide very fast local area network connectivity.

In fiscal year 2003, these funds were used to pursue technology initiatives at the Logan-Hocking Middle School and Logan High School. At the Middle School, new computers were installed. Network and server upgrades were made, as well as the addition of a NCS Learn lab for grade 6. Two laptop labs and upgrades to the technology application's lab for grade 7 students were also made. At the High School a new library lab was installed (28 computers) plus an additional mini-lab of ten computers for proficiency intervention.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Letter of Transmittal

For the Fiscal Year Ended June 30, 2003

With reliable funding in place, the District will be able to keep most of the computers on a three or four year rotation. This funding alone will not completely replace all computers, servers and network devices and enable the district to keep up with hardware and software changes, but these funds do provide a crucial source of revenue to enable the District to serve its students as best it can on a consistent basis.

EMPLOYEE RELATIONS

The District currently has approximately 474 full-time and part-time employees. There are two organizations representing District employees. The Logan Education Association (LEA) represents certificated employees, including teachers and educational specialists, for collective bargaining purposes. Classified employees, including bus drivers, cooks, administrative assistants, custodians, boiler operators, mechanics, aides and maintenance personnel, are represented for collective bargaining purposes by the Ohio Association of Public School Employees, Local 4/AFC-CIO and its Local #218 (OAPSE).

During the spring of 2003, the Board successfully concluded negotiations with the LEA on a multi-year agreement for wages and fringe benefits. In coordination with certain changes in their health insurance plan and other negotiated items, the LEA agreed to increases in base salary from \$24,900 to \$25,900, \$27,200 and \$28,500 for the 2003-04, 2004-05 and 2005-06 school years, respectively.

The Board successfully concluded negotiations with OAPSE on a multi-year agreement for wages and fringe benefits in the summer of 2001. The related overall wage expense increase was estimated to be 4.18%, 3.76% and 3.68% for the 2001-02, 2002-03 and 2003-04 year, respectively. The current agreement covers the period July 1, 2001 through June 30, 2004.

PROPRIETARY FUNDS – FOOD SERVICE OPERATION

Logan Food Service is the foodservice department of Logan-Hocking Local School District. The department operated in all District buildings, serving the nearly 4,000 students and 400 staff members each day school was in session. During the course of the year 399,894 reimbursable lunches and 90,433 reimbursable breakfasts were served. Including equivalent meals, the department served 778,282 combined total meals.

Highlights of the year include:

Installation of a computerized Point of Sale system at the High and Middle Schools. The new system, introduced in fiscal year 2002, allows for a more accurate tracking of student meal choices, the use of debit accounts for speedier lunch lines, and no overt classification of the students who receive reduced-priced or free meals.

Continued success of the department's on-line payment system: Logan Food Service is one of the few school district food service operations that manages its own web-based payment system.

The department's decision to use the NuMenus basis for meal composition. Under this system, all breakfast and lunch meals are matched to USDA suggested nutrient content. Instead of the old "four food group" method of building a lunch, nutrient content became the focus. All meals have a caloric level that must be met, while only 30% of the calories can come from total fat and only 10% can come from saturated fat. Levels of Fiber, Vitamin A and C, cholesterol, protein and iron are also monitored.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Letter of Transmittal For the Fiscal Year Ended June 30, 2003

Catering: Almost \$68,000 in 112 special events were catered by Logan Food Service during the 2002-2003 school year.

Logan Food Service employs nineteen full-time cooks, two part-time cooks, one custodian, one administrative assistant and one director. It has been under the management of ARAMARK School Support Services since 1979.

RECOGNITION FROM OHIO AUDITOR OF STATE

In May of 2002, the Ohio Auditor of State recognized District Treasurer Paul Shaw and his staff for successfully completing the Ohio Financial Accountability Certification from the Ohio Auditor of State. It is believed that the Logan-Hocking Local School District's Treasurers Office is the first School District in Ohio to have its entire staff, including the Treasurer, receive Ohio Financial Accountability Certification. This certification demonstrates to the community and its taxpayers the District's commitment to accountability and professionalism.

EARLY PAYOFF OF INDEBTEDNESS - ENERGY CONSERVATION

In August 2002 the District paid off energy conservation indebtedness and saved the District and its taxpayers over \$16,000 in interest costs over the next three years.

The debt was incurred in the early 1990's to perform energy conservation improvements such as window replacement, lighting changes, boiler improvements, etc. at schools across the District. Current interest rates on these notes were 5.28% and 4.75%.

Funds to pay off the outstanding notes were held in the Bond Retirement Fund or in the process of collection.

AGREEMENT WITH HOCKING COUNTY/ROCKBRIDGE SANITARY SEWER SYSTEM EXTENSION

A Construction Reimbursement Agreement between Hocking County and the Logan-Hocking Local School District was signed in July 2002. The agreement calls for the construction by Hocking County of a Rockbridge Lift Station and Forcemain Sanitary Sewer System Improvement project. The project consists of approximately 12,000 feet of 4" forcemain and a lift station which will serve the new Chieftain Elementary School. The forcemain will discharge into the existing Hocking County Rockbridge Sanitary Sewer System for ultimate treatment.

In lieu of constructing its own, more costly waste treatment plant on site, the District, in cooperation with Hocking County Commissioners, entered into this agreement to advance \$200,000 towards this construction project. As part of this agreement, the County will collect and remit to the District Front Footage Fees and Capacity Fees from any subsequent user that connects to the project, up to the \$200,000 advanced. The fees will be collectible for a period of twenty years or until the District has recovered \$200,000, whichever comes first.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Letter of Transmittal
For the Fiscal Year Ended June 30, 2003***

MAJOR INITIATIVES FOR THE FUTURE

CONTINUOUS IMPROVEMENT PLAN

The Logan-Hocking Local School District is committed to the process of Continuous Improvement. Goals identified for the 2003-2004 school year included:

ACADEMIC ACHIEVEMENT

- By 2004, proficiency scores will meet or surpass the adequate yearly progress guidelines. Progress will be noted in all areas of the proficiency, attendance, and graduation and on both the Building and District Report Card.
- Strategies
- Teachers will utilize the Ohio Academic Content Standards to develop lessons and standards for student achievement.
- Teachers will provide quality intervention by differentiating the curriculum in order for all students to success.

Communication

- Increase communication within our community.

CHARACTER EDUCATION

- Character Education, which promotes respect and responsibility, will be taught, modeled and reinforced by all personnel at the Elementary, Middle School and High School Levels.

CONSTRUCTION

Groundbreaking ceremonies for the three new elementary schools - Chieftain, Hocking Hills and Union Furnace – were held on May 15, 2002. The scheduled opening dates for these schools are late Spring/Summer of 2004.

Efforts will be made to monitor and accelerate, if possible, the start date for Phase II construction of new facilities in the District. This start date is dependent upon the State of Ohio's appropriating funds for the District's project under the OSFC's Classroom Facilities Assistance Program. As it currently stands, these funds are anticipated to be appropriated in the years 2004, 2005 or 2006 according to Governor Bob Taft's proposed 12-year \$23.1 billion school construction plan. Phases II and III includes the new high school and two additional elementary schools.

ACCOUNTING INFORMATION

ACCOUNTING SYSTEM -- The District's accounting system is organized on a fund basis. Each fund is a separate self-balancing accounting entity. The basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Letter of Transmittal

For the Fiscal Year Ended June 30, 2003

INTERNAL CONTROLS -- The Treasurer of the District is responsible for establishing an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The Management Team is responsible for assisting with implementation of the established internal controls. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of cost and benefit requires estimates and judgments by management. Management believes the internal controls adequately meet the above objective.

SINGLE AUDIT -- As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation and audit by the Treasurer, Management Team and staff of the District.

As a part of the District's single audit, tests are made to determine the adequacy of the internal control structure, including that portion relating to federal financial assistance programs, as well as to verify that the District has complied with applicable laws and regulations. The results of the District's single audit for the fiscal year ended June 30, 2003, as of this writing, revealed no instances of material weaknesses in internal control structure or significant violations of applicable laws and regulations.

BUDGETARY CONTROLS -- All governmental fund types are subject to annual expenditure budgets.

The procedures below outline the District's budgetary procedures:

1. A tax budget of estimated cash receipts and disbursements is submitted to the county auditor as secretary of the county budget commission by January 20 of each year for the fiscal year commencing the following July 1. The District's Board of Education (the Board) adopts the tax budget at its January Organizational Meeting.
2. The county budget commission certifies its actions to the District by March 1. As part of this certification, the District receives the official certificate of estimated resources which states the projected receipts of each fund. On or about July 1, this certificate is amended to include any unencumbered balances from the preceding year.
3. An annual appropriations measure is passed upon receipt of the county's auditor's final tax revenue estimates, October or November of each year for the period July 1 to June 30. Unencumbered appropriations lapse at year-end and encumbered appropriations are reported as expenditures in the current year. The Board adopts temporary appropriations at its June Board meeting to cover expenditures until the adoption of the permanent appropriations. The appropriations measure may be amended or supplemented during the year as new information becomes available. Individual buildings and/or departments are given building budgeting funds for instructional supplies, meeting & mileage expenses, and equipment. Buildings and/or departments may move funds within their budgets with approval of the Superintendent and Treasurer. Appropriations may not exceed estimated resources and expenditures may not exceed appropriations in any fund at the object level.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Letter of Transmittal

For the Fiscal Year Ended June 30, 2003

Additionally, the District maintains an encumbrance accounting system as a useful technique of accomplishing budgetary control. Under encumbrance accounting, purchase orders, contracts and other commitments for expenditures of funds are recorded in order to reserve that portion of the applicable appropriation.

CASH MANAGEMENT -- It is policy of the Logan-Hocking Local School District, that with due regard to the safety and risk of investments, all available funds shall be invested in conformance with existing legal requirement and Board-adopted policy guidelines, to the maximum extent possible, at the highest rates obtainable at the time of investment. Effective cash management is recognized as essential to good fiscal management. An investment policy has been formulated to take advantage of investment interest as a viable and material source of revenue to all funds involved. The District's investments are designed and managed in a manner responsive to public trust and consistent with state and local laws.

Investments are made with the primary objectives of:

- Preservation of capital and protection of principal.
- Maintenance of liquidity to meet cash flow requirements.
- Diversification of assets to avoid undue credit and liquidity risks.
- Optimization of portfolio returns within objectives outlined above.
- Use of good judgment and care to provide safety to the District's assets.

Administrative guidelines and investment policies apply to all financial assets of the District contained in the Comprehensive Annual Financial Report. The investment portfolio shall consist of investment securities, permissible by law, recognizing that all participants involved in the process shall act responsibly as custodians of the public trust. Investment officials shall avoid any transaction that might impair public confidence in the District's ability to govern effectively.

RISK MANAGEMENT -- The District is adequately insured in all areas including buildings, contents, vehicles, equipment and general liability. The District is also covered under the State Workers' Compensation Fund. The District makes every effort to monitor insurance costs and related risk of accident to ensure proper fiscal management in this area. Detailed information regarding the risk management activities of the District can be found in the notes to basic financial statements section of this report.

OTHER INFORMATION

AWARDS -- The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement of Excellence in Financial Reporting to the Logan-Hocking Local School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2002. This was the first year that the District has applied for and achieved this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report. The report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Letter of Transmittal

For the Fiscal Year Ended June 30, 2003

The District also received the Association of School Business Officials International (ASBO) Certificate of Excellence in Financial Accounting award for the fiscal year ended June 30, 2002. This award certifies that the Comprehensive Annual Financial Report conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials.

Logan-Hocking Local School District staff members are proud of the fact that the GFOA and ASBO have awarded these certificates for the Comprehensive Annual Financial Report prepared by the District. It is the District's belief that the current report continues to conform to the standards set by GFOA & ASBO and it will be submitted for review to determine its eligibility for certificates.

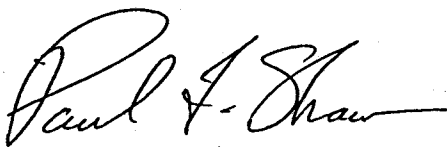
INDEPENDENT AUDIT -- State statutes require an annual audit by independent accountants. The Ohio State Auditor's Office conducted the audit for the fiscal year ended June 30, 2003. The independent auditor's unqualified opinion on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

NOTES TO THE BASIC FINANCIAL STATEMENTS -- The notes to the basic financial statements which follow the basic financial statements contain additional information and are an integral part of such statements.

ACKNOWLEDGMENTS -- The preparation of the Comprehensive Annual Financial Report was made possible by the diligence of the entire Treasurer's Office staff. We truly appreciate the contribution made by each staff member in the preparation of this report. We are also grateful for the services of Donald J. Schonhardt & Associates, Inc. and the Auditor of State's Office for their assistance in preparing this report.

Finally, this report would not have been possible without the continued support of the Board of Education who values quality financial information which helps make quality decisions. Without their leadership and commitment to excellence this report would not be possible.

Respectfully submitted by the Office of the Treasurer,



Paul F. Shaw, CPA, RSBFO
Treasurer



Stephen C. Stirn
Superintendent

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Members of the Board of Education, Treasurer and Superintendent of Schools For the Fiscal Year Ended June 30, 2003

Members of the Board of Education

The Board of Education is a body politic and corporate with the responsibility of managing and controlling affairs of the District and is, together with the District, governed by laws of the State of Ohio. The Board is comprised of five members who are elected for overlapping four-year terms. The current members of the Board of Education of the Logan-Hocking Local School District are:

	<u>Began Service as a Board Member</u>	<u>Present Term Expires</u>
Larry Hoffmann, President	November 2001	December 31, 2003
Susan Rinehart, Vice-President	January 2002	December 31, 2005
Cathye Flory	January 1998	December 31, 2005
Kathy Krumlauf	June 1999	December 31, 2003
Ed Penrod	May 1996	December 31, 2005

Treasurer

The Treasurer is the chief fiscal officer of the District, responsible directly to the Board of Education for maintaining all financial records, issuing payments, maintaining custody of all District funds and assets, and investing idle funds as specified by Ohio Law. The Treasurer also serves as secretary to the Board of Education and as such records and has custody of Board meeting minutes, files and certifies certain documents. The Treasurer, Mr. Paul F. Shaw, is a Certified Public Accountant and a Registered School Business Fiscal Officer. He has held the position since September 1992. His term expires at the organizational meeting in January 2006.

Superintendent of Schools

The Superintendent is the chief executive officer of the District and is responsible for administering policies adopted by the Board of Education. The Superintendent is expected to provide leadership in all phases of policy formulation and is the chief advisor to the Board on all aspects of the educational program and total operation of the District. The Superintendent, Mr. Stephen C. Stirn, has held the position since August 2000. His term of office expires in July 2007.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Management Team Members For the Fiscal Year Ended June 30, 2003

Management Team Members

Central Office Administration

Paul Shaw	Treasurer
Stephen Stirn	Superintendent
Thomas Vogrin	Assistant Superintendent
Christy Bosch	Director of Curriculum & Instruction
Cheryl Carr	Director of Pupil Personnel

Other Administration – Non-Principals

Nina Andrews	School Psychologist
Keith Brown	Buildings & Grounds Supervisor
Debra Buck	School Psychologist
Paul Cummings	Instructional Technology Coordinator
Ron Janey	Director of Student Activities/Director of Athletics
Leigh Ann Leach	EMIS Coordinator
Joseph Mayhew	School Psychologist
Mike McGreevy	Dean of Students
Rebecca Osburn	Enrichment Coordinator
Andy Potter	Instructional Technology Coordinator
Graham Swaim	Transportation Supervisor
Jim Stilwell	Food Service Director
Bob Tripp	District Testing Specialist
Kristy Walter	Supervisor/Behavior Specialist
Stan Wilson	Assistant Transportation Supervisor

Logan High School Administration

Kelley Stilwell	Principal
Jeff Daubenmire	Assistant Principal
Jim Robinson	Assistant Principal

Logan Middle School Administration

Myles Kiphen	Principal
Monte Garrabrant	Assistant Principal

Elementary Principals

Carrie Cook-Porter	Enterprise Elementary
Sharon Elder	Rockbridge Elementary
Brice Frasure	East Elementary
Audrey Price	Union Furnace Elementary
Colleen Pritchard	Central Elementary
Nanette Swinehart	South Bloomingville Elementary
Ruth Ann Spatar	Green Elementary
Lisa Van Horn	West & West Logan Elementary

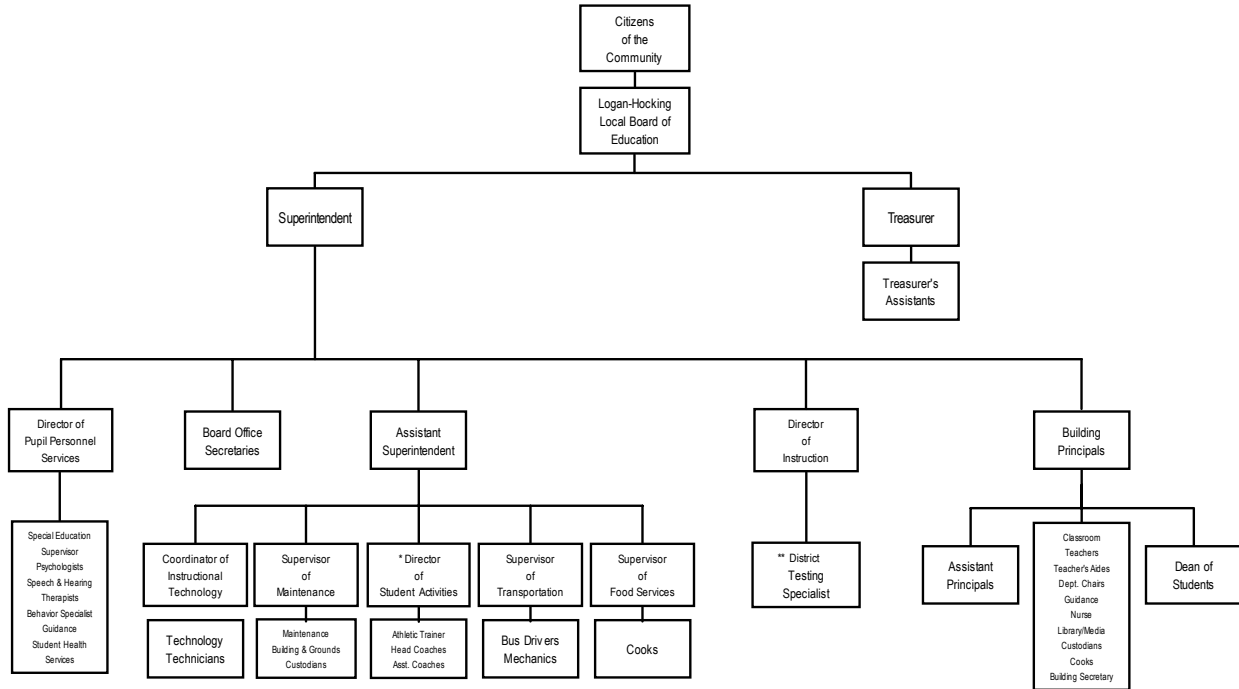
Treasurer's Office Staff

Brenda Berry	Accounts Payable
Gina D'Andrea	Accounts Receivable & Special Projects Accounting
Cathy Kerns	Construction & Budgetary Accounting
Cindy Spangler	Payroll Specialist

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

School District Organizational Chart For the Fiscal Year Ended June 30, 2003

LOGAN-HOCKING LOCAL SCHOOL DISTRICT ORGANIZATIONAL CHART



* Director of Student Activities also reports to the High School Principal

** District Testing Specialist also reports to the Assistant Superintendent

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

*Government Finance Officers Association of the United States and Canada
Certificate of Achievement for Excellence in Financial Reporting*

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Logan-Hocking Local
School District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2002

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in cursive script, appearing to read "Edward Hand".

President

A handwritten signature in cursive script, appearing to read "Jeffrey R. Emery".

Executive Director

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

*Association of School Business Officials
Certificate of Excellence in Financial Reporting*

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



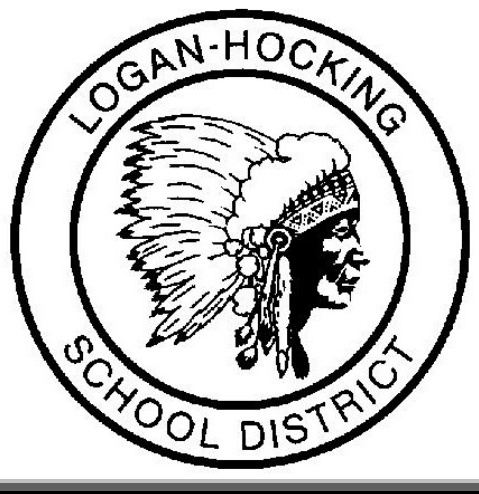
This Certificate of Excellence in Financial Reporting is presented to
LOGAN-HOCKING LOCAL SCHOOL DISTRICT
For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2002

Upon recommendation of the Association's Panel of Review which has judged the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program


President


Executive Director

FINANCIAL SECTION





**Auditor of State
Betty Montgomery**

INDEPENDENT ACCOUNTANTS' REPORT

Logan-Hocking Local School District
Hocking County
57 South Walnut Street
Logan, Ohio 43138

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Logan-Hocking Local School District, Hocking County, Ohio (the District), as of and for the year ended June 30, 2003, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements 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 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 audit provides a reasonable basis for our opinions.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Logan-Hocking Local School District, Hocking County, as of June 30, 2003, and the respective changes in financial position and the cash flows, where applicable, thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's Discussion and Analysis on pages 3 to 12 is not a required part of the basic financial statements, but is supplementary information the Governmental Accounting Standards Board requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 23, 2004 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

We conducted our audit to form opinions on the financial statements that collectively comprise the District's basic financial statements. The Introductory Section, Combining and Individual Fund Statements and Schedules and the Statistical Section are presented for additional analysis and are not a required part of the basic financial statements. We subjected the Combining and Individual Fund Statements and Schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the Introductory Section or Statistical Section to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



Betty Montgomery
Auditor of State

January 23, 2004

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2003***

Unaudited

The discussion and analysis of Logan-Hocking Local School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2003. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, financial statements and notes to the basic financial statements to enhance their understanding of the District's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2003 are as follows:

- ❑ In total, net assets increased \$2,697,996. Net assets of governmental activities increased \$2,791,102, which represents a 18.3% increase from 2002. Net assets of business-type activities decreased \$93,106 or 191.2 % from 2002.
- ❑ General revenues accounted for \$29,931,222 in revenue or 87% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$4,624,214 or 13% of total revenues of \$34,555,436.
- ❑ The District had \$30,415,672 in expenses related to governmental activities; only \$3,275,552 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$29,931,222 were adequate to provide for these programs.
- ❑ Among major funds, the General Fund had \$24,710,412 in revenues and \$22,373,991 in expenditures. The General Fund's fund balance increased from \$2,169,958 to \$4,388,358, an increase of \$2,218,400. The increase was due, in large part, to increases in both real estate property tax and tangible personal property tax collections. In addition, revenues from restricted federal grants increased from 2002 to 2003. The fund balance of the Classroom Facilities Fund decreased by \$7,843,054, from \$19,670,451 to \$11,827,397, as expenditures related to contractual and construction services rose significantly.
- ❑ Net assets for enterprise funds decreased by \$92,007. This decrease was attributable to a reduction in meal sales due to decreased student enrollment, a decrease in operating grants and increased fringe benefit costs.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining statements* for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the District:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the District's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the District, reporting the District's operations in more detail than the government-wide statements.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2003**

Unaudited

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

Government-wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net assets and how they have changed. Net-assets (the difference between the District's assets and liabilities) is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
 - To assess the overall health of the District you need to consider additional nonfinancial factors such as the property tax base, current property tax laws, student enrollment growth and facility conditions.

The government-wide financial statements of the District are divided into two categories:

- Governmental Activities – Most of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The District food service and uniform school supplies are reported as business activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant funds, not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes.

Governmental Funds – Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2003**

Unaudited

Proprietary Funds – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

Fiduciary Funds – The District is the trustee, or fiduciary, for various student managed activity programs, various scholarship programs and other items listed as agency and private purpose. It is also responsible for other assets that, due to a trust arrangement can only be used for the trust beneficiaries. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets. We exclude these activities from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE

The following table provides a summary of the District's net assets for 2003 compared to 2002:

	Governmental Activities		Business-type Activities		Total	
	2003	2002	2003	2002	2003	2002
Current and other assets	\$42,483,201	\$44,712,098	\$11,486	\$88,044	\$42,494,687	\$44,800,142
Capital assets, Net	23,981,508	17,920,583	86,423	104,161	24,067,931	18,024,744
Total assets	66,464,709	62,632,681	97,909	192,205	66,562,618	62,824,886
Long-term debt outstanding	32,891,730	33,898,788	36,307	31,225	32,928,037	33,930,013
Other liabilities	15,539,102	13,491,118	106,028	112,300	15,645,130	13,603,418
Total liabilities	48,430,832	47,389,906	142,335	143,525	48,573,167	47,533,431
Net assets						
Invested in capital assets, net of related debt	7,949,731	9,401,717	86,423	104,161	8,036,154	9,505,878
Restricted	6,001,364	4,456,333	0	0	6,001,364	4,456,333
Unrestricted	4,082,782	1,384,725	(130,849)	(55,481)	3,951,933	1,329,244
Total net assets	<u>\$18,033,877</u>	<u>\$15,242,775</u>	<u>(\$44,426)</u>	<u>\$48,680</u>	<u>\$17,989,451</u>	<u>\$15,291,455</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2003**

Unaudited

Changes in Net Assets – The following table shows the changes in net assets for the fiscal year 2003 and 2002:

	Governmental Activities		Business-type Activities		Total	
	2003	2002	2003	2002	2003	2002
Revenues						
Program revenues:						
Charges for Services and Sales	\$230,917	\$276,099	\$734,893	\$772,236	\$965,810	\$1,048,335
Operating Grants and Contributions	3,044,635	3,951,229	613,769	648,262	3,658,404	4,599,491
General revenues:						
Property Taxes	11,863,902	9,455,449	0	0	11,863,902	9,455,449
Grants and Entitlements	17,111,946	16,318,715	0	0	17,111,946	16,318,715
Other	999,443	1,502,016	13,000	5,425	1,012,443	1,507,441
Loss on Disposal of Fixed Assets	(44,069)	(27,626)	0	0	(44,069)	(27,626)
Total revenues	<u>33,206,774</u>	<u>31,475,882</u>	<u>1,361,662</u>	<u>1,425,923</u>	<u>34,568,436</u>	<u>32,901,805</u>
Program Expenses						
Instructional Services:						
Regular	12,557,395	11,120,077	0	0	12,557,395	11,120,077
Special	2,997,578	2,678,811	0	0	2,997,578	2,678,811
Vocational	410,121	397,232	0	0	410,121	397,232
Other	690	1,106	0	0	690	1,106
Support Services:						
Pupils	1,779,879	1,817,283	0	0	1,779,879	1,817,283
Instructional Staff	1,943,087	1,325,906	0	0	1,943,087	1,325,906
Board of Education	129,076	113,777	0	0	129,076	113,777
Administration	2,601,782	2,436,656	0	0	2,601,782	2,436,656
Fiscal Services	723,402	706,901	0	0	723,402	706,901
Operation and Maintenance of Plant	2,162,500	1,993,238	0	0	2,162,500	1,993,238
Pupil Transportation	2,086,334	1,735,315	0	0	2,086,334	1,735,315
Central	762,238	693,492	0	0	762,238	693,492
Operation of Non-Instructional Services	91,293	128,781	0	0	91,293	128,781
Extracurricular Activities	575,477	540,738	0	0	575,477	540,738
Debt Service:						
Interest and Fiscal Charges	1,594,820	1,614,647	0	0	1,594,820	1,614,647
Food Service	0	0	1,416,026	1,389,416	1,416,026	1,389,416
Uniform School Supplies	0	0	38,742	45,915	38,742	45,915
Total expenses	<u>30,415,672</u>	<u>27,303,960</u>	<u>1,454,768</u>	<u>1,435,331</u>	<u>31,870,440</u>	<u>28,739,291</u>
Total Change in Net Assets	2,791,102	4,171,922	(93,106)	(9,408)	2,697,996	4,162,514
Beginning Net Assets	<u>15,242,775</u>	<u>11,070,853</u>	<u>48,680</u>	<u>58,088</u>	<u>15,291,455</u>	<u>11,128,941</u>
Ending Net Assets	<u>\$18,033,877</u>	<u>\$15,242,775</u>	<u>(\$44,426)</u>	<u>\$48,680</u>	<u>\$17,989,451</u>	<u>\$15,291,455</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2003**

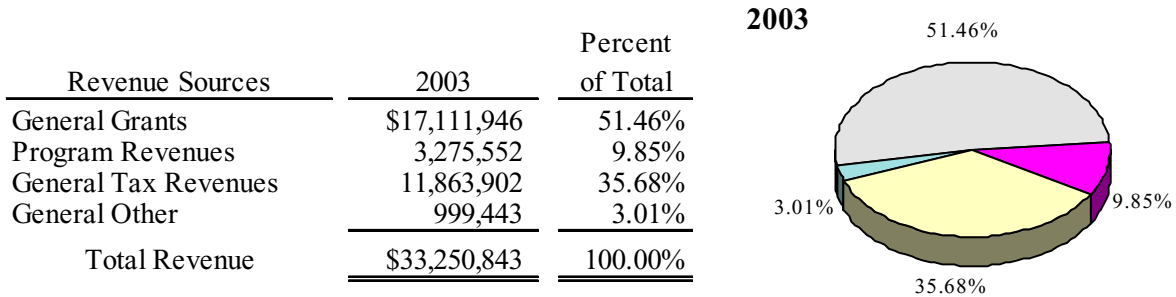
Unaudited

Governmental Activities

Net assets of the District's governmental activities increased by \$2,791,102. This was due to a combination of factors including an increase in property tax revenues, and high levels of state and federal grant receipts.

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. In general, the overall revenue generated by the levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00. However, the assessed millage cannot be reduced below 20 mills, according to state statutes. The District's assessed millage has already been reduced to the 20 mill floor. Consequently, the District will receive some increased revenues as property values increase with reappraisals.

General grants made up 51% of revenues for governmental activities for the District in fiscal year 2003. The District's reliance upon grant revenues is demonstrated by the following graph:



Business-Type Activities

Net assets of the business-type activities decreased by \$93,106. This decline was the result of a reduction in meal sales due to decreased student enrollment, as well as higher fringe benefit costs in the food service operation. These programs had revenues of \$1,348,662 and expenses of \$1,454,768 for fiscal year 2003. Business activities receive no support from tax revenues and remain nearly self-supporting.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2003**

Unaudited

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S FUNDS

The District's governmental funds reported a combined fund balance of \$25,155,581, which is a decrease from last year's balance of \$30,432,618. The schedule below indicates the fund balance and the total change in fund balance by fund type as of June 30, 2003 and 2002.

	Fund Balance June 30, 2003	Fund Balance June 30, 2002	Increase (Decrease)
General	\$4,388,358	\$2,169,958	\$2,218,400
Bond Retirement	1,928,590	1,691,893	236,697
Building Capital Projects	4,603,276	4,452,673	150,603
Classroom Facilities			
Capital Projects	11,827,397	19,670,451	(7,843,054)
Other Governmental	2,407,960	2,447,643	(39,683)
Total	\$25,155,581	\$30,432,618	(\$5,277,037)

General Fund – The District's General Fund balance increase is due to many factors. The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2003 Revenues	2002 Revenues	Increase (Decrease)
Taxes	\$7,586,602	\$6,774,403	\$812,199
Tuition	10,595	8,070	2,525
Investment Earnings	309,467	481,162	(171,695)
Intergovernmental - State	16,676,112	16,644,214	31,898
Intergovernmental - Federal	118,575	19,292	99,283
All Other Revenue	9,061	10,481	(1,420)
Total	\$24,710,412	\$23,937,622	\$772,790

General Fund revenues in 2003 increased approximately 3.2% compared to revenues in fiscal year 2002. Significant factors contributing to this increase were increased property tax collections resulting from the triennial update of assessed property tax values by the Hocking County Auditor's Office. Additionally, intergovernmental revenues increased because the District received more federal monies through a Medicaid reimbursement program during 2003 than in 2002.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2003**

Unaudited

	2003 <u>Expenditures</u>	2002 <u>Expenditures</u>	Increase <u>(Decrease)</u>
Instructional Services:			
Regular	\$9,656,400	\$9,691,710	(\$35,310)
Special	2,124,291	2,046,574	77,717
Vocational	374,135	392,876	(18,741)
Other	690	1,106	(416)
Supporting Services:			
Pupils	1,682,626	1,726,825	(44,199)
Instructional Staff	1,215,260	1,003,172	212,088
Board of Education	126,084	114,522	11,562
Administration	2,437,604	2,203,104	234,500
Fiscal Services	619,366	597,391	21,975
Operation & Maintenance of Plant	2,120,199	2,073,443	46,756
Pupil Transportation	1,690,850	1,576,274	114,576
Extracurricular Activities	325,091	319,329	5,762
Capital Outlay	1,395	0	1,395
Total	<u>\$22,373,991</u>	<u>\$21,746,326</u>	<u>\$627,665</u>

General Fund expenditures increased by \$627,665 or 2.9% over the prior year mostly due to increases in salary and wages as the District hired additional personnel to meet the increasing needs of the District. The new positions included a testing coordinator, an additional technology coordinator, technology technician and assistant transportation supervisor. Other factors that led to increased expenditures from 2002 to 2003 included web site development costs and increases in expenditures for postage, substitute drivers, fleet insurance and fuel.

The District's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of fiscal year 2003 the District amended its General Fund budget several times, none significant.

For the General Fund, final budget basis revenue of \$24.4 million did not significantly change over the original budget estimates of \$24.8 million. The General Fund had an adequate fund balance to cover expenditures.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

*Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2003*

Unaudited

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2003 the District had \$24,067,931 net of accumulated depreciation invested in land, buildings, equipment and vehicles. Of this total, \$23,981,508 was related to governmental activities and \$86,423 to the business-type activities. The following table shows fiscal year 2003 and 2002 balances:

	Governmental Activities		Increase (Decrease)
	2003	2002	
Land	\$1,846,049	\$1,846,049	\$0
Land Improvements	2,299,131	2,299,131	0
Buildings and Improvements	16,842,654	16,765,792	76,862
Machinery and Equipment	6,569,414	6,236,286	333,128
Vehicles	2,184,360	2,120,810	63,550
Construction In Progress	7,613,718	988,710	6,625,008
Less: Accumulated Depreciation	(13,373,818)	(12,336,195)	(1,037,623)
Totals	\$23,981,508	\$17,920,583	\$6,060,925

	Business-Type Activities		Increase (Decrease)
	2003	2002	
Machinery and Equipment	\$544,893	\$542,408	\$2,485
Less: Accumulated Depreciation	(458,470)	(438,247)	(20,223)
Totals	\$86,423	\$104,161	(\$17,738)

The primary increases occurred in vehicles, machinery and equipment, and construction in progress. The increase in vehicles resulted from the acquisition of three buses and one cargo van. The increase in machinery and equipment was due to new capital lease obligations for Apple computer equipment. Construction in progress increased as a result of construction work on three elementary schools: Chieftain, Hocking Hills and Union Furnace.

As of June 30, 2003, the District has contractual commitments of \$12,216,296 for the construction of three elementary schools and the installation of a security system at the middle school. Additional information on the District's capital assets can be found in Note 8.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2003**

Unaudited

Debt

At June 30, 2003, the District had \$30.5 million in bonds outstanding, \$1,385,000 due within one year. The following table summarizes the District's debt outstanding as of June 30, 2003 and 2002:

	<u>2003</u>	<u>2002</u>
Governmental Activities:		
General Obligation Bonds	\$30,545,797	\$31,464,103
Installment Loans	0	193,902
Capital Leases Payable	603,167	540,861
Compensated Absences	1,742,766	1,699,922
Total Governmental Activities	<u>32,891,730</u>	<u>33,898,788</u>
Business-Type Activities:		
Compensated Absences	36,307	31,225
Totals	<u>\$32,928,037</u>	<u>\$33,930,013</u>

Under current state statutes, the District's general obligation bonded debt issues are subject to a legal limitation based on 9% of the total assessed value of real and personal property. At June 30, 2003, the District's outstanding debt was below the legal limit. Additional information on the District's long-term debt can be found in Note 10.

ECONOMIC FACTORS

The Logan-Hocking Local School District relies upon local property taxes and the State of Ohio to fund its operations. In fiscal year 2003 the District received approximately 30% of its revenues from local property taxes and 67% from the State. In contrast, in 1984 the District received 46% of its funding from local property taxes and 54% from the State. The shift in funding over the last nineteen years is mainly the result of two factors: 1) increased financial effort toward public schools by the State of Ohio, and 2) the fact that local taxpayers have not been asked to approve any new operating tax levies since 1981.

Increased funding from the State of Ohio reduces reliance on local taxpayers. However, it does put the District at risk when the State reduces its effort towards the funding of public education. For example, the District absorbed a \$194,281 reduction in State funds in fiscal year 2003. The reduction was announced by Governor Bob Taft in March 2003 as part of a \$99.9 million cut to primary and secondary education and absorbed by the District in the last three months of the fiscal year ending in June 2003.

Despite a sluggish economy, state-funding cuts and diminished investment income, the District's most recent five-year financial forecast indicates that its financial condition is stable and relatively strong. The District forecasted that it expects to operate in the black in the next three years and to incur deficits in fiscal years 2007 and 2008. The District has actively managed carryover funds which could be used, if necessary, to cover 2007 and 2008 deficits.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2003***

Unaudited

A huge challenge facing the District and others across the State of Ohio is the future of state funding of public education. On September 6, 2001, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision identified aspects of the current plan that require modification if the plan is to be considered constitutional, including a change in the school districts that are used as the basis for determining the base cost support amount and fully funding parity aid no later than the beginning of fiscal year 2004. In November 2001, the Court granted the state's motion for reconsideration but also ordered the parties to participate in a settlement conference with a court appointed mediator. On March 21, 2002, the mediator issues his final report indicating that the conference was unable to produce a settlement. On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school-funding decision is unconstitutional. The Supreme Court relinquished jurisdiction over the case and directed "...the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient..." As of the date of these financial statements, the District is unable to determine what effect, if any, the decision and the reconsideration will have on its future state funding and on its financial operations.

In conclusion, the District appears to be in stable financial condition. However, forecasted deficits in fiscal years 2007 and 2008 and the current challenges facing state funding of public education in Ohio are areas of concern. Through the use of current, consistent and credible financial forecasts, the District will continue to manage the resources entrusted to it and to make decisions that are in the best interests of children, staff, community and taxpayers. The Logan-Hocking Local School District's management has committed itself to financial prudence today and in the years to come.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Paul Shaw, Treasurer of the Logan-Hocking Local School District.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Statement of Net Assets **June 30, 2003**

	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and Cash Equivalents	\$ 8,566,727	\$ 4,357	\$ 8,571,084
Investments	20,146,000	0	20,146,000
Receivables:			
Taxes	12,863,780	0	12,863,780
Accounts	17,350	1,861	19,211
Intergovernmental	593,249	81,877	675,126
Interest	34,221	0	34,221
Internal Balance	89,120	(89,120)	0
Inventory Held for Resale	106,716	12,511	119,227
Prepaid Items	66,038	0	66,038
Capital Assets, Net	23,981,508	86,423	24,067,931
Total Assets	66,464,709	97,909	66,562,618
Liabilities:			
Accounts Payable	1,812,958	0	1,812,958
Accrued Wages and Benefits	2,650,575	71,950	2,722,525
Intergovernmental Payable	821,376	31,169	852,545
Deferred Revenue - Taxes	10,163,520	0	10,163,520
Deferred Revenue	0	2,909	2,909
Accrued Interest Payable	90,673	0	90,673
Long Term Liabilities:			
Due Within One Year	1,635,578	2,098	1,637,676
Due in More Than One Year	31,256,152	34,209	31,290,361
Total Liabilities	48,430,832	142,335	48,573,167
Net Assets:			
Invested in Capital Assets, Net of Related Debt	7,949,731	86,423	8,036,154
Restricted For:			
Capital Projects	3,445,692	0	3,445,692
Debt Service	2,161,077	0	2,161,077
Other Purposes	394,595	0	394,595
Unrestricted (Deficit)	4,082,782	(130,849)	3,951,933
Total Net Assets	\$ 18,033,877	\$ (44,426)	\$ 17,989,451

See accompanying notes to the basic financial statements

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Statement of Activities **For the Fiscal Year Ended June 30, 2003**

	<u>Expenses</u>	<u>Program Revenues</u>	
		<u>Charges for Services and Sales</u>	<u>Operating Grants and Contributions</u>
Governmental Activities:			
Instructional Services:			
Regular	\$ 12,557,395	\$ 9,945	\$ 800,865
Special	2,997,578	0	847,595
Vocational	410,121	0	0
Other	690	650	0
Support Services:			
Pupils	1,779,879	0	28,320
Instructional Staff	1,943,087	0	368,523
Board of Education	129,076	0	0
Administration	2,601,782	23,668	74,388
Fiscal Services	723,402	0	7,000
Operation and Maintenance of Plant	2,162,500	0	0
Pupil Transportation	2,086,334	0	120,729
Central	762,238	0	736,323
Operation of Non-Instructional Services	91,293	0	60,892
Extracurricular Activities	575,477	196,654	0
Debt Service:			
Interest and Fiscal Charges	1,594,820	0	0
Total Governmental Activities	<u>30,415,672</u>	<u>230,917</u>	<u>3,044,635</u>
Business-Type Activities:			
Food Service	1,416,026	699,413	613,769
Uniform School Supplies	38,742	35,480	0
Total Business-Type Activities	<u>1,454,768</u>	<u>734,893</u>	<u>613,769</u>
Totals	<u>\$ 31,870,440</u>	<u>\$ 965,810</u>	<u>\$ 3,658,404</u>

General Revenues

Property Taxes Levied for:

General Purposes

Debt Service

Capital Outlay

Programs

Investment Earnings

Miscellaneous

Loss on Disposal of Fixed Assets

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Net (Expense) Revenue and Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
\$ (11,746,585)	\$ 0	\$ (11,746,585)
(2,149,983)	0	(2,149,983)
(410,121)	0	(410,121)
(40)	0	(40)
(1,751,559)	0	(1,751,559)
(1,574,564)	0	(1,574,564)
(129,076)	0	(129,076)
(2,503,726)	0	(2,503,726)
(716,402)	0	(716,402)
(2,162,500)	0	(2,162,500)
(1,965,605)	0	(1,965,605)
(25,915)	0	(25,915)
(30,401)	0	(30,401)
(378,823)	0	(378,823)
(1,594,820)	0	(1,594,820)
(27,140,120)	0	(27,140,120)
0	(102,844)	(102,844)
0	(3,262)	(3,262)
0	(106,106)	(106,106)
\$ (27,140,120)	\$ (106,106)	\$ (27,246,226)
8,483,688	0	8,483,688
2,716,862	0	2,716,862
663,352	0	663,352
17,111,946	0	17,111,946
988,374	0	988,374
24,069	0	24,069
(44,069)	0	(44,069)
(13,000)	13,000	0
29,931,222	13,000	29,944,222
2,791,102	(93,106)	2,697,996
15,242,775	48,680	15,291,455
\$ 18,033,877	\$ (44,426)	\$ 17,989,451

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Balance Sheet Governmental Funds June 30, 2003

	General	Bond Retirement	Building	Classroom Facilities	Other Governmental Funds	Total Governmental Funds
Assets:						
Cash and Cash Equivalents	\$ 959,795	\$ 1,603,921	\$ 745,103	\$ 2,183,028	\$ 2,613,492	\$ 8,105,339
Investments	4,973,351	0	3,860,888	11,311,761	0	20,146,000
Receivables:						
Taxes	8,956,906	3,149,868	0	0	757,006	12,863,780
Accounts	2,769	0	0	0	14,581	17,350
Intergovernmental	42,833	0	0	0	550,416	593,249
Interest	34,221	0	0	0	0	34,221
Interfund Loan Receivable	385,300	0	0	0	0	385,300
Inventory Held for Resale	106,716	0	0	0	0	106,716
Prepaid Items	66,038	0	0	0	0	66,038
Total Assets	\$ 15,527,929	\$ 4,753,789	\$ 4,605,991	\$ 13,494,789	\$ 3,935,495	\$ 42,317,993
Liabilities:						
Accounts Payable	47,857	0	2,715	1,667,392	94,994	1,812,958
Accrued Wages and Benefits	2,465,067	0	0	0	185,508	2,650,575
Intergovernmental Payable	489,303	0	0	0	40,385	529,688
Interfund Loans Payable	0	0	0	0	290,300	290,300
Deferred Revenue - Taxes	8,122,743	2,825,199	0	0	677,668	11,625,610
Deferred Revenue	14,601	0	0	0	238,680	253,281
Total Liabilities	11,139,571	2,825,199	2,715	1,667,392	1,527,535	17,162,412
Fund Balances:						
Reserved for Encumbrances	243,856	0	354,005	9,821,597	781,740	11,201,198
Reserved for Prepaid Items	66,038	0	0	0	0	66,038
Reserved for Supplies Inventory	106,716	0	0	0	0	106,716
Reserved for Debt Service	0	1,616,716	0	0	0	1,616,716
Reserved for Property Taxes	801,477	311,874	0	0	76,224	1,189,575
Unreserved, Undesignated in:						
General Fund	3,170,271	0	0	0	0	3,170,271
Special Revenue Funds	0	0	0	0	243,564	243,564
Capital Projects Funds	0	0	4,249,271	2,005,800	1,306,432	7,561,503
Total Fund Balances	4,388,358	1,928,590	4,603,276	11,827,397	2,407,960	25,155,581
Total Liabilities and Funds Balances	\$ 15,527,929	\$ 4,753,789	\$ 4,605,991	\$ 13,494,789	\$ 3,935,495	\$ 42,317,993

See accompanying notes to the basic financial statements

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Reconciliation Of Total Governmental Fund Balances
To Net Assets Of Governmental Activities
June 30, 2003***

Total Governmental Fund Balances \$ 25,155,581

***Amounts reported for governmental activities in the
statement of net assets are different because***

Capital Assets used in governmental activities are not
resources and therefore are not reported in the funds. 23,981,508

Other long-term assets are not available to pay for current-
period expenditures and therefore are deferred in the funds. 1,715,371

Internal service funds are used by management to charge
the costs of insurance to individual funds. The assets
and liabilities of the internal service funds are included in
governmental activities in the statement of net assets. 455,508

Long-term liabilities, including bonds payable, are not due
and payable in the current period and therefore are not
reported in the funds.

G.O. Bonds Payable	(30,545,797)	
Compensated Absences Payable	(1,742,766)	
Capital Leases Payable	(603,167)	
Accrued Interest Payable	(90,673)	
Pension Obligation	(291,688)	
		(33,274,091)

Net Assets of Governmental Funds **\$ 18,033,877**

See accompanying notes to the basic financial statements

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds For the Fiscal Year Ended June 30, 2003

	General	Bond Retirement	Building	Classroom Facilities	Other Governmental Funds	Total Governmental Funds
Revenues:						
Taxes	\$ 7,586,602	\$ 2,716,862	\$ 0	\$ 0	\$ 663,352	\$ 10,966,816
Tuition	10,595	0	0	0	0	10,595
Investment Earnings	309,467	0	162,196	525,365	0	997,028
Extracurricular Activities	0	0	0	0	177,785	177,785
Intermediate Sources	0	0	0	0	154,147	154,147
Intergovernmental - State	16,676,112	296,389	0	0	1,337,300	18,309,801
Intergovernmental - Federal	118,575	0	0	0	1,359,350	1,477,925
All Other Revenue	9,061	0	0	0	45,957	55,018
Total Revenue	24,710,412	3,013,251	162,196	525,365	3,737,891	32,149,115
Expenditures:						
Current:						
Instructional Services:						
Regular	9,656,400	0	0	0	971,717	10,628,117
Special	2,124,291	0	0	0	804,203	2,928,494
Vocational	374,135	0	0	0	0	374,135
Other	690	0	0	0	0	690
Supporting Services:						
Pupils	1,682,626	0	0	0	92,746	1,775,372
Instructional Staff	1,215,260	0	172	0	771,107	1,986,539
Board of Education	126,084	0	0	0	0	126,084
Administration	2,437,604	0	0	0	139,461	2,577,065
Fiscal Services	619,366	74,172	0	0	24,011	717,549
Operation & Maintenance of Plant	2,120,199	0	0	0	0	2,120,199
Pupil Transportation	1,690,850	0	0	0	174,633	1,865,483
Central	0	0	0	0	762,238	762,238
Operation of Non-Instructional Services	0	0	0	0	71,473	71,473
Extracurricular Activities	325,091	0	0	0	221,231	546,322
Capital Outlay	1,395	0	2,715	8,368,419	49,907	8,422,436
Debt Service:						
Principal Retirement	0	1,425,196	8,706	0	0	1,433,902
Interest & Fiscal Charges	0	1,277,186	0	0	0	1,277,186
Total Expenditures	22,373,991	2,776,554	11,593	8,368,419	4,082,727	37,613,284
Excess (Deficiency) of Revenues						
Over Expenditures	2,336,421	236,697	150,603	(7,843,054)	(344,836)	(5,464,169)
Other Financing Sources (Uses):						
Other Financing Sources - Capital Lease	0	0	0	0	185,135	185,135
Transfers In	0	0	0	0	120,029	120,029
Transfers Out	(133,029)	0	0	0	0	(133,029)
Refund of P/Y Expenditures	105	0	0	0	0	105
Refund of P/Y Receipts	0	0	0	0	(11)	(11)
Total Other Financing Sources (Uses)	(132,924)	0	0	0	305,153	172,229
Net Change in Fund Balance	2,203,497	236,697	150,603	(7,843,054)	(39,683)	(5,291,940)
Fund Balances at Beginning of Year	2,169,958	1,691,893	4,452,673	19,670,451	2,447,643	30,432,618
Increase in Inventory Reserve	14,903	0	0	0	0	14,903
Fund Balances End of Year	\$ 4,388,358	\$ 1,928,590	\$ 4,603,276	\$ 11,827,397	\$ 2,407,960	\$ 25,155,581

See accompanying notes to the basic financial statements

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Reconciliation Of The Statement Of Revenues, Expenditures
And Changes In Fund Balances Of Governmental Funds
To The Statement Of Activities
For The Fiscal Year Ended June 30, 2003***

Net Change in Fund Balances - Total Governmental Funds \$ (5,291,940)

Amounts reported for governmental activities in the statement of activities are different because

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. 6,104,994

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of fixed assets net of proceeds received. (44,069)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 1,099,720

The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net assets. In addition, repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 1,371,596

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. (317,634)

Some expenses reported in the statement of activities, such as compensated absences and intergovernmental payable which represents contractually required pension contributions, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Compensated Absences	(42,844)	
Pension Obligation (Intergovernmental Payable)	(85,872)	
Change in Inventory	14,903	(113,813)

The internal service funds are used by management to charge the costs of services to individual funds is not reported in the statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds are allocated among the governmental activities. (17,752)

Change in Net Assets of Governmental Activities **\$ 2,791,102**

See accompanying notes to the basic financial statements

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 2003**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Local Sources:				
Taxes	\$ 7,547,395	\$ 7,242,000	\$ 7,454,286	\$ 212,286
Tuition	11,000	4,175	10,595	6,420
Investment Earnings	480,000	350,000	347,988	(2,012)
Intergovernmental - State	16,449,097	16,694,229	16,676,112	(18,117)
Intergovernmental - Federal	269,223	77,000	80,292	3,292
All Other Revenues	0	4,450	8,343	3,893
Total Revenues	24,756,715	24,371,854	24,577,616	205,762
Expenditures:				
Current:				
Instructional Services:				
Regular	8,023,053	10,105,692	9,760,330	345,362
Special	2,054,970	2,151,048	2,114,897	36,151
Vocational	309,708	412,033	381,738	30,295
Other	1,200	1,200	700	500
Support Services:				
Pupils	1,328,148	1,776,853	1,721,255	55,598
Instructional Staff	835,434	1,252,213	1,221,474	30,739
Board of Education	63,882	156,782	131,406	25,376
Administration	1,817,633	2,503,226	2,426,812	76,414
Fiscal Services	390,552	639,030	639,014	16
Operation and Maintenance of Plant	1,476,219	2,277,566	2,149,998	127,568
Pupil Transportation	782,000	1,748,946	1,694,760	54,186
Extracurricular Activities	118,400	360,272	326,884	33,388
Capital Outlay	0	1,500	1,395	105
Total Expenditures	17,201,199	23,386,361	22,570,663	815,698
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,555,516	985,493	2,006,953	1,021,460

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 2003**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Other Financing Sources (Uses):				
Transfers Out	(120,000)	(135,000)	(133,029)	1,971
Advances In	0	311,000	311,206	206
Advances Out	(39,500)	(499,500)	(441,103)	58,397
Refund of Prior Year's Expenditures	0	0	105	105
Total Other Financing Sources (Uses)	(159,500)	(323,500)	(262,821)	60,679
 Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	 7,396,016	 661,993	 1,744,132	 1,082,139
 Fund Balance at Beginning of Year	 3,681,914	 3,681,914	 3,681,914	 0
Prior Year Encumbrances	216,161	216,161	216,161	0
Fund Balance at End of Year	\$ 11,294,091	\$ 4,560,068	\$ 5,642,207	\$ 1,082,139

See accompanying notes to the basic financial statements

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Statement of Net Assets
Proprietary Funds
June 30, 2003

	Business-Type Activities Enterprise Funds			Governmental Activities - Internal Service Fund
	Food Service	Uniform School Supplies	Total	
	Food Service	Uniform School Supplies	Total	
Assets:				
<i>Current Assets:</i>				
Cash and Cash Equivalents	\$ 1,636	\$ 2,721	\$ 4,357	\$ 461,388
Receivables:				
Accounts	855	1,006	1,861	0
Intergovernmental	81,877	0	81,877	0
Inventory Held for Resale	12,511	0	12,511	0
<i>Total Current Assets</i>	96,879	3,727	100,606	461,388
<i>Non Current Assets:</i>				
Capital Assets, Net	86,423	0	86,423	0
Total Assets	183,302	3,727	187,029	461,388
Liabilities:				
<i>Current Liabilities:</i>				
Accrued Wages and Benefits	71,950	0	71,950	0
Intergovernmental Payable	31,169	0	31,169	0
Interfund Loans Payable	95,000	0	95,000	0
Deferred Revenue	2,909	0	2,909	0
<i>Total Current Liabilities</i>	201,028	0	201,028	0
<i>Long Term Liabilities:</i>				
Compensated Absences Payable	36,307	0	36,307	0
Total Liabilities	237,335	0	237,335	0
Net Assets:				
Invested in Capital Assets, Net of Related Debt	86,423	0	86,423	0
Unrestricted	(140,456)	3,727	(136,729)	461,388
Total Net Assets	\$ (54,033)	\$ 3,727	\$ (50,306)	\$ 461,388
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			5,880	
Net Assets of Business-type Activities			\$ (44,426)	

See accompanying notes to the basic financial statements

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2003

	Business-Type Activities Enterprise Funds			Governmental Activities - Internal Service Fund
	Food Service	Uniform School Supplies	Total	
	Food Service	Uniform School Supplies	Total	
Operating Revenues:				
Tuition and Fees	\$ 0	\$ 35,480	\$ 35,480	\$ 0
Sales	699,398	0	699,398	0
Interfund Charges	0	0	0	34,466
Total Operating Revenues	699,398	35,480	734,878	34,466
Operating Expenses:				
Salaries and Wages	362,096	0	362,096	0
Fringe Benefits	205,665	0	205,665	0
Contractual Services	134,147	0	134,147	53,317
Supplies and Materials	684,628	38,742	723,370	0
Depreciation	20,223	0	20,223	0
Other Operating Expenses	8,168	0	8,168	0
Total Operating Expenses	1,414,927	38,742	1,453,669	53,317
Operating Income (Loss)	(715,529)	(3,262)	(718,791)	(18,851)
Nonoperating Revenue (Expenses):				
Operating Grants	613,769	0	613,769	0
Investment Earnings	15	0	15	0
Total Nonoperating Revenues (Expenses)	613,784	0	613,784	0
Operating Transfers:				
Transfers In	0	13,000	13,000	0
Total Operating Transfers	0	13,000	13,000	0
Change in Net Assets	(101,745)	9,738	(92,007)	(18,851)
Net Assets Beginning of Year	47,712	(6,011)	41,701	480,239
Net Assets End of Year	\$ (54,033)	\$ 3,727	\$ (50,306)	\$ 461,388
Change in Net Assets - Total Enterprise Funds			\$ (92,007)	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			(1,099)	
Change in Net Assets - Total Business-type Activities			\$ (93,106)	

See accompanying notes to the basic financial statements

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Statement of Cash Flows
Proprietary Funds
June 30, 2003

	Business-Type Activities Enterprise Funds			Governmental
	Food Services	Uniform School Supplies		Internal Service Fund
		Total		
Cash Flows from Operating Activities:				
Cash Received from Customers	\$701,709	\$0	\$701,709	\$0
Cash Received from Tuition and Fee Payments	0	35,835	35,835	0
Cash Received from Interfund Charges	0	0	0	34,466
Cash Payments for Goods and Services	(741,726)	(45,909)	(787,635)	(53,560)
Cash Payments to Employees for Services and Benefits	(559,685)	0	(559,685)	0
Net Cash Used for Operating Activities	(599,702)	(10,074)	(609,776)	(19,094)
Cash Flows from Noncapital Financing Activities:				
Operating Grants Received	524,966	0	524,966	0
Operating Transfers In	0	13,000	13,000	0
Advances In	95,000	15,803	110,803	0
Advances Out	(35,000)	(48,803)	(83,803)	0
Net Cash Provided (Used) for Noncapital Financing Activities	584,966	(20,000)	564,966	0
Cash Flows from Capital and Related Financing Activities:				
Acquisition of Equipment	(2,485)	0	(2,485)	0
Net Cash Used for Capital and Related Financing Activities	(2,485)	0	(2,485)	0
Cash Flows from Investing Activities:				
Receipts of Interest	15	0	15	0
Net Cash Provided by Investing Activities	15	0	15	0
Net Decrease in Cash and Cash Equivalents	(17,206)	(30,074)	(47,280)	(19,094)
Cash and Cash Equivalents at Beginning of Year	18,842	32,795	51,637	480,482
Cash and Cash Equivalents at End of Year	\$1,636	\$2,721	\$4,357	\$461,388
Reconciliation of Operating Loss to Net Cash				
Used for Operating Activities:				
Operating Gain (Loss)	(\$715,529)	(\$3,262)	(\$718,791)	(\$18,851)
Adjustments to Reconcile Operating Loss to Net Cash Used for Operating Activities:				
Depreciation Expense	20,223	0	20,223	0
Donated Commodities Used During the Year	74,207	0	74,207	0
Changes in Assets and Liabilities:				
Decrease in Accounts Receivable	2,311	355	2,666	0
Decrease in Inventory	13,109	0	13,109	0
Decrease in Accounts Payable	0	(7,167)	(7,167)	0
Increase in Accrued Wages and Benefits	4,823	0	4,823	(243)
Decrease in Intergovernmental Payables	(1,829)	0	(1,829)	0
Decrease in Deferred Revenue	(2,099)	0	(2,099)	0
Increase in Compensated Absences	5,082	0	5,082	0
Total Adjustments	115,827	(6,812)	109,015	(243)
Net Cash Used for Operating Activities	(\$599,702)	(\$10,074)	(\$609,776)	(\$19,094)

Schedule of Noncash Investing, Capital and Financing Activities:

During fiscal year 2003, the Food Services Fund received \$74,207 in donated commodities from the federal government.

See accompanying notes to the basic financial statements

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Statement of Net Assets
Fiduciary Funds
June 30, 2003

	<u>Private Purpose Trust</u>		<u>Special Trust Fund</u>	<u>Agency Funds</u>
Assets:				
Cash and Cash Equivalents	\$	239,414	\$	58,628
Receivables:				
Accounts		<u>106</u>		<u>52</u>
Total Assets		<u>239,520</u>		<u>58,680</u>
Liabilities:				
Due to Others		0		10,503
Due to Students		<u>0</u>		<u>48,177</u>
Total Liabilities		<u>0</u>		<u>58,680</u>
Net Assets:				
Unrestricted		<u>239,520</u>		<u>0</u>
Total Net Assets	<u>\$</u>	<u>239,520</u>	<u>\$</u>	<u>0</u>

See accompanying notes to the basic financial statements

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Statement of Changes in Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2003

	<u>Private Purpose Trust</u>	<u>Special Trust Fund</u>
Additions:		
Contributions:		
Private Donations	\$ 33,265	
Total Contributions	<u>33,265</u>	
Investment Earnings:		
Interest	<u>3,256</u>	
Total Investment Earnings	<u>3,256</u>	
Total Additions	<u>36,521</u>	
Deductions:		
Administrative Expenses	207	
Community Gifts, Awards and Scholarships	<u>10,750</u>	
Total Deductions	<u>10,957</u>	
Change in Net Assets	25,564	
Net Assets at Beginning of Year	<u>213,956</u>	
Net Assets End of Year	<u>\$ 239,520</u>	

See accompanying notes to the basic financial statements

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Logan-Hocking Local School District, Ohio (the District) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The District is governed by a locally elected five member Board of Education (the Board) which provides educational services. The Board controls the District's instructional support facilities staffed by approximately 183 noncertified and approximately 283 certified teaching personnel and administrative employees providing education to 3,967 students.

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, "*The Financial Reporting Entity*," in that the financial statements include all organizations, activities, functions and component units for which the District (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either the District's ability to impose its will over the organization or the possibility that the organization will provide a financial benefit to, or impose a financial burden on, the District. There were no potential component units that met the criteria imposed by GASB Statement No. 14 to be included in the District's reporting entity. The District is a member of the Southeastern Ohio Voluntary Educational Cooperative (SEOVEC), a jointly governed organization which provides computer service to thirty-five (35) class "C" sites in a ten (10) county area. The District is a participant in two other jointly governed organizations, the Tri-County Joint Vocational School District and the Coalition of Rural and Appalachian Schools. See Note 16, "Jointly Governed Organizations." The District is also a participant in the Ohio School Boards Association Workers' Compensation Group Rating Plan, an insurance purchasing pool, see Note 17. Based on the foregoing, the reporting entity of the District includes the following services: instructional (regular, special education, vocational), student guidance, extracurricular activities, food service, pupil transportation and care and upkeep of grounds and buildings.

The accounting policies and financial reporting practices of the District conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of its significant accounting policies.

B. Basis of Presentation - Fund Accounting

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. The various funds are summarized by type in the basic financial statements.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

The following fund types are used by the District:

Governmental Funds - These are funds through which most governmental functions typically are financed. The acquisition, use and balances of the District's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of "financial flow" (sources, uses and balances of financial resources). The following are the District's major governmental fund types:

General Fund - This fund is the general operating fund of the District and is used to account for all financial resources except those accounted for in another fund. The general fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Ohio.

Bond Retirement Fund - This fund is used for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Building Fund - This fund is used to account for the receipts and expenditures related to all special bond funds in the District. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures represent the costs of acquiring capital facilities, including real property.

Classroom Facilities Fund - This fund is used to account for monies received and expended in connection with contracts entered into by the District and the Ohio Department of Education for the building and equipping of classroom facilities.

The other governmental funds of the District account for grants and other resources whose use is restricted to a particular purpose.

Proprietary Funds - The proprietary funds are accounted for on a "economic resources" measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of the proprietary funds are included on the balance sheet. The proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises in which the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The District's major enterprise funds are:

Food Services Fund - This fund accounts for the financial transactions related to the food service operations of the District.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Uniform School Supplies Fund – This fund accounts for the purchase and sale of school supplies for use in the District. Profits derived from such sales are used for school purposes or activities connected with the school.

Internal Service Fund - The internal service fund is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District or to other governments on a cost-reimbursement basis. The Employee Benefits Self-Insurance Fund accounts for monies received from other funds as payment for providing medical, hospitalization, life, dental, vision or any other similar employee benefit.

Fiduciary Funds – Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary category is split into two classifications: private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations or other governments and therefore not available to support the District's own programs. The District's only trust fund is a private purpose trust that accounts for scholarship programs for students. State law permits the District to appropriate for purposes consistent with the endowment's intent, net appreciation, both realized and unrealized. The agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operation.

C. Basis of Presentation – Financial Statements

Government-wide Financial Statements – The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation and Measurement Focus – Financial Statements (Continued)

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements – Fund financial statements report detailed information about the District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds are reported using the economic resources measurement focus.

D. Basis of Accounting

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the District is considered to be 60 days after fiscal year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

Revenue considered susceptible to accrual at year end includes property taxes, tuition, grants and entitlements, student fees, and interest on investments.

Current property taxes measurable at June 30, 2003, which are not intended to finance fiscal 2003 operations, have been recorded as receivables and deferred revenues. Delinquent property taxes measurable and available (received within 60 days) and amounts available as an advance on future tax settlements are recognized as revenue at year end. Taxes available for advance and recognized as revenue but not received by the District prior to June 30, 2003 are reflected as a reservation of fund balance for future appropriations. The District is prohibited by law from appropriating this revenue in accordance with ORC Section 5705.35, since an advance of revenue was not requested or received prior to the fiscal year end.

The accrual basis of accounting is utilized for reporting purposes by the government-wide financial statements, proprietary funds, agency funds and the private-purpose trust fund. Revenues are recognized when they are earned and expenses are recognized when incurred.

Pursuant to GASB Statement No. 20, "*Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting*," the District follows GASB guidance as applicable to proprietary funds and business-type activities and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements.

Revenues – Exchange and Non-exchange Transactions – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Grants and entitlements received before eligibility requirements are met are recorded as deferred revenue.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

E. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year.

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The primary level of budgetary control is at the object level within each department. Budgetary modifications may only be made by resolution of the Board of Education.

1. Tax Budget

By January 15, the Superintendent and Treasurer submit an annual operating budget for the following fiscal year to the Board of Education for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by January 20 of each year for the period July 1 to June 30 of the following fiscal year.

2. Estimated Resources

Prior to March 15, the Board accepts by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about July 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during fiscal year 2003.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

3. Appropriations

A temporary appropriation measure to control expenditures may be passed on or about July 1 of each year for the period July 1 through September 30. An annual appropriation resolution must be passed by October 1 of each year for the period July 1 through June 30. The appropriation resolution establishes spending controls at the fund, department and object level. The appropriation resolution may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year with approval of the Board. During the year, several supplemental appropriations were necessary to budget the use of contingency funds. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Combined Statement of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual-All Governmental Fund Types" are provided on the budgetary basis to provide a comparison of actual results to the final budget, including all amendments and modifications.

4. Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities and are reported as reservations of fund balances for governmental funds in the accompanying general purpose financial statements.

5. Lapsing of Appropriations

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be reappropriated.

6. Budgetary Basis of Accounting

The District's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting. Encumbrances are recorded as the equivalent of expenditures (budgetary basis) as opposed to reservations of fund balance (GAAP basis).

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

6. Budgetary Basis of Accounting (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund:

Net Change in Fund Balance	
	General Fund
GAAP Basis (as reported)	\$2,203,497
Increase (Decrease):	
Accrued Revenues at June 30, 2003, received during FY 2004	(1,284,685)
Accrued Revenues at June 30, 2002, received during FY 2003	1,028,977
Accrued Expenditures at June 30, 2003, paid during FY 2004	3,002,227
Accrued Expenditures at June 30, 2002, paid during FY 2003	(2,906,184)
FY 2002 Prepays for FY 2003	57,277
FY 2003 Prepays for FY 2004	(66,038)
Encumbrances Outstanding	(290,939)
Budget Basis	<u><u>\$1,744,132</u></u>

F. Cash and Cash Equivalents

During fiscal year 2003, cash and cash equivalents included amounts in demand deposits, repurchase agreements, investments with original maturities of less than three months and the State Treasury Asset Reserve (STAR Ohio). STAR Ohio is a very liquid investment and is reported as a cash equivalent in the basic financial statements.

The District pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintained its own cash and investment account. See Note 4, "Cash, Cash Equivalents and Investments."

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, the District records all its investments at fair value except for nonparticipating investment contracts (repurchase agreements and certificates of deposit) which are reported at cost. See Note 4, "Cash, Cash Equivalents and Investments."

The District has invested funds in the STAR Ohio during 2003. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on June 30, 2003.

H. Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2003, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

J. Capital Assets and Depreciation

1. Property, Plant and Equipment - Governmental Activities and Governmental Funds

Governmental activities capital assets are those not directly related to the business-type funds. These generally are acquired or constructed for governmental activities and are capitalized at cost (or estimated historical cost for assets not purchased in recent years) in the Governmental Activities column of the Government-wide Statement of Net Assets. These costs are reported as expenditures when incurred in the Fund Financial Statements. The District follows the policy of not capitalizing assets with a cost of less than \$500.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2003**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets and Depreciation (Continued)

1. Property, Plant and Equipment - Governmental Activities and Governmental Funds
(Continued)

Contributed capital assets are recorded at fair market value at the date received. The District does not possess any infrastructure. Estimated historical costs for governmental activities capital asset values were initially determined by identifying historical costs where such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

2. Property, Plant and Equipment - Business-Type Activities

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost). Contributed capital assets are recorded at fair market value at the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Assets and in the respective funds.

3. Depreciation

All capital assets are depreciated, excluding land and construction in progress. Depreciation has been provided using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives (in years)</u>
Land Improvements	20
Buildings and Improvements	20-50
Machinery and Equipment	5-20
Vehicles	10

K. Long-Term Obligations

Long-term liabilities are being repaid from the following funds:

<u>Obligation</u>	<u>Fund</u>
General Obligation Bonds	Bond Retirement Fund
Installment Loans	Bond Retirement Fund
Capital Leases	General Fund, Permanent Improvement Fund
Compensated Absences	General Fund, Food Services Fund

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Compensated Absences

In accordance with GASB Statement No. 16, “*Accounting for Compensated Absences*,” vacation benefits are accrued as a liability when an employee’s right to receive compensation is attributable to services already rendered, and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Administrators and classified staff who work twelve-month contracts are granted vacation leave based on length of service and position. Sick leave benefits are accrued as a liability using the vesting method. Employees may earn 15 days of sick leave per year up to a maximum of 280 days. Upon retirement, employees will receive one-fourth of the accumulated sick leave up to a maximum of 60 days. For governmental funds, that portion of unpaid compensated absences that is due at year-end is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account “Compensated Absences Payable.” Compensated absences are expensed in the proprietary funds when earned and the related liability is reported within the fund.

M. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

N. Pensions

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred.

O. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Reservations of Fund Balance

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for debt service, prepaid items and encumbered amounts which have not been accrued at year end.

Q. Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

R. Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are sales for food service and tuition and fees for uniform school supplies. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 2 – EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES AND THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government – wide statement of activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

Amount by which capital outlays exceeded depreciation in the current period:

Capital Outlay	\$7,279,056
Depreciation Expense	<u>(1,174,062)</u>
	\$6,104,994

Amount of loss on disposal of capital assets and proceeds received:

Loss on Disposal of Capital Asset	(\$44,069)
Proceeds Received	<u>0</u>
	(\$44,069)

Governmental revenues not reported in the funds:

Increase in Taxes Revenue	\$897,086
Decrease in Investment Earnings Revenue	(8,654)
Increase in Intergovernmental - Federal Revenue	<u>211,288</u>
	\$1,099,720

Net amount of long-term debt issuance and bond and lease principal payments:

Bond Principal Payment	\$1,240,000
Installment Loan Payment	193,902
Capital Lease Payment	122,829
Capital Lease Issuance	<u>(185,135)</u>
	\$1,371,596

NOTE 3 - COMPLIANCE AND ACCOUNTABILITY

Fund Deficits - The fund deficits at June 30, 2003 of \$1,884 in the Disadvantaged Pupil Impact Aid Fund, \$2,078 in the Alternative Schools Fund and \$756 in the Title VI Fund (special revenue funds) arose from the recognition of expenditures on the modified accrual basis of accounting which are greater than expenditures recognized on the budgetary basis. The fund deficit at June 30, 2003 of \$54,033 in the Food Service Fund (enterprise fund) arose from the recognition of expenses on the accrual basis, which are greater than expenses recognized under the cash basis. Deficits did not exist under the cash basis of accounting.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash, cash equivalents and investments. In addition, investments are separately held by a number of individual funds.

Statutes require the classification of funds held by the District into three categories. Category 1 consists of “active” funds - those funds required to be kept in a “cash” or “near cash” status for immediate use by the District. Such funds must be maintained either as cash in the District Treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of “inactive” funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Category 3 consists of “interim” funds - those funds which are not needed for immediate use but, which will be needed before the end of the current period of designation of depositories.

Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the District places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Based upon criteria described in GASB Statement No. 3, “*Deposits With Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements,*” collateral held in single financial institution collateral pools with securities being held by the pledging financial institutions’ agent in the pool’s name are classified as Category 3.

The Governmental Accounting Standards Board has established risk categories for deposits and investments as follows:

Deposits:

- Category 1 Insured or collateralized with securities held by the District or by its agent in the District’s name.
- Category 2 Collateralized with securities held by the pledging financial institution’s trust department or agent, in the District’s name.
- Category 3 Collateralized with securities held by the pledging financial institution’s trust department or agent, but not in the District’s name.

Investments:

- Category 1 Insured or registered, or securities held by the District or its agent in the District’s name.
- Category 2 Uninsured and unregistered, with securities held by the counterparty’s trust department or agent in the District’s name.
- Category 3 Uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the District’s name.

STAR Ohio is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

A. Deposits

At year end the carrying amount of the District’s deposits was \$13,931,789 and the bank balance was \$15,157,918. The Federal Deposit Insurance Corporation (FDIC) covered \$807,918 of the bank balance and all remaining deposits were classified as Category 3.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2003**

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments

The District's investments at June 30, 2003 are summarized below:

	Category 2	Fair Value
Categorized Investments		
Repurchase Agreements	\$5,154,579	\$5,154,579
U.S. Government Securities	5,000,000	5,000,000
Total Categorized Investments	10,154,579	10,154,579
Noncategorized Investments		
STAR Ohio	N/A	4,928,758
Total Investments	\$10,154,579	\$15,083,337

C. Reconciliation of Cash, Cash Equivalents and Investments

The classification of cash, cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. Certificates of deposit with an original maturity of three months or less are treated as cash equivalents. The classification of cash and cash equivalents (deposits) for purposes of this note are based on criteria set forth in GASB Statement No. 3.

	Cash and Cash Equivalents	Investments
Per Combined Balance Sheet	\$8,869,126	\$20,146,000
Certificates of Deposit (with maturities of more than 3 months)	15,146,000	(15,146,000)
Investments:		
Repurchase Agreements	(5,154,579)	5,154,579
STAR Ohio	(4,928,758)	4,928,758
Per GASB Statement No. 3	\$13,931,789	\$15,083,337

NOTE 5 - TAXES

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property used in business and located in the District. Real property taxes (other than public utility) collected during 2003 were levied after October 1, 2002 on assessed values as of January 1, 2002, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be reappraised every six years and equalization adjustments made the third year following reappraisal. The last revaluation was completed in 1998. A statistical update was completed in 2001. Real property taxes are payable annually or semi-annually. The first payment is due January 20, with the remainder payable by June 20.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2003**

NOTE 5 – TAXES (Continued)

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of that calendar year, and at the tax rates determined in the preceding year. Tangible personal property used in business (except for public utilities) is currently assessed for ad valorem taxation purposes at 25 percent of its true value. Amounts paid by multi-county taxpayers are due September 20 of the year assessed. Single county taxpayers may pay annually or semi-annually, the first payment is due April 30; with the remainder payable by September 20.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 100 percent of its true value. Public utility property taxes are payable on the same dates as real property described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the County including the District. The County Auditor periodically remits to the District its portion of the taxes collected. The assessed values for collection in 2003, upon which the 2002 levies were based, were as follows:

	2002 Second Half Collections	2003 First Half Collections
Agricultural/Residential and Other Real Estate	\$286,846,740	\$297,406,300
Public Utility Personal	36,445,760	38,289,720
Tangible Personal Property	31,010,313	31,189,138
Total Assessed Value	\$354,302,813	\$366,885,158
Tax rate per \$1,000 of assessed valuation	\$39.00	\$39.00

NOTE 6 - RECEIVABLES

Receivables at June 30, 2003 consisted of taxes, interest, accounts receivable, interfund loans receivables and intergovernmental receivables.

NOTE 7 - INTERFUND TRANSACTIONS

Individual interfund loans receivable and loans payable balances at June 30, 2003, are as follows:

Fund	Interfund Loans Receivable	Interfund Loans Payable
General Fund	\$95,000	\$0
Food Services Fund	0	95,000
Totals	\$95,000	\$95,000

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2003**

NOTE 7 - INTERFUND TRANSACTIONS

Following is a summary of transfers in and out for all funds for the year ended June 30, 2003:

Fund	Transfer In	Transfer Out
General Fund	\$0	\$133,029
Uniform School Supplies Fund	13,000	0
Nonmajor Governmental Fund:		
Permanent Improvement Fund	120,029	0
Total All Funds	<u>\$133,029</u>	<u>\$133,029</u>

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 8 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at June 30, 2003:

Historical Cost:

Class	June 30, 2002	Additions	Deletions	June 30, 2003
<i>Capital assets not being depreciated:</i>				
Land	\$1,846,049	\$0	\$0	\$1,846,049
Construction In Progress	988,710	6,625,008	0	7,613,718
<i>Capital assets being depreciated:</i>				
Land Improvements	2,299,131	0	0	2,299,131
Buildings and Improvements	16,765,792	76,862	0	16,842,654
Machinery and Equipment	6,236,286	381,833	(48,705)	6,569,414
Vehicles	2,120,810	195,353	(131,803)	2,184,360
Total Cost	<u>\$30,256,778</u>	<u>\$7,279,056</u>	<u>(\$180,508)</u>	<u>\$37,355,326</u>

Accumulated Depreciation:

Class	June 30, 2002	Additions	Deletions	June 30, 2003
Land Improvements	(\$1,442,651)	(\$87,382)	\$0	(\$1,530,033)
Buildings and Improvements	(6,240,236)	(316,883)	0	(6,557,119)
Machinery and Equipment	(3,683,206)	(564,285)	14,701	(4,232,790)
Vehicles	(970,102)	(205,512)	121,738	(1,053,876)
Total Depreciation	<u>(\$12,336,195)</u>	<u>(\$1,174,062) *</u>	<u>\$136,439</u>	<u>(\$13,373,818)</u>

<i>Net Value:</i>	<u>\$17,920,583</u>	<u>\$6,104,994</u>	<u>(\$44,069)</u>	<u>\$23,981,508</u>
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LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2003**

NOTE 8 - CAPITAL ASSETS (Continued)

A. Governmental Activities Capital Assets (Continued)

* Depreciation expenses were charged to governmental functions as follows:

Instructional Services:		
Regular	\$751,330	
Special	23,363	
Vocational	5,422	
Support Services:		
Pupils	12,320	
Instructional Staff	34,855	
Administration	38,963	
Fiscal Services	1,604	
Operations & Maintenance of Plant	55,741	
Pupil Transportation	204,273	
Operation of Non-Instructional Services	19,461	
Extracurricular Activities	26,730	
Total Depreciation Expense	<u>\$1,174,062</u>	

B. Business-Type Activities Capital Assets

Summary by Category at June 30, 2003:

Historical Cost:

Class	June 30, 2002	Additions	Deletions	June 30, 2003
Machinery and Equipment	\$542,408	\$2,485	\$0	\$544,893
Total Cost	<u>\$542,408</u>	<u>\$2,485</u>	<u>\$0</u>	<u>\$544,893</u>

Accumulated Depreciation:

Class	June 30, 2002	Additions	Deletions	June 30, 2003
Machinery and Equipment	(\$438,247)	(\$20,223)	\$0	(\$458,470)
Total Depreciation	<u>(\$438,247)</u>	<u>(\$20,223)</u>	<u>\$0</u>	<u>(\$458,470)</u>

<i>Net Value:</i>	<u>\$104,161</u>	<u>(\$17,738)</u>	<u>\$0</u>	<u>\$86,423</u>
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LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 9 - DEFINED BENEFIT PENSION PLANS

All of the District's full-time employees participate in one of two separate retirement systems which are cost-sharing, multiple-employer defined benefit pension plans.

A. School Employees Retirement System of Ohio (SERS of Ohio)

All non-certified employees of the District, with minor exceptions, performing duties that do not require a certificate issued by the Ohio Department of Education are eligible to participate in the School Employees Retirement System of Ohio, a cost-sharing, multiple-employer public employee retirement system.

The SERS of Ohio provides retirement and disability benefits, annual cost-of-living adjustments and survivor benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. The SERS of Ohio issues a stand-alone financial report that includes financial statements and required supplementary information for the SERS of Ohio. Interested parties may obtain a copy by making a written request to SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling (614) 222-5853.

The Ohio Revised Code provides statutory authority for District and employee contributions of 14% and 9% respectively. The contribution rates are determined actuarially, and are established and may be amended, up to statutory amounts, by the School Employees Retirement Board (Retirement Board) within the rates allowed by State statute. The required employer contribution rate is allocated to basic retirement benefits and health care by the Retirement Board. At June 30, 2002, (latest information available) 5.46% was allocated to fund the pension benefit and 8.54% to fund health care. The District's contributions to the SERS of Ohio for the years ending June 30, 2003, 2002, and 2001 were \$684,622, \$590,714, and \$516,576, respectively, which were equal to the required contributions for each year.

The Ohio Revised Code gives SERS the discretionary authority to provide postretirement health care to retirees and their dependents. Coverage is made available to service retirees with ten or more years of qualifying service credit, disability and survivor benefit recipients. Members retiring on or after August 1, 1989 with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75% of the premium. The portion of the 2002 employer contribution rate (latest information available) that was used to fund health care for the year 2002 was 8.54%. In addition, SERS levies a surcharge to fund health care benefits equal to 14% of the difference between minimum pay and the member's pay, prorated for partial service credit. For fiscal year 2003, the minimum pay has been established as \$14,500. The amount contributed to fund health care benefits, including the surcharge amounted to \$417,620.

Health care benefits are financed on a pay-as-you-go basis. The number of retirees and covered dependents currently receiving benefits is approximately 50,000. The target level for the health care reserve is 150% of annual health care expenses. Expenses for health care at June 30, 2002 (the latest information available) were \$182,946,777 and the target level was \$274.4 million. Net assets available for payment of benefits at June 30, 2002 was \$335.2 million.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 9 - DEFINED BENEFIT PENSION PLANS (Continued)

B. State Teachers Retirement System of Ohio (STRS of Ohio)

All certified employees of the District are eligible to participate in the State Teachers Retirement System of Ohio, a cost-sharing, multiple-employer public employee retirement system.

The STRS of Ohio provides retirement and disability benefits, annual cost-of-living adjustments and survivor benefits based on eligible service credit to plan members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. The STRS of Ohio issues a stand-alone financial report that includes financial statements and required supplementary information for the STRS of Ohio. Interested parties may obtain a copy by making a written request to STRS Ohio, 275 East Broad Street, Columbus, Ohio 43215-3371 or by calling (614) 227-4090.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5% of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

The Ohio Revised Code provides statutory authority for District and employee contributions of 14% and 9.3%, respectively. The contribution requirements of plan members and the District are established and may be amended by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. At June 30, 2002, (latest information available) 9.5% was allocated to fund the pension benefit and 4.5% to fund health care. The District's contributions to the STRS of Ohio for the years ending June 30, 2003, 2002, and 2001 were \$1,708,896, \$1,706,244, and \$1,601,964, respectively, which were equal to the required contributions for each year.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 9 - DEFINED BENEFIT PENSION PLANS (Continued)

B. State Teachers Retirement System of Ohio (STRS of Ohio) (Continued)

STRS provides postemployment health care benefits to retirees and their dependents. Coverage includes hospitalization, physician fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. All benefit recipients and sponsored dependents are eligible for health care coverage. Pursuant to the Revised Code, the State Teachers Retirement Board has discretionary authority over how much, if any, of the health care cost will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium.

Benefits are funded on a pay-as-you-go basis through an allocation of employer contributions to a Health Care Reserve Fund. For the fiscal year ended June 30, 2002, (latest information available) the board allocated employer contributions are equal to 4.5% of covered payroll to the Health Care Reserve Fund, which amounted to \$549,288 for the District. The balance of the Health Care Reserve Fund was \$3.011 billion at June 30, 2002 (the latest information available). For the fiscal year ended June 30, 2002, the net health care costs paid by STRS were \$354,697,000. There were 105,300 eligible benefit recipients.

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LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2003**

**NOTE 10 - GENERAL LONG-TERM DEBT AND OTHER GENERAL
LONG-TERM OBLIGATIONS**

Detail of the changes in the bonds, installment loans, compensated absences, and capital leases of the District for the year ended June 30, 2003 is as follows:

	Balance			Balance	Due Within
	June 30, 2002	Additions	Deductions	June 30, 2003	One Year
Governmental Activities					
(General Obligation Bonds)					
Construction Bond - 1993	\$5,597,410	\$0	(\$900,000)	\$4,697,410	\$960,000
Construction Bond - 2001	23,680,000	0	(340,000)	23,340,000	425,000
	<u>29,277,410</u>	<u>0</u>	<u>(1,240,000)</u>	<u>28,037,410</u>	<u>1,385,000</u>
Interest Accretion	2,186,693	321,694	0	2,508,387	0
Total General Obligation Bonds	31,464,103	321,694	(1,240,000)	30,545,797	1,385,000
(Installment Loans)					
Energy Conservation Project	10,918	0	(10,918)	0	0
Energy Conservation Project	182,984	0	(182,984)	0	0
Total Installment Loans	<u>193,902</u>	<u>0</u>	<u>(193,902)</u>	<u>0</u>	<u>0</u>
Compensated Absences	1,699,922	123,650	(80,806)	1,742,766	127,058
Capital Leases	540,861	185,135	(122,829)	603,167	123,520
Total Governmental Activities	<u>\$33,898,788</u>	<u>\$630,479</u>	<u>(\$1,637,537)</u>	<u>\$32,891,730</u>	<u>\$1,635,578</u>
Business-Type Activities:					
Compensated Absences	31,225	5,082	0	36,307	2,098
Total Long Term Liabilities	<u>\$33,930,013</u>	<u>\$635,561</u>	<u>(\$1,637,537)</u>	<u>\$32,928,037</u>	<u>\$1,637,676</u>

During 1993 the District issued a general obligation bond in the amount of \$9,682,410 at an interest rate that varies between 2.500% and 10.333% for the purpose of constructing a middle school building and constructing additions to existing elementary school buildings. The District issued another general obligation bond in 2001 with an interest rate that fluctuates between 3.000% and 12.507%. Its proceeds of \$23,680,000 are financing the acquisition of land, the construction of three elementary school buildings, the renovation of the middle school building, improvements to athletic facilities and classrooms, and the construction of an auditorium at the high school.

Energy conservation installment loans were issued in 1994 and 1998. The District received proceeds of \$55,000 from the 1994 issue, which has an interest rate of 5.280%. Proceeds of \$334,641 were received by the District from the 1998 energy conservation installment loan, which has an interest rate of 4.750%. Proceeds from the 1994 and 1998 energy conservation installment loans are being used for boiler replacements and disposals, window and lighting replacements, and air conditioning unit replacements and disposals. These loans were repaid prematurely during 2003.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 10 - GENERAL LONG-TERM DEBT AND OTHER GENERAL LONG-TERM OBLIGATIONS (Continued)

A. Principal and Interest Requirements

The General Obligation Bonds-1993 Series consist of 2.500%-5.300% current interest bonds and 10.333% term capital appreciation bonds. In the case of the capital appreciation bonds, unearned accreted interest is included in the maturity amount outstanding.

A summary of the District's future long-term debt funding requirements, including principal and interest payments as of June 30, 2003, follows:

Years	General Obligation Bonds	
	Principal	Interest
2004	\$1,385,000	\$1,210,025
2005	1,510,000	1,145,973
2006	1,660,000	1,075,398
2007	910,788	1,887,472
2008	581,643	1,906,457
2009-2013	4,639,979	9,836,672
2014-2018	3,600,000	3,980,950
2019-2023	4,770,000	2,867,150
2024-2028	6,095,000	1,512,375
2029-2030	2,885,000	146,125
Totals	<u>\$28,037,410</u>	<u>\$25,568,597</u>

B. Defeased Debt

In June 1993, the District defeased \$11,690,000 of General Obligation Bonds for construction through the issuance of \$9,682,410 of General Obligation Bonds for construction. The net proceeds of the 1993 bond have been invested in obligations guaranteed as to both principal and interest by the United States Government and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$8,315,000 at June 30, 2003, are not included in the District's outstanding debt since the District has in-substance satisfied its obligations through the advance refunding.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 11 - CAPITAL LEASE COMMITMENTS

The District is obligated under three leases accounted for as capital leases. The cost of the leased assets (copiers and computer equipment) is accounted for in the Governmental Activities Capital Assets and the related liability in the Governmental Activities Long-Term Liabilities. The original cost of the assets under capital lease was \$937,021.

The following is a schedule of the future minimum lease payments under the capital leases together with the present value of the net minimum lease payments as of June 30, 2003:

<u>Year Ending June 30,</u>	<u>Capital Leases</u>
2004	\$159,490
2005	156,732
2006	156,731
2007	123,060
2008	116,298
Minimum Lease Payments	712,311
Less: Amount representing interest at the District's incremental borrowing rate of interest	<u>(109,144)</u>
Present Value of minimum lease payments	<u>\$603,167</u>

NOTE 12 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters; injuries to employees and natural disasters. During fiscal year 2003 the District contracted with several different insurance providers for various insurance coverages, as follows:

<u>Insurance Provider</u>	<u>Coverage</u>	<u>Deductible</u>
Ohio School Plan	General Liability	\$0
Selective Insurance Co. of South Carolina	Automobile	\$500
Selective Insurance Co. of South Carolina	Property, Boiler and Machinery	\$1,000

There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three fiscal years.

Workers' compensation claims are covered through the District's participation in the State of Ohio's program. The District pays the State Workers' Compensation System a premium based upon a rate per \$100 of payroll. The rate is determined based on accident history and administrative costs.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2003**

NOTE 13 - STATUTORY RESERVES

The District is required by state law to set aside certain general fund revenue amounts, as defined, into various reserves. During the fiscal year ended June 30, 2003, the reserve activity (cash-basis) was as follows:

	Textbook Reserve	Capital Acquisition Reserve	Total
Set-aside Cash Balance as of June 30, 2002	\$0	\$0	\$0
Current Year Set-Aside Requirement	563,320	563,320	1,126,640
Current Year Offset Credits	(498,586)	(1,004,116)	(1,502,702)
Qualifying Disbursements	(135,036)	(89,177)	(224,213)
Total	<u>(\$70,302)</u>	<u>(\$529,973)</u>	<u>(\$600,275)</u>
Set-aside Balance Carried Forward to Future Fiscal Years	<u>(\$70,302)</u>	<u>(\$529,973)</u>	<u>(\$600,275)</u>
Set-aside Cash Balance as of June 30, 2003	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

The District had offsets and qualifying disbursements during the year that reduced the set-aside amounts below zero. These extra amounts may be used to reduce the set-aside requirement in future years. The total reserve balance at June 30, 2003 was zero.

NOTE 14 - CONSTRUCTION COMMITMENTS

As of June 30, 2003, the District had the following commitments with respect to capital projects:

Project	Remaining Construction Commitment	Expected Date of Completion
Chieftain Elementary School Construction	\$4,389,018	May 2004
Hocking Hills Elementary School Construction	3,702,281	April 2004
Union Furnace Elementary School Construction	4,124,997	April 2004
Total	<u>\$12,216,296</u>	

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 15 - CONTINGENCIES

A. Grants

The District receives financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2003.

B. Litigation

The District is a party to various legal proceedings which seek damages or injunctive relief generally incidental to its operations and pending projects. The District's management is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material effect, if any, on the financial condition of the District.

C. State School Funding

On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current-funding plan is unconstitutional.

The Supreme Court relinquished jurisdiction over the case and directed, 'the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient.' The District is currently unable to determine what effect, if any, this decision will have on its future State funding and its financial operations.

NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS

Southeast Ohio Voluntary Educational Consortium (SEOVEC) - SEOVEC was created as a regional council of governments pursuant to state statutes. SEOVEC is a computer consortium formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. SEOVEC has 38 participants consisting of 30 school districts and 8 educational service centers. SEOVEC is governed by a governing board which is selected by member districts. SEOVEC possesses its own budgeting and taxing authority. To obtain financial information, write to: Southeast Ohio Voluntary Educational Consortium, Bobbi Weidner, Treasurer, at 221 North Columbus Road, Athens, Ohio 45701.

Tri-County Joint Vocational School District - The Tri-County Joint Vocational School District is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of eleven appointed representatives from the eight participating school districts. The Board possesses its own budgeting and taxing authority. To obtain financial information, write to: Tri-County Joint Vocational School, Laura Carney, Treasurer, at 15676 State Route 691, Nelsonville, Ohio 45764.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS (Continued)

Coalition of Rural and Appalachian Schools – The Coalition of Rural and Appalachian Schools is a jointly governed organization including over 100 school districts in southeastern Ohio. The Coalition is operated by a Board which is composed of fourteen members. The Board members are composed of one superintendent from each County elected by the school districts within that County. The Coalition provides various services for school district administrative personnel; gathers data regarding conditions of education in the region; cooperates with other professional groups to assess and develop programs designed to meet the needs of member districts; and provides staff development programs for school district personnel. The Coalition is not dependent upon the continued participation of the School District and the School District does not maintain an equity interest in or a financial responsibility for the Coalition. The School District made no significant payments for membership in fiscal year 2003.

NOTE 17 – INSURANCE PURCHASING POOL

The District participates in the Ohio School Boards Association Workers' Compensation Group Rating Plan (the "Plan"). This is a group rating plan as established under Section 4123.29 of the Ohio Revised Code. The Plan was established through the Ohio School Boards Association (OSBA) as a group purchasing pool.

The Plan's business and affairs are conducted by a three member Board of Directors consisting of the President, the President Elect and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as the coordinator of the program. Each year, the participating school districts pay an enrollment fee to the Plan to cover the costs of administering the program.

*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS, AND FIDUCIARY
FUNDS.*

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Public School Support Fund

To account for school site sales revenues, and expenditures for field trips, assemblies, and other activity costs.

Other Local Grants Fund

To account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes. . (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Computer Network Fund

To account for monies received, as fiscal agent of the Southeast Ohio Voluntary Educational Consortium (SEOVEC), for the operations of class “A” sites of the computer network of the Department of Education. . (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

District Managed Student Activity Fund

To account for gate receipts and other revenues from athletic events and all costs (except supplemental coaching contracts) of the District’s athletic program.

Auxiliary Services Fund

To account for monies which provide services and materials to pupils attending non-public schools within the District.

Management Information System Fund

To account for State monies provided for hardware and software development, or other costs associated with the requirements of the management information system.

Disadvantaged Pupil Impact Aid Fund

To account for State monies provided in support of academic and enrichment programs focusing on children from families qualifying for aid to dependent children.

SchoolNet Professional Development Fund

To account for funds from State grants to provide professional development for staff in technology.

OhioReads Fund

To account for grant monies to be used for improving reading outcomes, especially on the fourth grade reading proficiency test and for operating expenditures associated with administering the program

Alternative Schools Fund

To account for alternative educational programs for existing and new at-risk and delinquent youth. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Special Revenue Funds

Miscellaneous State Grants Fund

To account for various monies received from state agencies which are not classified elsewhere. A separate special cost center must be used for each grant and be approved by the Auditor of State.

Eisenhower Grant Fund

To account for grant monies to be used for strengthening instruction in science, mathematics, modern foreign languages, English, the arts and computer learning. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Title VI-B Fund

To account for monies received through grants to assist in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels.

Title I Fund

To account for federal monies used to assist the District in meeting the special needs of educationally deprived children

Title VI Fund

To account for federal revenues which support the implementation of computer education programs, gifted and talented programs, in-service training and staff development.

Drug-Free School Grant Fund

To account for federal revenues which support the implementation of programs for drug abuse education and prevention.

Reducing Class Size Fund

To account for monies used to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants Fund

To account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere.

Capital Projects Funds

The Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds.

Permanent Improvement Fund

To account for the acquisition, construction and improvement of capital facilities other than those financed by proprietary and trust funds.

SchoolNet Plus Fund

To account for wiring all classrooms in the State and to provide a computer workstation and related technology for every classroom in Ohio's low-wealth Districts.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2003**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:			
Cash and Cash Equivalents	\$ 437,213	\$ 2,176,279	\$ 2,613,492
Receivables:			
Taxes	0	757,006	757,006
Accounts	14,581	0	14,581
Intergovernmental	550,416	0	550,416
Total Assets	\$ 1,002,210	\$ 2,933,285	\$ 3,935,495
Liabilities:			
Accounts Payable	34,735	60,259	94,994
Accrued Wages and Benefits	185,508	0	185,508
Intergovernmental Payable	40,358	27	40,385
Interfund Loans Payable	170,300	120,000	290,300
Deferred Revenue - Taxes	0	677,668	677,668
Deferred Revenue	238,680	0	238,680
Total Liabilities	669,581	857,954	1,527,535
Fund Balances:			
Reserved for Encumbrances	89,065	692,675	781,740
Reserved for Property Taxes	0	76,224	76,224
Unreserved, Undesignated in:			
Special Revenue Funds	243,564	0	243,564
Capital Projects Funds	0	1,306,432	1,306,432
Total Fund Balances	332,629	2,075,331	2,407,960
Total Liabilities and Funds Balances	\$ 1,002,210	\$ 2,933,285	\$ 3,935,495

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures and Changes in Fund Balance Nonmajor Governmental Funds For the Fiscal Year Ended June 30, 2003

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:			
Taxes	\$ 0	\$ 663,352	\$ 663,352
Extracurricular Activities	177,785	0	177,785
Intermediate Sources	154,147	0	154,147
Intergovernmental - State	1,228,367	108,933	1,337,300
Intergovernmental - Federal	1,359,350	0	1,359,350
All Other Revenue	45,957	0	45,957
Total Revenue	2,965,606	772,285	3,737,891
Expenditures:			
Current:			
Instructional Services:			
Regular	807,074	164,643	971,717
Special	804,203	0	804,203
Supporting Services:			
Pupils	89,372	3,374	92,746
Instructional Staff	397,365	373,742	771,107
Administration	125,717	13,744	139,461
Fiscal Services	5,171	18,840	24,011
Pupil Transportation	680	173,953	174,633
Central	755,230	7,008	762,238
Operation of Non-Instructional Services	71,473	0	71,473
Extracurricular Activities	221,231	0	221,231
Capital Outlay	11,700	38,207	49,907
Total Expenditures	3,289,216	793,511	4,082,727
Excess (Deficiency) of Revenues			
Over Expenditures	(323,610)	(21,226)	(344,836)
Other Financing Sources (Uses):			
Other Financing Source - Capital Lease	0	185,135	185,135
Transfers In	0	120,029	120,029
Refund of P/Y Receipts	(11)	0	(11)
Total Other Financing Sources (Uses)	(11)	305,164	305,153
Net Change in Fund Balance	(323,621)	283,938	(39,683)
Fund Balances at Beginning of Year	656,250	1,791,393	2,447,643
Fund Balances End of Year	\$ 332,629	\$ 2,075,331	\$ 2,407,960

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2003**

	Public School Support	Other Local Grants	District Managed Student Activity	Auxiliary Services	Management Information System
Assets:					
Cash and Cash Equivalents	\$ 32,298	\$ 103,092	\$ 32,992	\$ 24,565	\$ 8,031
Receivables:					
Accounts	30	13,665	143	43	0
Intergovernmental	0	0	0	0	0
Total Assets	\$ 32,328	\$ 116,757	\$ 33,135	\$ 24,608	\$ 8,031
Liabilities:					
Accounts Payable	2,884	651	1,244	9,539	0
Accrued Wages and Benefits	0	0	0	2,196	4,000
Intergovernmental Payable	0	138	27	299	1,171
Interfund Loans Payable	0	0	0	0	0
Deferred Revenue	0	0	0	0	0
Total Liabilities	2,884	789	1,271	12,034	5,171
Fund Balances:					
Reserved for Encumbrances	291	7,059	5,728	12,170	4,650
Unreserved, Undesignated in:					
Special Revenue Funds (Deficit)	29,153	108,909	26,136	404	(1,790)
Total Fund Balances (Deficit)	29,444	115,968	31,864	12,574	2,860
Total Liabilities and Funds Balances	\$ 32,328	\$ 116,757	\$ 33,135	\$ 24,608	\$ 8,031

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2003**

<u>Disadvantaged Pupil Impact Aid</u>	<u>SchoolNet Professional Development</u>	<u>OhioReads</u>	<u>Alternative Schools</u>	<u>Miscellaneous State Grants</u>	<u>Title VI-B</u>	<u>Title I</u>
\$ 0	\$ 2,803	\$ 28,340	\$ 9,260	\$ 87,369	\$ 22,099	\$ 18,276
0	0	0	0	700	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>139,750</u>	<u>316,365</u>
<u>\$ 0</u>	<u>\$ 2,803</u>	<u>\$ 28,340</u>	<u>\$ 9,260</u>	<u>\$ 88,069</u>	<u>\$ 161,849</u>	<u>\$ 334,641</u>
0	0	9,807	0	0	5,342	1,338
0	0	0	9,427	5,920	33,228	94,944
1,884	0	145	1,911	7,192	6,459	15,557
0	0	0	0	0	98,000	70,000
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>8,348</u>	<u>136,031</u>
<u>1,884</u>	<u>0</u>	<u>9,952</u>	<u>11,338</u>	<u>13,112</u>	<u>151,377</u>	<u>317,870</u>
0	0	18,532	391	2,289	16,531	15,799
<u>(1,884)</u>	<u>2,803</u>	<u>(144)</u>	<u>(2,469)</u>	<u>72,668</u>	<u>(6,059)</u>	<u>972</u>
<u>(1,884)</u>	<u>2,803</u>	<u>18,388</u>	<u>(2,078)</u>	<u>74,957</u>	<u>10,472</u>	<u>16,771</u>
<u>\$ 0</u>	<u>\$ 2,803</u>	<u>\$ 28,340</u>	<u>\$ 9,260</u>	<u>\$ 88,069</u>	<u>\$ 161,849</u>	<u>\$ 334,641</u>

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2003**

	<u>Title VI</u>	<u>Drug Free School Grant</u>	<u>Reducing Class Size</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
Assets:					
Cash and Cash Equivalents	\$ 1,736	\$ 2,230	\$ 54,976	\$ 9,146	\$ 437,213
Receivables:					
Accounts	0	0	0	0	14,581
Intergovernmental	<u>16,218</u>	<u>2,284</u>	<u>73,637</u>	<u>2,162</u>	<u>550,416</u>
Total Assets	<u>\$ 17,954</u>	<u>\$ 4,514</u>	<u>\$ 128,613</u>	<u>\$ 11,308</u>	<u>\$ 1,002,210</u>
Liabilities:					
Accounts Payable	152	0	0	3,778	34,735
Accrued Wages and Benefits	0	0	35,793	0	185,508
Intergovernmental Payable	40	0	5,535	0	40,358
Interfund Loans Payable	2,300	0	0	0	170,300
Deferred Revenue	<u>16,218</u>	<u>2,284</u>	<u>73,637</u>	<u>2,162</u>	<u>238,680</u>
Total Liabilities	<u>18,710</u>	<u>2,284</u>	<u>114,965</u>	<u>5,940</u>	<u>669,581</u>
Fund Balances:					
Reserved for Encumbrances	1,503	0	838	3,284	89,065
Unreserved, Undesignated in:					
Special Revenue Funds (Deficit)	<u>(2,259)</u>	<u>2,230</u>	<u>12,810</u>	<u>2,084</u>	<u>243,564</u>
Total Fund Balances (Deficit)	<u>(756)</u>	<u>2,230</u>	<u>13,648</u>	<u>5,368</u>	<u>332,629</u>
Total Liabilities and Funds Balances	<u>\$ 17,954</u>	<u>\$ 4,514</u>	<u>\$ 128,613</u>	<u>\$ 11,308</u>	<u>\$ 1,002,210</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003**

	Public School Support	Other Local Grants	Computer Network	District Managed Student Activity	Auxiliary Services	Management Information System
Revenues:						
Extracurricular Activities	\$ 17,281	\$ 0	\$ 0	\$ 160,504	\$ 0	\$ 0
Intermediate Sources	0	154,147	0	0	0	0
Intergovernmental - State	0	448	736,323	0	58,748	14,835
Intergovernmental - Federal	0	0	0	0	0	0
All Other Revenue	23,668	3,420	0	18,869	0	0
Total Revenue	<u>40,949</u>	<u>158,015</u>	<u>736,323</u>	<u>179,373</u>	<u>58,748</u>	<u>14,835</u>
Expenditures:						
Current:						
Instructional Services:						
Regular	0	19,431	0	0	0	0
Special	0	3,750	0	0	0	0
Supporting Services:						
Pupils	0	113	0	0	0	6,742
Instructional Staff	0	14,688	0	0	0	0
Administration	36,838	53	0	0	0	7,061
Fiscal Services	0	0	0	0	0	5,171
Pupil Transportation	680	0	0	0	0	0
Central	0	0	755,230	0	0	0
Operation of Non-Instructional Services	0	0	0	0	65,515	0
Extracurricular Activities	9,177	0	0	212,054	0	0
Capital Outlay	0	10,000	0	0	0	0
Debt Service:						
Total Expenditures	<u>46,695</u>	<u>48,035</u>	<u>755,230</u>	<u>212,054</u>	<u>65,515</u>	<u>18,974</u>
Excess (Deficiency) of Revenues						
Over Expenditures	(5,746)	109,980	(18,907)	(32,681)	(6,767)	(4,139)
Other Financing Sources (Uses):						
Refund of P/Y Receipts	0	(11)	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>(11)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(5,746)	109,969	(18,907)	(32,681)	(6,767)	(4,139)
Fund Balances (Deficits) at Beginning of Year	<u>35,190</u>	<u>5,999</u>	<u>18,907</u>	<u>64,545</u>	<u>19,341</u>	<u>6,999</u>
Fund Balances (Deficits) End of Year	<u>\$ 29,444</u>	<u>\$ 115,968</u>	<u>\$ 0</u>	<u>\$ 31,864</u>	<u>\$ 12,574</u>	<u>\$ 2,860</u>

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures and Changes in Fund Balance Nonmajor Special Revenue Funds For the Fiscal Year Ended June 30, 2003

	Disadvantaged Pupil Impact Aid	SchoolNet Professional Development	OhioReads	Alternative Schools	Miscellaneous State Grants	Eisenhower Grant
Revenues:						
Extracurricular Activities	\$ 0	0	\$ 0	\$ 0	\$ 0	\$ 0
Intermediate Sources	0	0	0	0	0	0
Intergovernmental - State	147,329	4,600	143,500	69,862	52,722	0
Intergovernmental - Federal	0	0	0	0	0	8,210
All Other Revenue	0	0	0	0	0	0
Total Revenue	147,329	4,600	143,500	69,862	52,722	8,210
Expenditures:						
Current:						
Instructional Services:						
Regular	146,512	0	128,900	70,240	35,921	0
Special	0	0	0	0	0	0
Supporting Services:						
Pupils	0	0	0	0	3,960	0
Instructional Staff	0	1,797	12,501	0	26,310	12,918
Administration	0	0	0	0	0	0
Fiscal Services	0	0	0	0	0	0
Pupil Transportation	0	0	0	0	0	0
Central	0	0	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0	0	224
Extracurricular Activities	0	0	0	0	0	0
Capital Outlay	0	0	0	1,700	0	0
Debt Service:						
Total Expenditures	146,512	1,797	141,401	71,940	66,191	13,142
Excess (Deficiency) of Revenues						
Over Expenditures	817	2,803	2,099	(2,078)	(13,469)	(4,932)
Other Financing Sources (Uses):						
Refund of P/Y Receipts	0	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	0	0
Net Change in Fund Balance	817	2,803	2,099	(2,078)	(13,469)	(4,932)
Fund Balances (Deficits) at Beginning of Year	(2,701)	0	16,289	0	88,426	4,932
Fund Balances (Deficits) End of Year	\$ (1,884)	\$ 2,803	\$ 18,388	\$ (2,078)	\$ 74,957	\$ 0

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003**

Title VI-B	Title I	Title VI	Drug Free School Grant	Reducing Class Size	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 177,785
0	0	0	0	0	0	154,147
0	0	0	0	0	0	1,228,367
423,344	683,055	9,890	22,807	176,313	35,731	1,359,350
0	0	0	0	0	0	45,957
<u>423,344</u>	<u>683,055</u>	<u>9,890</u>	<u>22,807</u>	<u>176,313</u>	<u>35,731</u>	<u>2,965,606</u>
0	35,237	8,421	983	185,033	176,396	807,074
93,823	700,197	0	0	0	6,433	804,203
58,486	0	0	20,071	0	0	89,372
261,576	57,059	5,881	0	160	4,475	397,365
72,426	0	353	0	0	8,986	125,717
0	0	0	0	0	0	5,171
0	0	0	0	0	0	680
0	0	0	0	0	0	755,230
2,223	3,115	286	110	0	0	71,473
0	0	0	0	0	0	221,231
0	0	0	0	0	0	11,700
<u>488,534</u>	<u>795,608</u>	<u>14,941</u>	<u>21,164</u>	<u>185,193</u>	<u>196,290</u>	<u>3,289,216</u>
(65,190)	(112,553)	(5,051)	1,643	(8,880)	(160,559)	(323,610)
0	0	0	0	0	0	(11)
0	0	0	0	0	0	(11)
(65,190)	(112,553)	(5,051)	1,643	(8,880)	(160,559)	(323,621)
75,662	129,324	4,295	587	22,528	165,927	656,250
<u>\$ 10,472</u>	<u>\$ 16,771</u>	<u>\$ (756)</u>	<u>\$ 2,230</u>	<u>\$ 13,648</u>	<u>\$ 5,368</u>	<u>\$ 332,629</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2003**

	<u>Permanent Improvement</u>	<u>SchoolNet Plus</u>	<u>Total Nonmajor Capital Projects Funds</u>
Assets:			
Cash and Cash Equivalents	\$ 2,140,112	\$ 36,167	\$ 2,176,279
Taxes	<u>757,006</u>	<u>0</u>	<u>757,006</u>
Total Assets	<u><u>\$ 2,897,118</u></u>	<u><u>\$ 36,167</u></u>	<u><u>\$ 2,933,285</u></u>
 Liabilities:			
Accounts Payable	59,103	1,156	60,259
Intergovernmental Payable	0	27	27
Interfund Loans Payable	120,000	0	120,000
Deferred Revenue - Taxes	<u>677,668</u>	<u>0</u>	<u>677,668</u>
Total Liabilities	<u>856,771</u>	<u>1,183</u>	<u>857,954</u>
 Fund Balances:			
Reserved for Encumbrances	692,675	0	692,675
Reserved for Property Taxes	76,224	0	76,224
Unreserved, Undesignated in:			
Capital Projects Funds	<u>1,271,448</u>	<u>34,984</u>	<u>1,306,432</u>
Total Fund Balances	<u>2,040,347</u>	<u>34,984</u>	<u>2,075,331</u>
Total Liabilities and Funds Balances	<u><u>\$ 2,897,118</u></u>	<u><u>\$ 36,167</u></u>	<u><u>\$ 2,933,285</u></u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2003**

	Permanent Improvement	SchoolNet Plus	Total Nonmajor Capital Projects Funds
Revenues:			
Taxes	\$ 663,352	\$ 0	\$ 663,352
Intergovernmental - State	73,933	35,000	108,933
Total Revenue	<u>737,285</u>	<u>35,000</u>	<u>772,285</u>
Expenditures:			
Current:			
Instructional Services:			
Regular	164,643	0	164,643
Supporting Services:			
Pupils	3,374	0	3,374
Instructional Staff	309,781	63,961	373,742
Administration	13,744	0	13,744
Fiscal Services	18,840	0	18,840
Pupil Transportation	173,953	0	173,953
Central	7,008	0	7,008
Capital Outlay	38,207	0	38,207
Total Expenditures	<u>729,550</u>	<u>63,961</u>	<u>793,511</u>
Excess (Deficiency) of Revenues			
Over Expenditures	7,735	(28,961)	(21,226)
Other Financing Sources (Uses):			
Other Financing Source - Capital Lease	185,135	0	185,135
Transfers In	120,029	0	120,029
Total Other Financing Sources (Uses)	<u>305,164</u>	<u>0</u>	<u>305,164</u>
Net Change in Fund Balance	312,899	(28,961)	283,938
Fund Balances at Beginning of Year	<u>1,727,448</u>	<u>63,945</u>	<u>1,791,393</u>
Fund Balances End of Year	<u>\$ 2,040,347</u>	<u>\$ 34,984</u>	<u>\$ 2,075,331</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds General Fund
For the Fiscal Year Ended June 30, 2003***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Local Sources:				
Taxes	\$ 7,547,395	\$ 7,242,000	\$ 7,454,286	\$ 212,286
Tuition	11,000	4,175	10,595	6,420
Investment Earnings	480,000	350,000	347,988	(2,012)
Intergovernmental - State	16,449,097	16,694,229	16,676,112	(18,117)
Intergovernmental - Federal	269,223	77,000	80,292	3,292
All Other Revenues	0	4,450	8,343	3,893
Total Revenues	<u>24,756,715</u>	<u>24,371,854</u>	<u>24,577,616</u>	<u>205,762</u>
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	6,921,100	7,396,081	7,106,559	289,522
Fringe Benefits	627,033	2,392,382	2,359,175	33,207
Purchased Services	30,700	115,500	128,815	(13,315)
Supplies and Materials	394,020	128,019	97,196	30,823
Other Expenditures	200	200	212	(12)
Capital Outlay	<u>50,000</u>	<u>73,510</u>	<u>68,373</u>	<u>5,137</u>
Total Regular	8,023,053	10,105,692	9,760,330	345,362
Special:				
Salaries and Wages	1,878,425	1,511,376	1,492,005	19,371
Fringe Benefits	124,010	476,618	473,493	3,125
Purchased Services	46,149	145,499	144,349	1,150
Supplies and Materials	4,086	7,205	4,805	2,400
Other Expenditures	300	600	245	355
Capital Outlay	<u>2,000</u>	<u>9,750</u>	<u>0</u>	<u>9,750</u>
Total Special	2,054,970	2,151,048	2,114,897	36,151
Vocational:				
Salaries and Wages	275,150	304,150	288,438	15,712
Fringe Benefits	24,800	92,310	79,667	12,643
Purchased Services	4,700	5,300	4,331	969
Supplies and Materials	3,745	5,600	5,592	8
Other Expenditures	400	2,800	2,852	(52)
Capital Outlay	<u>913</u>	<u>1,873</u>	<u>858</u>	<u>1,015</u>
Total Vocational	309,708	412,033	381,738	30,295

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds General Fund
For the Fiscal Year Ended June 30, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Other:				
Salaries and Wages	1,000	1,000	600	400
Fringe Benefits	200	200	100	100
Total Other	<u>1,200</u>	<u>1,200</u>	<u>700</u>	<u>500</u>
Total Instructional Services	<u>10,388,931</u>	<u>12,669,973</u>	<u>12,257,665</u>	<u>412,308</u>
Support Services:				
Pupils:				
Salaries and Wages	1,057,800	1,152,800	1,122,059	30,741
Fringe Benefits	105,600	375,416	359,838	15,578
Purchased Services	146,079	204,330	196,863	7,467
Supplies and Materials	16,501	40,356	39,937	419
Other Expenditures	1,175	1,175	100	1,075
Capital Outlay	993	2,776	2,458	318
Total Pupils	<u>1,328,148</u>	<u>1,776,853</u>	<u>1,721,255</u>	<u>55,598</u>
Instructional Staff:				
Salaries and Wages	671,500	759,723	753,012	6,711
Fringe Benefits	56,800	292,505	288,884	3,621
Purchased Services	31,105	67,705	54,909	12,796
Supplies and Materials	65,352	113,603	109,584	4,019
Other Expenditures	950	2,950	855	2,095
Capital Outlay	9,727	15,727	14,230	1,497
Total Instructional Staff	<u>835,434</u>	<u>1,252,213</u>	<u>1,221,474</u>	<u>30,739</u>
Board of Education:				
Salaries and Wages	4,000	15,000	3,920	11,080
Fringe Benefits	300	3,200	713	2,487
Purchased Services	35,268	104,268	95,310	8,958
Supplies and Materials	0	600	536	64
Other Expenditures	23,314	32,314	29,748	2,566
Capital Outlay	1,000	1,400	1,179	221
Total Board of Education	<u>63,882</u>	<u>156,782</u>	<u>131,406</u>	<u>25,376</u>

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds General Fund
For the Fiscal Year Ended June 30, 2003***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Administration:				
Salaries and Wages	1,532,050	1,583,050	1,583,621	(571)
Fringe Benefits	127,879	509,185	469,412	39,773
Purchased Services	22,717	140,267	117,699	22,568
Supplies and Materials	26,612	22,129	18,044	4,085
Other Expenditures	103,375	234,225	232,524	1,701
Capital Outlay	<u>5,000</u>	<u>14,370</u>	<u>5,512</u>	<u>8,858</u>
Total Administration	1,817,633	2,503,226	2,426,812	76,414
Fiscal Services:				
Salaries and Wages	231,000	232,822	232,821	1
Fringe Benefits	0	84,652	84,650	2
Purchased Services	7,170	42,189	28,433	13,756
Supplies and Materials	2,121	6,391	6,386	5
Other Expenditures	150,261	271,184	284,933	(13,749)
Capital Outlay	<u>0</u>	<u>1,792</u>	<u>1,791</u>	<u>1</u>
Total Fiscal Services	390,552	639,030	639,014	16
Operation and Maintenance of Plant:				
Salaries and Wages	810,000	889,500	887,109	2,391
Fringe Benefits	0	403,697	363,844	39,853
Purchased Services	533,299	780,399	739,724	40,675
Supplies and Materials	132,520	198,020	153,407	44,613
Other Expenditures	400	1,350	1,383	(33)
Capital Outlay	<u>0</u>	<u>4,600</u>	<u>4,531</u>	<u>69</u>
Total Operation and Maintenance Of Plant	1,476,219	2,277,566	2,149,998	127,568
Pupil Transportation:				
Salaries and Wages	778,000	924,500	922,605	1,895
Fringe Benefits	0	440,876	436,075	4,801
Purchased Services	2,500	127,420	123,765	3,655
Supplies and Materials	0	252,500	210,788	41,712
Other Expenditures	1,500	2,650	569	2,081
Capital Outlay	<u>0</u>	<u>1,000</u>	<u>958</u>	<u>42</u>
Total Pupil Transportation	782,000	1,748,946	1,694,760	54,186
Total Support Services	<u>6,693,868</u>	<u>10,354,616</u>	<u>9,984,719</u>	<u>369,897</u>

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds General Fund
For the Fiscal Year Ended June 30, 2003***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Extracurricular Activities:				
Salaries and Wages	100,500	291,500	276,055	15,445
Fringe Benefits	12,900	62,772	44,801	17,971
Purchased Services	5,000	6,000	6,028	(28)
Total Extracurricular Activities	<u>118,400</u>	<u>360,272</u>	<u>326,884</u>	<u>33,388</u>
Capital Outlay:				
Capital Outlay	0	1,500	1,395	105
Total Capital Outlay	<u>0</u>	<u>1,500</u>	<u>1,395</u>	<u>105</u>
Total Expenditures	<u>17,201,199</u>	<u>23,386,361</u>	<u>22,570,663</u>	<u>815,698</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,555,516	985,493	2,006,953	1,021,460
Other Financing Sources (Uses):				
Transfers Out	(120,000)	(135,000)	(133,029)	1,971
Advances In	0	311,000	311,206	206
Advances Out	(39,500)	(499,500)	(441,103)	58,397
Refund of Prior Year's Expenditures	0	0	105	105
Total Other Financing Sources (Uses):	<u>(159,500)</u>	<u>(323,500)</u>	<u>(262,821)</u>	<u>60,679</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	7,396,016	661,993	1,744,132	1,082,139
Fund Balance at Beginning of Year	3,681,914	3,681,914	3,681,914	0
Prior Year Encumbrances	216,161	216,161	216,161	0
Fund Balance at End of Year	<u>\$ 11,294,091</u>	<u>\$ 4,560,068</u>	<u>\$ 5,642,207</u>	<u>\$ 1,082,139</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds Debt Service Fund
For the Fiscal Year Ended June 30, 2003**

BOND RETIREMENT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 2,484,775	\$ 2,614,500	\$ 2,675,648	\$ 61,148
Intergovernmental - State	291,500	292,200	296,389	4,189
Total Revenues	<u>2,776,275</u>	<u>2,906,700</u>	<u>2,972,037</u>	<u>65,337</u>
Expenditures:				
Support Services:				
Fiscal Services:				
Other Expenditures	3,500	88,316	74,172	14,144
Total Support Services	<u>3,500</u>	<u>88,316</u>	<u>74,172</u>	<u>14,144</u>
Debt Service:				
Principal Retirement	133,728	1,425,196	1,425,196	0
Interest and Fiscal Charges	13,272	1,277,186	1,277,186	0
Total Debt Service	<u>147,000</u>	<u>2,702,382</u>	<u>2,702,382</u>	<u>0</u>
Total Expenditures	<u>150,500</u>	<u>2,790,698</u>	<u>2,776,554</u>	<u>14,144</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,625,775	116,002	195,483	79,481
Fund Balance at Beginning of Year	<u>1,408,438</u>	<u>1,408,438</u>	<u>1,408,438</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,034,213</u>	<u>\$ 1,524,440</u>	<u>\$ 1,603,921</u>	<u>\$ 79,481</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds Capital Projects Fund
For the Fiscal Year Ended June 30, 2003**

BUILDING FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Investment Earnings	\$ 65,750	\$ 160,000	\$ 162,196	\$ 2,196
All Other Revenues	<u>250</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>66,000</u>	<u>160,000</u>	<u>162,196</u>	<u>2,196</u>
Expenditures:				
Support Services:				
Instructional Staff:				
Supplies and Materials	<u>150</u>	<u>184</u>	<u>172</u>	<u>12</u>
Total Support Services	<u>150</u>	<u>184</u>	<u>172</u>	<u>12</u>
Capital Outlay:				
Capital Outlay	<u>353,000</u>	<u>358,000</u>	<u>356,720</u>	<u>1,280</u>
Total Capital Outlay	353,000	358,000	356,720	1,280
Debt Service:				
Principal Retirement	<u>0</u>	<u>10,587</u>	<u>8,706</u>	<u>1,881</u>
Total Debt Service	<u>0</u>	<u>10,587</u>	<u>8,706</u>	<u>1,881</u>
Total Expenditures	<u>353,150</u>	<u>368,771</u>	<u>365,598</u>	<u>3,173</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(287,150)	(208,771)	(203,402)	5,369
Fund Balance at Beginning of Year	4,099,673	4,099,673	4,099,673	0
Prior Year Encumbrances	<u>353,000</u>	<u>353,000</u>	<u>353,000</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,165,523</u>	<u>\$ 4,243,902</u>	<u>\$ 4,249,271</u>	<u>\$ 5,369</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds Capital Projects Fund
For the Fiscal Year Ended June 30, 2003***

	CLASSROOM FACILITIES FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Investment Earnings	\$ 162,000	\$ 508,000	\$ 525,365	\$ 17,365
Total Revenues	<u>162,000</u>	<u>508,000</u>	<u>525,365</u>	<u>17,365</u>
Expenditures:				
Operation of Non-Instructional Services:				
Capital Outlay	<u>0</u>	<u>542,763</u>	<u>542,763</u>	<u>0</u>
Total Operation of Non-Instructional Services	0	542,763	542,763	0
Capital Outlay:				
Capital Outlay	<u>2,541,672</u>	<u>17,673,518</u>	<u>17,647,254</u>	<u>26,264</u>
Total Capital Outlay	<u>2,541,672</u>	<u>17,673,518</u>	<u>17,647,254</u>	<u>26,264</u>
Total Expenditures	<u>2,541,672</u>	<u>18,216,281</u>	<u>18,190,017</u>	<u>26,264</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,379,672)	(17,708,281)	(17,664,652)	43,629
Fund Balance at Beginning of Year	17,259,779	17,259,779	17,259,779	0
Prior Year Encumbrances	<u>2,410,672</u>	<u>2,410,672</u>	<u>2,410,672</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 17,290,779</u>	<u>\$ 1,962,170</u>	<u>\$ 2,005,799</u>	<u>\$ 43,629</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

PUBLIC SCHOOL SUPPORT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Extracurricular Activities	\$ 16,405	\$ 17,280	\$ 17,301	\$ 21
All Other Revenues	9,608	24,448	23,668	(780)
Total Revenues	26,013	41,728	40,969	(759)
Expenditures:				
Support Services:				
Administration:				
Purchased Services	3,275	3,840	3,271	569
Supplies and Materials	7,867	16,562	14,697	1,865
Other Expenditures	8,348	22,288	19,342	2,946
Capital Outlay	2,000	2,000	0	2,000
Total Administration	21,490	44,690	37,310	7,380
Pupil Transportation:				
Supplies and Materials	0	500	420	80
Other Expenditures	700	350	260	90
Total Pupil Transportation	700	850	680	170
Total Support Services	22,190	45,540	37,990	7,550
Extracurricular Activities:				
Purchased Services	1,575	1,425	1,425	0
Supplies and Materials	8,584	3,369	2,133	1,236
Other Expenditures	2,450	7,611	7,194	417
Capital Outlay	0	(1,412)	(1,412)	0
Total Extracurricular Activities	12,609	10,993	9,340	1,653
Total Expenditures	34,799	56,533	47,330	9,203
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,786)	(14,805)	(6,361)	8,444
Fund Balance at Beginning of Year	32,983	32,983	32,983	0
Prior Year Encumbrances	2,502	2,502	2,502	0
Fund Balance at End of Year	\$ 26,699	\$ 20,680	\$ 29,124	\$ 8,444

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003**

OTHER LOCAL GRANTS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intermediate Sources	\$ 17,500	\$ 155,990	\$ 141,482	\$ (14,508)
Intergovernmental - State	0	16,250	16,250	0
All Other Revenues	0	2,460	2,420	(40)
Total Revenues	17,500	174,700	160,152	(14,548)
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	1,192	26,900	5,937	20,963
Fringe Benefits	0	29,100	8,143	20,957
Purchased Services	0	3,726	2,450	1,276
Supplies and Materials	2,672	6,599	3,552	3,047
Other Expenditures	0	1,192	1,192	0
Capital Outlay	0	4,500	4,480	20
Total Regular	3,864	72,017	25,754	46,263
Special:				
Salaries and Wages	0	400	220	180
Fringe Benefits	0	62	34	28
Supplies and Materials	1,609	4,366	4,325	41
Other Expenditures	0	220	162	58
Capital Outlay	1,157	704	704	0
Total Special	2,766	5,752	5,445	307
Vocational:				
Capital Outlay	0	9,778	279	9,499
Total Vocational	0	9,778	279	9,499
Total Instructional Services	6,630	87,547	31,478	56,069
Support Services:				
Pupils:				
Supplies and Materials	0	113	113	0
Total Pupils	0	113	113	0

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

OTHER LOCAL GRANTS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Instructional Staff:				
Salaries and Wages	0	8,869	8,869	0
Fringe Benefits	0	1,332	1,332	0
Purchased Services	0	1,020	1,020	0
Supplies and Materials	1,079	22,557	5,357	17,200
Total Instructional Staff	1,079	33,778	16,578	17,200
Administration:				
Purchased Services	253	253	53	200
Supplies and Materials	300	300	0	300
Total Administration	553	553	53	500
Total Support Services	1,632	34,444	16,744	17,700
Capital Outlay:				
Capital Outlay	0	20,000	10,000	10,000
Total Capital Outlay	0	20,000	10,000	10,000
Total Expenditures	8,262	141,991	58,222	83,769
Excess (Deficiency) of Revenues Over (Under) Expenditures	9,238	32,709	101,930	69,221
Other Financing Sources (Uses):				
Advances Out	0	(15,802)	(15,803)	(1)
Refund of Prior Year's Receipts	0	(12)	(11)	1
Total Other Financing Sources (Uses)	0	(15,814)	(15,814)	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	9,238	16,895	86,116	69,221
Fund Balance at Beginning of Year	4,971	4,971	4,971	0
Prior Year Encumbrances	4,295	4,295	4,295	0
Fund Balance at End of Year	\$ 18,504	\$ 26,161	\$ 95,382	\$ 69,221

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

COMPUTER NETWORK FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 720,000	\$ 739,000	\$ 736,323	\$ (2,677)
Total Revenues	720,000	739,000	736,323	(2,677)
Expenditures:				
Support Services:				
Central:				
Purchased Services	0	750,500	748,301	2,199
Capital Outlay	6,834	7,334	6,929	405
Total Expenditures	6,834	757,834	755,230	2,604
Excess (Deficiency) of Revenues Over (Under) Expenditures	713,166	(18,834)	(18,907)	(73)
Fund Balance at Beginning of Year	12,073	12,073	12,073	0
Prior Year Encumbrances	6,834	6,834	6,834	0
Fund Balance at End of Year	\$ 732,073	\$ 73	\$ 0	\$ (73)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

DISTRICT MANAGED STUDENT ACTIVITY FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Extracurricular Activities	\$ 126,350	\$ 160,900	\$ 160,387	\$ (513)
All Other Revenues	16,925	33,450	18,869	(14,581)
Total Revenues	143,275	194,350	179,256	(15,094)
Expenditures:				
Extracurricular Activities:				
Salaries and Wages	1,500	5,500	4,475	1,025
Fringe Benefits	0	1,000	692	308
Purchased Services	54,450	26,455	25,889	566
Supplies and Materials	74,973	116,174	112,159	4,015
Other Expenditures	28,705	61,800	60,964	836
Capital Outlay	4,500	33,500	16,464	17,036
Total Expenditures	164,128	244,429	220,643	23,786
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,853)	(50,079)	(41,387)	8,692
Fund Balance at Beginning of Year	61,327	61,327	61,327	0
Prior Year Encumbrances	6,079	6,079	6,079	0
Fund Balance at End of Year	\$ 46,553	\$ 17,327	\$ 26,019	\$ 8,692

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003**

AUXILIARY SERVICES FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 0	\$ 58,748	\$ 58,748	\$ 0
Total Revenues	0	58,748	58,748	0
Expenditures:				
Operation of Non-Instructional Services:				
Salaries and Wages	2,900	11,683	9,786	1,897
Fringe Benefits	930	5,794	4,984	810
Purchased Services	48	0	0	0
Supplies and Materials	21,587	48,654	50,627	(1,973)
Capital Outlay	0	17,995	15,872	2,123
Total Expenditures	25,465	84,126	81,269	2,857
Excess (Deficiency) of Revenues Over (Under) Expenditures	(25,465)	(25,378)	(22,521)	2,857
Fund Balance at Beginning of Year	20,839	20,839	20,839	0
Prior Year Encumbrances	4,539	4,539	4,539	0
Fund Balance at End of Year	\$ (87)	\$ 0	\$ 2,857	\$ 2,857

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

MANAGEMENT INFORMATION SYSTEM FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 0	\$ 14,835	\$ 14,835	\$ 0
Total Revenues	0	14,835	14,835	0
Expenditures:				
Support Services:				
Pupils:				
Capital Outlay	0	7,000	6,742	258
Total Pupils	0	7,000	6,742	258
Administration:				
Capital Outlay	9,388	7,259	7,061	198
Total Administration	9,388	7,259	7,061	198
Fiscal Services:				
Salaries and Wages	0	4,000	4,000	0
Fringe Benefits	0	3,000	650	2,350
Total Fiscal Services	0	7,000	4,650	2,350
Total Expenditures	9,388	21,259	18,453	2,806
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,388)	(6,424)	(3,618)	2,806
Fund Balance at Beginning of Year	1,739	1,739	1,739	0
Prior Year Encumbrances	5,260	5,260	5,260	0
Fund Balance at End of Year	\$ (2,389)	\$ 575	\$ 3,381	\$ 2,806

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

DISADVANTAGED PUPIL IMPACT AID FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 0	\$ 147,329	\$ 147,329	\$ 0
Total Revenues	<u>0</u>	<u>147,329</u>	<u>147,329</u>	<u>0</u>
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	0	0	147,329	(147,329)
Total Expenditures	<u>0</u>	<u>0</u>	<u>147,329</u>	<u>(147,329)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	147,329	0	(147,329)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 147,329</u>	<u>\$ 0</u>	<u>\$ (147,329)</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

SCHOOLNET PROFESSIONAL DEVELOPMENT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 0	\$ 4,600	\$ 4,600	\$ 0
Total Revenues	0	4,600	4,600	0
Expenditures:				
Support Services:				
Instructional Staff:				
Fringe Benefits	0	1,501	1,194	307
Purchased Services	0	3,099	603	2,496
Total Expenditures	0	4,600	1,797	2,803
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	0	0	2,803	2,803
Fund Balance at Beginning of Year				
Fund Balance at End of Year	\$ 0	\$ 0	\$ 2,803	\$ 2,803

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

OHIOREADS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 0	\$ 143,500	\$ 143,500	\$ 0
Total Revenues	<u>0</u>	<u>143,500</u>	<u>143,500</u>	<u>0</u>
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	0	20,462	20,462	0
Fringe Benefits	0	3,105	3,105	0
Purchased Services	945	21,154	21,154	0
Supplies and Materials	25,938	111,582	111,579	3
Total Instructional Services	<u>26,883</u>	<u>156,303</u>	<u>156,300</u>	<u>3</u>
Support Services:				
Instructional Staff:				
Purchased Services	0	2,750	2,750	0
Supplies and Materials	5,074	15,099	15,100	(1)
Other Expenditures	0	650	650	0
Total Instructional Staff	<u>5,074</u>	<u>18,499</u>	<u>18,500</u>	<u>(1)</u>
Pupil Transportation:				
Purchased Services	0	700	700	0
Total Pupil Transportation	<u>0</u>	<u>700</u>	<u>700</u>	<u>0</u>
Total Support Services	<u>5,074</u>	<u>19,199</u>	<u>19,200</u>	<u>(1)</u>
Total Expenditures	<u>31,957</u>	<u>175,502</u>	<u>175,500</u>	<u>2</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(31,957)	(32,002)	(32,000)	2
Fund Balance at Beginning of Year	47	47	47	0
Prior Year Encumbrances	31,955	31,955	31,955	0
Fund Balance at End of Year	<u>\$ 45</u>	<u>\$ 0</u>	<u>\$ 2</u>	<u>\$ 2</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003**

ALTERNATIVE SCHOOLS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 0	\$ 69,862	\$ 69,862	\$ 0
Total Revenues	0	69,862	69,862	0
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	0	52,072	48,318	3,754
Fringe Benefits	0	8,045	7,430	615
Purchased Services	0	1,262	687	575
Supplies and Materials	0	1,055	631	424
Capital Outlay	0	5,728	2,227	3,501
Total Instructional Services	0	68,162	59,293	8,869
Capital Outlay:				
Capital Outlay	0	1,700	1,700	0
Total Capital Outlay	0	1,700	1,700	0
Total Expenditures	0	69,862	60,993	8,869
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	0	0	8,869	8,869
Fund Balance at Beginning of Year				
Fund Balance at End of Year	\$ 0	\$ 0	\$ 8,869	\$ 8,869

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

MISCELLANEOUS STATE GRANTS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 0	\$ 53,400	\$ 52,722	\$ (678)
Total Revenues	<u>0</u>	<u>53,400</u>	<u>52,722</u>	<u>(678)</u>
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	28,000	33,583	29,113	4,470
Fringe Benefits	4,511	4,511	4,449	62
Purchased Services	27,505	27,220	4,046	23,174
Supplies and Materials	26,375	26,955	3,883	23,072
Capital Outlay	2,716	0	0	0
Total Instructional Services	<u>89,107</u>	<u>92,269</u>	<u>41,491</u>	<u>50,778</u>
Support Services:				
Pupils:				
Purchased Services	541	4,041	3,960	81
Total Pupils	<u>541</u>	<u>4,041</u>	<u>3,960</u>	<u>81</u>
Instructional Staff:				
Salaries and Wages	12,011	9,168	9,168	0
Fringe Benefits	1,767	99	99	0
Purchased Services	5,721	9,897	9,897	0
Total Instructional Staff	<u>19,499</u>	<u>19,164</u>	<u>19,164</u>	<u>0</u>
Total Support Services	<u>20,040</u>	<u>23,205</u>	<u>23,124</u>	<u>81</u>
Operation of Non-Instructional Services:				
Purchased Services	151	0	0	0
Total Operation of Non-Instructional Services	<u>151</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>109,298</u>	<u>115,474</u>	<u>64,615</u>	<u>50,859</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(109,298)	(62,074)	(11,893)	50,181
Fund Balance at Beginning of Year	96,382	96,382	96,382	0
Prior Year Encumbrances	591	591	591	0
Fund Balance at End of Year	<u>\$ (12,325)</u>	<u>\$ 34,899</u>	<u>\$ 85,080</u>	<u>\$ 50,181</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003**

EISENHOWER GRANT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - Federal	\$ 8,210	\$ 8,210	\$ 8,210	\$ 0
Total Revenues	<u>8,210</u>	<u>8,210</u>	<u>8,210</u>	<u>0</u>
Expenditures:				
Support Services:				
Instructional Staff:				
Salaries and Wages	0	6,110	6,110	0
Fringe Benefits	0	946	946	0
Purchased Services	8,715	608	608	0
Supplies and Materials	12,422	13,398	13,398	0
Total Support Services	<u>21,137</u>	<u>21,062</u>	<u>21,062</u>	<u>0</u>
Operation of Non-Instructional Services:				
Purchased Services	224	224	224	0
Total Operation of Non-Instructional Services	<u>224</u>	<u>224</u>	<u>224</u>	<u>0</u>
Total Expenditures	<u>21,361</u>	<u>21,286</u>	<u>21,286</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,151)	(13,076)	(13,076)	0
Fund Balance at Beginning of Year	4,539	4,539	4,539	0
Prior Year Encumbrances	8,537	8,537	8,537	0
Fund Balance at End of Year	<u>\$ (75)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003**

TITLE VI-B FUND				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - Federal	\$ 55,686	\$ 480,818	\$ 341,068	\$ (139,750)
Total Revenues	<u>55,686</u>	<u>480,818</u>	<u>341,068</u>	<u>(139,750)</u>
Expenditures:				
Instructional Services:				
Special:				
Salaries and Wages	0	10,031	10,031	0
Fringe Benefits	0	1,011	1,518	(507)
Purchased Services	0	2,083	1,052	1,031
Supplies and Materials	17,354	85,241	85,207	34
Capital Outlay	0	12,598	11,975	623
Total Instructional Services	<u>17,354</u>	<u>110,964</u>	<u>109,783</u>	<u>1,181</u>
Support Services:				
Pupils:				
Salaries and Wages	4,300	39,911	33,574	6,337
Fringe Benefits	3,700	16,751	15,063	1,688
Purchased Services	500	2,952	2,951	1
Capital Outlay	0	4,500	4,492	8
Total Pupils	<u>8,500</u>	<u>64,114</u>	<u>56,080</u>	<u>8,034</u>
Instructional Staff:				
Salaries and Wages	69,500	226,419	210,579	15,840
Fringe Benefits	11,000	54,059	48,291	5,768
Supplies and Materials	0	1,170	1,170	0
Total Instructional Staff	<u>80,500</u>	<u>281,648</u>	<u>260,040</u>	<u>21,608</u>
Administration:				
Salaries and Wages	9,000	64,722	55,498	9,224
Fringe Benefits	1,300	19,580	17,661	1,919
Total Administration	<u>10,300</u>	<u>84,302</u>	<u>73,159</u>	<u>11,143</u>
Total Support Services	<u>99,300</u>	<u>430,064</u>	<u>389,279</u>	<u>40,785</u>

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

	TITLE VI-B FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Operation of Non-Instructional Services:				
Supplies and Materials	500	2,582	2,572	10
Total Operation of Non-Instructional Services	<u>500</u>	<u>2,582</u>	<u>2,572</u>	<u>10</u>
Total Expenditures	<u>117,154</u>	<u>543,610</u>	<u>501,634</u>	<u>41,976</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(61,468)	(62,792)	(160,566)	(97,774)
Other Financing Sources (Uses):				
Advances In	<u>0</u>	<u>0</u>	<u>98,000</u>	<u>98,000</u>
Total Other Financing Sources (Uses):	<u>0</u>	<u>0</u>	<u>98,000</u>	<u>98,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(61,468)	(62,792)	(62,566)	226
Fund Balance at Beginning of Year	61,580	61,580	61,580	0
Prior Year Encumbrances	<u>1,212</u>	<u>1,212</u>	<u>1,212</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,324</u>	<u>\$ 0</u>	<u>\$ 226</u>	<u>\$ 226</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003**

	TITLE I FUND			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - Federal	\$ 170,631	\$ 989,716	\$ 673,352	\$ (316,364)
Total Revenues	<u>170,631</u>	<u>989,716</u>	<u>673,352</u>	<u>(316,364)</u>
Expenditures:				
Instructional Services:				
Regular:				
Purchased Services	0	29,064	29,064	0
Supplies and Materials	<u>0</u>	<u>14,711</u>	<u>14,711</u>	<u>0</u>
Total Regular	0	43,775	43,775	0
Special:				
Salaries and Wages	200,000	678,912	492,518	186,394
Fringe Benefits	25,700	175,411	174,379	1,032
Purchased Services	181	4,440	4,440	0
Supplies and Materials	<u>0</u>	<u>7,651</u>	<u>7,651</u>	<u>0</u>
Total Special	<u>225,881</u>	<u>866,414</u>	<u>678,988</u>	<u>187,426</u>
Total Instructional Services	<u>225,881</u>	<u>910,189</u>	<u>722,763</u>	<u>187,426</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	7,000	30,932	24,422	6,510
Fringe Benefits	0	15,197	12,894	2,303
Purchased Services	0	67,474	16,811	50,663
Supplies and Materials	<u>0</u>	<u>7,690</u>	<u>7,090</u>	<u>600</u>
Total Support Services	<u>7,000</u>	<u>121,293</u>	<u>61,217</u>	<u>60,076</u>
Operation of Non-Instructional Services:				
Salaries and Wages	0	2,740	2,740	0
Fringe Benefits	<u>0</u>	<u>422</u>	<u>422</u>	<u>0</u>
Total Operation of Non-Instructional Services	<u>0</u>	<u>3,162</u>	<u>3,162</u>	<u>0</u>
Total Expenditures	<u>232,881</u>	<u>1,034,644</u>	<u>787,142</u>	<u>247,502</u>

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

	TITLE I FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(62,250)	(44,928)	(113,790)	(68,862)
Other Financing Sources (Uses):				
Advances In	<u>0</u>	<u>0</u>	<u>70,000</u>	<u>70,000</u>
Total Other Financing Sources (Uses):	<u>0</u>	<u>0</u>	<u>70,000</u>	<u>70,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(62,250)	(44,928)	(43,790)	1,138
Fund Balance at Beginning of Year	<u>44,928</u>	<u>44,928</u>	<u>44,928</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ (17,322)</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 1,138</u></u>	<u><u>\$ 1,138</u></u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

	TITLE VI FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - Federal	\$ 6,108	\$ 32,216	\$ 15,998	\$ (16,218)
Total Revenues	<u>6,108</u>	<u>32,216</u>	<u>15,998</u>	<u>(16,218)</u>
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	1,200	7,567	3,094	4,473
Fringe Benefits	0	1,357	519	838
Purchased Services	1,222	5,234	3,912	1,322
Supplies and Materials	667	4,822	2,655	2,167
Total Instructional Services	<u>3,089</u>	<u>18,980</u>	<u>10,180</u>	<u>8,800</u>
Support Services:				
Instructional Staff:				
Supplies and Materials	0	10,002	5,881	4,121
Total Instructional Staff	<u>0</u>	<u>10,002</u>	<u>5,881</u>	<u>4,121</u>
Administration:				
Purchased Services	1,200	853	353	500
Total Administration	<u>1,200</u>	<u>853</u>	<u>353</u>	<u>500</u>
Total Support Services	<u>1,200</u>	<u>10,855</u>	<u>6,234</u>	<u>4,621</u>
Operation of Non-Instructional Services:				
Purchased Services	0	75	75	0
Supplies and Materials	228	789	211	578
Total Operation of Non-Instructional Services	<u>228</u>	<u>864</u>	<u>286</u>	<u>578</u>
Total Expenditures	<u>4,517</u>	<u>30,699</u>	<u>16,700</u>	<u>13,999</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,591	1,517	(702)	(2,219)
Other Financing Sources (Uses):				
Advances In	0	0	2,300	2,300
Advances Out	0	(1,600)	(1,600)	0
Total Other Financing Sources (Uses):	<u>0</u>	<u>(1,600)</u>	<u>700</u>	<u>2,300</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	1,591	(83)	(2)	81
Fund Balance at Beginning of Year	83	83	83	0
Fund Balance at End of Year	<u>\$ 1,674</u>	<u>\$ 0</u>	<u>\$ 81</u>	<u>\$ 81</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003**

DRUG FREE SCHOOL GRANT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - Federal	\$ 0	\$ 25,091	\$ 22,807	\$ (2,284)
Total Revenues	<u>0</u>	<u>25,091</u>	<u>22,807</u>	<u>(2,284)</u>
Expenditures:				
Instructional Services:				
Regular:				
Supplies and Materials	0	5,016	983	4,033
Total Instructional Services	<u>0</u>	<u>5,016</u>	<u>983</u>	<u>4,033</u>
Support Services:				
Pupils:				
Purchased Services	453	20,477	20,071	406
Supplies and Materials	24	0	0	0
Total Support Services	<u>477</u>	<u>20,477</u>	<u>20,071</u>	<u>406</u>
Operation of Non-Instructional Services:				
Supplies and Materials	111	185	110	75
Total Operation of Non-Instructional Services	<u>111</u>	<u>185</u>	<u>110</u>	<u>75</u>
Total Expenditures	<u>588</u>	<u>25,678</u>	<u>21,164</u>	<u>4,514</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(588)	(587)	1,643	2,230
Fund Balance at Beginning of Year	587	587	587	0
Fund Balance at End of Year	<u>\$ (1)</u>	<u>\$ 0</u>	<u>\$ 2,230</u>	<u>\$ 2,230</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003**

REDUCING CLASS SIZE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - Federal	\$ 12,622	\$ 249,950	\$ 176,313	\$ (73,637)
Total Revenues	12,622	249,950	176,313	(73,637)
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	33,000	229,466	126,882	102,584
Fringe Benefits	20,000	55,172	36,610	18,562
Supplies and Materials	0	10,525	5,922	4,603
Total Instructional Services	53,000	295,163	169,414	125,749
Support Services:				
Instructional Staff:				
Purchased Services	0	2,186	160	2,026
Supplies and Materials	2,995	0	0	0
Total Support Services	2,995	2,186	160	2,026
Total Expenditures	55,995	297,349	169,574	127,775
Excess (Deficiency) of Revenues Over (Under) Expenditures	(43,373)	(47,399)	6,739	54,138
Fund Balance at Beginning of Year	47,399	47,399	47,399	0
Fund Balance at End of Year	\$ 4,026	\$ 0	\$ 54,138	\$ 54,138

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003**

MISCELLANEOUS FEDERAL GRANTS FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - Federal	\$ 0	\$ 37,893	\$ 35,731	\$ (2,162)
Total Revenues	<u>0</u>	<u>37,893</u>	<u>35,731</u>	<u>(2,162)</u>
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	74	375	375	0
Fringe Benefits	0	57	57	0
Purchased Services	572	572	572	0
Supplies and Materials	159,133	159,291	159,291	0
Capital Outlay	0	19,022	19,022	0
Total Regular	<u>159,779</u>	<u>179,317</u>	<u>179,317</u>	<u>0</u>
Special:				
Supplies and Materials	0	2,299	2,299	0
Total Special	<u>0</u>	<u>2,299</u>	<u>2,299</u>	<u>0</u>
Vocational:				
Capital Outlay	0	6,918	6,918	0
Total Vocational	<u>0</u>	<u>6,918</u>	<u>6,918</u>	<u>0</u>
Total Instructional Services	<u>159,779</u>	<u>188,534</u>	<u>188,534</u>	<u>0</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	0	3,592	303	3,289
Fringe Benefits	0	565	46	519
Purchased Services	0	3,149	2,711	438
Supplies and Materials	0	1,915	1,915	0
Total Instructional Staff	<u>0</u>	<u>9,221</u>	<u>4,975</u>	<u>4,246</u>

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003***

MISCELLANEOUS FEDERAL GRANTS FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Administration:				
Purchased Services	<u>9,200</u>	<u>9,128</u>	<u>9,128</u>	<u>0</u>
Total Administration	<u>9,200</u>	<u>9,128</u>	<u>9,128</u>	<u>0</u>
Total Support Services	<u>9,200</u>	<u>18,349</u>	<u>14,103</u>	<u>4,246</u>
Total Expenditures	<u>168,979</u>	<u>206,883</u>	<u>202,637</u>	<u>4,246</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(168,979)	(168,990)	(166,906)	2,084
Fund Balance at Beginning of Year	2,295	2,295	2,295	0
Prior Year Encumbrances	<u>166,695</u>	<u>166,695</u>	<u>166,695</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 11</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 2,084</u></u>	<u><u>\$ 2,084</u></u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2003**

PERMANENT IMPROVEMENT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 461,000	\$ 635,500	\$ 651,455	\$ 15,955
Intergovernmental - State	76,000	72,450	73,933	1,483
Total Revenues	<u>537,000</u>	<u>707,950</u>	<u>725,388</u>	<u>17,438</u>
Expenditures:				
Instructional Services:				
Regular:				
Supplies and Materials	88,825	441,712	361,679	80,033
Total Regular	<u>88,825</u>	<u>441,712</u>	<u>361,679</u>	<u>80,033</u>
Special:				
Supplies and Materials	0	10,200	10,199	1
Total Special	<u>0</u>	<u>10,200</u>	<u>10,199</u>	<u>1</u>
Total Instructional Services	<u>88,825</u>	<u>451,912</u>	<u>371,878</u>	<u>80,034</u>
Support Services:				
Pupils:				
Capital Outlay	13,512	13,512	11,512	2,000
Total Pupils	<u>13,512</u>	<u>13,512</u>	<u>11,512</u>	<u>2,000</u>
Instructional Staff:				
Purchased Services	125,000	120,000	120,000	0
Capital Outlay	9,086	22,371	5,118	17,253
Total Instructional Staff	<u>134,086</u>	<u>142,371</u>	<u>125,118</u>	<u>17,253</u>
Administration:				
Capital Outlay	14,744	14,744	13,744	1,000
Total Administration	<u>14,744</u>	<u>14,744</u>	<u>13,744</u>	<u>1,000</u>
Fiscal Services:				
Other Expenditures	6,300	19,294	18,840	454
Capital Outlay	1,000	1,000	0	1,000
Total Fiscal Services	<u>7,300</u>	<u>20,294</u>	<u>18,840</u>	<u>1,454</u>
Operation and Maintenance of Plant:				
Purchased Services	1,204	1,204	0	1,204
Capital Outlay	15,000	15,000	0	15,000
Total Operation and Maintenance of Plant	<u>16,204</u>	<u>16,204</u>	<u>0</u>	<u>16,204</u>

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2003***

PERMANENT IMPROVEMENT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Pupil Transportation:				
Capital Outlay	160,253	458,328	451,703	6,625
Total Pupil Transportation	160,253	458,328	451,703	6,625
Central:				
Capital Outlay	0	7,015	7,008	7
Total Central	0	7,015	7,008	7
Total Support Services	346,099	672,468	627,925	44,543
Capital Outlay:				
Capital Outlay	13,847	283,847	245,897	37,950
Total Capital Outlay	13,847	283,847	245,897	37,950
Total Expenditures	448,771	1,408,227	1,245,700	162,527
Excess (Deficiency) of Revenues Over (Under) Expenditures	88,229	(700,277)	(520,312)	179,965
Other Financing Sources (Uses):				
Transfers In	0	120,029	120,029	0
Advances In	0	160,000	160,000	0
Advances Out	0	(210,000)	(210,000)	0
Total Other Financing Sources (Uses)	0	70,029	70,029	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	88,229	(630,248)	(450,283)	179,965
Fund Balance at Beginning of Year	1,634,971	1,634,971	1,634,971	0
Prior Year Encumbrances	203,646	203,646	203,646	0
Fund Balance at End of Year	\$ 1,926,846	\$ 1,208,369	\$ 1,388,334	\$ 179,965

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2003***

SCHOOLNET PLUS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 0	\$ 35,000	\$ 35,000	\$ 0
Total Revenues	0	35,000	35,000	0
Expenditures:				
Support Services:				
Instructional Staff:				
Salaries and Wages	0	3,586	3,586	0
Fringe Benefits	0	482	482	0
Purchased Services	20,022	39,826	39,825	1
Supplies and Materials	0	10,159	10,083	76
Capital Outlay	0	9,917	9,916	1
Total Expenditures	20,022	63,970	63,892	78
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,022)	(28,970)	(28,892)	78
Fund Balance at Beginning of Year	63,970	63,970	63,970	0
Fund Balance at End of Year	\$ 43,948	\$ 35,000	\$ 35,078	\$ 78

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

Fiduciary Funds

Fiduciary fund types are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

Agency Funds

District Managed Agency Fund

To account for those assets held by the District as an agent for individuals, private organizations, other governmental units, and/or other funds.

Student Managed Activity Fund

To account for resources that belong to the student bodies of the various schools for sales and other revenue generating activities.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2003***

	Balance June 30, 2002	Additions	Deductions	Balance June 30, 2003
<u>District Agency Fund</u>				
Assets:				
Cash and Cash Equivalents	\$6,697	\$14,312	(\$10,506)	\$10,503
Total Assets	\$6,697	\$14,312	(\$10,506)	\$10,503
Liabilities:				
Due to Others	\$6,697	\$14,312	(\$10,506)	\$10,503
Total Liabilities	\$6,697	\$14,312	(\$10,506)	\$10,503
<u>Student Managed Activity Fund</u>				
Assets:				
Cash and Cash Equivalents	\$47,982	\$137,977	(\$137,834)	\$48,125
Accounts Receivable	0	52	0	52
Total Assets	\$47,982	\$138,029	(\$137,834)	\$48,177
Liabilities:				
Accounts Payable	\$2,017	\$0	(\$2,017)	\$0
Due to Students	45,965	138,029	(135,817)	48,177
Total Liabilities	\$47,982	\$138,029	(\$137,834)	\$48,177
<u>Totals - All Agency Funds</u>				
Assets:				
Cash and Cash Equivalents	\$54,679	\$152,289	(\$148,340)	\$58,628
Accounts Receivable	0	52	0	52
Total Assets	\$54,679	\$152,341	(\$148,340)	\$58,680
Liabilities:				
Accounts Payable	\$2,017	\$0	(\$2,017)	\$0
Due to Others	6,697	14,312	(10,506)	10,503
Due to Students	45,965	138,029	(135,817)	48,177
Total Liabilities	\$54,679	\$152,341	(\$148,340)	\$58,680

***CAPITAL ASSETS USED IN THE
OPERATION OF GOVERNMENTAL FUNDS***

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Source
June 30, 2003***

Capital Assets:

Land	\$1,846,049
Land Improvements	2,299,131
Buildings and Improvements	16,842,654
Machinery and Equipment	6,569,414
Vehicles	2,184,360
Construction In Progress	<u>7,613,718</u>
Total Capital Assets	<u><u>\$37,355,326</u></u>

Investment in Capital Assets from:

Acquisitions Prior to 2001	\$27,773,447
General Fund	1,082,238
Special Revenue Funds	163,337
Capital Project Funds	7,372,283
Fiduciary Funds	0
Capital Leases	937,021
Donations	<u>27,000</u>
Total Investment in Capital Assets	<u><u>\$37,355,326</u></u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
June 30, 2003***

Function and Activity	Land	Land and Improvements	Buildings and Improvements
Instructional Services			
Regular	\$1,420,049	\$1,973,757	\$16,068,880
Support Services:			
Pupils	0	0	47,583
Instructional Staff	0	0	0
Administration	11,000	4,006	115,478
Operation and Maintenance of Plant	0	209,571	320,277
Pupil Transportation	0	0	0
Operation on Non-Instructional Services	0	0	0
Extracurricular Activities	0	111,797	213,574
Facility Acquisition and Improvement	415,000	0	76,862
Total Capital Assets	<u>\$1,846,049</u>	<u>\$2,299,131</u>	<u>\$16,842,654</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

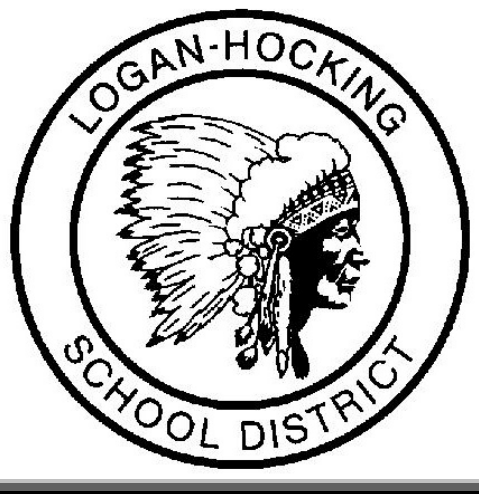
Machinery and Equipment	Vehicles	Construction In Progress	Total
\$5,166,100	\$32,583	\$0	\$24,661,369
78,130	0	0	125,713
584,499	0	0	584,499
488,620	0	0	619,104
47,049	0	0	576,897
33,181	2,151,777	0	2,184,958
21,440	0	0	21,440
149,330	0	0	474,701
1,065	0	7,613,718	8,106,645
<u>\$6,569,414</u>	<u>\$2,184,360</u>	<u>\$7,613,718</u>	<u>\$37,355,326</u>

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule Changes by Function and Activity
June 30, 2003***

Function and Activity	June 30, 2002	Additions	Deletions	June 30, 2003
Instructional Services:				
Regular	\$24,473,059	\$216,546	(\$28,236)	\$24,661,369
Support Services:				
Pupils	87,542	39,595	(1,424)	125,713
Instructional Staff	550,009	41,915	(7,425)	584,499
Administration	607,360	23,364	(11,620)	619,104
Operation and Maintenance of Plant	572,666	4,231	0	576,897
Pupil Transportation	2,120,450	196,311	(131,803)	2,184,958
Operation on Non-Instructional Services	8,950	12,490	0	21,440
Extracurricular Activities	433,032	41,669	0	474,701
Facility Acquisition and Improvement	1,403,710	6,702,935	0	8,106,645
Total Capital Assets	<u>\$30,256,778</u>	<u>\$7,279,056</u>	<u>(\$180,508)</u>	<u>\$37,355,326</u>

STATISTICAL SECTION



STATISTICAL TABLES

***T**HE FOLLOWING UNAUDITED STATISTICAL TABLES REFLECT SOCIAL AND ECONOMIC DATA, FINANCIAL TRENDS AND FISCAL CAPACITY OF THE DISTRICT.*

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1) LAST TEN YEARS

Year	Instructional Services					Support Services			Subtotal Page 1
	Regular	Special	Vocational	Other	Pupils	Instructional Staff	Board of Education	Administration	
1994 a	\$6,485,116	\$1,718,455	\$327,320	\$1,274	\$989,822	\$465,381	\$24,573	\$1,128,405	\$11,140,346
1995 a	6,826,924	1,793,416	353,881	2,781	1,026,439	546,669	49,781	1,218,180	11,818,071
1996 a	7,214,226	1,859,286	301,968	2,269	1,181,852	565,059	91,901	1,449,664	12,666,225
1997 a	7,603,568	2,113,157	315,144	1,647	1,313,360	584,264	87,784	1,546,679	13,565,603
1998 a	8,160,426	2,362,382	330,075	1,650	1,356,675	625,127	106,064	1,665,153	14,607,552
1999 a	8,739,200	2,416,171	331,906	464	1,524,532	829,328	122,028	1,794,487	15,758,116
2000 a	9,476,271	2,609,760	346,036	2,137	1,632,744	882,871	124,139	1,982,684	17,056,642
2001 b	10,115,356	2,715,036	377,155	641	1,731,272	1,241,108	120,636	2,232,382	18,533,586
2002 b	10,867,493	2,698,167	392,876	1,106	1,801,875	2,133,732	114,522	2,395,838	20,405,609
2003 b	10,628,117	2,928,494	374,135	690	1,775,372	1,986,539	126,084	2,577,065	20,396,496

a - Cash Basis Financial Data

b - GAAP Basis Financial Data

(1) Includes General Fund, Special Revenue Funds and Debt Service Fund
Beginning in 2002, includes all Governmental Funds

(Continued)

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1) LAST TEN YEARS

Year	Support Services			Central	Operation of		Extracurricular Activities	Other Expenditures and Capital Outlay	Debt Services	Subtotal Page 2	Total
	Fiscal Services	Operation and Maintenance of Plant	Pupil Transportation		Non-Instructional Services	Instructional Services					
1994 a	\$426,247	\$1,504,523	\$1,141,710	\$0	\$360	\$350,166	\$0	\$929,340	\$4,352,346	\$15,492,692	
1995 a	444,969	1,485,543	1,200,814	0	1,472	361,460	0	1,140,224	4,634,482	16,452,553	
1996 a	453,927	1,574,502	1,296,054	0	39,838	398,544	0	1,151,532	4,914,397	17,580,622	
1997 a	477,065	1,601,110	1,338,426	0	32,092	405,509	74,495	1,215,451	5,144,148	18,709,751	
1998 a	474,044	1,765,886	1,397,049	0	31,093	420,320	25,596	1,563,560	5,677,548	20,285,100	
1999 a	521,888	1,825,546	1,347,593	0	41,752	480,965	92,111	1,237,196	5,547,051	21,305,167	
2000 a	567,502	1,875,629	1,452,008	0	57,439	440,493	0	1,247,193	5,640,264	22,696,906	
2001 b	552,666	1,940,018	1,532,354	0	56,123	481,614	0	1,257,879	5,820,654	24,354,240	
2002 b	693,914	2,093,933	1,735,698	693,492	103,017	514,617	1,727,421	2,206,481	9,768,573	30,174,182	
2003 b	717,549	2,120,199	1,865,483	762,238	71,473	546,322	8,422,436	2,711,088	17,216,788	37,613,284	

a - Cash Basis Financial Data

b - GAAP Basis Financial Data

(1) Includes General Fund, Special Revenue Funds and Debt Service Fund Beginning in 2002, includes all Governmental Funds

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
LAST TEN YEARS**

Year	Taxes	Tuition	Investment Earnings	Extracurricular Activities	Intergovernmental Revenues	Intermediate Sources and All Other	Total
1994 a	\$6,343,279	\$6,110	\$116,593	\$154,484	\$9,281,293	\$28,454	\$15,930,213
1995 a	6,030,859	8,632	181,978	144,078	10,118,146	32,826	16,516,519
1996 b	6,010,805	5,917	258,888	169,463	11,777,218	55,638	18,277,929
1997 b	6,295,729	4,882	299,180	211,107	12,280,930	60,016	19,151,844
1998 b	6,786,967	8,828	284,280	184,215	13,297,172	242,980	20,804,442
1999 b	7,074,266	9,165	313,649	214,889	14,978,885	159,524	22,750,378
2000 b	7,360,777	20,619	392,293	194,929	15,341,626	155,750	23,465,994
2001 b	7,621,086	14,871	511,588	211,065	16,530,217	336,700	25,225,527
2002 b	9,358,261	8,070	1,482,005	223,768	20,139,752	245,072	31,456,928
2003 b	10,966,816	10,595	997,028	177,785	19,787,726	209,165	32,149,115

a - Cash Basis Financial Data

b - GAAP Basis Financial Data

(1) Includes General Fund, Special Revenue Funds and Debt Service Fund Beginning in 2002, includes all Governmental Funds

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN CALENDAR YEARS**

Collection Year	Total Tax Levy	Current Tax Collections	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections To Tax Levy	Accumulated Outstanding Delinquent Taxes	Percentage of Accumulated Delinquent Taxes to Total Tax Levy
1994	N/A	\$5,526,122	\$300,026	\$5,826,148	N/A	N/A	N/A
1995	6,720,918	5,494,168	228,708	5,722,876	85.15%	N/A	N/A
1996	6,759,493	5,987,388	190,284	6,177,672	91.39%	N/A	N/A
1997	7,182,586	5,914,180	222,591	6,136,771	85.44%	224,656	3.13%
1998	8,018,677	6,286,085	268,129	6,554,214	81.74%	222,440	2.77%
1999	8,254,443	6,963,150	264,640	7,227,790	87.56%	230,801	2.80%
2000	8,186,794	7,247,389	304,523	7,551,912	92.25%	298,375	3.64%
2001	8,321,580	7,236,498	304,653	7,541,151	90.62%	394,638	4.74%
2002	11,085,150	9,259,558	465,846	9,725,404	87.73%	N/A	N/A
2003	11,478,722	9,142,710	22,218	9,164,928	79.84%	483,741	4.21%

Source: Hocking County Auditor's Office

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES OF TAXABLE PROPERTY LAST TEN CALENDAR YEARS

Tax Year	Real Property		Public Utility Personal		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1993	\$146,692,070	\$419,120,200	\$49,400,250	\$141,143,571	\$25,338,521	\$93,846,374	\$221,430,841	\$654,110,146	33.85%
1994	151,736,490	433,532,829	46,130,430	131,801,229	23,623,098	94,492,392	221,490,018	659,826,449	33.57%
1995 **	173,979,870	497,085,343	45,637,130	130,391,800	24,082,470	96,329,880	243,699,470	723,807,023	33.67%
1996	181,080,200	517,372,000	43,066,200	123,046,286	26,833,939	107,335,756	250,980,339	747,754,042	33.56%
1997	187,312,100	535,177,429	43,823,340	125,209,543	27,949,311	111,797,244	259,084,751	772,184,215	33.55%
1998 *	225,897,550	645,421,571	41,278,410	117,938,314	28,090,617	112,362,468	295,266,577	875,722,354	33.72%
1999	231,860,880	662,459,657	44,572,150	127,349,000	27,112,651	108,450,604	303,545,681	898,259,261	33.79%
2000	240,317,640	686,621,829	40,029,160	114,369,029	28,693,710	114,774,840	309,040,510	915,765,697	33.75%
2001 **	286,846,740	819,562,114	36,445,760	104,130,743	31,010,313	124,041,252	354,302,813	1,047,734,109	33.82%
2002	297,406,300	849,732,286	38,289,720	109,399,200	31,189,138	124,756,552	366,885,158	1,083,888,038	33.85%

Source: Hocking County Auditor

* Reappraisal

** Update

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATIONS)
LAST TEN CALENDAR YEARS**

Tax Year	Logan-Hocking Local School District							Total	City of Logan	Tri-County Joint Vocational School	Hocking County	Special Taxing Districts	Total
	General Fund	Bond Retirement Fund	Permanent Improvement Fund	Total		Hocking County	Special Taxing Districts						
1993	30.60	5.10	0.00	35.70	3.20	3.30	3.50	10.10	55.80				
1994	30.60	5.00	0.00	35.60	3.20	3.30	3.50	10.10	55.70				
1995	30.60	5.00	0.00	35.60	3.20	3.30	3.50	10.10	55.70				
1996	30.60	4.70	0.00	35.30	3.20	3.30	3.50	10.10	55.40				
1997	28.90	4.70	1.00	34.60	3.40	3.30	3.50	10.90	55.70				
1998	28.90	4.50	1.00	34.40	3.40	3.30	3.50	10.90	55.50				
1999	28.90	4.50	1.00	34.40	3.40	3.30	3.50	10.90	55.50				
2000	29.05	4.25	1.00	34.30	3.40	3.30	3.50	10.90	55.40				
2001	28.90	8.10	2.00	39.00	3.40	3.30	3.50	10.90	60.10				
2002	28.90	8.10	2.00	39.00	3.40	3.30	3.50	10.90	60.10				

Source: Hocking County Auditor
Hocking County Treasurer

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2003**

Net Assessed Valuation	\$366,885,158
Legal Debt Limitation (%) (1)	9.00%
Legal Debt Limitation (\$) (1)	33,019,664
Applicable District Debt Outstanding	28,037,376
Less: Applicable Debt Service Fund Amounts	(1,928,590)
Net Indebtedness Subject to Limitation	26,108,786
Overall Legal Debt Margin	\$6,910,878
Legal Debt Limitation (%) (1)	0.10%
Legal Debt Limitation (\$) (1)	366,885
Applicable District Debt Outstanding	0
Unvoted Legal Debt Margin	\$366,885
Legal Debt Limitation (%) (1)	0.90%
Legal Debt Limitation (\$) (1)	3,301,966
Applicable District Debt Outstanding	0
Unvoted Energy Conservation Loans Legal Debt Margin	\$3,301,966

(1) Ohio Bond Law sets a limit of 9% for overall debt, 1/10 of 1% for unvoted debt, and 9/10 of 1% for energy conservation debt.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA LAST TEN YEARS

Year	Population (1)	Assessed Value (2)	Gross Bonded Debt (3)	Debt Service Funds Available	Net Bonded Debt	Ratio of	
						Net Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita
1994	6,725	\$221,430,841	\$11,327,409	\$633,945	\$10,693,464	4.83%	\$1,590.11
1995	6,725	221,490,018	10,757,409	691,921	10,065,488	4.54%	1,496.73
1996	6,725	243,699,470	10,152,409	879,346	9,273,063	3.81%	1,378.89
1997	6,725	250,980,339	9,507,409	977,665	8,529,744	3.40%	1,268.36
1998	6,725	259,084,751	8,817,409	1,047,451	7,769,958	3.00%	1,155.38
1999	6,725	295,266,577	8,082,409	1,105,265	6,977,144	2.36%	1,037.49
2000	6,704	303,545,681	7,297,409	1,177,632	6,119,777	2.02%	912.85
2001	6,704	309,268,394	6,462,409	1,294,647	5,167,762	1.67%	770.85
2002	6,704	354,318,963	29,277,410	1,691,893	27,585,517	7.79%	4,114.78
2003	6,704	366,885,158	28,037,376	1,928,590	26,108,786	7.12%	3,894.51

(1) Source: U.S. Bureau of Census of Population - (a) City of Logan 1990 Census (b) City of Logan 2000 Census

(2) Source: Hocking County Auditor

(3) Includes all general obligation bonded debt supported by property taxes

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL BONDED DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN YEARS**

<u>Year</u>	<u>Debt Principal</u>	<u>Debt Interest</u>	<u>Total Debt Service</u>	<u>Total General Governmental Expenditures</u>	<u>Ratio of Tax Debt Service to General Governmental Expenditures</u>
1994	a \$418,000	\$511,341	\$929,341	\$15,492,692	6.00%
1995	a 632,000	501,195	1,133,195	16,452,553	6.89%
1996	b 672,000	472,503	1,144,503	17,580,622	6.51%
1997	b 716,000	439,698	1,155,698	18,709,751	6.18%
1998	b 766,000	403,068	1,169,068	20,285,100	5.76%
1999	b 817,000	362,398	1,179,398	21,305,167	5.54%
2000	b 872,000	317,395	1,189,395	22,696,906	5.24%
2001	b 928,000	272,081	1,200,081	24,354,240	4.93%
2002	b 914,000	827,190	1,741,190	30,174,182	5.77%
2003	b 1,240,000	1,268,480	2,508,480	37,613,284	6.67%

a - Cash Basis Financial Data
b - GAAP Basis Financial Data

(1) Includes General Fund, Special Revenue Funds and Debt Service Fund
Beginning in 2002, includes all Governmental Funds

Source: Logan-Hocking Local School District, Treasurer's Office

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**COMPUTATION OF ALL DIRECT AND OVERLAPPING GOVERNMENTAL DEBT
JUNE 30, 2003**

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to Logan- Hocking Local School District</u>	<u>Amount Applicable to Logan- Hocking Local School District</u>
Direct			
Logan-Hocking Local School District	\$28,037,376	100.00%	\$28,037,376
Overlapping Subdivisions			
City of Logan	0	100.00%	0
Hocking County	580,000	83.97%	487,026
Perry County	4,757,285	1.49%	70,884
Vinton County	472,799	0.19%	898
		Subtotal	<u>558,808</u>
		Total	<u><u>\$28,596,184</u></u>

Source: Ohio Municipal Advisory Council, June 2003

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**DEMOGRAPHIC STATISTICS
LAST TEN YEARS**

<u>Year</u>	<u>Logan City Population (1)</u>	<u>Hocking County Population (2)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rate Hocking County (4)</u>
1994 a	6,725	27,440	4,021	9.1%
1995 a	6,725	27,973	4,085	7.5%
1996 a	6,725	28,470	4,172	7.0%
1997 a	6,725	28,742	4,286	6.0%
1998 a	6,725	29,004	4,319	6.1%
1999 a	6,725	29,170	4,247	7.2%
2000 b	6,704	28,960	4,101	8.7%
2001 b	6,704	28,960	4,076	6.4%
2002 b	6,704	28,960	4,081	6.5%
2003 b	6,704	28,960	3,967	6.7%

Source: (1) U.S. Bureau of Census of Population - (a) City of Logan 1990 Census (b) City of Logan 2000 Census
 (2) Logan-Hocking Chamber of Commerce
 (3) Logan-Hocking Local School District, Board of Education
 (4) State Department of Labor

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**PROPERTY VALUE AND CONSTRUCTION PERMITS
LAST TEN CALENDAR YEARS**

Year	Residential	
	Number of Permits	Property Value
1993	20	\$1,620,000
1994	14	1,378,000
1995	34	2,746,000
1996	10	733,000
1997	10	477,000
1998	27	1,181,000
1999	9	868,000
2000	4	415,000
2001	10	1,055,000
2002	10	1,052,000

Source: City of Logan Building Department

Presented on a calendar year basis because that is the manner in which the information is maintained by the City.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**PRINCIPAL TAXPAYERS (TANGIBLE PERSONAL PROPERTY TAX)
DECEMBER 31, 2002**

	Taxpayer	Type of Business	Assessed Valuation (Tax Duplicate)	Percentage of Total Assessed Valuation
1	Smead Manufacturing Co.	Paper Products Manufacturing	\$3,399,867	10.90%
2	General Electric Lighting, Inc.	Glass Tubing Manufacturing	2,723,540	8.73%
3	Rocky Shoes & Boots, Inc.	Warehouse Distribution Center	2,486,420	7.97%
4	Deshler Group, Inc.	Bent Bolt Manufacturer	1,645,130	5.27%
5	Keynes Brothers, Inc.	Flour Miller	1,504,480	4.82%
6	Eijer Plumbingware, Inc.	Plumbingware Manufacturing	1,427,240	4.58%
7	MxEnergy.com, Inc.	Natural Gas Supplier	1,305,900	4.19%
8	Logan Clay Products	Sewer & Tile Manufacturing	1,061,130	3.40%
9	Carborundum Grinding Wheel Co.	Abrasive Material Manufacturing	531,350	1.70%
10	New Power Co.	Energy Supplier	501,600	1.62%
		Sub-Total	16,586,657	53.18%
		All Others	14,602,481	46.82%
		Total	\$31,189,138	100.00%

Source: Hocking County Auditor - Land and Buildings
Based on valuation of property in 2002

Presented on a calendar year basis because that is the manner
in which the information is maintained by the County.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

PRINCIPAL TAXPAYERS (REAL PROPERTY AND PUBLIC UTILITY PERSONAL PROPERTY TAX)

DECEMBER 31, 2002

	Taxpayer	Type of Business	Assessed Valuation (Tax Duplicate)	Percentage of Total Assessed Valuation
1	Columbia Gas Transmission	Public Utility - Natural Gas	\$28,441,640	8.47%
2	Ohio Power Co.	Public Utility - Electricity	5,937,560	1.77%
3	Verizon North, Inc.	Public Utility - Telephone	4,349,170	1.30%
4	Wal-Mart Real Estate Business	Real Estate - Business	3,433,170	1.02%
5	South Central Power	Public Utility - Electricity	2,738,930	0.82%
6	Columbus Southern Power	Public Utility - Electricity	2,636,470	0.79%
7	Vectren Energy Delivery	Public Utility	1,833,180	0.55%
8	Columbia Gas of Ohio	Public Utility - Natural Gas	1,725,530	0.51%
9	Smead Manufacturing Co.	Paper Products Manufacturing	1,490,140	0.44%
10	General Electric Lighting, Inc.	Glass Tubing Manufacturing	1,378,460	0.41%
		Sub-Total	53,964,250	16.08%
		All Others	281,731,770	83.92%
		Total	\$335,696,020	100.00%

Source: Hocking County Auditor - Land and Buildings
Based on valuation of property in 2002

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**PRINCIPAL EMPLOYERS
DECEMBER 31, 2002**

	Employer	Type of Business	Total Number of Employees
1	Wal-Mart	Retail	500
2	Smead Manufacturing	Filing Systems	468
3	Logan-Hocking Local School District	Education	448
4	Hocking County	Government Services	340
5	Hocking Valley Community Hospital	Healthcare	293
6	General Electric	Fluorescent Lamps	230
7	Selkirk Metalbestos	Industrial Chimneys	190
8	Kroger	Grocery	183
9	Logan Health Care	Long-Term Health Care	143
10	Kilbarger Construction	Construction	130

Source: Hocking County Community Improvement Corporation

Presented on a calendar year basis because that is the manner in which the information is maintained by the Employers.

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

MISCELLANEOUS STATISTICS

JUNE 30, 2003

Form of Government	School - Political Subdivision
Area (square miles)	321
Miles traveled by Transportation Fleet for the 2002-2003 School Year	802,242
Meals Served by Food Service Department for the 2002-2003 School Year Equivalent Sales	718,501

School Buildings	Grade Levels	Enrollment
Logan High School/JVS	9 - 12	1,265
Logan Middle School	6 - 8	972
Central Elementary	K - 5	301
East Elementary	K - 5	277
Enterprise Elementary	K - 5	140
Green Elementary	K - 5	254
Rockbridge Elementary	Pre K - 5	169
South Bloomingville Elementary	K - 5	105
Union Furnace Elementary	Pre K - 5	235
West/West Logan Elementary	Pre K - 5	249

Source: District Treasurer's Office

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

STAFF STATISTICS

JUNE 30, 2003

Average classroom teacher salary	\$38,684
Average classroom teacher experience	12 years
Districtwide student/teacher ratio	19.7 : 1

Professional Staff

Teaching Staff - Regular	194
Administrators and Supervisors	25
Auxilliary Positions	
Guidance/Counselors	6
Librarians/Audio Visual	2
Special Education Teachers	42
Psychologists	3
Nurses	4
Therapist - OT/PT/Speech and Language	6

Support Staff

Secretarial/Clerical	30
Aides - Teaching/Technical/Monitoring	34
Maintenance/Mechanical	6
Transportation	31
Custodial	23
Lunchroom	20

Source: Ohio Department of Education Staff Summary Report

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**NON-ADMINISTRATIVE CERTIFIED PERSONNEL
TEACHERS EDUCATION AND EXPERIENCE STATISTICS
JUNE 30, 2003**

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	42	16.2%
Bachelor + 15	96	37.1%
Master's Degree	60	23.2%
Master's + 15	26	10.0%
Master's + 30	35	13.5%
Total	259	100.0%

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	69	26.6%
6 - 10	46	17.8%
11 - 15	45	17.4%
16 - 20	32	12.4%
21 - 25	28	10.8%
26 and over	39	15.1%
Total	259	100.0%

Source: District Treasurer's Office

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

COST TO EDUCATE A 2003 GRADUATE ANNUAL EXPENDITURES PER PUPIL

<u>School Year Ended</u>		<u>Grade</u>	<u>Logan-Hocking Local School District Average</u>	<u>Similar Districts Average</u>	<u>State Average</u>
1991	a	KG	\$3,687	N/A	\$4,585
1992	a	1	4,162	N/A	4,828
1993	a	2	3,933	N/A	5,030
1994	a	3	4,112	N/A	5,218
1995	a	4	4,005	N/A	5,381
1996	a	5	4,149	N/A	5,627
1997	a	6	4,514	N/A	5,939
1998	a	7	4,723	5,276	6,232
1999	b	8	5,141	5,658	6,642
2000	b	9	5,578	6,265	7,057
2001	b	10	6,054	6,565	7,602
2002	b	11	6,546	6,929	8,583
2003	b	12	6,632	7,004	8,441
		Total	<u>\$63,236</u>	<u>N/A</u>	<u>\$81,165</u>

Source: Ohio Department of Education
 Financial Data per Pupil Report - All Funds (adjusted)
 a - Ohio Department of Education
 b - Ohio Department of Education 'District School Report Card'

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

TRANSPORTATION STATISTICS

JUNE 30, 2003

Number of assigned school buses in fleet	39
Average age of school buses in fleet	5.0 years
Number of bus drivers	34
Number of miles driven per day	4,719
Number of miles driven annually	802,242
Average miles per bus	110,903

Students Transported per Day

Public School	3,477
Non-public School	75
Handicapped	49
Preschool	<u>44</u>
Total	3,645
Percent of student enrollment transported	86.0%

Source: District Treasurer's Office

LOGAN-HOCKING LOCAL SCHOOL DISTRICT, OHIO

**ENROLLMENT STATISTICS
LAST TEN YEARS**

Fiscal Year	Pre-K	K	1	2	3	4	5	6	7	8	9	10	11	12	JVS	Total
1994	13	294	279	297	301	288	306	302	312	306	323	299	259	280	162	4,021
1995	13	316	304	284	314	321	313	316	336	339	329	322	278	287	13	4,085
1996	24	301	317	318	291	308	315	325	334	353	391	314	296	269	16	4,172
1997	31	322	305	313	320	293	321	335	344	344	396	380	267	295	20	4,286
1998	33	334	329	318	316	328	295	323	351	340	365	394	313	270	10	4,319
1999	42	275	326	324	303	306	319	293	335	351	388	360	297	313	15	4,247
2000	52	260	270	309	320	301	310	301	305	317	412	333	299	294	18	4,101
2001	53	304	250	280	310	319	302	311	329	308	363	361	301	275	10	4,076
2002	50	303	294	262	284	318	336	301	331	328	316	327	352	266	13	4,081
2003	56	247	293	282	263	265	311	328	313	331	330	316	277	342	13	3,967

Source: District Treasurer's Office



**Auditor of State
Betty Montgomery**

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800-282-0370

Facsimile 614-466-4490

LOGAN-HOCKING LOCAL SCHOOL DISTRICT

HOCKING COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
MARCH 23, 2004**