

Mary Taylor, CPA
Auditor of State

COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY

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**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008**

Federal Grantor/ Pass Through Grantor Program Title	Grant Award Year	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>						
<i>Passed Through Ohio Department of Education:</i>						
Nutrition Cluster:						
School Breakfast Program	2008	10.553	\$ 6,029,852	\$ -	\$ 6,029,852	\$ -
National School Lunch Program	2008	10.555	13,288,536	1,119,992	13,288,536	1,119,992
Total Nutrition Cluster			<u>19,318,388</u>	<u>1,119,992</u>	<u>19,318,388</u>	<u>1,119,992</u>
Fresh Fruit and Vegetable Program	2008	10.582	-	191,743	-	191,743
Child and Adult Care Food Program	2008	10.558	47,159	-	47,159	-
TOTAL U.S. DEPARTMENT OF AGRICULTURE:			<u>19,365,547</u>	<u>1,311,735</u>	<u>19,365,547</u>	<u>1,311,735</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>						
Special Education - Grants for Infants and Families with Disabilities	2008	84.181	234,139	-	196,067	-
Safe and Drug Free Schools and Communities: National Programs	2007	84.184	707,750	-	699,007	-
Fund for the Improvement of Education	2008	84.215	204,115	-	206,121	-
State Grants for Innovative Programs	2008	84.298	274,325	-	274,546	-
Teacher Quality Enhancement Grants	2008	84.336	1,328,800	-	1,329,282	-
Total Direct Funding:			<u>2,749,129</u>	<u>-</u>	<u>2,705,023</u>	<u>-</u>
<i>Passed Through Ohio Department of Education:</i>						
Special Education Cluster:						
Special Education Grants to States	2008	84.027	12,257,848	-	13,940,241	-
	2007	84.027	1,788,118	-	2,008,214	-
Total Special Education Grants to States			<u>14,045,966</u>	<u>-</u>	<u>15,948,455</u>	<u>-</u>
Special Education - Preschool Grant	2008	84.173	215,358	-	249,754	-
	2007	84.173	36,366	-	56,735	-
Total Special Education- Preschool Grant			<u>251,724</u>	<u>-</u>	<u>306,489</u>	<u>-</u>
Total Special Education Cluster:			<u>14,297,690</u>	<u>-</u>	<u>16,254,944</u>	<u>-</u>
Adult Education: State Grant Program	2008	84.002	484,380	-	487,605	-
Title I - Grants to Local Educational Agencies	2007	84.010	4,283,880	-	7,249,430	-
	2008	84.010	27,862,402	-	31,958,665	-
Total Title I - Grants to Local Educational Agencies			<u>32,146,282</u>	<u>-</u>	<u>39,208,095</u>	<u>-</u>
Vocational Education: Basic Grants to States	2008	84.048	1,660,602	-	1,895,427	-
	2007	84.048	44	-	751,269	-
Total Vocational Education: Basic Grants to States			<u>1,660,646</u>	<u>-</u>	<u>2,646,696</u>	<u>-</u>
Safe and Drug Free Schools and Communities: State Grants	2007	84.186	37,456	-	39,047	-
	2008	84.186	341,664	-	394,948	-
Total Safe and Drug Free Schools and Communities: State Grants			<u>379,120</u>	<u>-</u>	<u>433,995</u>	<u>-</u>
Education for Homeless Children and Youth	2006	84.196	(18,533)	-	-	-
	2007	84.196	17,475	-	17,475	-
	2008	84.196	218,316	-	267,941	-
Total Education for Homeless Children and Youth			<u>217,258</u>	<u>-</u>	<u>285,416</u>	<u>-</u>
Javits Gifted and Talented Student Education Grant Program	2008	84.206	4,777	-	3,863	-
Twenty-First Century Community Learning Centers	2008	84.287	553,874	-	741,651	-
Foreign Language Assistance	2008	84.293	1,424	-	763	-
State Grants for Innovative Programs	2007	84.298	359,253	-	99,485	-
	2008	84.298	171,630	-	447,987	-
Total State Grants for Innovative Programs			<u>530,883</u>	<u>-</u>	<u>547,472</u>	<u>-</u>
Technology Literacy Challenge Fund Grant	2007	84.318	115,026	-	248,979	-
	2008	84.318	591,967	-	599,294	-
Total Technology Literacy Challenge Fund Grant			<u>706,993</u>	<u>-</u>	<u>848,273</u>	<u>-</u>

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2008
(Continued)**

Federal Grantor/ Pass Through Grantor Program Title	Grant Award Year	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF EDUCATION (Continued)</u>						
<i>Passed Through Ohio Department of Education: (Continued)</i>						
Comprehensive School Reform Demonstration	2007	84.332	116,698	-	401,520	-
	2006	84.332	227	-	-	-
Total Comprehensive School Reform Demonstration			116,925	-	401,520	-
Reading First State Grants	2007	84.357	594,601	-	1,022,773	-
	2008	84.357	2,461,557	-	2,595,661	-
Total Reading First State Grants			3,056,158	-	3,618,434	-
English Language Acquisition Grants	2007	84.365	193,548	-	333,025	-
	2008	84.365	898,110	-	989,087	-
Total English Language Acquisition Grants			1,091,658	-	1,322,112	-
Mathematics and Science Partnerships	2008	84.366	700,451	-	767,602	-
Improving Teacher Quality State Grants	2007	84.367	1,383,421	-	1,758,333	-
	2008	84.367	3,773,317	-	5,234,422	-
Total Improving Teacher Quality State Grants			5,156,738	-	6,992,755	-
Teacher Incentive Fund (TIF)	2008	84.374	718,484	-	1,112,521	-
Total Passed Through Ohio Department of Education:			61,823,741	-	75,673,717	-
<i>Passed Through Columbus Urban League:</i>						
Parental Assistance Centers	2004	84.310	15,979	-	-	-
<i>Passed Through On Tasc, Inc</i>						
Education Research, Development, and Dissemination	2008	84.305	1,800	-	-	-
<i>Passed Through Great Lakes Educational Loan Services, Inc.</i>						
Federal Family Education Loans (FFEL) Program	2008	84.032	860,156	-	860,156	-
TOTAL U.S. DEPARTMENT OF EDUCATION:			65,450,805	-	79,238,896	-
<u>U.S. DEPARTMENT OF LABOR</u>						
<i>Passed Through Ohio Department of Job and Family Services:</i>						
<i>Passed Through Central Ohio Workforce Investment Corporation:</i>						
WIA Youth Activities	2006	17.259	-	-	1,117	-
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>						
<i>Passed Through Ohio Department of Job and Family Services:</i>						
Temporary Assistance for Needy Families	2008	93.558	32,873	-	78,318	-
<i>Passed Through Ohio Department of Job and Family Services:</i>						
<i>Passed Through Franklin County Department of Job and Family Services:</i>						
Temporary Assistance for Needy Families	2008	93.558	1,026,810	-	757,468	-
<i>Passed Through Ohio Department of Mental Retardation and Developmental Disabilities:</i>						
Medical Assistance Program (Medicaid Title XIX)	2008	93.778	139,465	-	-	-
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:			1,199,148	-	835,786	-
<u>CORPORATION FOR NATIONAL AND COMMUNITY SERVICE</u>						
<i>Passed Through Ohio Department of Education:</i>						
Learn and Serve America School and Community Based Programs	2006	94.004	1,543	-	-	-
<u>NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES</u>						
Grants to States	2007	45.310	-	-	23,251	-
Totals			\$ 86,017,043	\$ 1,311,735	\$ 99,464,597	\$ 1,311,735

The accompanying notes to this schedule are an integral part of this schedule.

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2008**

NOTE A—SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B—CHILD NUTRITION CLUSTER

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

NOTE C— FOOD DONATION PROGRAM

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 non-monetary assistance (expenditures) is reported in the Schedule at the fair market value of the commodities received.

NOTE D—MATCHING REQUIREMENTS

Certain Federal programs require that the District contribute non-Federal funds (matching funds) to support the Federally-funded programs. The District has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.

NOTE E – COMMUNITY ALTERNATIVE FUNDING SYSTEM (CAFS)

The District received \$139,465 of CAFS funds during 2008. The funds relate to reimbursement for CAFS services provided during prior periods.

NOTE F – TEACHER ADVANCEMENT PROGRAM (TAP)

The District operates a Teacher Advancement Program (TAP) through the Ohio Department of Education. This program contains cash receipts from Improving Teacher Quality State Grants, #84.367, and the Fund for the Improvement of Education, #84.215, which are commingled together along with State grant funds. It is assumed federal monies are expended first.

NOTE G – TRANSFERS BETWEEN COST CENTERS

In 2003, the grant periods were modified by ODE to agree with the fiscal year of school districts. The grant periods changed from a 27-month period ending on September 30 to a 12-month period ending on June 30. Transfers were made between the 2007 and 2008 grant years for the following grants:

<u>Program Title</u>	<u>CFDA#</u>	<u>Amount</u>
Adult Education: State Grant Program	84.002	\$ 3,225
English Language Acquisition Grants	84.365	71,954
Title I – Grants to Local Educational Agencies	84.010	1,249,512
Title I – Homeless	84.196	18,533
Title V – Innovative Education Program	84.298	72,267
Title IV – Safe and Drug Free Schools	84.186	57,063
Title II-D – Technology Literacy	84.318	48,027
Reading First Ohio	84.357	84,993

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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Columbus City School District
Franklin County
270 East State Street
Columbus, Ohio 43215

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Columbus City School District, Franklin County, Ohio (the District) as of and for the year ended June 30, 2008, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 15, 2008. 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 the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our audit procedures for expressing our opinions on the financial statements, but not to opine on the effectiveness of the District's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the District's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

We consider findings 2008-002 and 2008-003 described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the District's internal control will not prevent or detect a material financial statement misstatement.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and accordingly, would not necessarily disclose all significant deficiencies that are also material weaknesses. Of the significant deficiencies described above, we believe finding numbers 2008-002 and 2008-003 are also material weaknesses.

We also noted certain internal control matters that we reported to the District's management in a separate letter dated December 15, 2008.

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect 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 an opinion. The results of our tests disclosed an instance of noncompliance or other matters that we must report under *Government Auditing Standards* which is described in the accompanying schedule of findings and questioned costs as item 2008-001.

We also noted certain noncompliance or other matters not requiring inclusion in this report that we reported to the District's management in a separate letter dated December 15, 2008.

The District's responses to the findings identified in our audit are described in the accompanying corrective action plan. We did not audit the District's responses and, accordingly, we express no opinion on them.

We intend this report solely for the information and use of the audit committee, management, Board of Education, and federal awarding agencies and pass-through entities. We intend it for no one other than these specified parties.



Mary Taylor, CPA
Auditor of State

December 15, 2008



Mary Taylor, CPA

Auditor of State

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

Columbus City School District
Franklin County
270 East State Street
Columbus, Ohio 43215

To the Board of Education:

Compliance

We have audited the compliance of the Columbus City School District, Franklin 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 apply to each of its major federal programs for the year ended June 30, 2008. The summary of auditor's results section of the accompanying schedule of findings and questioned costs identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. 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 reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe 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, Columbus City School District complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended June 30, 2008. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that OMB Circular A-133 requires us to report, which are described in the accompanying schedule of findings and questioned cost as items 2008-004 through 2008-006. In a separate letter to the District's management dated December 15, 2008, we reported other matters related to federal noncompliance not requiring inclusion in this report.

Internal Control over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the 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 directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the District's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to administer a federal program such that there is more than a remote likelihood that the District's internal control will not prevent or detect more-than-inconsequential noncompliance with a federal program compliance requirement. We consider the deficiency in internal controls over compliance described in the accompanying schedule of findings and questioned costs as finding 2008-0007 to be a significant deficiency.

A material weakness is significant deficiency, or combination of significant deficiencies, that result in more than a remote likelihood that the District's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements. We did not consider the deficiency described in the accompanying schedule of findings and questioned costs to be a material weakness. We also noted matters involving the internal control over federal compliance not requiring inclusion in this report, that we reported to the District's management in a separate letter dated December 15, 2008.

The District's responses to the findings identified in our audit are described in the accompanying corrective action plan. We did not audit the District's responses and, accordingly, we express no opinion on them.

Federal Awards Receipts and Expenditures Schedule

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Columbus City School District, Franklin County, Ohio as of and for the year ended June 30, 2008, and have issued our report thereon dated December 15, 2008. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying federal awards receipts and expenditures schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information 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 intend this report solely for the information and use of the audit committee, management, Board of Education, and federal awarding agencies and pass-through entities. It is not intended for anyone other than these specified parties.



Mary Taylor, CPA
Auditor of State

February 2, 2009, except the Federal Awards Receipts and Expenditures Schedule dated December 15, 2008.

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
JUNE 30, 2008**

1. SUMMARY OF AUDITOR'S RESULTS
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(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	Yes
(d)(1)(ii)	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(1)(iv)	Were there any other significant deficiencies in internal control reported for major federal programs?	Yes
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	Yes
(d)(1)(vii)	Major Programs (list):	<ul style="list-style-type: none"> • <u>Nutrition Cluster</u> School Breakfast Program CFDA # 10.553 National School Lunch Program CFDA #10.555 • <u>Special Education Cluster</u> IDEA Part B CFDA #84.027 Preschool Grant CFDA #84.173 • <u>Reading First State Grants</u> CFDA #84.357 • <u>Title II-A</u> Improving Teacher Quality CFDA #84.367 • <u>Title I</u> CFDA #84.010
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$3,000,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	No

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
JUNE 30, 2008
(Continued)**

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

Finding Number	2008-001
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Self Insurance – Noncompliance Finding / Finding For Recovery

The District contracted with Aetna to be its third party administrator for health, dental, vision, and prescription claims processing. Total expenditures in fiscal year 2008 for self insurance were \$78,329,354.

The District does not have a written policy regarding health insurance enrollment forms, including how often they need to be updated. Per the District’s health insurance policy, children between the ages 19-24 can only be considered dependents if they are unmarried, do not work full time, and are financial dependent on the employee. However, the employees are not required by the District to show proof of financial dependency for any children between the ages of 19-24. The District does require documentation, such as a birth certificate, marriage license, or adoption/guardianship papers, to add a dependent to the employee’s coverage.

The results of our testing were:

- The number of ineligible claims paid for an individual included as insured was 27;
- The amount of claims paid for ineligible individuals included as insured was \$510.33 (see chart below); and
- Of the tested enrollment forms on file, 83 percent were over two years old, 57 percent were over five years old, and 16 percent were over ten years old.

Furthermore, the District does not require or request from Aetna documentation supporting repayment to the District for claims identified by the District and conveyed to Aetna as ineligible through reconciliation procedures. Reconciliation procedures additionally do not entail a review of claims listings for large or unusual claim activity.

In accordance with the forgoing facts, and pursuant to Ohio Rev. Code 117.28, a Finding for Recovery for public monies illegally expended is hereby issued against the employees listed in the chart below, individually, for the corresponding dollar amounts and in favor of the Columbus City School District Self Insurance Fund.

Employee Name	Finding Amount	Finding Amount Repaid Under Audit	Date Amount Repaid
Edward Andrix	\$224.14		
Maryann Keckley	286.19	286.19	10/9/2008
Total	\$510.33	286.19	

We recommend the District require enrollment forms be updated on an annual basis and the forms be reviewed and approved by qualified District personnel. We further recommend the District require and maintain up-to-date supporting documentation, such as school transcript/report card or tax return, for financial dependency of all dependents between the ages of 19 and 24. We also recommend the District conduct a monthly review of the Detailed Claims Report received from Aetna for large or unusual claim activity that may elicit follow up or additional investigation. Additionally, we recommend the District ensure all ineligible employees are identified through reconciliation procedures and require documentation from Aetna supporting repayment to the District for claims identified and conveyed as ineligible.

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
JUNE 30, 2008
(Continued)**

2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS (Continued)

Finding Number	2008-002
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Financial Reporting - Significant Deficiency / Material Weakness

Sound financial reporting is the responsibility of the District's Treasurer and Board of Education and is essential to ensure the information provided to the readers of the financial statements is complete and accurate.

The District utilizes the Uniform School Accounting System and currently has monitoring controls over daily cash-basis transactions entered into the system. At year-end the cash basis information from the accounting system is converted into the financial statements reported under Accounting Principles Generally Accepted in the United States of America. Accrual information is prepared by the District and is submitted to an outside accounting firm to prepare the financial statements.

The following audit adjustments/reclassifications were made to the financial statements and, where applicable, to the District's accounting records:

- Adjustment to increase materials and supplies inventory and deferred revenue by \$250,452 and \$63,012, respectively, and decrease operation of non-instructional services expenditures for \$187,440 in the Food Service fund, due to inappropriate inventory counts and valuation methodology.
- Adjustment to decrease the due from other governments receivable and associated intergovernmental revenue and deferred revenue for \$15,087,193, \$987,404, and \$14,099,789, respectively, for other governmental funds. In addition to an adjustment to the entry to take deferred revenue to intergovernmental revenue on the statement of activities for \$14,099,789.
- Adjustment to reclassify \$20,092,599 of the long term liabilities due within one year to the long term liabilities due in more than one year for governmental activities, due to the rollover of bond anticipation notes extending the liability beyond one year.

The following aggregated differences/reclassifications were immaterial to the overall financial statements of the District and were not posted to the June 30, 2008 Statement of Net Assets and Statement of Activities:

- Assets are understated by \$1,537,009.
- Liabilities are understated by \$1,214,252.
- Net Assets are understated by \$322,757.
- Revenues are understated by \$4,346,017.
- Expenses are overstated by \$18,854,980.

The following aggregated differences/reclassifications were immaterial to the overall financial statements of the District and were not posted to the June 30, 2008 Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances:

- Assets are understated by \$1,537,009.
- Liabilities are understated by \$8,800,576.
- Fund Balances are overstated by \$7,262,967.
- Revenues are overstated by \$3,242,220.
- Expenditures are overstated by \$7,118,611.

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
JUNE 30, 2008
(Continued)**

2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS (Continued)

Finding Number	2008-002 (Continued)
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Lack or failure of controls over the posting of financial transactions and financial reporting can result in errors and irregularities that may go undetected and decreases the reliability of financial data throughout the year.

We recommend the District develop policies and procedures to enhance its controls over recording of financial transactions and financial reporting to help ensure the information accurately reflects the activity of the District and thereby increasing the reliability of the financial data throughout the year. We also recommend the District implement additional procedures over the completeness and accuracy of financial information reported within the Comprehensive Annual Financial Report. Such procedures may include review of the financial statements and related components by a member of management with analytical comparisons of the current year annual report to the prior year reports for obvious errors or omissions.

Finding Number	2008-003
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Food Service Inventory - Significant Deficiency / Material Weakness

Written policies should be established that provides instruction to the food service inventory count teams and supervisory personnel on the procedures that are to be performed during the inventory count at year end and throughout the year. The inventory count team should include persons able to identify the nature and quality of the items as well as individuals from departments that have no responsibility for the custody, movement, or recording of inventory. Such policies should also include procedures for: proper identification of the inventoried items; controls over the use of inventory tags by the count team including requisite information for tags; the generation of an established inventory listing in a usable format from inventory tags; controls to test entered data and resolve discrepancies in counts; controls over the movements of inventories during counts; procedures to identify and segregate scrap, obsolete, and damaged goods; and a system of tracking to identify goods owned by the District in the custody of others. In valuing inventory, unit prices should be determined by utilizing supplier invoices and commodity worksheets in entering standing data into the inventory system.

During fiscal year 2008, the District did not have a formal written policy in place over inventory receiving, recording, custody, and movements. The District established a policy on June 26, 2008 that provided instruction for year-end procedures to the inventory count team; however, the policy was not followed for monthly counts performed throughout the year. Additionally, the current receiving process does not provide for an identification (such as item number and description) of items with mapping as to the location placement and further distribution or use.

Year end counts did not observe procedures to control movement of inventories during the count and counts were not timely or accurately completed due to noted item count discrepancies of net quantities of 590 items (overstated by 67 items and understated by 657 items) with a projected impact of \$63,012 and an inability to produce a fully completed and valued inventory listing, as only inventory tags were completed that were not entered into the inventory system until some period later, subjecting them to further error. Additionally inventory tags utilized did not include appropriate identifying information for 64 percent of tags tested as was required by the physical inventory guidelines in the June 2008 policy. Furthermore, unit prices used by the District for commodity inventory did not appropriately value the inventory due to the exclusion of entitlement values and the inclusion of shipping values which resulted in an additional error of \$187,440. The aggregate misstatement of \$250,452 was adjusted to the District's financial statements (See Finding 2008-002).

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
JUNE 30, 2008
(Continued)**

2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS (Continued)

Finding Number	2008-003 (Continued)
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We recommend the policy established by the District on June 26, 2008 be followed for the physical counts performed monthly at the warehouse and the secondary schools. Additionally, the District should ensure their procedures outlined in the "Physical Inventory Guidelines" for the completion of inventory tags be followed by personnel performing the inventory counts. We also recommend the District further require the inclusion of the corresponding TRAKNOW number and a clearer description of the product including the vendor name, product weight, number of units, or other identifying information to assist in the proper population of inventory counts for items in the TRAKNOW system.

Furthermore, we recommend the District establish a written policy for the receiving, recording, custody, and movements of food service inventory. Such a policy may include procedures for the identification (such as item number and description) of items with mapping as to the location placement and further distribution or use. These policies should complement the utilization of the capabilities of the TRAKNOW system including perpetual inventory capabilities. The utilization of a perpetual system would allow for a more efficiently and effectively tracking and distribution of the District's food service inventory.

Additionally, we recommend the District utilize supplier invoices, bid documents, or commodity worksheets for unit price determination. Such information should be maintained with an identification of the corresponding TRAKNOW inventory number to evidence the unit prices entered as standing data in the TRAKNOW system. Changes to price information should be periodically reviewed to ensure the accuracy of standing data. Changes to such standing data should additionally be reviewed by management to ensure the accuracy of changes made.

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
JUNE 30, 2008
(Continued)**

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
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Finding Number	2008-004
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CFDA Title and Number	Title I, #84.010
Federal Award Year	2007 and 2008
Federal Agency	U.S. Department of Education
Pass-Through Agency	Ohio Department of Education

Eligibility - Allocation of funds to schools - Title I - Noncompliance Finding / Questioned Cost

34 C.F.R. Section 200.78(a) requires that a Local Educational Authority (LEA) must allocate funds under Title I subpart A to school attendance areas and schools, identified as eligible and selected to participate under section 1113(a) or (b) of the Elementary and Secondary Education Act (ESEA), in rank order on the basis of the total number of children from low-income families in each area or school. In calculating the total number of children from low-income families, the LEA must include children from low-income families who attend private schools. An LEA must use that portion of Title I subpart A funds attributable to private school children from the low-income families included in the calculation to provide services to eligible private school children.

District schools, as well as two private schools that the District received an allocation of Title I funds for, overspent their Title I budgets for the fiscal year 2007 grant as a primary result of ineligible payroll costs being charged to the salary differential set aside under the Title I operational unit number 000. A private school that the District received an allocation of Title I funds for, overspent their Title I budgets for the fiscal year 2008 grant. For the District's schools which had initially overspent their budget, their costs were adjusted to the Title I operational unit number 000, which is a set aside for summer school and professional development activities for the Title I program. However, a portion of the adjustment was deemed unallowable since no documentation was maintained that the overspent costs of these schools were the result of allowable set aside activities. As a result, the schools were deemed to have overspent their budgeted school allocation and were therefore deemed to have not served the schools in rank order based on their poverty levels.

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
JUNE 30, 2008
(Continued)**

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS (Continued)

Finding Number	2008-004 (Continued)
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For the fiscal year 2007 grant, overspending occurred in the following private schools and District schools that received allocations under the Title I grant:

<u>School</u>	<u>Total Expenditures</u>	<u>Budgeted School Allocation</u>	<u>Variance less PY Questioned Cost</u>	<u>% of Allocation Spent</u>
Private School:				
Worthington Adventist Academy	2,941	2,880	(61)	102%
Sonshine Academy	12,067	8,170	(3,897)	148%
Private School Subtotal	15,008	11,050	(3,958)	
Columbus City Schools:				
Dana ES	202,469	200,600	(1,869)	101%
Woodward Park MS	274,123	270,000	(4,123)	102%
Hilltonia MS	271,921	267,800	(4,121)	102%
Duxberry Park ES	97,215	95,160	(1,011)	102%
Deshler ES	184,451	175,240	(9,211)	105%
Weinland Park ES	198,039	187,800	(10,239)	105%
Olde Orchard ES	120,200	113,850	(1,173)	106%
Sherwood MS	211,727	198,500	(13,227)	107%
Lincoln Park ES	199,859	186,440	(13,419)	107%
Shady Lane ES	111,938	102,000	(180)	110%
Forest Park ES	150,070	135,240	(243)	111%
Avondale ES	197,834	177,590	(12,095)	111%
Easthaven ES	185,630	165,550	(14,757)	112%
Cedarwood ES	137,120	120,600	(6,222)	114%
Arts Impact MS	200,356	169,650	(30,705)	118%
Columbus City Schools Subtotal	2,742,952	2,566,020	(122,595)	
2007 Grand Total	2,757,960	2,577,070	(126,553)	

For the fiscal year 2008 grant, overspending occurred in the following private school that received allocations under the Title I grant:

<u>School</u>	<u>Total Expenditures</u>	<u>Budgeted School Allocation</u>	<u>Variance</u>	<u>% of Allocation Spent</u>
Private School:				
Sunrise Academy	\$22,468	\$21,100	(\$1,368)	106%
Private School Subtotal	\$22,468	\$21,100	(\$1,368)	
2007 and 2008 Combined Total	\$2,780,428	\$2,598,170	(\$127,921)	

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
JUNE 30, 2008
(Continued)**

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS (Continued)
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Finding Number	2008-004 (Continued)
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Total current year questioned costs for individual school expenditures that were in excess of allocated budgets are \$127,921 of the District's \$39,208,095 spent on the Title I program during fiscal year 2008.

We recommend the District implement procedures such as more detailed budgets and planning of activities at the school level, in addition to further monitoring throughout the year by the grant personnel and assigned school budget administrators, along with corrective action on a timely basis to prevent overspending at the school building level, in order to ensure that schools are served in rank order on the basis of poverty levels at each respective school.

Finding Number	2008-005
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CFDA Title and Number	Reading First, #84.357
Federal Award Year	2007
Federal Agency	U.S. Department of Education
Pass-Through Agency	Ohio Department of Education

Period of Availability – Reading First State Grants – Noncompliance Finding / Questioned Cost

34 C.F.R. Section 74.28 states that where a funding period is specified, a recipient may charge to the grant only allowable costs resulting from obligations incurred during the funding period and any pre-award costs authorized by the Secretary. The Ohio Department of Education (ODE) 2007 Continuous Comprehensive Improvement Planning (CCIP) Consolidated Application for the Reading First State grant defined the available period as July 1, 2006 to June 30, 2007.

The District charged \$60,413 of non-payroll expenditures obligated outside the period of availability to the 2007 Reading First grant.

Total questioned costs for expenditures that were obligated outside the period of availability are \$60,413 of the District's \$3,618,434 spent on the Reading First program during fiscal year 2008. We recommend the District implement procedures to ensure that costs charged to its grant awards only result from obligations incurred during the funding period.

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
JUNE 30, 2008
(Continued)**

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS (Continued)
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Finding Number	2008-006
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CFDA Title and Number	National School Lunch Program, #10.555; Title I, #84.010; Special Education—Grants To States, #84.027; Reading First State Grants, #84.357; Improving Teacher Quality State Grants, #84.367;
Federal Award Year	2008
Federal Agency	U.S. Department of Education
Pass-Through Agency	Ohio Department of Education

Allowable Costs/Cost Principles – National School Lunch Program, Title I, Special Education-Grants to States, Reading First State Grants, and Improving Teacher Quality State Grants – Noncompliance Finding

2 C.F.R. Part 225, Appendix B subsection 8.h. provides, in part, that salaries and wages shall be based on payrolls documented in accordance with generally accepted practice of the governmental unit and approved by a responsible official of the government unit. When employees work on multiple activities or cost objectives, a distribution of compensation shall be supported by personnel activity reports that reflect the actual activity and total activity of the employees, unless certain time study requirements are met. An employee whose compensation is allocated solely to a single cost objective must furnish semiannual certificates that he/she has been engaged solely in activities supportive of the cost objectives.

The District made corrections to payroll charges on various federal programs through adjusting (EXPROC) entries. The District did not complete the appropriate personnel activity reports/certification for these payroll charges as required by 2 C.F.R. Part 225, Appendix B, paragraph 8.h.(3) for the following, although alternative measures were able to be assessed to determine the allowability these salaries:

- 28 employees with \$282,998 of salaries charged to the Title II-A Improving Teacher Quality grant;
- One employee with \$6,441 of salary charged to the Reading First grant;
- Three employees with \$83,559 of salaries charged to the Special Education-Grant To States;
- 37 employees with \$221,369 of salaries charged to the Title I grant.
- Three employees with \$243,732 of salaries charged to the Nutrition Cluster grant.

We recommend the District maintain personnel activity reports that reflect an after the fact distribution of the actual activity of each employee, account for the total activity for which each employee is compensated, and contain a certification signature of the grant coordinator and employee. These personnel activity reports should be completed semi- annually for employees that are paid solely from a single federal grant and/or cost objective and should be completed on at least a monthly basis and coincide with one or more pay periods and/or for those employees who receive less than 100% of their compensation from a single federal grant cost objective. These records should then be used to adjust budgeted grant costs to actual grant costs on at least a quarterly basis. We further recommend an effective system of reconciling the personnel activity reports with the actual payroll costs charged to each federal grant cost and cost objective to ensure the completeness and accuracy of charges made to each program by the grant coordinators.

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
JUNE 30, 2008
(Continued)**

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS (Continued)
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Finding Number	2008-007
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CFDA Title and Number	Fresh Fruit and Vegetable Program, #10.582
Federal Award Year	2008
Federal Agency	U.S. Department of Agriculture
Pass-Through Agency	Ohio Department of Education

Fresh Fruit and Vegetable Program – Significant Deficiency

The District participates in the Fresh Fruit and Vegetable Program for which they are required to approve the entitlement expenditures for produce received on a monthly basis based on a report provided by the U.S. Department of Agriculture (USDA). The USDA, who pays the produce vendors, relies on the District to determine allowability of the expenditures based on the District’s reporting requirement to approve the entitlements received. For the District to ensure that the entitlement received during the month equals the reported amounts they approve, a reconciliation between the monthly entitlement amounts listed to underlying support documentation of goods received must be performed.

The District approved entitlement expenditures of \$191,743 for the Fresh Fruit and Vegetable Program; however, the expenditures were approved without reconciling the reports to the underlying packing slips and invoices. This could result in improper expenditures being authorized by the District and the District receiving fewer goods for their entitlement.

We recommend the District reconcile monthly the Fresh Fruit and Vegetable Program entitlement expenditures to packing slips and invoices prior to approving the expenditures to ensure that all charges represent goods actually received.

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .315 (b)
JUNE 30, 2008**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain:
2007-001	Finding for Recovery for unallowable insurance claims by employees and self-insurance deficiencies	No	Not corrected- reissued as 2008-001
2007-002	Finding for recovery partially repaid under audit for undeposited food service receipts and food service reconciliation deficiencies	Yes	
2007-003	Finding for recovery for unaccounted gift cards	Yes	
2007-004	Finding for recovery for undeposited student activity receipts	Yes	
2007-005	Negative fund balances throughout the year	No	Partially corrected – reissued as management letter citation
2007-006	Amended appropriation measures not submitted to the County Budget Commission	Yes	
2007-007	Appropriations exceeding Estimated Resources	No	Partially corrected – reissued as management letter citation
2007-008	Tracking and Reporting of Capital Assets	No	Partially corrected – reissued as management letter recommendation
2007-009	Financial Reporting deficiency as a result of financial statement adjustments	No	Not corrected – reissued as 2008-002
2007-010	Policies and procedures for food service inventories	No	Not corrected – reissued as 2008-003
2007-011	Athletic Receipt control policies not followed on a consistent basis	Yes	
2007-012	Student Activity Receipts control policies not followed on a consistent basis	No	Partially corrected – reissued as management letter citation
2007-013	Manual Point of Sale control deficiencies for elementary food service receipts	No	Partially corrected – reissued as management letter recommendation

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .315 (b)
JUNE 30, 2008
(Continued)**

2007-014	Policies should be established for latchkey ledgers and monitoring controls	Yes	
2007-015	Title I - school allocations overspent resulting in schools being served outside of poverty rank with a corresponding questioned cost	No	Not corrected- reissued as 2008-004
2007-016	Accurate reporting of the Federal Award Receipt and Expenditure Schedule	No	Partially corrected – reissued as management letter citation
2007-017	Improving Teacher Quality State Grant – employee payroll certifications were not completed in accordance with allowable costs/cost principle requirements	No	Not corrected – reissued as 2008-006
2007-018	Title I - salary differential set aside was not tracked and appropriately allocated	No	Partially corrected – reissued as management letter citation
2007-019	Title I – Period of Availability noncompliance	Yes	
2007-020	Title IID – Period of Availability noncompliance	No	Partially corrected – reissued as management letter citation
2007-021	Reading First State Grants – Period of Availability noncompliance	No	Not corrected – reissued as 2008-005
2007-022	Nutrition Cluster - meal served and activity reporting	Yes	
2007-023	Nutrition Cluster, Title I, and Special Education grants – Tracking and Reporting of Capital Assets (see finding 2007-008)	No	Partially corrected – reissued as management letter recommendation
2007-024	Food Donation Program - Policies and procedures for food service inventories (see finding 2007-010)	No	Finding No Longer Valid
2007-025	Manual Point of Sale control deficiencies for elementary food service receipts (see finding 2007-013)	No	Partially corrected – reissued as management letter recommendation
2007-026	Fresh Fruit and Vegetable Program failure to reconcile approval reporting with good received	No	Not corrected – reissued as 2008-007

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COST
OMB CIRCULAR A-133 & .505
JUNE 30, 2008**

CORRECTIVE ACTION PLAN

Finding Number	Process Owner	Planned Corrective Action
2008-001 - Self Insurance - Noncompliance / Finding for Recovery	Hoskins	<p>Human Resource Department shall annually require dependent eligibility determinations through the submission of qualifying documentation, as well as, require enrollees to verify their eligibility by preparing an updated enrollment form.</p> <p>Implementation date: October 2009</p>
2008-002 – Financial Reporting - Significant Deficiency / Material Weakness	McCammon	<p>The Office of the Treasurer shall develop a process to review the work product submitted by the conversion preparer to ensure transaction presentation and disclosures are reasonably presented in accordance with established policies and standards.</p> <p>The preliminary review of such work shall begin with analyzing for remediation and correction those identified discrepancies in the 2008 audit report.</p> <p>Implementation date: June 2009</p>
2008-003 - Food Service Inventory - Significant Deficiency / Material Weakness	Hoskins	<p>Count procedures and policies developed for guidance in the final counts shall be utilized to govern the monthly counts.</p> <p>Implementation date: January 2009</p> <p>All vendor purchased products will be listed at invoice price. All commodities will be listed at commodity draw down value plus processing cost exclusive of shipping cost. Prices will be reviewed on a monthly basis.</p> <p>Implementation date: January 2009</p>

**COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COST
OMB CIRCULAR A-133 & .505
JUNE 30, 2008**

CORRECTIVE ACTION PLAN (Continued)

Finding Number	Process Owner	Planned Corrective Action
<p>2008-004 – Eligibility - Allocation of Funds to Schools - Title I - Noncompliance Finding / Question Cost</p>	<p>E. Bell</p>	<p>Salary differential budget is by employee for fiscal 2009. The Office of Budget and Management and grant administrators were notified to include parent involvement cost as a factor in the future school budgets.</p> <p>Ms. Dannemiller, Grant Coordinator, will review the budget to ensure planned expenditures are included and reconciled - budget to actual monthly.</p> <p>Implementation date: October 2008</p>
<p>2008-005 – Period Availability – Reading First State Grants - Noncompliance Finding / Questioned Cost</p>	<p>E. Bell</p>	<p>Grant administrators were informed to place all product orders by June 1 and ensure evidence of order acceptance or an invoice is received by June 30.</p> <p>Implementation date: January 2009</p> <p>Purchasing department shall provide monthly a listing of unconfirmed orders to the Office of the Treasurer for comparison to planned expenditures and prevent payment on those unaffirmed or where an invoice has not been received by June 30.</p> <p>Implementation date: June 2009</p>

COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN COUNTY

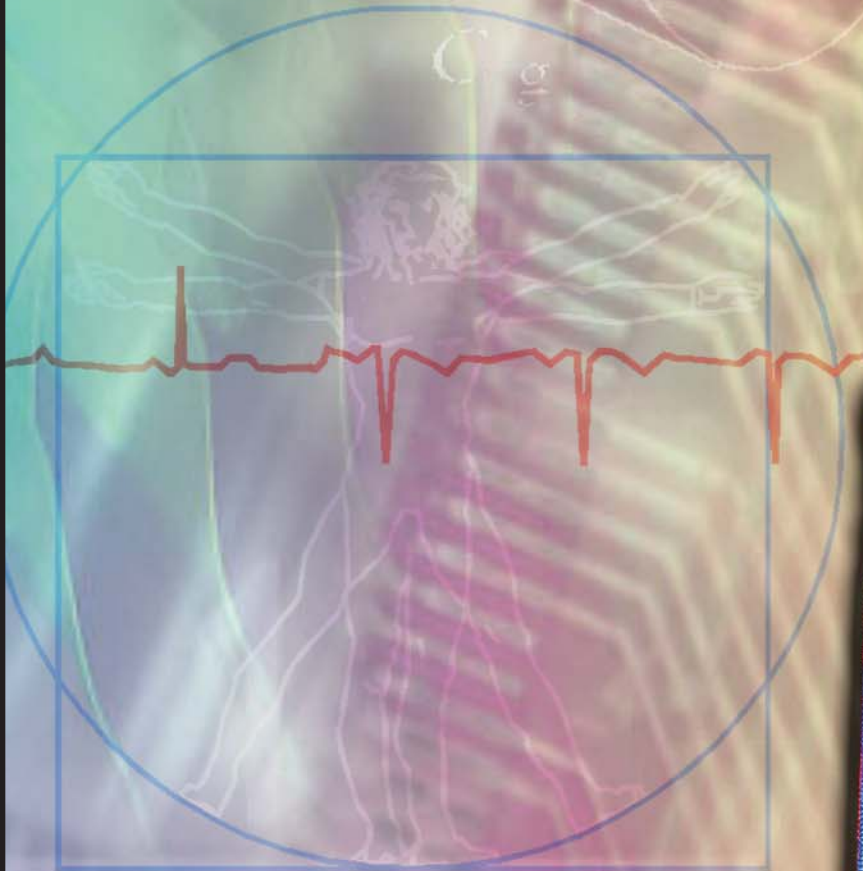
SCHEDULE OF FINDINGS AND QUESTIONED COST
OMB CIRCULAR A-133 & .505
JUNE 30, 2008

CORRECTIVE ACTION PLAN (Continued)

Finding Number	Process Owner	Planned Corrective Action
<p>2008-006 – Allowable Cost/Cost Principles – National School Lunch Program, Title I, Special Education – Grants to States, Reading First Grants, and Improving Teacher Quality State Grants- Noncompliance Finding</p>	<p>E. Bell</p>	<p>The Office of the Treasurer shall remind grant administrators to review monthly payroll reports and notify the appropriate department of any required changes.</p> <p>Monthly and six month certifications shall be distributed to those administrators/supervisors having knowledge of the activities performed by the employees.</p> <p>Administrators/supervisors shall be asked to affirm in writing the employee’s activities performed for submission to the Office of the Treasurer for comparison to planned expenditures, where necessary adjustments will be made.</p> <p>Implementation date: April 2009</p>
<p>2008-007 - Fresh Fruit and Vegetable Program - Significant Deficiency</p>	<p>Hoskins</p>	<p>District will centralize the purchasing and delivery of all Fresh Fruit and Vegetables through the USDA program. All ordering will be completed by Managers at the Food Service Production Center. All orders will be delivered to the Production Center. Fresh Fruit and Vegetables activity will be reconciled monthly and approved by the Department Director, as part of authorizing payment.</p> <p>Implementation date: January 2009.</p>



FY2008 COMPREHENSIVE ANNUAL FINANCIAL REPORT



Issued by the Office of the Treasurer
Columbus City Schools
Michael McCammon
Interim Treasurer
270 E. State Street
Columbus, Ohio 43215
614.365.6400
www.columbus.k12.oh.us

Fiscal Year: July 1, 2007 – June 30, 2008

**Comprehensive Annual Financial Report
of the
Columbus City School District**

270 East State Street

Columbus, Ohio 43215

Fiscal Year Ended June 30, 2008

**Prepared by
Treasurer's Office
Michael McCammon
Interim Treasurer**

Columbus City School District
Board of Education

Columbus City School District
Board of Education
Fiscal Year 2008



Terry Boyd
President



Carol Perkins
Vice President



W. Carlton Weddington



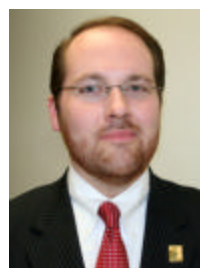
Betty Drummond



Stephanie Groce



Shawna Gibbs



Gary L. Baker, II



Gene T. Harris
Superintendent



Michael McCammon
Interim Treasurer *

* Michael McCammon was appointed Interim Treasurer on August 19, 2008 as Michael Kinner resigned effective August 19, 2008

COLUMBUS CITY SCHOOL DISTRICT

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

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INTRODUCTORY SECTION

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Columbus City Schools

270 East State Street • Columbus, Ohio 43215 • Ph. (614) 365-6400 • Fax (614) 365-5628

December 15, 2008

Board of Education Members and Citizens
Columbus City School District

Dear Board Members and Citizens:

The Comprehensive Annual Financial Report (CAFR) of the Columbus City School District (District) for the fiscal year ended June 30, 2008 is hereby submitted. This report was prepared by the Treasurer's Office, and includes the Independent Accountants' Report from Mary Taylor CPA, Auditor of State. Responsibility for both the accuracy of the data presented and the completeness and fairness of this presentation, including financial statements, supporting schedules and statistical tables, lies with the management of the District, specifically the Treasurer's Office. The management of the District represents that the accounting system and the budgetary and internal accounting controls of the District provide reasonable assurance that the District's assets are safeguarded against material loss and that financial records are reliable for preparing financial statements and maintaining accountability for assets. All disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included.

Generally Accepted Accounting Principles (GAAP) requires 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 the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the Independent Accountants' Report.

This report will be available on the District's website. The Internet address is <http://www.columbus.k12.oh.us>.

The District is required to undergo an annual single audit in conformity with the provisions of the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. The single audit report is included within a separate report.

Reporting Entity

The District has reviewed its reporting entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity" and GASB Statement No. 39 which is an amendment to GASB Statement No. 14 and provides additional guidance to determine whether certain organizations for which the primary government is not financially accountable should be reported as component units based on the nature and significance of their relationships with the primary government. In evaluating how to define the School District for financial reporting purposes, management has considered all agencies, departments and organizations making up the District (the primary government) and its potential component units.

**GENERAL INFORMATION CONCERNING THE BOARD AND THE SCHOOL
DISTRICT ORGANIZATION**

The Board and Administration

The Board of Education of the Columbus City School District (the Board) is a body both politic and corporate charged with the responsibility of managing and controlling affairs of the District and is, together with the District, governed by the general laws of the State (Ohio Revised Code). The Board is comprised of seven members who are elected for overlapping four-year terms. The Board members during the year ended June 30, 2008 were:

	<u>Date Current Term Commenced</u>	<u>Present Term Expires</u>
Terry Boyd, Ph. D., President	01/01/08	12/31/11
Carol L. Perkins, Vice-President	01/01/08	12/31/11
Betty Drummond	01/01/06	12/31/09
W. Carlton Weddington	01/01/06	12/31/09
W. Shawna Gibbs	01/01/08	12/31/11
Gary L. Baker, II	01/01/08	12/31/11
Stephanie Groce	01/01/08	12/31/11

The Superintendent of Schools (Superintendent), appointed by the Board for a maximum term of five years, is the executive officer of the District and has the responsibility for directing and assigning teachers and other employees, assigning the pupils to the proper schools and grades, and performing other such duties as determined by the Board. Dr. Gene Harris was appointed Superintendent on June 11, 2001, and began her first term on July 18, 2001. Dr. Harris's contract was renewed effective August 1, 2006 for another four year term. Prior to the superintendency, Dr. Gene T. Harris was the Deputy Superintendent of Business and Operations.

The District and Its Facilities

This report of the District includes all funds, organizations, activities and functions of the District. The District presently does not have any component units for which the District is financially accountable or that are fiscally dependent on the District. The District covers approximately 120 square miles. According to information obtained from the Mid Ohio Regional Planning Commission, the City of Columbus population is estimated at 773,277 for 2007 (the latest available data).

GENERAL INFORMATION CONCERNING THE BOARD AND THE SCHOOL DISTRICT ORGANIZATION (Continued)

The District and Its Facilities – Continued

During 2008 the District's average daily membership was 55,072. Of the total membership, 25,743 students reported to 75 regular elementary schools, 1,874 students reported to K-8 or K-12 schools, 11,041 students reported to 21 middle schools, 15,260 students reported to 17 high schools, and 1,154 students reported to 12 special schools. The District's special schools provide special curricula, vocational education and skills programs, and programs for handicapped pupils, including physically handicapped and hearing impaired children.

The School District also operates several administrative facilities consisting of the Northgate Center, Neil Avenue Center, Shepard Center, Food Production Center, Hudson Distribution Center, Kingswood, Smith Road, 17th Avenue and three transportation depots.

Employee Relations

The District currently has approximately 6,960 full-time equivalent employees. During fiscal 2008, the District paid (determined on a cash basis) from its General Fund approximately \$327.0 million in salaries and wages and \$112.7 million for fringe benefits and other labor-related costs such as employer retirement contributions, workers' compensation coverage, unemployment compensation, life insurance and medical and dental insurance premiums.

Of the current full-time employees, 3,978 are professionals serving as teachers, all of whom have at least a bachelor's degree. The 2008-2009 starting salary for a teacher with a bachelor's degree is \$37,698; the maximum teacher salary (for a teacher with a Ph.D. degree and 30 years' experience) is \$88,423.

The District's administrators and supervisors (such as principals) are represented by the Columbus Administrators Association (CAA).

Classified supervisors and employees not eligible for membership in a bargaining unit are represented by the Columbus Schools Classified Supervisors Association (CSCSA).

The District's teachers and educational specialists are represented for collective bargaining purposes by the Columbus Education Association (CEA). The District has a 12-month contract extension to the collective bargaining agreement with the CEA that will expire August 30, 2009.

The Columbus School Employees Association (CSEA), a division of the Ohio Association of Public School Employees (OAPSE), represents classified employees (secretarial-clerical, custodial, maintenance, transportation and food services staff) of the District for collective bargaining purposes. The current OAPSE contract expires August 31, 2009.

In the judgment of the Board, labor relations with its employees are good.

Intergovernmental Relations

The District maintains a good working relationship with the City of Columbus, Franklin County and other governmental agencies. City of Columbus officials and District Board members are communicating effectively to resolve tax abatement issues, use of surplus property and other public policy matters.

ECONOMIC CONDITION AND OUTLOOK

Local Economy

Employment in the Greater Columbus Area continues to be service oriented. Six of the top ten largest employers in the Columbus area are government or government-oriented (the State of Ohio, The Ohio State University, United States Federal Government, City of Columbus, Columbus City Schools and Franklin County). The ten largest employers in the Greater Columbus area are shown in the Statistical Section of this report. These major employers, representing government, insurance, public utilities, manufacturing, retail, banking, research, medical and services, provide a broad and diverse employment base.

A significant factor in the area's history of consistent growth is the balance between its manufacturing and other major employment sectors. The sectors and their percentage of the Columbus Metropolitan Statistical Area's employment base are as follows:

Natural Resources, Mining and Construction	4.1%
Manufacturing	8.2%
Transportation, Warehousing and Utilities	5.3%
Wholesale and Retail Trade	15.0%
Information	2.0%
Financial Activities	7.8%
Professional and Business Services	15.8%
Educational and Health Services	11.7%
Leisure and Hospitality Services	9.5%
Other Services	4.0%
Government	16.6%

Source: Ohio Department of Jobs and Family Services, Labor Market Information (LMI) – Average for calendar year 2007

The City's average annual unemployment rates (4.7%) for 2007 continued to be below the State of Ohio (5.6%) and is comparable to the United States (4.6%) rate. Columbus has grown to an area covering 226.9 square miles through an aggressive annexation policy. Easy access to markets makes Columbus a good location for business. Columbus, Ohio's capital city, is located in the central part of the state, approximately 150 miles southwest of Cleveland and 110 miles northeast of Cincinnati.

The City of Columbus entered the 21st Century ascending the ranks of America's largest municipalities, with a growing population, economic growth, and a history of strict fiscal management. These factors allowed the City to weather the national financial downturn, albeit with little spending growth, and, as Columbus entered its fiscal year for 2007, the City continued to provide a high level of quality public services. Administrations, Councils, and the actively engaged civic organizations from across the City have been partners in building Columbus for the 21st Century, and these responsible policies will continue to ensure the City's economic success for future generations.

Financial Outlook and Financial Planning – District

With the passage of a combined \$164,000,000 School Improvement Bonds and 7.85 mills Current Expense Levy in November 2008, the District's financial outlook reveals the fiscal year 2009 ending projected General Fund cash balance to be approximately \$49.6 million in unencumbered cash. Since the District just passed the Levy, the District is evaluating the impact on years beyond fiscal year 2009.

CURRENT INITIATIVES AND SUMMARY OF EFFORTS SUPPORTING THE DISTRICT'S PRIME GOAL: INCREASING ACADEMIC ACHIEVEMENT

Continuing under the strong leadership of the 19th Superintendent, Gene T. Harris, Ph.D., the Columbus City School District (Columbus City Schools) continues to make measurable progress in increasing student academic achievement, the District's prime goal. Working with members of the Columbus Board of Education, Dr. Harris has sought through the efficiency and effectiveness of District operations to maximize resources directly impacting classroom instruction. On December 19, 2006, the Columbus Board of Education adopted Policy Governance, a framework for setting and evaluating District policy and evaluating the employees who report directly to the board: the superintendent, the treasurer, and the internal auditor.

The four ends of Policy Governance with regard to the education of students in the Columbus City Schools are as follows:

1. The Mission Statement: Each student is highly educated, prepared for leadership and service, and empowered for success as a citizen in a global community.
2. Academic Achievement: Students will achieve individually established academic goals so that they are prepared for their next level of learning, and will graduate prepared for the college of their choice and the workforce. Accordingly, students will demonstrate proficiency in:
 - a. Arts
 - b. Foreign language
 - c. Health and physical education
 - d. Mathematics
 - e. Reading
 - f. Science
 - g. Social studies
 - h. Technology
 - i. Writing
3. Citizenship: Students will contribute to their community, be sustainers of democracy and citizens of the world. Accordingly, within the context of home, school, state, country and world, students will:
 - a. Demonstrate cultural competence
 - i. Value and respect diversity
 - ii. Value different points of view
 - b. Demonstrate civic responsibility
 - i. Volunteer their time and talents for the common good
 - ii. Understand and participate in the political process
 - iii. Understand and participate in government
 - iv. Understand the role and the impact of our actions on a global scale
4. Life and Work Skills: Students will be life long learners, able to acquire the knowledge and skills necessary to achieve productive, healthy and balanced lives.
 - a. Display critical thinking skills
 - b. Set, plan and achieve goals
 - c. Effectively manage time, money and other resources
 - d. Communicate effectively
 - e. Adapt to change
 - f. Make informed choices and take personal responsibility for their actions
 - g. Address conflicts in a productive and civil manner
 - h. Value and practice teamwork
 - i. Demonstrate the ability to overcome barriers
 - j. Appreciate the arts
 - k. Understand and practice wellness
 - l. Be leaders and self-empowered citizens

CURRENT INITIATIVES AND SUMMARY OF EFFORTS SUPPORTING THE DISTRICT'S PRIME GOAL: INCREASING ACADEMIC ACHIEVEMENT- (Continued)

A new District symbol and logo was introduced in August 2007. The new name and logo continues and is being adopted districtwide in an efficient and cost-effective manner. It is represented below:



The major work of the District described in the document *A System of Excellent Schools 2012 and Beyond* responds to the impact of globalization and focuses on the 21st century skills all students will need. They include:

- Expert thinking,
- Problem solving, and
- Complex communication.

The core areas of focus to provide every student with a quality education are:

- High Quality Curriculum, Instruction and Professional Development;
- Leadership;
- A Network of Neighborhood, Community and Family Partners;
- Safe and Secure Environments;
- Business and Higher Education Partnerships; and
- Buildings and Resources.

The four key strategies are:

- Increasing Support to Classroom Teachers;
- Creating and Strengthening Community Partnerships;
- Reducing Non-academic Barriers to Achievement/Social Services; and
- Continuing Fiscal Checks and Balances.

The broad focus of the District's educational program is to ensure that every student, in every classroom in the District, is provided a quality educational program. It focuses on all students making measurable progress as the result of a shared emphasis on aligned curriculum, targeted instruction, and higher expectations for students at school and at home.

Upon becoming superintendent in July 2001, Dr. Harris vowed to move the District beyond the state's designation of "academic emergency" on the annual state report card by summer 2003. On the 2001-02 report card, the District showed improvement in 21 of 22 categories. Dr. Harris then achieved this first major goal of her work plan (moving to "academic watch") as promised in August 2003, when the Columbus Public Schools tied with Canton to become the first of the "Big 8" Ohio urban districts to achieve seven state standards.

One of the state standards the District met for the first time in August 2003 was attendance. The District has now met the state attendance standard five years in a row.

Subsequent state report card results for the 2006-07 and 2007-08 school years continue to provide solid evidence that District students are achieving at higher levels each year. One example is the District's Performance Index Score. Performance Index Scores improve when a greater percentage of students achieve at the advanced, accelerated and proficient levels and a smaller percentage of students score at the basic, limited or below basic levels. The District's Performance Index score has steadily increased from 67.5 in the 02-03 school year, to 71.4 (2003-04), to 73.7 (2004-05), to 79.2 (2005-06), to 80.5 (2006-07), and to 81.7 on the 2007-08 (most recent) state report card.

A Performance Index score of 80.5 earned the District a Continuous Improvement rating last school year, the second of Dr. Harris' major short-term goals. The District maintained Continuous Improvement status on the 2007-08 report card through scoring 81.7.

CURRENT INITIATIVES AND SUMMARY OF EFFORTS SUPPORTING THE DISTRICT'S PRIME GOAL: INCREASING ACADEMIC ACHIEVEMENT- (Continued)

Five years ago was the first time District students took the Ohio Graduation Test, and 61 percent passed the reading section of the test, while 42 percent passed the math section of the test. On the most recent report card, 83.3 percent passed reading and 69 percent passed math.

The District has maintained its "Continuous Improvement" designation for two consecutive years based on maintaining a Performance Index Score above 80.

Undoubtedly, District staff members are taking students at whatever level they may be and providing them with the instruction they need to improve academically, as evidenced by the gains in Performance Index scores and a variety of other assessments over the past five years. This measured year-to-year improvement takes on greater importance when one knows the Columbus City Schools:

- Has the largest Limited English Proficiency (LEP) student population in terms of the number of students served in the state of Ohio;
- Serves a student enrollment of which more than 70 percent qualify for free or reduced-price lunch, a prime indicator of the ever increasing numbers of students/ families living in poverty in Columbus, Ohio; and
- Continues to reduce staff and close schools as a result of an enrollment shift to public charter schools and private schools through a legislated voucher program.

The Ohio Achievement Tests in grades 3-8 are given according to the students' current grade levels, so most students taking the test one year would take a different set of tests the next year. The Ohio Graduation Test is designed in such a way that questions do not repeat from year to year, so maintaining a gain in most to all subject areas from year to year is a significant achievement.

In Ohio, the graduation rate is not a calculation of the percentage of students starting 12th grade who actually graduate by the end of that year...that's the "senior success rate," which in the District is about 90 percent. Rather, the state's graduation rate is computed as the percentage of 9th-grade students who four years later have completed the requirements to actually receive a diploma and graduate from high school on time with their class.

The District's major long-term academic goal is *Project 2012*. In addition to striving for the higher designation of "Effective" on the District's state report card, all staff members are working with students from pre-kindergarten through 12th grade to increase the graduation rate to – and beyond – the state standard of 90 percent by 2012...when this year's ninth graders graduate. The Superintendent's current work plan focuses on shaping the District "Beyond 2012".

Project 2012 focuses all teaching and support staff and resources around reaching, and then surpassing, that 90-percent target graduation rate by creating measurable benchmarks for progress and improving the graduation rate for every graduating class prior to 2012. At all levels, students are being connected to the importance of high school graduation in their lives. Further, achieving the high school diploma is becoming a shared expectation and next step toward higher education.

The District's 2008 graduation rate, as computed on the state report card, is 70.6 percent, a 14.6 percent gain since 2001. The District has four years to achieve a slightly larger gain, achieve this long-term goal and surpass the state standard of a 90-percent graduation rate!

The high school diploma is:

- The "product" of the District;
- The passport to helping students achieve their dreams;
- An essential step between childhood and adulthood; and
- An important achievement, but not the capstone of all the education 21st-Century students will need to live successful, productive adult lives.

CURRENT INITIATIVES AND SUMMARY OF EFFORTS SUPPORTING THE DISTRICT'S PRIME GOAL: INCREASING ACADEMIC ACHIEVEMENT- (Continued)

A few examples of the District's being on track with regard to preparing today's students for tomorrow's challenges include:

- The Class of 2008 earned a District record of \$57.2 million in grant and scholarship awards, topping the previous District records set by the Class of 2007 (\$45.8 million) and 2006 (\$40.1 million).
- Graduates at 15 of the 18 District high schools earned more than \$1 million per school in scholarships and grants, with Class of 2008 graduates at Eastmoor Academy earning more than \$10 million, Columbus Alternative High School more than \$7 million, and Centennial earning more than \$5 million respectively. More than half the graduates declared their intentions of continuing school in the fall or entering military service.
- In the 2008-09 competition (to date) conducted by the National Merit Scholarship Corporation, five Columbus City Schools seniors have been named National Merit Semifinalists, two CCS seniors were named National Achievement Semifinalists, and four CCS seniors have been named Commended Scholars.
- Eight Columbus high schools were recognized by *US News & World Report* as the "nation's best". They include Columbus Alternative High School, Fort Hayes Arts and Academic High School, Beechcroft High School, Briggs High School, Centennial High School, Eastmoor Academy, Northland High School and Whetstone High School.
- The Department of Early Childhood Education's pre-kindergarten programs in five classrooms at four Columbus City Schools were recently recognized and awarded accreditation through the National Association for the Education of Young Children and two more sites are under consideration this school year.
- CCS has expanded its pre-kindergarten program to include 30 sites throughout the city identified as having the greatest need.
- The REACH (Research-based Education for Autistic Children) program was begun in August 2006 and serves 24 children with an autism spectrum disorder (ages 3-7) at Sullivant Elementary School. A trans-disciplinary team of teachers, related services staff and paraprofessionals work with parents and community partners to provide instruction, therapies, and behavioral support to children with autism spectrum disorder.
- The District has more than 100 National Board Certified Teachers.
- All District students must now take the PSAT, which qualifies more District students for the National Merit and National Achievement scholarship competitions and helps to identify students who may qualify with further testing to receive Gifted and Talented services.
- A Chinese exchange teacher is on staff at Columbus Alternative HS, introducing CCS students to Chinese language and culture.
- Thanks to Big Brothers Big Sisters of Central Ohio and Nationwide Insurance, Project Mentor has expanded this school year from more than 1,000 Columbus middle-school students being paired with an academic mentor to approximately 1,600 mentors who have been recruited, are training and either matched or ready to be matched to middle- and high-school students in District schools that serve families in greatest need. The goal is a match of 2,000 mentors to CCS students.
- About one in five Columbus City Schools students are identified under state standards as Gifted and Talented. The District offers Gifted and Talented services in all schools and at all grade levels.
- In the fall of 2008, five Columbus City Schools were finalists for designation from the Ohio Department of Education as *Schools of Promise*. The *Schools of Promise* program is designed to recognize and highlight schools with a high percentage of students achieving academic success where all populations of students are well served. The program uses achievement test data, graduation test data and low-income data to determine the schools selected throughout Ohio. The five Columbus schools include: Clinton Elementary School, Colerain Elementary School, Columbus Alternative High School, Fort Hayes Arts and Academic High School, and Winterset Elementary School.
- CCS continues its Columbus Virtual HS program, a technology-based, on-line program that allows students to earn credits toward graduation. It has approximately 372 students actively taking computer courses for credit as of October 2008.
- CCS offers a free breakfast to all students regardless of income to ensure that every student starts the school day off right.

CURRENT INITIATIVES AND SUMMARY OF EFFORTS SUPPORTING THE DISTRICT'S PRIME GOAL: INCREASING ACADEMIC ACHIEVEMENT- (Continued)

A systemic overhaul of the District's organizational structure and stronger policies, procedures, and fiscal controls relating to accountability are supporting the steady gains in achievement. In 2002, Columbus citizens gave the District a vote of confidence when they approved a \$392 million bond issue which, with a state match of 30 percent, is funding the first two phases of the District's comprehensive Facilities Master Plan. Linden Elementary School was the first Columbus school project to be funded through the levy and state matching funds; it went into full service in April 2004 with a community open house in August 2004.

Since then, the District has opened 18 new elementary schools; is renovating 4 four historic elementary school buildings with 1 completed; is renovating the historic Crestview building as a kindergarten-through-grade-8 building; opened three new middle schools; opened one new pre-K through 8 school (Berwick); is renovating and expanding the Fort Hayes High School and Career Center; and completed 42 urgent roof and boiler replacement projects. The renovated East High School and the new Columbus Downtown High School will be opening in January of 2009, and two additional new elementary schools and the renovated South High School will open in the spring and summer of 2009. The last remaining project from the 2002 bond issue, the renovation of Africentric Early College K12, is on hold pending a decision by the Ohio Department of Transportation on the location and design of the I-70/I-71 central interchange.

Continued community oversight of the massive construction project has been provided by the Neighborhood School Development Partnership, and the bond issue passed on the November 2008 ballot will provide the continuation of the District's construction project through Phase 3, which includes construction or renovation of 10-12 additional District schools.

Responding to continuing declines in student enrollment and demographic changes in the city, the District has continued to align student population and effective use of facilities by closing 18 schools since 2003, including three at the end of the 2006-07 school year.

Dr. Harris has committed the District's leadership to develop, implement, replicate, and monitor the best practices and procedures to increase all students' levels of academic performance. By creating an executive management team with business or other skills specifically needed to accomplish major districtwide changes, Superintendent Harris continues to make systemic changes and transform the school culture from one of defensive defeatism to re-energized optimism, bringing community and staff together to achieve high, yet achievable, goals. Moving from academic watch to continuous improvement on the state report card for 2006-07, again meeting the Performance Index score required to maintain the Continuous Improvement designation, meeting or exceeding the state attendance standard for five straight years and overseeing a massive construction program that is renewing the District's infrastructure are four strong examples of the continuing impact of this strategy.

Through Project 2012, District staff are supporting systemic changes and focusing on targeted initiatives, all of which are designed to increase student academic achievement; to close long-standing achievement gaps that can be identified by race, poverty and gender, among other factors; and to build staff capacity to provide quality instruction, set higher expectations for all students and achieve measurable results in safe, warm, dry, inviting and adequately equipped learning environments.

Complementing Dr. Harris's vision are changes that have been made in the Treasurer's Office. Strong economic demographics, improvement in academic performance and strong management of the District, as reflected in recent audits, have helped the District to achieve and maintain improved bond ratings from Standard & Poor's, Moody's and Fitch ratings services. The ratings currently are AAA, Aa2 and A-1+, respectively. The strong ratings save the District interest through stronger credit to borrow money at lower costs to local taxpayers when construction bonds to build or totally renovate District schools have been offered for sale.

Key District initiatives that support academic targets and the Columbus Board of Education's Ends Policies this school year (2008-09) include:

- Adding to the number of the District's innovative programs regionally located for equitable distribution to all students including:
 - STEM
 - Arts-based
 - Gender-Based
 - Language Immersion (through 12th grade)

CURRENT INITIATIVES AND SUMMARY OF EFFORTS SUPPORTING THE DISTRICT'S PRIME GOAL: INCREASING ACADEMIC ACHIEVEMENT- (Continued)

- Infusing technology throughout the pre-kindergarten to grade 12 pathway, including:
 - Hardware and software infrastructure upgrading;
 - Systems integration;
 - Professional development;
 - Classroom instruction;
 - Use of data and metrics; and
 - Parent engagement.

On November 4, 2008, Columbus voters approved Issue 75, a combination levy and bond issue, by an almost 2-1 margin. Passage of Issue 75 will enable the District to:

- Implement Ohio CORE, including adding a period back to the school day that had been eliminated for budgetary reasons;
- Reduce class sizes for kindergarten through grade 3;
- Increase the number of 8th graders completing Algebra I;
- Increase the number of preschools in high-need areas;
- Update textbooks and instructional materials;
- Purchase new buses;
- Build on Leadership Development and Professional Development currently underway;
- Increase after-school and Saturday programs with strategic direction;
- Develop additional partnerships with non-profits to address non-academic barriers to learning;
- Ensure all parents have access to K-12 School Systems of Excellence in their neighborhoods;
- Develop K-12 pathways for alternative schools; and
- Engage in more aggressive parental engagement and outreach.

Other recent major initiatives of the District under the leadership of Dr. Gene T. Harris include:

- **The Seniors to Sophomores Program**
New this school year, 21 Columbus City Schools seniors are spending their senior year on campus earning free college credits through the Seniors to Sophomores program. An initiative of Ohio Governor Ted Strickland using \$4 million in grant money, Seniors to Sophomores expects school districts to work out agreements with individual public colleges and universities to develop the program. Columbus City Schools program proposal was unique in that it included three Public University System Schools in Ohio (Ohio University, The Ohio State University, and Columbus State Community College) and three private universities (Capital, Franklin, and Ohio Dominican). Dr. Harris' creation of an ongoing Higher Education Partnership with six Central Ohio institutions of higher learning facilitated the creation of Columbus City Schools' program proposal.
- **The STEM Transformation**
With a \$600,000 grant from the Ohio Board of Regents, the District has begun the implementation of a Science, Technology, Engineering and Math (STEM) curriculum for grades 7-12 at Linden-McKinley High School beginning in the fall of 2009. The Academy of Engineering at East High School and a biomedical Sciences program at Eastmoor Academy opened this fall. Additional STEM programs strategically located within the District are planned. STEM school students will be provided with an Advanced Placement (AP) curriculum using integrated, project-based learning. After-school STEM clubs, a biomedical science pathway at Berwick Alternative Elementary School, the use of Project Lead The Way engineering curriculum, and Engineering Summer Camp opportunities will support the STEM emphasis and expansion.
- **The Academic Acceleration Academy (AAA)**, which is the first charter school sponsored by the District two years ago. The AAA is a high school designed to serve eighth- through twelfth-grade over-aged students. The school specifically targets students who are at risk for not completing high school in a traditional setting, and it provides an intensive program to accelerate graduation from high school.

CURRENT INITIATIVES AND SUMMARY OF EFFORTS SUPPORTING THE DISTRICT'S PRIME GOAL: INCREASING ACADEMIC ACHIEVEMENT- (Continued)

- **The SuccessWorks Academy**, an alternative education program. It serves the needs of students with chronic/intense behavior problems whose actions account for over half of all discipline-related statistics in the District. The academy accepted its first students in early 2007.
- **Metro High School**, a small learning community operated by the Educational Council. Open to students in Columbus City Schools and the 15 other school districts in Franklin County, Metro's academic focus is to prepare all students for success in college, build capacity in science, math and technology and feed students' aspirations to make a difference in the world. With significant support from Battelle, The Ohio State University and the Coalition of Essential Schools National, Metro opened with ninth graders in the fall of 2006 and is adding a class each year. Recurrent funding comes from districts whose students attend the school with some of those districts requiring parents to pay all or part of the cost, but CCS students and their families do not pay to attend this school. All Metro students remain enrolled in their home high schools and may continue extracurricular activities.
- **The Columbus Teaching Academy**, a partnership with Ohio State's College of Arts and Sciences now in its third year. Eleven young women and men considering a career in education meet with their Columbus City Schools teacher every afternoon in the Frank W. Hale Jr. Black Cultural Center. Throughout the school year, they meet at different sites across campus. In addition to studying education as a career, students serve internships in Columbus elementary and middle schools and work with OSU faculty, staff, and students in pre-college enrichment activities.
- **Positive Behavioral Intervention and Supports (PBIS)**, a bundling of successful school-discipline strategies into a cohesive plan that has been studied and measured nationally. It integrates behavioral science, practical interventions and social values into a systemic approach to improve student behavior and school climate. School team training occurred last school year and training in CHAMPS, the classroom management component, is underway this school year. Two of the expected outcomes of implementing this program are more focused student behaviors centered on teaching and learning and a mutually respectful partnership toward achieving common educational goals, culminating in earning the diploma. The bottom line is always increased academic achievement.
- **The DeVry Advantage Academy**, through which 19 seniors from the Columbus City Schools Class of 2008 simultaneously earned their high school diplomas and associate-level degrees in Network Systems Administration from DeVry University. Students in the program are fully integrated into campus life, services, academic supports and extracurricular activities. Columbus City Schools pays tuition and purchases books; DeVry, in turn, has substantially discounted tuition and waived student fees.
- The **International Baccalaureate** diploma program at Columbus Alternative High School, preparing Columbus students for higher education opportunities worldwide.
- The after-school **Credit Recovery** Program, helping students earn credits they need to receive their high school diplomas and the **Virtual High School** program, focusing on bringing back former District students lacking credits to graduate, reclaiming charter school students, attracting home-schooled students, and providing a different path for those seeking to earn additional credits while attending high school.
- The **Columbus Africentric Early College**, beginning with a Summer Bridge Program for eighth graders and preparing Africentric students to earn college credits, up to an associate's degree at Columbus State Community College, while they are still in high school.

The work of the District focuses on *Project 2012 and Beyond*, a synopsis of which follows below.

In order to reach the challenging goals defined by the Board's Ends Policies, including a 90% graduation rate, the administrative team of Columbus City Schools has designed a comprehensive plan supported by several research-based, state-of-the-art initiatives that integrate seamlessly to make Columbus City Schools one of the highest performing districts anywhere over the next decade.

CURRENT INITIATIVES AND SUMMARY OF EFFORTS SUPPORTING THE DISTRICT'S PRIME GOAL: INCREASING ACADEMIC ACHIEVEMENT- (Continued)

During the past seven years, the District has demonstrated steady improvement by implementing several aligned initiatives including: Curriculum Guides; Pacing Guides; Assessments; Curriculum Review Teams; and PBIS and CHAMPS. While these initiatives have resulted in student achievement gains, they have not moved the District to the highest levels of achievement.

This next level of work focuses on providing rigorous, world class instruction for every student. To accomplish this, the District will provide the following components: 1) high quality curriculum instruction and professional development; 2) development and alignment of leadership capacity and performance; 3) a network of partnerships, community, family, business and higher education; 4) safe and secure schools and climates to support learning and working; 5) effective management of buildings and District resources.

The District's vision also encompasses the development of a common understanding of highly effective, high-expectation instruction across the District. One tool the District will use to do this is Professional Rounds. The **Professional Rounds Process** engages principals and teachers in the careful analysis of the rigor, relevance, and effectiveness of instruction and student work in classrooms across the District.

A second tool, the newly re-configured **School Leadership Teams**, will aggressively implement plans to improve student achievement in their own buildings. The process was jointly developed with the teachers' association and includes representatives from all stakeholder groups. **All School Improvement Plans**, based on an analysis of all building data, will focus on practical methods to insure that effective instructional strategies are shared, supported, implemented, and continually refined.

The third tool the District will use as a part of the "next level of work" is strong articulation of pre-K through grade 12 feeder patterns. A student's education extends from pre-K through grade 12, implying that focusing instructional improvement on a single building is inadequate for student success. Hence the District is growing cooperation among schools that are in vertical feeder patterns by providing time, training, and support. The District is currently training staff in two vertical feeder patterns to create a **Strategic Roadmap** that aligns their School Improvement Plans with the District mission, Ends Policies, strategic initiatives and success measures. Additional training is also helping staff understand their roles and responsibilities as **leaders in a collaborative system**.

The challenge of the next four years will be to raise awareness of all staff and stakeholders to implement this system districtwide so that each student will become highly educated, prepared for leadership and service and empowered for success as a citizen in a global community.

FINANCIAL INFORMATION

Fiscal Management

Michael McCammon has served as Interim Treasurer of the Columbus Public Schools since August of 2008. He was appointed Interim Treasurer on August 19, 2008 as Michael Kinneer resigned as Treasurer effective August 19, 2008. Mr. McCammon has also served as Assistant Treasurer for the District since February 2006. Prior to joining the Columbus Public Schools, Mr. McCammon served as the Assistant Treasurer of the Springfield City Schools as well as Groveport-Madison Local Schools. Mr. McCammon received a BS in Accounting from Franklin University. The Treasurer oversees the District's budget of approximately \$1 billion, along with monitoring various funds and grants, payroll, general accounting, cash reconciliation and daily bank assessment. The Interim Treasurer is aided by two assistant treasurers and supervises 57 employees.

Financial Condition

This is the seventh year the District has prepared financial statements following GASB 34, "Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments." Basic financial statements for reporting on the District's financial activities are as follows:

FINANCIAL INFORMATION- (Continued)

Government-wide financial statements: these statements are prepared on an accrual basis of accounting that is similar to the basis of accounting followed by many businesses.

Fund financial statements: these statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the Governmental Activities accrual information presented in the Government-wide financial statements. Fiduciary funds use the accrual basis of accounting.

As part of this reporting model, management is responsible for preparing a Management Discussion and Analysis of the District. This discussion is presented in the financial section of this report and provides an assessment of the District's finances for 2008.

Budgeting, Tax Levy and Appropriations Procedures

The Ohio Revised Code contains detailed provisions regarding the District's budgeting, tax levy and appropriation procedures. These procedures involve review by County officials at several steps. District budgeting for a fiscal year formally begins with the preparation of a tax budget. After a public hearing, this budget is adopted by the Board prior to the fiscal year to which it pertains. Among other items, the tax budget must show the amounts required for debt service, the estimated receipts for payment from sources other than ad valorem property taxes and the net amount for which an ad valorem property tax levy must be made. The tax budget then is presented for review to the County Budget Commission, comprised of the County Auditor, County Treasurer and County Prosecuting Attorney. Upon approval of the tax budget, the County Budget Commission certifies its actions to the Board together with the approved tax rates. Thereafter, the Board levies the approved taxes and certifies them to the proper County officials. The approved and certified tax rates are reflected in the tax bills sent to property owners during the collection year. Real property taxes are payable on a calendar-year basis, generally in two installments with the first due usually in January and the second due in June.

At the start of each fiscal year, the Board adopts a temporary appropriation measure to begin that new fiscal year and then, within three months, a permanent appropriation measure for that fiscal year. Permanent appropriation measures may be amended or supplemented during the fiscal year. Annual appropriations may not exceed the County Budget Commission's official estimates of resources. The County Auditor must certify that the Board's appropriation measures, including any supplements or amendments, do not appropriate monies in excess of the amounts set forth in the latest of those official estimates. The District's legal level of control for such measures is the fund level.

Financial Reports and Auditing

The District maintains its accounts, appropriations and other fiscal records in accordance with the procedures established and prescribed by the State of Ohio Auditor of State. Law charges the Auditor of State with the responsibility of auditing the accounts and records of each taxing subdivision and most public agencies and institutions. District receipts and expenditures are maintained on a cash basis, pursuant to accounting procedures prescribed by the Auditor of State which is generally applicable to all Ohio school districts. Beginning with Fiscal Year 1988, the records of these cash receipts and expenditures have been converted annually for report purposes to a basis of accounting in accordance with accounting principles generally accepted in the United States of America for governments as prescribed by the Governmental Accounting Standards Board.

Internal Control

The Administration has established and staffed an internal audit function with responsibility for developing, monitoring and reporting on internal accounting controls and performing compliance and operational audits, specialized investigations, and post-audit reviews.

FINANCIAL INFORMATION (Continued)

Pension Plans

Present and retired employees of the District are covered under two statewide public retirement (including disability retirement) systems. The State Teachers Retirement System (STRS) is applicable to all teachers, principals, supervisors and administrators employed by the District who are required to hold a certificate issued by the State Department of Education pursuant to the Code. All other employees (with the exception of two Board members who are covered by FICA) are covered by the School Employees Retirement System (SERS). Pursuant to federal law, all District employees hired after March 31, 1986 are required to participate in the federal Medicare program which currently requires employee and employer contributions each equal to 1.45 percent of the employee's wages subject to the FICA wage limit. Both STRS and SERS were created by and operate pursuant to Ohio law. The General Assembly could determine to amend the format of either system and could revise rates or methods of contribution to be made by the District into the pension funds and revise benefits or benefit levels.

Cash Management

The District pools its cash for maximum investing efficiency. Ohio law and District policy authorize the Treasurer to invest in various investments that are detailed in Note 5 of the Notes to the Basic Financial Statements. Investment earnings were credited to the General Fund, the Debt Service Fund, the Classroom Facilities Capital Projects Fund, the Building Capital Projects Fund, the Endowment Permanent Fund, and the Auxiliary Services Special Revenue Fund.

Risk Management:

Employee Health Care Benefits

The District is self-insured for the employee health care benefits for all of its employees. The District program is administered by Aetna, which provides claims review and processing services. The health care self-insurance is accounted for in a separate fund for information tracking purposes, but is reported within the General Fund for financial accounting and reporting purposes. The District records a liability for incurred but unreported claims at year-end based upon an independent actuarial evaluation of claims payable. The District recorded claims payable of \$5,880,000 in the General Fund on the Balance Sheet for these obligations.

Workers Compensation Retrospective Rating Program

The District participates in the Ohio Bureau of Workers' Compensation (the Bureau) Retrospective Rating Plan. Under the retrospective rating plan, the District assumes a portion of the risk in return for a reduction in current premiums. Current limits for claims incurred in calendar year 2008 are \$300,000 per claim and 200% of the annual premium in the aggregate. The respective long-term liability for workers' compensation is recorded in the statement of net assets in the total amount of \$20,892,970.

Vehicle and General Liability

The District has vehicle insurance with a private company in the amount of \$5,000,000, for primary coverage with a \$500,000 retention per claim and \$5,000,000 aggregate. The renewal date is September 1, 2009.

The District has general liability insurance in the amount of \$5,000,000 per occurrence, with a \$200,000 retention per claim, and \$5,000,000 aggregate. The renewal date is September 1, 2009.

FINANCIAL INFORMATION (Continued)

Property Damage

The District is insured for property damage with a \$1,000,000 deductible and a \$100,000,000 aggregate policy limit. The deductible, if needed, will be paid from the Replacement Non-major Capital Projects Fund. The renewal date is September 1, 2009.

The District also carries insurance on leased modular units with Travelers Property Casualty Company of America in an amount equal to the agreed upon value of the leased modular units up to \$100,000 per unit. The renewal date is July 1, 2009.

Builder's Risk Insurance

The District carries builders risk insurance with Chubb Insurance Company in amounts equal to the value of the construction with an aggregate limit to claims of \$7,650,000. The renewal date is September 1, 2009.

Boiler and Machinery Coverage

The District is insured for boiler and machinery coverage with a \$37,250,000 limit with Federal Insurance Company. The renewal date is September 1, 2009.

Settled claims have not exceeded these commercial coverages in any of the past three years.

LITIGATION

The District is party to various legal proceedings for damages or injunctive relief. The District's legal counsel estimates that the potential uninsured claims against the District resulting from those proceedings would not materially affect the financial statements of the District.

INDEPENDENT AUDIT

The Basic Financial Statements of the District are audited by the District's independent auditor, Mary Taylor CPA, Auditor of State. The Independent Accountants' Report is included in the financial section of this report.

AWARDS

GFOA - Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Columbus City School District for its Comprehensive Annual Financial Report (CAFR) for the Fiscal Year Ended June 30, 2007. This was the eighth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Award is valid for a period of one year only. We are submitting our current CAFR to GFOA to determine its eligibility for another certificate as we believe our current report conforms to the Certificate of Award Achievement Program's requirements.

AWARDS (Continued)

ASBO - Certificate of Excellence

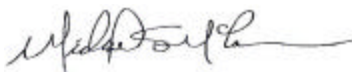
The Columbus City School District received the Association of School Business Officials International (ASBO) Certificate of Excellence in Financial Reporting for its Comprehensive Annual Financial Report (CAFR) for the fiscal years ended June 30, 2007, 2006, 2005, 2004, 2003, 2002, 2001 and 2000. This award certifies that the report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International. An expert ASBO Panel of Review consisting of certified public accountants and practicing school business officials grants the award only after an intensive review of financial reports. Receiving the award is recognition that a school system has met the highest standards of excellence in school financial reporting. A Certificate of Excellence is valid for a period of one year only. We are submitting our current CAFR to ASBO, as we believe that our current report conforms to the Certificate of Excellence Program requirements.

ACKNOWLEDGEMENTS

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff of the Treasurer's Office. We want to express our appreciation to all who assisted and contributed to its preparation.

We also thank the members of the Board for their interest and support in planning and conducting the financial operations of the District in a fiscally responsible and progressive manner.

Gene T. Harris



Gene T. Harris, Ph.D.
Superintendent

Michael McCammon
Interim Treasurer

**COLUMBUS CITY SCHOOL DISTRICT
APPOINTED OFFICIALS
JUNE 30, 2008**

Gene Harris, Ph.D.

Superintendent of Schools

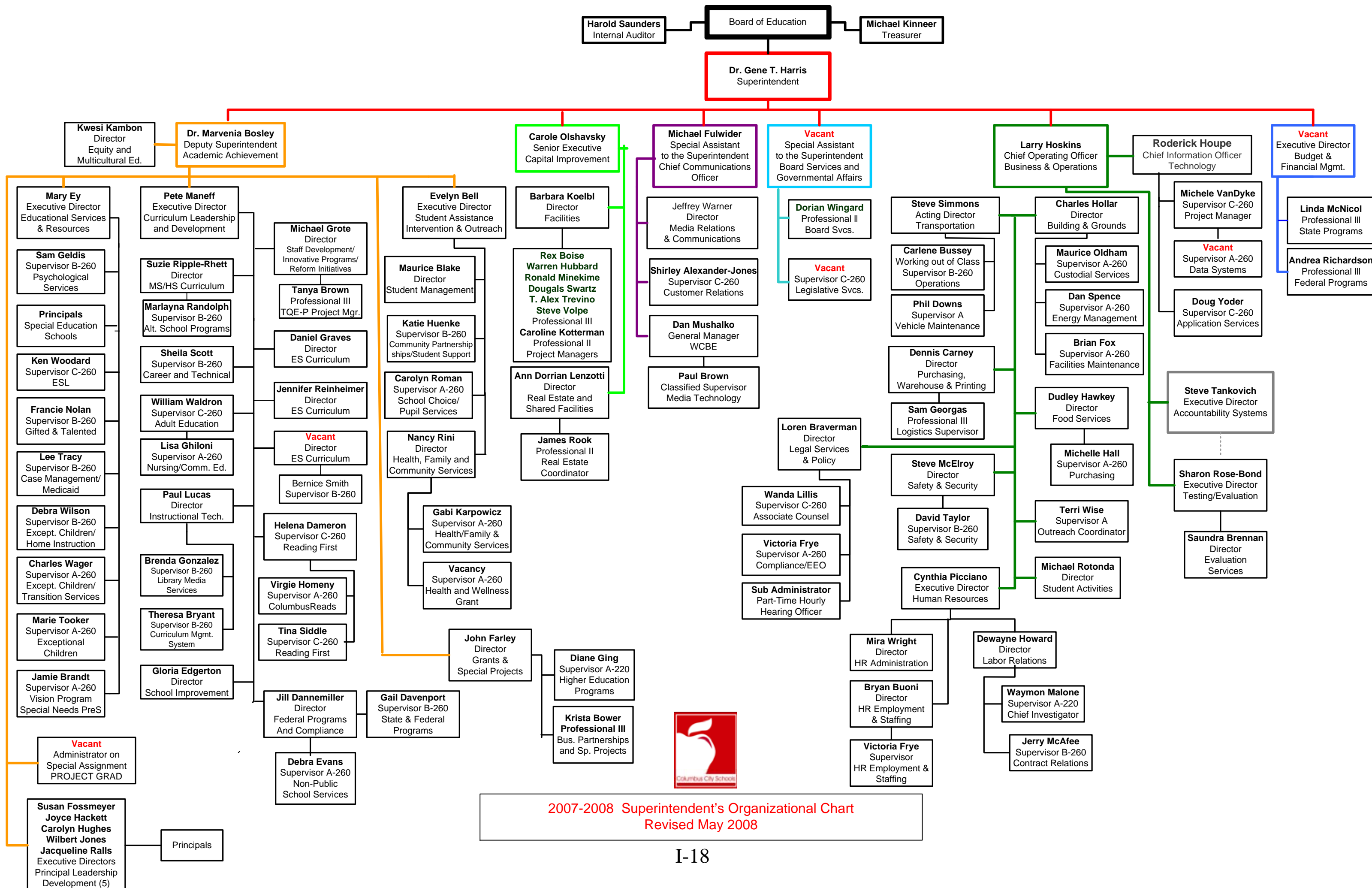
Michael Kinneer

* Treasurer

Michael McCammon

Interim Treasurer

* Effective August 19, 2008 Michael Kinneer resigned as Treasurer and Michael McCammon was appointed as Interim Treasurer for the District.



2007-2008 Superintendent's Organizational Chart
 Revised May 2008



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Columbus City School
District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2007

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.



President

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

COLUMBUS CITY SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2007

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

Jerome E. Brendel

President

John D. Russo

Executive Director

FINANCIAL SECTION

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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Columbus City School District
Franklin County
270 East State Street
Columbus, Ohio 43215

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Columbus City School District, Franklin County, Ohio (the District), as of and for the year ended June 30, 2008, 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 the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Columbus City School District, Franklin County, Ohio, as of June 30, 2008, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2008, 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 grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis and the budgetary comparisons for the General and Food Service Funds are not a required part of the basic financial statements but are supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on them.

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining nonmajor 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 and statistical tables to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

December 15, 2008

Columbus City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

The discussion and analysis of Columbus City School District's (the District) financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2008. 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, notes to the basic financial statements, and the basic financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for 2008 are as follows:

Overall:

Total net assets decreased \$9.9 million during 2008.

Total revenue was \$840.6 million in 2008.

Total program expenses were \$850.5 million in 2008. Program expenses were primarily composed of Instruction with expenses of \$456.4 million in 2008 and Pupil and Instructional Support Services with expenses of \$117.5 million in 2008.

Long term debt and other obligations increased to \$485.9 million in 2008 from \$479.4 million in 2007.

Liabilities increased \$18.4 million from 2007, while total assets increased by \$8.6 million from 2007.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The *Statement of Net Assets* and *Statement of Activities* provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For Governmental Funds, these statements tell how services were financed in the short-term and what remains for future spending. The Fund Financial Statements also look at the District's most significant funds with all other nonmajor funds presented in total in one column. In the case of the District, the General Fund, the Debt Service Fund, the Classroom Facilities Fund, and the Food Service Fund are the most significant funds.

Columbus City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

Reporting the District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2008?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include *all assets and liabilities* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid. These two statements report the District's *net assets* and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the *financial position* of the District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the Statement of Net Assets and the Statement of Activities, the District only has one distinct kind of activity:

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.

Reporting the District's Most Significant Funds

Fund Financial Statements

The analysis of the District's major funds begins on page F-15. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major Governmental Funds are the General Fund, the Debt Service Fund, the Food Service Fund, and the Classroom Facilities Fund.

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*, 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.

Columbus City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

The District as a Whole

Recall that the Statement of Net Assets provides the perspective of the District as a whole. Table 1 provides a summary of the District's net assets for 2008 compared to the prior year:

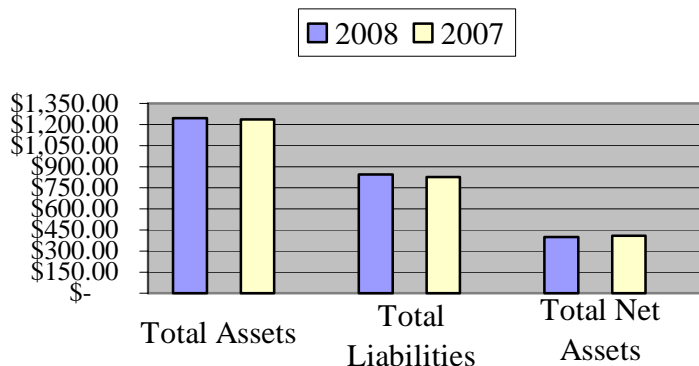
Table 1
 Net Assets
 (In Millions)

Assets	<u>Governmental Activities</u>	
	<u>2008</u>	<u>2007</u>
Current and Other Assets	\$ 792.0	\$ 904.8
Capital Assets	454.7	333.3
<i>Total Assets</i>	<u>1,246.7</u>	<u>1,238.1</u>
<i>Liabilities</i>		
Long Term Liabilities	485.9	479.4
Current and Other Liabilities	360.9	349.0
<i>Total Liabilities</i>	<u>846.8</u>	<u>828.4</u>
<i>Net Assets</i>		
Invested in Capital Assets		
Net of Debt	166.4	157.0
Restricted	163.6	179.1
Unrestricted	69.9	73.6
<i>Total Net Assets</i>	<u>\$ 399.9</u>	<u>\$ 409.7</u>

Total assets increased by \$8.6 million. One reason for this increase is the increase in taxes receivable of \$59.4 million due to the District having received a more significant advance on property taxes in 2007 than was received in 2008. Another reason for the increase in total assets is that capital assets increased by \$121.4 million from 2007 to 2008 due to the Classroom Facilities projects which were partially offset by depreciation expense. These increases were primarily offset due to equity in pooled cash and cash equivalents declining \$151.1 million, primarily due to the payments for the Classroom Facilities projects.

Total liabilities increased \$18.4 million. One reason for the increase is due to deferred revenue increasing by \$5.7 million due to the increase in taxes receivable. An additional reason for the increase is additional accounts payable of \$3.8 million primarily due to the Classroom Facilities projects. One additional reason for the increase is due to increases in long term liabilities. Debt increased on a net basis by approximately \$4.0 million and the workers compensation liability increased by approximately \$3.2 million. The net impact of all of the above changes was a decrease in net assets of \$9.9 million.

Graph 1
 Net Assets Governmental Activities
 (In Millions)



Columbus City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

The District as a Whole – Continued

Table 2 shows the comparative changes in net assets for fiscal years 2008 and 2007.

Table 2.
 Changes in Net Assets for Governmental Activities
 (In Millions)

	Governmental Activities	
	<u>2008</u>	<u>2007</u>
Revenues		
<i>Program Revenues:</i>		
Charges for Services and Sales	\$ 17.7	\$ 15.6
Operating Grants and Contributions	207.8	212.0
Capital Grants and Contributions	0.3	0.1
Total Program Revenues	<u>225.8</u>	<u>227.7</u>
<i>General Revenues</i>		
Property Taxes	374.6	455.8
Grants and Entitlements Not Restricted to Specific Programs	205.8	186.1
Other	34.4	39.6
Total General Revenues	<u>614.8</u>	<u>681.5</u>
Total Revenues	<u>840.6</u>	<u>909.2</u>
Program Expenses		
Instruction	456.4	409.8
Support Services:		
Pupils and Instructional Support Services	117.5	110.3
Administration, Business and Fiscal	74.2	65.2
Operation and Maintenance of Plant	65.0	63.2
Pupil Transportation	48.7	44.9
Other Support Services	23.7	25.1
Operation of Non-Instructional Services	36.9	34.3
Extracurricular Services	7.3	7.5
Interest and Fiscal Charges	20.7	12.3
Total Expenses	<u>850.4</u>	<u>772.6</u>
Change In Net Assets	(9.8)	136.6
Net Assets - July 1	<u>409.7</u>	<u>273.1</u>
Net Assets - June 30	<u>\$ 399.9</u>	<u>\$ 409.7</u>

Governmental Activities

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by a voted levy does not increase solely as a result of inflation. Thus school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to voters to maintain a constant level of service. Property taxes made up 45 percent of revenues for Governmental Activities for the District in fiscal year 2008. Grants and entitlements not restricted to specific programs made up 24 percent of revenues for Governmental Activities while operating grants and contributions made up 25 percent of revenues for Governmental Activities.

Columbus City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

The District as a Whole – Continued

The most significant decrease in revenues from 2007 to 2008 was property taxes decrease of \$81.2 million. The decrease was primarily due to the District receiving a substantial advance at the end of fiscal year 2007, while in fiscal year 2008, the amount of the taxes available for advance was significantly smaller as well as the phasing out of the personal property taxes which are currently being replaced by monies from the State of Ohio. The decrease in revenues was partially offset by the increase in unrestricted grants and entitlements due to the personal property tax replacement reimbursement from the State of Ohio making up the majority of this increase.

Expenses increased \$77.9 million from 2007 to 2008. Regular instruction increased \$40.2 million. Approximately \$15 million of the increase is attributable to the increased depreciation expense for the placing of new schools into service. An additional reason was increased workers compensation expenses of \$3.2 million due to increases in liability estimates. The remainder of this increase is primarily due to inflation and payments being made on the ESP/LSP liabilities during fiscal year 2008. Interest and fiscal charges increased by \$8.4 million due to several factors which included a full year of interest payments on the 2007 \$282.86 million bond issue which accounted for \$4.7 million of the increase and interest expense on the \$26.99 million bond anticipation notes issued on July 24, 2007 and rolled into a \$20.09 million bond anticipation notes issued on November 29, 2007 which accounted for the remainder of the increase in interest expense. Inflation made up the majority of the remainder of the expense increases.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for Governmental Activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted grants and entitlements.

The dependence upon tax revenues and intergovernmental foundation monies for Governmental Activities is apparent. Over 77 percent of instruction activities are supported through taxes, intergovernmental foundation monies and other general revenues; for all Governmental Activities, general revenue support is 73 percent as shown in Table 3. The community and the State of Ohio, as a whole, provide the vast majority of resources for Columbus City School District students.

Table 3
 Total Cost of Program Services
 Governmental Activities
(In Thousands)

	2008		2007	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction	\$ 456,435	\$ 349,226	\$ 409,829	\$ 301,673
Support Services:				
Pupil and Instructional Support Services	117,504	67,112	110,262	60,293
Administration, Business, And Fiscal	74,162	68,029	65,227	59,712
Operation and Maintenance of Plant	64,968	60,601	63,191	56,669
Pupil Transportation	48,672	31,985	44,887	30,446
Other	23,672	19,132	25,132	15,289
Operation of Non-instructional Services	36,960	2,188	34,257	2,770
Extracurricular Activities	7,366	5,660	7,531	5,785
Interest and Fiscal Charges	20,733	20,733	12,257	12,257
Total Expenses	\$ 850,472	\$ 624,666	\$ 772,573	\$ 544,894

Columbus City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

The District's Funds

Information about the District's major Governmental Funds starts on page F-15. The Governmental Funds are accounted for using the modified accrual basis of accounting. All Governmental Funds had total revenues of \$858.6 million and expenditures of \$1,011.9 million. The General Fund had total revenues of \$596.6 million and expenditures of \$593.2 million. The net change in fund balance in the General Fund was only a decrease of \$18,935. The Debt Service Fund had revenues of \$35.6 million and expenditures of \$63.5 million. The net change in fund balance in the Debt Service Fund was \$0.7 million. The Food Service Fund had revenues of \$25.1 million and expenditures of \$27.9 million. The net change in fund balance in the Food Service Fund was a decrease of \$1.4 million due to operating costs exceeding revenues. The net change in fund balance for the year decreased \$103.7 million in the Classroom Facilities Fund, where the fund balance went from \$238.9 million in 2007 to \$135.2 million in 2008. The primary reason for this decrease was due to monies being used for the construction and renovation of various schools.

General Fund Budgeting Highlights

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 2008 the District amended its General Fund budget several times, none of which were significant.

For the General Fund, budget basis revenue was \$554.1 million, above original budget estimates of \$553.5 million and below final budget estimates of \$597.1 million. Of these \$0.6 million and \$43.0 million respective differences, tax revenue was \$.3 million above original estimates and \$22.5 million below final estimates and intergovernmental revenue was \$.3 million above original estimates and \$18.3 million below final estimates. The difference between final budgeted revenues and budget basis revenue was primarily due to anticipated revenue in the tax and intergovernmental revenues that was not realized.

The District had no difference in their appropriations from original to final. Actual expenditures were within original estimates of \$603.4 million and final estimates of \$603.4 million by \$1.0 million due to the District's monitoring of expenditures and cost containment efforts.

Total actual expenditures on the budget basis (cash outlays plus encumbrances) were \$602.4 million, \$48.3 more than revenues.

Columbus City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2008 the District had \$454.7 million invested in land, land improvements, buildings and improvements, furniture and equipment, vehicles, and construction in progress. Table 4 shows fiscal year 2008 and 2007 balances for Governmental Activities:

Table 4
 Capital Assets At June 30
 (Net of Depreciation-In Millions)
 Governmental Activity

	<u>2008</u>	<u>2007</u>
Land	\$ 29.59	\$ 29.28
Land Improvements	4.56	7.27
Buildings & Improvements	211.80	139.48
Furniture & Equipment	6.29	8.85
Vehicles	6.85	7.41
Construction in Progress	<u>195.56</u>	<u>140.98</u>
Total	<u>\$ 454.65</u>	<u>\$ 333.27</u>

The increase in Capital Assets is due to recognizing \$156.4 million in acquisitions (net of completed projects) offset by \$31.7 million in depreciation expense for 2008 and \$3.4 million in disposals (net of accumulated depreciation). The acquisitions were distributed among land, buildings and improvements, furniture and equipment, vehicles, and construction in progress. Buildings and improvements had increases of \$100.8 million due to completed construction projects which was partially offset by disposals of \$27.5 million. Construction in progress increases due to the Classroom Facilities program were \$155.5 million due to ongoing construction and repair of District buildings through the Classroom Facilities program which was partially offset by \$100.9 million due to completed projects placed into service. The District continued its ongoing commitment to maintaining and improving its Capital Assets. Please see Note 7 of the Notes to the Basic Financial Statements for a more detailed analysis of Capital Assets.

For fiscal year 2000, a change in Ohio law required school districts to set aside two percent of certain revenues for capital improvements and an additional two percent for textbooks; this amount was increased to three percent beginning in fiscal 2001. For fiscal year 2008, this amounted to \$8.9 million for each set-aside. For fiscal year 2008 the District had qualifying disbursements or offsets exceeding these requirements for capital improvements and for textbooks and therefore no set-asides were required. The District has cumulative set aside balances of \$0 for both reserves. See Note 14 for further information.

Columbus City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

Capital Assets and Debt Administration - Continued

Debt

At June 30, 2008 the District had \$408.8 million in bonds and long term bond anticipation notes outstanding (including premiums, loss on refunding, and related items) with \$16.8 million due within one year.

Table 5 summarizes bonds outstanding for the past two years:

Table 5
 Outstanding Debt At June 30
 Governmental Activities
(In Millions)

	<u>2008</u>	<u>2007</u>
General Obligation Bonds	\$ 382.68	\$ 397.88
Long Term Bond Anticipation Note	20.1	-
Energy Conservation Bonds	<u>5.98</u>	<u>6.68</u>
Total	<u>\$ 408.76</u>	<u>\$ 404.56</u>

All General Obligation Bonds and Energy Conservation Bonds outstanding are general obligations of the District for which the full faith and credit of the District is pledged for repayment. The source of repayment is derived from a current 2.72 mill bonded debt tax levy.

On July 24, 2007, the District issued bond anticipation notes in the amount of \$26,987,599 to provide additional funding for the Classroom Facilities Projects and to provide monies to advance refund \$6.9 million in 2001 general obligation bonds. These bond anticipation notes were issued at an interest rate of 4.35% and with a maturity date of December 13, 2007.

In order to repay the aforementioned notes, the District made two additional debt issuances. The District issued School Facilities Construction and Improvement Bonds on November 29, 2007 in the amount of \$6,895,000 at an interest rate of 4.5%, which mature on December 1, 2028. The District also issued bond anticipation notes on December 13, 2007 in the amount of \$20,092,599. These notes have an interest rate of 3.75% and will mature on December 11, 2008.

At June 30, 2007, the District's overall legal debt margin was \$569.7 million with an unvoted debt margin of \$10.1 million. The debt is well within permissible limits. The District maintains an Aa3 bond rating from Moody's Investors Service, an AA- bond rating from Standard & Poor's Rating Services and an AA rating from Fitch. Please see Note 9 of the Notes to the Basic Financial Statements for a more detailed analysis of debt.

Columbus City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

Capital Assets and Debt Administration - Continued

Capital Lease Obligations

The District had no new capital leases during fiscal year 2008. The District had previous capital leases, which were being paid for out of the General Fund. The total capital lease obligations outstanding as of June 30, 2008 were \$200,931 in the General Fund. Of these balances \$101,956 in Governmental Activities was due within one year.

Current Financial Related Activities

The District cannot look to the State of Ohio for increased revenue. The State of Ohio is experiencing significant financial challenges with the current state of the economy and it is impracticable to predict how the State will address the fiscal needs of all school districts in Ohio over the next several years. This scenario requires management to plan carefully and prudently to provide the resources to meet student needs over the next several years. In November of 2008, the voters of the District approved the passage of a combined \$164,000,000 School Improvement Bonds and 7.85 mills Current Expense Levy which will provide funding to pay off a portion of the \$20,092,599 School Facilities Construction and Improvement Bond Anticipation Notes and to assist in paying the local share of the next segment of the Classroom Facilities project and provide current resources for the District to provide the highest quality of services at the lowest possible cost over the next several years.

Columbus City School District has committed itself to financial excellence for many years. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Award of Financial Reporting Achievement to the Columbus City School District for its Comprehensive Annual Financial Report for the Fiscal Years Ended June 30, 2007, 2006, 2005, 2004, 2003, 2002, 2001 and 2000. Columbus City School District received the Association of School Business Officials International (ASBO) Certificate of Excellence in Financial Reporting for its Comprehensive Annual Financial Report for the fiscal years ended June 30, 2007, 2006, 2005, 2004, 2003, 2002, 2001 and 2000.

Contacting the District's Financial Management

This financial report is designed to provide our citizen's, 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 Michael McCammon, Interim Treasurer at Columbus City School District, 270 East State Street, Columbus, Ohio 43215.

You can also e-mail Michael McCammon at MMcCammon6908@columbus.k12.oh.us.

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Columbus City School District

Statement of Net Assets

As of June 30, 2008

	Governmental Activities
ASSETS	
Equity in Pooled Cash and Cash Equivalents	\$ 312,400,402
Cash and Cash Equivalents with Escrow Agents	2,998,809
Receivables	
Taxes	420,527,549
Intergovernmental	51,815,441
Interest	516,321
Materials and Supplies Inventory	936,248
Unamortized Financing Costs	2,829,625
Nondepreciable Capital Assets	225,147,841
Depreciable Capital Assets, Net	229,505,801
<i>Total Assets</i>	1,246,678,037
Liabilities	
Accounts Payable	15,570,072
Accrued Wages and Benefits	51,987,667
Claims Payable	5,880,000
Accrued Interest Payable	1,878,827
Matured Compensated Absences Payable	1,867,959
Retainage Payable	2,998,809
Unearned Revenue	262,050,279
Due to Other Governments	18,682,691
Long-Term Liabilities:	
Due Within One Year	25,781,751
Due In More Than One Year	460,129,431
<i>Total Liabilities</i>	846,827,486
Net Assets	
Invested in Capital Assets, Net of Related Debt	166,350,958
Restricted for:	
Debt Service	36,319,177
Capital Projects	77,351,914
Permanent Fund	
Expendable	243,996
Nonexpendable	673,401
Classroom Facilities Maintenance	25,072,175
Auxiliary Services Program	2,258,778
IDEA Part B Program	501,771
Title I Program	10,751,474
Improving Teacher Quality Program	3,314,914
Other Purposes	7,105,001
Unrestricted	69,906,992
<i>Total Net Assets</i>	\$ 399,850,551

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

Columbus City School District

Statement of Activities

For the Fiscal Year Ended June 30, 2008

	Expenses	Program Revenues			Net (Expense)
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
					Governmental Activities
Governmental Activities					
Instruction:					
Regular	\$ 333,637,633	\$ 3,556,682	\$ 33,544,790	\$ 272,264	\$ (296,263,897)
Special	92,964,504	857,374	50,863,897	-	(41,243,233)
Vocational	13,340,466	120,665	2,206,332	-	(11,013,469)
Other	16,492,084	1,004,151	14,782,291	-	(705,642)
Support Services:					
Pupil Support Services	50,564,641	734,036	12,896,751	-	(36,933,854)
Instructional Support Services	66,939,400	406,790	36,354,615	-	(30,177,995)
Administration	49,500,873	1,370,854	3,285,867	-	(44,844,152)
Business and Fiscal Services	24,661,173	303,013	1,173,274	-	(23,184,886)
Operation and Maintenance of Plant Services	64,967,754	845,678	3,520,954	-	(60,601,122)
Transportation Services - Pupils	48,671,909	634,850	16,027,739	24,780	(31,984,540)
Other	23,671,897	221,331	4,318,458	-	(19,132,108)
Operation of Non-Instructional Services	36,959,899	6,148,405	28,623,753	-	(2,187,741)
Extracurricular Activities	7,366,538	1,527,165	179,409	-	(5,659,964)
Interest and Fiscal Charges	20,733,501	-	-	-	(20,733,501)
<i>Total Governmental Activities</i>	<u>850,472,272</u>	<u>17,730,994</u>	<u>207,778,130</u>	<u>297,044</u>	<u>(624,666,104)</u>
General Revenues					
Property Taxes Levied for:					
General Purposes 337,697,721					
Debt Service 33,383,869					
Capital Outlay 3,541,952					
Grants and Entitlements not Restricted to Specific Programs 205,809,827					
Gifts and Donations not Restricted to Specific Programs 140,000					
Gain on Sale of Capital Assets 896					
Investment Earnings 18,309,812					
Payments in Lieu of Taxes 5,992,191					
Miscellaneous 9,933,524					
<i>Total General Revenues</i> <u>614,809,792</u>					
Change in Net Assets (9,856,312)					
<i>Net Assets Beginning of Year</i> <u>409,706,863</u>					
<i>Net Assets End of Year</i> <u><u>\$399,850,551</u></u>					

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

Columbus City School District

**Balance Sheet
Governmental Funds**

As of June 30, 2008

	<u>General</u>	<u>Debt Service</u>	<u>Food Service</u>	<u>Classroom Facilities</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS						
Equity in Pooled Cash and Cash Equivalents	\$ 59,080,811	\$ 17,168,630	\$ 1,186,022	\$ 141,951,738	\$ 93,013,201	\$ 312,400,402
Cash and Cash Equivalents with Escrow Agents	-	-	-	2,998,809	-	2,998,809
Receivables						
Taxes	376,682,333	39,652,575	-	-	4,192,641	420,527,549
Interest	175,549	-	-	258,161	82,611	516,321
Due from Other Governments	3,077,095	-	353,248	12,670,402	35,714,696	51,815,441
Interfund Loans Receivable	20,625,630	3,255,000	-	-	-	23,880,630
Materials and Supplies Inventory	139,827	-	796,421	-	-	936,248
Total Assets	\$ 459,781,245	\$ 60,076,205	\$ 2,335,691	\$ 157,879,110	\$ 133,003,149	\$ 813,075,400
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts Payable	\$ 3,294,609	\$ -	\$ 221,085	\$ 6,860,540	\$ 5,193,838	\$ 15,570,072
Accrued Wages and Benefits	43,965,791	-	505,185	-	7,516,691	51,987,667
Matured Compensated Absences Payable	1,803,367	-	16,105	-	48,487	1,867,959
Claims Payable	5,880,000	-	-	-	-	5,880,000
Deferred Revenues	283,251,320	29,805,409	187,440	12,819,514	25,555,654	351,619,337
Retainage Payable	-	-	-	2,998,809	-	2,998,809
Interfund Loans Payable	3,255,000	-	2,062,309	-	18,563,321	23,880,630
Due to Other Governments	18,577,867	-	6,213	-	98,611	18,682,691
Total Liabilities	360,027,954	29,805,409	2,998,337	22,678,863	56,976,602	472,487,165
Fund Balances						
Reserved for Encumbrances	5,413,547	-	1,036,202	84,191,879	17,592,553	108,234,181
Reserved for Property Taxes	93,532,409	9,847,166	-	-	1,044,238	104,423,813
Reserved for Endowment	-	-	-	-	673,401	673,401
Unreserved						
Undesignated - Reported In						
General Fund	807,335	-	-	-	-	807,335
Special Revenue Funds	-	-	(1,698,848)	-	18,803,485	17,104,637
Capital Projects Funds	-	-	-	51,008,368	37,668,874	88,677,242
Debt Service Fund	-	20,423,630	-	-	-	20,423,630
Permanent Fund	-	-	-	-	243,996	243,996
Total Fund Balances	99,753,291	30,270,796	(662,646)	135,200,247	76,026,547	340,588,235
Total Liabilities and Fund Balances	\$ 459,781,245	\$ 60,076,205	\$ 2,335,691	\$ 157,879,110	\$ 133,003,149	\$ 813,075,400

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

Columbus City School District

**Reconciliation of Total Governmental Fund Balances to
Net Assets of Governmental Activities**

As of June 30, 2008

Total Governmental Fund Balances		\$ 340,588,235
<p>Amounts reported for governmental activities in the statement of net assets are different because:</p>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		454,653,642
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.		
Taxes	54,057,091	
Intergovernmental	35,213,745	
Interest	298,223	
Total	89,569,059	89,569,059
Unamortized issuance costs represent deferred charges on refundings that do not provide current financial resources and, therefore, are not reported in the funds.		2,829,625
<p>Long-Term Liabilities, including bonds, notes payable, workers' compensation obligations, capital lease obligations and the long-term portion of compensated absences, are not due and payable in the current period and therefore are not reported in the funds.</p>		
Accrued Interest Payable	(1,878,827)	
Early Retirement Incentive Payable	(7,353,222)	
Compensated Absences	(48,652,064)	
Workers Compensation	(20,892,970)	
Capital Lease Obligations	(200,931)	
Long Term Bond Anticipation Notes	(20,150,666)	
General Obligation and Energy Conservation Bonds	(388,661,330)	
Total	(487,790,010)	(487,790,010)
Net Assets of Governmental Activities		\$ 399,850,551

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

Columbus City School District

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds**

For the Fiscal Year Ended June 30, 2008

	General	Debt Service	Food Service	Classroom Facilities	Other Governmental Funds	Total Governmental Funds
Revenues						
Taxes	\$ 332,182,019	\$ 32,585,665	\$ -	\$ -	\$ 3,463,731	\$ 368,231,415
Tuition and Fees	7,127,453	-	-	-	1,822,080	8,949,533
Earnings on Investments	6,456,950	99,354	-	9,167,610	3,412,698	19,136,612
Intergovernmental	235,891,421	2,954,419	20,880,606	33,446,287	142,142,276	435,315,009
Extracurricular	-	-	-	-	1,570,609	1,570,609
Donations	140,000	-	-	-	2,212,029	2,352,029
Payments in Lieu of Taxes	5,992,191	-	-	-	-	5,992,191
Customer Sales and Service	600,515	-	4,195,278	-	1,943,404	6,739,197
Other	8,213,482	-	3,937	63,812	2,042,740	10,323,971
Total Revenues	596,604,031	35,639,438	25,079,821	42,677,709	158,609,567	858,610,566
Expenditures						
Current Operating						
Instruction:						
Regular	270,614,215	-	-	-	34,793,730	305,407,945
Special	59,843,455	-	-	-	33,108,897	92,952,352
Vocational	9,352,219	-	-	-	292,093	9,644,312
Other	42,453	-	-	-	16,431,120	16,473,573
Support Services:						
Pupil Support Services	35,806,856	-	-	-	13,143,944	48,950,800
Instructional Support Services	27,983,740	-	-	-	40,707,806	68,691,546
Administration	43,814,015	-	-	-	4,516,655	48,330,670
Business and Fiscal Services	19,705,670	486,447	-	-	1,207,031	21,399,148
Operation and Maintenance of						
Plant Services	56,887,413	-	-	5,382,504	5,459,041	67,728,958
Transportation Services-Pupils	46,940,031	-	-	-	2,612,141	49,552,172
Other	17,034,221	-	-	-	6,424,161	23,458,382
Operation of Non-Instructional Services	-	-	27,899,782	-	8,168,506	36,068,288
Extracurricular Activities	5,013,679	-	-	-	2,331,844	7,345,523
Debt Service						
Principal	96,033	46,227,599	-	-	-	46,323,632
Interest	15,205	16,634,574	-	-	-	16,649,779
Issuance Costs	-	128,604	-	-	-	128,604
Capital Outlay	4,024	-	-	140,950,404	11,803,227	152,757,655
Total Expenditures	593,153,229	63,477,224	27,899,782	146,332,908	181,000,196	1,011,863,339
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,450,802	(27,837,786)	(2,819,961)	(103,655,199)	(22,390,629)	(153,252,773)
Other Financing Sources (Uses)						
Transfers In	-	8,507,803	1,416,061	-	570,308	10,494,172
Transfers Out	(3,559,664)	-	-	-	(6,934,508)	(10,494,172)
Refunding Bonds Issued	-	6,895,000	-	-	-	6,895,000
Premium on Bonds and Notes Issued	-	204,058	-	-	-	204,058
Payment to Refunded Bond Escrow Agent	-	(7,089,055)	-	-	-	(7,089,055)
Bond Anticipation Notes Issued	-	20,092,599	-	-	26,987,599	47,080,198
Proceeds from the Sale of Assets	89,927	-	-	-	-	89,927
Total Other Financing Sources (Uses)	(3,469,737)	28,610,405	1,416,061	-	20,623,399	47,180,128
Net Changes in Fund Balances	(18,935)	772,619	(1,403,900)	(103,655,199)	(1,767,230)	(106,072,645)
Fund Balances at Beginning of Year	99,772,226	29,498,177	741,254	238,855,446	77,793,777	446,660,880
Fund Balances at End of Year	\$ 99,753,291	\$ 30,270,796	\$ (662,646)	\$ 135,200,247	\$ 76,026,547	\$ 340,588,235

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

Columbus City School District

**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, 2008

Net Change in Fund Balances- Total Governmental Funds		\$ (106,072,645)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. Capital asset additions exceeded depreciation in the current period by this amount.		
Capital Asset Additions	156,430,692	
Current Year Depreciation	<u>(31,695,625)</u>	
Total		124,735,067
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 gains and losses on the disposal of capital assets.		
Proceeds from Sale of Capital Assets	(89,927)	
Loss on Disposal of Capital Assets	(3,350,261)	
Gain on Disposal of Capital Assets	<u>896</u>	
Total		(3,439,292)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Taxes	6,392,127	
Intergovernmental	(23,642,035)	
Interest	<u>(826,800)</u>	
Total		(18,076,708)
The amortization of debt issuance costs are reported in the statement of activities but are not reported as expenditures in the governmental funds.		
		(148,832)
Repayment of bond and long term bond anticipation notes principal is recorded as expenditures in the governmental funds, but the repayment reduces liabilities in the statement of net assets and does not result in an expense in the statement of activities.		
		46,227,599
Repayments of capital lease obligations are expenditures in the governmental funds, but the repayment reduces liabilities in the statement of net assets and does not result in an expense in the statement of activities.		
		96,033
Bond issuance costs are recorded as an expenditure in the governmental funds, but are recognized as an asset and are not recorded in the statement of activities.		
		128,604
Proceeds from the sale of bonds and long term bond anticipation notes are recorded as other financing sources in the governmental funds, but the proceeds are recorded as a liability and therefore are not recorded in the statement of activities.		
		(53,975,198)
Payment to refunded escrow agent is shown as another financing use in the governmental funds, but the repayment reduces liabilities in the statement of net assets and does not result in an expense in the statement of activities.		
		7,089,055
Premiums on issuance of bonds and long term bond anticipation notes are recorded as an other financing source in the governmental funds but are recognized as a liability and not recorded on the statement of activities.		
		(204,058)
The amortization of premium from the sale of bonds and long term bond anticipation notes is recorded as a reduction of liability in the statement of net assets, but does not result in an expenditure in the governmental funds.		
		1,288,812
In the statement of activities, interest is accrued on outstanding bonds and long-term bond anticipation notes payable, whereas in governmental funds, an interest expenditure is reported when due.		
		(834,205)
The accounting loss on refunded debt is amortized over the life of the new debt on the statement of activities.		
		(1,918,047)
The accounting loss on refunded debt is reported as an expenditure at the time of refunding.		
		190,000
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Compensated Absences	3,028,886	
Early Retirement Incentive Payable	(2,155,498)	
Workers Compensation Claims Payable	(3,243,466)	
Capital Bond Accretion	<u>(2,572,419)</u>	
Total		<u>(4,942,497)</u>
Net Change in Net Assets of Governmental Activities		\$ (9,856,312)

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

Columbus City School District
Statement of Fiduciary Assets and Liabilities

As of June 30, 2008

	<u>Agency</u>
ASSETS	
Equity in Pooled Cash and Cash Equivalents	\$ 591,905
Total Assets	<u>\$ 591,905</u>
 LIABILITIES	
Due to Students	\$ 565,660
Due to Other Governments	<u>26,245</u>
Total Liabilities	<u>\$ 591,905</u>

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

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

For the Fiscal Year Ended June 30, 2008

1. DESCRIPTION OF DISTRICT AND REPORTING ENTITY

The District

The Columbus City School District, Franklin County, 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 a city district as defined by Section 3311.02 of the Ohio Revised Code. The District operates under an elected Board of Education (7 members) and is responsible for the provision of public education to residents of the District. The District also provides vocational (job training) education for residents of the District.

Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, food services, student guidance, extracurricular activities, educational media, care and upkeep of grounds and buildings of the District, and other appropriate areas. Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has assumed responsibility to finance the deficits of, or provide financial support to the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the levying of taxes or the issuance of debt. The District did not have any component units or other related organizations in fiscal year 2008.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed in the preparation of these financial statements are summarized below. These policies conform to generally accepted accounting principles (GAAP) as applied to governmental units prescribed in the statements issued by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources.

Fund Accounting

The District's accounts are maintained on the basis of funds, each of which is considered a separate accounting entity. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to specific District functions or activities. The operation of each fund is accounted for within a separate set of self-balancing accounts.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the District's major governmental funds:

General Fund

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

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs.

Food Service Fund

This fund accounts for the financial transactions related to the food service operations of the District.

Classroom Facilities Fund

The Classroom Facilities Fund is a fund provided 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.

Non-Major Governmental Funds

The other non-major governmental funds of the District account for grants and other resources whose use is restricted to a particular purpose. The District's Permanent nonmajor fund is a fund provided to account for donations/contributions where the principal balance is non-expendable and the interest can only be used for pupil support services.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, 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 are therefore not available to support the District's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's only fiduciary funds are agency funds which account for student managed activities, as well as monies held in an agency capacity on behalf of the Franklin County Educational Council. In accordance with GASB 34, fiduciary funds are not included in the government-wide statements.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Basis of Presentation

The District's Basic Financial Statements consist of Government-Wide Statements, which include the Statement of Net Assets and the Statement of Activities, and Fund 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 Statement of Net Assets presents the financial condition of Governmental Activities of the District at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the District's Governmental Activities. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. There are no indirect costs reported separately in the Statement of Activities. 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. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements

During the year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at a more detailed level. The focus of Governmental Fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Measurement Focus

The Government-Wide Financial Statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the District are included in the Statement of Net Assets. All Governmental Funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the Governmental Activities of the Government-Wide 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.

Basis of Accounting

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. The fund financial statements are prepared using either the modified accrual basis of accounting for governmental funds or the accrual basis of accounting for fiduciary funds. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

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. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. "Measurable" means the amount of the transaction can be determined, and available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within 60 days of year-end.

Non-exchange 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. (See Note 6). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. 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 on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Revenues – Exchange and Non-exchange Transactions - Continued

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: property taxes available as an advance, investment earnings, tuition, grants, and fees.

Deferred/Unearned Revenue

The District reports unearned revenue on its Statement of Net Assets and deferred revenue on its Governmental Funds Balance Sheet. Deferred/unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of June 30, 2008, but which were levied to finance fiscal year 2009 operations, have been recorded as deferred/unearned revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred/unearned revenue. On Governmental Fund Financial Statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of Governmental Fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in Governmental Funds.

Budgetary Process

The District adopts annual appropriation budgets for all funds with the exception of Agency Funds. The specific timetable for the fiscal year follows:

Prior to January 15, the District Superintendent and Treasurer submit to the Board of Education a proposed operating budget (tax budget) for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. A public hearing is publicized and conducted to obtain taxpayers comments.

No later than January 20, the Board of Education adopted budget is filed with the Franklin County Budget Commission (Commission) for rate determination.

Prior to May 15, the Board of Education accepts, by formal resolution, the tax rates as determined by the Commission and receives the Commission's Certificate of Estimated Resources (Certificate) that states the projected revenue of each budgeted fund. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate. The revised budget then serves as a basis for the appropriation measure.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Budgetary Process – Continued

On or about July 1, the Certificate is amended to include any unencumbered balances from the preceding year. The Certificate may be further amended during the year if the District Treasurer identifies projected increases or decreases in revenue. The amounts reported as the original budgeted amounts on the budgetary schedules reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The final amounts reported in the budgetary schedules reflect the amounts set forth in the final amended Certificate issued for the fiscal year. By July 1, the annual appropriation resolution (or temporary resolution) is legally enacted by the Board of Education. Appropriations by fund must be within the estimated resources as certified by the Commission. Revisions that alter appropriations for the total expenditures for each fund must be approved by the Board of Education.

Formal budgetary integration is employed as a management control device during the year for fiscal year budgeted funds. Expenditures and year-end encumbrances may not exceed appropriations at the fund total level (legal level of control). The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the revised budgeted amounts represent the final appropriation amounts passed by the Board of Education during the year. There were several revisions to appropriations for budgeted funds during the fiscal year ended June 30, 2008. The District does not budget for advances.

Encumbrances

Encumbrance accounting is utilized by the District for all funds in the normal course of operations for purchase orders and contract related expenditures. An encumbrance is a reserve on the available spending authority due to a commitment for a future expenditure and does not represent a liability. On the Fund Financial Statements encumbrances outstanding at fiscal year-end are reported as a reservation of fund balance for subsequent year expenditures for governmental funds. A reserve for encumbrances is not reported on the Government-Wide Financial Statements. Encumbrances are reported as part of expenditures on a non-GAAP budgetary basis.

Cash and Investments

Cash received by the District is deposited into one of several bank accounts with individual fund balance integrity maintained. Balances of all funds are maintained in these accounts or are temporarily used to purchase certificates of deposit or investments. All investment earnings accrue to the General Fund except those specifically related to the funds described below. The allocation to these funds is made based on the proportion of the fund balance to the pooled balance. Interest earned amounted to \$6,456,950, \$99,354, \$9,167,610, \$3,326,897, \$31,896, and \$53,905 in the General Fund, Debt Service Fund (Major Debt Service Fund), Classroom Facilities Fund (Major Capital Projects Fund), the Building Fund (Non-major Capital Projects Fund), the Endowment Fund (Non-major Permanent Fund), and the Auxiliary Services Fund (Non-major Special Revenue Fund), respectively. Of the \$6,456,950 of interest recorded in the General Fund, \$2,731,290 was assigned from other funds. The District also maintains one imprest account used solely for the payment of payroll checks.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Cash and Investments – Continued

The District records all its investments at cost and reports repurchase agreements at cost and all other investments at fair value. For purposes of presentation on the Balance Sheet and Statement of Net Assets, investments of the cash management pool are considered to be cash equivalents. The District has invested in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2008. 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, 2008. The District has also invested in repurchase agreements, Federal Home Loan Mortgage Corporation Notes, Federal Home Loan Bank Notes, Federal National Mortgage Association Notes, Federal Farm Credit Notes, and commercial paper.

To improve cash management, cash received by the District is pooled. Monies for all funds, are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the basic financial statements.

The District maintains contractor retainages in various bank accounts and these amounts are reported as "Cash and Cash Equivalents with Escrow Agent" on the basic financial statements.

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. For governmental funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption and are expensed when used.

Commodities are valued at fair market value at the time of donation.

Capital Assets and Depreciation

General capital assets are those assets used for governmental activities. These assets generally result from expenditures in the governmental funds. These assets are reported in the Governmental Activities column of the Government-Wide Statement of Net Assets but are not reported in the Fund Financial Statements.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Capital Assets and Depreciation - Continued

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$5,000 for furniture, equipment, and vehicles. For construction in progress, land improvements, and building improvements the District maintains a capitalization threshold of \$50,000. The District's capitalization threshold for land and buildings is \$0. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets except land and construction in progress, are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Land improvements	10-40 years
Buildings and improvements	5-100 years
Furniture and equipment	3-30 years
Vehicles	3-25 years

Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "Interfund Receivables/Payables." These amounts are eliminated in the Governmental Activities column of the Statement of Net Assets.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Compensated Absences

Vacation and personal leave benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate its employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive severance benefits and those the District has identified as probable of receiving payment in the future. The District records an accrual for sick leave for all employees with ten or more years of service. The accrual amount is based upon accumulated sick leave and employees' wage rates at year-end, taking into consideration any limits specified in the District's severance policy. The entire compensated absence liability is reported in the Government-Wide Financial Statements. The amount of accumulated vacation and sick leave of employees paid from Governmental Funds has been recorded in the appropriate Governmental Fund as a current liability to the extent that the employees have applied for leave payment, but have not received payment as of June 30, 2008 and the amounts have matured. The noncurrent portion of this liability is not reported in the Fund Financial Statements.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the Government-Wide Financial Statements. In general, Governmental Fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, claims and judgments, compensated absences, and special termination benefits that will be paid from Governmental Funds are reported as a liability in the Fund Financial Statements only to the extent that they are normally due for the payment during the current fiscal year.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consist of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for acquisition, construction or improvements of those assets. Net assets are reported as restricted for Debt Service, Capital Projects, Permanent Fund, Classroom Facilities Maintenance, Auxiliary Services Program, IDEA Part B Program, Title I Program, Improving Teacher Quality Program, and Other Purposes 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 expendable and nonexpendable portions of Permanent Fund net assets are based upon external restrictions imposed by donors whereas the expendable portion of net assets must be used for school district purposes and the nonexpendable portion must be retained intact by the District. The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Of the District's \$163,592,601 restricted net assets, \$0 is restricted by enabling legislation.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Fund Balance Reserves

Reserved fund balances indicate that portion of fund balances, which are not available for current appropriation or are legally segregated for a specific use. Fund balances are reserved for encumbrances, property tax revenue reserved for future year's appropriations and endowments. The reserve for property tax represents taxes recognized as revenue under Generally Accepted Accounting Principles but not available for appropriation under State statute. The reserve for endowments signifies the legal restrictions on the use of principal donated to the District. The unreserved portions of fund balance reflected for Governmental Funds are available for use within the specific purpose of those funds.

Intergovernmental Revenues

In Governmental Funds, entitlements and grants not based on reimbursement are recorded as intergovernmental receivables and revenues when eligibility requirements have been satisfied and when measurable and available. Reimbursement type grants are recorded as intergovernmental receivables and revenues when eligibility requirements have been satisfied and when the related expenditures are incurred.

Interfund Transactions

All transfers between Governmental Activities have been eliminated in the Government-Wide Financial Statements. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures 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. Repayments from funds responsible for particular expenditures to the funds that initially paid for them are not presented on the financial statements.

Estimates

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

3. COMPLIANCE AND ACCOUNTABILITY

The Food Service Major Special Revenue Fund had a fund balance deficit of \$662,646. The Parents as Teachers, Poverty Based Aid, Adult Basic Education, Special Education Part B – IDEA, Vocational Education, Transition Program for Refugee Children, Title I, Innovative Programs – Title V, Early Childhood Special Education – IDEA, Improving Teacher Quality – Title II-A, and Miscellaneous Federal Grants Non-major Special Revenue Funds had the following deficit fund balances: \$5,650, \$2,133,596, \$1,724, \$390,632, \$46,882, \$69,876, \$1,594,035, \$285,530, \$5,707, \$184,826, and \$1,593,311, respectively. The Power Up Technologies and School Building Assistance Limited Non-major Capital Projects Funds had deficit fund balances of \$721,000 and \$1,189,021, respectively. The General Fund provides transfers when cash is required, not when expenditures are incurred.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

3. COMPLIANCE AND ACCOUNTABILITY - Continued

The following funds had original appropriations in excess of original estimated resources:

<u>Fund Name</u>	<u>Amount</u>
Building Fund	\$ 13,778,250
Classroom Facilities Fund	89,350,382
Schoolnet Equipment Fund	14,997
School Building Assistance Limited Fund	21
Food Service Fund	2,434,672
Adult Education Fund	186,050
Public School Support Fund	361,192
Other Grants Fund	3,530,140
WCBE Fund	707,496
Latchkey Fund	757,103
Computer Network Class "A" Site Fund	190,000
District Managed Activities Fund	1,465,107
Auxiliary Services Fund	2,496,420
Post Secondary Vocational Education Fund	10,025
Teacher Development Fund	1,425,000
Gifted Education Fund	25,000
Management Information Systems Fund	96,142
Public School Preschool Fund	335,688
Entry Year Programs Fund	110,935
Data Communication Fund	1,050,000
Schoolnet Professional Development Fund	46,490
Ohio Reads Fund	489,093
Vocational Educational Enhancements Fund	150,000
Miscellaneous State Grants Fund	1,929,497
Special Education Part B-IDEA Fund	8,017,697
Vocational Education Fund	243,209
Title III - Limited English Proficiency Fund	1,196,351
Transition Program for Refugee Children Fund	46,239
Title I Fund	17,595,664
Innovative Programs - Title V Fund	976,344
Safe and Drug-Free Schools Grants - Title IV-A Fund	15,798
Early Childhood Special Education - IDEA Fund	179,512
Improving Teacher Quality - Title II-A Fund	12,955,742
Miscellaneous Federal Grants Fund	18,577,652

Contrary to Ohio Revised Code 5705.39, the WCBE Fund had final appropriations in excess of final estimated resources by \$170,001.

The District plans to monitor budgets more closely to correct budgetary issues.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

4. CHANGE IN ACCOUNTING PRINCIPLES

For the fiscal year 2008, the School District implemented GASB Statement No. 50, *Pension Disclosures—an amendment of GASB Statements No. 25 and No. 27*, GASB Statement No. 48 *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*, and GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. GASB Statement No. 50 more closely aligns the financial reporting requirements for pensions with those for other postemployment benefits (OPEB) by requiring defined benefit pension plans to include the legal or contractual maximum contribution rates and, in doing so, enhances information disclosed in notes to financial statements or presented as required supplementary information (RSI) by pension plans and by employers that provide pension benefits. GASB Statement No. 48 addresses how to account for the exchange of an interest in expected cash flows from collecting specified receivables or specific future revenues for immediate cash payments. The statement established criteria used to determine whether the transaction should be recorded as revenue or as a liability (a sale or collateralized borrowing). GASB Statement No. 45 establishes standards for the measurement, recognition, and display of OPEB expense/expenditures and related liabilities (assets), note disclosures, and, if applicable, required supplementary information (RSI) in the financial reports of state and local governmental employers. The application of these new standards did not have a material effect on the basic financial statements, nor did their implementation require a restatement of prior year balances.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

5. POOLED CASH AND CASH EQUIVALENTS

The District records all its investments at cost and reports repurchase agreements at cost and all other investments at fair value. At June 30, 2008 the District's fair value for investments exceeded cost by \$1,599,012.

State statutes classify monies held by the District into three categories.

Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the District Treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that the Board of Education has identified as not required for use within the current five-year period of designation of depositories. Inactive deposits must either be evidenced by 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.

Interim deposits are deposits of interim monies. Interim monies are those monies that are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

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

1. United States treasury notes, bills, bonds, or other obligations or security issued by the United States treasury or any other obligation guaranteed as to the payment of principal and interest by the United States;
2. Bonds, notes, debentures, or 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;
3. 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;
4. Bond and other obligations of the State of Ohio, its political subdivisions, or other units or agencies of this State or its political subdivisions;
5. Time certificates of deposit or savings or deposit accounts, including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio);
8. Commercial paper and bankers acceptances if training requirements have been met;
9. High grade commercial paper in an amount not to exceed five percent of the District's total average portfolio; and
10. Bankers acceptances for a period not to exceed 270 days and in an amount not to exceed ten percent of the District's total average portfolio.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

5. POOLED CASH AND CASH EQUIVALENTS - Continued

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Investments may only be made through specified dealers and institutions.

Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the School District's deposits may not be returned to it. According to state law, public depositories must give security for all public funds on deposit in excess of those funds that are insured by the Federal Deposit Insurance Corporation (FDIC) or by any other agency of instrumentality of the federal government. These institutions may either specifically collateralize individual accounts in lieu of amounts insured by the FDIC, or may pledge a pool of government securities valued at least 105% of the total value of public monies on deposit at the institution. The School District's policy is to deposit money with financial institutions that are able to abide by the laws governing insurance and collateral of public funds.

As of June 30, 2008, \$80,316,410 of the School District's bank balance of \$80,748,130 held by the District was exposed to custodial credit risk because it was uninsured and uncollateralized. Although all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements would potentially subject the District to a successful claim by the FDIC.

Investments

As of June 30, 2008, the District had the following investments and maturities:

Description	Fair Value	Investment Maturities (in years)		Concentration of Credit Risk
		Less than 1	1-2	
June 30, 2008:				
Star Ohio	\$ 8,264,632	\$ 8,264,632	\$ -	3.40%
Repurchase Agreements	41,404,908	41,404,908	-	17.05%
Federal Home Loan Bank Notes	67,051,838	65,055,578	1,996,260	27.62%
Federal Home Loan Mortgage Corporation				
Discount Notes	46,969,318	43,444,048	3,525,270	19.34%
Federal National Mortgage Association Notes	63,775,678	60,780,358	2,995,320	26.26%
Federal Farm Credit Notes	9,388,625	9,388,625	-	3.87%
ABM Amro North American Financial				
Discount Commercial Paper	2,997,600	2,997,600	-	1.23%
Nordea North American Inc.				
Discount Commercial Paper	2,997,600	2,997,600	-	1.23%
Total Investments	<u>\$ 242,850,199</u>	<u>\$ 234,333,349</u>	<u>\$ 8,516,850</u>	<u>100.00%</u>

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

5. POOLED CASH AND CASH EQUIVALENTS - Continued

Interest rate risk – As a means of limiting its exposure to fair value losses caused by rising interest rates, the District attempts, to the extent possible to match investments with anticipated cash flow requirements. Unless matched to a specific obligation or debt of the District, the District will not directly invest in securities maturing more than five years from the date of investment. The District does not have a formal policy regarding interest rate risk.

Credit Risk – STAR Ohio was rated AAAM by Standard & Poor's. The Federal Home Loan Mortgage Corporation Discount Notes long term securities are rated AAA by Standard & Poors and Aaa by Moody's. The Federal Home Loan Mortgage Corporation Discount Notes short term securities are rated A-1+ by Standard & Poors and Prime-1 by Moody's. The Federal Home Loan Bank Notes long term securities are rated AAA by Standard & Poors and Aaa by Moody's. The Federal Home Loan Bank Notes short term securities are rated A-1+ by Standard & Poors and Prime-1 by Moody's. The Federal National Mortgage Association Discount Notes long term securities are rated AAA by Standard & Poors and Aaa by Moody's. The Federal National Mortgage Association Discount Notes short term securities are rated A-1+ by Standard & Poors and Prime-1 by Moody's. The Federal Farm Credit Notes are all long term securities rated AAA by Standard & Poors and Aaa by Moody's. The ABM Amro North American Financial Discount Commercial Paper is rated A-1+ by Standard & Poors and Prime-1 by Moody's. The Nordea North American Inc. Discount Commercial Paper is rated A-1+ by Standard & Poors and Aa2/B+ by Moody's. ORC 135.14(B)(7)(a) limits commercial paper purchases to those assigned the highest credit rating by two nationally recognized rating services. The District's investment policy limits their investments to those authorized by state statute.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All of the District's securities are either insured and registered in the name of the District or at least registered in the name of the District, other than the District's repurchase agreements which are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty's trust department or agent but not in the District's name. The District has no investment policy dealing with investment custodial risk beyond the requirement in state statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

Concentration of Credit Risk - The School District places no limit on the amount it may invest in any one issuer. See Page F-33 for the Concentration of Credit Risk for the District's investments. The investments in Star Ohio and repurchase agreements have investment maturities of 0 days.

6. PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility, and tangible personal (used in business) property located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at 35% of appraised market value. All property is required to be revalued every six years. Public utility property taxes are assessed on tangible personal property at 88% of true value (with certain exceptions) and on real property at 35% of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31 of the current year. Tangible personal property assessments are 25% of true value.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

6. PROPERTY TAXES - Continued

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Ohio House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property will be eliminated by calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces revenue lost by the District due to the phasing out of the tax. In calendar years 2006-2010, the District will be fully reimbursed at the level of calendar year 2004 assessed values for the lost revenue. In calendar years 2011-2017, the reimbursements will be phased out.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. The District receives property taxes from Franklin County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2008 are available to finance fiscal year 2009 operations. The amount available to be advanced can vary based on the date the tax bills are sent. Accrued property taxes receivable represents real property, tangible personal property, and public utility taxes, which became measurable as of June 30, 2008 and delinquent taxes outstanding. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2008, was \$93,532,409 in the General Fund, \$9,847,166 in the Debt Service Fund, and \$1,044,238 in the Classroom Facilities Maintenance Non-Major Special Revenue Fund. The assessed values upon which the fiscal year 2008 taxes were collected are as follows:

	2007 Second- Half Collections	2008 First- Half Collections
Real Property		
Residential/Agricultural	\$ 5,589,997,460	\$ 5,641,772,850
Commercial/Industrial	3,833,953,470	3,961,562,950
Public Utilities	6,755,750	8,728,340
Tangible Personal Property Taxes		
General	453,358,094	254,448,704
Public Utilities	<u>283,009,390</u>	<u>194,751,730</u>
	<u>\$ 10,167,074,164</u>	<u>\$ 10,061,264,574</u>
Tax rate per \$1,000 of assessed valuation	\$67.65	\$67.65

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

7. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2008, is as follows:

	Balance 6/30/2007	Additions	Deductions	Balance 6/30/2008
Governmental Activities:				
Capital Assets, not being depreciated:				
Land	\$ 29,281,806	\$ 304,206	\$ -	\$ 29,586,012
Construction in Progress	140,982,854	155,526,546	(100,947,571)	195,561,829
Total Capital Assets, not being depreciated	170,264,660	155,830,752	(100,947,571)	225,147,841
Capital Assets, being depreciated:				
Land Improvements	21,803,162	-	(5,063,686)	16,739,476
Buildings and Improvements	402,388,498	100,811,329	(27,480,351)	475,719,476
Furniture and Equipment	78,709,591	351,289	(48,574,980)	30,485,900
Vehicles	27,179,586	384,893	(159,406)	27,405,073
Total Capital Assets, being depreciated	530,080,837	101,547,511	(81,278,423)	550,349,925
Less Accumulated Depreciation:				
Land Improvements	(14,535,563)	(575,929)	2,928,725	(12,182,767)
Buildings and Improvements	(262,912,110)	(27,950,349)	26,949,364	(263,913,095)
Furniture and Equipment	(69,863,108)	(2,235,426)	47,903,770	(24,194,764)
Vehicles	(19,765,880)	(933,921)	146,303	(20,553,498)
Total Accumulated Depreciation	(367,076,661)	(31,695,625)	77,928,162	(320,844,124)
Total Capital Assets, being depreciated, net	163,004,176	69,851,886	(3,350,261)	229,505,801
Governmental Activities Capital Assets Net	\$ 333,268,836	\$ 225,682,638	\$ (104,297,832)	\$ 454,653,642

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

7. CAPITAL ASSETS – Continued

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 23,800,761
Special Instruction	321,073
Vocational Instruction	3,700,353
Adult/Continuing Instruction	14,720
Pupil Support Services	364,275
Instructional Support Services	81,487
Administration	1,280,198
Business and Fiscal Services	14,071
Operation and Maint. of Plant Serv.	451,574
Pupil Transportation	942,677
Other Support Services	343,418
Operation of Non-Instructional Services	338,769
Extracurricular Activities	<u>42,249</u>
Total Depreciation Expense - 2008	<u>\$ 31,695,625</u>

During fiscal year 2008, the District changed certain treatment for reporting capital assets. The District decided to exclude capital assets in lots where the individual asset cost did not equal or exceed their capitalization threshold.

8. DEFEASED DEBT

On May 15, 1993, the District advance refunded three general obligation bonds with an aggregate outstanding balance of \$86,015,000. The refunded general obligation bonds are not reported in the accompanying financial statements. The remaining balance on the refunded general obligation bonds as of June 30, 2008 was \$21,485,000.

On October 11, 2006, the District advance refunded \$156,105,000 of Series 2003 Bonds and \$134,085,000 of Series 2004 Bonds. This was a partial refunding as there are still outstanding balances of Series 2003 Bonds and Series 2004 Bonds. The above amounts of refunded bonds are considered defeased and are not reported in the accompanying basic financial statements. The remaining balance on these refunded bonds as of June 30, 2008 was \$286,240,000.

On November 29, 2007, the District issued \$6,895,000 in Series 2007 bonds to provide resources to pay off a portion of a bond anticipation note issued on July 24, 2007 which was used in part to make the December 1, 2007 principal payment and to advance refund on December 13, 2007 the remaining balance of \$6,705,000 of the Series 2001 general obligation bonds. The refunded general obligation bonds are not reported in the accompanying financial statements. The remaining balance on these refunded bonds as of June 30, 2008 was \$6,705,000.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

9. LONG-TERM DEBT AND OTHER OBLIGATIONS

Long-term debt and other obligations at June 30, 2008 and the related transactions for the year then ended are summarized below:

<u>Issue Date</u>	<u>Interest Rate</u>	<u>Date Through</u>	<u>July 1, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2008</u>	<u>Due Within One Year</u>
Governmental Activities:							
General Obligation Bonds							
05/15/93	3 1/2 - 8 1/4	12/01/11	\$ 26,745,843	\$ 2,002,132	\$ 8,465,000	\$ 20,282,975	\$ 8,465,000
Original Issue Amount			\$86,012,613				
11/21/01	3 - 5 1/2	12/01/28	6,895,000	-	6,895,000	-	-
Original Issue Amount			\$7,760,000				
05/01/03	2 - 5	12/01/31	39,505,000	-	4,325,000	35,180,000	4,440,000
Original Issue Amount			\$206,879,996				
Premium on Bonds Issued			1,197,266	-	49,306	1,147,960	-
07/07/04	3 - 5	12/01/32	22,785,000	-	4,130,000	18,655,000	1,500,000
Original Issue Amount			\$168,682,750				
Premium on Bonds Issued			654,264	-	78,996	575,268	-
10/11/06	5 1/4 - 6 3/4	12/01/32	282,245,034	570,287	1,430,000	281,385,321	1,495,000
Original Issue Amount			\$282,864,897				
Accounting Loss			(11,055,898)	-	(1,912,442)	(9,143,456)	-
Premium on Bonds Issued			28,907,175	-	1,099,877	27,807,298	-
11/29/07	4 - 5	12/01/28	0	6,895,000	-	6,895,000	210,000
Original Issue Amount			\$6,895,000				
Accounting Loss			-	(190,000)	(5,605)	(184,395)	-
Premium on Bonds Issued			-	87,923	2,565	85,358	-
Energy Conservation Bonds							
10/01/00	5 1/4 - 6 3/4	06/01/15	6,675,000	-	700,000	5,975,000	735,000
Original Issue Amount			\$10,380,000				
Notes							
12/13/07	3 3/4	12/13/08	\$ -	\$ 20,092,599	\$ -	\$ 20,092,599	\$ -
Original Issue Amount			\$86,012,613				
Premium on Notes Issued			-	116,135	58,068	58,067	-
07/24/07	4 1/3	12/13/07	\$ -	\$ 26,987,599	\$ 26,987,599	\$ -	\$ -
Original Issue Amount			\$26,987,599				
Compensated Absences Payable			51,680,950	6,444,581	9,473,467	48,652,064	1,481,573
**ESP/LSP Programs			5,197,724	8,199,023	6,043,525	7,353,222	7,353,222
Obligations Under Capital Leases			296,964	-	96,033	200,931	101,956
Bureau of Workers Compensation							
Retro-active Plan Claims - Payable			17,649,504	20,892,970	17,649,504	20,892,970	-
Total Governmental Activities			<u>\$ 479,378,826</u>	<u>\$ 92,098,249</u>	<u>\$ 85,565,893</u>	<u>\$ 485,911,182</u>	<u>\$ 25,781,751</u>

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

9. LONG-TERM DEBT AND OTHER OBLIGATIONS - Continued

** The District offered an Extended Severance Payout (ESP) Program in fiscal year 2004 and a Limited Separation Plan (LSP) in fiscal year 2006 and fiscal year 2008. These programs were contracted out with EPC (Educator's Preferred Corporation). The District pays a set fee each year to EPC, and EPC manages the contracts with the employees electing the ESP or LSP Plans. The employees are paid according to their contracts, in monthly installments determined at the commencement of the contract. As of June 2008, there were 226 participants involved in these programs. These programs included separation incentives, accrued sick leave, accrued vacation leave, and accrued personal leave components paid out over a time period from 24 to 96 months. The ESP/LSP liability above includes only the salary component, while the accrued sick, vacation and personal leave components are reported within the compensated absences liability. The separation incentives for ESP/LSP plans outstanding at June 30, 2008 totaled \$11,257,781 at the inception of the agreements.

On July 24, 2007, the District issued bond anticipation notes in the amount of \$26,987,599 to provide additional funding for the Classroom Facilities Projects and to provide monies to advance refund \$6.9 million in 2001 general obligation bonds. These bond anticipation notes were issued at an interest rate of 4.35% and with a maturity date of December 13, 2007. These notes were paid off on December 13, 2007.

In order to repay the aforementioned notes, the District made two additional debt issuances. The District issued School Facilities Construction and Improvement Bonds on November 29, 2007 in the amount of \$6,895,000 at an interest rate of 4.5%, which mature on December 1, 2028. The net premium of \$87,923 has been recorded as an addition to the 2007 Bonds and is being amortized over the life of the bonds. The bond issuance costs of \$40,681 were capitalized as an asset and are being amortized over the life of the bonds. The net loss on the refunding of the bonds in the amount of \$190,000 was recorded as a reduction of the bonds and will be amortized (added to) the bond liability over the life of the refunded 2001 Bonds. The refunding resulted in the District restructuring its debt service payments with a cash flow difference of (\$138,635) over the life of the bonds and an economic gain (difference between the present values of the old and new debt service payments) of \$88,746. The District also issued bond anticipation notes on December 13, 2007 in the amount of \$20,092,599. These notes have an interest rate of 3.75% and matured on December 1, 2008 when they were refinanced with bonds issued.

In October 2006 the District issued \$282,864,897 in School Facilities Construction and Improvement Refunding Bonds which are considered General Obligation Bonds. These bonds were issued to advance refund \$156,105,000 of Series 2003 Bonds and \$134,085,000 of Series 2004 Bonds. This was a partial refunding as there are still outstanding balances of Series 2003 Bonds and Series 2004 Bonds. The above amounts of refunded bonds are considered defeased and are not reported in the accompanying basic financial statements.

All General Obligation Bonds and Energy Conservation Bonds outstanding are general obligations of the District for which the full faith and credit of the District is pledged for repayment. The source of repayment is derived from a current 2.72 mill bonded debt tax levy. Compensated absences payable will be paid from the funds from which the employees were paid with the most significant funds being the General Fund, the Food Service Major Special Revenue Fund, and the Title I Non-major Special Revenue Fund. The ESP/LSP liability will be paid from the General Fund. The Workers' Compensation claims payable will be paid from the General Fund. Obligations under capital leases will be paid from the General Fund. Under Ohio Revised Code debt limitations, the District has the capacity to issue \$10.1 million in additional unvoted general obligation debt and \$569.7 million in overall additional debt.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

9. LONG-TERM DEBT AND OTHER OBLIGATIONS - Continued

Future Long-term Debt

A summary of the District's future long-term debt funding requirements as of June 30, 2008 follows:

<u>Year of Funding</u>	<u>General Obligation Bonds</u>		<u>Energy Conservation Bonds</u>		<u>Long Term Bond Anticipation Note</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2009	\$ 9,503,745	\$ 15,557,896	\$ 735,000	\$ 304,355	\$ 20,092,599	\$ 749,287
2010	8,949,183	15,301,921	770,000	268,708	-	-
2011	9,087,272	14,991,867	810,000	230,978	-	-
2012	9,198,650	14,632,490	850,000	190,478	-	-
2013	11,190,000	14,185,884	890,000	147,128	-	-
2014-2018	64,385,000	62,289,966	1,920,000	153,498	-	-
2019-2023	81,800,000	44,387,044	-	-	-	-
2024-2028	83,984,890	22,264,163	-	-	-	-
2029-2033	67,935,007	8,585,314	-	-	-	-
Totals	<u>\$ 346,033,747</u>	<u>\$ 212,196,545</u>	<u>\$ 5,975,000</u>	<u>\$ 1,295,145</u>	<u>\$ 20,092,599</u>	<u>\$ 749,287</u>

The above amortization schedule (principal payments) does not agree to the bonds payable amount on page F-38 because it does not include the \$1,147,960 in unamortized premium on the 2003 bond issue, \$575,268 in unamortized premium on the 2004 bond issue, \$27,807,298 in unamortized premium on the 2006 bond issue, \$85,358 in unamortized premium on the 2008 bond issue, and \$58,067 in unamortized premium on the long term 2007 bond anticipation note payable. The above amortization schedule also does not include \$9,143,456 in unamortized loss on the refunding of a portion of the 2003 and 2004 bonds which is being amortized over the remaining life of the refunded bonds and added back to the principal balance of the 2006 bonds and \$184,395 in unamortized loss on the refunding of the 2001 bonds which is being amortized over the remaining life of the bonds and added back to the principal balance of the 2008 bonds. This amortization schedule also does not include the unaccreted portion of the 2006 Capital Appreciation Bonds in the amount of \$54,730,103, of which \$570,286 has been accreted as of June 30, 2008. The amortization schedule also does not include the unaccreted portion of the 1993 Capital Appreciation bonds in the amount of \$21,860,000 of which \$20,282,975 has been accreted as of June 30, 2008. Capital Appreciation Bonds were accreted in the amount of \$2,572,418 for fiscal year June 30, 2008.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

9. LONG-TERM DEBT AND OTHER OBLIGATIONS - Continued

Capital Lease Obligations

During fiscal year 2007 the District had no new leases. The District has entered into several lease agreements in past years to lease various types of equipment. The terms of the agreements provide options to purchase the equipment. The leases all met the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. The capital lease payments for all leases related to the General Fund have been classified as debt service in the General Fund in the fund financial statements. These expenditures are reflected as program/function expenditures on a budgetary basis.

For the leased assets related to the Governmental Funds, capital assets acquired by lease have been capitalized in the Government-Wide Financial Statements as furniture and equipment in an amount equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded in the Government-Wide Financial Statements. The District's future minimum lease payments under capital lease obligations for Governmental Activities as of June 30, 2008 are as follows:

<u>Fiscal Year</u>	<u>Governmental Activities Capital Leases</u>
2009	\$111,239
2010	<u>101,969</u>
Total minimum lease payments	213,208
Less: amount representing interest	<u>12,277</u>
Present value of minimum lease payments	<u>\$200,931</u>

The original future market value of the capital leases above and the amount capitalized as part of capital assets was \$479,490.

Sale/Leaseback Operating Lease

On December 15, 2005, the District sold the Northeast Career Center to Morso Holding Company for a net amount of \$9,796,800. The Center is being leased back to the District until December 31, 2008, for an operations basis for yearly rental payments of \$1 per year.

10. DEFINED BENEFIT PENSION PLANS

School Employees Retirement System

The Columbus City School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death 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. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling (614) 222-5853. It is also posted on SERS' website, at www.ohsers.org, under Forms and Publications.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

10. DEFINED BENEFIT PENSION PLANS - Continued

Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current rate is 14 percent of annual covered payroll. For fiscal years 2008, 2007 and 2006, 9.16%, 10.68% and 10.58%, respectively, were the portions allocated to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum of 10 percent for plan members and 14 percent for employers. The District's required contributions for pension obligations to SERS for the years ended June 30, 2008, 2007, and 2006 were \$10.2 million, \$11.7 million, and \$11.1 million, respectively. 43.4% has been contributed for fiscal year 2008 and 100% for the fiscal years 2007 and 2006. \$6,215,723 represents the unpaid contribution for fiscal year 2008.

State Teachers Retirement System

The District contributed to the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing multiple employer defined benefit pension plan. STRS Ohio is a statewide retirement plan for licensed teachers and other faculty members employed in the public schools of Ohio or any school, college, university, institution or other agency controlled, managed and supported in whole or in part, by the state or any political subdivision thereof. STRS Ohio provides retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to plan members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS Ohio issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3371 or by calling (614) 227-4090.

Plan Options –New members have a choice of three retirement plan options. In addition to the Defined Benefit (DB) Plan, new members are offered a Defined Contribution (DC) Plan and a Combined Plan. The DC Plan allows members to allocate all their member contributions and employer contributions equal to 10.50% of earned compensation. The Combined Plan offers features of the DC Plan and the DB Plan. In the Combined Plan, member contributions are allocated by the member, and employer contributions are used to fund a defined benefit payment at a reduced level from the regular DB Plan. Contributions into the DC Plan and the Combined Plan are credited to member accounts as employers submit their payroll information to STRS Ohio, generally on a biweekly basis. 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.

DB Plan Benefits – Plan benefits are established under Chapter 3307 of the Revised Code. Any member may retire who has (i) five years of service credit and attained age 60; (ii) 25 years of service credit and attained age 55; or (iii) 30 years of service credit regardless of age. The annual retirement allowance, payable for life, is the greater of the "formula benefit" or the "money-purchase benefit" calculation. Under the "formula benefit," the retirement allowance is based on years of credited service and final average salary, which is the average of the member's three highest salary years. The annual allowance is calculated by using a base percentage of 2.2% multiplied by the total number of years of service credit (including Ohio-valued purchased credit) times the final average salary. The 31st year of earned Ohio service credit is calculated at 2.5%. An additional one-tenth of a percent is added to the calculation of every year of earned Ohio service over 31 years (2.6% for 32 years, 2.7% for 33 years and so on) until 100% of final average salary is reached. For members with 35 or more years of Ohio contributing service, the first 30 years will be calculated at 2.5% instead of 2.2%. Under the "money-purchase benefit" calculation, a member's lifetime contributions plus interest at specified rates are matched by an equal amount from other STRS Ohio funds. This total is then divided by an actuarially determined annuity factor to determine the maximum annual retirement allowance.

DC Plan Benefits – Benefits are established under Sections 3307.80 to 3307.89 of the Revised Code. For members who select the DC Plan, all member contributions and employer contributions at a rate of 10.50% are placed in an investment account. The member determines how to allocate the member and employer money among various investment choices. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump-sum withdrawal. Employer contributions into members' accounts are vested after the first anniversary of the first day of paid service. 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.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

10. DEFINED BENEFIT PENSION PLANS - Continued

Combined Plan Benefits – Member contributions are allocated by the member, and employer contributions are used to fund a defined benefit payment. A member's defined benefit is determined by multiplying 1% of the member's final average salary by the member's years of service credit. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60. The defined contribution portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Eligible faculty of Ohio's public colleges and universities may choose to enroll in either STRS Ohio or an alternative retirement plan (ARP) offered by their employer. Employees have 120 days from their employment date to select a retirement plan. A retiree of STRS Ohio or another Ohio public retirement system is eligible for reemployment as a teacher following the elapse of two months from the date of retirement. Contributions are made by the reemployed member and employer during the reemployment. Upon termination of reemployment or age 65, whichever comes later, the retiree is eligible for a money-purchase benefit or a lump-sum payment in addition to the original retirement allowance. Benefits are increased annually by 3% of the original base amount.

The Defined Benefit and Combined Plans offer access to health care coverage to eligible retirees who participated in the plans and their eligible dependents. Coverage under the current program includes hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. By Ohio law, health care benefits are not guaranteed.

A Defined Benefit 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. A death benefit of \$1,000 is payable to the beneficiary of each deceased retired member who participated in the Defined Benefit Plan. Death benefit coverage up to \$2,000 can be purchased by participants in the DB, DC or Combined Plans. Various other benefits are available to members' beneficiaries.

For fiscal years 2008, 2007 and 2006, plan members were required to contribute 10% of their annual covered salaries. For fiscal years 2008, 2007 and 2006, the District was required to contribute 14%, 13% of which was the portion used to fund pension obligations. Chapter 3307 of the Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the STRS Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. The District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2008, 2007, and 2006 were \$40.4 million, \$40.2 million, and \$41.5 million, respectively; 82.5% has been contributed for fiscal year 2008 and 100% for fiscal years 2007 and 2006. \$6,547,082 represents the unpaid contribution for fiscal year 2008 and is recorded as a liability within the respective funds.

STRS Ohio issues a stand-alone financial report. Additional copies or copies of STRS Ohio's 2007 Comprehensive Annual Financial Report can be requested by writing to STRS Ohio, 275 E. Broad Street, Columbus, Ohio 43215-3371, by calling 614-227-4090, or by visiting the STRS Ohio Web site at www.strsoh.org.

Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 2008, two members of the Board of Education had elected Social Security. The Board's liability is 6.2 percent of wages paid.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

11. POSTEMPLOYMENT BENEFITS

State Teachers Retirement System

STRS Ohio administers a pension plan that is comprised of: a defined benefit plan; a self-directed defined contribution plan; and a combined plan, which is a hybrid of the defined benefit and defined contribution plan.

Ohio law authorizes STRS Ohio to offer a cost-sharing, multiple-employer health care plan. STRS Ohio provides access to health care coverage to eligible retirees who participated in the defined benefit or combined plans. Coverage under the current program includes hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. Pursuant to Section 3307 of the Revised Code, the Retirement Board has discretionary authority over how much, if any, of the associated health care costs will be absorbed by STRS Ohio. All benefit recipients, for the most recent year, pay a portion of the health care costs in the form of a monthly premium.

By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14% of covered payroll. For the fiscal years 2008, 2007 and 2006, the STRS Board allocated employer contributions equal to 1% of covered payroll to the Health Care Reserve Fund. For the District, this amount equaled \$3,107,595 for fiscal year 2008, \$3,092,479 for fiscal year 2007, and \$3,190,420 for fiscal year 2006.

STRS Ohio issues a stand-alone financial report. Interested parties can view the most recent Comprehensive Annual Financial Report by visiting www.strsoh.org or by requesting a copy by calling toll free (888) 227-7877.

School Employees Retirement System

Postemployment Benefits

In addition to a cost-sharing multiple-employer defined benefit pension plan, the School Employees Retirement System of Ohio (SERS) administers two postemployment benefit plans.

Medicare Part B Plan

The Medicare B plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Ohio Revised Code 3309.69. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B premium for calendar year 2008 was \$96.40 per month; SERS' reimbursement to retirees was \$45.50 per month.

The Retirement Board, acting with the advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare B Fund. For fiscal years 2008, 2007, and 2006, the actuarially required allocations were 0.66 percent, 0.68 percent, and 0.78 percent, respectively. For the School District, contributions for the fiscal years ended June 30, 2008, 2007, and 2006 were \$737,532, \$745,590, and \$815,212, respectively, which equaled the required contributions for those years.

Health Care Plan

Ohio Revised Code 3309.375 and 3309.69 permit SERS to offer health care benefits to eligible retirees and beneficiaries. SERS' Retirement Board reserves the right to change or discontinue any health plan or program. SERS offers several types of health plans from various vendors, including HMOs, PPOs, and traditional indemnity plans. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrators and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively.

The Ohio Revised Code provides the statutory authority to fund SERS' post-employment benefits through employer contributions. Active members do not make contributions to the post-employment benefit plans.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

11. POSTEMPLOYMENT BENEFITS - Continued

The Health Care Fund was established under, and is administered in accordance with, Internal Revenue Code 401(h). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14 percent contribution to the Health Care Fund. At June 30, 2008, 2007, and 2006, the health care allocations were 4.18 percent, 3.32 percent, and 3.42 percent, respectively. The actuarially required contribution (ARC), as of the December 31, 2006 annual valuation (the latest available), was 11.50 percent of covered payroll. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities of the plan over a period not to exceed thirty years. For the School District, the amounts contributed to fund health care benefits, including the surcharge, during the 2008, 2007, and 2006 fiscal years equaled \$3,056,188, \$2,860,671, and \$5,664,678, respectively.

An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2008, the minimum compensation level was established at \$35,800.

The SERS Retirement Board establishes the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending upon the plan selected, qualified years of service, Medicare eligibility, and retirement status.

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 fiscal 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. Effective January 1, 2004, all retirees and beneficiaries are required to pay a portion of their health care premiums. The portion is based on years of service, Medicare eligibility and retirement status. A safety net is in place for retirees whose household income falls below federal poverty levels. Premiums are reduced by 50 percent for those who apply.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

12. INTERFUND TRANSACTIONS

Interfund balances at June 30, 2008, consist of the following individual fund receivables and payables, which are expected to be repaid during the 2009 fiscal year:

<u>Interfund Loans</u>	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 20,625,630	3,255,000
Debt Service Major Fund	3,255,000	-
Food Service Major Special Revenue Fund	-	2,062,309
Non-Major Special Revenue Funds		
Post Secondary Vocational Education	-	543
Parents As Teachers	-	5,650
Alternative Schools	-	148,590
Adult Basic Education	-	63,266
Special Education Part B - IDEA	-	1,842,487
Vocational Education	-	703,105
Title III Limited English Proficiency	-	90,852
Transition Program for Refugee Children	-	127,552
Title I	-	8,061,755
Title V	-	371,987
Safe and Drug Free Schools Grant - Title IV-A	-	106,715
Early Childhood Special Education, IDEA	-	22,593
Improving Teacher Quality - Title II-A	-	1,197,328
Miscellaneous Federal Grants	-	3,899,898
Total Non-Major Special Revenue Funds	-	<u>16,642,321</u>
Non-Major Capital Projects Funds		
Power-up Technologies	-	721,000
School Building Assistance Limited	-	1,200,000
Total Non-Major Capital Projects Funds	-	<u>1,921,000</u>
Total Non-Major Governmental Funds	-	<u>18,563,321</u>
 Total Interfund Receivables/Payables	 <u>\$ 23,880,630</u>	 <u>\$ 23,880,630</u>

All of the above interfund receivables except for the Debt Service Major Fund relate to advances from the General Fund in anticipation of the receipt of grant monies. The Debt Service Major Fund receivable is the result of an interfund loan from the Debt Service Major Fund to the General Fund for a deficit in self insurance balances .

For purposes of reporting in the District-Wide Financial Statements all interfund receivables were eliminated.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

12. INTERFUND TRANSACTIONS (Continued)

<u>Interfund Transfers</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ (3,559,664)
Debt Service Major Fund	8,507,803	
Food Service Major Fund	1,416,061	
Building Non-Major Capital Projects Fund	-	(6,895,000)
Non-Major Special Revenue Funds		
Uniform School Supplies	-	(17,508)
Public School Support	38,853	(653)
District Managed Activities	<u>531,455</u>	<u>(21,347)</u>
Total Non-Major Special Revenue Funds	<u>570,308</u>	<u>(39,508)</u>
Total Transfers In/Out	<u>\$ 10,494,172</u>	<u>\$ (10,494,172)</u>

General Fund (a major fund) transfers were made to the Food Service Fund (a major fund) and the District Managed Activities Fund (a Non-Major Special Revenue Fund). These transfers are routine and were made to provide support for these operations. The General Fund also made a transfer of \$1,612,803 to the Debt Service Major Fund which represents interest on the interfund loan from the Debt Service Major Fund to the General Fund. The transfer made from the Building Fund to the Debt Service Fund was made since the bond anticipation notes proceeds were placed in the Building Fund and the \$6,895,000 was intended to assist in the advance refunding of \$6,895,000 in bonds. In addition, the District Managed Activities Fund and the Uniform School Supplies Fund made transfers to the Public School Support Fund (all of which are Non-Major Special Revenue Funds). The Public School Support Fund transferred monies to the District Managed Activities Fund (both of which are Non-Major Special Revenue Funds).

All interfund transfers were eliminated for purposes of reporting in the District-Wide Financial Statements since they were between Governmental Activities.

13. 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; injuries to employees and natural disasters. Settled claims have not exceeded these commercial coverages in any of the past three years. There has not been a significant reduction in coverage from the prior year. The District insures through commercial insurance companies for the following:

Vehicle and General Liability

The District has vehicle insurance with a private company in the amount of \$5,000,000, for primary coverage with a \$500,000 retention per claim and \$5,000,000 aggregate. The renewal date is September 1, 2009.

The District has general liability insurance in the amount of \$5,000,000 per occurrence, with a \$200,000 retention per claim, and \$5,000,000 aggregate. The renewal date is September 1, 2009.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

13. RISK MANAGEMENT - Continued

Property Damage

The District is insured for property damage with a \$1,000,000 deductible and a \$100,000,000 aggregate policy limit. The deductible, if needed, will be paid from the Replacement Non-major Capital Projects Fund. The renewal date is September 1, 2009.

The District also carries insurance on leased modular units with Travelers Property Casualty Company of America in an amount equal to the agreed upon value of the leased modular units up to \$100,000 per unit with a deductible of \$2,500. The renewal date is July 1, 2009.

Builder's Risk Insurance

The District carries builders risk insurance with Chubb Insurance Company in amounts equal to the value of the construction with an aggregate limit to claims of \$7,650,000 with a deductible of \$5,000. The renewal date is September 1, 2009.

Boiler and Machinery Coverage

The District is insured for boiler and machinery coverage with a \$37,250,000 limit with Federal Insurance Company. The renewal date is September 1, 2009.

Employee Health Care Benefits

The District is self-insured for employee health care benefits for all of its employees. The program is administered by Aetna, which provides claims review and processing services. The health care self-insurance is accounted for in a separate fund, but reported in the General Fund. The District records a liability for incurred but unreported claims at year-end based on actuarial estimates of liability. As of June 30, 2008 the estimate was \$5,880,000 and was recorded as a liability in the General Fund.

Workers' Compensation Retrospective Rating Program

The District participates in the Ohio Bureau of Workers' Compensation (the Bureau) Retrospective Rating Plan. Under the retrospective rating plan, the District assumes a portion of the risk in return for a reduction in current premiums. Current limits for claims incurred in calendar year 2008 are \$300,000 per claim and 200% of the annual premium in the aggregate. Estimates of claims liabilities based on actuarial methods, for incurred claims as calculated by the Bureau for the cumulative retrospective rating period January 1, 1998, through December 31, 2007, total \$18,381,309 and are recorded in addition to an estimate for incurred but not reported (IBNR) claims totaling \$2,511,661, in the District-Wide Financial Statements. The General Fund pays the worker's compensation claims and then charges a percentage based upon historical information to each of the respective funds in the same year that the salaries are paid. This liability for the Workers' Compensation Retrospective Rating Program is recorded within the long-term liabilities in the Statement of Net Assets for \$20,892,970.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

13. RISK MANAGEMENT - Continued

The total claims liability of \$26,772,970 is reported as follows in the District-Wide Financial Statements: \$5,880,000 relates to the health care liability and is reported in the liability category claims payable; \$20,892,970 relates to the Workers' Compensation Retrospective Rating Program and is reported as part of the long-term liabilities. The amounts reported in the District-Wide Financial Statements at June 30, 2008, are based on the requirements of GASB No. 10 "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues" as amended by GASB Statement No. 30 "Risk Management Omnibus," which requires that a liability for claims be reported if information prior to issuance of the finance statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Estimates were calculated based upon an independent actuarial evaluation of claims payable. This estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in claims activity for self-insured health care benefits and for the workers' compensation retrospective rating program for the past three fiscal years are as follows:

	<u>FY 2005-2006</u>	<u>FY 2006-2007</u>	<u>FY 2007-2008</u>
Balance at beginning of year	\$ 28,227,329	\$ 24,581,950	\$ 24,440,504
Estimated current years claims	64,392,486	67,448,560	92,824,196
Paid claims - current and prior year	<u>(68,037,865)</u>	<u>(67,590,006)</u>	<u>(90,491,730)</u>
Balance at end of year	<u>\$ 24,581,950</u>	<u>\$ 24,440,504</u>	<u>\$ 26,772,970</u>

14. SET-ASIDE CALCULATIONS AND FUND RESERVES

The District is required by State statute to annually set aside in the General Fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition or construction of capital improvements. Amounts not spent by the year-end or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purpose in future years. In prior years the District was also required to set aside money for budget stabilization; however, this requirement has been eliminated.

The following cash basis information describes the change in the year-end set-aside amounts for textbooks and instructional materials and capital acquisition. Disclosure of this information is required by State statute.

	<u>Textbooks</u>	<u>Capital Acquisition</u>	<u>Totals</u>
Carryover balance as of June 20, 2007	\$ (12,260,183)	\$ -	\$ (12,260,183)
Current year set-aside requirements	8,933,347	8,933,347	17,866,694
Qualifying disbursements	<u>(10,392,228)</u>	<u>(13,577,832)</u>	<u>(23,970,060)</u>
Totals	\$ (13,719,064)	\$ (4,644,485)	\$ (18,363,549)
Set-aside balance at June 30, 2008	<u>\$ (13,719,064)</u>	<u>\$ -</u>	<u>\$ (13,719,064)</u>
Carry forward balance	<u>\$ (13,719,064)</u>	<u>\$ -</u>	<u>\$ (13,719,064)</u>

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

15. RECEIVABLES

Receivables at June 30, 2008 consisted of property taxes, accounts receivable, interest, and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of Federal funds. A summary of the principal items of due from other governments follows:

	<u>Amount</u>
General Fund - Major Fund	\$ 3,077,095
Classroom Facilities - Major Capital Projects Fund	12,670,402
Food Service - Major Special Revenue Fund	353,248
Non-Major Special Revenue Funds:	
Adult Education	118,184
Other Grants	472,134
Post Secondary Vocational Education	543
Public School Preschool	88,915
Ohio Reads	54,000
Vocational Educational Enhancements	19,075
Alternative Schools	152,785
Miscellaneous State Grants	1,250
Adult Basic Education	66,490
Special Education Part B - IDEA	4,099,671
Vocational Education	893,104
Title III - Limited English Proficiency	646,743
Transition Program for Refugee Children	160,291
Title I	20,926,690
Innovative Programs - Title V	154,716
Safe and Drug Free Schools Grant - Title IV-A	412,528
Early Childhood Special Education, IDEA	111,465
Improving Teacher Quality - Title II-A	5,350,297
Miscellaneous Federal Grants	<u>1,985,815</u>
Total Non-Major Special Revenue Funds	<u>35,714,696</u>
Total All Funds	<u>\$ 51,815,441</u>

16. CONTINGENT LIABILITIES

Grants

The District receives significant financial assistance from numerous Federal, State and local 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 effect on any of the financial statements of the individual funds included herein or on the overall financial position of the District at June 30, 2008.

Litigation

There are several lawsuits pending in which the District is involved. The District's attorneys estimate that the potential uninsured claims against the District resulting from those lawsuits would not materially affect the financial statements of the District.

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

16. CONTINGENT LIABILITIES - Continued

Contractual Commitments

The District has been and will continue to undertake a number of new construction projects as parts of the Ohio's School Facilities Program. The following is a list of significant outstanding contractual commitments as of year end:

Contractual Commitments

	Contract Amount	Amount Paid	Balance at 06/30/08
Accurate Electric	11,520,173	7,415,597	4,104,576
Adena Corporation	20,020,783	15,074,328	4,946,455
Aggressive Mechanical	10,206,700	9,241,301	965,399
Alloyd Asbestos Abatement Company, Inc.	132,540	126,576	5,964
Bean & Myers Architects	527,096	467,020	60,076
Braun & Steidl Architects	1,084,091	978,809	105,282
C&T Design and Equipment Co.	981,660	507,874	473,786
Cardinal Environmental Service	141,091	102,860	38,231
Casagrande Masonry	1,699,000	1,653,288	45,712
Central Fire Protection Co, Inc.	781,724	463,691	318,033
Central Ohio Building	6,646,050	5,461,632	1,184,418
Charter Hill Construction	16,287,505	12,488,452	3,799,053
Chryatech, Inc.	12,855	9,849	3,006
Clara I. Brown Interiors	13,774	8,903	4,871
Claypool Electric	2,478,000	1,888,644	589,356
Continental Office Environments	499,881	402,505	97,376
Crawford Mechanical Services, Inc.	2,802,880	1,065,659	1,737,221
D.E. Huddleston, Inc.	5,084,350	2,679,458	2,404,892
Dalmatian Fire Inc.	121,000	97,691	23,309
Design Group	2,609,481	2,019,623	589,858
Dorsey Construction	3,423,000	3,377,469	45,531
ECONCO, Inc.	2,401,000	1,390,209	1,010,791
Emerald Environmental Inc.	9,670	3,395	6,275
Environmental Demolition Group, LLC	412,422	378,165	34,257
Exterior Systems, Inc.	254,300	246,535	7,765
Farnham Equipment Company	158,500	151,270	7,230
Feinknopf Macloche Schappa Architects	641,989	469,531	172,458
FH Martin Constructors	12,680,752	5,999,545	6,681,207
Fire Protection, Inc.	203,050	201,041	2,009
FMJ Architects/TMP Architecture	886,601	866,912	19,689
Foreman Davis, Ltd	397,498	396,972	526
Fox Mechanical Co, Inc.	1,164,200	894,271	269,929
Gandee & Associates, Inc.	134,835	101,651	33,184
General Temperature Control, Inc.	4,330,000	3,870,564	459,436
Gutknecht Construction	28,412,244	21,251,225	7,161,019
Gutridge Plumbing	1,955,000	1,445,300	509,700

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

16. CONTINGENT LIABILITIES - Continued

Contractual Commitments - Continued

	Contract Amount	Amount Paid	Balance at 06/30/08
H&A Mechanical, Inc.	5,937,000	4,720,445	1,216,555
Hardlines Design Company	82,748	74,473	8,275
Harris Design Services	495,197	430,932	64,265
HKI Associates, Inc.	765,768	711,672	54,096
Holdridge Mechanical, Inc.	702,728	291,229	411,499
Howards Sheet Metal	2,457,000	1,029,386	1,427,614
International Masonry, Inc.	5,461,104	4,556,933	904,171
JA Guy, Inc.	1,633,000	1,632,000	1,000
Jess Howard Electric Company	3,685,816	2,817,245	868,571
JL Bender Inc.	473,195	422,884	50,311
Karisberger Cuningham	638,122	637,804	318
Lawhon & Associates	215,775	110,384	105,391
Lepi Enterprises, Inc.	564,765	496,859	67,906
Machinsa/OAS/Triad	1,217,717	1,046,974	170,743
Meacham & Apel Architects	453,530	397,368	56,162
Moody Nolan	1,622,622	1,481,292	141,330
Phillip Markwood Architects	908,755	851,972	56,783
Radico, Inc.	4,476,906	3,176,767	1,300,139
Riccluti-Balog-Harris	803,282	789,162	14,120
Robert E. Euans, Architects	503,512	434,759	68,753
Robertson Construction Services, Inc.	7,219,500	307,645	6,911,855
RW Setterlin Building Company	44,394,150	30,759,793	13,634,357
S A Comunale	919,000	734,544	184,456
S.E.M. Partners, Inc.	1,341,981	698,727	643,254
Schooley Caldwell Associates	1,174,929	1,141,183	33,746
SEM-Machisa Design Associates	393,572	305,843	87,729
Settle Muter Electric	21,637,473	12,990,857	8,646,616
Simplex Grinnell LLP	175,000	122,869	52,131
Speer Mechanical	8,527,013	5,546,472	2,980,541
SS Kemp & Co	221,143	216,638	4,505
Steed/Hammond/Paul	1,083,179	1,026,512	56,667
Stilson & Associates	858,497	729,183	129,314
Stonecreek Interior Systems LLC	369,400	184,637	184,763
The Albert M. Higley Company	13,525,400	8,288,493	5,236,907
The Superior Group	3,655,000	2,828,805	826,195
The Zero-Breese Company	1,216,000	935,327	280,673
ThyssenKrupp Elevator	85,822	82,278	3,544
Tom Sexton and Associates	370,250	335,299	34,951
TP Mechanical	10,392,447	7,400,006	2,992,441
WSA Studio	785,674	777,166	8,508
	<u>\$ 292,559,667</u>	<u>\$204,720,632</u>	<u>\$ 87,839,035</u>

COLUMBUS CITY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS - CONTINUED

For the Fiscal Year Ended June 30, 2008

NOTE 17 –SUBSEQUENT EVENTS

In November of 2008, the voters of the District approved the passage of a combined \$164,000,000 School Improvement Bonds and 7.85 mills Current Expense Levy.

On December 1, 2008, the District issued \$16,999,998 in bonds at an interest rate of 4.07% to assist in paying off \$20,092,599 in bond anticipation notes which were issued on December 13, 2007. Those bonds will be repaid from the debt service fund.

**REQUIRED
SUPPLEMENTARY
INFORMATION**

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Non-GAAP Basis)**

Year Ended June 30, 2008

	General Fund			Variance Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues				
Taxes	\$ 289,757,131	\$ 312,605,353	\$ 290,072,008	\$ (22,533,345)
Tuition and Fees	6,951,057	7,499,169	6,958,611	(540,558)
Earnings on Investments	6,410,079	6,915,533	6,417,045	(498,488)
Intergovernmental	235,125,965	253,666,356	235,381,475	(18,284,881)
Customer Sales and Services	599,863	647,164	600,515	(46,649)
Donations	139,848	150,875	140,000	(10,875)
Payments in Lieu of Taxes	6,488,364	6,999,991	6,495,415	(504,576)
Other	8,026,963	8,659,913	8,035,686	(624,227)
Total Revenues	553,499,270	597,144,354	554,100,755	(43,043,599)
Expenditures				
Current Operating				
Instruction:				
Regular	273,797,478	273,797,478	273,330,624	466,854
Special	59,881,920	59,881,920	59,779,815	102,105
Vocational	9,782,544	9,782,544	9,765,864	16,680
Adult/Continuing	5,373	5,373	5,364	9
Support Services:				
Pupils	35,756,023	35,756,023	35,695,055	60,968
Instructional Support Services	28,499,016	28,499,016	28,450,422	48,594
Board of Education	122,459	122,459	122,250	209
Administration	44,369,315	44,369,315	44,293,661	75,654
Fiscal	16,568,002	16,568,002	16,539,752	28,250
Business	4,441,106	4,441,106	4,433,533	7,573
Operation and Maintenance of Plant	58,950,683	58,950,683	58,850,166	100,517
Pupil Transportation	47,204,029	47,204,029	47,123,541	80,488
Other	18,893,596	18,893,596	18,861,380	32,216
Extracurricular Activities:				
Academic Oriented Activities	273,646	273,646	273,179	467
Sport Oriented Activities	4,641,975	4,641,975	4,634,060	7,915
School and Public Service Co-Curricular Activities	190,356	190,356	190,031	325
Capital Outlay:				
Building Improvement	4,156	4,156	4,149	7
Total Expenditures	603,381,677	603,381,677	602,352,846	1,028,831
Excess of Revenues Over (Under) Expenditures	(49,882,407)	(6,237,323)	(48,252,091)	(42,014,768)
Other Financing Sources (Uses)				
Advances In	-	-	13,743,015	13,743,015
Advances Out	-	-	(30,844,844)	(30,844,844)
Refund of Prior Years Expenditures	177,603	191,608	177,796	(13,812)
Transfers Out	(4,497,332)	(4,497,332)	(4,489,664)	7,668
Proceeds from the Sale of Assets	89,829	96,913	89,927	(6,986)
Total Other Financing Sources (Uses)	(4,229,900)	(4,208,811)	(21,323,770)	(17,114,959)
Net Change in Fund Balance	(54,112,307)	(10,446,134)	(69,575,861)	(59,129,727)
Fund Balance at Beginning of Year	110,243,869	110,243,869	110,243,869	-
Prior Year Encumbrances Appropriated	9,528,559	9,528,559	9,528,559	-
Fund Balance at End of Year	\$ 65,660,121	\$ 109,326,294	\$ 50,196,567	\$ (59,129,727)

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Non-GAAP Basis)**

Year Ended June 30, 2008

	Food Service Fund			Variance Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues				
Intergovernmental	\$ 18,041,331	\$ 26,505,087	\$ 20,164,630	\$ (6,340,457)
Customer Sales and Services	3,753,523	5,514,418	4,195,278	(1,319,140)
Other	3,522	5,175	3,937	(1,238)
Total Revenues	<u>21,798,376</u>	<u>32,024,680</u>	<u>24,363,845</u>	<u>(7,660,835)</u>
Expenditures				
Current Operating				
Operation of Non-Instructional Services:				
Food Service	26,034,672	28,080,156	27,842,215	237,941
Total Expenditures	<u>26,034,672</u>	<u>28,080,156</u>	<u>27,842,215</u>	<u>237,941</u>
Excess of Revenues Over (Under) Expenditures	(4,236,296)	3,944,524	(3,478,370)	(7,422,894)
Other Financing Sources (Uses)				
Advances In	-	-	7,833,077	7,833,077
Advances Out	-	-	(6,305,440)	(6,305,440)
Transfers In	1,266,952	1,861,320	1,416,061	(445,259)
Total Other Financing Sources (Uses)	<u>1,266,952</u>	<u>1,861,320</u>	<u>2,943,698</u>	<u>1,082,378</u>
Net Change in Fund Balance	(2,969,344)	5,805,844	(534,672)	(6,340,516)
Fund Balance at Beginning of Year	-	-	-	-
Prior Year Encumbrances Appropriated	534,672	534,672	534,672	-
Fund Balance at End of Year	<u>\$ (2,434,672)</u>	<u>\$ 6,340,516</u>	<u>\$ -</u>	<u>\$ (6,340,516)</u>

Columbus City School District

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

For the Fiscal Year Ended June 30, 2008

Adjustments necessary to convert the results of operations at end of year on the budget basis to the modified accrual basis (GAAP) are as follows:

	<u>General Fund</u>	<u>Food Service Fund</u>
Net Change in Fund Balance per the Budgetary Schedule	\$ (69,575,861)	\$ (534,672)
Net revenue accruals	42,325,480	715,976
Net expenditures	1,788,706	(1,243,587)
Advances in	(13,743,015)	(7,833,077)
Advances out	30,844,844	6,305,440
Encumbrances	<u>8,340,911</u>	<u>1,186,020</u>
Net Change in Fund Balance per the Statement of Revenues, Expenditures, and Changes in Fund Balances	<u>\$ (18,935)</u>	<u>\$ (1,403,900)</u>

**Combining and
Individual Fund
Financial Statements
and Individual Fund
Schedules**

Columbus City School District

Combining Statements and Individual Fund Schedules – Description of Nonmajor Funds

Nonmajor Special Revenue Funds

Special Revenue Funds are established to account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes. A description of the District's Nonmajor Special Revenue Funds follow:

Uniform School Supplies

A fund to account for the purchase and sale of school supplies as adopted by the Board of Education for use in the schools of the district.

Rotary - Special Services

A fund to account for income and expenses made in connection with goods and services provided by the District.

Adult Education

A fund provided to account for all revenues and expenses related to the provision of credit and non-credit classes to the community.

Public School Support

A fund provided to account for special local revenue sources, other than taxes and permanent fund monies (i.e. profits from vending machines, sales of pictures, etc.) that are restricted to expenditures for specified purposes approved by Board resolution.

Other Grants

A fund used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

WCBE

A fund provided to account for funds received from donations and grants for the purpose of improving the operations and services provided by the District's FM radio station.

Latchkey

A fund to provide after-school care and instructional services to students whose parents are not at home when the student gets out of school.

Computer Network Class "A" Site

A fund used to account for the operations of class "A" sites of the computer network of the Department of Education.

Classroom Facilities Maintenance

A fund used to account for the proceeds of a levy for the maintenance of facilities.

District Managed Activities

A fund provided to account for those student activity programs which have student participation in the activity, but do not have student management of the programs.

Auxiliary Services (NPSS)

A fund used to account for monies which provide services and materials to pupils attending non-public schools within the school district.

Post Secondary Vocational Education

A fund provided to account for receipts and expenditures involved in upgrading and retraining out-of-school youths and adults for the purpose of improving their skills and knowledge in their occupations or planned occupations.

Columbus City School District

Combining Statements and Individual Fund Schedules – Description of Nonmajor Funds (continued)

Nonmajor Special Revenue Funds - Continued

Teacher Development

A fund used to account for receipts and expenditures necessary for providing assistance to local school districts for the development of in-service programs.

Parents As Teachers

A fund used to provide information, training, and support to parents of preschool and Head Start children. (No budgetary statement presented for this fund due to no activity.)

Gifted Education

A fund provided to account for research and demonstration projects and other purposes as established under appropriation line item 200-521, Gifted Pupil Program.

Management Information Systems

A fund to account for amounts distributed to school districts to be used solely for costs associated with the Education Management Information System.

Public School Preschool

A fund to assist school districts in paying the cost of preschool programs for three- and four-year-olds.

Entry Year Programs

A fund to implement entry-year programs pursuant to division (T) of section 3317.024 of the Revised Code.

Data Communication

A fund used to account for monies appropriated for Ohio Educational Computer Network Connections.

Schoolnet Professional Development

A fund used to account for a limited number of professional development subsidy grants.

Ohio Reads

A fund used to account for monies spent to improve reading outcomes, especially on the fourth grade reading proficiency test and for volunteer coordinators in public school buildings.

Vocational Educational Enhancements

A fund used to account for Vocational Education Enhancements that: 1) expand the number of students enrolled in tech prep programs, 2) enable students to develop career plans, to identify initial educational and career goals, and to develop a career passport which provides a clear understanding of the student's knowledge, skills, and credentials to present to future employers, universities, and other training institutes and 3) replace or update equipment essential for the instruction of students in job skills taught as part of a vocational program or programs approved for such instruction by the State Board of Education.

Columbus City School District

Combining Statements and Individual Fund Schedules – Description of Nonmajor Funds (continued)

Nonmajor Special Revenue Funds - Continued

Alternative Schools

A fund used to account for alternative educational programs for existing and new at-risk and delinquent youth. Programs shall be focused on youth in one or more of the following categories: those who have been expelled or suspended, those who have dropped out of school or who are at risk of dropping out of school, those who are habitually truant or disruptive, or those on probation or on parole from a Department of Youth Services' facility.

Poverty Based Aid

A fund used to account for monies appropriated for poverty based assistance as part of the state foundation system. Programs included are academic intervention, all-day kindergarten, class-size reduction, Limited English Proficient students, professional development, dropout prevention, and community outreach.

Miscellaneous State Grants

A fund used to account for various monies received from state agencies which are not classified elsewhere.

Adult Basic Education

Provision of funds for planning and conducting programs for persons 16 years of age and older who are not enrolled in school and who have less than a twelfth-grade education or its equivalent; development of basic educational skills; increase of opportunities for useful employment; improvement of attitudes toward self, family and community.

Special Education Part B - IDEA (formerly known as Education of the Handicapped Act (EHA), Title VI-B)

Provision of grants to assist with the training of teachers, supervisors, administrators, clinicians, or other specialists providing educational services to the handicapped.

Vocational Education

Provision of funds to boards of education, teacher training institutions, and the state administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, vocational schools construction, ancillary services, research, advisory committees, work-study projects and sex equity grants.

Indian Education Grants

Provision for Federal financial assistance to school districts to develop and implement elementary and secondary school programs designed to meet the special educational needs of Indian children.

Title III – Limited English Proficiency

A fund to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency.

Transition Program for Refugee Children

Provision for Federal financial assistance to school districts to develop and implement elementary and secondary school programs designed to meet the special educational needs of refugee children.

Title I (formerly known as Education Career Incentive Act (ECIA) - Title I)

A fund to provide financial assistance to State and Local educational agencies to meet the special needs of educationally deprived children.

Columbus City School District

Combining Statements and Individual Fund Schedules – Description of Nonmajor Funds (continued)

Nonmajor Special Revenue Funds - Continued

Innovative Programs – Title V (formerly known as Education Career Incentive Act (ECIA) - Title VI)

A fund to consolidate various programs into a single authorization of grants to states for the same purposes set forth in the provisions of law as specified in the authorization section, to be used in accordance with the educational needs and priorities of the state and local agencies.

Safe and Drug-Free Schools Grant – Title IV-A (formerly known as Drug-Free Schools Grant)

A fund to provide monies to local educational agencies and consortia of these agencies to establish, operate and improve local programs of drug abuse prevention, early intervention, rehabilitation referral and education in elementary and secondary schools, and to engage in development, training, technical assistance and coordination activities.

Early Childhood Special Education, IDEA (formerly known as Education of the Handicapped Act (EHA Preschool Grants/Handicapped))

A fund used to account for monies received from the Preschool Grant Program, Section 619 of Public Law 99-457, which addresses the improvement and expansion of services for handicapped children ages three through five years.

Improving Teacher Quality – Title II-A (formerly known as Reducing Class Size)

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

Miscellaneous Federal Grants

A fund used to account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere. A separate special cost center must be used for each grant.

Columbus City School District

Combining Statements and Individual Fund Schedules – Description of Nonmajor Funds (continued)

Nonmajor Capital Projects Funds

The nonmajor Capital Project Funds account for the receipt and disbursement of monies used for the acquisition, construction or major renovation of capital facilities.

Permanent Improvement

A fund provided to account for all transactions related to the acquiring, constructing, or improving of such permanent improvements as are authorized by Section 5705, Ohio Revised Code.

Building

A fund provided to account for all transactions related to the acquiring, constructing, or improving of such building improvements as are authorized by Section 5705.09, Revised Code.

Replacement

A fund provided to account for monies used in the rebuilding, restoration or improvement of property which has been totally or partially destroyed from any cause. Such property may have become unfit for use necessitating its demolition in whole or in part, and require repair or restoration before it can again be used.

Schoolnet Equipment

A fund used to account for wiring to all classrooms in the State and to provide a computer workstation and related technology for every classroom in Ohio's low-wealth school districts.

Power Up Technologies

A fund used to account for advanced technology grants from the Ohio Department of Education. (No budgetary statement presented for this fund due to no activity.)

School Building Assistance Limited

A fund used to account for capital improvement grants which are limited to the largest eight school districts in the State of Ohio.

Nonmajor Permanent Fund

Endowment

A fund used to account for money, securities, or land which have been set aside as an investment for public school purposes. The income from such a fund may be expended, but the principal must remain intact. The funds may be spent for restricted school district purposes.

Columbus City School District

Combining Statements and Individual Fund Schedules – Description of Nonmajor Funds (continued)

Agency Funds

Franklin County Educational Council

A fund used to account for monies held in an agency capacity on behalf of the Franklin County Educational Council.

Student Managed Activities

A fund provided to account for those student activity programs which have student participation in the activity and have students involved in the management of the program. This fund typically includes those student activities which consist of a student body, student president, student treasurer, and faculty advisor.

Columbus City School District

**Combining Balance Sheet
Nonmajor Governmental Funds**

As of June 30, 2008

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 41,555,976	\$ 50,539,828	\$ 917,397	\$ 93,013,201
Receivables				
Taxes	4,192,641	-	-	4,192,641
Interest	-	82,611	-	82,611
Due from Other Governments	35,714,696	-	-	35,714,696
Total Assets	<u>\$ 81,463,313</u>	<u>\$ 50,622,439</u>	<u>\$ 917,397</u>	<u>\$ 133,003,149</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts Payable	\$ 4,772,912	\$ 420,926	\$ -	\$ 5,193,838
Accrued Wages and Benefits	7,469,599	47,092	-	7,516,691
Matured Compensated Absences Payable	48,487	-	-	48,487
Deferred Revenues	25,507,939	47,715	-	25,555,654
Interfund Loans Payable	16,642,321	1,921,000	-	18,563,321
Due to Other Governments	98,124	487	-	98,611
Total Liabilities	54,539,382	2,437,220	-	56,976,602
Fund Balances				
Reserved for Encumbrances	7,076,208	10,516,345	-	17,592,553
Reserved for Property Taxes	1,044,238	-	-	1,044,238
Reserved for Endowment	-	-	673,401	673,401
Unreserved, Undesignated, Reported In				
Special Revenue Funds	18,803,485	-	-	18,803,485
Capital Projects Funds	-	37,668,874	-	37,668,874
Permanent Fund	-	-	243,996	243,996
Total Fund Balances	<u>26,923,931</u>	<u>48,185,219</u>	<u>917,397</u>	<u>76,026,547</u>
Total Liabilities and Fund Balances	<u>\$ 81,463,313</u>	<u>\$ 50,622,439</u>	<u>\$ 917,397</u>	<u>\$ 133,003,149</u>

Columbus City School District

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds**

For the Fiscal Year Ended June 30, 2008

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues				
Taxes	\$ 3,463,731	\$ -	\$ -	\$ 3,463,731
Tuition and Fees	1,822,080	-	-	1,822,080
Earnings on Investments	53,905	3,326,897	31,896	3,412,698
Intergovernmental	141,845,232	297,044	-	142,142,276
Extracurricular	1,570,609	-	-	1,570,609
Donations	2,212,029	-	-	2,212,029
Customer Sales and Service	1,943,404	-	-	1,943,404
Other	2,040,615	2,125	-	2,042,740
Total Revenues	154,951,605	3,626,066	31,896	158,609,567
Expenditures				
Current Operating				
Instruction:				
Regular	34,793,730	-	-	34,793,730
Special	33,108,897	-	-	33,108,897
Vocational	292,093	-	-	292,093
Other	16,431,120	-	-	16,431,120
Support Services:				
Pupil Support Services	13,143,644	-	300	13,143,944
Instructional Support Services	39,187,934	1,519,872	-	40,707,806
Administration	4,516,655	-	-	4,516,655
Business and Fiscal Services	1,207,031	-	-	1,207,031
Operation and Maintenance of Plant Services	3,935,383	1,523,658	-	5,459,041
Transportation Services-Pupils	2,612,141	-	-	2,612,141
Other	6,424,161	-	-	6,424,161
Operation of Non-Instructional Services	8,168,506	-	-	8,168,506
Extracurricular Activities	2,331,844	-	-	2,331,844
Capital Outlay	-	11,803,227	-	11,803,227
Total Expenditures	166,153,139	14,846,757	300	181,000,196
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,201,534)	(11,220,691)	31,596	(22,390,629)
Other Financing Sources (Uses)				
Transfers In	570,308	-	-	570,308
Transfers Out	(39,508)	(6,895,000)	-	(6,934,508)
Bond Anticipation Notes Issued	-	26,987,599	-	26,987,599
Total Other Financing Sources (Uses)	530,800	20,092,599	-	20,623,399
Net Changes in Fund Balances	(10,670,734)	8,871,908	31,596	(1,767,230)
Fund Balances at Beginning of Year	37,594,665	39,313,311	885,801	77,793,777
Fund Balances at End of Year	\$ 26,923,931	\$ 48,185,219	\$ 917,397	\$ 76,026,547

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Columbus City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds

As of June 30, 2008

	Uniform School Supplies	Rotary Special Services	Adult Education	Public School Support	Other Grants	WCBE
ASSETS						
Equity in Pooled Cash and Cash Equivalents	\$ 56,381	\$ 637	\$ 658,698	\$ 1,425,216	\$ 875,082	\$ 425,920
Taxes Receivable	-	-	-	-	-	-
Due from Other Governments	-	-	118,184	-	472,134	-
Total Assets	<u>\$ 56,381</u>	<u>\$ 637</u>	<u>\$ 776,882</u>	<u>\$ 1,425,216</u>	<u>\$ 1,347,216</u>	<u>\$ 425,920</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts Payable	\$ 1,337	\$ -	\$ 28,340	\$ 81,497	\$ 79,255	\$ 127,735
Accrued Wages and Benefits	-	-	4,005	-	16,351	61,637
Matured Compensated Absences Payable	-	-	-	-	-	-
Deferred Revenues	-	-	-	-	175,253	-
Interfund Loans Payable	-	-	-	-	-	-
Due to Other Governments	-	-	58	-	237	894
Total Liabilities	1,337	-	32,403	81,497	271,096	190,266
Fund Balances						
Reserved for Encumbrances	5,401	-	62,581	152,748	78,921	207,093
Reserved for Property Taxes	-	-	-	-	-	-
Unreserved, Undesignated	49,643	637	681,898	1,190,971	997,199	28,561
Total Fund Balances	<u>55,044</u>	<u>637</u>	<u>744,479</u>	<u>1,343,719</u>	<u>1,076,120</u>	<u>235,654</u>
Total Liabilities and Fund Balances	<u>\$ 56,381</u>	<u>\$ 637</u>	<u>\$ 776,882</u>	<u>\$ 1,425,216</u>	<u>\$ 1,347,216</u>	<u>\$ 425,920</u>

<u>Latchkey</u>	<u>Classroom Facilities Maintenance</u>	<u>District Managed Activities</u>	<u>Auxiliary Services</u>	<u>Post Secondary Vocational Education</u>	<u>Teacher Development</u>
\$ 382,966	\$ 23,487,366	\$ 1,201,301	\$ 3,050,064	\$ -	\$ 6
-	4,192,641	-	-	-	-
-	-	-	-	543	-
<u>\$ 382,966</u>	<u>\$ 27,680,007</u>	<u>\$ 1,201,301</u>	<u>\$ 3,050,064</u>	<u>\$ 543</u>	<u>\$ 6</u>
\$ -	\$ -	\$ 67,762	\$ 266,736	\$ -	\$ -
-	-	-	224,228	-	-
-	-	-	-	-	-
-	3,148,403	-	-	-	-
-	-	-	-	543	-
-	-	-	2,747	-	-
-	3,148,403	67,762	493,711	543	-
1,284	348,977	287,649	204,246	-	-
-	1,044,238	-	-	-	-
<u>381,682</u>	<u>23,138,389</u>	<u>845,890</u>	<u>2,352,107</u>	<u>-</u>	<u>6</u>
<u>382,966</u>	<u>24,531,604</u>	<u>1,133,539</u>	<u>2,556,353</u>	<u>-</u>	<u>6</u>
<u>\$ 382,966</u>	<u>\$ 27,680,007</u>	<u>\$ 1,201,301</u>	<u>\$ 3,050,064</u>	<u>\$ 543</u>	<u>\$ 6</u>

continued.....

Columbus City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)

As of June 30, 2008

	<u>Parents as Teachers</u>	<u>Public School Preschool</u>	<u>Entry Year Programs</u>	<u>Data Communication</u>	<u>Schoolnet Professional Development</u>
ASSETS					
Equity in Pooled Cash and Cash Equivalents	\$ -	\$ 111,147	\$ 10,694	\$ 387,000	\$ 11,192
Taxes Receivable	-	-	-	-	-
Due from Other Governments	-	88,915	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 200,062</u>	<u>\$ 10,694</u>	<u>\$ 387,000</u>	<u>\$ 11,192</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	\$ -	\$ 2,305	\$ -	\$ 143,370	\$ -
Accrued Wages and Benefits	-	48,808	-	-	-
Matured Compensated Absences Payable	-	-	-	-	-
Deferred Revenues	-	22,111	-	-	-
Interfund Loans Payable	5,650	-	-	-	-
Due to Other Governments	-	708	-	-	-
Total Liabilities	5,650	73,932	-	143,370	-
Fund Balances					
Reserved for Encumbrances	-	4,018	-	243,630	-
Reserved for Property Taxes	-	-	-	-	-
Unreserved, Undesignated	(5,650)	122,112	10,694	-	11,192
Total Fund Balances	<u>(5,650)</u>	<u>126,130</u>	<u>10,694</u>	<u>243,630</u>	<u>11,192</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 200,062</u>	<u>\$ 10,694</u>	<u>\$ 387,000</u>	<u>\$ 11,192</u>

Ohio Reads	Vocational Educational Enhancements	Alternative Schools	Poverty Based Aid	Misc. State Grants	Adult Basic Education
\$ 42,635	\$ -	\$ 25,142	\$ -	\$ 1,159,739	\$ 3,123
-	-	-	-	-	-
54,000	19,075	152,785	-	1,250	66,490
<u>\$ 96,635</u>	<u>\$ 19,075</u>	<u>\$ 177,927</u>	<u>\$ -</u>	<u>\$ 1,160,989</u>	<u>\$ 69,613</u>
\$ -	\$ -	\$ 10,000	\$ -	\$ 561,096	\$ 584
-	-	-	2,105,616	69,448	1,120
-	-	-	-	-	-
684	12,205	8,680	-	-	6,351
-	-	148,590	-	-	63,266
-	-	-	27,980	791	16
684	12,205	167,270	2,133,596	631,335	71,337
-	-	15,144	-	281,682	2,543
-	-	-	-	-	-
95,951	6,870	(4,487)	(2,133,596)	247,972	(4,267)
95,951	6,870	10,657	(2,133,596)	529,654	(1,724)
<u>\$ 96,635</u>	<u>\$ 19,075</u>	<u>\$ 177,927</u>	<u>\$ -</u>	<u>\$ 1,160,989</u>	<u>\$ 69,613</u>

continued....

Columbus City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)

As of June 30, 2008

	Special Education Part B - IDEA	Vocational Education	Indian Education Grants	Title III Limited English Proficiency	Transition Program for Refugee Children
ASSETS					
Equity in Pooled Cash and Cash Equivalents	\$ 170,164	\$ 515,421	\$ 3,634	\$ 54,867	\$ -
Taxes Receivable	-	-	-	-	-
Due from Other Governments	4,099,671	893,104	-	646,743	160,291
Total Assets	<u>\$ 4,269,835</u>	<u>\$ 1,408,525</u>	<u>\$ 3,634</u>	<u>\$ 701,610</u>	<u>\$ 160,291</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	\$ 32,064	\$ 108,690	\$ -	\$ 21,586	\$ 284
Accrued Wages and Benefits	1,167,854	141,743	-	40,383	-
Matured Compensated Absences Payable	-	-	-	-	-
Deferred Revenues	1,602,313	500,761	3,634	431,426	102,331
Interfund Loans Payable	1,842,487	703,105	-	90,852	127,552
Due to Other Governments	15,749	1,108	-	585	-
Total Liabilities	4,660,467	1,455,407	3,634	584,832	230,167
Fund Balances					
Reserved for Encumbrances	138,100	406,745	-	34,399	-
Reserved for Property Taxes	-	-	-	-	-
Unreserved, Undesignated	(528,732)	(453,627)	-	82,379	(69,876)
Total Fund Balances	(390,632)	(46,882)	-	116,778	(69,876)
Total Liabilities and Fund Balances	<u>\$ 4,269,835</u>	<u>\$ 1,408,525</u>	<u>\$ 3,634</u>	<u>\$ 701,610</u>	<u>\$ 160,291</u>

Title I	Innovative Programs- Title V	Safe and Drug Free Schools Grant- Title IV-A	Early Childhood Special Education, IDEA	Improving Teacher Quality- Title II-A
\$ 3,849,172	\$ 114,262	\$ 53,425	\$ -	\$ 138,911
-	-	-	-	-
20,926,690	154,716	412,528	111,465	5,350,297
<u>\$ 24,775,862</u>	<u>\$ 268,978</u>	<u>\$ 465,953</u>	<u>\$ 111,465</u>	<u>\$ 5,489,208</u>
\$ 1,758,982	\$ 27,805	\$ 20,064	\$ -	\$ 17,658
2,569,062	-	21,460	33,661	533,880
48,487	-	-	-	-
13,897,114	154,716	293,379	60,430	3,918,750
8,061,755	371,987	106,715	22,593	1,197,328
34,497	-	312	488	6,418
26,369,897	554,508	441,930	117,172	5,674,034
2,096,850	86,474	33,364	-	121,316
-	-	-	-	-
(3,690,885)	(372,004)	(9,341)	(5,707)	(306,142)
(1,594,035)	(285,530)	24,023	(5,707)	(184,826)
<u>\$ 24,775,862</u>	<u>\$ 268,978</u>	<u>\$ 465,953</u>	<u>\$ 111,465</u>	<u>\$ 5,489,208</u>

continued.....

Columbus City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)

As of June 30, 2008

	Misc Federal Grants	Totals
ASSETS		
Equity in Pooled Cash and Cash Equivalents	\$ 3,341,811	\$ 41,555,976
Taxes Receivable	-	4,192,641
Due from Other Governments	1,985,815	35,714,696
 Total Assets	 \$ 5,327,626	 \$ 81,463,313
 LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts Payable	\$ 1,415,762	\$ 4,772,912
Accrued Wages and Benefits	430,343	7,469,599
Matured Compensated Absences Payable	-	48,487
Deferred Revenues	1,169,398	25,507,939
Interfund Loans Payable	3,899,898	16,642,321
Due to Other Governments	5,536	98,124
 Total Liabilities	 6,920,937	 54,539,382
Fund Balances		
Reserved for Encumbrances	2,263,043	7,076,208
Reserved for Property Taxes	-	1,044,238
Unreserved, Undesignated	(3,856,354)	18,803,485
 Total Fund Balances	 (1,593,311)	 26,923,931
 Total Liabilities and Fund Balances	 \$ 5,327,626	 \$ 81,463,313

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Columbus City School District
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Special Revenue Funds

For the Fiscal Year Ended June 30, 2008

	Uniform School Supplies	Rotary Special Services	Adult Education	Public School Support	Other Grants	WCBE
Revenues						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Tuition and Fees	-	-	1,207,807	278,318	-	-
Earnings on Investments	-	-	-	-	-	-
Intergovernmental	-	-	1,058,329	-	584,571	-
Extracurricular	24,528	-	-	412,486	-	413
Donations	-	-	-	194,183	1,121,025	716,663
Customer Sales and Service	-	-	931	7,670	-	-
Other	237	-	14,968	346,175	550,950	515,444
Total Revenues	24,765	-	2,282,035	1,238,832	2,256,546	1,232,520
Expenditures						
Current Operating						
Instruction						
Regular	-	-	-	643	254,858	-
Special	-	-	-	-	38,226	-
Vocational	-	-	-	-	-	-
Other	-	-	1,674,898	-	-	-
Pupil Support Services	-	-	116,551	-	845,234	-
Instructional Support Services	-	-	2,122	1,314	40,186	1,269,451
Administration	-	-	228,395	1,161,356	169,886	-
Business and Fiscal Services	-	-	-	-	14,956	6,600
Operation and Maintenance of Plant Services	160	-	-	3,148	481,299	-
Transportation Services-Pupils	-	-	-	-	217,070	-
Other Support Services	-	-	-	-	1,895	-
Operation of Non-Instructional Services	27,485	-	-	2,605	161,780	-
Extracurricular Activities	-	-	-	111,924	-	-
Total Expenditures	27,645	-	2,021,966	1,280,990	2,225,390	1,276,051
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,880)	-	260,069	(42,158)	31,156	(43,531)
Other Financing Sources (Uses)						
Transfers In	-	-	-	38,853	-	-
Transfers Out	(17,508)	-	-	(653)	-	-
Total Other Financing Sources (Uses)	(17,508)	-	-	38,200	-	-
Net Changes in Fund Balances	(20,388)	-	260,069	(3,958)	31,156	(43,531)
Fund Balances at Beginning of Year	75,432	637	484,410	1,347,677	1,044,964	279,185
Fund Balances at End of Year	\$ 55,044	\$ 637	\$ 744,479	\$ 1,343,719	\$ 1,076,120	\$ 235,654

Latchkey	Computer Network Class A Site	Classroom Facilities Maintenance	District Managed Activities	Auxiliary Services	Post Secondary Vocational Education	Teacher Development
\$ -	\$ -	\$ 3,463,731	\$ -	\$ -	\$ -	\$ -
-	-	-	230,009	-	-	-
-	-	-	-	53,905	-	-
251,663	41,506	270,661	-	6,450,101	18,000	-
680	-	-	1,132,502	-	-	-
-	-	-	160,158	-	-	-
1,875,156	-	-	59,647	-	-	-
-	-	-	126,016	500	-	-
2,127,499	41,506	3,734,392	1,708,332	6,504,506	18,000	-
-	-	-	5,531	-	-	-
-	-	-	839	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	150	-	-	-
-	-	-	194	-	18,071	-
-	-	-	-	212,322	-	-
-	-	48,436	-	-	-	-
-	-	-	158	-	-	-
-	-	-	-	-	-	-
-	41,506	-	-	-	-	-
1,823,167	-	-	27,008	5,217,335	-	-
-	-	-	2,215,607	-	-	-
1,823,167	41,506	48,436	2,249,487	5,429,657	18,071	-
304,332	-	3,685,956	(541,155)	1,074,849	(71)	-
-	-	-	531,455	-	-	-
-	-	-	(21,347)	-	-	-
-	-	-	510,108	-	-	-
304,332	-	3,685,956	(31,047)	1,074,849	(71)	-
78,634	-	20,845,648	1,164,586	1,481,504	71	6
\$ 382,966	\$ -	\$ 24,531,604	\$ 1,133,539	\$ 2,556,353	\$ -	\$ 6

continued.....

Columbus City School District
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Special Revenue Funds (Continued)

For the Fiscal Year Ended June 30, 2008

	Parents as Teachers	Gifted Education	Management Information Systems	Public School Preschool	Entry Year Programs
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-	105,946	-
Earnings on Investments	-	-	-	-	-
Intergovernmental	-	-	198,944	531,265	89,600
Extracurricular	-	-	-	-	-
Donations	-	-	-	-	-
Customer Sales and Service	-	-	-	-	-
Other	-	-	-	900	-
Total Revenues	-	-	198,944	638,111	89,600
Expenditures					
Current Operating					
Instruction					
Regular	-	-	-	-	-
Special	-	-	-	384,120	-
Vocational	-	-	-	-	-
Other	-	-	-	-	-
Pupil Support Services	-	4,676	-	6,417	-
Instructional Support Services	-	1,221	-	199,754	89,971
Administration	-	-	-	-	-
Business and Fiscal Services	-	-	-	8,190	-
Operation and Maintenance of					
Plant Services	-	-	-	-	-
Transportation Services-Pupils	-	-	-	-	-
Other Support Services	-	-	202,801	-	-
Operation of Non-Instructional Services	-	-	-	-	-
Extracurricular Activities	-	-	-	-	-
Total Expenditures	-	5,897	202,801	598,481	89,971
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(5,897)	(3,857)	39,630	(371)
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	-	(5,897)	(3,857)	39,630	(371)
Fund Balances at Beginning of Year	(5,650)	5,897	3,857	86,500	11,065
Fund Balances at End of Year	\$ (5,650)	\$ -	\$ -	\$ 126,130	\$ 10,694

Data Communication	Schoolnet Professional Development	Ohio Reads	Vocational Educational Enhancements	Alternative Schools	Poverty Based Aid
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
410,100	12,150	53,316	6,870	573,805	57,561,542
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
410,100	12,150	53,316	6,870	573,805	57,561,542
-	-	10,139	-	-	28,437,626
-	-	-	-	-	8,168,014
-	-	-	-	-	-
-	-	-	-	-	14,010,535
-	-	11,745	-	532,391	4,039
-	4,468	-	-	9,033	4,206,132
-	-	-	-	-	473,283
-	-	-	-	9,578	-
-	-	-	-	-	3,350,058
-	-	-	-	-	-
166,470	-	-	-	15,500	1,045,451
-	-	-	-	-	-
-	-	-	-	-	-
166,470	4,468	21,884	-	566,502	59,695,138
243,630	7,682	31,432	6,870	7,303	(2,133,596)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
243,630	7,682	31,432	6,870	7,303	(2,133,596)
-	3,510	64,519	-	3,354	-
\$ 243,630	\$ 11,192	\$ 95,951	\$ 6,870	\$ 10,657	\$ (2,133,596)

continued.....

Columbus City School District

**Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Special Revenue Funds (Continued)**

For the Fiscal Year Ended June 30, 2008

	Misc. State Grants	Adult Basic Education	Special Education Part B - IDEA	Vocational Education	Title III Limited English Proficiency
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-	-	-
Earnings on Investments	-	-	-	-	-
Intergovernmental	2,573,302	862,475	14,776,180	2,052,989	1,041,474
Extracurricular	-	-	-	-	-
Donations	20,000	-	-	-	-
Customer Sales and Service	-	-	-	-	-
Other	203	-	-	-	-
Total Revenues	2,593,505	862,475	14,776,180	2,052,989	1,041,474
Expenditures					
Current Operating					
Instruction					
Regular	1,088,106	-	-	54,500	-
Special	2	-	2,432,646	-	182,955
Vocational	-	-	-	292,093	-
Other	-	745,687	-	-	-
Pupil Support Services	677,233	11,143	627,474	1,307,871	470,035
Instructional Support Services	827,297	99,025	11,288,876	511,358	603,667
Administration	8,622	43,686	511,810	-	-
Business and Fiscal Services	26,762	13,936	262,917	-	20,618
Operation and Maintenance of					
Plant Services	-	-	-	-	-
Transportation Services-Pupils	54,522	-	-	175,000	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Services	-	-	654,132	-	15,040
Extracurricular Activities	-	-	-	-	-
Total Expenditures	2,682,544	913,477	15,777,855	2,340,822	1,292,315
Excess (Deficiency) of Revenues Over (Under) Expenditures	(89,039)	(51,002)	(1,001,675)	(287,833)	(250,841)
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	(89,039)	(51,002)	(1,001,675)	(287,833)	(250,841)
Fund Balances at Beginning of Year	618,693	49,278	611,043	240,951	367,619
Fund Balances at End of Year	\$ 529,654	\$ (1,724)	\$ (390,632)	\$ (46,882)	\$ 116,778

Transition Program for Refugee Children	Title I	Innovative Programs- Title V	Safe and Drug Free Schools Grant- Title IV-A	Early Child- hood Special Education, IDEA	Improving Teacher Quality- Title II-A
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
57,964	33,976,419	361,588	498,269	266,393	5,034,944
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	227	431,520	-	36,366	-
57,964	33,976,646	793,108	498,269	302,759	5,034,944
-	19,789	-	-	-	3,338,517
69,050	21,111,329	-	-	257,465	-
-	-	-	-	-	-
-	-	-	-	-	-
-	6,983,930	124,320	163,814	29,275	-
62,545	10,215,686	620,752	251,145	-	2,945,633
-	1,036,201	40,613	-	-	298,800
-	607,296	5,133	8,669	4,744	100,403
-	413	-	-	-	8,578
-	187,130	-	24,423	-	-
-	18,859	16,153	-	-	-
-	229,130	5,600	5,224	-	-
-	4,313	-	-	-	-
131,595	40,414,076	812,571	453,275	291,484	6,691,931
(73,631)	(6,437,430)	(19,463)	44,994	11,275	(1,656,987)
-	-	-	-	-	-
-	-	-	-	-	-
(73,631)	(6,437,430)	(19,463)	44,994	11,275	(1,656,987)
3,755	4,843,395	(266,067)	(20,971)	(16,982)	1,472,161
\$ (69,876)	\$ (1,594,035)	\$ (285,530)	\$ 24,023	\$ (5,707)	\$ (184,826)

continued....

Columbus City School District

**Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Special Revenue Funds (Continued)**

For the Fiscal Year Ended June 30, 2008

	Misc Federal Grants	Totals
Revenues		
Taxes	\$ -	\$ 3,463,731
Tuition and Fees	-	1,822,080
Earnings on Investments	-	53,905
Intergovernmental	12,230,812	141,845,232
Extracurricular	-	1,570,609
Donations	-	2,212,029
Customer Sales and Service	-	1,943,404
Other	17,109	2,040,615
Total Revenues	12,247,921	154,951,605
Expenditures		
Current Operating		
Instruction		
Regular	1,584,021	34,793,730
Special	464,251	33,108,897
Vocational	-	292,093
Other	-	16,431,120
Pupil Support Services	1,227,346	13,143,644
Instructional Support Services	5,920,033	39,187,934
Administration	331,681	4,516,655
Business and Fiscal Services	68,793	1,207,031
Operation and Maintenance of		
Plant Services	91,569	3,935,383
Transportation Services-Pupils	1,953,996	2,612,141
Other Support Services	4,915,526	6,424,161
Operation of Non-Instructional Services	-	8,168,506
Extracurricular Activities	-	2,331,844
Total Expenditures	16,557,216	166,153,139
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,309,295)	(11,201,534)
Other Financing Sources (Uses)		
Transfers In	-	570,308
Transfers Out	-	(39,508)
Total Other Financing Sources (Uses)	-	530,800
Net Change in Fund Balances	(4,309,295)	(10,670,734)
Fund Balances at Beginning of Year	2,715,984	37,594,665
Fund Balances at End of Year	<u>\$ (1,593,311)</u>	<u>\$ 26,923,931</u>

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Columbus City School District
Combining Balance Sheet
Nonmajor Capital Projects Funds

As of June 30, 2008

	Permanent Improvement	Building	Replacement
ASSETS			
Equity in Pooled Cash and Cash Equivalents	\$ 66,782	\$ 50,008,559	\$ 166,334
Accrued Interest Receivable	-	82,611	-
Total Assets	\$ 66,782	\$ 50,091,170	\$ 166,334
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts Payable	\$ -	\$ 420,926	\$ -
Accrued Wages and Benefits	-	47,092	-
Deferred Revenue	-	47,715	-
Due to Other Governments	-	487	-
Interfund Loans Payable	-	-	-
Total Liabilities	-	516,220	-
Fund Balances			
Reserved for Encumbrances	-	10,516,345	-
Unreserved, Undesignated	66,782	39,058,605	166,334
Total Fund Balances	66,782	49,574,950	166,334
Total Liabilities and Fund Balances	\$ 66,782	\$ 50,091,170	\$ 166,334

<u>Schoolnet Equipment</u>	<u>Power Up Technologies</u>	<u>School Building Assistance Limited</u>	<u>Total</u>
\$ 287,174	\$ -	\$ 10,979	\$ 50,539,828
<u>-</u>	<u>-</u>	<u>-</u>	<u>82,611</u>
<u>\$ 287,174</u>	<u>\$ -</u>	<u>\$ 10,979</u>	<u>\$ 50,622,439</u>
\$ -	\$ -	\$ -	\$ 420,926
-	-	-	47,092
-	-	-	47,715
-	-	-	487
<u>-</u>	<u>721,000</u>	<u>1,200,000</u>	<u>1,921,000</u>
-	721,000	1,200,000	2,437,220
-	-	-	10,516,345
<u>287,174</u>	<u>(721,000)</u>	<u>(1,189,021)</u>	<u>37,668,874</u>
<u>287,174</u>	<u>(721,000)</u>	<u>(1,189,021)</u>	<u>48,185,219</u>
<u>\$ 287,174</u>	<u>\$ -</u>	<u>\$ 10,979</u>	<u>\$ 50,622,439</u>

Columbus City School District

**Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Capital Projects Funds**

For the Fiscal Year Ended June 30, 2008

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Replacement</u>
Revenues			
Earnings on Investments	\$ -	\$ 3,326,897	\$ -
Intergovernmental	-	-	-
Other	-	2,125	-
	<hr/>	<hr/>	<hr/>
Total Revenues	-	3,329,022	-
Expenditures			
Instructional Support Services	1,400,000	-	-
Operation & Maintenance of Plant Services	-	6,141	1,517,517
Capital Outlay	-	11,803,227	-
	<hr/>	<hr/>	<hr/>
Total Expenditures	1,400,000	11,809,368	1,517,517
Excess of Revenues Over (Under) Expenditures	(1,400,000)	(8,480,346)	(1,517,517)
Other Financing Sources (Uses)			
Transfers Out	-	(6,895,000)	-
Bond Anticipation Notes Issued	-	26,987,599	-
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	-	20,092,599	-
Net Change in Fund Balances	(1,400,000)	11,612,253	(1,517,517)
Fund Balances at Beginning of Year	<hr/> 1,466,782	<hr/> 37,962,697	<hr/> 1,683,851
Fund Balances at End of Year	<hr/> <u>\$ 66,782</u>	<hr/> <u>\$ 49,574,950</u>	<hr/> <u>\$ 166,334</u>

<u>Schoolnet Equipment</u>	<u>Power Up Technologies</u>	<u>School Building Assistance Limited</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 3,326,897
297,044	-	-	297,044
-	-	-	2,125
<u>297,044</u>	<u>-</u>	<u>-</u>	<u>3,626,066</u>
119,872	-	-	1,519,872
-	-	-	1,523,658
-	-	-	11,803,227
<u>119,872</u>	<u>-</u>	<u>-</u>	<u>14,846,757</u>
177,172	-	-	(11,220,691)
-	-	-	(6,895,000)
<u>-</u>	<u>-</u>	<u>-</u>	<u>26,987,599</u>
-	-	-	20,092,599
<u>177,172</u>	<u>-</u>	<u>-</u>	<u>8,871,908</u>
110,002	(721,000)	(1,189,021)	39,313,311
<u>\$ 287,174</u>	<u>\$ (721,000)</u>	<u>\$ (1,189,021)</u>	<u>\$ 48,185,219</u>

Columbus City School District

**Balance Sheet
Nonmajor Permanent Fund**

As of June 30, 2008

ASSETS

Equity in Pooled Cash and Cash Equivalents	\$ 917,397
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Total Assets	<u>\$ 917,397</u>
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LIABILITIES AND FUND BALANCES

Fund Balance	
Reserved for Endowment	673,401
Unreserved - Reported in Permanent Fund	<u>243,996</u>
Total Fund Balance	<u>917,397</u>

Total Liabilities and Fund Balance	<u>\$ 917,397</u>
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Columbus City School District

**Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Permanent Fund**

For the Fiscal Year Ended June 30, 2008

Revenues	
Earnings on Investments	\$ 31,896
	<hr/>
Total Revenues	31,896
Expenditures	
Pupil Support Services	300
	<hr/>
Total Expenditures	300
Net Change in Fund Balances	31,596
Fund Balance at Beginning of Year	885,801
	<hr/>
Fund Balance at End of Year	\$ 917,397
	<hr/> <hr/>

Columbus City School District

**Combining Statement of Changes in
Assets and Liabilities
Agency Funds**

For the Fiscal Year Ended June 30, 2008

	<u>Balance 7/1/2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 6/30/2008</u>
FRANKLIN CO. EDUCATIONAL COUNCIL				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 26,245	\$ -	\$ -	\$ 26,245
Total Assets	<u>\$ 26,245</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,245</u>
Liabilities				
Due to Other Governments	\$ 26,245	\$ -	\$ -	\$ 26,245
Total Liabilities	<u>\$ 26,245</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,245</u>
STUDENT MANAGED ACTIVITIES				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 579,896	\$ 690,459	\$ 704,695	\$ 565,660
Total Assets	<u>\$ 579,896</u>	<u>\$ 690,459</u>	<u>\$ 704,695</u>	<u>\$ 565,660</u>
Liabilities				
Due to Students	\$ 579,896	\$ 690,459	\$ 704,695	\$ 565,660
Total Liabilities	<u>\$ 579,896</u>	<u>\$ 690,459</u>	<u>\$ 704,695</u>	<u>\$ 565,660</u>
TOTAL-ALL AGENCY FUNDS				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 606,141	\$ 690,459	\$ 704,695	\$ 591,905
Total Assets	<u>\$ 606,141</u>	<u>\$ 690,459</u>	<u>\$ 704,695</u>	<u>\$ 591,905</u>
Liabilities				
Due to Students	\$ 579,896	\$ 690,459	\$ 704,695	\$ 565,660
Due to Other Governments	26,245	-	-	26,245
Total Liabilities	<u>\$ 606,141</u>	<u>\$ 690,459</u>	<u>\$ 704,695</u>	<u>\$ 591,905</u>

**Individual Fund Schedules of
Revenues, Expenditures and
Changes in Fund Balances – Budget
(Non-GAAP Basis) and Actual**

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget
<u>Uniform School Supplies Fund</u>				
Total Revenues and Other Sources	\$ 30,306	\$ 35,000	\$ 24,765	\$ (10,235)
Total Expenditures and Other Uses	<u>104,694</u>	<u>111,560</u>	<u>51,177</u>	<u>60,383</u>
Net Change in Fund Balance	(74,388)	(76,560)	(26,412)	50,148
Fund Balance at Beginning of Year	71,866	71,866	71,866	-
Prior Year Encumbrances Appropriated	<u>4,694</u>	<u>4,694</u>	<u>4,694</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 2,172</u>	<u>\$ -</u>	<u>\$ 50,148</u>	<u>\$ 50,148</u>
<u>Rotary-Special Services Fund</u>				
Total Revenues and Other Sources	\$ 3,000	\$ 3,000	\$ -	\$ (3,000)
Total Expenditures and Other Uses	<u>1,000</u>	<u>3,635</u>	<u>-</u>	<u>3,635</u>
Net Change in Fund Balance	2,000	(635)	-	635
Fund Balance at Beginning of Year	<u>635</u>	<u>635</u>	<u>635</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 2,635</u>	<u>\$ -</u>	<u>\$ 635</u>	<u>\$ 635</u>
<u>Adult Education Fund</u>				
Total Revenues and Other Sources	\$ 1,942,172	\$ 2,128,500	\$ 2,235,146	\$ 106,646
Total Expenditures and Other Uses	<u>2,557,828</u>	<u>2,557,828</u>	<u>2,092,086</u>	<u>465,742</u>
Net Change in Fund Balance	(615,656)	(429,328)	143,060	572,388
Fund Balance at Beginning of Year	371,778	371,778	371,778	-
Prior Year Encumbrances Appropriated	<u>57,828</u>	<u>57,828</u>	<u>57,828</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ (186,050)</u>	<u>\$ 278</u>	<u>\$ 572,666</u>	<u>\$ 572,388</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget
<i>Public School Support Fund</i>				
Total Revenues and Other Sources	\$ 976,888	\$ 1,340,000	\$ 1,298,354	\$ (41,646)
Total Expenditures and Other Uses	<u>2,773,112</u>	<u>2,773,112</u>	<u>1,537,609</u>	<u>1,235,503</u>
Net Change in Fund Balance	(1,796,224)	(1,433,112)	(239,255)	1,193,857
Fund Balance at Beginning of Year	1,161,920	1,161,920	1,161,920	-
Prior Year Encumbrances Appropriated	<u>273,112</u>	<u>273,112</u>	<u>273,112</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ (361,192)</u>	<u>\$ 1,920</u>	<u>\$ 1,195,777</u>	<u>\$ 1,193,857</u>
<i>Other Grant Fund</i>				
Total Revenues and Other Sources	\$ 1,583,183	\$ 5,125,000	\$ 2,359,764	\$ (2,765,236)
Total Expenditures and Other Uses	<u>5,916,817</u>	<u>5,916,817</u>	<u>2,446,178</u>	<u>3,470,639</u>
Net Change in Fund Balance	(4,333,634)	(791,817)	(86,414)	705,403
Fund Balance at Beginning of Year	386,677	386,677	386,677	-
Prior Year Encumbrances Appropriated	<u>416,817</u>	<u>416,817</u>	<u>416,817</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ (3,530,140)</u>	<u>\$ 11,677</u>	<u>\$ 717,080</u>	<u>\$ 705,403</u>
<i>WCBE Fund</i>				
Total Revenues and Other Sources	\$ 698,686	\$ 1,236,181	\$ 1,232,520	\$ (3,661)
Total Expenditures and Other Uses	<u>1,753,525</u>	<u>1,753,525</u>	<u>1,488,768</u>	<u>264,757</u>
Net Change in Fund Balance	(1,054,839)	(517,344)	(256,248)	261,096
Fund Balance at Beginning of Year	256,383	256,383	256,383	-
Prior Year Encumbrances Appropriated	<u>90,960</u>	<u>90,960</u>	<u>90,960</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ (707,496)</u>	<u>\$ (170,001)</u>	<u>\$ 91,095</u>	<u>\$ 261,096</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget
<i>Latchkey Fund</i>				
Total Revenues and Other Sources	\$ 1,206,028	\$ 2,133,819	\$ 2,127,499	\$ (6,320)
Total Expenditures and Other Uses	<u>2,041,761</u>	<u>2,041,761</u>	<u>1,824,451</u>	<u>217,310</u>
Net Change in Fund Balance	(835,733)	92,058	303,048	210,990
Fund Balance at Beginning of Year	74,304	74,304	74,304	-
Prior Year Encumbrances Appropriated	<u>4,326</u>	<u>4,326</u>	<u>4,326</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ (757,103)</u>	<u>\$ 170,688</u>	<u>\$ 381,678</u>	<u>\$ 210,990</u>
<i>Computer Network Class "A" Site Fund</i>				
Total Revenues and Other Sources	\$ 10,000	\$ 200,000	\$ 41,506	\$ (158,494)
Total Expenditures and Other Uses	<u>200,000</u>	<u>200,000</u>	<u>41,506</u>	<u>158,494</u>
Net Change in Fund Balance	(190,000)	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ (190,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Classroom Facilities Maintenance Fund</i>				
Total Revenues and Other Sources	\$ 3,297,653	\$ 3,966,167	\$ 3,244,313	\$ (721,854)
Total Expenditures and Other Uses	<u>5,000,000</u>	<u>5,000,000</u>	<u>397,413</u>	<u>4,602,587</u>
Net Change in Fund Balance	(1,702,347)	(1,033,833)	2,846,900	3,880,733
Fund Balance at Beginning of Year	<u>20,291,490</u>	<u>20,291,490</u>	<u>20,291,490</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 18,589,143</u>	<u>\$ 19,257,657</u>	<u>\$ 23,138,390</u>	<u>\$ 3,880,733</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

<i>District Managed Activities Fund</i>	Original Budget	Final Budget	Actual	Variance with Final Budget
Total Revenues and Other Sources	\$ 2,199,560	\$ 3,700,000	\$ 2,263,391	\$ (1,436,609)
Total Expenditures and Other Uses	4,950,440	4,950,440	2,698,874	2,251,566
Net Change in Fund Balance	(2,750,880)	(1,250,440)	(435,483)	814,957
Fund Balance at Beginning of Year	885,333	885,333	885,333	-
Prior Year Encumbrances Appropriated	400,440	400,440	400,440	-
Fund Balance at End of Year	<u>\$ (1,465,107)</u>	<u>\$ 35,333</u>	<u>\$ 850,290</u>	<u>\$ 814,957</u>
<i>Auxiliary Services Fund</i>				
Total Revenues and Other Sources	\$ 3,198,899	\$ 6,530,000	\$ 6,504,505	\$ (25,495)
Total Expenditures and Other Uses	7,951,101	8,785,101	6,179,173	2,605,928
Net Change in Fund Balance	(4,752,202)	(2,255,101)	325,332	2,580,433
Fund Balance at Beginning of Year	1,454,681	1,454,681	1,454,681	-
Prior Year Encumbrances Appropriated	801,101	801,101	801,101	-
Fund Balance at End of Year	<u>\$ (2,496,420)</u>	<u>\$ 681</u>	<u>\$ 2,581,114</u>	<u>\$ 2,580,433</u>
<i>Post Secondary Vocational Education Fund</i>				
Total Revenues and Other Sources	\$ 8,966	\$ 19,000	\$ 17,457	\$ (1,543)
Advances In	-	-	13,984	13,984
Total Expenditures and Other Uses	20,034	20,034	19,043	991
Advances Out	-	-	13,441	(13,441)
Net Change in Fund Balance	(11,068)	(1,034)	(1,043)	(9)
Fund Balance at Beginning of Year	9	9	9	-
Prior Year Encumbrances Appropriated	1,034	1,034	1,034	-
Fund Balance at End of Year	<u>\$ (10,025)</u>	<u>\$ 9</u>	<u>\$ -</u>	<u>\$ (9)</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget
<i>Teacher Development Fund</i>				
Total Revenues and Other Sources	\$ -	\$ 18,112	\$ 9,056	\$ (9,056)
Advances In	-	-	-	-
Total Expenditures and Other Uses	1,425,000	9,056	-	9,056
Advances Out	-	-	9,056	(9,056)
Net Change in Fund Balance	(1,425,000)	9,056	-	(9,056)
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>\$ (1,425,000)</u>	<u>\$ 9,056</u>	<u>\$ -</u>	<u>\$ (9,056)</u>
<i>Gifted Education Fund</i>				
Total Revenues and Other Sources	\$ 140,047	\$ 200,000	\$ -	\$ (200,000)
Total Expenditures and Other Uses	200,000	34,953	34,953	-
Net Change in Fund Balance	(59,953)	165,047	(34,953)	(200,000)
Fund Balance at Beginning of Year	-	-	-	-
Prior Year Encumbrances Appropriated	34,953	34,953	34,953	-
Fund Balance at End of Year	<u>\$ (25,000)</u>	<u>\$ 200,000</u>	<u>\$ -</u>	<u>\$ (200,000)</u>
<i>Management Information Systems Fund</i>				
Total Revenues and Other Sources	\$ 200,000	\$ 298,000	\$ 198,942	\$ (99,058)
Advances In	-	-	145,611	145,611
Total Expenditures and Other Uses	300,000	300,000	202,800	97,200
Advances Out	-	-	145,611	(145,611)
Net Change in Fund Balance	(100,000)	(2,000)	(3,858)	(1,858)
Fund Balance at Beginning of Year	3,858	3,858	3,858	-
Fund Balance at End of Year	<u>\$ (96,142)</u>	<u>\$ 1,858</u>	<u>\$ -</u>	<u>\$ (1,858)</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget
<i>Public School Preschool Fund</i>				
Total Revenues and Other Sources	\$ 335,065	\$ 835,000	\$ 735,788	\$ (99,212)
Total Expenditures and Other Uses	839,935	1,002,935	800,145	202,790
Net Change in Fund Balance	(504,870)	(167,935)	(64,357)	103,578
Fund Balance at Beginning of Year	154,247	154,247	154,247	-
Prior Year Encumbrances Appropriated	14,935	14,935	14,935	-
Fund Balance at End of Year	<u>\$ (335,688)</u>	<u>\$ 1,247</u>	<u>\$ 104,825</u>	<u>\$ 103,578</u>
<i>Entry Year Programs Fund</i>				
Total Revenues and Other Sources	\$ 372	\$ 112,000	\$ 89,600	\$ (22,400)
Total Expenditures and Other Uses	122,372	122,372	89,972	32,400
Net Change in Fund Balance	(122,000)	(10,372)	(372)	10,000
Fund Balance at Beginning of Year	10,693	10,693	10,693	-
Prior Year Encumbrances Appropriated	372	372	372	-
Fund Balance at End of Year	<u>\$ (110,935)</u>	<u>\$ 693</u>	<u>\$ 10,693</u>	<u>\$ 10,000</u>
<i>Data Communication Fund</i>				
Total Revenues and Other Sources	\$ 500,000	\$ 1,550,000	\$ 410,100	\$ (1,139,900)
Total Expenditures and Other Uses	1,550,000	1,550,000	410,100	1,139,900
Net Change in Fund Balance	(1,050,000)	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>\$ (1,050,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget
<i>Schoolnet Professional Development Fund</i>				
Total Revenues and Other Sources	\$ -	\$ 47,000	\$ 12,150	\$ (34,850)
Total Expenditures and Other Uses	50,000	50,000	4,468	45,532
Net Change in Fund Balance	(50,000)	(3,000)	7,682	10,682
Fund Balance at Beginning of Year	3,510	3,510	3,510	-
Fund Balance at End of Year	<u>\$ (46,490)</u>	<u>\$ 510</u>	<u>\$ 11,192</u>	<u>\$ 10,682</u>
<i>Ohio Reads Fund</i>				
Total Revenues and Other Sources	\$ 462,761	\$ -	\$ -	\$ -
Total Expenditures and Other Uses	1,037,239	79,939	42,745	37,194
Net Change in Fund Balance	(574,478)	(79,939)	(42,745)	37,194
Fund Balance at Beginning of Year	48,146	48,146	48,146	-
Prior Year Encumbrances Appropriated	37,239	37,239	37,239	-
Fund Balance at End of Year	<u>\$ (489,093)</u>	<u>\$ 5,446</u>	<u>\$ 42,640</u>	<u>\$ 37,194</u>
<i>Vocational Educational Enhancements Fund</i>				
Total Expenditures and Other Uses	\$ 150,000	\$ -	\$ -	\$ -
Net Change in Fund Balance	(150,000)	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>\$ (150,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget
<u>Alternative Schools Fund</u>				
Total Revenues and Other Sources	\$ 699,863	\$ 700,000	\$ 429,700	\$ (270,300)
Advances In	-	-	165,732	165,732
Total Expenditures and Other Uses	700,137	700,137	581,913	118,224
Advances Out	-	-	17,142	(17,142)
Net Change in Fund Balance	(274)	(137)	(3,623)	(3,486)
Fund Balance at Beginning of Year	3,486	3,486	3,486	-
Prior Year Encumbrances Appropriated	137	137	137	-
Fund Balance at End of Year	<u>\$ 3,349</u>	<u>\$ 3,486</u>	<u>\$ -</u>	<u>\$ (3,486)</u>
<u>Poverty Based Aid Fund</u>				
Total Revenues and Other Sources	\$ 58,000,000	\$ 58,000,000	\$ 57,561,541	\$ (438,459)
Total Expenditures and Other Uses	58,000,000	58,000,000	57,561,541	438,459
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Miscellaneous State Grants Fund</u>				
Total Revenues and Other Sources	\$ 77,500	\$ 3,257,000	\$ 2,592,254	\$ (664,746)
Total Expenditures and Other Uses	2,822,500	4,072,500	3,090,798	981,702
Net Change in Fund Balance	(2,745,000)	(815,500)	(498,544)	316,956
Fund Balance at Beginning of Year	193,003	193,003	193,003	-
Prior Year Encumbrances Appropriated	622,500	622,500	622,500	-
Fund Balance at End of Year	<u>\$ (1,929,497)</u>	<u>\$ 3</u>	<u>\$ 316,959</u>	<u>\$ 316,956</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget
<i>Adult Basic Education Fund</i>				
Total Revenues and Other Sources	\$ 1,193,741	\$ 1,200,000	\$ 805,561	\$ (394,439)
Advances In	-	-	278,123	278,123
Total Expenditures and Other Uses	936,259	936,259	924,595	11,664
Advances Out	-	-	214,857	(214,857)
Net Change in Fund Balance	257,482	263,741	(55,768)	(319,509)
Fund Balance at Beginning of Year	49,509	49,509	49,509	-
Prior Year Encumbrances Appropriated	6,259	6,259	6,259	-
Fund Balance at End of Year	<u>\$ 313,250</u>	<u>\$ 319,509</u>	<u>\$ -</u>	<u>\$ (319,509)</u>
<i>Special Education Part B - IDEA Fund</i>				
Total Revenues and Other Sources	\$ 8,782,303	\$ 18,210,000	\$ 14,066,939	\$ (4,143,061)
Advances In	-	-	3,814,203	3,814,203
Total Expenditures and Other Uses	17,017,697	18,417,697	16,118,617	2,299,080
Advances Out	-	-	1,980,222	(1,980,222)
Net Change in Fund Balance	(8,235,394)	(207,697)	(217,697)	(10,000)
Fund Balance at Beginning of Year	-	-	-	-
Prior Year Encumbrances Appropriated	217,697	217,697	217,697	-
Fund Balance at End of Year	<u>\$ (8,017,697)</u>	<u>\$ 10,000</u>	<u>\$ -</u>	<u>\$ (10,000)</u>
<i>Vocational Education Fund</i>				
Total Revenues and Other Sources	\$ 2,269,205	\$ 2,800,000	\$ 1,660,646	\$ (1,139,354)
Advances In	-	-	899,322	899,322
Total Expenditures and Other Uses	3,310,795	3,490,795	3,162,132	328,663
Advances Out	-	-	196,217	(196,217)
Net Change in Fund Balance	(1,041,590)	(690,795)	(798,381)	(107,586)
Fund Balance at Beginning of Year	267,586	267,586	267,586	-
Prior Year Encumbrances Appropriated	530,795	530,795	530,795	-
Fund Balance at End of Year	<u>\$ (243,209)</u>	<u>\$ 107,586</u>	<u>\$ -</u>	<u>\$ (107,586)</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget
<i>Indian Education Grants Fund</i>				
Total Revenues and Other Sources	\$ -	\$ -	\$ -	\$ -
Total Expenditures and Other Uses	-	-	-	-
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	3,634	3,634	3,634	-
Fund Balance at End of Year	<u>\$ 3,634</u>	<u>\$ 3,634</u>	<u>\$ 3,634</u>	<u>\$ -</u>
<i>Title III - Limited English Proficiency Fund</i>				
Total Revenues and Other Sources	\$ 554,586	\$ 1,849,000	\$ 1,163,612	\$ (685,388)
Advances In	-	-	119,846	119,846
Total Expenditures and Other Uses	1,945,414	2,043,414	1,448,941	594,473
Advances Out	-	-	28,994	(28,994)
Net Change in Fund Balance	(1,390,828)	(194,414)	(194,477)	(63)
Fund Balance at Beginning of Year	49,063	49,063	49,063	-
Prior Year Encumbrances Appropriated	145,414	145,414	145,414	-
Fund Balance at End of Year	<u>\$ (1,196,351)</u>	<u>\$ 63</u>	<u>\$ -</u>	<u>\$ (63)</u>
<i>Transition Program for Refugee Children Fund</i>				
Total Revenues and Other Sources	\$ 150,000	\$ 197,000	\$ -	\$ (197,000)
Advances In	-	-	127,552	127,552
Total Expenditures and Other Uses	200,000	200,000	131,313	68,687
Advances Out	-	-	-	-
Net Change in Fund Balance	(50,000)	(3,000)	(3,761)	(761)
Fund Balance at Beginning of Year	3,761	3,761	3,761	-
Fund Balance at End of Year	<u>\$ (46,239)</u>	<u>\$ 761</u>	<u>\$ -</u>	<u>\$ (761)</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

<i>Title I Fund</i>	Original Budget	Final Budget	Actual	Variance with Final Budget
Total Revenues and Other Sources	\$ 25,154,336	\$ 53,600,000	\$ 33,749,567	\$ (19,850,433)
Advances In	-	-	9,432,791	9,432,791
Total Expenditures and Other Uses	46,095,664	56,745,664	45,013,302	11,732,362
Advances Out	-	-	1,514,720	(1,514,720)
Net Change in Fund Balance	(20,941,328)	(3,145,664)	(3,345,664)	(200,000)
Fund Balance at Beginning of Year	-	-	-	-
Prior Year Encumbrances Appropriated	3,345,664	3,345,664	3,345,664	-
Fund Balance at End of Year	<u>\$ (17,595,664)</u>	<u>\$ 200,000</u>	<u>\$ -</u>	<u>\$ (200,000)</u>
 <i>Innovative Programs - Title V Fund</i>				
Total Revenues and Other Sources	\$ 723,656	\$ 2,150,000	\$ 877,475	\$ (1,272,525)
Advances In	-	-	605,991	605,991
Total Expenditures and Other Uses	1,826,344	1,826,344	1,008,550	817,794
Advances Out	-	-	601,260	(601,260)
Net Change in Fund Balance	(1,102,688)	323,656	(126,344)	(450,000)
Fund Balance at Beginning of Year	-	-	-	-
Prior Year Encumbrances Appropriated	126,344	126,344	126,344	-
Fund Balance at End of Year	<u>\$ (976,344)</u>	<u>\$ 450,000</u>	<u>\$ -</u>	<u>\$ (450,000)</u>
 <i>Safe and Drug-Free Schools Grant - Title IV-A Fund</i>				
Total Revenues and Other Sources	\$ 974,202	\$ 1,020,000	\$ 436,182	\$ (583,818)
Advances In	-	-	106,714	106,714
Total Expenditures and Other Uses	1,015,798	1,015,798	544,487	471,311
Advances Out	-	-	24,207	(24,207)
Net Change in Fund Balance	(41,596)	4,202	(25,798)	(30,000)
Fund Balance at Beginning of Year	-	-	-	-
Prior Year Encumbrances Appropriated	25,798	25,798	25,798	-
Fund Balance at End of Year	<u>\$ (15,798)</u>	<u>\$ 30,000</u>	<u>\$ -</u>	<u>\$ (30,000)</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget
<u>Early Childhood Special Education, IDEA Fund</u>				
Total Revenues and Other Sources	\$ 249,658	\$ 435,000	\$ 251,723	\$ (183,277)
Advances In	-	-	108,033	108,033
Total Expenditures and Other Uses	461,342	461,342	306,488	154,854
Advances Out	-	-	85,440	(85,440)
Net Change in Fund Balance	(211,684)	(26,342)	(32,172)	(5,830)
Fund Balance at Beginning of Year	31,830	31,830	31,830	-
Prior Year Encumbrances Appropriated	342	342	342	-
Fund Balance at End of Year	<u>\$ (179,512)</u>	<u>\$ 5,830</u>	<u>\$ -</u>	<u>\$ (5,830)</u>
<u>Improving Teacher Quality - Title II-A Fund</u>				
Total Revenues and Other Sources	\$ 168,104	\$ 13,150,000	\$ 4,900,786	\$ (8,249,214)
Advances In	-	-	1,420,186	1,420,186
Total Expenditures and Other Uses	13,871,896	13,871,896	6,846,164	7,025,732
Advances Out	-	-	222,858	(222,858)
Net Change in Fund Balance	(13,703,792)	(721,896)	(748,050)	(26,154)
Fund Balance at Beginning of Year	216,154	216,154	216,154	-
Prior Year Encumbrances Appropriated	531,896	531,896	531,896	-
Fund Balance at End of Year	<u>\$ (12,955,742)</u>	<u>\$ 26,154</u>	<u>\$ -</u>	<u>\$ (26,154)</u>
<u>Miscellaneous Federal Grants Fund</u>				
Total Revenues and Other Sources	\$ 5,722,348	\$ 25,000,000	\$ 12,965,611	\$ (12,034,389)
Advances In	-	-	5,773,681	5,773,681
Total Expenditures and Other Uses	28,577,652	28,577,652	20,633,395	7,944,257
Advances Out	-	-	2,383,549	(2,383,549)
Net Change in Fund Balance	(22,855,304)	(3,577,652)	(4,277,652)	(700,000)
Fund Balance at Beginning of Year	-	-	-	-
Prior Year Encumbrances Appropriated	4,277,652	4,277,652	4,277,652	-
Fund Balance at End of Year	<u>\$ (18,577,652)</u>	<u>\$ 700,000</u>	<u>\$ -</u>	<u>\$ (700,000)</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

<i>Debt Service Fund</i>	Original Budget	Final Budget	Actual	Variance with Final Budget
Total Revenues and Other Sources	32,018,983	65,974,319	67,574,826	1,600,507
Total Expenditures and Other Uses	<u>35,480,001</u>	<u>70,844,201</u>	<u>70,566,279</u>	<u>277,922</u>
Net Change in Fund Balance	(3,461,018)	(4,869,882)	(2,991,453)	1,878,429
Fund Balance at Beginning of Year	<u>20,160,081</u>	<u>20,160,081</u>	<u>20,160,081</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 16,699,063</u>	<u>\$ 15,290,199</u>	<u>\$ 17,168,628</u>	<u>\$ 1,878,429</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

<i>Permanent Improvement Fund</i>	Original Budget	Final Budget	Actual	Variance with Final Budget
Total Revenues and Other Sources	\$ 16,550	\$ 17,300	\$ -	\$ (17,300)
Total Expenditures and Other Uses	1,400,750	1,400,750	1,400,000	750
Net Change in Fund Balance	(1,384,200)	(1,383,450)	(1,400,000)	(16,550)
Fund Balance at Beginning of Year	1,466,031	1,466,031	1,466,031	-
Prior Year Encumbrances Appropriated	750	750	750	-
Fund Balance at End of Year	<u>\$ 82,581</u>	<u>\$ 83,331</u>	<u>\$ 66,781</u>	<u>\$ (16,550)</u>
<i>Building Fund</i>				
Total Revenues and Other Sources	\$ 12,971,405	\$ 3,249,656	\$ 30,025,883	\$ 26,776,227
Total Expenditures and Other Uses	65,471,405	41,971,405	29,908,784	12,062,621
Net Change in Fund Balance	(52,500,000)	(38,721,749)	117,099	38,838,848
Fund Balance at Beginning of Year	24,750,345	24,750,345	24,750,345	-
Prior Year Encumbrances Appropriated	13,971,405	13,971,405	13,971,405	-
Fund Balance at End of Year	<u>\$ (13,778,250)</u>	<u>\$ 1</u>	<u>\$ 38,838,849</u>	<u>\$ 38,838,848</u>
<i>Replacement Fund</i>				
Total Revenues and Other Sources	\$ -	\$ -	\$ -	\$ -
Total Expenditures and Other Uses	1,600,000	1,600,000	1,517,517	82,483
Net Change in Fund Balance	(1,600,000)	(1,600,000)	(1,517,517)	82,483
Fund Balance at Beginning of Year	1,683,852	1,683,852	1,683,852	-
Fund Balance at End of Year	<u>\$ 83,852</u>	<u>\$ 83,852</u>	<u>\$ 166,335</u>	<u>\$ 82,483</u>

Columbus City School District

**Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)**

For the Fiscal Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget
<i>Classroom Facilities Fund</i>				
Total Revenues and Other Sources	\$ 105,262,834	\$ 17,613,216	\$ 44,309,694	\$ 26,696,478
Total Expenditures and Other Uses	435,262,834	258,262,834	234,141,960	24,120,874
Net Change in Fund Balance	(330,000,000)	(240,649,618)	(189,832,266)	50,817,352
Fund Balance at Beginning of Year	110,386,784	110,386,784	110,386,784	-
Prior Year Encumbrances Appropriated	130,262,834	130,262,834	130,262,834	-
Fund Balance at End of Year	<u>\$ (89,350,382)</u>	<u>\$ -</u>	<u>\$ 50,817,352</u>	<u>\$ 50,817,352</u>
<i>Schoolnet Equipment Fund</i>				
Total Revenues and Other Sources	\$ -	\$ 15,000	\$ 297,044	\$ 282,044
Total Expenditures and Other Uses	125,000	125,000	119,872	5,128
Net Change in Fund Balance	(125,000)	(110,000)	177,172	287,172
Fund Balance at Beginning of Year	110,003	110,003	110,003	-
Fund Balance at End of Year	<u>\$ (14,997)</u>	<u>\$ 3</u>	<u>\$ 287,175</u>	<u>\$ 287,172</u>
<i>School Building Assistance Limited Fund</i>				
Total Revenues and Other Sources	\$ -	\$ -	\$ -	\$ -
Total Expenditures and Other Uses	11,000	10,979	-	10,979
Net Change in Fund Balance	(11,000)	(10,979)	-	10,979
Fund Balance at Beginning of Year	10,979	10,979	10,979	-
Fund Balance at End of Year	<u>\$ (21)</u>	<u>\$ -</u>	<u>\$ 10,979</u>	<u>\$ 10,979</u>

Columbus City School District

Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Non-GAAP Basis)

For the Fiscal Year Ended June 30, 2008

<i>Permanent Fund</i>	Original Budget	Final Budget	Actual	Variance with Final Budget
Total Revenues and Other Sources	\$ 10,000	\$ 663,401	\$ 31,897	\$ (631,504)
Total Expenditures and Other Uses	<u>1,500</u>	<u>1,500</u>	<u>300</u>	<u>1,200</u>
Net Change in Fund Balance	8,500	661,901	31,597	(630,304)
Fund Balance at Beginning of Year	<u>885,802</u>	<u>885,802</u>	<u>885,802</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 894,302</u>	<u>\$ 1,547,703</u>	<u>\$ 917,399</u>	<u>\$ (630,304)</u>

**STATISTICAL
SECTION**

STATISTICAL TABLES

This part of Columbus City School District's comprehensive annual financial report presents detailed information as a basis for understanding what the information in the financial statements, notes disclosures, and required supplementary information says about the District's overall financial health.

CONTENTS	PAGES
Financial Trends	S-03 to S-09
These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	
Revenue Capacity	S-10 to S-17
These schedules contain information to help the reader assess the School District's most significant local revenue sources.	
Debt Capacity	S-18 to S-24
These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	
Demographic and Economic Information	S-25 to S-26
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	
Operating information	S-27 to S-32
These schedules contain service and capital asset data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	
Other information	S-33 to S-34
These schedules contain additional information to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The School District implemented GASB Statement No. 34 during fiscal year 2002. Fiscal year 2006 was the District's first year implementation of the GASB 44 stat tables.

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Columbus City School District
Net Assets by Component
Last Seven Fiscal Years
Accrual Basis of Accounting

Fiscal Year (1)	2008	2007	2006	2005	2004	2003
Governmental Activities						
Invested in Capital Assets, Net of Related Debt	\$ 166,350,958	\$ 157,028,996	\$ 78,012,508 (5)	\$ 98,439,316 (4)	\$ 135,742,271	\$ 161,112,744
Restricted for:						
Debt Service	36,319,177	29,510,707	13,933,689	12,064,763	15,904,608	7,868,465
Capital Projects	77,351,914	102,131,178	166,021,389	125,487,284	262,393,282	274,385,253 (3)
Permanent Fund						
Expendable	243,996	212,400	163,515	163,815	140,787	141,716
Nonexpendable	673,401	673,401	673,401	673,401	673,401	673,401
Classroom Facilities Maintenance	25,072,175	21,307,998	15,619,346	(2)	(2)	(2)
Auxiliary Services Program	2,258,778	-	-	-	-	-
IDEA Part B Program	501,771	-	-	-	-	-
Title I Program	10,751,474	7,193,579	5,890,037	(2)	(2)	(2)
Improving Teacher Quality Program	3,314,914	3,859,409	3,965,396	(2)	(2)	(2)
Other Purposes	7,105,001	14,169,434	11,698,102	33,172,167	31,904,733	32,655,053
Unrestricted	<u>69,906,992</u>	<u>73,619,761</u>	<u>(22,908,600)</u>	<u>(71,248,736)</u>	<u>(307,386,051)</u>	<u>(240,363,631)</u>
Total Net Assets - Governmental Activities	<u>399,850,551</u>	<u>409,706,863</u>	<u>273,068,783</u>	<u>198,752,010 (4)</u>	<u>139,373,031</u>	<u>236,473,001</u>
Business-type Activities						
Invested in Capital Assets, Net of Related Debt	(5)	(5)	(5)	3,044,469	3,169,057	3,008,821
Unrestricted	<u>(5)</u>	<u>(5)</u>	<u>(5)</u>	<u>(1,346,793)</u>	<u>660,256</u>	<u>4,430,999</u>
Total Net Assets - Business-type Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,697,676</u>	<u>3,829,313</u>	<u>7,439,820</u>
Primary Government						
Invested in Capital Assets, Net of Related Debt	166,350,958	157,028,996	78,012,508	101,483,785	138,911,328	164,121,565
Restricted						
Debt Service	36,319,177	29,510,707	13,933,689	12,064,763	15,904,608	7,868,465
Capital Projects	77,351,914	102,131,178	166,021,389	125,487,284	262,393,282	274,385,253
Permanent Fund						
Expendable	243,996	212,400	163,515	163,815	140,787	141,716
Nonexpendable	673,401	673,401	673,401	673,401	673,401	673,401
Classroom Facilities Maintenance	25,072,175	21,307,998	15,619,346	(2)	(2)	(2)
Auxiliary Services Program	2,258,778	-	-	(2)	(2)	(2)
IDEA Part B Program	501,771	-	-	(2)	(2)	(2)
Title I Program	10,751,474	7,193,579	5,890,037	(2)	(2)	(2)
Improving Teacher Quality Program	3,314,914	3,859,409	3,965,396	(2)	(2)	(2)
Other Purposes	7,105,001	14,169,434	11,698,102	33,172,167	31,904,733	32,655,053
Unrestricted	<u>69,906,992</u>	<u>73,619,761</u>	<u>(22,908,600)</u>	<u>(72,595,529)</u>	<u>(306,725,795)</u>	<u>(235,932,632)</u>
Total Net Assets - Primary Government	<u>\$ 399,850,551</u>	<u>\$ 409,706,863</u>	<u>\$ 273,068,783</u>	<u>\$ 200,449,686</u>	<u>\$ 143,202,344</u>	<u>\$ 243,912,821</u>

- (1) Fiscal year 2002 is the first year reported in accordance with GASB Statement No. 34. The other three remaining years are not presented for that reason.
(2) Fiscal year 2006 is the first year that Restricted Net Assets for other purposes were broken out at a more detailed level.
(3) As restated in fiscal year 2004 CAFR, note 4.
(4) As restated in fiscal year 2006 CAFR, note 4.
(5) As restated in fiscal year 2007 CAFR, note 4. Enterprise Funds are now reported as part of the Special Revenue Funds.
Fiscal Years 2007 and 2006 were restated to reflect these changes; however, years prior to 2006 were not restated.

Columbus City School District

Changes in Net Assets

Last Seven Fiscal Years
Accrual Basis of Accounting

Fiscal Year (1)	2008	2007	2006	2005	2004	2003	2002
Expenses							
Governmental Activities:							
Instruction							
Regular	333,637,633	293,469,060	303,818,223	297,804,126	278,118,279	281,964,404	256,444,114
Special	92,964,504	89,524,013	78,504,191	85,413,229	80,535,499	72,484,995	73,439,876
Vocational	13,340,466	10,445,182	10,736,361	14,040,774	21,114,819	21,987,545	25,256,824
Other	16,492,084	16,390,385	11,023,931	1,137,104	2,846,109	2,143,723	2,653,726
Support Services							
Pupil Support Services	50,564,641	45,843,170	47,931,201	47,790,920	53,188,569	49,792,142	40,121,652
Instructional Support Services	66,939,400	64,418,757	82,164,176	76,705,011	67,934,149	52,285,197	62,492,058
Administration	49,500,873	48,374,370	41,098,112	51,450,000	53,056,148	62,026,022	41,998,634
Business & Fiscal Services	24,661,173	16,852,559	18,156,667	15,048,909	22,593,436	9,528,287	25,320,785
Operation of Maintenance of Plant Services	64,967,754	63,191,116	60,513,709	56,317,813	61,823,222	65,304,673	60,639,039
Transportation Services - Pupils	48,671,909	44,886,806	36,604,349	32,673,761	29,611,211	29,595,632	30,200,073
Other	23,671,897	25,132,427	23,708,882	26,991,245	26,790,621	25,740,780	27,404,953
Operation of Non-Instructional Services (3)	36,959,899	34,256,509	34,530,084	174,340	206,457	169,317	150,978
Extracurricular Activities	7,366,538	7,531,387	7,718,721	7,729,840	8,650,003	8,427,562	8,250,527
Community Services (3)	-	-	-	7,262,356	5,672,603	6,211,707	6,696,640
Interest and Fiscal Charges	20,733,501	12,257,313	20,535,843	25,802,812	15,072,633	3,594,662	2,978,738
Total Governmental Activities Expenses	850,472,272	772,573,054	777,044,450	746,342,240	727,213,758	691,256,648	664,048,617
Business-type Activities (2):							
Food Service	N/A	N/A	N/A	25,616,720	23,695,554	24,823,678	23,164,041
Adult and Community Education	N/A	N/A	N/A	1,933,925	2,406,708	2,768,309	3,295,582
WCBE Radio	N/A	N/A	N/A	1,212,142	1,007,607	1,000,474	954,682
Latchkey	N/A	N/A	N/A	2,625,028	2,562,084	2,468,644	2,377,587
Rotary - Special Services	N/A	N/A	N/A	808	-	-	-
Uniform School Supplies	N/A	N/A	N/A	23,395	27,240	44,947	57,781
Total Business-type Activities Expenses	-	-	-	31,412,018	29,699,193	31,106,052	29,849,673
Total Primary Government Expenses	850,472,272	772,573,054	777,044,450	777,754,258	756,912,951	722,362,700	693,898,290
Program Revenues							
Governmental Activities:							
Charges for Services and Sales							
Instruction							
Regular	3,556,682	3,543,413	2,795,914	2,046,144	2,293,253	2,245,228	2,173,426
Special	857,374	2,377,476	577,543	642,641	498,407	437,077	482,317
Vocational	120,665	430,544	97,425	98,950	169,545	168,547	214,804
Other	1,004,151	884,849	1,080,362	2,105	11,512	10,971	17,967
Support Services							
Pupil Support Services	734,036	86,847	387,769	378,788	378,917	466,404	295,209
Instructional Support Services	406,790	34,357	423,509	478,610	375,753	354,247	435,525
Administration	1,370,854	788,928	918,723	998,883	1,277,087	1,501,093	1,283,707
Business & Fiscal Services	303,013	1,612	365,793	105,022	210,299	46,908	183,182
Operation of Maintenance of Plant Services	845,678	1,146	563,540	399,122	507,852	520,394	526,365
Transportation Services - Pupils	634,850	-	386,713	238,745	240,519	252,450	263,577
Other	221,331	-	130,299	172,636	178,019	197,224	218,515
Operation of Non-Instructional Services (3)	6,148,405	5,850,882	6,517,142	68,733	70,434	56,060	60,023
Extracurricular Activities	1,527,165	1,609,781	1,632,185	1,716,611	1,702,455	1,653,380	1,828,418
Community Services (3)	-	-	-	10,699	5,943	15,036	11,774
Operating Grants and Contributions	207,778,130	211,944,571	197,960,513	161,156,341	147,214,669	145,161,832	99,435,969
Capital Grants and Contributions	297,044	125,000	15,000	553,035	15,000	68,190,609	424,171
Total Governmental Activities Program Revenues	225,806,168	227,679,406	213,852,430	169,067,065	155,149,664	221,277,460	107,854,949
Business Type Activities (2):							
Charges for Services and Sales							
Food Service	N/A	N/A	N/A	4,691,007	4,840,687	4,989,699	5,212,307
Adult and Community Education	N/A	N/A	N/A	975,799	1,315,229	1,688,509	2,264,556
WCBE Radio	N/A	N/A	N/A	-	-	-	-
Latchkey	N/A	N/A	N/A	2,340,729	2,435,727	2,534,688	2,351,209
Rotary - Special Services	N/A	N/A	N/A	-	-	-	-
Uniform School Supplies	N/A	N/A	N/A	28,157	24,549	31,275	57,461
Operating Grants and Contributions	N/A	N/A	N/A	21,245,805	17,100,518	19,697,016	18,638,391
Total Business-type Activities Program Revenues	-	-	-	29,281,497	25,716,710	28,941,187	28,523,924
Total Primary Government Program Revenues	225,806,168	227,679,406	213,852,430	198,348,562	180,866,374	250,218,647	136,378,873
Net (Expense)/Revenue							
Governmental Activities	(624,666,104)	(544,893,648)	(563,192,020)	(577,275,175)	(572,064,094)	(469,979,188)	(556,193,668)
Business-type Activities (2)	N/A	N/A	N/A	(2,130,521)	(3,982,483)	(2,164,865)	(1,325,749)
Total Primary Government Net (Expense)/Revenue	(624,666,104)	(544,893,648)	(563,192,020)	(579,405,696)	(576,046,577)	(472,144,053)	(557,519,417)

(continued)

Columbus City School District
Changes in Net Assets
Last Seven Fiscal Years
Accrual Basis of Accounting
(Continued)

Fiscal Year (1)	2008	2007	2006	2005	2004	2003	2002
General Revenues and Other Changes in Net Assets							
Governmental Activities:							
Property Taxes	374,623,542	455,828,917	401,981,401	387,673,016	309,551,034	324,895,494	296,202,763
Grants and Entitlements Not Restricted to Specific Programs	205,809,827	186,057,536	194,613,319	190,509,398	188,643,400	186,288,707	203,015,816
Grants and Entitlements Restricted for Capital Outlay	-	-	-	56,353,810	-	-	-
Gifts and Donations Not Restricted to Specific Programs	140,000	-	-	-	-	-	-
Investment Earnings	18,309,812	24,209,137	16,694,892	9,149,680	1,489,025	4,070,833	6,629,998
Gain on Sale of Capital Assets	896	-	8,014,895	-	-	59,254	856,744
Payments in Lieu of Taxes	5,992,191	7,447,169	7,119,921	4,606,016	-	-	-
Miscellaneous	9,933,524	7,988,969	5,784,331	4,648,881	5,385,350	3,627,487	4,062,809
Transfers	-	-	-	1,116	-	-	-
Total Governmental Activities	614,809,792	681,531,728	634,208,759	652,941,917	505,068,809	518,941,775	510,768,130
Business-type Activities (2):							
Investment Earnings	N/A	N/A	N/A	-	-	32,487	86,157
Miscellaneous	N/A	N/A	N/A	-	371,976	3,563	8,797
Transfers	N/A	N/A	N/A	(1,116)	-	-	-
Total Business-type Activities	-	-	-	(1,116)	371,976	36,050	94,954
Total Primary Government General Revenues and Other Changes in Net Assets	614,809,792	681,531,728	634,208,759	652,940,801	505,440,785	518,977,825	510,863,084
Change in Net Assets							
Governmental Activities	(9,856,312)	136,638,080	71,016,739	75,666,742	(66,995,285)	48,962,587	(45,425,538)
Business-type Activities (2)	N/A	N/A	N/A	(2,131,637)	(3,610,507)	(2,128,815)	(1,230,795)
Total Primary Government Change in Net Assets	\$ (9,856,312)	\$ 136,638,080	\$ 71,016,739	\$ 73,535,105	\$ (70,605,792)	\$ 46,833,772	\$ (46,656,333)

N/A - Not applicable due to footnote (2) below.

- (1) Fiscal year 2002 is the first year reported in accordance with GASB Statement No. 34. The other remaining three years are not presented for that reason.
- (2) As restated in fiscal year 2007 CAFR, note 4. Enterprise Funds are now reported as part of the Special Revenue Funds. Fiscal Years 2007 and 2006 were restated to reflect these changes; however, years prior to 2006 were not restated.
- (3) Prior to fiscal year 2006, Enterprise Operations and Community Services were listed separately; however, both are currently presented under the line item, "Operation of Non-Instructional Services."

Columbus City School District
Fund Balances - Governmental Funds
 Last Ten Fiscal Years
 Modified Accrual Basis of Accounting

<u>Fiscal Year (1)</u>	<u>2008 (7)</u>	<u>2007 (7)</u>	<u>2006 (7)</u>	<u>2005</u>	<u>2004</u>
General Fund					
Reserved	\$ 98,945,956	\$ 64,053,699	\$ 76,499,114	\$ 10,232,117	\$ 26,916,482
Unreserved	807,335	35,718,527	(50,741,286)	(30,859,351) (3)	(58,264,215)
Total General Fund	99,753,291	99,772,226	25,757,828	(20,627,234)	(31,347,733)
All Other Governmental Funds					
Reserved	114,385,439	154,742,354	116,855,704	25,559,562	13,313,796
Unreserved, Reported in:					
Special Revenue Funds	17,104,637	30,205,372	18,911,457	23,130,096	11,647,877
Debt Service Fund	20,423,630	24,345,083	8,956,742	17,747,947	12,127,248
Capital Projects Funds	88,677,242	137,383,445	243,996,807	344,437,816 (2)	190,398,554
Permanent Fund	243,996	212,400	163,515	163,815	140,787
Total All Other Governmental Funds	240,834,944	346,888,654	388,884,225	411,039,236	227,628,262
Total Governmental Funds	<u>\$ 340,588,235</u>	<u>\$ 446,660,880</u>	<u>\$ 414,642,053</u>	<u>\$ 390,412,002</u>	<u>\$ 196,280,529</u>

- (1) Fiscal year 2002 is the first year reported in accordance with GASB Statement No. 34. Therefore, the amounts reported for fiscal years 1999 through 2001 do not include Permanent Funds.
- (2) The amount of unreserved fund balances, reported in capital projects funds, increase significantly in fiscal years 2003 and 2005 due to issuance of bonds in those years.
- (3) As restated in fiscal year 2006 CAFR, note 4.
- (4) As restated in fiscal year 2002 CAFR, note 3.
- (5) As restated in fiscal year 2001 CAFR, note 17.
- (6) As restated in fiscal year 2000 CAFR, note 17.
- (7) As restated in fiscal year 2007 CAFR, note 4. Enterprise Funds are now reported as part of the Special Revenue Funds. Fiscal Years 2007 and 2006 were restated to reflect these changes; however, years prior to 2006 were not restated.

<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	
\$ 21,375,943	\$ 23,939,323	\$ 29,072,117	\$ 27,290,630	\$ 20,429,104	(6)
(15,925,554)	27,178,654	52,805,115	33,033,921	41,010,349	
5,450,389	51,117,977	81,877,232	60,324,551	61,439,453	
14,019,040	9,991,188	17,205,977	23,121,471	19,663,127	
13,828,200	12,231,439	15,699,573	8,612,083	7,933,830	(5)
13,631,320	-	-	-	-	
200,597,272 (2)	8,154,413	4,288,065	10,034,634	13,439,753	(4)
141,407	186,792	-	-	-	
<u>242,217,239</u>	<u>30,563,832</u>	<u>37,193,615</u>	<u>41,768,188</u>	<u>41,036,710</u>	
<u>\$ 247,667,628</u>	<u>\$ 81,681,809</u>	<u>\$ 119,070,847</u>	<u>\$ 102,092,739</u>	<u>\$ 102,476,163</u>	

Columbus City School District
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
Modified Accrual Basis of Accounting

Fiscal Year (1)	2008 (4)	2007 (4)	2006 (4)	2005	2004
Revenues:					
Taxes	\$ 368,231,415	\$ 447,420,409	\$ 396,067,777	\$ 376,823,691	\$ 326,624,650
Tuition and Fees	8,949,533	8,174,298	9,857,750	5,473,329	5,772,014
Earnings on Investments	19,136,612	23,540,362	17,004,766	9,283,751	1,800,749
Intergovernmental	435,315,009	429,105,480	414,763,503	372,657,266	324,813,059
Payments in Lieu of Taxes	5,992,191	7,447,169	7,119,921	4,606,016	-
Customer Sales and Service	6,739,197	5,784,625	4,367,330	-	-
Other	14,246,609	12,155,116	12,166,261	9,120,319	8,299,479
Total Revenues	858,610,566	933,627,459	861,347,308	777,964,372	667,309,951
Expenditures:					
Instruction	424,478,182	408,003,827	396,100,567	381,929,727	365,811,673
Pupil Support Services	48,950,800	45,089,753	48,851,702	46,705,565	51,059,717
Instructional Support Services	68,691,546	64,487,669	81,041,154	76,278,185	66,627,988
Administration	48,330,670	47,501,952	43,892,349	49,805,790	48,959,987
Business and Fiscal Services	21,399,148	16,837,558	18,524,606	17,796,461	22,004,251
Operation and Maintenance of Plant Services	67,728,958	61,014,250	62,427,678	55,461,480	62,412,038
Transportation Services - Pupils	49,552,172	43,936,484	36,646,705	33,364,648	28,915,014
Other Support Services	23,458,382	26,347,184	24,177,711	26,861,677	24,107,348
Extracurricular Activities	7,345,523	7,351,228	7,755,402	7,771,183	10,138,959
Operation of Non-Instructional Services (5)	36,068,288	33,739,568	34,362,888	7,262,205	5,698,663
Capital Outlay	152,757,655	121,209,260	58,861,401	17,317,200	10,716,011
Debt Service:					
Principal	46,323,632	14,385,454	16,275,025	72,956,927	10,512,362
Interest	16,649,779	11,708,144	18,176,894	18,077,980	11,785,384
Bond Issuance Costs	128,604	2,396,095	-	1,423,174	-
Total Expenditures	1,011,863,339	904,008,426	847,094,082	813,012,202	718,749,395
Excess of Revenues Over (Under) Expenditures	(153,252,773)	29,619,033	14,253,226	(35,047,830)	(51,439,444)
Other Financing Sources (Uses)					
Bonds Issued	-	-	-	164,000,000	-
Notes Issued	47,080,198	-	-	60,000,000 (3)	-
Refunding Bonds Issued	6,895,000	282,864,897	-	-	-
Premium on Debt Issuance	204,058	29,696,676	-	4,682,751	-
Proceeds from Sale of Assets	89,927	3,698	9,904,601	15,946	52,345
Inception of Capital Lease	-	-	-	479,490	-
Payment to Refunded Bond Escrow Agent	(7,089,055)	(310,165,477)	-	-	-
Transfers In	10,494,172	34,067,177	746,167	823,156	437,323
Transfers Out	(10,494,172)	(34,067,177)	(746,167)	(822,040)	(437,323)
Total Other Financing Sources (Uses)	47,180,128	2,399,794	9,904,601	229,179,303	52,345
Net Changes in Fund Balances	\$ (106,072,645)	\$ 32,018,827	\$ 24,157,827	\$ 194,131,473	\$ (51,387,099)
Debt Service as a Percentage of Noncapital Expenditures - (2)					
	7.38%	3.65%	4.38%	11.62%	3.15%

- (1) Fiscal year 2002 is the first year reported in accordance with GASB Statement No. 34. Therefore, the amounts reported for fiscal years 1999 through 2001 do not include permanent funds.
- (2) Calculation represents debt service expenditures divided by the product of total expenditures minus capital asset additions.
- (3) As restated in fiscal year 2006 CAFR, note 4.
- (4) As restated in fiscal year 2007 CAFR, note 4. Enterprise Funds are now reported as part of the Special Revenue Funds. Fiscal Years 2007 and 2006 were restated to reflect these changes; however, years prior to 2006 were not restated.
- (5) Prior to fiscal year 2006, the "Operation of Non-Instructional Services" line was divided among the classifications of Enterprise Operations and Community Services.

2003	2002	2001	2000	1999
\$ 320,641,959	\$ 294,263,353	\$ 293,373,583	\$ 266,540,853	\$ 265,476,295
5,869,257	6,382,502	5,520,683	6,527,380	6,469,954
4,313,492	6,073,034	12,772,332	11,572,552	8,202,994
316,697,580	301,745,514	294,846,306	262,379,531	248,554,740
-	-	-	-	-
-	-	-	-	-
6,698,387	6,465,330	7,383,039	5,286,229	5,422,509
<u>654,220,675</u>	<u>614,929,733</u>	<u>613,895,943</u>	<u>552,306,545</u>	<u>534,126,492</u>
361,272,869	332,672,514	304,257,966	282,710,143	260,410,295
48,731,883	44,128,214	39,640,897	34,635,749	27,914,476
52,284,232	62,917,855	53,258,590	55,442,755	39,913,636
61,093,212	41,780,024	37,301,844	38,800,902	36,970,817
8,881,965	21,824,688	9,932,415	13,612,464	13,258,456
64,273,776	55,703,874	54,817,653	47,824,785	44,550,169
29,733,508	29,268,144	28,676,965	26,533,969	22,307,591
25,782,742	26,957,345	15,878,244	13,103,694	14,862,109
8,380,438	8,059,074	8,295,890	7,336,262	5,094,836
6,331,243	6,777,812	5,110,900	5,943,998	7,237,598
5,734,941	11,835,837	29,365,872	45,209,750	16,668,314
17,723,967	18,905,020	20,638,941	12,673,415	10,425,000
3,253,958	2,991,985	3,760,570	2,668,776	3,109,076
1,695,364	-	-	-	-
<u>695,174,098</u>	<u>663,822,386</u>	<u>610,936,747</u>	<u>586,496,662</u>	<u>502,722,373</u>
(40,953,423)	(48,892,653)	2,959,196	(34,190,117)	31,404,119
200,000,000	7,760,000	10,208,688	-	-
-	-	-	-	-
-	-	-	-	-
6,879,996	-	-	-	-
97,888	928,234	360,521	3,545,416	198,637
-	2,235,256	257,304	30,291,029	-
-	-	-	-	-
2,317,446	1,947,227	8,051,135	4,357,461	19,018,157
<u>(2,317,446)</u>	<u>(1,947,227)</u>	<u>(8,513,892)</u>	<u>(4,700,863)</u>	<u>(19,357,616)</u>
<u>206,977,884</u>	<u>10,923,490</u>	<u>10,363,756</u>	<u>33,493,043</u>	<u>(140,822)</u>
<u>\$ 166,024,461</u>	<u>\$ (37,969,163)</u>	<u>\$ 13,322,952</u>	<u>\$ (697,074)</u>	<u>\$ 31,263,297</u>
3.29%	3.36%	4.17%	2.88%	2.77%

Columbus City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Collection (Calendar) Years (1)

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	General Business	
	Residential/ Agricultural	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value
1999	2,938,456,680	2,713,504,650	16,148,460,943	987,119,988	3,948,479,952
2000	3,444,268,850	2,989,955,860	18,383,499,171	1,029,084,082	4,116,336,328
2001	3,066,820,810	3,496,296,470	18,751,763,657	1,090,814,513	4,363,258,052
2002	3,170,273,290	3,559,994,020	19,229,335,171	1,087,959,261	4,351,837,044
2003	4,143,546,790	3,428,627,110	21,634,782,571	1,066,732,618	4,266,930,472
2004	4,248,498,360	3,467,712,210	22,046,315,914	951,276,948	3,805,107,792
2005	4,379,980,960	3,473,322,660	22,438,010,343	880,869,560	3,523,478,240
2006	5,433,800,560	3,707,897,720	26,119,137,943	655,192,751	3,262,740,850
2007	5,589,997,460	3,840,709,220	26,944,876,229	453,358,094	3,626,864,752
2008	5,641,772,850	3,970,291,290	27,463,040,400	254,448,704	4,071,179,264

Source: Franklin County Auditor

(1) Franklin County Auditor property tax records are maintained on a calendar year basis.

Notes:

Real Property: Real property assessed valuation is based upon 35% of estimated true value set by county appraisal.

Personal Property: Prior to 2006, the assessed valuation for personal property was based on varying percentages of true value (we used 25 percent in the assessed valuations above). House Bill 66 (the State's biennial budget for fiscal years 2006-2007) phases out the tax on the tangible personal property of general businesses, telephone and telecommunications, and railroads. The tax on general business and railroad property (which is public utility property) will be eliminated by 2009, and the tax on telephone and telecommunications property will be eliminated by 2011. The tax is phased out by reducing the assessment rate on the property each year. At the same time, the bill replaces the revenue lost due to phasing out the tax. This replacement revenue is recorded on the financial statements as intergovernmental revenue. In the first five years, local governments are reimbursed in full for the lost revenue (based on 2004 values); in the following seven years, the reimbursements are phased out.

To reflect this phase out of certain personal property taxes, the 2006 assessed valuation is 74.38% of the 2005 actual assessed value, and the 2007 assessed valuation is 67% of the 2006 actual assessed value, and the 2008 assessed valuation is 50% of the 2007 assessed value.

Tangible Personal Property		Total		Total Direct Tax Rate (per \$1,000 of assessed value)
Public Utility		Assessed	Estimated	
Assessed Value	Estimated Actual Value	Value	Actual Value	
405,981,940	1,159,948,400	7,045,063,258	21,256,889,295	57.95
411,779,800	1,176,513,714	7,875,088,592	23,676,349,213	57.57
404,814,710	1,156,613,457	8,058,746,503	24,271,635,166	57.37
340,258,620	972,167,486	8,158,485,191	24,553,339,701	57.37
323,196,300	923,418,000	8,962,102,818	26,825,131,043	58.80
314,165,560	897,615,886	8,981,653,078	26,749,039,592	59.18
334,181,070	954,803,057	9,068,354,250	26,916,291,640	67.65
289,096,620	825,990,343	10,085,987,651	30,207,869,136	66.47
283,009,390	808,598,257	10,167,074,164	31,380,339,238	67.65
194,751,730	556,433,514	10,061,264,574	32,090,653,178	67.65

Columbus City School District
Principal Property Taxpayers
Fiscal Years 2008 and 1999

	2008		
	Total Assessed	Rank	% of Total Assessed
	Valuation (1)		Valuation
<u>Public Utilities</u>			
Columbus Southern Power Company	\$ 167,631,910	1	1.67%
Columbia Gas of Ohio Inc	31,592,240	2	0.31%
American Electric Power	23,820,160	3	0.24%
Ohio Bell Telephone Co.			
Abbott Manufacturing Inc.			
<u>Real Estate</u>			
Nationwide Mutual Insurance Co.	86,749,190	1	0.86%
Huntington Center	58,100,000	2	0.58%
OhioHealth Corp.	38,182,520	3	0.38%
Duke Realty	20,702,790	4	0.21%
Grant/Riverside Methodist	19,583,550	5	0.19%
Capital South Community Urban Redevelopment	19,512,320	6	0.19%
Battelle Memorial	19,397,980	7	0.19%
Olentangy Commons LP	14,735,030	8	0.15%
Hertz Columbus One LLC	14,732,480	9	0.15%
Prefco XVII LP	13,895,000	10	0.14%
American Electric Power			
Huntington National Bank			
Equitable Life Assurance			
Eqp-One Columbus LLC			
Property Ohio OBLs One LP			
RB-3 Associates & Stephen B Goodman			
<u>Tangible Personal Property</u>			
Ohio Bell Telephone Company	13,298,185	1	0.13%
New Par	5,732,760	2	0.06%
Insight Communications of Central Ohio	4,901,190	3	0.05%
Abbott Laboratories	4,543,488	4	0.05%
Time Warner Entertainment Company LP	4,152,900	5	0.04%
Kroger Company	3,500,720	6	0.03%
Battelle Memorial Institute	3,416,080	7	0.03%
J C Penney Company Inc.	3,061,061	8	0.03%
Crane Plastics Company LLC	2,967,740	9	0.03%
American Electric Power Service	2,943,620	10	0.03%
Techneglas, Inc.			
Amerisource Corporation			
Ameritech New Media Inc.	-		
IBM Credit Corporation	-		
Victoria's Secret Catalogue, Inc.			
Borden Inc.			
All Others	9,484,111,660		94.26%
Total Assessed Valuation	\$ 10,061,264,574		100.00%

(1) - House Bill 66 (the State's biennial budget) has begun the phase out of Tangible Personal Property Tax (TPP) in the next three years. To reflect this phase out, the assessed valuation listed above for TPP is 74.38% of the 2005 Actual Assessed Valuation.

Source: Franklin County Auditor.

1999			
	Total Assessed Valuation	Rank	% of Total Assessed Valuation
\$	185,332,640	1	2.63%
	82,266,870	3	1.17%
	119,364,240	2	1.69%
	12,131,960	4	0.17%
	93,887,590	1	1.33%
	50,232,340	2	0.71%
	19,794,390	4	0.28%
	18,419,610	5	0.26%
	31,826,510	3	0.45%
	15,445,060	6	0.22%
	14,700,000	7	0.21%
	14,673,710	8	0.21%
	14,372,740	9	0.20%
	14,016,370	10	0.20%
	23,794,750	3	0.34%
	15,300,600	5	0.22%
	11,822,880	7	0.17%
	26,477,560	1	0.38%
	25,900,140	2	0.37%
	16,269,030	4	0.23%
	15,096,960	6	0.21%
	11,501,490	8	0.16%
	11,188,560	9	0.16%
	10,961,500	10	0.16%
	<u>6,190,285,758</u>		<u>87.87%</u>
\$	<u>7,045,063,258</u>		<u>100.00%</u>

Columbus City School District
Property Tax Rates (Per \$1,000 of Assessed Valuation)--Direct and Overlapping Governments
 Last Ten Collection (Calendar) Years (1)

Collection Year	Columbus City School District			Corporations			Townships		
	General Fund	Bond Fund	Permanent Improvement /Maintenance	Total Direct	Columbus	Gahanna	Valleyview	Blendon	Clinton
1999	56.30	1.65	0.00	57.95	3.14	2.40	24.53	22.43	25.64
2000	56.30	1.27	0.00	57.57	3.14	2.40	24.53	22.41	25.64
2001	56.30	1.07	0.00	57.37	3.14	2.40	24.53	22.16	25.64
2002	56.30	1.07	0.00	57.37	3.14	2.40	24.53	22.00	25.64
2003	56.30	2.00	0.50	58.80	3.14	2.40	24.53	25.40	25.64
2004	56.30	2.38	0.50	59.18	3.14	2.40	24.53	25.07	25.64
2005	63.25	3.90	0.50	67.65	3.14	2.40	24.53	25.05	25.64
2006	63.25	2.72	0.50	66.47	3.14	2.40	24.53	25.02	25.64
2007	63.25	3.90	0.50	67.65	3.14	2.40	22.53	26.55	31.14
2008	63.25	3.90	0.50	67.65	3.14	2.40	22.53	26.51	31.14

Note: The District's basic property tax rate may only be increased by a majority vote of the District's residents. Rates for debt service are based on each year's requirements.

(1) Source: Franklin County Auditor

Townships							Other Units		
Franklin	Mifflin-Gahanna	Mifflin	Perry	Sharon	Truro	Franklin-Valleyview	Franklin County	Columbus-Franklin County Library District	Metropolitan Park District
13.05	8.70	20.80	23.80	13.10	12.65	0.30	16.99	2.20	0.55
13.05	8.70	20.80	23.80	19.10	12.65	0.30	16.99	2.20	0.55
13.05	9.70	21.80	20.50	19.08	12.65	0.30	16.99	2.20	0.65
13.05	9.70	21.80	23.80	19.00	12.65	0.30	16.99	2.20	0.65
13.05	9.70	21.80	23.80	23.50	16.65	0.30	16.99	2.20	0.65
13.05	9.70	21.80	20.40	23.50	16.65	0.30	16.99	2.20	0.65
18.05	9.70	22.80	18.40	23.50	16.65	0.30	17.79	2.20	0.65
18.05	9.70	22.80	18.40	23.50	16.65	0.30	17.79	2.20	0.65
21.31	10.70	22.80	21.20	23.50	16.65	0.30	17.79	2.20	0.65
21.31	10.70	22.80	21.20	23.50	16.65	0.30	17.84	2.20	0.65

Columbus City School District
Property Tax Levies and Collections
 Last Ten Collection (Calendar) Years

<u>Collection Year</u>	<u>Tax Levied</u>	<u>Current Tax Collection</u>	<u>Percent of Levy Collected</u>	<u>Delinquent Collection</u>
1998	289,787,838	282,506,372	97.49%	11,584,455
1999	302,405,022	292,215,950	96.63%	11,508,152
2000	309,899,227	294,623,207	95.07%	8,888,182
2001	318,921,808	303,040,501	95.02%	12,909,204
2002	318,637,659	297,829,803	93.47%	14,622,228
2003	337,620,850	314,056,091	93.02%	16,086,346
2004	341,326,702	314,874,590	92.25%	19,793,223
2005	427,113,841	394,620,611	92.39%	17,054,463
2006	417,264,411	387,176,261	92.79%	21,851,526
2007	431,806,909	396,590,279	91.84%	21,154,409

Source: Franklin County Auditor

2008 Property tax levies and collections are not available.

<u>Total Tax Collections</u>	<u>Percent of Total Collections to Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Percent of Outstanding Delinquent Taxes to Levy</u>
294,090,827	101.48%	23,689,638	8.17%
303,724,102	100.44%	27,309,998	9.03%
303,511,389	97.94%	30,561,002	9.86%
315,949,705	99.07%	33,432,049	10.48%
312,452,031	98.06%	37,364,783	11.73%
330,142,437	97.78%	40,153,091	11.89%
334,667,813	98.05%	33,774,399	9.90%
411,675,074	96.39%	39,256,455	9.19%
409,027,787	98.03%	47,664,964	11.42%
417,744,688	96.74%	54,057,090	12.52%

Columbus City School District
Ratio of Net General Bonded Debt to Assessed Value and
Net Bonded Debt Per Capita
Last Ten Collection (Calendar) Years (4)

Collection Year (4)	(1) Population	Assessed Value (2) (In thousands)	Gross Bonded Debt (3)	Less Debt Service Fund (3)
1999	522,637	7,045,063	68,767,612	9,751,530
2000	523,871	7,875,089	58,242,612	7,684,268
2001	533,603	8,058,747	58,917,612	5,323,552
2002	540,173	8,158,485	57,057,612	3,427,618
2003	550,518	8,962,103	254,793,294	13,889,450
2004	557,507	8,981,653	278,319,545	12,903,977
2005	566,157	9,068,354	437,367,692	18,073,538
2006	572,513	10,085,988	414,578,130	13,550,014
2007	576,603	10,167,074	404,553,684	29,498,177
2008	579,958	10,061,265	408,811,995	30,270,796

Sources: (1) Based on 75% of City of Columbus population as estimated by the Mid-Ohio Regional Planning Commission for the calendar years 1998 through 1999, but reported for fiscal years 1999 through 2000, the U.S. Bureau of Census for calendar year 2000, but reported for fiscal year 2001, and the Mid-Ohio Regional Planning Commission for the calendar years 2001-2007, but reported for fiscal years 2002-2008.

(2) Franklin County Auditor, calendar year information.

(3) Columbus City School District records (Includes unamortized premium, loss, and accretion on bonds and long term bond anticipation notes).

(4) All collection years are reported on a GAAP basis.

<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value (%)</u>	<u>Estimated Net Bonded Debt Per Capita</u>
59,016,082	0.84%	113
50,558,344	0.64%	97
53,594,060	0.67%	100
53,629,994	0.66%	99
240,903,844	2.69%	438
265,415,568	2.96%	476
419,294,154	4.62%	741
401,028,116	3.98%	700
375,055,507	3.69%	650
378,541,199	3.76%	653

**Columbus City School District
Computation of Legal Debt Margin
Last Ten Fiscal Years**

	2008	2007	2006	2005
<u>Overall Direct Debt Limitation</u>				
Direct debt limitation				
9% of assessed valuation	\$ 905,513,812	\$ 915,036,675	\$ 907,738,889	\$ 816,151,883
Amount available in Debt Service Fund	<u>30,270,796</u>	<u>29,498,177</u>	<u>13,550,014</u>	<u>18,073,538</u>
Total overall debt limitation	<u>935,784,608</u>	<u>944,534,852</u>	<u>921,288,903</u>	<u>834,225,421</u>
Gross indebtedness	372,101,345	364,643,039	380,061,116	390,067,613
Less: debt exempt from limitation	<u>(5,975,000)</u>	<u>(6,675,000)</u>	<u>(7,345,000)</u>	<u>(9,430,000)</u>
Debt subject to 9% limitation	<u>366,126,345</u>	<u>357,968,039</u>	<u>372,716,116</u>	<u>380,637,613</u>
Legal debt margin within 9% limitation	<u>\$ 569,658,263</u>	<u>\$ 586,566,813</u>	<u>\$ 548,572,787</u>	<u>\$ 453,587,808</u>
Total net debt applicable to the limit as a percentage of debt limit	39.1%	37.9%	40.5%	45.6%
<u>Unvoted Direct Debt Limitation</u>				
Unvoted debt limitation				
0.1% of assessed valuation	\$ 10,061,265	\$ 10,167,074	\$ 10,085,988	\$ 9,068,354
Amount available in Debt Service Fund related to unvoted debt	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total unvoted debt limitation	<u>10,061,265</u>	<u>10,167,074</u>	<u>10,085,988</u>	<u>9,068,354</u>
Gross indebtedness authorized by the Board	5,975,000	6,675,000	7,345,000	9,430,000
Less: debt exempt from limitation	<u>(5,975,000)</u>	<u>(6,675,000)</u>	<u>(7,345,000)</u>	<u>(9,430,000)</u>
Debt subject to 0.1% limitation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin within 0.1% limitation	<u>\$ 10,061,265</u>	<u>\$ 10,167,074</u>	<u>\$ 10,085,988</u>	<u>\$ 9,068,354</u>
Total net debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%
<u>Energy Conservation Debt Limitation</u>				
Debt limitation				
0.9% of assessed valuation	\$ 90,551,381	\$ 91,503,667	\$ 90,773,889	\$ 81,615,188
Energy Conservation Bonds authorized by the Board	<u>(5,975,000)</u>	<u>(6,675,000)</u>	<u>(7,345,000)</u>	<u>(9,430,000)</u>
Legal debt margin within 0.9% limitation	<u>\$ 84,576,381</u>	<u>\$ 84,828,667</u>	<u>\$ 83,428,889</u>	<u>\$ 72,185,188</u>
Total net debt applicable to the limit as a percentage of debt limit	6.6%	7.3%	8.1%	11.6%

Ohio Bond Law sets a limit of 9% for voted debt and 1/10 of 1% for unvoted debt. Specific requirements for school districts are in Ohio Revised Code Sections 133.04 and 133.06.

2004	2003	2002	2001	2000	1999
\$ 808,348,777	\$ 806,589,254	\$ 734,263,667	\$ 725,287,185	\$ 708,757,973	\$ 634,055,693
<u>12,903,977</u>	<u>13,889,450</u>	<u>3,427,618</u>	<u>5,323,552</u>	<u>7,684,268</u>	<u>9,751,530</u>
<u>821,252,754</u>	<u>820,478,704</u>	<u>737,691,285</u>	<u>730,610,737</u>	<u>716,442,241</u>	<u>643,807,223</u>
238,372,613 (11,295,000)	247,952,612 (13,075,000)	57,057,612 (14,760,000)	58,917,612 (17,460,000)	58,242,612 (9,085,000)	68,767,612 (10,735,000)
<u>227,077,613</u>	<u>234,877,612</u>	<u>42,297,612</u>	<u>41,457,612</u>	<u>49,157,612</u>	<u>58,032,612</u>
<u>\$ 594,175,141</u>	<u>\$ 585,601,092</u>	<u>\$ 695,393,673</u>	<u>\$ 689,153,125</u>	<u>\$ 667,284,629</u>	<u>\$ 585,774,611</u>
27.7%	28.6%	5.7%	5.7%	6.9%	9.0%
\$ 8,981,653	\$ 8,962,103	\$ 8,158,485	\$ 8,058,747	\$ 7,875,089	\$ 7,045,063
-	-	-	-	-	-
<u>8,981,653</u>	<u>8,962,103</u>	<u>8,158,485</u>	<u>8,058,747</u>	<u>7,875,089</u>	<u>7,045,063</u>
11,295,000 (11,295,000)	13,075,000 (13,075,000)	14,760,000 (14,760,000)	17,460,000 (17,460,000)	9,085,000 (9,085,000)	10,735,000 (10,735,000)
-	-	-	-	-	-
<u>\$ 8,981,653</u>	<u>\$ 8,962,103</u>	<u>\$ 8,158,485</u>	<u>\$ 8,058,747</u>	<u>\$ 7,875,089</u>	<u>\$ 7,045,063</u>
0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
\$ 80,834,878	\$ 80,658,925	\$ 73,426,367	\$ 72,528,719	\$ 70,875,797	\$ 63,405,569
<u>(11,295,000)</u>	<u>(13,075,000)</u>	<u>(14,760,000)</u>	<u>(17,460,000)</u>	<u>(9,085,000)</u>	<u>(10,735,000)</u>
<u>\$ 69,539,878</u>	<u>\$ 67,583,925</u>	<u>\$ 58,666,367</u>	<u>\$ 55,068,719</u>	<u>\$ 61,790,797</u>	<u>\$ 52,670,569</u>
14.0%	16.2%	20.1%	24.1%	12.8%	16.9%

Columbus City School District
Ratio of Outstanding Debt By Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities	Total Primary Government	(b) Population	(c) Personal Income	Percentage of Personal Income	Outstanding Debt Per Capita
	(a) General Obligation Bonds	(a) Energy Conservation Bonds	(a) Capital Leases	(a) Capital Leases					
1999	58,032,612	10,735,000	-	-	68,767,612	522,637	15,378,593,725	0.45%	132
2000	49,157,612	9,085,000	28,142,612	-	86,385,224	523,871	15,935,631,949	0.54%	165
2001	41,457,612	17,460,000	17,465,975	513,951	76,897,538	533,603	16,822,901,781	0.46%	144
2002	42,297,612	14,760,000	10,416,211	375,829	67,849,652	540,173	17,304,982,228	0.39%	126
2003	241,718,294	13,075,000	1,797,243	230,899	256,821,436	550,518	18,423,084,870	1.39%	467
2004	267,024,545	11,295,000	864,881	78,825	279,263,251	557,507	19,039,979,064	1.47%	501
2005	427,937,692	9,430,000	692,444	-	438,060,136	566,157	20,122,352,094	2.18%	774
2006	407,233,130	7,345,000	387,419	-	414,965,549	572,513	21,706,257,882	2.06%	733
2007	397,878,684	6,675,000	296,964	-	404,850,648	576,603	21,950,699,607	1.84%	702
2008	408,811,995 (d)	5,975,000	200,931	-	414,987,926	579,958	22,666,498,514	1.83%	716

Source:

(a) See notes to the basic financial statements regarding the District's debt obligations and capital leases. The bonds shown on this table include unamortized bond premiums, accretion on bonds, and loss on refunding of bonds.

(b) See Schedule "Demographic Statistics, Last Ten Fiscal Years" for population information.

(c) Calculated by multiplying per capita income times population. See Schedule "Demographic Statistics, Last Ten Fiscal Years" for personal income and population.

(d) Includes \$20,092,599 in bond anticipation notes which are being treated as long term debt due to refinancing in December 2008.

Columbus City School District
Computation of Direct and Overlapping Debt
For Fiscal Year 2008

<u>Governmental Unit</u>	<u>Gross General Obligation Debt</u>	<u>Percent Applicable to School District</u>	<u>Amount Applicable to School District</u>
Direct:			
Columbus City School District	\$ 408,811,995 (2)	100.000%	\$ 408,811,995
Overlapping:			
Franklin County	249,138,154 (1)	35.894%	89,424,686
City of Columbus	1,206,397,076 (1)	98.147%	1,184,042,680
City of Gahanna	22,450,000 (1)	0.046%	10,216
Village of New Albany	2,655,000 (1)	0.002%	55
Blendon Township	0 (1)	0.000%	0
Plain Township	1,814,998 (1)	0.100%	1,824
Washington Township	<u>2,374,999 (1)</u>	0.171%	<u>4,061</u>
Total overlapping	<u>1,484,830,227 (1)</u>		<u>1,273,483,522</u>
	<u>\$ 1,893,642,222</u>		<u>\$ 1,682,295,517</u>

Source: Franklin County Auditor

(1) Determined as of December 31, 2007

(2) Determined as of June 30, 2008

Columbus City School District
Ratio of Annual Debt Service Expenditures
for General Bonded Debt to Total Governmental Expenditures
Last Ten Fiscal Years

Fiscal Year(3)	Principal	Interest	Total Debt Service (1)	Total Governmental Expenditures (2)	Ratio of Debt Service to Governmental Expenditures (%)
1999	10,425,000	3,109,076	13,534,076	502,722,373	2.69%
2000	10,525,000	2,612,035	13,137,035	586,496,662	2.24%
2001	9,705,000	2,521,730	12,226,730	610,936,747	2.00%
2002	9,620,000	2,315,384	11,935,384	663,822,386	1.80%
2003	9,105,000	5,996,840	15,101,840	695,174,098	2.17%
2004	9,580,000	11,683,475	21,263,475	718,749,395	2.96%
2005	12,305,000	17,725,110	30,030,110	813,012,202	3.69%
2006	15,970,000	18,145,948	34,115,948	847,094,082	(4) 4.03%
2007	14,295,000	11,687,359	25,982,359	904,008,426	(4) 2.87%
2008	46,227,599 (5)	16,634,574	62,862,173	1,011,863,339	6.21%

(1) Includes all general obligation/energy conservation bond debt service, but excludes debt issuance costs.

(2) Includes all governmental funds.

(3) All fiscal years are reported on a GAAP basis.

(4) As restated in fiscal year 2007 CAFR, note 4. Enterprise Funds are now reported as part of the Special Revenue Funds. Fiscal Years 2007 and 2006 were restated to reflect these changes; however, years prior to 2006 were not restated.

(5) Please note that this amount includes \$26,987,599 in Bond Anticipation Notes principal payments in 2008.

Columbus City School District
Principal Employers in the Greater Columbus Area
 Fiscal Year 2008 and Nine Years Prior

<u>Employer</u>	<u>Fiscal Year 2008</u>			<u>Fiscal Year 1999</u>		
	<u>Number of Employees</u>	<u>Rank</u>	<u>% of Total Employees</u>	<u>Number of Employees</u>	<u>Rank</u>	<u>% of Total Employees</u>
The State of Ohio	26,239	1	2.79%	27,755	1	N.A.
The Ohio State University	20,345	2	2.16%	13,967	2	N.A.
J.P. Morgan Chase & Co.	14,469	3	1.54%			
Nationwide	11,768	4	1.25%	9,309	7	N.A.
Federal Government	10,726	5	1.14%	11,453	4	N.A.
Ohio Health	9,336	6	0.99%			
City of Columbus	8,227	7	0.88%	8,398	9	N.A.
Honda of America Mfg. Inc.	8,000	8	0.85%	13,300	3	N.A.
Columbus City Schools	7,181	9	0.76%	8,583	8	N.A.
Franklin County Limited Inc.	6,055	10	0.64%	10,000	5	N.A.
Banc One, N.A.				9,917	6	N.A.
Grant/Riverside Methodist Hospital				6,600	10	N.A.
Total employees from top ten employers	122,346		13.02%	119,282		N.A.
All other employees	817,454		86.98%	N/A		
Total employees	939,800			N.A.		

2008 and 1999 Source: City of Columbus 2007 Comprehensive Annual Financial Report

N.A. - Not Available.

Columbus City School District
Demographic Statistics
 Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Franklin County Per Capita Income (2)</u>	<u>School Enrollment (3)</u>	<u>Franklin County Unemployment Rate (4)</u>
1999	522,637	29,425	65,054	2.50%
2000	523,871	30,419	64,339	2.50%
2001	533,603	31,527	64,859	2.40%
2002	540,173	32,036	63,948	2.80%
2003	550,518	33,465	63,628	4.40%
2004	557,507	34,152	62,884	4.70%
2005	566,157	35,542	60,425	5.40%
2006	572,513	37,914	59,621	5.30%
2007	576,603	38,069	56,019	4.70%
2008	579,958	39,083	55,072	4.70%

- Sources:
- (1) Based on 75% of City of Columbus population as estimated by the Mid-Ohio Regional Planning Commission for the calendar years 1998 through 1999, but reported for fiscal years 1999 through 2000, the U.S. Bureau of Census for calendar year 2000, but reported for fiscal year 2001, and the Mid-Ohio Regional Planning Commission for the calendar years 2001-2007 reported for fiscal years 2002-2008.
 - (2) Per capita income information is reported for calendar years 1998 through 2007 reported as fiscal years 1999 through 2008 using data provided in Franklin County's 2007 Comprehensive Annual Financial Report. Original source is Woods & Poole Economics, Inc.
 - (3) Columbus City School District enrollment records.
 - (4) Ohio Department of Job and Family Services, Bureau of Labor Market Information.

Columbus City School District
Number of Employees by Function
Governmental & Business-Type Activities
Last Six Fiscal Years

Fiscal Year (1)	2008	2007	2006	2005	2004	2003
Governmental Activities:						
Instruction						
Regular	2,361	2,577	2,948	3,116	3,343	3,457
Special	1,180	1,155	1,121	1,101	1,046	1,034
Vocational	97	152	200	154	242	272
Other	15	-	-			
Support Services						
Pupils	575	626	657	688	838	841
Instructional Support Services	1,314	1,212	1,406	1,383	1,414	1,327
Administration	596	542	574	573	630	642
Business & Fiscal	98	98	129	128	136	134
Operation of Maintenance of Plant	637	605	621	636	696	698
Pupil Transportation	638	592	603	586	637	609
Other Support Services	123	122	125	123	114	124
Operation of Non-Instructional Services (3)	548	508	615	-	-	-
Extracurricular Activities	24	28	36	38	41	40
Construction	-	17	18	14	7	-
Other	15	24	18	56	84	71
Community Services (3)	-	-	-	72	76	82
Total Governmental Activities Employees	<u>8,221</u>	<u>8,258</u>	<u>9,071</u>	<u>8,668</u>	<u>9,304</u>	<u>9,331</u>
Business-type Activities (2):						
Food Service	N/A	N/A	N/A	425	530	851
Adult and Community Education	N/A	N/A	N/A	134	135	146
WCBE Radio	N/A	N/A	N/A	17	16	14
Latchkey	N/A	N/A	N/A	112	120	126
Total Business-type Activities Employees	<u>-</u>	<u>-</u>	<u>-</u>	<u>688</u>	<u>801</u>	<u>1,137</u>
Total Primary Government Employees	<u>8,221</u>	<u>8,258</u>	<u>9,071</u>	<u>9,356</u>	<u>10,105</u>	<u>10,468</u>

Source: School District Personnel Records

N/A - Not applicable due to footnote (2) below.

- (1) Information prior to fiscal year 2003 is not available, so the prior four years are not presented.
- (2) As restated in fiscal year 2007 CAFR, note 4. Enterprise Funds are now reported as part of the Special Revenue Funds. Fiscal Years 2007 and 2006 were restated to reflect these changes; however, years prior to 2006 were not restated.
- (3) Prior to fiscal year 2006, Enterprise Operations and Community Services were listed separately; however, both are currently presented under the line item, "Operation of Non-Instructional Services."

**Columbus City School District
Building Statistics
Last Three Fiscal Years**

Building	Primary Use of Building	Year Built/ Renovated	2008 Average Daily Membership	2007 Average Daily Membership	2006 Average Daily Membership
Alpine	Elementary School	1967	510	529	510
Arlington Park	Elementary School	1963	275	313	367
Avalon	Elementary School	1977	549	529	530
Avondale	Elementary School	1895	232	270	318
Beatty Park @ Eastgate	Elementary School	1954	106	113	107
Beck Urban Academy	Elementary School	1884	0	0	208
Berwick	Elementary School	1956	374	382	361
Binns	Elementary School	1957	206	212	284
Brentnell Alternative	Elementary School	1962	0	0	258
Broadleigh	Elementary School	1952	344	302	384
Burroughs	Elementary School	1921	293	452	483
Cassady	Elementary School	1964	348	349	362
Cedarwood	Elementary School	1965	414	429	438
Clarfield	Elementary School	1938	0	331	0
Clinton	Elementary School	1922	346	325	311
Colerain	Elementary School	1975	184	181	175
Como	Elementary School	1954	340	340	360
Cranbrook	Elementary School	1957	265	292	315
Dana	Elementary School	1911	399	403	362
Deshler	Elementary School	1953	260	340	400
Devonshire	Elementary School	1963	496	497	513
Douglas	Elementary School	1976	239	269	257
Duxberry Park	Elementary School	1959	189	237	225
Eakin	Elementary School	1922	358	329	330
East Columbus	Elementary School	1920	299	290	224
East Linden	Elementary School	1911	278	235	224
East Pilgrim @ Pilgrim	Elementary School	1960	0	326	244
Eastgate	Elementary School	2007	269	N/A	N/A
Easthaven	Elementary School	1968	263	265	341
Fair Alternative	Elementary School	1890	250	259	300
Fairmoor	Elementary School	1950	489	468	426
Fairwood	Elementary School	1924	491	480	473
Fifth Avenue Alternative	Elementary School	1976	225	208	258
Forest Park	Elementary School	1962	420	376	391
Gables	Elementary School	1976	298	279	290
Georgian Heights	Elementary School	1959	439	430	423
Gladstone	Elementary School	1965	0	0	189
Hamilton Alternative	Elementary School	1953	357	356	193
Heyl Avenue	Elementary School	1910	261	296	301
Highland	Elementary School	1894	367	396	398
Huy	Elementary School	1955	169	202	297
Indian Springs	Elementary School	1950	441	407	404
Innis	Elementary School	1975	335	354	368
Koebel	Elementary School	1964	0	0	215
Leawood	Elementary School	1960	193	263	334
Liberty	Elementary School	1975	375	420	541
Lincoln Park	Elementary School	1924	323	327	321
Lindbergh	Elementary School	1958	308	338	369
Linden	Elementary School	2004	558	516	537
Literature Based Alt @ Hubbard	Elementary School	1894	200	140	155
Linden Park	Elementary School	1975	0	182	208
Livingston	Elementary School	1890	224	213	246
Main Street	Elementary School	1960	0	0	158
Maize	Elementary School	1960	352	357	358
Maybury	Elementary School	1964	407	438	383
McGuffey	Elementary School	1963	0	0	238
Medary	Elementary School	1892	0	135	224
Moler	Elementary School	1963	195	193	177
North Linden	Elementary School	1950	293	316	323
Northtowne	Elementary School	1968	257	223	199
Oakland Park	Elementary School	1952	285	273	288
Oakmont	Elementary School	1966	335	340	313
Ohio @ Kent	Elementary School	1960	382	361	239
Olde Orchard	Elementary School	1960	478	483	451
Parkmoor Urban Academy	Elementary School	1966	246	259	259
Parsons	Elementary School	2007	473	368	0

(continued)

Columbus City School District
Building Statistics
Current and Prior Fiscal Years - continued

Building	Primary Use of Building	Year Built/ Renovated	2008 Average Daily Membership	2007 Average Daily Membership	2006 Average Daily Membership
Reeb	Elementary School	1908	0	0	246
Salem	Elementary School	1962	319	321	361
Scioto Trail	Elementary School	1927	0	0	274
Scottwood	Elementary School	1957	352	342	360
Second Avenue	Elementary School	1874	0	0	244
Shady Lane	Elementary School	1956	319	275	258
Siebert	Elementary School	1976	304	279	243
South Mifflin	Elementary School	1952	266	310	272
Southwood	Elementary School	1894	344	373	268
Stewart	Elementary School	1874	294	299	278
Stockbridge	Elementary School	1959	0	0	229
Sullivant @ Franklinton	Elementary School	1952	248	219	225
Trevitt	Elementary School	1964	171	178	220
Valley Forge	Elementary School	1963	323	340	393
Valleyview	Elementary School	1957	363	354	365
Watkins @ Clarfield	Elementary School	1927	357	0	217
Weinland Park @ Hudson	Elementary School	1966	318	303	185
West Broad	Elementary School	1910	494	493	468
West Mound @ Watkins	Elementary School	1952	444	335	371
Westgate	Elementary School	1961	430	412	426
Windsor Academy	Elementary School	1959	347	384	296
Winterset	Elementary School	1968	255	261	269
Woodcrest	Elementary School	1961	404	437	409
AIMS @ Everett	Middle School	1898	487	482	572
Barrett	Middle School	1898	0	0	344
Beery	Middle School	1957	342	367	431
Buckeye	Middle School	1962	612	620	659
Champion	Middle School	1909	297	313	284
Clinton MS	Middle School	1954	493	513	613
Crestview	Middle School	1914	0	0	398
Dominion	Middle School	1955	531	545	537
Eastmoor	Middle School	1962	409	501	572
Franklin Alt	Middle School	1975	492	544	583
Hilltonia	Middle School	1956	566	597	631
Indianola MS	Middle School	1927	470	546	369
Johnson Park	Middle School	1959	504	535	570
Linmoor	Middle School	1957	0	208	264
Medina	Middle School	1959	543	495	613
Mifflin MS (includes Welcome Center)	Middle School/ESL	1935	609	442	687
Monroe	Middle School	1963	468	507	520
Ridgeview	Middle School	1966	506	520	523
Sherwood	Middle School	1966	453	456	504
Southmoor	Middle School	1967	358	408	321
Starling	Middle School	1917	333	387	480
Wedgewood	Middle School	1965	545	545	614
Westmoor	Middle School	1958	479	528	586
Woodward Park	Middle School	1966	828	884	884
Yorktown	Middle School	1967	562	585	623
Beechcroft	High School	1974	862	856	822
Briggs	High School	1974	987	928	932
Brookhaven	High School	1961	977	979	960
Centennial	High School	1975	858	826	797
Columbus Alternative	High School	1926	707	715	611
East	High School	1922	699	754	826
Eastmoor Academy	High School	1954	747	785	763
Fort Hayes	High School	1976	617	563	605
Independence	High School	1975	917	909	937
Linden-McKinley	High School	1924	488	559	682
Marion-Franklin	High School	1951	1044	1025	1027
Mifflin	High School	1977	671	663	702
North (includes Welcome Center)	High School/ESL	1922	0	0	212
Northland	High School	1965	1247	1158	1203
South	High School	1922	480	550	639
Walnut Ridge	High School	1961	892	860	950
West	High School	1927	993	982	1030
Whetstone	High School	1961	1052	1020	1046

(continued)

Columbus City School District
Building Statistics
Current and Prior Fiscal Years - continued

Building	Primary Use of Building	Year Built/ Renovated	2008 Average Daily Membership	2007 Average Daily Membership	2006 Average Daily Membership
Africentric (K8/HS)	Kindergarten through 12th Grade	1952	984	909	781
Ecole Kenwood	Kindergarten through 8th Grade	1962	358	336	361
Indianola ES	Kindergarten through 8th Grade	1908	457	394	354
Spanish Immersion (Beaumont)	Kindergarten through 8th Grade	1957	371	374	348
AG Bell	Elementary School - Special Programs	1967	55	48	57
Alum Crest HS	High School - Special Programs	1961	120	108	121
Clearbrook	Special Programs School	1957	73	77	92
ECE at MR/DD	Special Programs School	2007	17	N/A	N/A
Fort Hayes Career Center	Special Programs School	2007	27	N/A	N/A
I-Pass	Special Programs School	2007	39	N/A	N/A
North Education Center	Adult Education/Career Center	1922	0	0	339
North East Career Center	Career Center	1977	24	53	26
North West Career Center	Career Center	1977	17	40	24
Special Education Center	Special Programs School	2007	244	N/A	N/A
Southeast (includes Welcome Center)	Career Center/ESL	1974	106	84	88
Welcome Center High	Welcome Center	2008	261	N/A	N/A
Kingswood Data Processing Center	Administration - Data Processing	1964	N/A	N/A	N/A
Neil Avenue Center	Administration	1941	N/A	N/A	N/A
Columbus Education Center	Administration	1974	N/A	N/A	N/A
Fifth Street Annex	Administration	1974	N/A	N/A	N/A
Hudson Street Distribution Center	Administration	1990	N/A	N/A	N/A
Northgate Center	Administration	1976	N/A	N/A	N/A
Shepard Service Center	Administration	1937	N/A	N/A	N/A
Sixth Street Annex	Administration	1968	N/A	N/A	N/A
Trades and Industry Center	Administration	1974	N/A	N/A	N/A
Maryland Park Center	Administration	1969	N/A	N/A	N/A
17th Avenue Service Center	Operation & Maintenance of Plant	1974	N/A	N/A	N/A
Smith Road Garage	Operation & Maintenance of Plant	1974	N/A	N/A	N/A
Scarboro Bus Compound	Pupil Transportation	1974	N/A	N/A	N/A
Morse Road Bus Compound	Pupil Transportation	1974	N/A	N/A	N/A
Fort Hayes Bus Compound	Pupil Transportation	1978	N/A	N/A	N/A

Note: Average daily membership is only provided for 2006 through 2008. Information on fiscal years 1999 through 2005 has not been reported

The District elected to present buildings by type of use as this is the most relevant categorization of these capital assets.

N/A - Not applicable for non-instructional use facilities

ESL - English as second language

Source: School District capital asset records. Average daily membership amounts were obtained from the Ohio Department of Education website.

Columbus City School District
Operating Indicators by Function
 Last Three Fiscal Years

Function	2008	2007	2006
Governmental Activities			
Instruction			
Enrollment (Students)	55,072	56,019	59,621 (1)
Graduation Rate (2006/2007 Most Recent Available)	70.6%	72.9%	68.6% (2)
% of Students with Disabilities	15.7%	15.6%	14.6% (2)
% of Limited English Proficient Students	8.6%	7.7%	7.2% (2)
School Administration			
Student Attendance Rate	94.1%	94.0%	93.5% (2)
Business and Fiscal			
Nonpayroll Checks Issued	31,659	31,331	32,522 (3)
Payroll Checks Issued	3,757	4,656	3,829 (3)
Payroll ACHs and EFTs Issued	218,151	225,123	243,488 (3)
Operation and Maintenance of Plant			
District Acreage Maintained by Grounds Staff	120	120	120 (4)
Pupil Transportation (7)			
Public School Students Transported	22,761	25,592	25,743 (2)
Non-Public School Students Transported	1,527	1,180	797 (2)
Community School Students Transported	2,611	1,511	2,080 (2)
Daily Bus Fleet Mileage	43,698	45,171	42,835 (2)
Latchkey			
Average Number of Students Enrolled	996	1,100	1,200 (5)
Food Service Operations			
Free Breakfasts Served	3,067,070	2,713,060	2,881,474 (6)
Reduced Price Breakfasts Served	234,393	226,422	232,915 (6)
Paid Breakfasts Served	868,811	742,054	646,444 (6)
Free Lunches Served	4,827,727	4,833,275	5,058,873 (6)
Reduced Price Lunches Served	376,289	419,976	486,993 (6)
Paid Lunches Served	1,128,207	1,182,798	1,471,038 (6)

Sources:

- (1) School District Enrollment Records
- (2) Ohio Department of Education website
- (3) School District Treasurer's Office Records
- (4) School District Building and Grounds Department Records
- (5) School District Latchkey Office Records
- (6) School District Food Service Records
- (7) Based on the process for reporting this data to ODE, transportation numbers are based on prior year fiscal figures.

Note: The amounts shown for breakfasts served are shown by eligibility category (free, reduced, full price), which are the amounts used for reimbursement purposes. However, each of the District's schools participated in the non-pricing breakfast program through the Ohio Department of Education, which means the breakfasts served are counted based on the students' eligibility categories but none of the students are charged for the breakfasts.

Information prior to fiscal year 2006 is not available.

Columbus City School District
Operating Statistics
Last Seven Fiscal Years

Fiscal Year	(1) Total Governmental Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/ Teacher Ratio
2002	\$664,048,617	63,948	\$10,384	N/A	5,386	11.9
2003	691,256,648	63,628	10,864	4.62%	5,327	11.9
2004	727,213,758	62,884	11,564	6.45%	5,245	12.0
2005	746,342,240	60,425	12,352	6.81%	4,588	13.2
2006	777,044,450	59,621	13,033	5.51%	4,324	13.9
2007	772,573,054	56,019	13,791	5.82%	4,322	13.0
2008	850,472,272	55,072	15,443	11.98%	4,192	13.1

Source: School District financial, enrollment, and personnel records.

(1) Fiscal year 2002 is the first year reported in accordance with GASB Statement No. 34, so the prior three years are not included.

Columbus City School District
Staff Level by Race and Sex in Full Time Equivalents
As of June 30, 2008

	Male		Female		Total	
	No.	%	No.	%	No.	%
Administration						
White	59.00	20.4	91.98	31.8	150.98	52.2
Black	52.99	18.4	83.00	28.8	135.99	47.2
Spanish	1.00	0.3	1.00	0.3	2.00	0.6
Asian	0.00	0.0	0.00	0.0	0.00	0.0
Indian	0.00	0.0	0.00	0.0	0.00	0.0
	<u>112.99</u>	<u>39.1</u>	<u>175.98</u>	<u>60.9</u>	<u>288.97</u>	<u>100.0</u>
Teachers						
White	693.56	17.4	2,320.97	58.3	3,014.53	75.7
Black	192.00	4.8	699.57	17.6	891.57	22.4
Spanish	11.00	0.3	29.00	0.7	40.00	1.0
Asian	6.00	0.2	19.00	0.5	25.00	0.7
Indian	4.00	0.1	3.00	0.1	7.00	0.2
	<u>906.56</u>	<u>22.8</u>	<u>3,071.54</u>	<u>77.2</u>	<u>3,978.10</u>	<u>100.0</u>
Classified						
White	283.47	15.3	514.39	27.8	797.86	43.1
Black	467.75	25.2	570.93	30.8	1,038.68	56.0
Spanish	1.71	0.1	2.71	0.1	4.42	0.2
Asian	3.50	0.2	5.49	0.3	8.99	0.5
Indian	1.71	0.1	2.00	0.1	3.71	0.2
	<u>758.14</u>	<u>40.9</u>	<u>1,095.52</u>	<u>59.1</u>	<u>1,853.66</u>	<u>100.0</u>
Educational Aides						
White	27.43	3.3	378.28	45.1	405.71	48.4
Black	96.41	11.5	290.05	34.6	386.46	46.1
Spanish	5.00	0.6	26.00	3.1	31.00	3.7
Asian	2.00	0.2	12.00	1.4	14.00	1.6
Indian	1.00	0.1	1.00	0.1	2.00	0.2
	<u>131.84</u>	<u>15.7</u>	<u>707.33</u>	<u>84.3</u>	<u>839.17</u>	<u>100.0</u>
Total						
White	1,063.46	15.3	3,305.62	47.5	4,369.08	62.8
Black	809.15	11.6	1,643.55	23.6	2,452.70	35.2
Spanish	18.71	0.3	58.71	0.8	77.42	1.1
Asian	11.50	0.2	36.49	0.5	47.99	0.7
Indian	6.71	0.1	6.00	0.1	12.71	0.2
	<u>1,909.53</u>	<u>27.5</u>	<u>5,050.37</u>	<u>72.5</u>	<u>6,959.90</u>	<u>100.0</u>

Source: School District personnel records.

Columbus City School District

Miscellaneous Statistical Data

As of June 30, 2008

Year of Incorporation: 1845
 Form of Government: School Board/President
 Area of District: 120 square miles

Population: 579,958

Number of Schools

Elementary Schools	75
K - 8 Schools	3
K - 12 Schools	1
Middle Schools	21
High Schools	17
Career Centers	3
English As a Second Language Schools	2
Special Schools & ESL Centers	7
	<u>129</u>

Average Daily Membership (1)

Elementary	25,743
K - 8	1,217
K - 12	657
Middle	11,041
High	15,260
Other	1,154
	<u>55,072</u>

Number of Teachers, Levels of Degree and Years of Experience

	<u>Education</u>	
	<u>Number of Teachers</u>	<u>% of Total</u>
<u>Degree</u>		
Bachelor's Equivalent	31	0.73%
Bachelor of Arts	549	13.10%
Bachelor's + 30 semester hours	990	23.62%
Master's	1,978	47.18%
Master's + 30 semester hours	598	14.27%
Doctorate	46	1.10%
	<u>4,192 (2)</u>	<u>100.00%</u>

	<u>Experience</u>	
	<u>Number of Teachers</u>	<u>% of Total</u>
<u>Years of Experience</u>		
0 - 5	1,004	23.95%
6 - 10	1,450	34.58%
11 - 15	489	11.67%
16 - 20	604	14.41%
21 - 25	288	6.87%
26 - over	357	8.52%
	<u>4,192 (2)</u>	<u>100.00%</u>

(1) This schedule reflects average daily membership, while the amounts on pages S-26, S-31, and S-32 reflect total enrollment.

(2) This schedule reflects the actual number of teachers, while the schedule on Page S-33 is based upon full time equivalents resulting in the difference in the number of teachers.

Sources: School District personnel and capital asset records. Average daily membership amounts were obtained from the Ohio Department of Education website.





Mary Taylor, CPA
Auditor of State

COLUMBUS CITY SCHOOL DISTRICT
FRANKLIN 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
APRIL 9, 2009