

OAK HILLS LOCAL SCHOOL DISTRICT

Single Audit Report

June 30, 2009



Mary Taylor, CPA
Auditor of State

Board of Education
Oak Hills Local School District
6325 Rapid Run Road
Cincinnati, Ohio 45233

We have reviewed the *Independent Auditor's Report* of the Oak Hills Local School District, Hamilton County, prepared by Plattenburg & Associates, Inc., for the audit period July 1, 2008 through June 30, 2009. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Oak Hills Local School District is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

December 21, 2009

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OAK HILLS LOCAL SCHOOL DISTRICT
SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2009

Federal Grant/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
U.S. DEPARTMENT OF AGRICULTURE						
Passed Through Ohio Department of Education:						
Nutrition Cluster:						
School Breakfast Program	3L70	10.553	\$16,201	\$0	\$16,201	\$0
National School Lunch Program	3L60	10.555	101,907	17,525	101,907	17,525
Special Milk Program for Children	3L60	10.556	57,418	0	57,418	0
Total Nutrition Cluster			<u>175,526</u>	<u>17,525</u>	<u>175,526</u>	<u>17,525</u>
Total U.S. Department of Agriculture			<u>175,526</u>	<u>17,525</u>	<u>175,526</u>	<u>17,525</u>
U.S. DEPARTMENT OF EDUCATION						
Passed Through Ohio Department of Education:						
Special Education Cluster:						
Special Education-Grants to States	3M20	84.027	1,622,909	0	1,744,055	0
Special Education-Preschool Grants	3C50	84.173	28,501	0	30,612	0
Total Special Education Cluster			<u>1,651,410</u>	<u>0</u>	<u>1,774,667</u>	<u>0</u>
Title I Grants to Local Educational Agencies	3M00	84.010	423,033	0	409,409	0
Career & Technical Education Basic Grants to States	N/A	84.048	18,806	0	19,220	0
Safe and Drug Free Schools and Communities	3D10	84.186	17,516	0	17,800	0
State Grants for Innovative Programs	3M10	84.298	24,975	0	29,552	0
Education Technology State Grants	3S20	84.318	5,219	0	5,328	0
Improving Teacher Quality	3Y60	84.367	208,484	0	239,951	0
Total Department of Education			<u>2,349,443</u>	<u>0</u>	<u>2,495,927</u>	<u>0</u>
Total Federal Assistance			<u>\$2,524,969</u>	<u>\$17,525</u>	<u>\$2,671,453</u>	<u>\$17,525</u>

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A -- SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of federal awards expenditures is a summary of the activity of the District's federal award programs. The schedule has been prepared on the cash basis of accounting.

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Board of Education
Oak Hills Local School District

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Oak Hills Local School District (the District), as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 17, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect 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 generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the District's financial statements that is more than inconsequential will not be prevented or detected by the District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the District's internal control.

Our consideration of 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 internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

This report is intended solely for the information and use of management, the Auditor of State, the Board of Education, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
November 17, 2009

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

To the Board of Education
Oak Hills Local School District

Compliance

We have audited the compliance of the Oak Hills Local School District (the District), with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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.

A *control deficiency* in a District's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program 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 noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the District's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the District's internal control.

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

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2009, and have issued our report thereon dated November 17, 2009. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of management, the Auditor of State, the Board of Education, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
November 17, 2009

OAK HILLS LOCAL SCHOOL DISTRICT

June 30, 2009

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A-133 SECTION .505**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unqualified
<i>(d)(1)(ii)</i>	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any other significant control deficiencies reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported material non-compliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any other significant control deficiencies reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under Section .510?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Programs (list):</i>	Title I and Special Education Cluster
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: > \$300,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee?</i>	No

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

None Noted

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None Noted

**OAK HILLS LOCAL SCHOOL DISTRICT
JUNE 30, 2009**

SCHEDULE OF PRIOR AUDIT AND QUESTIONED COSTS

Prior Year Finding 2008-001 – Significant Deficiency/Material Weakness Related to the Financial Statements.

Status: Corrected

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INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Board of Education
Oak Hills Local School District

Ohio Rev. Code Section 117.53 states “the auditor of state shall identify whether the school district or community school has adopted an anti-harassment policy in accordance with Section 3313.666 of the Revised Code. This determination shall be recorded in the audit report. The auditor of state shall not prescribe the content or operation of any anti-harassment policy adopted by a school district or community school.”

Accordingly, we have performed the procedures enumerated below, which were agreed to by the Board, solely to assist the Board in evaluating whether Oak Hills Local School District (the District) has adopted an anti-harassment policy in accordance with Ohio Rev. Code Section 3313.666. Management is responsible for complying with this requirement. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Board. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

1. We noted the Board adopted an anti-harassment policy at its meeting on February 4, 2008.
2. We read the policy, noting it included the following requirements from Ohio Rev. Code Section 3313.666(B):
 - (1) A statement prohibiting harassment, intimidation, or bullying of any student on school property or at school-sponsored events;
 - (2) A definition of harassment, intimidation, or bullying that includes the definition in division (A) of Ohio Rev. Code Section 3313.666;
 - (3) A procedure for reporting prohibited incidents;
 - (4) A requirement that school personnel report prohibited incidents of which they are aware to the school principal or other administrator designated by the principal;
 - (5) A procedure for documenting any prohibited incident that is reported;
 - (6) A procedure for responding to and investigating any reported incident;

- (7) A strategy for protecting a victim from additional harassment, intimidation, or bullying, and from retaliation following a report;
 - (8) A disciplinary procedure for any student guilty of harassment, intimidation, or bullying, which shall not infringe on any student's right under the first amendment to the Constitution of the United States;
 - (9) A requirement that the district administration semiannually provide the president of the district board a written summary of all reported incidents and post the summary on its web site, if the district has a web site, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended.
3. After reading the policy, we noted it did not include the following requirements from Ohio Rev. Code Section 3313.666(B):
- (1) A requirement that parents or guardians of any student involved in a prohibited incident be notified and, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended, have access to any written reports pertaining to the prohibited incident;

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the anti-harassment policy. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board and is not intended to be and should not be used by anyone other than these specified parties.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
November 17, 2009

OAK HILLS LOCAL SCHOOL DISTRICT
CINCINNATI, OHIO



Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2009

**OAK HILLS LOCAL SCHOOL DISTRICT
CINCINNATI, OHIO**

**Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30, 2009**

**PREPARED BY:
OFFICE OF THE TREASURER
RONDA C. JOHNSON, TREASURER**

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INTRODUCTORY SECTION



November 25, 2009

To the Citizens and Board of Education of the Oak Hills Local School District:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Oak Hills Local School District (District) for the fiscal year ended June 30, 2009. This report was prepared by the Treasurer's office in conformance with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and includes an unqualified opinion from Plattenburg & Associates, Inc. Responsibility for accurate, complete and fair representation of data, including all disclosures, rests with the District. This report will provide the taxpayers of the Oak Hills Local School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be available upon request to taxpayers, financial rating services, banking institutions and other interested parties.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management 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 auditors' report.

The District provides a full range of traditional and 21st century educational programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory, advance placement, gifted, special education and vocational levels; a broad range of co-curricular and extra-curricular activities; and adult and community education offerings and community recreation activities.

In addition to these general activities, the District acts as the fiscal agent for State funds distributed to non-public parochial schools located within the District boundaries. This activity is included in the District's reporting entity as Auxiliary Services, a special revenue fund, because the District has administrative involvement in the programs. The schools served are: Our Lady of Victory, Our Lady of Visitation, St. Aloysius Gonzaga, St. Dominic, St. Jude and the Children's House. While these organizations are similar in operations and services provided, each is distinct and separate entities whose financial statements are not included in this report.

ECONOMIC CONDITION AND OUTLOOK

The District is located in southwestern Ohio, a suburb of Cincinnati, in the southwestern part of Hamilton County. Approximately 88% of the District's tax base consists of residential and agricultural properties with the remainder composed of a wide range of commercial and other business properties. The overall economic outlook for the area remains stable with relatively low unemployment rates and low inflationary pressures.

The District is continually challenged by the responsibility bestowed upon it by the community at large. We are always striving to provide the very best educational opportunities to every student, while carefully guarding the District's resources. For seven consecutive years, the District earned an "Excellent" rating from the State of Ohio accountability system while maintaining one of the lowest expenditures per pupil in Hamilton County.

THE DISTRICT AND ITS FACILITIES

The Oak Hills Local School District represents a prior consolidation of three elementary districts: Bridgetown, Delhi and Springmyer. The consolidation was finalized by the Hamilton County Board of Education on April 23, 1956 in order to equalize educational opportunities throughout the area. Today, the District operates under current standards as prescribed by the State of Ohio Board of Education, as provided in Division (D) of Section 3301.07 and Section 110.01 of the Ohio Revised Code.

The District serves an area of 28 square miles, encompassing Delhi and Green Townships in Hamilton County. The total District population is reported at 62,880 by census data.

During the 2008-2009 school year, the District served 8,187 students enrolled in five elementary schools (3,492 students), three middle schools (1,874 students) and the largest high school in the State of Ohio (2,821 students). Enrollment has remained stable over the last decade and is projected to increase only slightly over the next five years.

The District also operates a variety of other facilities, including: a district office administration building, a maintenance building, a bus compound, and several athletic stadiums across the District.

ORGANIZATION OF THE SCHOOL DISTRICT

The Board of Education of the Oak Hills Local School District is a five member body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code. The Board: (1) serves as the taxing authority, contracting body and policy maker, (2) ensures that all the general laws of the State of Ohio are followed in the expenditures of the District's tax dollars, (3) approves the annual appropriation resolution and tax budget.

The Board members represent a cross section of professions in the community. The board members on June 30, 2009, were as follows:

<u>Board Member</u>	<u>Term</u>	<u>Years on Board</u>
Mrs. Jan Hunter	01/01/08 – 12/31/11	7.5
Mr. Steve Schinkal	01/01/08 – 12/31/11	1.5
Mr. Rick Ahlers	01/01/06 – 12/31/09	3.5
Mr. Greg Felix	01/01/06 – 12/31/09	3.5
Mr. Jack Pollock	01/01/06 – 12/31/09	8.0

The Superintendent is the chief executive officer of the District, responsible directly to the Board for all educational and support operations. During the 2008-2009 school year, long-time Superintendent Patricia Brenneman retired after 15 years of service in Oak Hills. The Board appointed Dr. Jay Kemen as the interim Superintendent effective January 1, 2009 and Dr. Kemen served until the appointment of Mr. Todd Yohey as the District Superintendent. On June 22, 2009, Mr. Yohey was awarded a four year contract effective August 1, 2009. Mr. Yohey received a Bachelor of Science Degree from Wright State University and a Master of Science degree in Educational Leadership from the University of Dayton. Prior to being named Superintendent, Mr. Yohey served as the Superintendent for four years at the Ross Local School District in Hamilton, Ohio.

The Treasurer is the chief financial officer of the District, responsible directly to the Board for maintaining all financial records, issuing all payments, maintaining custody of all District funds and assets and investing idle funds as specified by Ohio Law. Mrs. Ronda Johnson was appointed Treasurer in January, 2005. Her current contract expires at the Organizational Meeting in January, 2011. Mrs. Johnson received her B.A. degree from Wilmington College and prior to her appointment, had been employed by the District as the Assistant Treasurer since May, 2000.

EMPLOYEE RELATIONS

The District has approximately 935 full and part-time employees. This number has increased slightly over the past few years as various programs and services have been expanded to meet the changing needs of students and the community. There are two organizations representing the certificated and classified employees. The District's administrative employees are not currently represented.

The Oak Hills Education Association (OHEA), an affiliate of the Ohio Education Association (OEA), represents all certificated employees of the District. The collective bargaining agreement between the OHEA and the District expires on June 30, 2010.

Classified employees are represented by Chapter 200 of the Ohio Association of Public School Employees (OAPSE), an affiliate of the American Federation of State, County and Municipal Employees (AFSCME). OAPSE Chapter 200 represents food service employees, custodians, maintenance employees, building secretaries, mechanics, bus drivers, educational assistants and system support technicians. The collective bargaining agreement between OAPSE Chapter 200 and the District expires on June 30, 2010.

SERVICES PROVIDED

The District offers regular instructional programs daily to students in grades Pre-K – 12. Nearly 185 students participate in specific trades offered through the vocation education program at Great Oaks Institute of Technology and Career Development. Over 950 students receive special services due to physical or mental handicap conditions. In grades K-12, approximately 1,342 have been identified as gifted.

The District provides a wide variety of education and support services, as mandated by the Ohio Revised Code and as directed by the Board to meet the needs of all students. Student services include guidance, psychological, speech therapy, physical and occupational therapy, transportation, and school lunch. Limited health services are also provided under the guidance of registered nurses throughout the District.

During the 2008-2009 school year, the accounting department processed over 5,300 purchase orders and issued over 5,775 checks for good and/or services for the District. Those goods and services include utilities, instructional supplies, computers, software, textbooks, building maintenance, and tuition.

The payroll department issued more than 26,200 payroll checks to employees entitled to remuneration for services rendered, while 1,353 deduction checks were also issued for payroll-associated costs such as taxes, retirement, and insurance.

MAJOR CURRENT AND FUTURE INITIATIVES

Curriculum Initiatives

Rigorous academics, relevant educational experiences, and relationships formed with the larger community help prepare our students for future challenges in a 21st century global marketplace.

Educational opportunities abound for students with gifted programs, special education services, vocational options, and community education. These successful programs are guided by caring, highly qualified teachers and supported by staff that understand and are committed to meeting the needs of each and every child. Among the best, we continue to strive for better.

Oak Hills reviews curriculum on a five year cycle. The 2008-2009 school year saw the full implementation of our new science curriculum: FOSS in grades K-5 and SEPUP in grades 6-8. This new curriculum is inquiry-based and hands-on and offers our students the chance to enhance their 21st century problem-solving skills. The District also analyzed the math curriculum during the 2008-2009 school year and elected to continue the implementation of Everyday Math in grades K-5 and the Connected Math Program in grades 6-8.

For the 2009-2010 school year, Language Arts will be the curriculum focus. Currently, grades K-3 work with guided reading and grades 4-8 use a novel based approach. A team of administrators and lead teachers will evaluate curriculum materials during the year in an effort to move to a more systematic program for grades K-8. We expect to implement a new Language Arts curriculum for the 2010-2011 school year.

The District continues to focus on post-secondary readiness. We have identified the ACT assessment series as our primary focus for college and career readiness guidelines for our students, families and staff. As a school community, we have embraced and promoted the ACT assessment series as a source of information to guide data-driven decisions in regard to student's post-secondary goals and expectations.

Every eighth grade student is administered the EXPLORE assessment and every freshman is administered the PLAN assessment with the student reports driving curriculum decisions impacting the students' college readiness. Oak Hills High School and our three middle schools administered ACT QualityCore assessments in nine subjects in 2009, with nearly 6,000 QualityCore tests administered in the spring. Teachers have actively engaged in professional development to align the assessment, curriculum and instruction with college readiness standards: grades 6-7 focus on the ACT college readiness rubric and grades 8-12 have identified QualityCore standards and benchmarks.

Using the ACT assessment series data, along with the results of the Kuder Career Planning System, all students in grades 6-12 will meet with an Oak Hills staff member and their parents in student-led conferences to discuss assessment results, current levels of college and career readiness and post-secondary goals. As a result, our students are recognizing their areas of strength and areas of growth at an earlier stage and using that information to positively impact their level of college readiness.

Overall, the 2008-2009 school year was a successful year for the Oak Hills Local School District. The District earned the "Excellent with Distinction" rating, as determined by the accountability system of the state of Ohio. After seven straight years of "Excellent" ratings, Oak Hills is proud to have achieved the highest rating from the State.

Relevant Financial Policies

In July, 2009, the Ohio's Governor signed HB 1, the state biennium budget bill. Included in this bill was a complete overhaul of the school funding model for all school districts in Ohio. The new Ohio Evidence-Based Model (OEBM) replaces the long-standing foundation formula that was declared unconstitutional by the Ohio Supreme Court. If ever fully-funded, the new model has the potential to drive funding based on student needs and could result in additional revenue. However, the current economic crisis has reduced revenue at the state level prompting budget reduction measures across the State. As such, the funding for the OEBM is going to be phased in for FY10 and FY11 by allocating the funding for each year based on 99% of the FY09 funding and 98% of the FY10 funding, respectively. Federal stimulus funds are being used in Ohio to balance the education budget and as such, funding for public education at the current level is not secure beyond FY11. This uncertainty could have a major impact on our instructional and operational programs. The need for additional revenue and or expenditure reductions will need to be monitored closely.

FINANCIAL INFORMATION

The District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. The Budgetary basis accounting differs from generally accepted accounting principles [GAAP] as promulgated by the Governmental Accounting Standards Board [GASB].

INTERNAL ACCOUNTING AND BUDGETARY CONTROL

In developing the District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

The District utilizes a fully automated accounting system as well as an automated system of control for capital assets and payroll. These systems, coupled with the manual auditing of each voucher prior to payment, ensures that the financial information generated is both accurate and reliable.

At the beginning of each fiscal year, the Board adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. Appropriations are monitored, changed and amended/adopted on a monthly basis.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the fund level. All purchase order requests must be approved by the individual program managers and certified by the Treasurer; necessary funds are then encumbered and purchase orders are released to vendors.

The basis of accounting and the various funds utilized by the District are fully described in the notes to the basic financial statements. Additional information on the District's budgetary accounts can also be found in the notes to the required supplementary information.

CASH MANAGEMENT

The Board has an aggressive cash management program which consists of expediting the receipt of revenues and prudently investing available cash in obligations collateralized by the United States Government, or the State of Ohio issued instruments or insured by the Federal Deposit Insurance Corporation [FDIC]. The total amount of earnings on investments was \$807,139 for the year ended June 30, 2009.

The cash management program is designed to minimize cash on hand and maximize investment holdings. All investments are spread among available investment options to insure maximum interest rates. For more information on the cash management of the District see Note 4 of the Notes to the Basic Financial Statements.

RISK MANAGEMENT

The District continues to protect its assets through a comprehensive insurance program. A schedule of insurance in force at June 30, 2009 is included in Note 14 of the Notes to the Basic Financial Statements.

INDEPENDENT AUDIT

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. Plattenburg & Associates, Inc. performed the audit for the fiscal year ended June 30, 2009. The auditor's unqualified opinion rendered on the District's basic financial statements is included in the financial section of this Comprehensive Annual Financial Report.

AWARDS

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to Districts for Comprehensive Annual Financial Reports whose contents conform to program standards. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report conforms to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

ASBO Certificate of Excellence

The Association of School Business Officials International (ASBO) awards a Certificate of Excellence on Financial Reporting to Districts with a Comprehensive Annual Financial Report that substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials. Management believes the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2009, will conform to ASBO's principles and standards as well, and will be submitted to ASBO for review.

ACKNOWLEDGEMENTS

The preparation of the 2009 Comprehensive Annual Financial Report of the Oak Hills Local School District was made possible by the combined efforts of the District Treasurer's Office staff and Plattenburg & Associates, Inc. Sincere appreciation is extended for the time and effort they contributed to prepare this report. Appreciation is also extended to the Board of Education, the District Administrative Team and the Oak Hills school community for their continued support.

The publication of this Comprehensive Annual Financial Report for the District is a major step in reinforcing the accountability of the District to the taxpayers of the community.

Respectfully Submitted,



Ronda C. Johnson
Treasurer



M. Todd Yohey
Superintendent

**Oak Hills Local School District, Ohio
List Of Principal Officials
June 30, 2009**

Board Of Education

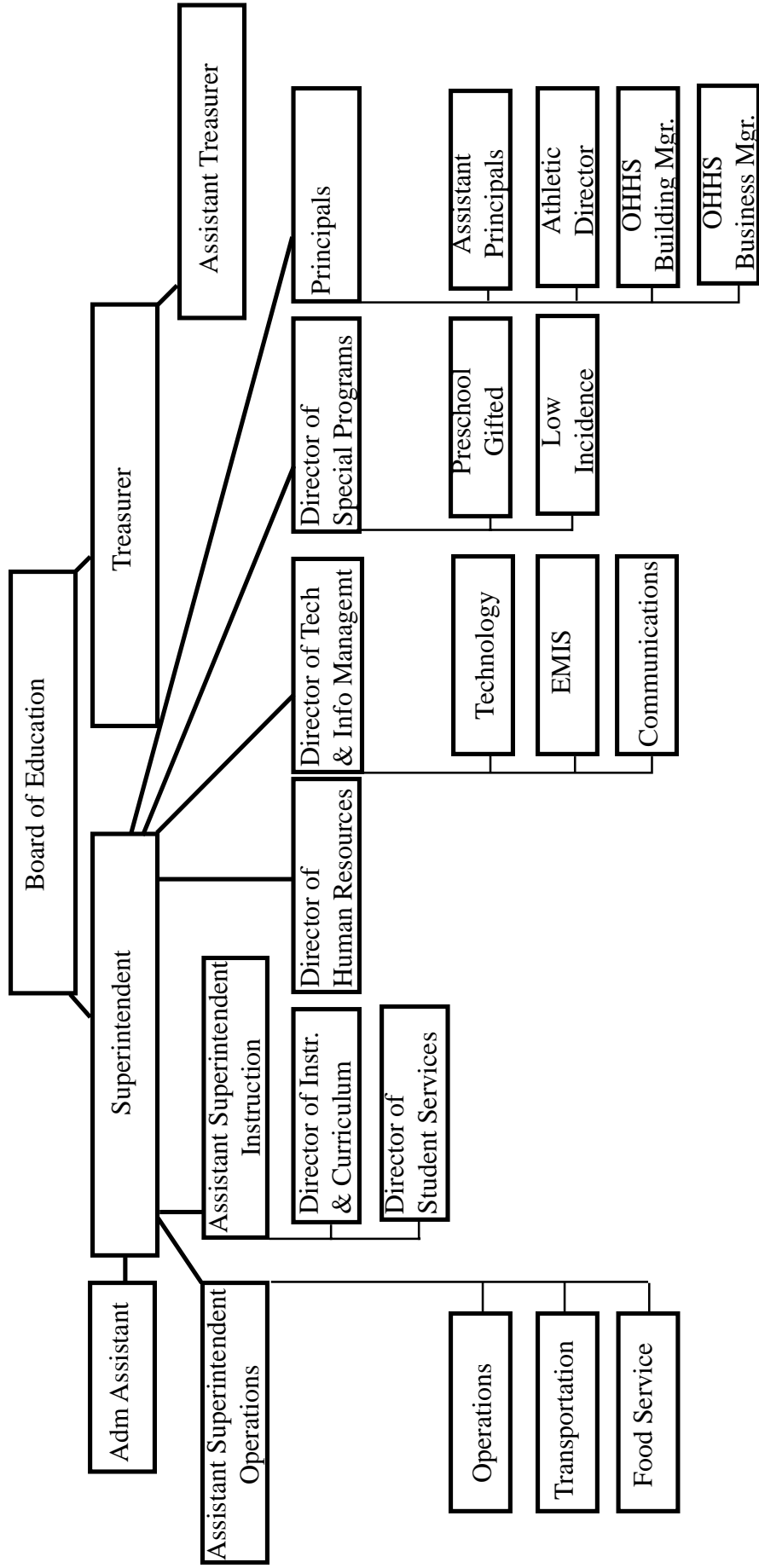
President	Janice Hunter
Vice President	Steve Schinkal
Board Member	Rick Ahlers
Board Member	Greg Felix
Board Member	Jack Pollock

Administrative Officials

Superintendent	Dr. Jay Kemen*
Assistant Superintendent	Mike Amos
Treasurer	Ronda Johnson

* - Interim Superintendent from January 1, 2009 through June 22, 2009.
Todd Yohey was hired as new Superintendent on June 22, 2009.

Oak Hills Local School District
Administrative Organizational Chart



FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Oak Hills Local School District

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Oak Hills Local School District (the District), as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the 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 the District, as of June 30, 2009, and the respective changes in financial position 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 November 17, 2009, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
November 17, 2009

Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
(Unaudited)

The discussion and analysis of Oak Hills Local School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2009. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

Financial Highlights

Key financial highlights for 2009 are as follows:

- Net assets of governmental activities increased \$1,019,010 which represents a 3% increase from 2008.
- General revenues accounted for \$67,893,730 in revenue or 85% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$12,005,050 or 15% of total revenues of \$79,898,780 .
- The District had \$78,879,770 in expenses related to governmental activities; \$12,005,050 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$67,893,730 were also used to provide for these programs.

OVERVIEW OF THE FINANCIAL STATEMENTS

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 *Government-wide Financial Statements* 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 as well as 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. The General Fund and Permanent Improvement Fund are the major funds of the District.

Government-wide Financial Statements

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 2009?” The Government-wide Financial Statements 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 has improved or diminished. The causes of this change may be the result of many factors, both financial and non-financial. 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 Government-wide Financial Statements, the overall financial position of the District is presented as Governmental Activities – All of the District’s programs and services are reported as Governmental Activities including instruction, support services, operation of noninstructional services, extracurricular activities, and interest and fiscal charges.

Fund Financial Statements

The analysis of the District’s major funds are presented in the Fund Financial Statements. 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.

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

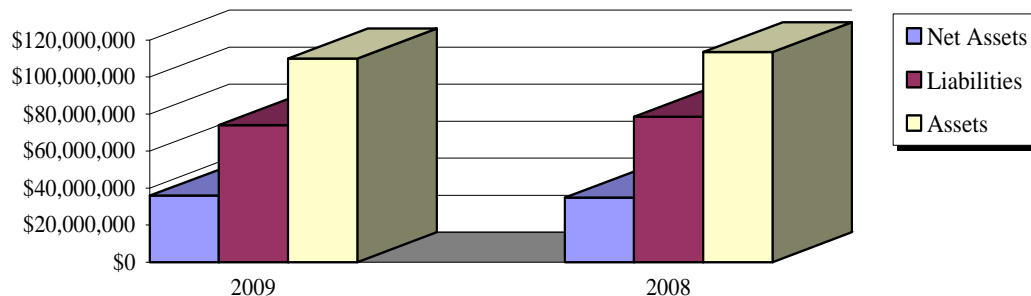
Fiduciary Funds Fiduciary Funds are used to account for resources held for the benefits of parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District’s own programs.

The District as a Whole

As stated previously, the Statement of Net Assets looks at the District as a whole. Table 1 provides a summary of the District's net assets for 2009 compared to 2008:

Table 1
Net Assets

	Governmental Activities	
	2009	2008 Reclassed
Assets:		
Current and Other Assets	\$60,997,195	\$64,387,394
Capital Assets	48,987,653	49,039,259
Total Assets	109,984,848	113,426,653
Liabilities:		
Other Liabilities	26,103,586	28,136,530
Long-Term Liabilities	47,946,464	50,374,335
Total Liabilities	74,050,050	78,510,865
Net Assets:		
Invested in Capital Assets, Net of Related Debt	5,852,153	3,223,283
Restricted	6,386,520	6,154,650
Unrestricted	23,696,125	25,537,855
Total Net Assets	\$35,934,798	\$34,915,788



Over time, net assets can serve as a useful indicator of a government's financial position. At June 30, 2009, the District's assets exceeded liabilities by \$35,934,798 .

At year-end, capital assets represented 45% of total assets. Capital assets include land, buildings and improvements, furniture and equipment. Capital assets, net of related debt to acquire the assets at June 30, 2009, was \$5,852,153 . These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$6,386,520 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

Total assets decreased from the prior year mainly due to the decrease in equity in pooled cash and investments at year end. Long-term liabilities decreased, while invested in capital assets, net of related debt increased due to the District making regularly scheduled debt service payments on their General Obligation Bonds. Other Liabilities decreased mainly due to the decrease in unearned revenue.

Table 2 shows the changes in net assets for fiscal years 2009 and 2008.

Table 2
Changes in Net Assets

	Governmental Activities	
	2009	2008
Revenues:		
Program Revenues		
Charges for Services	\$5,173,007	\$5,333,215
Operating Grants, Contributions	6,788,833	6,856,642
Capital Grants and Contributions	43,210	21,882
General Revenues:		
Property Taxes	29,547,354	30,903,325
Grants and Entitlements	28,454,221	24,903,123
Other	9,892,155	10,223,365
Total Revenues	<u>79,898,780</u>	<u>78,241,552</u>
Program Expenses:		
Instruction	42,044,797	41,700,556
Support Services:		
Pupil and Instructional Staff	11,619,480	9,977,473
School Administrative, General		
Administration, Fiscal and Business	6,567,034	6,473,233
Operations and Maintenance	6,649,473	6,880,648
Pupil Transportation	2,721,131	2,553,989
Central	501,881	534,923
Operation of Non-Instructional Services	4,891,470	4,715,758
Extracurricular Activities	1,829,779	1,774,568
Interest and Fiscal Charges	2,054,725	1,106,046
Total Program Expenses	<u>78,879,770</u>	<u>75,717,194</u>
Change in Net Assets	1,019,010	2,524,358
Net Assets Beginning of Year	<u>34,915,788</u>	<u>32,391,430</u>
Net Assets End of Year	<u>\$35,934,798</u>	<u>\$34,915,788</u>

The District revenues are mainly from two sources. Property taxes levied for general, special revenue, debt service and capital projects purposes and grants and entitlements comprised 73% of the District's revenues for governmental activities.

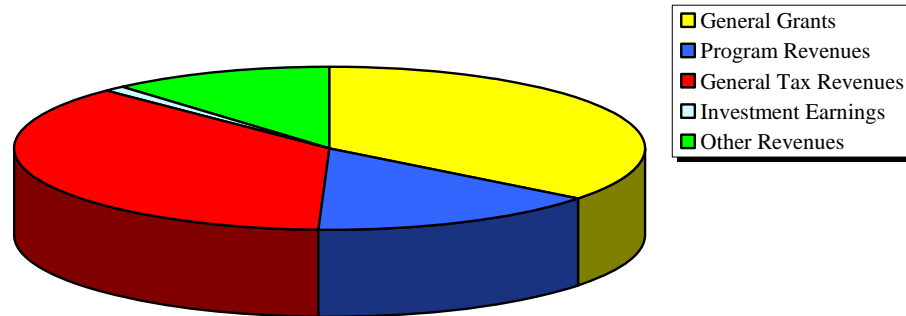
The District depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

Thus Ohio districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. Property taxes made up 37% of revenue for governmental activities for the District in fiscal year 2009.

Governmental Activities

Revenue Sources

		<u>Percentage</u>
General Grants	\$28,454,221	35.61%
Program Revenues	12,005,050	15.03%
General Tax Revenues	29,547,354	36.98%
Investment Earnings	807,139	1.01%
Other Revenues	<u>9,085,016</u>	<u>11.37%</u>
Total Revenue Sources	<u>\$79,898,780</u>	<u>100.00%</u>



Instruction comprises 53.3% of governmental program expenses. Support services expenses were 35.6% of governmental program expenses. All other expenses including interest expense were 11.1% . Interest expense was attributable to the outstanding bond and borrowing for capital projects.

Program revenues remained relatively constant from 2008 to 2009. General revenues increased due to grants revenue increasing from the prior year. Instruction, pupil and instructional staff expense increased due to increases in personnel cost and general inflationary factors.

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for government activities, the total cost of services and the net cost of services. These services are mainly supported by tax revenue and unrestricted State entitlements.

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2009	2008	2009	2008
Instruction	\$42,044,797	\$41,700,556	(\$37,681,956)	(\$37,330,486)
Support Services:				
Pupil and Instructional Staff	11,619,480	9,977,473	(10,299,984)	(8,464,960)
School Administrative, General				
Administration, Fiscal and Business	6,567,034	6,473,233	(6,041,607)	(6,139,008)
Operations and Maintenance	6,649,473	6,880,648	(6,622,052)	(6,847,414)
Pupil Transportation	2,721,131	2,553,989	(2,376,113)	(2,275,034)
Central	501,881	534,923	(485,046)	(520,524)
Operation of Non-Instructional Services	4,891,470	4,715,758	(372,321)	21,512
Extracurricular Activities	1,829,779	1,774,568	(940,916)	(843,495)
Interest and Fiscal Charges	2,054,725	1,106,046	(2,054,725)	(1,106,046)
Total Expenses	\$78,879,770	\$75,717,194	(\$66,874,720)	(\$63,505,455)

The District's Funds

The District has two major governmental funds: the General Fund and Permanent Improvement Fund. Assets of the General Fund comprised \$49,006,922 (81%). Permanent Improvement Fund comprised \$6,016,105 (10%) of the total \$60,729,203 governmental funds assets.

General Fund: Fund balance at June 30, 2009 was \$27,168,017 including \$18,690,772 of unreserved balance. The primary reason for the decrease in fund balance was an increase in instructional staff expenses for the District.

Permanent Improvement Fund: Fund balance at June 30, 2009 was \$2,782,144 with an increase in fund balance of \$1,033,365. The fund balance increase over 2008 was due mainly to the increase in taxes revenue and intergovernmental revenue.

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.

The District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management. During the course of the year, the District revised the Budget in an attempt to deal with unexpected changes in revenues and expenditures.

For the General Fund, final budget basis revenue was \$60,748,470, compared to original budget estimates of \$65,003,482. Of this \$4,255,012 difference, most was due to overestimating tax and intergovernmental revenues in the original budget.

The District's unobligated cash balance for the General Fund was \$26,159 above the final budgeted amount.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2009, the District had \$48,987,653 invested in land, buildings and improvements, and furniture and equipment. Table 4 shows fiscal 2009 balances compared to fiscal 2008:

Table 4
Capital Assets at Year End
(Net of Depreciation)

	Governmental Activities	
	2009	2008
Land	\$1,773,633	\$1,631,693
Construction in Progress	0	527,298
Buildings and Improvements	45,447,274	45,899,162
Furniture and Equipment	1,766,746	981,106
Total Net Capital Assets	<u>\$48,987,653</u>	<u>\$49,039,259</u>

Total Net Capital Assets remained relatively consistent in 2009 as compared to 2008.

See Note 7 to the Basic Financial Statements for further details on the District's capital assets.

Debt

At June 30, 2009, the District had \$43,588,409 in debt outstanding, \$1,375,000 due within one year. Table 5 summarizes total debt outstanding.

Table 5
Outstanding Debt at Year End

	2009	2008
Bonds and Notes Payable:		
Oak Hills Building Project II	\$5,000,000	\$6,630,000
Refunding Bonds:		
Current Interest Bonds –		
School Improvement	32,405,000	32,690,000
Capital Appreciation Bonds - Principal	2,919,986	2,919,986
Capital Appreciation Bonds - Interest	452,909	332,211
Premium on Bonds	1,755,514	1,858,779
Subtotal Bonds	<u>42,533,409</u>	<u>44,430,976</u>
Loan Payable:		
Rickenbacker Port Authority	1,055,000	1,385,000
Subtotal Loan Payable	<u>1,055,000</u>	<u>1,385,000</u>
Total Outstanding Debt at Year End	<u>\$43,588,409</u>	<u>\$45,815,976</u>

See Notes 8 and 9 to the Basic Financial Statements for further details on the District's obligations.

Economic Outlook

A challenge facing the School District is the future of state funds. On December 11, 2002, the Ohio Supreme Court found the state's school funding system unconstitutional but declined to retain jurisdiction of the matter meaning the decision included no timeline for compliance or accountability for lack of compliance. The School District is currently unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

In June of 2005, the State legislature passed House Bill 66. House Bill 66 phases out the tax on tangible personal property of general business, telephone and telecommunications companies, and railroads. The tax on general business and railroad property began being phased out in 2006 and will be eliminated by 2009. The tax on telephone and telecommunication property will begin being phased out in 2009 and will be eliminated by 2011. The tax is being phased out by reducing the assessment rate on the property each year. In the first five years, school districts are being reimbursed fully for the lost revenue; in the following seven years, the reimbursements are phased out.

Management is required to plan carefully and prudently to provide the resources to meet student needs over the next several years.

All of the District's financial abilities will be needed to meet the challenges of the future. With careful planning and monitoring of the District's finances, the District's management is confident that the District can continue to provide a quality education for our students and provide a secure financial future.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and 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 Ronda Johnson, Treasurer at Oak Hills Local School District, 6325 Rapid Run Road, Cincinnati, Ohio 45233. Or E-mail at Johnson_R2@oakhills.hccanet.org.

Oak Hills Local School District, Ohio
Statement of Net Assets
June 30, 2009

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$27,761,078
Restricted Cash and Investments	380,716
Receivables:	
Taxes	29,896,548
Accounts	15,098
Interest	25,773
Intergovernmental	2,608,859
Deferred Bond Issuance Costs	306,252
Inventory	2,871
Nondepreciable Capital Assets	1,773,633
Depreciable Capital Assets, Net	<u>47,214,020</u>
 Total Assets	 <u>109,984,848</u>
Liabilities:	
Accounts Payable	187,810
Accrued Wages and Benefits	7,833,710
Accrued Interest Payable	159,958
Unearned Revenue	17,922,108
Long-Term Liabilities:	
Due Within One Year	1,990,578
Due In More Than One Year	<u>45,955,886</u>
 Total Liabilities	 <u>74,050,050</u>
Net Assets:	
Invested in Capital Assets, Net of Related Debt	5,852,153
Restricted for:	
Debt Service	3,035,900
Capital Projects	2,953,223
Set-Aside	380,716
Other Purposes	16,681
Unrestricted	<u>23,696,125</u>
 Total Net Assets	 <u><u>\$35,934,798</u></u>

See accompanying notes to the basic financial statements.

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Oak Hills Local School District, Ohio
Statement of Activities
For the Fiscal Year Ended June 30, 2009

	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities:					
Instruction:					
Regular	\$34,367,193	\$1,694,041	\$96,040	\$0	(\$32,577,112)
Special	7,318,037	166,611	2,363,698	0	(4,787,728)
Vocational	55,544	0	1,446	0	(54,098)
Other	304,023	27,060	13,945	0	(263,018)
Support Services:					
Pupil	4,372,678	0	509,043	0	(3,863,635)
Instructional Staff	7,246,802	0	810,453	0	(6,436,349)
General Administration	176,351	0	0	0	(176,351)
School Administration	5,075,386	0	525,427	0	(4,549,959)
Fiscal	1,208,804	0	0	0	(1,208,804)
Business	106,493	0	0	0	(106,493)
Operations and Maintenance	6,649,473	27,421	0	0	(6,622,052)
Pupil Transportation	2,721,131	59,839	241,969	43,210	(2,376,113)
Central	501,881	16,835	0	0	(485,046)
Operation of Non-Instructional Services	4,891,470	2,292,337	2,226,812	0	(372,321)
Extracurricular Activities	1,829,779	888,863	0	0	(940,916)
Interest and Fiscal Charges	2,054,725	0	0	0	(2,054,725)
Total Governmental Activities	\$78,879,770	\$5,173,007	\$6,788,833	\$43,210	(66,874,720)

General Revenues:

Property Taxes Levied for:

General Purposes	21,853,958
Special Revenue Purposes	5,706
Debt Service Purposes	2,885,046
Capital Projects Purposes	4,802,644
Grants and Entitlements not Restricted to Specific Programs	28,454,221
Payment in Lieu of Taxes	8,451,191
Unrestricted Contributions	202,094
Investment Earnings	807,139
Other Revenues	431,731

Total General Revenues 67,893,730

Change in Net Assets 1,019,010

Net Assets Beginning of Year 34,915,788

Net Assets End of Year \$35,934,798

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Balance Sheet
Governmental Funds
June 30, 2009

	General	Permanent Improvement	Other Governmental Funds	Total Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$24,658,056	\$729,780	\$2,373,242	\$27,761,078
Restricted Cash and Investments	380,716	0	0	380,716
Receivables:				
Taxes	22,169,445	4,898,037	2,829,066	29,896,548
Accounts	9,010	0	6,088	15,098
Interest	25,773	0	0	25,773
Intergovernmental	1,725,662	388,288	494,909	2,608,859
Interfund	38,260	0	0	38,260
Inventory	0	0	2,871	2,871
Total Assets	49,006,922	6,016,105	5,706,176	60,729,203
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	72,832	105,857	9,121	187,810
Accrued Wages and Benefits	7,373,922	21,067	438,721	7,833,710
Compensated Absences	186,706	0	0	186,706
Interfund Payable	0	0	38,260	38,260
Deferred Revenue	14,205,445	3,107,037	2,011,116	19,323,598
Total Liabilities	21,838,905	3,233,961	2,497,218	27,570,084
Fund Balances:				
Reserved for Encumbrances	132,529	184,759	44,912	362,200
Reserved for Inventory	0	0	2,871	2,871
Reserved for Property Tax Advances	7,964,000	1,791,000	1,060,000	10,815,000
Reserved for Set-Aside	380,716	0	0	380,716
Unreserved, Undesignated, Reported in:				
General Fund	18,690,772	0	0	18,690,772
Special Revenue Funds	0	0	57,736	57,736
Debt Service Funds	0	0	2,043,439	2,043,439
Capital Projects Funds	0	806,385	0	806,385
Total Fund Balances	27,168,017	2,782,144	3,208,958	33,159,119
Total Liabilities and Fund Balances	\$49,006,922	\$6,016,105	\$5,706,176	\$60,729,203

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
 Reconciliation of Total Governmental Fund Balance to
 Net Assets of Governmental Activities
 June 30, 2009

Total Governmental Fund Balance		\$33,159,119
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		48,987,653
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Delinquent Property Taxes	\$1,159,440	
Intergovernmental	<u>242,050</u>	
		1,401,490
In the statement of net assets interest payable is accrued when incurred, whereas in the governmental funds interest is reported as a liability only when it will require the use of current financial resources.		(159,958)
Some liabilities reported in the statement of net assets do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds.		
Compensated Absences	<u>(\$4,171,349)</u>	
		(4,171,349)
Deferred bond issuance cost associated with long-term liabilities are not reported in the funds.		306,252
Long-term liabilities, are not due and payable in the current period and therefore are not reported in the funds.		<u>(43,588,409)</u>
Net Assets of Governmental Activities		<u>\$35,934,798</u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2009

	General	Permanent Improvement	Other Governmental Funds	Total Governmental Funds
Revenues:				
Taxes	\$21,841,837	\$4,802,644	\$2,899,509	\$29,543,990
Revenue in lieu of taxes	8,451,191	0	0	8,451,191
Tuition and Fees	1,373,289	0	150,987	1,524,276
Investment Earnings	802,888	82	4,169	807,139
Intergovernmental	29,257,774	782,221	5,130,429	35,170,424
Extracurricular Activities	213,595	0	1,228,485	1,442,080
Charges for Services	0	0	2,158,314	2,158,314
Other Revenues	293,822	23,421	357,121	674,364
Total Revenues	62,234,396	5,608,368	11,929,014	79,771,778
Expenditures:				
Current:				
Instruction:				
Regular	31,542,909	916,272	815,129	33,274,310
Special	6,943,101	34,474	327,926	7,305,501
Other	291,524	0	12,499	304,023
Support Services:				
Pupil	3,843,028	0	550,182	4,393,210
Instructional Staff	4,972,067	1,536,884	883,751	7,392,702
General Administration	176,351	0	0	176,351
School Administration	4,529,246	0	552,980	5,082,226
Fiscal	1,090,813	83,982	42,379	1,217,174
Business	103,045	379	0	103,424
Operations and Maintenance	5,900,535	709,864	0	6,610,399
Pupil Transportation	2,325,906	552,607	0	2,878,513
Central	484,763	2,500	22,140	509,403
Operation of Non-Instructional Services	57,900	0	4,791,707	4,849,607
Extracurricular Activities	935,644	0	917,303	1,852,947
Capital Outlay	101,342	738,041	0	839,383
Debt Service:				
Principal Retirement	0	0	2,245,000	2,245,000
Interest and Fiscal Charges	0	0	2,029,889	2,029,889
Total Expenditures	63,298,174	4,575,003	13,190,885	81,064,062
Excess of Revenues Over (Under) Expenditures	(1,063,778)	1,033,365	(1,261,871)	(1,292,284)
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	7,798	0	0	7,798
Transfers In	0	0	411,794	411,794
Transfers (Out)	(411,794)	0	0	(411,794)
Total Other Financing Sources (Uses)	(403,996)	0	411,794	7,798
Net Change in Fund Balance	(1,467,774)	1,033,365	(850,077)	(1,284,486)
Fund Balance Beginning of Year	28,635,791	1,748,779	4,059,035	34,443,605
Fund Balance End of Year	\$27,168,017	\$2,782,144	\$3,208,958	\$33,159,119

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended June 30, 2009

Net Change in Fund Balance - Total Governmental Funds (\$1,284,486)

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

Governmental funds report capital asset additions as expenditures.
 However, in the statement of activities, the cost of those assets is
 allocated over their estimated useful lives as depreciation
 expense. This is the amount of the difference between capital
 asset additions and depreciation in the current period.

Capital assets used in governmental activities	\$1,516,284	
Depreciation Expense	<u>(1,567,890)</u>	(51,606)

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

Delinquent Property Taxes	\$3,364	
Intergovernmental	<u>115,840</u>	119,204

Repayment of bond principal is an expenditure in the
 governmental funds, but the repayment reduces long-term
 liabilities in the statement of net assets. 2,245,000

Interest expense in the statement of activities differs from the amount
 reported in governmental funds for two reasons. Additional accrued
 interest was calculated for bonds and notes payable, and the difference
 arising from the advance refunding due to premium and bond issuance
 costs.

Accrued Interest	<u>\$10,612</u>	10,612
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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 governmental funds.

Compensated Absences	\$15,734	
Amortization of Bond Issuance Cost	(18,015)	
Amortization of Bond Premium	103,265	
Bond Accretion	<u>(120,698)</u>	
		<u>(19,714)</u>

Change in Net Assets of Governmental Activities \$1,019,010

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2009

	Private Purpose Trust	Agency
Assets:		
Equity in Pooled Cash and Investments	\$1,011,965	\$84,980
Receivables:		
Accounts	0	42
Total Assets	<u>1,011,965</u>	<u>\$85,022</u>
Liabilities:		
Other Liabilities	0	85,022
Total Liabilities	<u>0</u>	<u>\$85,022</u>
Net Assets:		
Held in Trust	<u>1,011,965</u>	
Total Net Assets	<u>\$1,011,965</u>	

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Changes in Fiduciary Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2009

	Private Purpose Trust
Additions:	
Donations	\$54,458
Investment Earnings	20,082
Total Additions	<u>74,540</u>
Deductions:	
Scholarships	<u>83,800</u>
Total Deductions	<u>83,800</u>
Change in Net Assets	(9,260)
Net Assets Beginning of Year	<u>1,021,225</u>
Net Assets End of Year	<u><u>\$1,011,965</u></u>

See accompanying notes to the basic financial statements.

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Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 1 - DESCRIPTION OF THE DISTRICT

The Oak Hills Local School District (“the District”) represents a prior consolidation of three elementary districts: Bridgetown, Delhi and Springmyer. The consolidation was finalized by the Hamilton County Board of Education on April 23, 1956, in order to equalize educational opportunities throughout the area. Today, the District operates under current standards as prescribed by the Ohio State Board of Education, as provided in Division (D) of Section 3301.07 and Section 110.01 of the Ohio Revised Code.

The District operates under a locally elected five-member board form of government and provides educational services. The Board controls the District’s instructional programs and support facilities, staffed by 673 certificated teaching and administrative personnel and 262 non-certificated personnel. To provide services to the adult population in the community, Oak Hills has developed one of the largest community education programs in Hamilton County, Ohio.

The District is the third largest in Hamilton County and is 28th largest of all 614 districts in Ohio in terms of student enrollment, with 7,701 students for the 2008-09 school year. The District currently operates five (5) elementary schools (grades K-5), three (3) middle schools (grades 6-8), and one (1) comprehensive high school (grades 9-12).

REPORTING ENTITY

In accordance with Governmental Accounting Standards Board [GASB] Statement 14, the financial reporting entity consists of a primary government. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments.

There are no component units combined with the District for financial statement presentation purposes, and it is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing body is financially accountable. The District's major operations include education, pupil transportation, food service, and maintenance of District facilities.

The District is associated with two organizations that are defined as jointly governed organizations. These organizations include Hamilton/Clermont Cooperative Association and Great Oaks Institute of Technology and Development. These organizations are presented in Note 13.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant of the District's accounting policies are described below.

MEASUREMENT FOCUS

Government-wide Financial Statements

The District's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

The government-wide statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the District are included on the statement of net assets. Fiduciary Funds are not included in entity-wide statements.

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

Fund Financial Statements

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 reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Fiduciary Funds are reported using the economic resources measurement focus.

FUND ACCOUNTING

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories governmental and fiduciary. The focus of government fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

Governmental Funds

Governmental funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes 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 is the District's major governmental funds:

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

Permanent Improvement Fund – The permanent improvement fund is used to account for all transactions related to acquiring, constructing, or improving of such permanent improvements as are authorized by Chapter 5705 of the Ohio Revised Code.

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 a private purpose trust which accounts for scholarship programs for students and a student managed activity agency fund which accounts for assets and liabilities generated by student managed activities.

NOTE 3 - 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. Governmental funds use the modified accrual basis of accounting. Fiduciary funds also use the accrual basis of accounting. Differences in the actual and the 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. 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 sixty days of fiscal year end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, included property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year end: property taxes available for advance, grants and interest.

Deferred Revenue

Deferred 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, 2009, but which were levied to finance fiscal year 2010 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Unearned Revenue

Unearned revenue represents amounts under the accrual basis of accounting for which asset recognition criteria have been met, but for which revenue recognition criteria have not yet been met because such amounts have not yet been earned.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

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. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

EQUITY IN POOLED CASH AND INVESTMENTS

Cash received by the District is pooled for investment purposes. Interest in the pool is presented as “Equity in Pooled Cash and Investments” on the financial statements.

Investments are reported at fair value which is based on quoted market prices.

The District has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2009. 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, 2009.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2009 amounted to \$802,888, \$82 in Permanent Improvement Fund and \$4,169 in Other Governmental Funds.

INVENTORY

Inventories are presented at cost on a first-in, first-out basis and are expensed/expensed when used. Inventory consists of food held for resale and consumable supplies.

CAPITAL ASSETS

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 five thousand dollars (\$5,000). In prior years, the capitalization threshold was one thousand dollars. 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. Interest incurred during the construction of capital assets is also capitalized.

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

<u>Activities Description</u>	<u>Governmental Activities Estimated Lives</u>
Buildings and Improvements	45-50 years
Furniture and Equipment	5-20 years

COMPENSATED ABSENCES

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences." Vacation 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 the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time, when earned, for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The entire compensated absence liability is reported on the government-wide financial statements.

The compensated absences liability is recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. Compensated absences are reported in governmental funds only if they have matured.

The District's policies regarding compensated absences are determined by the state laws and/or negotiated agreements. In summary, the policies are as follows:

<u>Vacation</u> How Earned	<u>Certified</u> Not Eligible	<u>Administrators</u> 25 days at the start of each contract year	<u>Non-Certificated</u> 5-20 days for each service year, depending on length of service
Maximum Accumulation	Not Applicable	37.5 days; can be paid for 5 days at year end	30 days
Vested	Not Applicable	As Earned	As Earned
Termination Entitlement	Not Applicable	Paid upon termination	Paid upon termination
<u>Sick Leave</u> How Earned	1 1/4 days per month of employment (15 days per year)	1 1/4 days per month of employment (15 days per year)	1 1/4 days per month of employment (15 days per year)
Maximum Accumulation	252 days	252 days	255 days
Vested	As Earned	As Earned	As Earned
Termination Entitlement	Per contract	Per contract	Per contract

NET ASSETS

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. Of the District's \$6,386,520 in restricted net assets, none was restricted by enabling legislation.

INTERFUND ACTIVITY

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

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 on the Statement of Net Assets.

As a general rule the effect of interfund (internal) activity has been eliminated from the government-wide statement of activities. The interfund services provided and used are not eliminated in the process of consolidation.

FUND EQUITY

Reserved fund balances indicate a portion of fund equity which is not available for current appropriation or is legally segregated for a specific use. Fund balances are reserved for encumbrances, budgetary set-asides and property tax advances. The reserve for property tax advances represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The unreserved portion of fund equity, reflected for the Governmental Funds, is available for use within the specific purpose of those funds.

ESTIMATES

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

RESTRICTED ASSETS

Restricted assets in the general fund represent Equity in Pooled Cash and Investments set aside to establish a budget stabilization reserve. A corresponding fund balance reserve has also been established.

NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS

The District maintains a cash and investment pool used by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "Equity in Pooled Cash and Investments."

State statute requires the classification of monies held by the District into three categories:

Active Monies - Those monies required to be kept in a "cash" or "near cash" status for immediate use by the District. Such monies must by law be maintained either as cash in the District treasury, in depository accounts payable or withdrawable on demand.

Inactive Monies – Those monies not required for use within the current two year period of designated depositories. Ohio law permits inactive monies to be deposited or invested as certificates of deposit maturing not later than the end of the current period of designated depositories, or as savings or deposit accounts, including, but not limited to passbook accounts.

Interim Monies – Those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Ohio law permits interim monies to be invested or deposited in the following securities:

- (1) Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.
- (2) Bonds, notes, debentures, or other obligations or securities issued by any federal governmental agency.
- (3) No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.
- (4) Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificates of deposit maturing not more than one year from date of deposit, or by savings or deposit accounts, including, but limited to, passbook accounts.
- (5) Bonds and other obligations of the State of Ohio.
- (6) The Ohio State Treasurer's investment pool (STAR Ohio).
- (7) Commercial paper and banker's acceptances which meet the requirements established by Ohio Revised Code, Sec. 135.142.
- (8) Under limited circumstances, corporate debt interests in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public moneys deposited with the institution.

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. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements".

Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy for deposits is any balance not covered by depository insurance will be collateralized by the financial institutions with pledged securities. As of June 30, 2009, \$7,848,989 of the District's bank balance of \$8,619,175 was exposed to custodial risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name.

Ohio Revised Code Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of specific securities. Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that all times the total value of the securities so pledged is at least equal to 105% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance.

Investments

As of June 30, 2009, the District had the following investments:

	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
Money Market Funds	\$63,719	0.00
Star Ohio	14,165,260	0.16
Federal Home Loan Bank	1,040,257	3.41
Federal Home Loan Bank - Discount	1,227,867	0.51
Federal Home Loan Mortgage Corporation	2,920,049	0.92
Federal National Mortgage Association	2,495,109	3.09
U.S. Treasury Notes	455,113	0.29
	<u>\$22,367,374</u>	
Portfolio Weighted Average Maturity		0.76

Interest rate risk - In accordance with the investment policy, the District manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to three years.

Credit Risk – It is the District’s policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have a credit quality rating of the top 2 ratings issued by nationally recognized statistical rating organizations. The District’s investments in U.S. Treasury Notes, Federal Home Loan Bank, Federal Home Loan Bank – Discount, Federal Home Loan Mortgage Corporation, Federal National Mortgage Association, and in the Money Market Funds were rated AAA by Standard & Poor’s and Fitch Ratings and Aaa by Moody’s Investors Service. Investments in STAR Ohio were rated AAAM by Standard & Poor’s.

Concentration of Credit Risk – The District’s investment policy allows investments in Federal Agencies or Instrumentalities. The District has invested less than 1% of the District’s investments in Money Market Funds, 63% in STAR Ohio, 2% in U.S. Treasury Notes, 5% in Federal Home Loan Bank, 6% in Federal Home Loan Bank – Discount, 11% in Federal National Mortgage Corporation, and 13% in Federal Home Loan Mortgage Association.

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.

NOTE 5 - PROPERTY TAXES

Real property taxes collected in 2009 were levied in April on the assessed values as of January 1, 2008, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. A re-evaluation of real property is required to be completed no less than every six years, with a statistical update every third year.

Tangible personal property tax is assessed on equipment and inventory held by businesses. Tangible property is assessed at 25 percent of true value (as defined). Each business was eligible to receive a \$10,000 exemption in assessed value which was reimbursed by the State.

The tangible personal property tax will phase out over a four-year period starting with tax year 2006 and ending with no tax due in 2009. This phase-out applies to most business and includes furniture and fixtures, machinery and equipment and inventory. New manufacturing machinery and equipment first reportable on the 2006 and subsequent year returns is not subject to the personal property tax.

Real property taxes are payable annually or semi-annually. In 2009, if paid annually, payment was due by January 20th. If paid semi-annually, the first payment (at least 1/2 amount billed) was due January 20th with the remainder due on June 20th.

The County Auditor remits portions of the taxes collected to all taxing districts with periodic settlements of real and public utility property taxes in February and August and tangible personal property taxes in June and October. The District records billed but uncollected property taxes as receivables at their estimated net realizable value.

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable at June 30, 2009. Delinquent property taxes collected within 60 days are included as a receivable and tax revenue as of June 30, 2009 on the fund financial statements. The entire amount of delinquent taxes receivable is recognized as revenue in the government-wide financial statements. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is available to finance current 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, 2009, was \$7,964,000 for General Fund, \$1,791,000 for Permanent Improvement Fund and \$1,060,000 for Other Governmental Funds, and is recognized as revenue, with a corresponding reserve to fund balance since the Board did not appropriate these receivables for fiscal year 2009 operations.

On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue has been deferred.

The assessed values upon which the current fiscal year taxes were collected are:

	<u>Amount</u>
Agricultural/Residential and Other Real Estate	\$1,179,229,060
Public Utility Personal	31,364,410
Tangible Personal Property	<u>1,966,067</u>
Total	<u><u>\$1,212,559,537</u></u>

NOTE 6 – RECEIVABLES

Receivables at June 30, 2009, consisted of taxes, accounts (rent and student fees), interest, intergovernmental grants and interfund. 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 year guarantee of federal funds.

NOTE 7 - CAPITAL ASSETS

Capital asset activity for the fiscal year ended was as follows:

	Restated Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$1,631,693	\$141,940	\$0	\$1,773,633
Construction in Progress	527,298	47,502	574,800	0
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	67,273,817	862,940	0	68,136,757
Furniture and Equipment	4,207,011	1,038,702	175,204	5,070,509
Totals at Historical Cost	<u>\$73,639,819</u>	<u>\$2,091,084</u>	<u>\$750,004</u>	<u>\$74,980,899</u>
Less Accumulated Depreciation:				
Buildings and Improvements	\$21,374,655	\$1,314,828	\$0	\$22,689,483
Furniture and Equipment	3,225,905	253,062	175,204	3,303,763
Total Accumulated Depreciation	<u>24,600,560</u>	<u>1,567,890</u>	<u>175,204</u>	<u>25,993,246</u>
Governmental Activities Capital Assets, Net	<u>\$49,039,259</u>	<u>\$523,194</u>	<u>\$574,800</u>	<u>\$48,987,653</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$1,092,066
Special	43,045
Support Services:	
Pupils	1,105
Instructional Staff	14,654
School Administration	78,738
Fiscal	585
Operations and Maintenance	68,617
Pupil Transportation	190,598
Operation of Non-Instructional Services	60,404
Extracurricular Activities	18,078
Total Depreciation Expense	<u>\$1,567,890</u>

NOTE 8 - LONG-TERM LIABILITIES

	Interest Rate	Beginning Balance	Additions	Deductions	Ending Balance	Due In One Year
Governmental Activities:						
General Obligation Bonds:						
Oak Hills Building Project II	5.42%	\$6,630,000	\$0	\$1,630,000	\$5,000,000	\$745,000
2005 Refunding Bonds:						
Current Interest Bonds -						
School Improvement	4.37%	32,690,000	0	285,000	32,405,000	290,000
Capital Appreciation Bonds -						
Principal Only	4.37%	2,919,986	0	0	2,919,986	0
Capital Appreciation Bonds -						
Interest Only	4.37%	332,211	120,698	0	452,909	0
Premium on Bonds		1,858,779	0	103,265	1,755,514	0
Total General Obligation Bonds		44,430,976	120,698	2,018,265	42,533,409	1,035,000
Loan Payable		1,385,000	0	330,000	1,055,000	340,000
Total Long Term Debt		45,815,976	120,698	2,348,265	43,588,409	1,375,000
Compensated Absences		4,558,359	601,887	802,191	4,358,055	615,578
Total Governmental Activities		<u>\$50,374,335</u>	<u>\$722,585</u>	<u>\$3,150,456</u>	<u>\$47,946,464</u>	<u>\$1,990,578</u>

General obligation bonds will be paid from the debt service fund. Compensated absences will be paid from the fund from which the person is paid. Loan Payable obligations will be paid from the debt service fund.

Principal and interest requirements to retire general obligation debt and notes and loans payable outstanding at year end are as follows:

Fiscal Year Ending June 30	General Obligation Bonds		Loan Payable		Capital Appreciation Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2010	\$1,035,000	\$1,887,600	\$340,000	\$33,232	\$0	\$0
2011	1,175,000	1,823,043	351,000	22,522	0	0
2012	1,325,000	1,749,581	364,000	11,466	0	0
2013	1,490,000	1,664,175	0	0	0	0
2014	1,260,000	1,706,963	0	0	279,137	130,863
2015-2019	6,735,000	8,310,111	0	0	2,640,849	1,119,151
2020-2024	15,905,000	4,241,875	0	0	0	0
2025-2026	8,480,000	432,750	0	0	0	0
Total	<u>\$37,405,000</u>	<u>\$21,816,098</u>	<u>\$1,055,000</u>	<u>\$67,220</u>	<u>\$2,919,986</u>	<u>\$1,250,014</u>

NOTE 9 - LOAN PAYABLE

During the fiscal year 2002, the District entered into a \$3,300,000 loan payable and reissued \$2,635,000 loan payable during fiscal year 2004 to the Rickenbacker Port Authority, Ohio, (the Port Authority). The District capitalized buildings related to the loan.

The loan document refers to the transaction as a lease-purchase agreement, but the substance of the transaction is in the nature of a loan. The loan was made by the Port Authority to the District as the result of the Port Authority's issuance of bonds, the proceeds of which were made available to numerous public school districts in Ohio to assist in the financing and re-financing of permanent improvements and was sponsored by the Ohio School Board Association Expanded Asset Pooled Financing Program.

NOTE 10 - PENSION PLANS

SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO

Plan Description

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement, disability, and survivor 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 can be obtained by contacting SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling toll free (800) 878-5853. It is also posted on SERS' website at www.ohsers.org under *Employers/Audit Resources*.

Funding Policy

Plan members are required to contribute 10% of their annual covered salary and District is required to contribute 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocates the employer contribution rate among four of the funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care fund) of the System. For fiscal year ending June 30, 2009, the allocation to pension and death benefits is 9.09%. The remaining 4.91% of the 14% employer contribution rate is allocated to the Health Care and Medicare B Funds. The District's contributions to SERS for the years ended June 30, 2009, 2008, and 2007 were \$1,473,648, \$1,374,576, and \$1,311,780, respectively; 48% has been contributed for fiscal year 2009 and 100% for fiscal years 2008 and 2007.

STATE TEACHERS RETIREMENT SYSTEM OF OHIO

Plan Description

The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple employer public employee retirement system. STRS Ohio is a statewide retirement plan for licensed teachers and other faculty members employed in the public schools of Ohio or any school, community school, college, university, institution, or other agency controlled, managed and supported, in whole or in part, by the state or any political subdivision thereof. Additional information or copies of STRS Ohio's *Comprehensive Annual Financial Report* can be requested by writing to STRS Ohio, 275 E. Broad Street, Columbus, OH 43215-3771, by calling toll-free 1-888-227-7877, or by visiting the STRS Ohio web site at www.strsoh.org.

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 10.5% of earned compensation among various investment choices. The Combined Plan offers features of the DC Plan and DB Plan. In the Combined Plan, member contributions are allocated to investment choices by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. Contributions into the DC Plan and 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 DB 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 for 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 10.5% 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.

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 an annuity benefit or equivalent lump-sum payment in addition to the original retirement allowance. A reemployed retiree may alternatively receive a refund of only member contributions with interest before age 65, once employment is terminated.

Benefits are increased annually by 3% of the original base amount for DB Plan participants.

The DB 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 hospitalizations, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. By Ohio law, health care benefits are not guaranteed.

A DB or Combined Plan member with five or more years' credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of 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 DB 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.

Funding Policy

Chapter 3307 of the Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers.

Contribution requirements and the contributions actually made for the fiscal year ended June 30, 2009, were 10% of covered payroll for members and 14% for employers. The District's contributions to STRS for the years ended June 30, 2009, 2008, and 2007 were \$4,840,596, \$4,631,316, and \$4,639,740, respectively; 82% has been contributed for fiscal year 2009 and 100% for fiscal years 2008 and 2007.

NOTE 11 - POST EMPLOYMENT BENEFITS

SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO

Plan Description

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 (ORC) 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 2009 was \$96.40; SERS' reimbursement to retirees was \$45.50.

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 year 2009, the actuarially required allocation was .75%. District contributions for the year ended June 30, 2009, 2008 and 2007 were \$78,945, \$66,765 and \$63,715, respectively, which equaled the required contributions each year.

Health Care Plan

ORC 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 HMO's, PPO's, Medicare Advantage 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 ORC provides the statutory authority to fund SERS' postemployment benefits through employer contributions. Active members do not make contributions to the postemployment benefit plans.

The Health Care Fund was established under, and is administered in accordance with, Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14% contribution to the Health Care Fund. At June 30, 2009, the health care allocation was 4.16%. 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% of that employer's SERS-covered payroll; not may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2009, the minimum compensation level was established at \$35,800. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District contributions assigned to health care for the years ended June 30, 2009, 2008, and 2007 were \$437,884, \$325,971, and \$311,079, respectively.

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 on the plan selected, qualified years of service, Medicare eligibility, and retirement status.

The financial reports of SERS' Health Care and Medicare B plans are included in its *Comprehensive Annual Financial Report*. The report can be obtained by contacting SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling toll free (800) 878-5853. It is also posted on SERS' website at www.ohsers.org under *Employers/Audit Resources*.

STATE TEACHERS RETIREMENT SYSTEM OF OHIO

Plan Description

STRS Ohio administers a pension plan that is comprised of: a Defined Benefit Plan; a self-directed Defined Contribution Plan and a Combined Plan that is a hybrid of the Defined Benefit and the Defined Contribution Plan.

Ohio law authorized 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 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.

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 1-888-227-7877.

Funding Policy

Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14% employer contributions rate, 1% of covered payroll was allocated to post-employment health care for the year ended June 30, 2009, 2008 and 2007. The 14% employer contribution rate is the maximum rate established under Ohio law. The District contributions for the years ended June 30, 2009, 2008, and 2007 were \$345,757, \$330,808, and \$331,410, respectively.

NOTE 12 - 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 fund types included herein or on the overall financial position of the District as of June 30, 2009.

LITIGATION

The District's attorney estimates that all other potential claims against the District not covered by insurance resulting from all other litigation would not materially affect the financial statements of the District.

NOTE 13 - JOINTLY GOVERNED ORGANIZATIONS

The Great Oaks Joint Vocational School (the School), a jointly governed organization, is a distinct political subdivision of the State of Ohio which operates under the direction of a Board consisting of one representative from each participating school district's elected board. The Board possesses its own budgeting and taxing authority. The Vocational School provides academic preparation and job training which leads to employment and/or further education upon graduation from high school. The District has no ongoing financial interest in or responsibility for the Vocational School.

The District is a participant in the Hamilton/Clermont Cooperative Association (HCCA) which is a computer consortium A-site used by the District. HCCA is an association of public districts in a geographic area determined by the Ohio Department of Education. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts. The Board of the School consists of one representative from each of the participating members. The degree of control exercised by any participating district is limited to its representation on the board.

NOTE 14 - 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. The District carries insurance coverage with the following companies.

<u>Coverage</u>	<u>Company</u>
Automobile	Indiana Insurance
Property	Indiana Insurance
General Liability	Indiana Insurance

Limits and deductible amounts for the above policies vary accordingly.

<u>Coverage</u>	<u>Limits</u>	<u>Deductible</u>
Automobile	\$1,000,000 each occurrence	\$1,000 collision
Property	\$115,632,621 blanket coverage	\$2,500 each loss
General Liability	\$2,000,000 general aggregate	
Umbrella	\$10,000,000 (transportation only)	

The District pays the State of Ohio Bureau of Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

NOTE 15 – ACCOUNTABILITY

The following individual funds had a deficit in fund balance at year end:

<u>Fund</u>	<u>Deficit</u>
Special Revenue Fund:	
Special Education	\$130,625
Title I	48,481
Improving Teacher Quality	8,528
Food Service	219,201

The deficit fund balances were caused by GAAP Accruals.

NOTE 16 - FUND BALANCE RESERVES FOR SET-ASIDES

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 and construction of capital improvements. Amounts not spent by 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 purposes in future years.

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

	<u>Textbooks</u>	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>
Set Aside Reserve Balance as of June 30, 2008	(\$3,372,536)	\$0	\$380,716
Current Year Set Aside Requirement	1,278,580	1,278,580	0
Qualified Disbursements	(1,165,432)	(461,804)	0
Current Year Offsets	0	(50,454,755)	0
Set Aside Reserve Balance as of June 30, 2009	<u>(\$3,259,388)</u>	<u>(\$49,637,979)</u>	<u>\$380,716</u>
Restricted Cash as of June 30, 2009	<u>\$0</u>	<u>\$0</u>	<u>\$380,716</u>
Carried Forward as of June 30, 2009	<u>(\$3,259,388)</u>		

Although the District had offsets from 2005 Series Debt of \$50,677,000 and qualifying disbursements during the year that reduced the set-aside amounts for capital maintenance reserve to below zero, extra qualified disbursement amounts may not be used to reduce the set-aside requirements of future years. Qualifying disbursements and carryover from prior years for textbooks totaled \$4,537,968, resulting in \$3,259,388 for carryover to offset textbook requirements in future years.

NOTE 17 - INTERFUND BALANCES/TRANSFERS

At fiscal year end, interfund receivables, interfund payables, transfers in and transfers out were as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$38,260	\$0	\$0	\$411,794
Other Governmental Funds	<u>0</u>	<u>38,260</u>	<u>411,794</u>	<u>0</u>
Total all funds	<u>\$38,260</u>	<u>\$38,260</u>	<u>\$411,794</u>	<u>\$411,794</u>

Transfers out of the General Fund were made to provide resources to the Debt Service.

Interfund balance/transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorization; to segregate and to return money to the fund from which it was originally provided once a project is completed.

REQUIRED SUPPLEMENTARY INFORMATION

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Oak Hills Local School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2009

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$23,562,730	\$22,020,356	\$22,029,837	\$9,481
Revenue in lieu of taxes	9,039,247	8,447,554	8,451,191	3,637
Tuition and Fees	1,470,332	1,374,086	1,374,678	592
Investment Earnings	938,250	876,833	877,211	378
Intergovernmental	29,447,867	27,520,263	27,532,112	11,849
Extracurricular Activities	228,457	213,503	213,595	92
Other Revenues	316,599	295,875	296,002	127
Total Revenues	65,003,482	60,748,470	60,774,626	26,156
Expenditures:				
Current:				
Instruction:				
Regular	32,027,873	31,552,514	31,552,514	0
Special	6,792,374	6,691,561	6,691,561	0
Other	295,916	291,524	291,524	0
Support Services:				
Pupil	3,870,285	3,812,842	3,812,842	0
Instructional Staff	5,243,111	5,165,293	5,165,293	0
General Administration	180,851	178,167	178,167	0
School Administration	4,625,678	4,557,024	4,557,024	0
Fiscal	1,121,580	1,104,933	1,104,933	0
Business	282,588	278,394	278,394	0
Operations and Maintenance	6,081,012	5,990,757	5,990,757	0
Pupil Transportation	2,304,269	2,270,069	2,270,069	0
Central	493,459	486,135	486,135	0
Operation of Non-Instructional Services	59,218	58,339	58,339	0
Extracurricular Activities	949,341	935,251	935,251	0
Capital Outlay	115,300	113,589	113,589	0
Total Expenditures	64,442,855	63,486,392	63,486,392	0
Excess of Revenues Over (Under) Expenditures	560,627	(2,737,922)	(2,711,766)	26,156
Other financing sources (uses):				
Proceeds from Sale of Capital Assets	8,341	7,795	7,798	3
Advances (Out)	(20,565)	(20,260)	(20,260)	0
Transfers (Out)	(417,998)	(411,794)	(411,794)	0
Total Other Financing Sources (Uses)	(430,222)	(424,259)	(424,256)	3
Net Change in Fund Balance	130,405	(3,162,181)	(3,136,022)	26,159
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	28,034,217	28,034,217	28,034,217	0
Fund Balance End of Year	\$28,164,622	\$24,872,036	\$24,898,195	\$26,159

See accompanying notes to the required supplementary information.

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2009

NOTE 1 - BUDGETARY PROCESS

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriations resolution and the certificate of estimated resources which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Board. The legal level of control has been established by the Board at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2009.

The appropriation resolution is subject to amendment by the Board throughout the year with the restriction that appropriations cannot exceed estimated resources. 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 final budgeted amounts represent the final appropriation amounts passed by the Board during the year.

While the District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Combined Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types and expendable trust funds (GAAP basis).
4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions.

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

Net Change in Fund Balance

	<u>General</u>
GAAP Basis	(\$1,467,774)
Revenue Accruals	(1,459,770)
Expenditure Accruals	17,142
Advances (Out)	(20,260)
Encumbrances	<u>(205,360)</u>
Budget Basis	<u><u>(\$3,136,022)</u></u>

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**COMBINING STATEMENTS AND
INDIVIDUAL FUND SCHEDULES**

FUND DESCRIPTIONS

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

Public School – Fund used to account for specific local revenue sources generated by individual school buildings. Expenditures include field trips, items to support co-curricular and extra-curricular programs, and recognition programs.

State Subdivision – Fund used to account for state monies provided for the state subdivision programs.

Student Activity – Fund used to account for student activity programs that do not have student management of the program, i.e. athletics, band, etc.

Auxiliary Services – Fund used to account for state funds used to provide services and materials to students attending non-public schools within the boundaries of the District.

Management Information System – Fund used to account for state monies provided to support the Education Management Information System.

Entry Year Programs – Fund used to account for state monies provided to support training programs for beginning teachers.

Data Communications – State grant used to support technology used for non-instructional purposes, i.e. networking.

SchoolNet Professional Development – State grant used to support professional development in the area of technology.

Poverty Based Assistance - State grant to account for funds, which are used for poverty based assistance.

Miscellaneous State Grants – Fund used to account for state funds that are legally restricted to expenditures for specified purposes.

Special Education – Fund used to account for federal monies provided to support programs for students with disabilities.

Vocational Education – Federal grant used to present various career opportunities to students.

Title I – Fund used to account for federal monies provided to support programs for educationally deprived students.

Title VI – Fund used to account for federal monies provided to support innovative educational programs.

Drug-Free Schools – Fund used to account for federal monies provided to address drug abuse prevention and security in the schools.

IDEA Preschool Grant – Fund used to account for federal monies provided to support programs for pre-school aged students with disabilities.

Improving Teacher Quality – Fund used to account for funds provided for staff development programs.

Miscellaneous Federal Grants – Funds used to account for miscellaneous federal grants.

Food Service – Fund used to record financial transactions related to the food service operation.

Uniform School Supply – Fund to account for the purchase and sale of school supplies as adopted by the Board of Education for use in all schools of the District.

Adult Education – Fund used to account for expenses related to the adult education program provided to the general public.

Debt Service Fund

Debt Service Fund – The Debt Service Fund is used for the accumulation of resources for and the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the District is obligated in some manner for the payment.

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Oak Hills Local School District, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$559,712	\$1,813,530	\$2,373,242
Receivables:			
Taxes	0	2,829,066	2,829,066
Accounts	6,088	0	6,088
Intergovernmental	265,000	229,909	494,909
Inventory	2,871	0	2,871
Total Assets	833,671	4,872,505	5,706,176
Liabilities and Fund Balances:			
Liabilities:			
Accounts Payable	9,121	0	9,121
Accrued Wages and Benefits	438,721	0	438,721
Interfund Payable	38,260	0	38,260
Deferred Revenue	242,050	1,769,066	2,011,116
Total Liabilities	728,152	1,769,066	2,497,218
Fund Balances:			
Reserved for Encumbrances	44,912	0	44,912
Reserved for Inventory	2,871	0	2,871
Reserved for Property Tax Advances	0	1,060,000	1,060,000
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	57,736	0	57,736
Debt Service Funds	0	2,043,439	2,043,439
Total Fund Balances	105,519	3,103,439	3,208,958
Total Liabilities and Fund Balances	\$833,671	\$4,872,505	\$5,706,176

Oak Hills Local School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2009

	Public School	State Subdivision	Student Activity	Auxiliary Services	Management Information System
Assets:					
Equity in Pooled Cash and Investments	\$186,221	\$11,000	\$257,771	\$28,393	\$0
Receivables:					
Accounts	3,924	0	2,121	0	0
Intergovernmental	0	0	0	0	0
Inventory	0	0	0	0	0
Total Assets	190,145	11,000	259,892	28,393	0
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	383	0	0	6,277	0
Accrued Wages and Benefits	0	0	0	8,277	0
Interfund Payable	0	0	0	0	0
Deferred Revenue	0	0	0	0	0
Total Liabilities	383	0	0	14,554	0
Fund Balances:					
Reserved for Encumbrances	7,359	0	25,967	10,185	0
Reserved for Inventory	0	0	0	0	0
Unreserved, Undesignated, Reported in: Special Revenue Funds	182,403	11,000	233,925	3,654	0
Total Fund Balances	189,762	11,000	259,892	13,839	0
Total Liabilities and Fund Balances	\$190,145	\$11,000	\$259,892	\$28,393	\$0

Entry Year Programs	Data Communications	SchoolNet Professional Development	Poverty Based Assistance	Micellaneous State Grants	Special Education	Vocational Education
\$0	\$0	\$0	\$0	\$10,858	\$0	\$0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	10,858	0	0
0	0	0	0	0	0	0
0	0	0	0	4,268	112,625	0
0	0	0	0	0	18,000	0
0	0	0	0	0	0	0
0	0	0	0	4,268	130,625	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	6,590	(130,625)	0
0	0	0	0	6,590	(130,625)	0
\$0	\$0	\$0	\$0	\$10,858	\$0	\$0

continued

Oak Hills Local School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2009

	Title I	Title VI	Drug-Free Schools	IDEA Preschool Grant	Improving Teacher Quality
Assets:					
Equity in Pooled Cash and Investments	\$33,962	\$0	\$0	\$0	\$0
Receivables:					
Accounts	0	0	0	0	0
Intergovernmental	200,000	0	0	0	65,000
Inventory	0	0	0	0	0
Total Assets	<u>233,962</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>65,000</u>
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	0	0	0	0	1,500
Accrued Wages and Benefits	82,443	0	0	0	9,718
Interfund Payable	0	0	0	0	20,260
Deferred Revenue	200,000	0	0	0	42,050
Total Liabilities	<u>282,443</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>73,528</u>
Fund Balances:					
Reserved for Encumbrances	0	0	0	0	1,190
Reserved for Inventory	0	0	0	0	0
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	(48,481)	0	0	0	(9,718)
Total Fund Balances	<u>(48,481)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(8,528)</u>
Total Liabilities and Fund Balances	<u>\$233,962</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$65,000</u>

Miscellaneous Federal Grants	Food Service	Uniform School Supply	Adult Education	Total Nonmajor Special Revenue Funds
\$0	\$3	\$8,636	\$22,868	\$559,712
0	43	0	0	6,088
0	0	0	0	265,000
0	2,871	0	0	2,871
0	2,917	8,636	22,868	833,671
0	628	0	333	9,121
0	221,390	0	0	438,721
0	0	0	0	38,260
0	0	0	0	242,050
0	222,018	0	333	728,152
0	0	0	211	44,912
0	2,871	0	0	2,871
0	(221,972)	8,636	22,324	57,736
0	(219,101)	8,636	22,535	105,519
\$0	\$2,917	\$8,636	\$22,868	\$833,671

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Oak Hills Local School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
Revenues:			
Taxes	\$0	\$2,899,509	\$2,899,509
Tuition and Fees	150,987	0	150,987
Investment Earnings	4,169	0	4,169
Intergovernmental	4,628,396	502,033	5,130,429
Extracurricular Activities	1,228,485	0	1,228,485
Charges for Services	2,158,314	0	2,158,314
Other Revenues	357,121	0	357,121
Total Revenues	8,527,472	3,401,542	11,929,014
Expenditures:			
Current:			
Instruction:			
Regular	815,129	0	815,129
Special	327,926	0	327,926
Other	12,499	0	12,499
Support Services:			
Pupil	550,182	0	550,182
Instructional Staff	883,751	0	883,751
School Administration	552,980	0	552,980
Fiscal	0	42,379	42,379
Central	22,140	0	22,140
Operation of Non-Instructional Services	4,791,707	0	4,791,707
Extracurricular Activities	917,303	0	917,303
Debt Service:			
Principal Retirement	0	2,245,000	2,245,000
Interest and Fiscal Charges	0	2,029,889	2,029,889
Total Expenditures	8,873,617	4,317,268	13,190,885
Excess of Revenues Over (Under) Expenditures	(346,145)	(915,726)	(1,261,871)
Other Financing Sources (Uses):			
Transfers In	35,068	376,726	411,794
Total Other Financing Sources (Uses)	35,068	376,726	411,794
Net Change in Fund Balance	(311,077)	(539,000)	(850,077)
Fund Balance Beginning of Year	416,596	3,642,439	4,059,035
Fund Balance End of Year	\$105,519	\$3,103,439	\$3,208,958

Oak Hills Local School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2009

	Public School	State Subdivision	Student Activity	Auxiliary Services	Management Information System
Revenues:					
Tuition and Fees	\$0	\$0	\$0	\$0	\$0
Investment Earnings	0	0	0	4,107	0
Intergovernmental	0	0	0	1,831,203	23,440
Extracurricular Activities	546,657	0	675,268	0	0
Charges for Services	0	0	0	0	0
Other Revenues	140,918	0	216,203	0	0
Total Revenues	687,575	0	891,471	1,835,310	23,440
Expenditures:					
Current:					
Instruction:					
Regular	696,799	0	0	0	0
Special	0	0	0	0	0
Other	0	0	0	0	0
Support Services:					
Pupil	383	0	0	0	23,440
Instructional Staff	0	0	0	0	0
School Administration	0	0	0	0	0
Central	22,140	0	0	0	0
Operation of Non-Instructional Services	0	0	0	1,951,657	0
Extracurricular Activities	0	0	917,303	0	0
Total Expenditures	719,322	0	917,303	1,951,657	23,440
Excess of Revenues Over (Under) Expenditures	(31,747)	0	(25,832)	(116,347)	0
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	0
Net Change in Fund Balance	(31,747)	0	(25,832)	(116,347)	0
Fund Balance Beginning of Year	221,509	11,000	285,724	130,186	0
Fund Balance End of Year	\$189,762	\$11,000	\$259,892	\$13,839	\$0

Entry Year Programs	Data Communications	SchoolNet Professional Development	Poverty Based Assistance	Micellaneous State Grants	Special Education	Vocational Education
\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0
23,100	27,000	2,970	12,499	211,284	1,622,909	18,806
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
23,100	27,000	2,970	12,499	211,284	1,622,909	18,806
23,100	27,000	0	0	40,864	0	0
0	0	0	0	0	0	0
0	0	0	12,499	0	0	0
0	0	0	0	64,730	429,816	19,219
0	0	2,970	0	104,127	500,895	0
0	0	0	0	0	513,829	0
0	0	0	0	0	0	0
0	0	0	0	0	151,414	0
0	0	0	0	0	0	0
23,100	27,000	2,970	12,499	209,721	1,595,954	19,219
0	0	0	0	1,563	26,955	(413)
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	1,563	26,955	(413)
0	0	0	0	5,027	(157,580)	413
\$0	\$0	\$0	\$0	\$6,590	(\$130,625)	\$0

continued

Oak Hills Local School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2009

	Title I	Title VI	Drug-Free Schools	IDEA Preschool Grant	Improving Teacher Quality
Revenues:					
Tuition and Fees	\$0	\$0	\$0	\$0	\$0
Investment Earnings	0	0	0	0	0
Intergovernmental	391,365	24,974	17,516	26,870	231,435
Extracurricular Activities	0	0	0	0	0
Charges for Services	0	0	0	0	0
Other Revenues	0	0	0	0	0
Total Revenues	391,365	24,974	17,516	26,870	231,435
Expenditures:					
Current:					
Instruction:					
Regular	0	0	2,592	2,500	0
Special	327,926	0	0	0	0
Other	0	0	0	0	0
Support Services:					
Pupil	0	0	12,594	0	0
Instructional Staff	2,966	26,839	0	24,272	217,521
School Administration	29,900	0	0	0	9,251
Central	0	0	0	0	0
Operation of Non-Instructional Services	84,668	2,716	2,614	0	0
Extracurricular Activities	0	0	0	0	0
Total Expenditures	445,460	29,555	17,800	26,772	226,772
Excess of Revenues Over (Under) Expenditures	(54,095)	(4,581)	(284)	98	4,663
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	0
Net Change in Fund Balance	(54,095)	(4,581)	(284)	98	4,663
Fund Balance Beginning of Year	5,614	4,581	284	(98)	(13,191)
Fund Balance End of Year	(\$48,481)	\$0	\$0	\$0	(\$8,528)

Miscellaneous Federal Grants	Food Service	Uniform School Supply	Adult Education	Total Nonmajor Special Revenue Funds
\$0	\$0	\$23,524	\$127,463	\$150,987
0	62	0	0	4,169
5,219	157,806	0	0	4,628,396
0	0	0	6,560	1,228,485
0	2,158,314	0	0	2,158,314
0	0	0	0	357,121
<u>5,219</u>	<u>2,316,182</u>	<u>23,524</u>	<u>134,023</u>	<u>8,527,472</u>
0	0	22,274	0	815,129
0	0	0	0	327,926
0	0	0	0	12,499
0	0	0	0	550,182
4,161	0	0	0	883,751
0	0	0	0	552,980
0	0	0	0	22,140
1,165	2,452,221	0	145,252	4,791,707
0	0	0	0	917,303
<u>5,326</u>	<u>2,452,221</u>	<u>22,274</u>	<u>145,252</u>	<u>8,873,617</u>
<u>(107)</u>	<u>(136,039)</u>	<u>1,250</u>	<u>(11,229)</u>	<u>(346,145)</u>
<u>0</u>	<u>35,068</u>	<u>0</u>	<u>0</u>	<u>35,068</u>
<u>0</u>	<u>35,068</u>	<u>0</u>	<u>0</u>	<u>35,068</u>
<u>(107)</u>	<u>(100,971)</u>	<u>1,250</u>	<u>(11,229)</u>	<u>(311,077)</u>
<u>107</u>	<u>(118,130)</u>	<u>7,386</u>	<u>33,764</u>	<u>416,596</u>
<u>\$0</u>	<u>(\$219,101)</u>	<u>\$8,636</u>	<u>\$22,535</u>	<u>\$105,519</u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Public School Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$530,668	\$546,628	\$15,960
Other Revenues	140,030	144,241	4,211
Total Revenues	<u>670,698</u>	<u>690,869</u>	<u>20,171</u>
Expenditures:			
Current:			
Support Services:			
Pupil	704,542	704,542	0
Central	22,140	22,140	0
Total Expenditures	<u>726,682</u>	<u>726,682</u>	<u>0</u>
Net Change in Fund Balance	(55,984)	(35,813)	20,171
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>214,291</u>	<u>214,291</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$158,307</u></u>	<u><u>\$178,478</u></u>	<u><u>\$20,171</u></u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	State Subdivision Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	11,000	11,000	0
Fund Balance End of Year	\$11,000	\$11,000	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Student Activity Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$653,147	\$673,926	\$20,779
Other Revenues	214,076	220,887	6,811
Total Revenues	<u>867,223</u>	<u>894,813</u>	<u>27,590</u>
Expenditures:			
Current:			
Extracurricular Activities	<u>943,270</u>	<u>943,270</u>	<u>0</u>
Total Expenditures	<u>943,270</u>	<u>943,270</u>	<u>0</u>
Net Change in Fund Balance	(76,047)	(48,457)	27,590
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>280,261</u>	<u>280,261</u>	<u>0</u>
Fund Balance End of Year	<u>\$204,214</u>	<u>\$231,804</u>	<u>\$27,590</u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Auxiliary Services Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$4,107	\$4,107	\$0
Intergovernmental	1,831,203	1,831,203	0
Total Revenues	1,835,310	1,835,310	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	1,965,333	1,965,333	0
Total Expenditures	1,965,333	1,965,333	0
Net Change in Fund Balance	(130,023)	(130,023)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	141,954	141,954	0
Fund Balance End of Year	\$11,931	\$11,931	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Management Information System Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$23,440	\$23,440	\$0
Total Revenues	23,440	23,440	0
Expenditures:			
Current:			
Support Services:			
Pupil	23,440	23,440	0
Total Expenditures	23,440	23,440	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Entry Year Programs Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$23,100	\$23,100	\$0
Total Revenues	23,100	23,100	0
Expenditures:			
Current:			
Instruction:			
Regular	23,100	23,100	0
Total Expenditures	23,100	23,100	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Data Communications Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$27,000	\$27,000	\$0
Total Revenues	27,000	27,000	0
Expenditures:			
Current:			
Instruction:			
Regular	27,000	27,000	0
Total Expenditures	27,000	27,000	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	SchoolNet Professional Development Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,970	\$2,970	\$0
Total Revenues	2,970	2,970	0
Expenditures:			
Current:			
Support Services:			
School Administration	2,970	2,970	0
Total Expenditures	2,970	2,970	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Poverty Based Assistance Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$12,499	\$12,499	\$0
Total Revenues	12,499	12,499	0
Expenditures:			
Current:			
Instruction:			
Other	12,499	12,499	0
Total Expenditures	12,499	12,499	0
Total Other Financing Sources (Uses)	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Micellaneous State Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$211,284	\$211,284	\$0
Total Revenues	211,284	211,284	0
Expenditures:			
Current:			
Instruction:			
Regular	40,864	40,864	0
Support Services:			
Pupil	64,730	64,730	0
Instructional Staff	103,991	103,991	0
Total Expenditures	209,585	209,585	0
Net Change in Fund Balance	1,699	1,699	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	9,159	9,159	0
Fund Balance End of Year	\$10,858	\$10,858	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Special Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,622,909	\$1,622,909	\$0
Total Revenues	1,622,909	1,622,909	0
Expenditures:			
Current:			
Instruction:			
Special	77,611	77,611	0
Support Services:			
Pupil	418,198	418,198	0
Instructional Staff	582,467	582,467	0
School Administration	515,690	515,690	0
Operation of Non-Instructional Services	150,090	150,090	0
Total Expenditures	1,744,056	1,744,056	0
Net Change in Fund Balance	(121,147)	(121,147)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	121,147	121,147	0
Fund Balance End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Vocational Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$19,006	\$18,806	(\$200)
Total Revenues	19,006	18,806	(200)
Expenditures:			
Current:			
Support Services:			
Pupil	19,220	19,220	0
Total Expenditures	19,220	19,220	0
Net Change in Fund Balance	(214)	(414)	(200)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	414	414	0
Fund Balance End of Year	\$200	\$0	(\$200)

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Title I Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$617,280	\$423,033	(\$194,247)
Total Revenues	<u>617,280</u>	<u>423,033</u>	<u>(194,247)</u>
Expenditures:			
Current:			
Instruction:			
Special	292,499	292,499	0
Support Services:			
Instructional Staff	2,966	2,966	0
School Administration	29,900	29,900	0
Operation of Non-Instructional Services	<u>84,044</u>	<u>84,044</u>	<u>0</u>
Total Expenditures	<u>409,409</u>	<u>409,409</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>207,871</u>	<u>13,624</u>	<u>(194,247)</u>
Other financing sources (uses):			
Transfers In	18,281	12,528	(5,753)
Transfers (Out)	<u>(12,528)</u>	<u>(12,528)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>5,753</u>	<u>0</u>	<u>(5,753)</u>
Net Change in Fund Balance	213,624	13,624	(200,000)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>20,338</u>	<u>20,338</u>	<u>0</u>
Fund Balance End of Year	<u>\$233,962</u>	<u>\$33,962</u>	<u>(\$200,000)</u>

Oak Hills Local School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2009

	Title VI Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$24,974	\$24,974	\$0
Total Revenues	24,974	24,974	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	26,835	26,835	0
Operation of Non-Instructional Services	2,716	2,716	0
Total Expenditures	29,551	29,551	0
Excess of Revenues Over (Under) Expenditures	(4,577)	(4,577)	0
Other financing sources (uses):			
Transfers In	3,601	3,601	0
Transfers (Out)	(3,601)	(3,601)	0
Total Other Financing Sources (Uses)	0	0	0
Net Change in Fund Balance	(4,577)	(4,577)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	4,577	4,577	0
Fund Balance End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Drug-Free Schools Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$17,516	\$17,516	\$0
Total Revenues	17,516	17,516	0
Expenditures:			
Current:			
Instruction:			
Regular	2,592	2,592	0
Support Services:			
Pupil	12,595	12,595	0
Operation of Non-Instructional Services	2,614	2,614	0
Total Expenditures	17,801	17,801	0
Net Change in Fund Balance	(285)	(285)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	285	285	0
Fund Balance End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	IDEA Preschool Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$28,501	\$28,501	\$0
Total Revenues	28,501	28,501	0
Expenditures:			
Current:			
Instruction:			
Regular	2,500	2,500	0
Support Services:			
Instructional Staff	28,112	28,112	0
Total Expenditures	30,612	30,612	0
Net Change in Fund Balance	(2,111)	(2,111)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2,111	2,111	0
Fund Balance End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Improving Teacher Quality Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$253,224	\$253,224	\$0
Total Revenues	253,224	253,224	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	233,390	233,390	0
School Administration	9,251	9,251	0
Total Expenditures	242,641	242,641	0
Excess of Revenues Over (Under) Expenditures	10,583	10,583	0
Other financing sources (uses):			
Advances In	20,260	20,260	0
Total Other Financing Sources (Uses)	20,260	20,260	0
Net Change in Fund Balance	30,843	30,843	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	11,208	11,208	0
Fund Balance End of Year	\$42,051	\$42,051	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Miscellaneous Federal Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$5,219	\$5,219	\$0
Total Revenues	5,219	5,219	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	4,162	4,162	0
Operation of Non-Instructional Services	1,165	1,165	0
Total Expenditures	5,327	5,327	(0)
Net Change in Fund Balance	(108)	(108)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	108	108	0
Fund Balance End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Food Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$62	\$62	\$0
Intergovernmental	178,289	178,289	0
Charges for Services	2,181,581	2,181,581	0
Total Revenues	2,359,932	2,359,932	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	2,415,302	2,415,302	0
Total Expenditures	2,415,302	2,415,302	0
Excess of Revenues Over (Under) Expenditures	(55,370)	(55,370)	0
Other financing sources (uses):			
Transfers In	35,068	35,068	0
Total Other Financing Sources (Uses)	35,068	35,068	0
Net Change in Fund Balance	(20,302)	(20,302)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	42,747	42,747	0
Fund Balance End of Year	\$22,445	\$22,445	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Uniform School Supply Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$23,485	\$23,535	\$50
Total Revenues	23,485	23,535	50
Expenditures:			
Current:			
Instruction:			
Regular	22,274	22,274	0
Total Expenditures	22,274	22,274	0
Net Change in Fund Balance	1,211	1,261	50
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	7,375	7,375	0
Fund Balance End of Year	\$8,586	\$8,636	\$50

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Adult Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$124,567	\$127,463	\$2,896
Extracurricular Activities	6,411	6,560	149
Total Revenues	<u>130,978</u>	<u>134,023</u>	<u>3,045</u>
Expenditures:			
Current:			
Operation of Non-Instructional Services	<u>151,041</u>	<u>151,041</u>	<u>0</u>
Total Expenditures	<u>151,041</u>	<u>151,041</u>	<u>0</u>
Net Change in Fund Balance	(20,063)	(17,018)	3,045
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>39,342</u>	<u>39,342</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$19,279</u></u>	<u><u>\$22,324</u></u>	<u><u>\$3,045</u></u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$3,077,509	\$3,077,509	\$0
Intergovernmental	272,124	272,124	0
Total Revenues	3,349,633	3,349,633	0
Expenditures:			
Current:			
Support Services:			
Fiscal	42,434	42,379	55
Debt Service:			
Principal Retirement	2,245,000	2,245,000	0
Interest and Fiscal Charges	2,035,454	2,029,889	5,565
Total Expenditures	4,322,888	4,317,268	5,620
Excess of Revenues Over (Under) Expenditures	(973,255)	(967,635)	5,620
Other financing sources (uses):			
Transfers In	376,726	376,726	0
Total Other Financing Sources (Uses)	376,726	376,726	0
Net Change in Fund Balance	(596,529)	(590,909)	5,620
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2,404,439	2,404,439	0
Fund Balance End of Year	\$1,807,910	\$1,813,530	\$5,620

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Permanent Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$4,804,644	\$4,804,644	\$0
Investment Earnings	82	82	0
Intergovernmental	393,933	393,933	0
Other Revenues	23,421	23,421	0
Total Revenues	5,222,080	5,222,080	0
Expenditures:			
Current:			
Instruction:			
Regular	1,059,228	1,059,228	0
Special	34,474	34,474	0
Support Services:			
Instructional Staff	1,584,619	1,584,619	0
Fiscal	83,982	83,982	0
Business	379	379	0
Operations and Maintenance	714,466	714,466	0
Pupil Transportation	623,034	623,034	0
Central	2,500	2,500	0
Capital Outlay	1,092,974	1,092,974	0
Total Expenditures	5,195,656	5,195,656	0
Net Change in Fund Balance	26,424	26,424	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	412,742	412,742	0
Fund Balance End of Year	\$439,166	\$439,166	\$0

FUND DESCRIPTIONS

NONMAJOR FUNDS

Fiduciary funds

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

Student Activity (Agency Fund) – Fund used to account for resources that belong to various student groups in the District. Students are involved in the management of the program.

Oak Hills Local School District, Ohio
Statement of Changes In Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2009

	Student Activity			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$48,429	\$214,556	\$178,005	\$84,980
Receivables:				
Accounts	20	42	20	42
Total Assets	<u>48,449</u>	<u>214,598</u>	<u>178,025</u>	<u>85,022</u>
Liabilities:				
Other Liabilities	48,449	214,598	178,025	85,022
Total Liabilities	<u>\$48,449</u>	<u>\$214,598</u>	<u>\$178,025</u>	<u>\$85,022</u>

STATISTICAL SECTION



STATISTICAL SECTION

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

CONTENTS

Financial Trends - These schedules contain trend information to help the reader understand how the District's financial position has changed over time.

Revenue Capacity - These schedules contain information to help the reader understand and assess the factors affecting the District's ability to generate its most significant local revenue source(s), the property tax (and the income tax).

Debt Capacity - These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Economic and Demographic Information - These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

Operation Information - These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the 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 District implemented GASB Statement 34 in fiscal year 2003; schedules presenting government-wide information include information beginning in that fiscal year.

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Oak Hills Local School District, Ohio
 Net Assets by Component
 Last Seven Fiscal Years (1)
 (accrual basis of accounting)
 Schedule 1

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Governmental Activities							
Invested in Capital Assets, Net of Related Debt	\$1,349,513	\$619,917	\$1,556,634	\$1,625,953	\$1,767,561	\$3,223,283	5,852,153
Restricted	3,651,885	3,401,275	4,341,575	3,531,482	4,081,323	6,154,650	6,386,520
Unrestricted	2,224,163	(1,314,935)	1,839,669	1,605,672	1,655,611	25,537,855	23,696,125
Total Net Assets	\$7,225,561	\$2,706,257	\$7,737,878	\$6,763,107	\$7,504,495	\$34,915,788	\$35,934,798

Source: District Records

(1) - The district began to report accrual information when it implemented GASB Statement 34 in 2003

Oak Hills Local School District, Ohio
 Expenses, Program Revenues and Net (Expense)/Revenue
 Last Seven Fiscal Years (1)
 (accrual basis of accounting)
 Schedule 2

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Expenses							
Governmental Activities:							
Instruction	\$33,235,995	\$34,382,640	\$36,534,799	\$37,076,952	\$38,625,619	\$41,700,556	\$42,044,797
Pupil	3,271,709	3,450,623	3,861,441	4,408,818	4,120,272	4,577,223	4,372,678
Instructional staff	3,118,010	3,263,737	3,469,279	4,225,371	4,661,660	5,400,250	7,246,802
General Administration	148,815	197,048	106,358	146,551	178,256	133,180	176,351
School Administration	3,811,906	4,415,676	4,579,443	4,592,471	4,791,398	4,819,529	5,075,386
Fiscal	933,423	1,026,103	1,004,290	1,051,142	1,069,374	1,124,823	1,208,804
Business	238,008	236,345	241,017	252,250	258,406	395,701	106,493
Operation and Maintenance	5,950,199	5,868,816	5,799,708	7,210,041	7,660,054	6,880,648	6,649,473
Pupil Transportation	1,885,992	1,944,352	2,266,917	2,344,523	2,181,132	2,553,989	2,721,131
Central	559,288	2,378,350	1,135,384	490,215	472,596	534,923	501,881
Operation of Non-Instructional Services	4,360,153	4,607,790	4,645,245	4,788,651	5,115,065	4,715,758	4,891,470
Extracurricular Activities	1,223,506	1,594,496	1,423,258	1,651,206	1,732,180	1,774,568	1,829,779
Interest and Fiscal Charges	2,798,869	2,659,726	4,464,002	3,450,198	2,226,417	1,106,046	2,054,725
Total Government Expenses	61,535,873	66,025,702	69,531,141	71,688,389	73,092,429	75,717,194	78,879,770
Program Revenues							
Governmental Activities:							
Charges for Services							
Instruction	870,203	1,044,967	1,073,373	1,148,265	1,183,360	1,440,889	1,887,712
Pupil	324,191	180,751	483,984	412,093	568,181	520,211	0
Instructional Staff	155	640	644	560	549	465	0
Operation and Maintenance	27,406	22,675	8,926	8,638	24,690	33,234	27,421
Pupil Transportation	51,400	60,416	50,086	59,866	53,371	51,838	59,839
Central	0	0	0	16,078	15,501	14,399	16,835
Operation of Non-Instructional	2,191,635	2,965,210	2,085,649	2,119,189	2,132,297	2,341,106	2,292,337
Extracurricular Activities	715,503	490,163	913,915	1,117,361	1,037,976	931,073	888,863
Operating Grants and Contributions	3,816,043	4,152,417	5,125,899	6,501,819	6,689,612	6,856,642	6,788,833
Capital Grants and Contributions	49,828	79,925	189,759	84,678	101,593	21,882	43,210
Total Government Revenues	8,046,364	8,997,164	9,932,235	11,468,547	11,807,130	12,211,739	12,005,050
Net (Expense)/Revenue							
Total Government Net Expense	(\$53,489,509)	(\$57,028,538)	(\$59,598,906)	(\$60,219,842)	(\$61,285,299)	(\$63,505,455)	(\$66,874,720)

Source: District Records

(1) - The district began to report accrual information when it implemented GASB Statement 34 in 2003

Oak Hills Local School District, Ohio
 General Revenues and Total Change in Net Assets
 Last Seven Fiscal Years (1)
 (accrual basis of accounting)
 Schedule 3

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Net (Expense)/Revenue							
Total Government Net Expense	(\$53,489,509)	(\$57,028,538)	(\$59,598,906)	(\$60,219,842)	(\$61,285,299)	(\$63,505,455)	(\$66,874,720)
General Revenues and Other Changes in Net Assets							
Governmental Activities:							
Property Taxes							
Property Taxes Levied for General Purposes	29,423,360	20,925,378	28,140,075	23,708,236	24,116,305	23,040,762	21,853,958
Property Taxes Levied for Special Revenue Purposes	0	0	0	0	0	0	5,706
Property Taxes Levied for Debt Service Purposes	402,000	2,936,280	3,890,235	3,718,599	3,365,551	3,421,172	2,885,046
Property Taxes Levied for Capital Projects Purposes	0	0	0	0	0	4,441,391	4,802,644
Grants and Entitlements Not Restricted to Specific Programs	23,749,139	24,297,985	24,698,950	23,421,326	24,071,668	24,903,123	28,454,221
Payment in Lieu of Taxes	3,956,540	4,547,356	5,713,783	6,482,374	7,178,939	7,884,327	8,451,191
Unrestricted Contributions	231,466	229,665	290,013	326,782	771,420	308,447	202,094
Investment Earnings	583,973	457,272	645,611	1,165,363	1,765,728	1,543,598	807,139
Other Revenues	561,137	406,491	452,252	422,391	757,076	486,993	431,731
Total Governmental Activities	58,907,615	53,800,427	63,830,919	59,245,071	62,026,687	66,029,813	67,893,730
Change in Net Assets							
Total Government	\$5,418,106	(\$3,228,111)	\$4,232,013	(\$974,771)	\$741,388	\$2,524,358	\$1,019,010

Source: District Records

(1) - The district began to report accrual information when it implemented GASB Statement 34 in 2003

Oak Hills Local School District, Ohio
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Schedule 4

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Fund										
Reserved	\$8,335,125	\$7,118,479	\$7,450,854	\$10,381,336	\$6,054,840	\$10,617,074	\$10,175,814	\$9,736,876	\$8,742,646	\$8,477,245
Unreserved	14,181,897	17,997,114	20,645,588	22,278,766	22,824,892	21,937,307	21,178,009	20,955,149	19,893,145	18,690,772
Total General Fund	22,517,022	25,115,593	28,096,442	32,660,102	28,879,732	32,554,381	31,353,823	30,692,025	28,635,791	27,168,017
All other Governmental Funds										
Reserved	2,410,023	2,750,361	3,856,737	1,719,731	984,996	1,610,313	1,657,327	1,773,948	3,251,804	3,083,542
Unreserved, Reported In:										
Special Revenue Funds	939,802	1,094,571	918,836	474,216	383,850	489,180	707,623	384,417	275,493	57,736
Debt Service Funds	(324,301)	375,616	1,058,510	1,511,738	1,309,996	1,414,120	1,932,891	2,327,584	2,404,439	2,043,439
Capital Project Funds	3,715,714	672,008	419,271	173,844	98,325	171,510	115,125	138,470	(123,922)	806,385
	\$6,741,238	\$4,892,556	\$6,253,354	\$3,879,529	\$2,777,167	\$3,685,123	\$4,412,966	\$4,624,419	\$5,807,814	\$5,991,102

Source: District Records

Oak Hills Local School District, Ohio
 Governmental Funds Revenues
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 5

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Revenues:										
Taxes	\$26,117,592	\$25,573,946	\$27,553,524	\$29,825,360	\$22,767,820	\$31,683,734	\$27,803,892	\$27,519,547	\$30,772,915	\$29,543,990
Tuition and Fees	836,373	934,436	878,260	1,106,856	1,216,218	1,266,311	1,353,408	1,371,042	1,593,704	1,524,276
Investment Earnings	2,383,540	1,886,814	890,663	581,042	457,271	645,611	1,165,362	1,765,728	1,543,598	807,139
Intergovernmental	22,071,323	24,030,113	26,608,096	27,381,748	28,413,286	30,178,259	30,594,365	30,853,911	31,672,670	35,170,424
Extracurricular Activities	826,229	769,811	904,760	1,039,829	1,380,106	1,238,847	1,383,944	1,469,375	1,466,148	1,442,080
Charges for Services	1,962,410	2,193,079	2,094,868	2,041,047	2,130,053	2,085,649	2,119,189	2,132,297	2,221,189	2,158,314
Payment in Lieu of Taxes	2,422,838	2,981,987	3,300,097	3,956,540	4,547,356	5,713,783	6,482,374	7,178,939	7,884,327	8,451,191
Other revenues	299,452	331,729	554,217	693,532	575,039	611,299	597,495	1,510,057	847,614	674,364
Total revenues	\$56,919,757	\$58,701,915	\$62,784,485	\$66,625,954	\$61,487,149	\$73,423,493	\$71,500,029	\$73,800,896	\$78,002,165	\$79,771,778

Source: District Records

Oak Hills Local School District, Ohio
 Governmental Funds Expenditures and Debt Service Ratio
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 6

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Regular Instruction	\$22,748,567	\$24,007,045	\$25,751,980	\$27,111,832	\$27,470,388	\$29,714,912	\$30,494,145	\$31,733,621	\$33,038,753	\$33,274,310
Special Instruction	4,162,862	4,710,325	5,561,067	5,525,102	6,090,468	6,272,606	6,961,644	6,538,699	6,787,517	7,305,501
Vocational Instruction	220,367	223,867	52,165	5,097	0	4,115	5,051	150	244	0
Other Instruction	3,350	0	0	0	0	0	193,429	202,521	235,794	304,023
Pupil	2,353,713	2,625,341	2,922,852	3,252,964	3,565,959	3,773,525	4,442,386	4,114,540	4,560,607	4,393,210
Instructional Staff	2,274,693	2,710,115	2,818,954	3,040,652	3,100,870	3,577,830	4,189,685	4,578,310	5,390,162	7,392,702
General Administration	133,235	136,832	131,414	148,815	197,048	106,358	146,551	178,256	133,180	176,351
School Administration	3,700,896	3,606,692	3,650,510	3,770,872	4,280,006	4,427,378	4,493,126	4,848,338	4,926,982	5,082,226
Fiscal	896,262	853,287	923,816	914,865	1,059,965	992,639	1,048,483	1,063,089	1,138,397	1,217,174
Business	260,672	308,528	295,774	234,250	224,379	234,476	243,942	254,917	436,098	103,424
Operations and Maintenance	4,015,344	4,633,197	5,161,229	6,629,008	5,373,375	5,520,983	6,030,135	6,158,799	6,476,119	6,610,399
Pupil Transportation	1,515,989	1,489,573	1,563,292	1,871,419	1,812,659	2,245,040	2,099,642	2,057,393	2,534,099	2,878,513
Central	196,322	228,304	249,759	550,677	2,096,753	1,121,423	487,518	470,489	536,819	509,403
Operation of Non-Instructional Services	4,007,459	4,301,011	4,388,339	4,355,140	4,361,500	4,626,893	4,713,123	5,033,301	4,665,790	4,849,607
Extracurricular Activities	977,337	1,051,780	1,155,350	1,324,301	1,504,191	1,326,853	1,641,000	1,728,387	1,759,453	1,852,947
Capital Outlay	15,615,710	3,501,160	3,996,136	714,119	812,516	568,694	913,697	1,268,253	2,070,850	839,383
Debt Service:										
Principal Retirement	366,271	469,366	1,206,543	1,313,292	4,391,757	1,402,500	1,509,000	1,840,000	2,032,000	2,245,000
Interest and Fiscal Charges	2,774,814	2,757,003	2,926,462	2,804,915	2,663,047	2,662,235	2,365,343	2,245,685	2,152,140	2,029,889
Total Expenditures	\$66,223,863	\$57,613,426	\$62,755,642	\$63,567,320	\$69,004,881	\$68,578,460	\$71,977,900	\$74,314,748	\$78,875,004	\$81,064,062
Debt Service as a Percentage of Noncapital Expenditures	5.04%	5.87%	7.02%	6.70%	10.24%	6.01%	5.49%	5.53%	5.42%	5.37%

Source: District Records

Oak Hills Local School District, Ohio
 Other Financing Sources and Uses and Net Change in Fund Balances - Governmental Funds
 Last Ten Fiscal Years

(modified accrual basis of accounting)
 Schedule 7

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Other Financing Sources (Uses):										
Proceeds from Sale of Capital Assets	\$32,896	\$9,669	\$4,585	\$9,250	\$0	\$0	\$5,156	\$63,507	\$0	\$7,798
Issuance of Capital Leases	0	0	1,008,119	0	0	0	0	0	0	0
Issuance of Long Term Debt	0	0	3,300,000	0	2,635,000	0	0	0	0	0
Issuance of Refunding Bonds	0	0	0	0	0	35,989,986	0	0	0	0
Payment to Refunded Bonds Escrow Agent	0	0	0	0	0	(38,158,560)	0	0	0	0
Refunding Bond Premium	0	0	0	0	0	2,168,574	0	0	0	0
Transfers In	513,771	137,182	1,052,301	860,464	0	434,231	402,617	386,410	381,212	411,794
Transfers (Out)	(513,771)	(137,182)	(1,052,301)	(860,464)	0	(434,231)	(402,617)	(386,410)	(381,212)	(411,794)
Total Other Financing Sources (Uses)	32,896	9,669	4,312,704	9,250	2,635,000	0	5,156	63,507	0	7,798
Net Change in Fund Balances	(\$9,271,210)	\$1,098,158	\$4,341,547	\$3,067,884	(\$4,882,732)	\$4,845,033	(\$472,715)	(\$450,345)	(\$872,839)	(\$1,284,486)

Source: District Records

Oak Hills Local School District, Ohio
 Assessed and Estimated Actual Value of Taxable Property
 Last Ten Collection (Calendar) Years (1)
 Schedule 8

Collection Year	Real Property	Tangible Personal Property	Public Utilities Personal	Total		Total Direct Rate
	Assessed Value	Assessed Value	Assessed Value	Assessed Value	Estimated Actual Value	
1999	\$922,017,840	\$26,080,300	\$55,498,910	\$1,003,597,050	\$2,794,156,796	46.97
2000	925,670,130	29,364,690	51,766,330	1,006,801,150	2,813,996,890	46.97
2001	929,172,970	28,636,340	32,664,360	990,473,670	2,801,989,634	46.97
2002	1,019,844,180	25,356,770	34,224,700	1,079,425,650	3,049,492,294	46.74
2003	1,023,623,720	23,345,190	36,821,410	1,083,790,320	3,054,841,370	46.68
2004	1,028,989,400	25,876,170	35,567,880	1,090,433,450	3,079,042,274	46.68
2005	1,201,989,290	22,066,650	34,152,740	1,258,208,680	3,556,674,454	46.68
2006	1,192,347,460	18,731,100	33,068,880	1,244,147,440	3,514,700,309	46.35
2007	1,192,432,440	9,608,170	31,258,920	1,233,299,530	3,476,641,429	46.35
2008	1,179,229,060	1,966,067	31,364,410	1,212,559,537	3,408,454,564	46.35

Source: County Auditor

(1) - Assessed values shown in this schedule will not agree to amounts in the notes to the financial statements, since the schedules are shown on a calendar year basis, which is consistent with the method county auditors maintain this information

Note: The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed.

Oak Hills Local School District, Ohio
 Direct and Overlapping Property Tax Rates
 Last Ten Calendar Years
 Schedule 9

Calendar Year	District Direct Rates	Overlapping Rates					
		City of Cincinnati	Hamilton County	Delhi Township	Green Township	Great Oaks Joint Vocational School	
1999	46.97	9.09	19.54	20.46	8.81	2.70	
2000	46.97	8.53	20.83	20.46	8.81	2.70	
2001	46.97	8.39	19.92	20.46	8.81	2.70	
2002	46.74	9.62	21.47	20.46	8.31	2.70	
2003	46.68	8.26	21.87	20.46	8.31	2.70	
2004	46.68	7.99	21.51	20.46	8.31	2.70	
2005	46.68	7.97	21.06	20.46	8.31	2.70	
2006	46.35	7.82	20.81	26.34	9.81	2.70	
2007	46.35	7.56	20.18	26.34	9.81	2.70	
2008	46.35	7.52	20.56	26.34	9.81	2.70	

Source: County Auditor

Oak Hills Local School District, Ohio
Principal Property Tax Payers
Current Calendar Year and Four Years Ago (1)
Schedule 10

Taxpayer	2008 (1)	
	Tangible Personal & Real Property	Percentage of Total Assessed Value
Duke Energy	\$31,542,120	2.60%
Centro NP Residual Pool	3,020,550	0.25%
Sisters of Charity of Cincinnati	2,875,520	0.24%
BKS Investors	2,458,750	0.20%
Dillard's	2,397,510	0.20%
Western Hills Country Club	2,337,400	0.19%
Cincinnati Marketplace LLC	2,310,000	0.19%
CSG Enterprises LLC	2,276,350	0.19%
Barrett Capital LTD	2,074,170	0.17%
Del-Fair Inc	1,994,850	0.16%
Total Principal Taxpayers	53,287,220	4.39%
All Other Taxpayers	1,159,272,317	95.61%
Total Taxpayers	\$1,212,559,537	100.00%

Taxpayer	2004 (2)	
	Tangible Personal & Real Property	Percentage of Total Taxable Value
Western Hills Country Club		
Duke Energy	\$27,461,410	2.52%
Cincinnati Bell Telephone	\$5,052,010	0.46%
Sisters of Charity of Cincinnati	3,330,460	0.31%
Centro NP Residual Pool	3,085,750	0.28%
BKS Investors	2,553,840	0.23%
Dillard's	2,397,500	0.22%
Cincinnati Marketplace LLC	2,310,010	0.21%
Western Hills Country Club	2,283,300	0.21%
Del-Fair Inc	2,222,500	0.20%
CSG Enterprises LLC	2,005,340	0.19%
Total Principal Taxpayers	52,702,120	4.83%
All Other Taxpayers	1,037,731,330	95.17%
Total Taxpayers	\$1,090,433,450	100.00%

Source: County Auditor

- (1) - Current and four calendar years ago information only available. Information from nine years prior is not available.
- (2) - 2008 tax year information is the most current available
- (3) - 2004 tax year information is the latest available

Oak Hills Local School District, Ohio
 Property Tax Levies and Collections
 Last Five Calendar Years (1)
 Schedule II

Calendar Year	Taxes Levied for the Calendar Year (2)	Collected within the Calendar Year of the Levy		Delinquent Collections	Refunds	Total Collections to Date	
		Amount (2)	Percentage of Levy			Amount	Percentage of Levy
2004	\$32,469,539	\$29,908,472	92.11%	\$1,013,685	\$39,223	\$30,882,934	95.11%
2005	32,596,469	30,036,277	92.15%	741,388	190,511	30,587,154	93.84%
2006	33,395,892	31,335,231	93.83%	757,318	145,152	31,947,397	95.66%
2007	32,704,664	30,754,656	94.04%	697,418	67,448	31,384,626	95.96%
2008	36,090,215	34,256,171	94.92%	733,043	19,420	34,969,794	96.90%

Source: County Auditor

(1) - The last five calendar years is the only information available from the County Auditor's office

(2) - Taxes levied and collected are presented on a cash basis

(3) - State reimbursements of rollback and homestead exemptions are included

Oak Hills Local School District, Ohio
 Outstanding Debt by Type
 Last Ten Fiscal Years
 Schedule 12

Fiscal Year	Governmental Activities				Total Primary Government	Percentage of Estimated Actual Value of Taxable Property	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Lease	Loan Payable					
2000	\$50,777,839	\$0	\$0	\$0	\$50,777,839	1.80%	0.18%	\$592
2001	50,308,473	0	0	0	50,308,473	1.80%	0.17%	587
2002	49,548,793	561,256	0	0	50,110,049	1.64%	0.17%	584
2003	48,663,555	72,521	3,300,000	0	52,036,076	1.70%	0.17%	607
2004	47,705,000	0	2,635,000	0	50,340,000	1.63%	0.16%	587
2005	48,843,560	0	2,331,000	0	51,174,560	1.44%	0.15%	597
2006	47,643,993	0	2,022,000	0	49,665,993	1.41%	0.14%	579
2007	46,127,890	0	1,707,000	0	47,834,890	1.38%	0.13%	558
2008	44,430,976	0	1,385,000	0	45,815,976	N/A	N/A	N/A
2009	42,533,409	0	1,055,000	0	43,588,409	N/A	N/A	N/A

Source: District Records

N/A - Information not available

Oak Hills Local School District, Ohio
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2009
 Schedule 13

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Overlapping Debt:			
Hamilton County	\$108,530,000	6.01%	\$6,522,653
City of Cincinnati	322,270,000	0.00%	0
Delhi Township	6,225,000	98.06%	6,104,235
Green Township	3,835,000	58.64%	2,248,844
Great Oaks Joint Vocational School	13,470,000	6.32%	851,304
Subtotal, Overlapping Debt	454,330,000		15,727,036
District Direct Debt	40,324,986	100.00%	40,324,986
Total Direct and Overlapping Debt	\$494,654,986		\$56,052,022

Source: Ohio Municipal Advisory Council

(1) - The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the District's boundaries and dividing it by the county's total taxable assessed value.

Oak Hills Local School District, Ohio
 Legal Debt Margin Information
 Last Ten Fiscal Years
 Schedule 14

Legal Debt Margin Calculation for Fiscal Year 2009

Assessed value (1)	\$1,212,559,537
Debt limit (9% of assessed value)	109,130,358
Debt applicable to limit	40,324,986
Legal debt margin	<u>\$68,805,372</u>

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Debt Limit	\$90,323,735	\$90,612,104	\$89,142,630	\$97,148,309	\$97,541,129	\$98,139,011	\$113,238,781	\$316,323,028	\$110,996,958	\$109,130,358
Total Net Debt Applicable to Limit	50,777,839	50,308,473	49,548,793	48,663,555	47,705,000	48,843,560	47,643,993	46,127,890	44,430,976	40,324,986
Legal Debt Margin	\$39,545,896	\$40,303,631	\$39,593,837	\$48,484,754	\$49,836,129	\$49,295,451	\$65,594,788	\$270,195,138	\$66,565,982	\$68,805,372

Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	56.22%	55.52%	55.58%	50.09%	48.91%	49.77%	42.07%	14.58%	40.03%	36.95%
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Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2009 is calendar year 2008)

Oak Hills Local School District, Ohio
 Demographic and Economic Statistics
 Last Ten Calendar Years
 Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
1999	85,764	\$27,420,292	\$32,262	3.6%
2000	85,764	28,329,667	33,567	3.7%
2001	85,764	29,136,541	34,742	4.0%
2002	85,764	30,010,701	36,156	5.5%
2003	85,764	30,636,366	37,256	5.6%
2004	85,764	32,111,846	39,467	5.7%
2005	85,764	33,087,346	39,937	5.7%
2006	85,764	35,146,091	41,477	5.0%
2007	85,764	36,488,577	42,730	5.0%
2008	85,764	N/A	N/A	5.6%

- Sources:
- (1) - Population estimates provided by Green and Delhi Township
 - (2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Hamilton County
 - (3) - Per Capita Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Hamilton County
 - (4) - Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor Market Information -- Annual Average

N/A - Information not available

Oak Hills Local School District, Ohio
 Major Employers - Hamilton County
 Current Fiscal Year and One Year Ago (1)
 Schedule 16

2009

Major Employers (2)	Type (3)
American Financial Group Inc	Ins
Chiquita Brands International Inc	Trade
Convergys Corp	Serv
Duke Energy Corp	Utility
Fifth Third Bancorp	Fin
Ford Motor Co	Mfg
General Electric Co	Mfg
Health Alliance of Greater Cincinnati	Serv
Johnson & Johnson/Ethicon	Mfg
Kroger Co	Trade
Macy's Inc	Trade
Mercy Health Partners	Serv
Procter & Gamble Co	Mfg
TriHealth Inc	Serv
University of Cincinnati	Govt

2008

Major Employers (2)	Type (3)
American Financial Group Inc	Ins
Chiquita Brands International Inc	Trade
Convergys Corp	Serv
Duke Energy Corp	Utility
Fifth Third Bancorp	Fin
Ford Motor Co	Mfg
General Electric Co	Mfg
Health Alliance of Greater Cincinnati	Serv
Johnson & Johnson/Ethicon	Mfg
Kroger Co	Trade
Macy's Inc	Trade
Mercy Health Partners	Serv
Procter & Gamble Co	Mfg
TriHealth Inc	Serv
University of Cincinnati	Govt

Source: Ohio Department of Development

(1) - Only current fiscal year and one year ago information available

(2) - In alphabetical order only. Rankings not available

(3) - Number of employees per major employer, total employee and percentage of population employed not available

Oak Hills Local School District, Ohio
 Full-Time Equivalent District Employees by Type
 Last Ten Fiscal Years
 Schedule 17

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Instruction										
Classroom Teachers	391.0	395.0	394.0	392.0	396.0	394.0	395.0	393.0	393.0	389.3
Special Education Teachers and Tutors	84.0	85.0	86.2	88.0	88.4	89.1	90.0	90.0	90.7	89.0
Educational Aides	41.0	42.4	42.0	41.0	44.0	46.0	48.0	49.0	49.0	45.0
Special Education Aides and Attendants	64.0	64.0	67.0	68.2	68.0	68.0	68.8	70.0	72.0	70.0
Total Instruction	580.0	586.4	589.2	589.2	596.4	597.1	601.8	602.0	604.7	593.3
Support and Administration										
Support Personnel										
Librarians, Nurses, Counselors	32.0	32.0	32.0	32.0	32.0	32.0	32.0	32.0	32.0	32.0
Principals	20.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0
Administration	24.0	24.0	24.0	24.0	24.0	24.0	24.0	24.0	24.0	24.0
Secretaries and Clerical	41.0	41.0	41.0	41.0	41.0	41.0	41.0	41.0	41.0	41.0
Technology Support	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	5.0
Auxiliary Services	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Transportation	59.0	59.0	59.0	59.0	59.0	59.0	59.0	59.0	59.0	58.0
Food Service	66.0	66.0	66.0	66.0	66.0	66.0	66.0	66.0	66.0	63.0
Custodial	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0
Maintenance and Mechanics	11.0	11.0	11.0	11.0	11.0	11.0	11.0	11.0	11.0	13.0
Total Support and Administration	327.0	327.0	327.0	327.0	327.0	327.0	327.0	327.0	327.0	326.0
Total Employees	907.0	913.4	916.2	916.2	923.4	924.1	928.8	929.0	931.7	919.3

Source: District Records

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Oak Hills Local School District, Ohio
 Operating Statistics
 Last Ten Fiscal Years
 Schedule 18

Fiscal Year	Enrollment	Operating Expenditure (1)	Cost Per Pupil	Percentage Change	Expenses (2)	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2000	8,215	\$47,467,068	\$5,778	N/A	N/A	N/A	N/A	475.0	17.3	0.016%
2001	8,099	50,885,897	6,283	8.74%	N/A	N/A	N/A	480.0	16.9	0.016%
2002	8,075	54,626,501	6,765	7.66%	N/A	N/A	N/A	480.2	16.8	0.019%
2003	8,153	58,734,994	7,204	6.49%	\$61,535,873	\$7,548	N/A	480.0	17.0	0.022%
2004	8,132	61,137,561	7,518	4.36%	66,025,702	8,119	7.56%	484.4	16.8	0.024%
2005	8,150	63,945,031	7,846	4.36%	69,531,141	8,531	5.07%	483.1	16.9	0.026%
2006	8,182	67,189,860	8,212	4.65%	71,688,389	8,762	2.70%	485.0	16.9	0.029%
2007	8,108	68,960,810	8,505	3.57%	73,092,429	9,015	2.90%	483.0	16.8	0.035%
2008	8,200	72,620,014	8,856	4.12%	75,717,194	9,234	2.44%	483.7	17.0	0.030%
2009	8,187	75,949,790	9,277	4.75%	78,879,770	9,635	4.35%	478.3	17.1	0.035%

Source: District Records

(1) - Operating Expenditure is Total Expenditures minus Capital Outlay and Debt Service from Schedule 6

(2) - Expenses is Total Expenses from Schedule 2

N/A - Information not available

Oak Hills Local School District, Ohio
 School Building Information
 Last Ten Fiscal Years
 Schedule 19

School	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Oak Hills High School - 1959										
Square Feet	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074
Capacity	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200
Enrollment, Incl. JVS students	2,815	2,916	2,952	3,053	3,030	3,000	3,014	2,961	2,931	2,821
Bridgetown Middle School - 1939										
Square Feet	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962
Capacity	850	850	850	850	850	850	850	850	850	850
Enrollment	615	616	641	674	666	645	586	538	583	628
Delhi Middle School - 1926										
Square Feet	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367
Capacity	825	825	825	825	825	825	825	825	825	825
Enrollment	672	677	645	640	605	584	599	569	601	607
Rapid Run Middle School - 1999										
Square Feet	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733
Capacity	950	950	950	950	950	950	950	950	950	950
Enrollment	661	634	621	586	602	621	595	610	612	639
C.O. Harrison Elementary - 1961										
Square Feet	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302
Capacity	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	973	940	915	931	921	937	1,001	981	976	970
Delshire Elementary - 1970										
Square Feet	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042
Capacity	600	600	600	600	600	600	600	600	600	600
Enrollment	503	461	487	482	484	508	514	536	551	539
John Foster Dulles Elementary - 1961										
Square Feet	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700
Capacity	900	900	900	900	900	900	900	900	900	900
Enrollment	793	739	721	720	735	778	763	805	770	826

Oak Hills Local School District, Ohio
 School Building Information
 Last Ten Fiscal Years
 Schedule 19 (Continued)

School	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Oakdale Elementary - 1969										
Square Feet	63,273	63,273	63,273	63,273	63,273	63,273	63,273	63,273	63,273	63,273
Capacity	750	750	750	750	750	750	750	750	750	750
Enrollment	762	721	718	693	701	675	658	679	683	671
Springmyer Elementary - 1939										
Square Feet	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366
Capacity	480	480	480	480	480	480	480	480	480	480
Enrollment	421	395	375	374	388	402	452	429	493	486

Source: District Records

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Mary Taylor, CPA
Auditor of State

OAK HILLS LOCAL SCHOOL DISTRICT
HAMILTON 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
JANUARY 5, 2010