

PRINCETON CITY SCHOOL DISTRICT

Single Audit Reports

Year Ended June 30, 2009



Mary Taylor, CPA
Auditor of State

Board of Education
Princeton City School District
25 West Sharon Road
Cincinnati, Ohio 45246

We have reviewed the *Independent Auditors' Report* of the Princeton City School District, Hamilton County, prepared by Clark, Schaefer, Hackett & Co., 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 Princeton City School District is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

February 12, 2010

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TABLE OF CONTENTS

Schedule of Expenditures of Federal Awards..... 1

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*..... 2 – 3

Report on Compliance with Requirements Applicable to Each Major
Program and Internal Control Over Compliance in Accordance
with OMB Circular A-133..... 4 – 5

Schedule of Findings and Questioned Costs..... 6 – 7

Additional Information:

Independent Accountants' Report on Applying Agreed-Upon Procedures

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PRINCETON CITY SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2009

<u>Federal Grantor/Program Title</u>	<u>Pass-Through Entity Number</u>	<u>Federal CFDA Number</u>	<u>Federal Revenues</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Agriculture:</u>				
<i>(Passed through Ohio Department of Education)</i>				
Nutrition Cluster:				
<i>Non-Cash Assistance (Food Distribution)</i>				
National School Lunch Program	n/a	10.555	99,487	99,487
<i>Cash Assistance</i>				
School Breakfast Program	05PU-2009	10.553	358,756	358,756
Summer Food Service Program for Children	LLP4-2009	10.559	22,991	22,991
National School Lunch Program	LLP4-2009	10.555	1,006,273	1,006,273
<i>Cash Assistance Subtotal</i>			<u>1,388,020</u>	<u>1,388,020</u>
Nutrition Cluster Total			<u>1,487,507</u>	<u>1,487,507</u>
Total U.S. Department of Agriculture			<u>1,487,507</u>	<u>1,487,507</u>
<u>U.S. Department of Education:</u>				
<i>(Passed through Ohio Department of Education)</i>				
Title I Grants to Local Educational Agencies	C1S1-2008	84.010	257,080	137,554
Title I Grants to Local Educational Agencies	C1S1-2009	84.010	1,043,595	1,093,018
			<u>1,300,675</u>	<u>1,230,572</u>
Special Education Cluster:				
Special Education - Grants to States	6BSF-2008	84.027	74,421	122,143
Special Education - Grants to States	6BSF-2009	84.027	973,578	1,119,397
Special Education - Preschool Grants	PGS1-2008	84.173	2,035	4,305
Special Education - Preschool Grants	PGS1-2009	84.173	17,878	19,278
Special Education Cluster Total			<u>1,067,912</u>	<u>1,265,123</u>
Career & Technical Education - Basic Grants to States	20C1-2007	84.048	-	20,955
Career & Technical Education - Basic Grants to States	20C1-2008	84.048	2,497	4,481
Career & Technical Education - Basic Grants to States	20C1-2009	84.048	7,489	2,328
			<u>9,986</u>	<u>27,764</u>
Safe and Drug-Free Schools and Communities	DRS1-2008	84.186	22,460	3,304
Safe and Drug-Free Schools and Communities	DRS1-2009	84.186	25,694	25,952
			<u>48,154</u>	<u>29,256</u>
State Grants for Innovative Programs	C2S1-2008	84.298	1,526	1,889
State Grants for Innovative Programs	C2S1-2009	84.298	6,464	11,864
			<u>7,990</u>	<u>13,753</u>
Education Technology State Grants	TJS1-2008	84.318	4,185	-
Education Technology State Grants	TJS1-2009	84.318	4,805	8,247
			<u>8,990</u>	<u>8,247</u>
Teaching American History	n/a	84.215	86,411	92,215
English Language Acquisition Grants	T3S1-2008	84.365	5,424	4,580
English Language Acquisition Grants	T3S1-2009	84.365	39,022	61,821
			<u>44,446</u>	<u>66,401</u>
Improving Teacher Quality State Grants	TRS1-2008	84.367	141,082	44,987
Improving Teacher Quality State Grants	TRS1-2009	84.367	333,900	341,195
			<u>474,982</u>	<u>386,182</u>
Total U.S. Department of Education			<u>3,049,546</u>	<u>3,119,513</u>
Total Federal Awards			<u>\$ 4,537,053</u>	<u>4,607,020</u>

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS:

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed.

NOTE C - NUTRITION CLUSTER

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

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

To the Board of Education
Princeton City School District:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Princeton City School District (the "School District") as of and for the year ended June 30, 2009, which collectively comprise the School District's basic financial statements and have issued our report thereon dated December 28, 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 School 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 School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control over financial reporting.

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

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 entity'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 entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2009-1 to be a significant deficiency in internal control over financial reporting.

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 entity'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 and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe the significant deficiency described above is a material weakness.

Compliance And Other Matters

As part of obtaining reasonable assurance about whether the School 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*.

We noted certain matters that we reported to management of the School District in a separate letter dated December 28, 2009.

The School District's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the School District's response, and accordingly, we express no opinion on it.

This report is intended solely for the information and use of the School District's management, the Board of Education, others within the entity, the Ohio Auditor of State and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
December 28, 2009

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

To the Board of Education
Princeton City School District:

Compliance

We have audited the compliance of Princeton City School District ("School 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 School District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the School District's management. Our responsibility is to express an opinion on the School 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 School 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 School District's compliance with those requirements.

In our opinion, the School 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. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questions costs as item 2009-2.

Internal Control Over Compliance

The management of the School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the School 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 School District's internal control over compliance.

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

A control deficiency in the School 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 entity'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 School District's internal control. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2009-2 to be a significant deficiency.

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 School District's internal control. We did not consider the deficiency described above to be a material weakness.

The Schools District's response to the finding identified in our audit is described in accompanying schedule of findings and questioned costs. We did not audit the School District's response and, accordingly, we express no opinion on it.

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 School District, as of and for the year ended June 30, 2009, and have issued our report thereon dated December 28, 2009. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the School 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 the Board of Education, management, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than those specified parties.

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
December 28, 2009

PRINCETON CITY SCHOOL DISTRICT
 Schedule of Findings and Questioned Costs
 Year Ended June 30, 2009

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued:	unqualified
Internal control over financial reporting:	
• Material weakness(es) identified?	yes
• Significant deficiency(ies) identified not considered to be material weaknesses?	none
Noncompliance material to the financial statements noted?	none

Federal Awards

Internal control over major programs:	
• Material weakness(es) identified?	none
• Significant deficiency(ies) identified not considered to be material weaknesses?	yes
Type of auditors’ report issued on compliance for major programs:	unqualified
Any audit findings that are required to be reported in accordance with 510(a) of Circular A-133?	yes

Identification of major programs:

Special Education Cluster
CFDA 84.027 – Special Education - Grants to States
CFDA 84.173 – Special Education – Preschool Grants

Nutrition Cluster:
CFDA 10.553 – School Breakfast Program
CFDA 10.555 – National School Lunch Program
CFDA 10.559 – Summer Food Service Program

Dollar threshold to distinguish between Type A and Type B Programs:	\$300,000
Auditee qualified as low-risk auditee?	no

Section II – Financial Statement Findings

Finding 2009-1 – Restatement of Financial Statements

As disclosed in Note 16 of the financial statements, the School District restated governmental activities net assets as of June 30, 2008 by \$2,491,494 after determining capital assets previously reported were overstated. This overstatement was determined as a result of a complete inventory and valuation of their capital assets during the fiscal year. Prior period adjustments to financial statements are an indicator of a significant deficiency in internal control over financial reporting.

Management response: As of 2010 the district is using the state software system to track capital assets and has updated our procedures and guidelines concerning capital assets.

Section III – Federal Award Findings and Questioned Costs

DEPARTMENT OF EDUCATION

Finding 2009-2 - Special Education Cluster - CFDA No. 84.027 and CFDA No. 84.173

Condition: We performed tests to determine if the School District was properly preparing semi-annual certifications for employees that work solely on a specific federal program to support salaries and wages. We noted these certifications were prepared on an annual basis by the School District rather than semi-annually.

Criteria: OMB Circular A-87, Attachment B states that where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages are to be supported by periodic certifications that the employee worked solely on that program for the period covered by the certification. These certifications are to be prepared at least semi-annually and will be signed by the employee and supervisor or just the supervisor, if they have firsthand knowledge of the information contained in the certification.

Effect: Lack of proper documentation could result in disallowed costs for the School District's federal programs.

Cause: The School District lacked procedures to ensure the proper completion of certifications on a semi-annual basis.

Recommendation: We recommend the School District implement procedures to ensure these semi-annual certificates are prepared on a timely basis to comply with federal regulations.

Management response: The district has put into place procedures to have the certificates prepared for signatures in September and January.

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Board of Education
Princeton City 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 Princeton City 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 December 10, 2007.

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 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;
- (6) A procedure for documenting any prohibited incident that is reported;
- (7) A procedure for responding to and investigating any reported incident;
- (8) A strategy for protecting a victim from additional harassment, intimidation, or bullying, and from retaliation following a report;

(9) A disciplinary procedure for any student guilty of harassment, intimidation, or bullying, which shall not infringe on any student's rights under the first amendment to the Constitution of the United States;

(10) 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.

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.

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
December 28, 2009

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



*Princeton City School District
Cincinnati, Ohio*

**PRINCETON CITY SCHOOL DISTRICT
CINCINNATI, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

PREPARED BY: OFFICE OF THE TREASURER

JEREMIE HITTLE – INTERIM TREASURER

INTRODUCTORY SECTION

Mission Statement

Princeton is a diverse community where we are all learners - inspired to dream and challenged to achieve.

Vision Statement

Princeton City Schools is an Excellent school district of opportunities where families desire to live and choose to educate their children.

**PRINCETON CITY SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2009**

TABLE OF CONTENTS

	<u>Page</u>
I. INTRODUCTORY SECTION	
Title Page	
Table of Contents	I
Letter of Transmittal	V
GFOA Certificate of Achievement	X
ASBO Certificate of Achievement.....	XI
List of Principal Officials	XII
Organizational Chart	XIII
 II. FINANCIAL SECTION	
INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	3
BASIC FINANCIAL STATEMENTS:	
Government-wide Financial Statements:	
Statement of Net Assets.....	10
Statement of Activities	11
Fund Financial Statements:	
Balance Sheet – Governmental Funds	12
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities	13
Statement of Revenues, Expenditures and Changes in Fund Balances -- Governmental Funds	14
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	15

**PRINCETON CITY SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

TABLE OF CONTENTS
 (Continued)

	<u>Page</u>
Statement of Net Assets – Proprietary Funds.....	16
Statement of Revenues, Expenses and Changes in Fund Net Assets....	17
Statement of Cash Flows – Proprietary Funds.....	18
Statement of Net Assets – Fiduciary Funds	19
Statement of Changes in Net Assets – Fiduciary Funds	20
Notes to the Basic Financial Statements	21
REQUIRED SUPPLEMENTARY INFORMATION:	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis).....	45
Notes to Required Supplementary Information	46
COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:	
Combining Statements – Nonmajor Funds:	
Fund Descriptions.....	47
Combining Balance Sheet – Nonmajor Governmental Funds	52
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds.....	53
Combining Balance Sheet -- Nonmajor Special Revenue Funds.....	54
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	58
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds.....	60
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	64

**PRINCETON CITY SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

TABLE OF CONTENTS
 (Continued)

	<u>Page</u>
Combining Statement of Changes in Fiduciary Assets and Liabilities.....	65
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance -- Budget and Actual (Budget Basis)	
Public School Support Fund	66
Other Grants Fund	67
Athletic Fund.....	68
Auxiliary Services Fund.....	69
Educational Management Information System Fund.....	70
Entry Year Grant Fund.....	71
Data Communications Fund.....	72
SchoolNet Professional Development Fund.....	73
Ohio Reads Fund.....	74
Vocational Education Enhancement Fund.....	75
Alternative Schools Fund.....	76
Miscellaneous State Grant Fund.....	77
Title VIB Fund	78
Vocational Education Fund	79
Title III Fund	80
Title I Fund.....	81
Title V Fund	82
Drug Free Schools Fund	83
Preschool Fund	84
Reducing Class Size Fund.....	85
Miscellaneous Federal Grant Fund.....	86
Food Service Fund.....	87
Uniform School Supplies Fund.....	88
Early Childhood Programs Fund.....	89
Public School Preschool Fund.....	90
Debt Service Fund.....	91
Permanent Improvement Fund.....	92
Building Fund.....	93
Permanent Fund.....	94

III. STATISTICAL SECTION

Description of Statistical Tables	95
Net Assets by Component	96
Expenses, Program Revenues and Net (Expense)/Revenue	97
General Revenues and Total Change in Net Assets	98
Fund Balances, Governmental Funds	99

**PRINCETON CITY SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

TABLE OF CONTENTS
 (Continued)

	<u>Page</u>
Governmental Funds Revenues	100
Governmental Funds Expenditures and Debt Service Ratio	101
Other Financing Sources and Uses and Net Change in Fund Balances	102
Assessed Value and Actual Value of Taxable Property	103
Direct and Overlapping Property Tax Rates	104
Principal Property Tax Payers.....	105
Property Tax Levies and Collections	106
Outstanding Debt by Type.....	107
Direct and Overlapping Governmental Activities Debt.....	108
Legal Debt Margin Information	109
Demographic and Economic Statistics – Hamilton County	110
Demographic and Economic Statistics – Butler County	111
Demographic and Economic Statistics – Warren County	112
Major Employers – Hamilton County	113
Major Employers – Butler County	114
Major Employers – Warren County	115
Full-Time Equivalent Teachers by Education.....	116
Operating Statistics	117
School Building Information	118



25 West Sharon Avenue
Cincinnati, OH 45246

Office of the Treasurer

Phone: (513) 864-1040

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December 30, 2009

TO THE CITIZENS AND BOARD OF EDUCATION OF THE PRINCETON CITY SCHOOL DISTRICT:

We are pleased to present the twelfth Comprehensive Annual Financial Report (CAFR) of the Princeton City School District (District) for the fiscal year ended June 30, 2009. This report was prepared by the Treasurer's Office, and contains financial statements, supplemental statements, and statistical information to provide complete and full disclosure of all material financial aspects of the District for the 2008-09 fiscal year.

Responsibility for the accuracy, completeness, and fairness of the report rests with the District. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. This report was prepared in conformance with generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB).

This report includes all funds of the District. The District provides a full range of traditional and non-traditional educational programs, services, and facilities. These include elementary and secondary curriculum offerings at the general, college preparatory, and vocational levels; a broad range of co-curricular and extra-curricular activities; special education programs; and facilities and community recreation facilities.

In addition to providing these general activities, the District receives pass-through grants from the State and distributes these grants to parochial/private schools located within the District. This activity is included in the entity as a Special Revenue fund because of the District's administrative involvement in the program. The parochial/private schools served are: Cincinnati Hills Christian Academy, Hillcrest Training Academy, Bethany School, St. Gabriel School, St. Michael School and St. Rita School for the Deaf. While these organizations share operational and service similarity with the District, each is a legally separate and distinct entity. Because of their independent nature, none of these organizations are included in this report.

DESCRIPTION OF THE DISTRICT

The District serves an area of 36 square miles in the north central part of Hamilton County, encompassing the villages of Glendale, Evendale, Woodlawn and Lincoln Heights, and, the cities of Springdale and Sharonville. It also encompasses a small portion of Butler and Warren Counties. The tax base of the District is comprised of a unique blend of residential, commercial, and industrial property, with approximately 54.31% of the tax revenue of the District paid by business and industry.

During the 2008-09 school year, the District served 5,399 students enrolled in preschool, eight elementary schools, one junior high school and one high school. The District's enrollment is slightly declining with no significant increase projected due to the lack of available land for new residential development.

The student enrollment of the District is a reflection of the diversity of the communities it serves. For the 2008-09 school year, approximately 52.5% of the students were considered low-income and eligible to participate in the free/reduced lunch program; 118 students were enrolled in a full time or part-time trade program, through vocational education; 817 students received instruction through a variety of special education programs; and all eligible students can participate in a number of advanced academic programs such as International Baccalaureate, advanced placement courses and gifted elementary programs. The District also offers a comprehensive adult education program to the community to help adults obtain a high school diploma.

ORGANIZATION OF THE DISTRICT

The Board of Education of the Princeton City School District is composed of five members elected at large by the citizens of the District. The board serves as the taxing authority, contracting body and policy initiator for the operation of the District. The Board is also responsible for the adoption of the tax budget, the annual operating budget and approves all expenditures of the District. The Board is a body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code, and has only those powers and authority conferred upon it by the Code.

The members of the Board, their current terms, and total years served on the Board as of June 30, 2009, are:

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Mrs. Sandy Leach	Jan. 2004 - Dec. 2012	5 ½
Ms. Lillian Hawkins	Jan. 2006 - Dec. 2009	3 ½
Ms. Tawana Keels	Jan. 2006 - Dec. 2009	11 ½
Mr. Robert Maine	Jan. 2008 - Dec. 2012	1½
Mr. Steve Moore	Jan. 2008 - Dec. 2012	1½

The Superintendent is the Chief Executive Officer of the District and is directly responsible to the Board for all operations of the District. Dr. Gary Pack has served as Superintendent August 1, 2008. Dr. Pack has 18 years as a school superintendent.

The Treasurer is the Chief Financial Officer of the District and is directly responsible to the Board for all financial operations, investments, and serves as Secretary to the Board. Tracy A. Jarvis who began her role as Treasurer began on January 1, 2007. Mrs. Jarvis has 15 years experience as a school treasurer in Ohio.

FINANCIAL CONDITION

This is the sixth year the District has prepared financial statements following GASB Statement 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments." GASB 34 created new basic financial statements for reporting on the School District's financial activities as follows:

Government-wide financial statements: These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

Fund financial statements: These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

Statement of budgetary comparisons: These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As part of this reporting model, management is responsible for preparing a Management's Discussion and Analysis of the District. This discussion follows this letter of transmittal, providing an assessment of the District's finances for fiscal year 2009 and the outlook for the future.

EMPLOYEE RELATIONS

As of June 30, 2009, the Board employed 872 full-time employees. Of the Board's current employees, 493 were certificated by the Ohio Department of Education serving as classroom teachers or education specialists, and 31 administrators, all of whom have at least a bachelor's degree.

Certificated teachers and education specialists are represented by the Princeton Association of Classroom Educators (PACE) which is a labor organization affiliated with the Ohio Education Association. As of June 30, 2009, the District and the association completed the second year of a one and a half (1 1/2) year contract.

Operational personnel are represented by the Princeton Support Staff Association (PSSA) which is affiliated with the Ohio Association of Public School Employees, Chapter 174 (OAPSE) which is a labor organization affiliated with the American Federation of State, County and Municipal Employees (AFSCME). As of June 30, 2009, the District and the association completed the second year of a three (3) year contract.

MAJOR INITIATIVES FOR THE YEAR

The district continues its efforts to become an excellent educational institution. Through strategic planning, several areas have become the focus of increased activity. An Operational Strategic Plan was developed and the implementation is ongoing. This plan mirrors components of the previous district-wide plan. Central office and building administrators were instrumental in its development and will lead the implementation effort. As in the past, the plan is based on the district's mission statement that states:

The mission: Princeton is a diverse community where we are all learners –
inspired to dream and challenge to achieve.

District goals for the 2008-2009 school year are as follows:

- Goal One: To assess the effectiveness of all instructional and support programs in the Princeton City Schools regarding its impact on Teaching and Learning that will improve student achievement and lead to excellence.
- Goal Two: To conduct a thorough analysis of current staffing in the district to see how it aligns to Goal One and to better support and sustain excellence and improve student achievement.
- Goal Three: To establish programs and activities that will create a positive climate and culture around Princeton Pride that will enhance the district goal of excellence.

Relevant Financial Policies

In June of 2006, 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 2007 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, the District will be reimbursed fully for the lost revenue; in the following seven years, the reimbursements will be phased out.

FINANCIAL INFORMATION

The District's accounting system is organized on a "fund" basis. Each fund and account group 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. Cash basis accounting differs from generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB).

Internal Controls

The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP).

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management.

Single Audit Act

As a recipient of federal and state financial assistance, the District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the District and annual reviews by the District's independent auditors.

As a part of the District's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations. The results of the District's single audit for the fiscal year ended June 30, 2009, provided no significant violations of applicable laws and regulations.

Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established by individual fund. The District maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

Unencumbered appropriation balances are reviewed prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

Cash Management

The District operates a cash management program designed to provide safety, liquidity, and yield, in that order. Funds are invested in overnight savings accounts, certificates of deposit, in the Ohio State Treasurer's Investment Pool (Star Ohio), money market funds, or in United States Government agency securities. The amount of investment income received in fiscal year 2009 for all District funds was \$1,021,262. A more detailed description of the District's investment functions is provided in Note 2 in the notes to the basic financial statements.

Risk Management

The District maintains protection for its assets and employees through a comprehensive insurance program. Insurance policies for vehicle fleet liability, general liability, property loss, and boiler and machinery coverage are purchased from insurance companies licensed to do business in the State of Ohio. The maximum deductible amount for these coverages is \$10,000 per loss incurred.

OTHER INFORMATION

Independent Audit

Provisions of State statute require that the District's financial statements be subjected to an annual examination by an independent auditor. Clark, Schaefer, Hackett and Company unqualified opinion rendered on the District's basic financial statements, combining statements and individual fund schedules is included in the financial section of this Comprehensive Annual Financial Report. Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education agencies in Ohio.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Princeton City School District for its comprehensive annual financial report for the fiscal year ended June 30, 2008. This was the eleventh consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

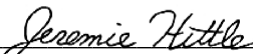
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2008, to the District. The award was the twelfth for the District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2008, 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 extensive review of the report by an expert panel of certified public accountants and practicing school business officials. The District believes our current report conforms to the ASBO's principles and standards, and we are submitting it to ASBO to determine its eligibility for a certificate.

Acknowledgments

The preparation and publication of the 2009 Comprehensive Annual Financial Report of the Princeton City School District was made possible by the combined efforts of the entire Treasurer's office staff. Finally, this report would not have been possible without the support, commitment, and leadership of the Board of Education to continue the pursuit of excellence in financial reporting.

Sincerely,



Mr. Jeremie L Hittle, Interim Treasurer/CFO



Dr. Gary Pack, Superintendent

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Princeton City School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2008

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



A handwritten signature in black ink, appearing to read "M. L. Post".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

PRINCETON CITY SCHOOL DISTRICT

**For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2008**

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

President

Executive Director

PRINCETON CITY SCHOOL DISTRICT
LIST OF PRINCIPAL OFFICIALS
June 30, 2009

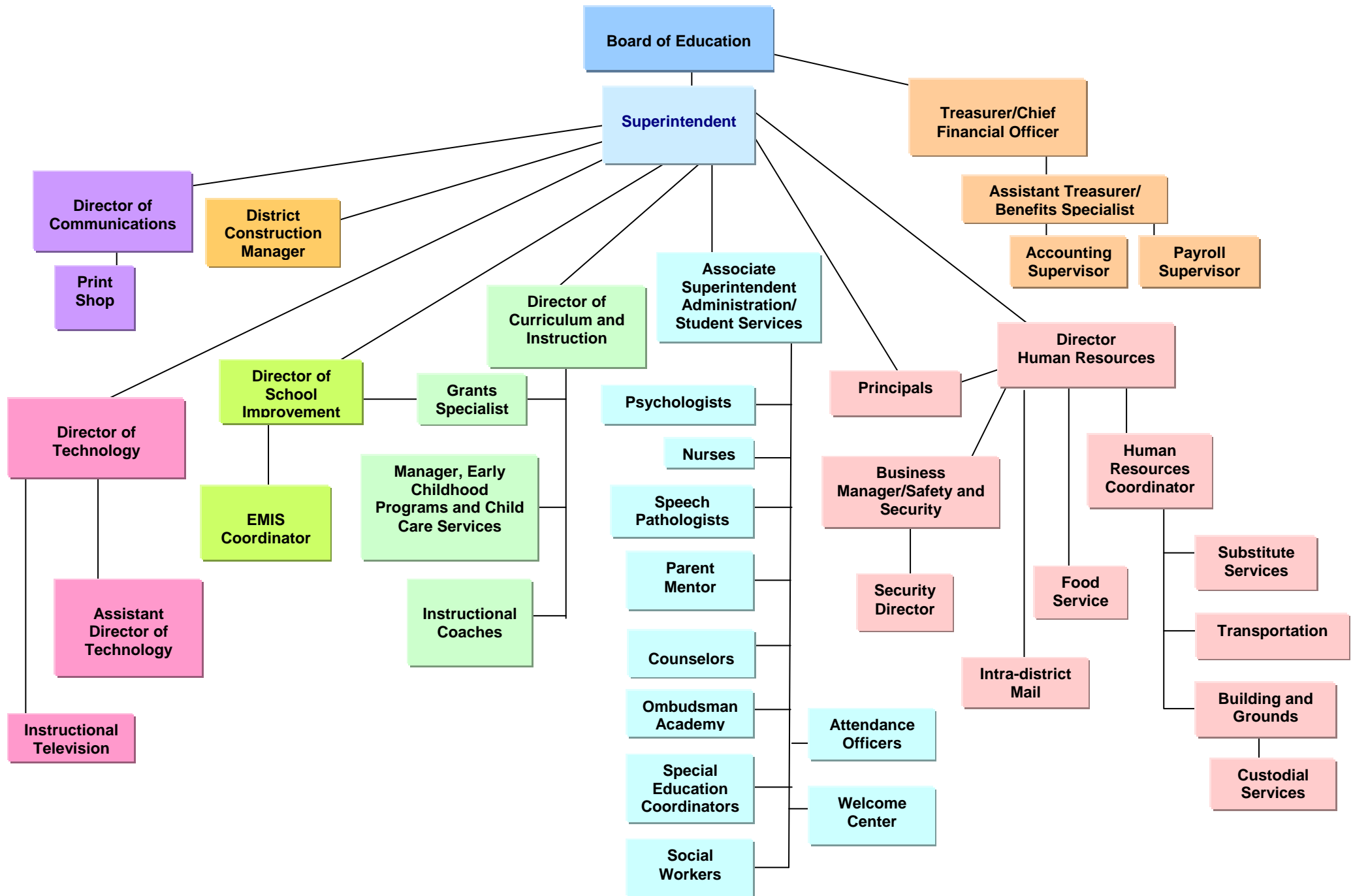
Elected Officials

President, Board of Education..... Dr. Lillian Hawkins
Vice-President, Board of Education Mr. Steve Moore
Board MemberMs. Tawana Keels
Board Member Mrs. Sandy Leach
Board MemberMr. Bob Maine

Administrative Officials

Superintendent..... Dr. Gary Pack
Associate Superintendent, Administration / Student Services.....Dr. Mari Phillips
Director of Human ResourcesMrs. Victoria Brian
Treasurer / Chief Financial Officer Mrs. Tracy A. Jarvis
Interim Treasurer.....Mr. Jeremie Hittle

Organizational Chart of the Princeton City School District



FINANCIAL SECTION

CHARACTER EDUCATION VALUES

Trustworthiness - Be honest, dependable, and sincere to self and others.

Respect - Demonstrate courtesy and civility. Be good to self and others.

Responsibility - Be accountable for the results of your actions.

Honor - Stand by your word. Exhibit ethical conduct.

Compassion - Treat others and self with kindness.

Service - Give back to the community. Help others.

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Princeton City School District, Ohio:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Princeton City School District (the "School District") as of and for the year ended June 30, 2009, which collectively comprise the School District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the School District's management. Our responsibility is to express opinions on the 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 the 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 Princeton City School District as of June 30, 2009, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2009 on our consideration of the School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. 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 the budgetary comparison information on pages 3 through 9 and 45 through 46, respectively, 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 methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

105 east fourth street, ste. 1500
cincinnati, oh 45202

www.cshco.com
p. 513.241.3111
f. 513.241.1212

Our audit was conducted for the purposes of forming opinions on the financial statements that collectively comprise the School 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 and schedules 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.

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
December 28, 2009

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

This discussion and analysis provides key information from management highlighting the overall financial performance of the Princeton City School District, Ohio for the year ended June 30, 2009. This is meant to be an easily readable summary of the most important financial information regarding the accompanying financial statements. Please read it in conjunction with the School District's financial statements.

Financial Highlights

Major financial highlights for fiscal year 2009 are listed below:

- ✓ The assets of the School District exceeded its liabilities at year-end by \$55.1 million. Of this amount, \$32.5 million may be used to meet the government's ongoing obligations to citizens and creditors.
- ✓ In total, net assets decreased by \$3.7 million.
- ✓ The School District had \$91.6 million in expenses related to governmental activities; only \$10.6 million of these expenses were offset by program specific charges for services, grants or contributions. General revenue of \$77.4 million, made up primarily of property taxes and State Foundation payments provided the majority of funding for the School District.
- ✓ The General Fund balance decreased by \$1.4 million from \$35.9 million at June 30, 2008 to \$34.5 million at June 30, 2009.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the School District's basic financial statements. The School District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the School District's finances in a manner similar to a private-sector business.

The statement of net assets presents information on all of the School District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal years (e.g. uncollected taxes and earned but unused vacation leave).

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2009
Unaudited

The governmental activities of the School District are principally supported through taxes and intergovernmental revenues and include instruction, support services, administration, operation and maintenance of plant, and extracurricular activities.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the School District can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for government activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between government funds and governmental activities.

The School District accounts for its activities using many individual funds. The most significant funds are reported in separate columns in the governmental fund financial statements. These statements provide detailed information about the individual major funds – unlike the government-wide financial statements, which report on the School District as a whole. Data for the other governmental funds is combined into a single aggregated presentation.

Proprietary funds. Proprietary funds use the full accrual basis of accounting. The School District uses an internal service fund to account for its medical expense reimbursement plan. Internal service funds are used to report activities that provide services to the School District's other departments.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit 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 School District's own programs. The accounting used for fiduciary funds is similar to proprietary funds.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2009
Unaudited

Other information. In addition to the basic financial statements and notes, this report also contains required supplementary information concerning the budget for the General Fund.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

A. Net assets at year-end

The following table presents a condensed summary of the School District's overall financial position at June 30, 2009 and 2008:

	<u>FY09</u>	<u>Restated FY08</u>
Current and other assets	\$ 97,914,033	99,585,565
Capital assets	<u>96,061,122</u>	<u>98,267,711</u>
Total assets	<u>193,975,155</u>	<u>197,853,276</u>
Long-term liabilities	82,533,500	83,556,554
Other liabilities	<u>56,379,456</u>	<u>55,556,655</u>
Total liabilities	<u>138,912,956</u>	<u>139,113,209</u>
Net assets:		
Invested in capital assets, net of debt	16,185,254	16,426,167
Restricted:		
Debt service	4,362,264	5,219,303
Other purposes	1,704,351	3,240,936
Endowment	280,809	288,194
Unrestricted	<u>32,529,521</u>	<u>33,560,467</u>
Total net assets	<u>\$ 55,062,199</u>	<u>58,735,067</u>

A significant portion of the School District's net assets (29%) reflects its investment in capital assets, less any related debt to acquire those assets that is still outstanding. The School District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The balance of unrestricted net assets (\$32,529,521) may be used to meet the government's ongoing obligations to citizens and creditors.

In fiscal year 2009, the School District's total assets decreased by approximately \$2.1 million. The decrease is primarily due to an overall decrease in the School District's cash and investments due to operating results as the School District budgeted a current year deficit in the General Fund.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2009
Unaudited

B. Governmental Activities

The following is a summary of the School District's activities during fiscal year 2009 and 2008 and the resulting change in net assets:

	<u>FY09</u>	<u>FY08</u>
Revenues:		
Program revenues:		
Charges for services and sales	\$ 3,295,994	3,013,728
Operating grants and contributions	7,246,048	6,008,920
Capital grants and contributions	50,165	26,979
Total program revenues	<u>10,592,207</u>	<u>9,049,627</u>
General revenues:		
Property taxes	51,717,675	50,230,088
Grants and entitlements	23,242,456	18,864,593
Investment earnings	1,021,262	1,996,557
Miscellaneous	1,399,776	1,094,815
Total general revenues	<u>77,381,169</u>	<u>72,186,053</u>
Total revenues	<u>87,973,376</u>	<u>81,235,680</u>
Expenses:		
Instruction	43,259,277	41,092,546
Support services:		
Pupil	4,973,405	4,362,878
Instructional staff	6,930,120	5,860,843
Board of Education	288,917	271,234
Administration	8,292,485	6,515,014
Fiscal	2,455,576	2,945,291
Business	526,099	554,545
Operation and maintenance of plant	7,931,346	7,864,438
Pupil transportation	4,839,807	5,159,594
Central	1,552,170	1,711,621
Non-instructional services	7,039,549	5,525,522
Interest and fiscal charges	3,557,493	3,727,692
Total expenses	<u>91,646,244</u>	<u>85,591,218</u>
Change in net assets	<u>\$ (3,672,868)</u>	<u>(4,355,538)</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2009
Unaudited

Of the total governmental activities revenues of \$87,973,376, \$10,592,207 (12%) is from program revenue. This means that the government relies on general revenues to fund the majority of the cost of services provided to the citizens. Of those general revenues, 67% (\$51,717,675) comes from property tax levies and 30% (\$23,242,456) is from state funding. The School District's operations are reliant upon its property tax levy and the state's foundation program.

In total, revenues increased about 8% with the majority under grants and entitlements. The tangible personal property reimbursement from the State increased in fiscal year 2009. Expenses increased about 7% during the year ended June 30, 2009 and is predominately due to increases in employees salaries and wages as well as inflationary cost increases in goods and services.

Governmental Activities

The following table presents the total cost of each of the government's primary services, and the comparative net cost after deducting the revenues generated by each function. Approximately 12% of the cost of the general government programs was recouped in program revenues. Instruction costs were \$43,259,277 but program revenue contributed \$3,794,866 to fund 9% of those costs. Thus, general revenues of \$39,464,411 were used to support of remainder of the instruction costs.

Governmental Activities

	Total Cost of Services	Program Revenue	Revenues as a % of Total Costs	Net Cost of Services
Instruction	\$ 43,259,277	3,794,866	9%	39,464,411
Support services	37,789,925	2,084,091	6%	35,705,834
Non-instructional services	7,039,549	4,713,250	67%	2,326,299
Interest and fiscal charges	<u>3,557,493</u>	<u>-</u>	0%	<u>3,557,493</u>
Total	\$ <u>91,646,244</u>	<u>10,592,207</u>	<u>12%</u>	<u>81,054,037</u>

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S INDIVIDUAL FUNDS

Governmental funds

The School District has one major governmental fund: the General Fund. Assets of the general fund comprise \$88,870,701 (87%) of the total \$102,485,866 governmental funds assets. Fund balance at June 30, 2009 was \$34,538,565, with an unreserved fund balance of \$17,804,570. The fund balance decreased by \$1,419,824. The unreserved fund balance represents approximately 25% of current-year general fund expenditures. In the prior fiscal year, fund balance decreased by approximately \$3.8 million so current year operating results were improved due to revenue growth and emphasis on cost containment.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2009
Unaudited

GENERAL FUND BUDGETARY HIGHLIGHTS

The schedule comparing the School District's original and final budgets and actual results is included in the required supplementary information. Significant differences between the original and final budgets were as follows:

- In total revenues in the final budget were approximately \$3.6 million, or 5%, greater than original budget. This was primarily due to a conservative original estimate on taxes which ended up \$2.2 million higher than originally anticipated.
- Total expenditures were originally budgeted at \$75.2 million and later amended to \$74.7 million. This reduction of approximately \$500,000 represents less than a 1% decrease in expenditures

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. At June 30, 2009, the School District had \$96,061,122 invested in a broad range of capital assets, including land, buildings, equipment and vehicles. During the fiscal year an appraisal company did a revaluation of the School District's capital assets. As a result, capital assets have been restated to reflect the new values. The School District acquired or constructed capital assets of approximately \$372,000. See Note 5 to the financial statements for more detail.

**Capital Assets at Year-End
(Net of Depreciation)**

		<u>2009</u>	<u>Restated 2008</u>
Land	\$	6,334,535	6,334,535
Land improvements		2,041,101	2,215,124
Buildings and improvements		85,113,871	86,978,696
Equipment and furniture		1,543,854	1,739,218
Vehicles		<u>1,027,761</u>	<u>995,138</u>
Total	\$	<u>96,061,122</u>	<u>98,262,711</u>

Debt

During the year ended June 30, 2009, the School District made its regularly scheduled payments for general obligation bonds. As of June 30, 2009, the School District's obligations for general obligation bonds are \$77,375,000 which are payable over the next twenty-two years. See Note 10 to the financial statements for more detail.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2009
Unaudited

Outstanding Debt at Year-End

		<u>2009</u>	<u>2008</u>
2003 School Improvement Bonds	\$	6,955,000	8,560,000
2006 Refunding Bonds		70,420,000	70,510,000
Lease-purchase agreement		<u>-</u>	<u>126,000</u>
Total	\$	<u>77,375,000</u>	<u>79,196,000</u>

ECONOMIC FACTORS

A challenge facing the School District is the future of state funds. On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The 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.

While the State has made some progress in resolving the school funding issue, the court ruled that the funding system is far too reliant on property taxes which are inherently not equitable or adequate for many districts. Princeton, however, receives 67% of its general funding from property taxes.

In June of 2005, the State legislature passed House Bill 66 which 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.

REQUESTS FOR ADDITIONAL INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Treasurer's office at the Princeton City School District, Ohio, 25 West Sharon Avenue, Cincinnati, Ohio 45246.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Net Assets

June 30, 2009

	<u>Governmental Activities</u>
Assets:	
Equity in pooled cash and investments	\$ 27,521,619
Receivables:	
Taxes	66,525,609
Accounts	135,930
Intergovernmental	2,676,610
Supplies inventory	144,778
Restricted cash and investments	212,907
Deferred charges	696,580
Nondepreciable capital assets	6,334,535
Depreciable capital assets, net	<u>89,726,587</u>
Total assets	<u>193,975,155</u>
Liabilities:	
Accounts payable	1,213,893
Accrued wages and benefits	6,108,852
Intergovernmental payable	1,954,653
Unearned revenue	46,458,050
Accrued interest payable	292,413
Matured compensated absences payable	351,595
Long-term liabilities:	
Due within one year	2,259,977
Due within more than one year	<u>80,273,523</u>
Total liabilities	<u>138,912,956</u>
Net Assets:	
Invested in capital assets, net of related debt	16,185,254
Restricted for:	
Debt service	4,362,264
Other purposes	1,704,351
Endowment:	
Expendable	20,420
Nonexpendable	260,389
Unrestricted	<u>32,529,521</u>
Total net assets	<u>\$ 55,062,199</u>

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Activities
Year Ended June 30, 2009

	Expenses	Program Revenues			Net (Expense)
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
					Governmental Activities
Governmental Activities:					
Instruction:					
Regular	\$ 31,672,212	1,632,505	983,790	-	\$ (29,055,917)
Special education	7,692,396	-	1,178,571	-	(6,513,825)
Other instruction	3,894,669	-	-	-	(3,894,669)
Support services:					
Pupil	4,973,405	-	437,799	-	(4,535,606)
Instructional staff	6,930,120	-	1,354,544	-	(5,575,576)
Board of Education	288,917	-	-	-	(288,917)
Administration	8,292,485	-	141,159	-	(8,151,326)
Fiscal	2,455,576	-	79,004	-	(2,376,572)
Business	526,099	-	-	-	(526,099)
Operation and maintenance of plant	7,931,346	-	-	-	(7,931,346)
Pupil transportation	4,839,807	-	-	50,165	(4,789,642)
Central	1,552,170	-	21,420	-	(1,530,750)
Non-instructional services:					
Extracurricular activities	1,697,938	141,034	-	-	(1,556,904)
Food Service	2,268,855	822,040	1,689,250	-	242,435
Community service	3,072,756	700,415	1,360,511	-	(1,011,830)
Interest and fiscal charges	3,557,493	-	-	-	(3,557,493)
Total Governmental Activities	\$ 91,646,244	3,295,994	7,246,048	50,165	\$ (81,054,037)
General Revenues:					
Property taxes, levied for general purposes					46,875,514
Property taxes, levied for debt service					4,842,161
Grants and entitlements not restricted to specific programs					23,242,456
Investment earnings					1,021,262
Miscellaneous					1,399,776
Total general revenues					77,381,169
Change in net assets					(3,672,868)
Net assets beginning of year, restated					58,735,067
Net assets end of year					\$ 55,062,199

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Balance Sheet
 Governmental Funds
 June 30, 2009

	General	Other Governmental Funds	Total Governmental Funds
Assets:			
Equity in pooled cash and investments	\$ 21,169,508	6,069,556	27,239,064
Restricted cash and investments	212,907	-	212,907
Receivables:			
Taxes	60,651,738	5,873,871	66,525,609
Accounts	127,193	8,737	135,930
Intergovernmental	1,053,938	1,622,672	2,676,610
Materials and supplies inventory	104,449	40,329	144,778
Interfund receivable	5,550,968	-	5,550,968
Total assets	<u>88,870,701</u>	<u>13,615,165</u>	<u>102,485,866</u>
Liabilities:			
Accounts payable	184,250	181,196	365,446
Accrued wages and benefits	5,576,046	532,806	6,108,852
Intergovernmental payable	1,706,207	248,446	1,954,653
Interfund payable	-	4,650,968	4,650,968
Compensated absences payable	351,595	-	351,595
Deferred revenue	46,514,038	5,257,345	51,771,383
Total liabilities	<u>54,332,136</u>	<u>10,870,761</u>	<u>65,202,897</u>
Fund Balances:			
Reserved for:			
Encumbrances	2,278,939	966,197	3,245,136
Budget stabilization	212,907	-	212,907
Property taxes	14,137,700	1,564,300	15,702,000
Materials and supplies inventory	104,449	40,329	144,778
Endowment	-	260,389	260,389
Unreserved, reported in:			
General Fund	17,804,570	-	17,804,570
Special Revenue Funds	-	749,842	749,842
Debt Service Fund	-	2,746,506	2,746,506
Permanent Fund	-	20,420	20,420
Capital Projects Funds	-	(3,603,579)	(3,603,579)
Total fund balances	<u>34,538,565</u>	<u>2,744,404</u>	<u>37,282,969</u>
Total liabilities and fund balances	<u>\$ 88,870,701</u>	<u>13,615,165</u>	<u>102,485,866</u>

See accompanying notes to the basic financial statements.

Reconciliation of Total Governmental Fund Balances to
Net Assets of Governmental Activities
June 30, 2009

Total Governmental Fund Balances		\$ 37,282,969
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.		96,061,122
Other long-term assets are not available to pay for current-period expenditures and therefore are not reported in the funds.		5,313,333
Deferred charges on the statement of net assets are not capitalized in the funds.		696,580
The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		(1,465,892)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
General obligation bonds	79,875,868	
Compensated absences	2,657,632	
Accrued interest payable	<u>292,413</u>	
Total		<u>(82,825,913)</u>
Net Assets of Governmental Activities		\$ <u>55,062,199</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

Year Ended June 30, 2009

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Taxes	\$ 45,421,290	4,779,393	50,200,683
Tuition and fees	1,639,115	-	1,639,115
Interest	1,018,012	10,703	1,028,715
Intergovernmental	23,348,075	6,966,120	30,314,195
Charges for services	11,200	1,761,293	1,772,493
Other local revenues	1,237,672	38,478	1,276,150
Total revenues	<u>72,675,364</u>	<u>13,555,987</u>	<u>86,231,351</u>
Expenditures:			
Current:			
Instruction:			
Regular	29,010,449	382,851	29,393,300
Special education	6,652,725	906,998	7,559,723
Other instruction	3,809,755	135,909	3,945,664
Support services:			
Pupil	3,883,675	1,049,744	4,933,419
Instructional staff	5,718,975	1,058,035	6,777,010
Board of Education	288,917	-	288,917
Administration	5,784,258	225,079	6,009,337
Fiscal	2,262,120	133,208	2,395,328
Business	501,599	-	501,599
Operation and maintenance of plant	7,849,363	67,000	7,916,363
Pupil transportation	4,520,657	2,131	4,522,788
Central	1,380,999	98,787	1,479,786
Non-instructional services:			
Extracurricular activities	395,299	1,180,429	1,575,728
Food service	-	2,252,336	2,252,336
Community service	208,441	2,821,327	3,029,768
Capital outlay	2,528	241,238	243,766
Debt Service:			
Principal	-	1,821,000	1,821,000
Interest and fiscal charges	-	3,668,790	3,668,790
Total expenditures	<u>72,269,760</u>	<u>16,044,862</u>	<u>88,314,622</u>
Excess of revenues over (under) expenditures	<u>405,604</u>	<u>(2,488,875)</u>	<u>(2,083,271)</u>
Other financing sources (uses):			
Transfers in	-	1,402,458	1,402,458
Transfers out	(1,902,458)	-	(1,902,458)
Sale of capital assets	77,030	-	77,030
Total other financing sources (uses):	<u>(1,825,428)</u>	<u>1,402,458</u>	<u>(422,970)</u>
Net change in fund balance	(1,419,824)	(1,086,417)	(2,506,241)
Fund balance, beginning of year	35,958,389	3,830,821	39,789,210
Fund balance, end of year	<u>\$ 34,538,565</u>	<u>2,744,404</u>	<u>37,282,969</u>

See accompanying notes to the basic financial statements.

Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended June 30, 2009

Net Change in Fund Balances - Total Governmental Funds	\$	(2,506,241)
<p>Amounts reported for governmental activities in the statement of activities are different because</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated estimated useful lives as depreciation expense.</p>		
Capital outlay	371,556	
Depreciation expense	<u>(2,573,145)</u>	(2,201,589)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		1,695,000
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		15,733
Some expenses reported in the statement of activities, such as compensated absences do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		(1,165,456)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		1,734,013
<p>Governmental funds report the effect of issuance costs and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.</p>		
Premium on sale of bonds	255,716	
Bond issuance costs	(44,112)	
Deferred amount on refunding	<u>(116,040)</u>	95,564
The internal service fund used by management to charge the cost of providing insurance is reported with government activities.		(1,465,892)
Repayment of lease purchase agreement principal is an expenditure in the governmental funds but the repayment reduces long-term liabilities in the statement of net assets.		<u>126,000</u>
Change in Net Assets of Governmental Activities	\$	<u><u>(3,672,868)</u></u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Net Assets

Proprietary Funds

June 30, 2009

	<u>Governmental Activities</u>
	<u>Internal Service Fund</u>
Assets:	
Current assets:	
Equity in pooled cash and investments	\$ <u>282,555</u>
Total assets	<u>282,555</u>
Liabilities:	
Current liabilities:	
Accounts payable	848,447
Interfund payable	<u>900,000</u>
Total liabilities	<u>1,748,447</u>
Net Assets:	
Unrestricted (deficit)	<u>(1,465,892)</u>
Total net assets	\$ <u><u>(1,465,892)</u></u>

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Revenues, Expenses and Changes in Fund Net Assets

Proprietary Funds

Year Ended June 30, 2009

	<u>Governmental Activities</u>
	<u>Internal Service Fund</u>
Operating revenues:	
Charges for services	\$ <u>966,949</u>
Operating expenses:	
Claims	<u>2,932,841</u>
Operating loss	(1,965,892)
Transfer in	<u>500,000</u>
Net loss	(1,465,892)
Net assets, beginning of year	<u>-</u>
Net assets, end of year	\$ <u><u>(1,465,892)</u></u>

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Cash Flows

Proprietary Funds

Year Ended June 30, 2009

	<u>Governmental Activities</u>
	<u>Internal Service Fund</u>
Cash flows from operating activities:	
Cash received from customers	\$ 966,949
Cash payments for claims	<u>(2,084,394)</u>
Net cash used by operating activities	<u>(1,117,445)</u>
Cash flows from noncapital financing activities:	
Transfers in	500,000
Interfund loan	<u>900,000</u>
Net cash provided by noncapital financing activities	<u>1,400,000</u>
Net increase in cash and investments	282,555
Cash and investments at beginning of year	<u>-</u>
Cash and investments at end of year	\$ <u><u>282,555</u></u>
<u>Reconciliation of operating loss to net cash used by operating activities:</u>	
Operating loss	\$ (1,965,892)
Adjustment to reconcile operating loss to net cash used by operating activities:	
Changes in liabilities:	
Increase in accounts payable	<u>848,447</u>
Net cash used by operating activities	\$ <u><u>(1,117,445)</u></u>

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Net Assets

Fiduciary Funds

June 30, 2009

	Private- Purpose Trust Funds	Agency Fund
ASSETS		
Equity in pooled cash and investments	\$ 86,768	110,920
Total assets	<u>86,768</u>	<u>110,920</u>
LIABILITIES		
Accounts payable	1,601	455
Due to student groups	<u>-</u>	<u>110,465</u>
Total liabilities	<u>1,601</u>	<u>110,920</u>
NET ASSETS		
Held in trust	\$ <u>85,167</u>	

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Changes in Net Assets

Fiduciary Funds

Year Ended June 30, 2009

	<u>Private- Purpose Trust Funds</u>
Additions:	
Contributions	\$ <u>4,721</u>
Total additions	<u>4,721</u>
Deductions:	
Community gifts, awards and scholarships	<u>8,916</u>
Total deductions	<u>8,916</u>
Change in net assets	(4,195)
Net assets, beginning of year	<u>89,362</u>
Net assets, end of year	\$ <u><u>85,167</u></u>

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Princeton City School District, Ohio (the "School 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 more significant of the School District's accounting policies are described below.

A. Reporting Entity

The School District is a consolidation of nine school districts originally chartered by the Ohio State Legislature. In 1853, state laws were enacted to create local Boards of Education. Today, the School District operates under current standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.09 of the Ohio Revised Code. The School District operates under a locally elected five-member Board form of government and provides educational services as authorized by its charter or further mandated by state and/or federal guidelines. This Board controls the School District's instructional and support facilities to provide services to students and other community members.

The reporting entity is comprised of the primary government, which consists of all funds, departments, boards, and agencies that are not legally separate from the School District. This includes general operations, food service, and student related activities of the School District.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes. The School District has no component units.

The following activity is included within the reporting entity:

Parochial and Private Schools - Within the School District boundaries, several parochial and private schools are operated. Current State legislation provides funding to these schools, which is received and disbursed on behalf of the schools by the Treasurer of the School District, as directed by the schools. The administration of the State monies by the School District is reflected in a special revenue fund for financial reporting purposes.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

The School District is associated with two jointly governed organizations. These organizations are the Hamilton/Clermont Cooperative Association and Great Oaks Institute of Technology and Career Development. The organizations are presented in Note 12 to the basic financial statements.

B. Basis of Presentation

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 that provide a more detailed level of financial information.

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The activity of the internal service funds is eliminated to avoid doubling up revenues and expenses. The interfund services provided and used are not eliminated in the consolidation.

The government-wide statements are prepared using the economic resources measurement focus, which differs from the manner in which the governmental fund financial statements are prepared. Therefore, the governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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

Fund Financial Statements Fund financial statements report detailed information about the School District. The focus of governmental and proprietary 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. The internal service fund is presented separately. Fiduciary funds are reported by fund type.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in total assets.

Operating revenues and expenses generally result from providing services and producing and delivering services in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

C. Fund Accounting

The School District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain School District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The funds of the School District are grouped into the categories governmental, proprietary, and fiduciary.

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 School District's major governmental fund:

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 to the School District for any purpose provided it is expended or transferred according to the general laws of Ohio.

Proprietary funds are used to account for the School District's ongoing activities that are similar to those found in the private sector where the intent of the governing body is that the cost of providing goods and services financed or recovered primarily through user charges. The School District created an internal service fund for the operation of its high deductible health plan for health care and prescription benefits.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

Fiduciary Funds report on net assets and changes in net assets. The School District's fiduciary funds consist of private-purpose trust funds and an agency fund. The School District's private-purpose trust fund accounts for scholarship programs for students. These assets are not available for the School District's use. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's agency funds account for student activities.

D. Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements and relates to the timing of the measurements made.

The modified accrual basis of accounting is used by the governmental funds. On a modified accrual basis, revenues are recorded when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period for the School District is sixty days after fiscal year end. Under the modified accrual basis, the following revenue sources are deemed both measurable and available: property taxes available for advance, interest, tuition, student fees, and grants.

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. 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, are not recognized in the governmental funds.

Government-wide financial statements are prepared using the accrual basis of accounting. Also, proprietary funds and fiduciary funds utilize accrual accounting. Revenues are recognized when earned and expenses are recognized when incurred.

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.

Non-exchange transactions, in which the School District receives value without directly giving value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes were levied.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Deferred Revenue Deferred revenues arise when potential revenue does not meet both the measurable and available criteria recognition in the current period. In the subsequent period, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the balance sheet and revenue is recognized. Property taxes measurable as of June 30, 2009 which are intended to finance fiscal year 2010 operations have been 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.

E. Equity in Pooled Cash and Cash Equivalents

Cash received by the School District is pooled for investment purposes. Individual fund integrity is maintained through School District records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the balance sheet.

During fiscal year 2009, the School District's investments were limited to Commercial Paper, US Government Agency securities, money market funds, and the State Treasury Assets Reserve of Ohio (STAR Ohio).

STAR Ohio is an investment pool managed by the State Treasurer's Office that 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.

Under existing Ohio statutes, all investment earnings accrue to the General Fund except those specifically related to agency funds, certain trust funds, and those other funds individually authorized by Board resolutions. Interest earnings are allocated to these funds based on average monthly cash balance.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

For purposes of the statement of cash flows and for presentation on the balance sheet, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents.

F. Inventory

All inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of inventory items are recorded as expenditures in the governmental funds when consumed rather than when purchased.

G. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. The School District defines capital assets as those with an individual cost of more than \$5,000 and an estimated useful life in excess of one year. All capital assets are capitalized at cost or estimated historical cost where no historical records exist. Donated capital assets are recorded at their estimated fair values as of the date received. The School 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 capitalized.

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

Land improvements	20 years
Buildings and improvements	20 - 50 years
Equipment and furniture	5-20 years
Vehicles	8 years

H. Interfund Balances

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.

On fund financials, receivables and payables resulting from short-term interfund loans are classified as "interfund receivable/payable." These amounts are eliminated in the governmental activities column of the statement of net assets.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

I. 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 School District will compensate the employees for the benefits through paid time off or some other means. The School 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 liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School District's termination policy.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, a liability is recorded only for the portion of unpaid compensated absences that has matured. These amounts are recorded as matured compensated absences payable due to employee resignations and retirements.

J. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. Governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources with the exception of compensated absences as noted above.

K. Fund Balance Reserves

The School District records reservations for portions of fund equity that are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balances indicates that portion of fund equity that is available for appropriation in future periods. Fund equity reserves are established for encumbrances, property tax advances, inventory, endowments and budget reserve set-asides. The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statutes. The reserve for budget stabilization represents money set-aside to protect against cyclical changes in revenues and expenditures.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

L. 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.

M. Net Assets

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

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

The Statement of Net Assets reports \$6,347,424 of restricted net assets, none of which are restricted by enabling legislation.

N. 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.

2. DEPOSITS AND INVESTMENTS

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

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

Inactive deposits are public deposits that the Board has identified as not required for use within the current five-year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

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

Protection of the School 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 monies deposited with the institution. Interim monies are permitted to be deposited or invested in the following securities:

1. United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by the federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred and eighty days in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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 School District, and must be purchased with the expectation that it will be held to maturity.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

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 investments by categories of risk as defined in GASB Statement No. 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements" and amended by GASB Statement No. 40 "Deposit and Investment Risk Disclosures":

Deposits

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a failure, the School District's deposits may not be returned to it. The School District's custodial credit risk policy requires that deposits be collateralized as required by ORC Chapter 135. At year end, \$3,921,528 of the School District's bank balance of \$4,195,434 was exposed to custodial credit risk since it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the School District's name. ORC 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 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

The School District's investments at June 30, 2009 are as summarized as follows:

	<u>Fair Value</u>	<u>Weighted Average Maturity Years</u>
FHLB	\$ 7,933,240	0.65
FNMA	3,273,202	0.99
FHLMC	5,452,393	1.40
Commerical Paper	710,519	0.27
Star Ohio	7,591,418	-
US Money Market	8,455	-
	<u>\$ 24,969,227</u>	<u>0.65</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2009

Credit Risk

It is the School 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 by nationally recognized statistical rating organizations. The School District's investments in FHLB, FNMA and FHLMC securities were rated AAA by Standard & Poor's and Aaa by Moody's. The School District's investments in the US Money Market Funds were rated AAA by Standard & Poor's. Investments in STAR Ohio were rated AAAM by Standard & Poor's. Investments in commercial paper were rated A-1+ by Standard & Poor's.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a failure of a counter party, the School District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The School District's investment securities are registered in the name of the School District except for its investments in Star Ohio and US Money Market Funds which are not evidenced by securities that exist in physical or book entry form.

Concentration of Credit Risk

The School District's policy places no limit on the amount it may invest in any one issuer. The School District has invested 30% in STAR Ohio, 32% in Federal Home Loan Bank, 22% in Federal Home Loan Mortgage Corporation, and 13% in Federal National Mortgage Association.

Interest Rate Risk

In accordance with the investment policy, the School District manages its exposure to declines in fair value by limiting the weighted average maturity of its investment portfolio to five years.

3. PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis while the School District fiscal year runs from July through June. First half tax collections are received by the School District in the second half of the fiscal year. Second half distributions occur in the first half of the following fiscal year.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2009

Property taxes include amounts levied against all real, public utility, and tangible personal property (used in business) located in the School District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Public utility property taxes are assessed on tangible personal property at varying percentages of true value and on real property at 35% of true value.

Tangible personal property taxes are levied after April 1 on the value as of December 31 of the current year. In prior years, tangible personal property was assessed at twenty-five percent of true value for capital assets and twenty-three percent of true value for inventory. The tangible personal property tax is being phased out – the assessment percentage for all property including inventory for 2006 was 18.75 percent. This will be reduced to 12.5 percent for 2007, 6.25 percent for 2008, and zero for 2009.

Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

The School District receives property taxes primarily from Hamilton County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2009, are available to finance fiscal year 2009 operations. The amount available for advance can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property, and public utility taxes that became measurable as of June 30, 2009. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amounts available for advance at June 30, 2009 were \$14,137,700 and \$1,564,300 in the General Fund and Debt Service Fund, respectively.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2009

The assessed values upon which fiscal year 2009 taxes were collected are:

	<u>2008 Second- Half Collections</u>		<u>2009 First- Half Collections</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/Residential and Other Real Estate	\$ 1,589,188,566	85.89%	1,633,409,420	91.18%
Public Utility	41,852,330	2.26%	43,420,600	2.42%
Tangible Personal Property	<u>219,126,611</u>	11.84%	<u>114,507,988</u>	6.39%
Total Assessed Value	\$ <u><u>1,850,167,507</u></u>	100.00%	<u><u>1,791,338,008</u></u>	100.00%
Tax rate per \$1,000 of assessed valuation		\$49.03		\$49.03

4. INTERFUND TRANSACTIONS

During the year ended June 30, 2009, the General Fund made the following transfers:

Other Governmental Funds	\$ 1,402,458
Internal Service Fund	<u>500,000</u>
Total	\$ <u><u>1,902,458</u></u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

At June 30, 2009, the School District has also made interfund loans from the General Fund to the Employee Benefits Internal Service Fund and Other Governmental Funds in the amounts of \$900,000 and \$4,650,968 respectively.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2009

5. CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2009 was as follows:

	Restated Balance 7/1/08	Additions	Disposals	Balance 6/30/09
<i>Governmental Activities</i>				
Capital assets, not being depreciated:				
Land	\$ 6,334,535	-	-	6,334,535
Subtotal	<u>6,334,535</u>	<u>-</u>	<u>-</u>	<u>6,334,535</u>
Capital assets, being depreciated:				
Land improvements	5,743,152	-	-	5,743,152
Buildings and improvements	101,255,302	-	-	101,255,302
Equipment and furniture	5,039,612	101,478	-	5,141,090
Vehicles	4,457,375	270,078	-	4,727,453
Subtotal	<u>116,495,441</u>	<u>371,556</u>	<u>-</u>	<u>116,866,997</u>
Totals at historical cost	<u>122,829,976</u>	<u>371,556</u>	<u>-</u>	<u>123,201,532</u>
Less accumulated depreciation:				
Land improvements	3,528,028	174,023	-	3,702,051
Buildings and improvements	14,276,606	1,864,825	-	16,141,431
Equipment and furniture	3,300,394	296,842	-	3,597,236
Vehicles	3,462,237	237,455	-	3,699,692
Total accumulated depreciation	<u>24,567,265</u>	<u>2,573,145</u>	<u>-</u>	<u>27,140,410</u>
Capital assets, net	<u>\$ 98,262,711</u>	<u>(2,201,589)</u>	<u>-</u>	<u>96,061,122</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular instruction	\$ 2,054,317
Support services:	
Instructional staff	113,805
Administration	21,677
Operations and maintenance of plant	14,398
Pupil transportation	241,074
Central	31,074
Food service	24,990
Extracurricular activities	71,810
Total depreciation expense	<u>\$ 2,573,145</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

6. RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The School District carries commercial general liability insurance against these risks and all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no significant change in coverage from last year.

Employee health insurance is provided through a fully insured plan and is accounted for and financed through an internal service fund. The School District pays premiums to a private insurance company and retains no risk.

7. DEFINED BENEFIT PENSION PLANS

School Employees Retirement System

The School 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.

Plan members are required to contribute 10% of their annual covered salary and the School District is required to contribute at an actuarially determined rate, which is currently 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, allocated the current employer contribution rate amount the four funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund) of the System. For the fiscal year ended June 30, 2009, the allocation to pension and death benefits was 9.09%. The remaining 4.91% of the 14% employer contribution rate was allocated to the Health Care and Medicare B Funds.

The School District's required contributions to SERS for the fiscal years ended June 30, 2009, 2008, and 2007 were approximately \$2,015,000, \$2,002,000, and \$1,947,000 respectively; 56% has been contributed for fiscal year 2009 and 100% for fiscal years 2008 and 2007. The unpaid contribution for fiscal year 2009 is recorded as a liability within the respective funds.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2009

State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS Ohio), a state-wide, cost-sharing multiple-employer public employee retirement system for licensed teachers and other faculty members employed by the School District. STRS Ohio provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS Ohio issued a publicly available financial report that includes financial statements and required supplementary information for STRS. The report may be obtained by writing to the STRS Ohio, 275 East Broad Street, Columbus, Ohio 43215-3771.

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 the DB Plan. In the Combined Plan, member contributions are allocated to investment choices by the member, and employer contributions are used to fund a defined benefit payment at a reduced level from the regular DB Plan. Contributions into the DC Plan and the Combined Plan are credited to member accounts as employers submit their payroll information to STRS Ohio, generally on a bi-weekly 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 are established under Chapter 3307 of the Ohio 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 purchase 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 credit over 31 years (2.6% for 32 years, 2.7% for 33 years and so on) until 100% of final 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.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2009

DC Plan benefits are established under Sections 3307.80 to 3307.89 of the Ohio 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.

Under the Combined Plan, 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.

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 hospitalization, physicians' fees, prescription drugs, and partial reimbursements 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 spouse 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 of up to \$2,000 can be purchased by participants in the DB, DC, or Combined Plans. Various other benefits are available to members' beneficiaries.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

Plan members are required to contribute 10% of their annual covered salary and the School District is required to contribute 14%. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. The School District's required contributions to STRS for the years ended June 30, 2009, 2008, and 2007 were approximately \$5,045,000, \$5,278,000 and \$4,793,000 respectively; 84% has been contributed for fiscal year 2009 and 100% for fiscal years 2008 and 2007. The unpaid contribution for fiscal year 2009 is recorded as a liability within the respective funds.

Social Security System

Effective July 1, 1991, all employees not otherwise covered by SERS or STRS have an option to choose Social Security or SERS/STRS. The School District's liability is 6.2% of wages paid.

8. POSTEMPLOYMENT BENEFITS

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System of Ohio (STRS Ohio), and to retired non-certified employees and their dependents through the School Employees Retirement System (SERS). Benefits include hospitalization, physicians' fees, prescription drugs, and reimbursement of Medicare premiums. Benefit provisions and the obligations to contribute are established by the Systems based on authority granted by state statute.

STRS Ohio administers a pension plan that is comprised of: a defined benefit plan; a self-directed defined contribution plan and a combined plan which is a hybrid of the defined benefit and defined contribution plan. Ohio law authorizes STRS Ohio to offer a cost-sharing, multiple-employer health care plan. STRS Ohio provides access to health care coverage to eligible retirees who participated in the defined benefit or combined plans. Pursuant to 3307 of the Ohio 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.

Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14% employer contribution rate, 1% of covered payroll was allocated to post-employment health care for years ended June 30, 2009, 2008, and 2007. The 14% employer contribution rate is the maximum rate established under Ohio law. The School District's contributions to STRS Ohio allocated to post-employment health care for the years June 30, 2009, 2008, and 2007 were approximately \$360,000, \$377,000, and \$342,000, respectively.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2009

SERS administers two postemployment benefit plans:

Medicare 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 0.75%. The School District contributions for the year ended 2009, 2008 and 2007 were approximately \$108,000, \$97,000 and \$95,000, 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 care plan or program. SERS offers several types of health plans from various vendors, including HMO's, PPO's, 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; nor 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 \$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 School District's contributions for the years ended June 30, 2009, 2008, and 2007 were \$599,000, \$598,000, and \$476,000, respectively.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

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.

9. EMPLOYEE BENEFITS

Compensated Absences

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time. Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to maximum of 255 days for teachers, 279 days for administrators and 265 days for classified staff. Upon retirement, payment is made for twenty-five percent of the employee's accumulated sick leave.

10. LONG-TERM OBLIGATIONS

The changes in the School District's long-term obligations during fiscal year 2009 were as follows:

	Principal Outstanding 7/1/08	Additions	Reductions	Principal Outstanding 6/30/09	Amounts Due in One Year
Governmental Activities:					
General obligation bonds:					
2003 School Improvement \$	8,560,000	-	(1,605,000)	6,955,000	1,190,000
Issuance premiums	182,603	-	(30,434)	152,169	-
2006 Refunding Bonds	70,510,000	-	(90,000)	70,420,000	95,000
Issuance premiums	5,068,836	-	(225,282)	4,843,554	-
Deferred amount on refunding	(2,610,895)	-	116,040	(2,494,855)	-
Lease-purchase agreements	126,000	-	(126,000)	-	-
Compensated absences	1,720,010	1,912,940	(975,318)	2,657,632	974,977
Total	\$ 83,556,554	1,912,940	(2,935,994)	82,533,500	2,259,977

School Improvement Bonds – The School District issued School Improvement Bonds on December 1, 2003 in the amount of \$85,000,000 for the construction of new school buildings and renovation of certain existing buildings. These bonds mature on December 1, 2030 and pay interest at 4.77%. The bonds will be paid from the Debt Service Fund.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

2006 School Improvement Refunding Bonds – The School District issued \$70,840,000 in refunding bonds for the partial advance refunding of \$71,800,000 of school improvement bonds issued in 2003. These bonds mature on December 1, 2030 and pay interest of 4.0% - 5.0%. The bonds are paid from the Debt Service Fund.

Principal and interest requirements to general obligation bonds are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2010	\$ 1,285,000	3,629,957	4,914,957
2011	1,360,000	3,578,558	4,938,558
2012	1,425,000	3,535,497	4,960,497
2013	1,660,000	3,487,739	5,147,739
2014	1,745,000	3,427,537	5,172,537
2015 - 2019	11,395,000	15,784,550	27,179,550
2020 - 2024	17,785,000	12,652,025	30,437,025
2025 - 2029	26,735,000	7,873,200	34,608,200
2030 - 2031	13,985,000	1,120,088	15,105,088
Total	\$ <u>77,375,000</u>	<u>55,089,151</u>	<u>132,464,151</u>

All general obligation debt is supported by the full faith and credit of the School District. Compensated absences payable are generally paid from the General Fund and Special Revenue funds.

11. PRIOR YEAR DEFEASANCE OF DEBT

In prior years, the School District defeased certain general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included on the School District's financial statements. On June 30, 2009, \$70,840,000 of bonds are considered defeased.

12. JOINTLY GOVERNED ORGANIZATIONS

The Hamilton/Clermont Cooperative Association

The School District is a participant in a consortium of school districts to operate The Hamilton/Clermont Cooperative Association (H/CCA). H/CCA is an association of public districts in a geographic area determined by the Ohio Department of Education 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 H/CCA consists of one representative from each of the participating members. The School District has no ongoing financial interest in nor responsibility for H/CCA. Complete financial statements can be obtained for H/CCA at 7615 Harrison Avenue, Cincinnati 45231.

The Great Oaks Institute of Technology and Career Development

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2009

The Great Oaks Institute of Technology and Career Development, a jointly governed organization, is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of one representative from each of the participating school district's elected board. The Board possesses its own budgeting and taxing authority as a separate body politic and corporate, established by the Ohio Revised Code. Great Oaks was formed for the purpose of providing vocational education opportunities to the students of the member school districts, which includes the students of the School District. The School District has no ongoing financial interest in nor responsibility for Great Oaks. To obtain financial information, write to Great Oaks at 3254 East Kemper Road, Cincinnati, Ohio 45241.

13. CONTINGENCIES

Grants

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2009.

Litigation

The School District is party to legal proceedings. The School District management is of the opinion that the ultimate disposition of claims will not have a material effect, if any, on the financial condition of the School District.

14. REQUIRED SET-ASIDES

The School District is required by State statute to annually set aside in the general fund an amount based on the 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.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2009

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 Improvements</u>	<u>Budget Stabilization</u>
Set-aside balance as of June 30, 2008	\$	(1,435,918)	-	212,907
Current year set-aside requirement		833,411	833,411	-
Less qualifying disbursements		<u>(833,411)</u>	<u>(833,411)</u>	<u>-</u>
Total		<u>(1,435,918)</u>	<u>-</u>	<u>212,907</u>
Balance carried to FY2010		<u>(1,435,918)</u>	<u>-</u>	<u>212,907</u>
Cash balance as of June 30, 2009	\$	<u>-</u>	<u>-</u>	<u>212,907</u>

Since the School District had offsets and qualifying disbursements during the year that reduced the set aside amount for textbooks and instructional materials to below zero, these extra amounts may be used to reduce the set aside requirements of future years. However, the excess qualifying disbursements of the capital improvement set-aside may not be used to reduce the capital improvement set aside requirements of future years.

15. DEFICIT FUND BALANCES

At June 30, 2009, the following funds had deficit fund balances:

Other governmental funds:	
Entry Year Fund	\$ 17,141
Miscellaneous State Grants	3,983
Title VI-B	50,908
Title III	28,233
Title I	130,823
Preschool Grant	2,987
Reducing Class Size	55,675
Miscellaneous Federal Grants	38,524
Public School Support	7,672
Building	3,576,689

These deficit balances were created by the application of generally accepted accounting principles. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2009

16. RESTATEMENT OF BEGINNING NET ASSETS

The beginning balance of capital assets as of July 1, 2008 was restated by the School District as a result of a complete revaluation of their capital asset inventory which indicated an overstatement of capital assets with a net book value of \$2,491,494. This restatement had the following effect on beginning net assets:

	Governmental <u>Activities</u>
Net assets - June 30, 2008	\$ 61,226,561
Capital asset revaluation	<u>(2,491,494)</u>
Net assets - June 30, 2008, restated	<u>\$ 58,735,067</u>

Required Supplementary Information

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures and Changes in Fund

Balance - Budget and Actual (Non-GAAP Budgetary Basis)

General Fund

Year Ended June 30, 2009

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues:				
Taxes	42,413,938	44,660,967	44,660,967	-
Tuition and fees	1,124,100	1,653,761	1,653,761	-
Interest	500,100	905,891	905,891	-
Intergovernmental	21,996,522	22,301,378	22,301,378	-
Other local revenues	<u>752,330</u>	<u>838,870</u>	<u>838,870</u>	-
Total revenues	<u>66,786,990</u>	<u>70,360,867</u>	<u>70,360,867</u>	-
Expenditures:				
Current:				
Instruction:				
Regular	27,384,470	29,457,309	29,257,312	199,997
Special education	6,560,338	6,706,256	6,706,256	-
Other instruction	2,293,563	3,978,302	3,978,302	-
Support services:				
Pupil	3,994,102	3,908,883	3,908,883	-
Instructional staff	5,149,761	5,709,420	5,709,420	-
Board of Education	87,164	311,949	311,949	-
Administration	5,838,626	5,930,509	5,930,509	-
Fiscal	4,295,604	2,338,920	2,338,920	-
Business	689,342	520,525	520,525	-
Operation and maintenance of plant	9,777,488	8,895,131	8,895,131	-
Pupil transportation	4,855,860	5,012,403	5,012,403	-
Central	1,274,242	1,240,864	1,240,864	-
Non-instructional services:				
Community services	2,099,693	208,382	208,382	-
Extracurricular activities	450,575	447,169	447,169	-
Capital outlay	<u>429,894</u>	<u>29,472</u>	<u>29,472</u>	-
Total expenditures	<u>75,180,722</u>	<u>74,695,494</u>	<u>74,495,497</u>	<u>199,997</u>
Excess of revenues over expenditures	<u>(8,393,732)</u>	<u>(4,334,627)</u>	<u>(4,134,630)</u>	<u>(199,997)</u>
Other financing sources (uses):				
Transfers in	-	209,662	209,662	-
Transfers out	(100,000)	(2,143,015)	(2,143,015)	-
Advances in	1,274,400	2,763,427	2,763,427	-
Advances out	(3,287,491)	(3,050,967)	(3,050,967)	-
Other financing sources	300,000	394,919	394,919	-
Other financing uses	-	(5,702)	(5,702)	-
Total other financing sources (uses):	<u>(1,813,091)</u>	<u>(1,831,676)</u>	<u>(1,831,676)</u>	-
Net change in fund balance	(10,206,823)	(6,166,303)	(5,966,306)	(199,997)
Fund balance, beginning of year	22,308,575	22,308,575	22,308,575	
Prior year encumbrances appropriated	<u>2,418,448</u>	<u>2,418,448</u>	<u>2,418,448</u>	
Fund balance, end of year	<u>14,520,200</u>	<u>18,560,720</u>	<u>18,760,717</u>	

See accompanying notes to required supplemental information.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to Required Supplementary Information

Year Ended June 30, 2009

Note A Budgetary Basis of Accounting

While the District is reporting financial position, results of operations, and changes in fund balances 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 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis) 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 that:

Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).

Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).

Encumbrances are treated as expenditures for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types (GAAP basis).

The following tables summarize the adjustments necessary to reconcile the GAAP statements and the budgetary basis schedule:

	<u>General</u>
Net change in fund balance - GAAP Basis	\$ (1,419,824)
Increase / (decrease):	
Due to revenues	(2,314,497)
Due to expenditures	224,826
Due to other sources (uses)	(6,248)
Due to encumbrances	<u>(2,450,563)</u>
Net change in fund balance - Budget Basis	\$ <u><u>(5,966,306)</u></u>

**Combining Statements And
Individual Fund Schedules**

Nonmajor Governmental Funds

Special Revenue:

The Special Revenue Funds are used to account for revenue sources that are legally restricted to expenditure for specified purposes. The following are descriptions of each Special Revenue Fund:

Public School Support:

To account for local revenue sources generated by individual school buildings. Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs.

Other Grants:

To account for monies for grant monies provided from local organizations, foundations or charities for a particular purpose or activity.

Athletic:

To account for those student activity programs which have student participation in the activity but do not have student management in the programs.

Auxiliary Service:

To account for monies which provide services and materials to pupils attending non-public schools within the District's boundaries. These monies are received and disbursed on behalf of the non-public school by the Treasurer of the District, as directed by the non-public school.

Educational Management Information System:

To account for expenditures made in conjunction with the implementation of a system to gather student, staff and financial information to comply with Senate Bill 140.

Entry Year Grant:

To account for state funds received for the implementation of entry-year mentoring programs for first year teachers.

Data Communications:

To account for state funds appropriated for Ohio Educational Computer Network Connections.

SchoolNet Professional Development:

To account for state funds, which provide professional development opportunities and programs for District staff in the area of computers and related technology.

Nonmajor Governmental Funds (Continued)

Ohio Reads:

This fund accounts for state monies and operating expenditures associated with the administering the Ohio Reads Program. The program is intended to improve reading outcomes, particularly on the fourth grade proficiency test.

Vocational Education Enhancement:

To account for state funds used to expand the number of students enrolled in tech programs, enable students to develop career plans, and replace or update vocational program equipment.

Alternative Schools:

To account for state funds which, provide for alternative educational programs for at-risk and delinquent youth.

Poverty Based Assistance:

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

Miscellaneous State Grants:

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

Title VI-B:

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

Vocational Education:

To account for federal funds used in the development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, cooperative education, advisory committee, and work-study projects.

Title III:

To account for federal funds provided for students whose native language is not English.

Nonmajor Governmental Funds (Continued)

Title I:

To account for federal funds whose purpose is to provide financial assistance to enable state and local educational agencies to meet the special needs of educationally deprived children.

Title V:

To account for federal funds to provide programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; and programs to enhance personal excellence of students and student achievement.

Drug Free Schools:

To account for federal funds used to implement programs to educate and encourage students to live their lives free of drug dependency.

Preschool:

To account for federal funds received for the purpose of assisting in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at preschool.

Reducing Class Size:

To account for federal funds received to provide for class size reduction.

Miscellaneous Federal Grants:

This fund accounts for various federal projects not specified by a particular fund. Each project is maintained in a specific cost center.

Food Service:

This fund accounts for all revenues and expenses related to the provision of food services, including breakfast and lunch, for the District students and staff.

Uniform School Supplies:

To account for the purchase and sale of school supplies, as adopted by the Board of Education, for resale to students of the School District.

Early Childhood Programs:

To account for preschool, extended day, and all day kindergarten operations provided to students and financed primarily through user charges.

Nonmajor Governmental Funds (Continued)

Public School Subsidy:

To account for state funds to assist school districts in paying the cost of pre-school programs.

Debt Service Fund:

To account for the accumulation of resources for the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the School District is obligated in some manner for the payment.

Capital Projects Funds:

To account for the financing and acquisition or construction of major capital facilities, such as new school buildings or additions to existing buildings, and for major renovation projects including equipment purchases.

Permanent Improvement:

The District records the activity of a trust fund in a Permanent Fund which is used to account for monies set aside as an investment for public school purposes. The income from the Permanent Fund may be expended, but the principal must remain intact.

Building:

A fund provided to account for all transactions relating to the acquisition or construction of new School District facilities.

Permanent Fund:

To account for the financial resources that are restricted. Only the income can be used for specific purposes.

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PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Assets:					
Equity in pooled cash and investments \$	3,029,213	2,604,133	155,401	280,809	6,069,556
Supplies inventory	40,329	-	-	-	40,329
Net receivables:					
Taxes	-	5,873,871	-	-	5,873,871
Accounts	8,737	-	-	-	8,737
Intergovernmental	1,480,299	142,373	-	-	1,622,672
Total assets	<u>4,558,578</u>	<u>8,620,377</u>	<u>155,401</u>	<u>280,809</u>	<u>13,615,165</u>
Liabilities:					
Accounts payable	157,290	-	23,906	-	181,196
Accrued wages and benefits	532,806	-	-	-	532,806
Intergovernmental payable	248,446	-	-	-	248,446
Deferred revenue	947,774	4,309,571	-	-	5,257,345
Interfund payable	950,968	-	3,700,000	-	4,650,968
Total liabilities	<u>2,837,284</u>	<u>4,309,571</u>	<u>3,723,906</u>	<u>-</u>	<u>10,870,761</u>
Fund Balances:					
Reserved for:					
Encumbrances	931,123	-	35,074	-	966,197
Property tax advances	-	1,564,300	-	-	1,564,300
Inventory	40,329	-	-	-	40,329
Endowment	-	-	-	260,389	260,389
Unreserved, reported in:					
Special Revenue Funds	749,842	-	-	-	749,842
Debt Service Fund	-	2,746,506	-	-	2,746,506
Capital Projects Funds	-	-	(3,603,579)	-	(3,603,579)
Permanent Fund	-	-	-	20,420	20,420
Total fund balances	<u>1,721,294</u>	<u>4,310,806</u>	<u>(3,568,505)</u>	<u>280,809</u>	<u>2,744,404</u>
Total liabilities and fund balances	<u>\$ 4,558,578</u>	<u>8,620,377</u>	<u>155,401</u>	<u>280,809</u>	<u>13,615,165</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds

Year Ended June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues:					
Taxes	\$ -	4,779,393	-	-	4,779,393
Interest	7,453	-	36	3,214	10,703
Other local revenues	38,478	-	-	-	38,478
Charges for services	1,761,293	-	-	-	1,761,293
Intergovernmental	6,196,423	769,697	-	-	6,966,120
Total revenues	<u>8,003,647</u>	<u>5,549,090</u>	<u>36</u>	<u>3,214</u>	<u>13,555,987</u>
Expenditures:					
Current:					
Instruction:					
Regular	382,851	-	-	-	382,851
Special	906,998	-	-	-	906,998
Other	135,909	-	-	-	135,909
Support services:					
Pupil	1,049,744	-	-	-	1,049,744
Instructional staff	1,058,035	-	-	-	1,058,035
School administration	225,079	-	-	-	225,079
Fiscal	56,273	76,935	-	-	133,208
Operations and maintenance	-	-	67,000	-	67,000
Pupil transportation	2,131	-	-	-	2,131
Central	98,787	-	-	-	98,787
Non-instructional services:					
Community services	2,810,728	-	-	10,599	2,821,327
Food services	2,252,336	-	-	-	2,252,336
Extracurricular activities	1,180,429	-	-	-	1,180,429
Capital outlay	-	-	241,238	-	241,238
Debt service:					
Principal	-	1,821,000	-	-	1,821,000
Interest and fiscal charges	-	3,668,790	-	-	3,668,790
Total expenditures	<u>10,159,300</u>	<u>5,566,725</u>	<u>308,238</u>	<u>10,599</u>	<u>16,044,862</u>
Excess of revenues over (under) expenditures	<u>(2,155,653)</u>	<u>(17,635)</u>	<u>(308,202)</u>	<u>(7,385)</u>	<u>(2,488,875)</u>
Other financing sources					
Transfers in	<u>1,271,525</u>	<u>130,933</u>	<u>-</u>	<u>-</u>	<u>1,402,458</u>
Total other financing sources	<u>1,271,525</u>	<u>130,933</u>	<u>-</u>	<u>-</u>	<u>1,402,458</u>
Net change in fund balances	(884,128)	113,298	(308,202)	(7,385)	(1,086,417)
Fund balance, beginning of year	<u>2,605,422</u>	<u>4,197,508</u>	<u>(3,260,303)</u>	<u>288,194</u>	<u>3,830,821</u>
Fund balance, end of year	\$ <u>1,721,294</u>	<u>4,310,806</u>	<u>(3,568,505)</u>	<u>280,809</u>	<u>2,744,404</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Balance Sheet

Nonmajor Special Revenue Funds

June 30, 2009

	Public School Support	Other Grants	Athletic	Auxiliary Service	Education Management Information Systems	Entry Year
Assets:						
Equity in pooled cash and investments	\$ 178,249	19,137	45,214	222,678	4,696	355
Supplies inventory	-	-	-	-	-	-
Net receivables:						
Accounts	364	1,200	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Total assets	<u>178,613</u>	<u>20,337</u>	<u>45,214</u>	<u>222,678</u>	<u>4,696</u>	<u>355</u>
Liabilities:						
Accounts payable	356	3,908	355	96,686	-	350
Accrued wages and benefits	-	-	19,540	27,555	-	-
Intergovernmental payable	-	-	20,291	7,955	4,140	706
Deferred revenue	-	-	-	-	-	-
Interfund loans payable	-	-	-	-	-	16,440
Total liabilities	<u>356</u>	<u>3,908</u>	<u>40,186</u>	<u>132,196</u>	<u>4,140</u>	<u>17,496</u>
Fund Balances:						
Fund Balances						
Reserved for:						
Encumbrances	5,776	28	41,483	25,603	550	-
Inventory	-	-	-	-	-	-
Unreserved-undesignated	<u>172,481</u>	<u>16,401</u>	<u>(36,455)</u>	<u>64,879</u>	<u>6</u>	<u>(17,141)</u>
Total fund balances	<u>178,257</u>	<u>16,429</u>	<u>5,028</u>	<u>90,482</u>	<u>556</u>	<u>(17,141)</u>
Total liabilities and fund balances	\$ <u>178,613</u>	<u>20,337</u>	<u>45,214</u>	<u>222,678</u>	<u>4,696</u>	<u>355</u>

<u>Data Comm- ications</u>	<u>SchoolNet Professional Development</u>	<u>Ohio Reads</u>	<u>Vocational Education Enhancement</u>	<u>Alternative Schools</u>	<u>Misc. State Grants</u>	<u>Title VI-B</u>
9,360	220	6,395	463	82,322	24,634	34,848
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	17,677	22,500	342,864
<u>9,360</u>	<u>220</u>	<u>6,395</u>	<u>463</u>	<u>99,999</u>	<u>47,134</u>	<u>377,712</u>
-	-	-	-	-	-	-
-	-	-	-	-	1,890	67,452
-	-	-	-	-	1,164	33,375
-	-	-	-	-	22,500	147,127
-	-	-	-	-	25,563	180,666
-	-	-	-	-	51,117	428,620
-	-	-	-	7,699	-	34,847
-	-	-	-	-	-	-
<u>9,360</u>	<u>220</u>	<u>6,395</u>	<u>463</u>	<u>92,300</u>	<u>(3,983)</u>	<u>(85,755)</u>
<u>9,360</u>	<u>220</u>	<u>6,395</u>	<u>463</u>	<u>99,999</u>	<u>(3,983)</u>	<u>(50,908)</u>
<u>9,360</u>	<u>220</u>	<u>6,395</u>	<u>463</u>	<u>99,999</u>	<u>47,134</u>	<u>377,712</u>

(Continued)

PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Balance Sheet

Nonmajor Special Revenue Funds

June 30, 2009

(Continued)

	Vocational Education	Title III	Title I	Title V	Drug Free Schools	Preschool Grant
Assets:						
Equity in pooled cash and investments	\$ 11,953	11,146	12,431	5,092	8,435	300
Supplies inventory	-	-	-	-	-	-
Net receivables:						
Accounts	-	-	-	-	-	-
Intergovernmental	7,490	118,924	625,453	9,666	11,338	2,118
Total assets	<u>19,443</u>	<u>130,070</u>	<u>637,884</u>	<u>14,758</u>	<u>19,773</u>	<u>2,418</u>
Liabilities:						
Accounts payable	-	5,535	7,902	3,976	327	-
Accrued wages and benefits	-	-	135,922	-	434	2,902
Intergovernmental payable	-	-	19,276	-	58	386
Deferred revenue	-	118,824	543,752	289	10,754	418
Interfund loans payable	2,519	33,944	61,855	10,492	898	1,699
Total liabilities	<u>2,519</u>	<u>158,303</u>	<u>768,707</u>	<u>14,757</u>	<u>12,471</u>	<u>5,405</u>
Fund Balances:						
Fund Balances						
Reserved for:						
Encumbrances	7,286	4,659	4,531	1,116	314	-
Inventory	-	-	-	-	-	-
Unreserved-undesignated	9,638	(32,892)	(135,354)	(1,115)	6,988	(2,987)
Total fund balances	<u>16,924</u>	<u>(28,233)</u>	<u>(130,823)</u>	<u>1</u>	<u>7,302</u>	<u>(2,987)</u>
Total liabilities and fund balances	\$ <u>19,443</u>	<u>130,070</u>	<u>637,884</u>	<u>14,758</u>	<u>19,773</u>	<u>2,418</u>

<u>Reducing Class Size</u>	<u>Misc. Federal Grants</u>	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Early Childhood Programs</u>	<u>Public School Subsidy</u>	<u>TOTAL</u>
6,954	192,800	675,162	142,217	1,334,152	-	3,029,213
-	-	40,329	-	-	-	40,329
2,290	-	-	-	4,883	-	8,737
<u>77,800</u>	<u>14,165</u>	<u>181,770</u>	<u>-</u>	<u>-</u>	<u>48,534</u>	<u>1,480,299</u>
<u>87,044</u>	<u>206,965</u>	<u>897,261</u>	<u>142,217</u>	<u>1,339,035</u>	<u>48,534</u>	<u>4,558,578</u>
2,395	32,720	2,780	-	-	-	157,290
41,891	-	76,943	-	128,741	29,536	532,806
6,384	-	105,570	-	38,655	10,486	248,446
77,800	14,165	-	-	-	12,145	947,774
<u>14,249</u>	<u>198,604</u>	<u>400,000</u>	<u>-</u>	<u>-</u>	<u>4,039</u>	<u>950,968</u>
<u>142,719</u>	<u>245,489</u>	<u>585,293</u>	<u>-</u>	<u>167,396</u>	<u>56,206</u>	<u>2,837,284</u>
4,559	160,080	632,182	-	410	-	931,123
-	-	40,329	-	-	-	40,329
<u>(60,234)</u>	<u>(198,604)</u>	<u>(360,543)</u>	<u>142,217</u>	<u>1,171,229</u>	<u>(7,672)</u>	<u>749,842</u>
<u>(55,675)</u>	<u>(38,524)</u>	<u>311,968</u>	<u>142,217</u>	<u>1,171,639</u>	<u>(7,672)</u>	<u>1,721,294</u>
<u>87,044</u>	<u>206,965</u>	<u>897,261</u>	<u>142,217</u>	<u>1,339,035</u>	<u>48,534</u>	<u>4,558,578</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2009

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Total Nonmajor Capital Projects Funds</u>
Assets:			
Equity in pooled cash and investments	\$ <u>8,184</u>	<u>147,217</u>	<u>155,401</u>
Total assets	<u>8,184</u>	<u>147,217</u>	<u>155,401</u>
Liabilities:			
Accounts payable	-	23,906	23,906
Interfund loans payable	<u>-</u>	<u>3,700,000</u>	<u>3,700,000</u>
Total liabilities	<u>-</u>	<u>3,723,906</u>	<u>3,723,906</u>
Fund Balances:			
Fund Balances			
Reserved for:			
Encumbrances	-	35,074	35,074
Unreserved-undesignated	<u>8,184</u>	<u>(3,611,763)</u>	<u>(3,603,579)</u>
Total fund balances	<u>8,184</u>	<u>(3,576,689)</u>	<u>(3,568,505)</u>
Total liabilities and fund balances	\$ <u><u>8,184</u></u>	<u><u>147,217</u></u>	<u><u>155,401</u></u>

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PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

All Nonmajor Special Revenue Funds

Year Ended June 30, 2009

	Public School Support	Other Grants	Athletic	Auxiliary Service	Education Management Information Systems	Entry Year
Revenues:						
Earnings on investments	\$ -	-	-	7,453	-	-
Other local revenues	364	30,642	7,472	-	-	-
Charges for services	96,941	-	129,834	-	-	-
Intergovernmental	-	-	-	1,081,630	15,554	-
Total revenues	<u>97,305</u>	<u>30,642</u>	<u>137,306</u>	<u>1,089,083</u>	<u>15,554</u>	<u>-</u>
Expenditures:						
Current:						
Instruction:						
Regular	-	19,881	-	-	-	-
Special	-	-	-	-	-	-
Other	-	-	-	-	-	-
Support services:						
Pupil	-	-	-	-	-	-
Instructional staff	12,996	10,177	-	-	-	26,544
School administration	100,570	-	-	-	-	-
Fiscal	-	-	-	-	-	-
Pupil transportation	2,131	-	-	-	-	-
Central	2,860	-	-	-	87,577	950
Non-instructional services:						
Community services	276	1,200	-	1,282,193	-	-
Food services	-	-	-	-	-	-
Extracurricular activities	2,693	-	1,177,736	-	-	-
Total expenditures	<u>121,526</u>	<u>31,258</u>	<u>1,177,736</u>	<u>1,282,193</u>	<u>87,577</u>	<u>27,494</u>
Excess of revenues over (under) expenditures	(24,221)	(616)	(1,040,430)	(193,110)	(72,023)	(27,494)
Other financing sources						
Transfers in	-	-	1,041,450	-	80,240	3,500
Transfers out	-	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>1,041,450</u>	<u>-</u>	<u>80,240</u>	<u>3,500</u>
Net change in fund balances	(24,221)	(616)	1,020	(193,110)	8,217	(23,994)
Fund balance, beginning of year	202,478	17,045	4,008	283,592	(7,661)	6,853
Fund balance, end of year	\$ <u>178,257</u>	<u>16,429</u>	<u>5,028</u>	<u>90,482</u>	<u>556</u>	<u>(17,141)</u>

<u>Data Comm- unications</u>	<u>SchoolNet Professional Development</u>	<u>Ohio Reads</u>	<u>Vocational Education Enhancement</u>	<u>Alternative Schools</u>	<u>Poverty Based Assistance</u>	<u>Misc. State Grants</u>	<u>Title VI-B</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>30,000</u>	<u>2,970</u>	<u>-</u>	<u>-</u>	<u>58,055</u>	<u>-</u>	<u>16,134</u>	<u>1,218,918</u>
<u>30,000</u>	<u>2,970</u>	<u>-</u>	<u>-</u>	<u>58,055</u>	<u>-</u>	<u>16,134</u>	<u>1,218,918</u>
-	3,154	8,660	3,955	-	-	-	-
-	-	-	-	2,393	-	-	-
-	-	-	-	-	61,628	-	-
-	-	-	6,716	56,055	-	100,267	639,888
20,640	3,540	3,341	-	-	-	-	505,722
-	-	-	-	-	-	-	79,443
-	-	-	-	-	-	-	22,052
-	-	-	-	-	-	-	-
-	-	-	-	3,171	-	-	420
-	-	-	-	2,369	-	-	62,243
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>20,640</u>	<u>6,694</u>	<u>12,001</u>	<u>10,671</u>	<u>63,988</u>	<u>61,628</u>	<u>100,267</u>	<u>1,309,768</u>
9,360	(3,724)	(12,001)	(10,671)	(5,933)	(61,628)	(84,133)	(90,850)
-	-	-	-	108,030	-	507	14,088
-	-	-	-	-	-	-	-
-	-	-	-	<u>108,030</u>	<u>-</u>	<u>507</u>	<u>14,088</u>
9,360	(3,724)	(12,001)	(10,671)	102,097	(61,628)	(83,626)	(76,762)
-	3,944	18,396	11,134	(2,098)	61,628	79,643	25,854
<u>9,360</u>	<u>220</u>	<u>6,395</u>	<u>463</u>	<u>99,999</u>	<u>-</u>	<u>(3,983)</u>	<u>(50,908)</u>

(Continued)

PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

All Nonmajor Special Revenue Funds

Year Ended June 30, 2009

(Continued)

	Vocational Education	Title III	Title I	Title V	Drug Free Schools	Preschool Grant
Revenues:						
Earnings on investments	\$ -	-	-	-	-	-
Other local revenues	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Intergovernmental	<u>14,979</u>	<u>39,401</u>	<u>1,191,596</u>	<u>16,449</u>	<u>37,378</u>	<u>19,578</u>
Total revenues	<u>14,979</u>	<u>39,401</u>	<u>1,191,596</u>	<u>16,449</u>	<u>37,378</u>	<u>19,578</u>
Expenditures:						
Current:						
Instruction:						
Regular	-	32,978	63,263	-	-	-
Special	-	1,032	903,573	-	-	-
Other	-	-	74,281	-	-	-
Support services:						
Pupil	26,667	5,659	-	-	22,475	33,614
Instructional staff	880	28,868	179,723	14,356	8,408	-
School administration	-	-	846	-	-	-
Fiscal	-	849	19,661	255	1,022	424
Pupil transportation	-	-	-	-	-	-
Central	-	-	-	-	2,390	-
Non-instructional services:						
Community services	-	-	7,153	2,250	1,089	-
Food services	-	-	-	-	-	-
Extracurricular activities	-	-	-	-	-	-
Total expenditures	<u>27,547</u>	<u>69,386</u>	<u>1,248,500</u>	<u>16,861</u>	<u>35,384</u>	<u>34,038</u>
Excess of revenues over (under) expenditures	(12,568)	(29,985)	(56,904)	(412)	1,994	(14,460)
Other financing sources						
Transfers in	-	60	11,876	-	-	5,124
Transfers out	-	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>60</u>	<u>11,876</u>	<u>-</u>	<u>-</u>	<u>5,124</u>
Net change in fund balances	(12,568)	(29,925)	(45,028)	(412)	1,994	(9,336)
Fund balance, beginning of year	<u>29,492</u>	<u>1,692</u>	<u>(85,795)</u>	<u>413</u>	<u>5,308</u>	<u>6,349</u>
Fund balance, end of year	\$ <u>16,924</u>	<u>(28,233)</u>	<u>(130,823)</u>	<u>1</u>	<u>7,302</u>	<u>(2,987)</u>

<u>Reducing Class Size</u>	<u>Misc. Federal Grants</u>	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Early Childhood Programs</u>	<u>Public School Subsidy</u>	<u>TOTAL</u>
-	-	-	-	-	-	7,453
-	-	-	-	-	-	38,478
-	-	822,040	12,063	700,415	-	1,761,293
<u>359,100</u>	<u>91,216</u>	<u>1,689,250</u>	<u>-</u>	<u>-</u>	<u>314,215</u>	<u>6,196,423</u>
<u>359,100</u>	<u>91,216</u>	<u>2,511,290</u>	<u>12,063</u>	<u>700,415</u>	<u>314,215</u>	<u>8,003,647</u>
-	-	-	15,192	-	235,768	382,851
-	-	-	-	-	-	906,998
-	-	-	-	-	-	135,909
158,403	-	-	-	-	-	1,049,744
185,089	18,951	-	-	-	38,800	1,058,035
-	-	-	-	-	44,220	225,079
12,010	-	-	-	-	-	56,273
-	-	-	-	-	-	2,131
-	1,419	-	-	-	-	98,787
42,610	204,911	-	-	1,202,629	1,805	2,810,728
-	-	2,252,336	-	-	-	2,252,336
-	-	-	-	-	-	1,180,429
<u>398,112</u>	<u>225,281</u>	<u>2,252,336</u>	<u>15,192</u>	<u>1,202,629</u>	<u>320,593</u>	<u>10,159,300</u>
(39,012)	(134,065)	258,954	(3,129)	(502,214)	(6,378)	(2,155,653)
-	-	-	-	-	6,650	1,271,525
-	-	-	-	-	-	-
-	-	-	-	-	6,650	1,271,525
(39,012)	(134,065)	258,954	(3,129)	(502,214)	272	(884,128)
<u>(16,663)</u>	<u>95,541</u>	<u>53,014</u>	<u>145,346</u>	<u>1,673,853</u>	<u>(7,944)</u>	<u>2,605,422</u>
<u>(55,675)</u>	<u>(38,524)</u>	<u>311,968</u>	<u>142,217</u>	<u>1,171,639</u>	<u>(7,672)</u>	<u>1,721,294</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

All Nonmajor Capital Projects Funds

Year Ended June 30, 2009

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Total Nonmajor Capital Projects Funds</u>
Revenues:			
Earnings on investments	\$ <u>36</u>	<u>-</u>	<u>36</u>
Total revenues	<u>36</u>	<u>-</u>	<u>36</u>
Expenditures:			
Current:			
Support services:			
Operations and maintenance	67,000	-	67,000
Capital outlay	<u>-</u>	<u>241,238</u>	<u>241,238</u>
Total expenditures	<u>67,000</u>	<u>241,238</u>	<u>308,238</u>
Net change in fund balances	(66,964)	(241,238)	(308,202)
Fund balance, beginning of year	<u>75,148</u>	<u>(3,335,451)</u>	<u>(3,260,303)</u>
Fund balance, end of year	\$ <u>8,184</u>	<u>(3,576,689)</u>	<u>(3,568,505)</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Changes in Assets and Liabilities

Agency Fund

Year Ended June 30, 2009

	<u>Student Activities Fund</u>			
	<u>Beginning</u>		<u>Deletions</u>	<u>Ending</u>
	<u>Balance</u>	<u>Additions</u>		<u>Balance</u>
Assets:				
Equity in pooled cash and investments	\$ 116,184	178,431	183,695	110,920
Receivables:				
Accounts	<u>297</u>	<u>-</u>	<u>297</u>	<u>-</u>
Total assets	<u>116,481</u>	<u>178,431</u>	<u>183,695</u>	<u>110,920</u>
Liabilities:				
Due to student groups	113,258	177,976	180,472	110,465
Accounts payable	<u>3,223</u>	<u>455</u>	<u>3,223</u>	<u>455</u>
Total liabilities	\$ <u>116,481</u>	<u>178,431</u>	<u>183,695</u>	<u>110,920</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Public School Support Special Revenue Fund
 Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Total revenues	\$ 101,669	101,669	-
Expenditures:			
Current:			
Support Services:			
Instructional staff	13,057	13,057	-
Administration	110,048	110,048	-
Pupil transportation	2,535	2,535	-
Central	2,860	2,860	-
Operation of Non-Instructional Services			
Community services	276	276	-
Extracurricular activities	2,693	2,693	-
Total expenditures	131,469	131,469	-
Excess revenues over (under) expenditures	(29,800)	(29,800)	-
Other financing sources (uses):			
Operating transfer - in	443	443	-
Operating transfer - out	(443)	(443)	-
Total Other financing source (uses)	-	-	-
Net change in fund balance	(29,800)	(29,800)	-
Fund balance, beginning of year	192,185	192,185	
Prior year encumbrances appropriated	9,825	9,825	
Fund balance, end of year	\$ 172,210	172,210	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Other Grants Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Total revenues	\$ 33,179	33,179	-
Expenditures:			
Current:			
Instruction:			
Regular	18,407	18,407	-
Support Services:			
Pupils	148	148	-
Instructional Staff	10,177	10,177	-
Operation of non-instructional services:			
Community services	1,200	1,200	-
Total expenditures	29,932	29,932	-
Excess revenues over expenditures	3,247	3,247	-
Other financing sources (uses):			
Refund of prior years receipts	(3,738)	(3,738)	-
Net change in fund balance	(491)	(491)	-
Fund balance, beginning of year	17,032	17,032	
Prior year encumbrances appropriated	162	162	
Fund balance, end of year	\$ 16,703	16,703	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Athletic Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Total revenues	\$ 137,491	137,491	-
Expenditures:			
Extracurricular activities	1,209,793	1,209,793	-
Total expenditures	1,209,793	1,209,793	-
Excess revenues over (under) expenditures	(1,072,302)	(1,072,302)	-
Other financing sources:			
Operating transfer - in	1,041,450	1,041,450	-
Net change in fund balance	(30,852)	(30,852)	-
Fund balance, beginning of year	17,101	17,101	
Prior year encumbrances appropriated	17,422	17,422	
Fund balance, end of year	\$ 3,671	3,671	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Auxiliary Service Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Interest	\$ 7,453	7,453	-
Intergovernmental	1,081,630	1,081,630	-
Total revenues	<u>1,089,083</u>	<u>1,089,083</u>	-
Expenditures:			
Community services	1,315,088	1,315,088	-
Total expenditures	<u>1,315,088</u>	<u>1,315,088</u>	-
Excess revenues over (under) expenditures	(226,005)	(226,005)	-
Other financing sources (uses):			
Advance - out	<u>(1,710)</u>	<u>(1,710)</u>	-
Net change in fund balance	(227,715)	(227,715)	-
Fund balance, beginning of year	303,517	303,517	
Prior year encumbrances appropriated	24,741	24,741	
Fund balance, end of year	<u>\$ 100,543</u>	<u>100,543</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO
Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Management Information Systems Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 15,554	15,554	-
Expenditures:			
Current:			
Support services:			
Central	92,045	92,045	-
Total expenditures	92,045	92,045	-
Excess revenues over (under) expenditures	(76,491)	(76,491)	-
Other financing sources:			
Transfer - in	80,240	80,240	-
Net change in fund balance	3,749	3,749	-
Fund balance, beginning of year	1	1	
Prior year encumbrances appropriated	396	396	
Fund balance, end of year	\$ 4,146	4,146	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and

Changes in Fund Balance

Budget and Actual (Non-GAAP Budgetary Basis)

Entry Year Teaching Program Special Revenue Fund

Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Expenditures:			
Current:			
Support services:			
Instructional staff	\$ 25,841	25,841	-
Central	951	951	-
Total expenditures	<u>26,792</u>	<u>26,792</u>	<u>-</u>
Excess revenues over (under) expenditures	(26,792)	(26,792)	
Other financing sources (uses):			
Transfer - in	7,339	7,339	-
Advance - in	16,440	16,440	-
Transfer - out	<u>(3,840)</u>	<u>(3,840)</u>	<u>-</u>
Total other financing sources (uses)	19,939	19,939	
Net change in fund balance	(6,853)	(6,853)	-
Fund balance, beginning of year	<u>6,853</u>	<u>6,853</u>	
Fund balance, end of year	<u><u>\$ -</u></u>	<u><u>-</u></u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Data Communications Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 30,000	30,000	-
Expenditures:			
Current:			
Support services:			
Instructional staff	20,640	20,640	-
Total expenditures	20,640	20,640	-
Net change in fund balance	9,360	9,360	-
Fund balance, beginning of year	-	-	
Fund balance, end of year	\$ 9,360	9,360	

PRINCETON CITY SCHOOL DISTRICT, OHIO
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 School Net Professional Development Special Revenue Fund
 Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 2,970	2,970	-
Expenditures:			
Current:			
Instruction:			
Regular	3,154	3,154	-
Support services:			
Instructional staff	3,540	3,540	-
Total expenditures	<u>6,694</u>	<u>6,694</u>	<u>-</u>
Net change in fund balance	(3,724)	(3,724)	-
Fund balance, beginning of year	3,944	3,944	
Fund balance, end of year	<u>\$ 220</u>	<u>220</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Ohio Reads Special Revenue Fund
Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Final Budget</u>
Expenditures:			
Current:			
Instruction:			
Regular	\$ 8,659	8,659	-
Support services:			
Instructional staff	3,342	3,342	-
Total expenditures	<u>12,001</u>	<u>12,001</u>	<u>-</u>
Net change in fund balance	(12,001)	(12,001)	-
Fund balance, beginning of year	14,946	14,946	
Prior year encumbrances appropriated	3,450	3,450	
Fund balance, end of year	<u>\$ 6,395</u>	<u>6,395</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO
Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Vocational Education Enhancement Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 1,248	1,248	-
Expenditures:			
Current:			
Instruction:			
Regular	3,955	3,955	-
Support services:			
Puils	6,715	6,715	-
Total expenditures	<u>10,670</u>	<u>10,670</u>	<u>-</u>
Excess revenues over (under) expenditures	(9,422)	(9,422)	-
Other financing sources (uses):			
Transfer - in	1,090	1,090	-
Transfer - out	<u>(1,090)</u>	<u>(1,090)</u>	<u>-</u>
	-	-	-
Net change in fund balance	(9,422)	(9,422)	-
Fund balance, beginning of year	9,836	9,836	
Prior year encumbrances appropriated	49	49	
Fund balance, end of year	<u>\$ 463</u>	<u>463</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Alternative Schools Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 40,378	40,378	-
Expenditures:			
Current:			
Instruction:			
Special	2,393	2,393	-
Support services:			
Pupils	62,631	62,631	-
Central	3,118	3,118	-
Operation on non-instructional services			
Community services	2,369	2,369	-
Total expenditures	70,511	70,511	-
Excess revenues over (under) expenditures	(30,133)	(30,133)	-
Other financing sources (uses):			
Transfer - in	108,030	108,030	-
Advances - out	(76,647)	(76,647)	-
Refund of prior years receipts	(53)	(53)	-
Total other financing sources (uses)	31,330	31,330	-
Net change in fund balance	1,197	1,197	-
Fund balance, beginning of year	66,458	66,458	
Prior year encumbrances appropriated	6,969	6,969	
Fund balance, end of year	\$ 74,624	74,624	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Miscellaneous State Grants Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 16,134	16,134	-
Expenditures:			
Current:			
Support services:			
Pupils	28,063	28,063	-
Total expenditures	28,063	28,063	-
Excess revenues over (under) expenditures	(11,929)	(11,929)	-
Other financing sources (uses):			
Transfer - in	507	507	-
Advance - in	25,563	25,563	-
Advance - out	(18,122)	(18,122)	-
Refund of prior years receipts	(69,150)	(69,150)	-
Total other financing source (uses)	(61,202)	(61,202)	-
Net change in fund balance	(73,131)	(73,131)	-
Fund balance, beginning of year	97,765	97,765	
Fund balance, end of year	\$ 24,634	24,634	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Title VI-B Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 1,047,999	1,047,999	-
Expenditures:			
Current:			
Instruction:			
Special	26,343	26,343	-
Support services:			
Pupil	638,086	638,086	-
Instructional staff	454,162	454,162	-
School administration	76,873	76,873	-
Fiscal	19,697	19,697	-
Central	550	550	-
Operation of non-instructional services:			
Community services	60,676	60,676	-
Total expenditures	<u>1,276,387</u>	<u>1,276,387</u>	-
Excess of revenues over (under) expenditures	(228,388)	(228,388)	-
Other financing sources (uses):			
Transfers - in	14,088	14,088	-
Advances - in	180,666	180,666	-
Advances - out	(159,429)	(159,429)	-
Refund of prior years receipts	(117,738)	(117,738)	-
Total other financing sources (uses)	<u>(82,413)</u>	<u>(82,413)</u>	-
Net change in fund balance	(310,801)	(310,801)	-
Fund balance, beginning of year	278,869	278,869	
Prior year encumbrances appropriated	31,932	31,932	
Fund balance, end of year	<u>\$ -</u>	<u>-</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Vocational Education Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 9,986	9,986	-
Expenditures:			
Current:			
Support services:			
Pupil	30,235	30,235	-
Instructional staff	4,815	4,815	-
Total expenditures	35,050	35,050	-
Excess of revenues over (under) expenditures	(25,064)	(25,064)	-
Other financing sources:			
Advances - in	2,519	2,519	-
Total other financing sources (uses)	2,519	2,519	-
Net change in fund balance	(22,545)	(22,545)	-
Fund balance, beginning of year	26,734	26,734	
Prior year encumbrances appropriated	478	478	
Fund balance, end of year	\$ 4,667	4,667	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Title III Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 44,446	44,446	-
Expenditures:			
Current:			
Instruction:			
Regular	38,427	38,427	-
Special	1,032	1,032	-
Support services:			
Pupil	7,374	7,374	-
Instructional staff	28,913	28,913	-
Fiscal	849	849	-
Total expenditures	<u>76,595</u>	<u>76,595</u>	-
Excess of revenues over (under) expenditures	(32,149)	(32,149)	-
Other financing sources (uses):			
Transfer - in	60	60	-
Advances - in	33,944	33,944	-
Advances - out	(11,020)	(11,020)	-
Refund of prior years receipts	(1,734)	(1,734)	-
Total other financing sources (uses)	<u>21,250</u>	<u>21,250</u>	-
Net change in fund balance	(10,899)	(10,899)	-
Fund balance, beginning of year	1,595	1,595	
Prior year encumbrances appropriated	10,255	10,255	
Fund balance, end of year	<u>\$ 951</u>	<u>951</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title I Special Revenue Fund
 Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 1,300,675	1,300,675	-
Expenditures:			
Current:			
Instruction:			
Regular	58,614	58,614	-
Special	916,525	916,525	-
Other	63,431	63,431	-
Support services:			
Instructional staff	175,907	175,907	-
Administrative	846	846	-
Fiscal	19,661	19,661	-
Operation on non-instructional services;			
Community services	8,020	8,020	-
Total expenditures	<u>1,243,004</u>	<u>1,243,004</u>	<u>-</u>
Excess of revenues over expenditures	57,671	57,671	
Other financing sources (uses):			
Transfers - in	11,875	11,875	-
Advances - in	61,855	61,855	-
Advances - out	<u>(133,562)</u>	<u>(133,562)</u>	<u>-</u>
Total other financing sources (uses)	<u>(59,832)</u>	<u>(59,832)</u>	<u>-</u>
Net change in fund balance	(2,161)	(2,161)	
Fund balance, beginning of year	504	504	
Prior year encumbrances appropriated	1,657	1,657	
Fund balance, end of year	<u>\$ -</u>	<u>-</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Title V Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 7,990	7,990	-
Expenditures:			
Current:			
Support services:			
Instructional staff	14,380	14,380	-
Fiscal	255	255	-
Operation of non-instructional services:			
Community services	4,210	4,210	-
Total expenditures	<u>18,845</u>	<u>18,845</u>	-
Excess of revenues over (under) expenditures	(10,855)	(10,855)	-
Other financing sources (uses):			
Advances - in	10,492	10,492	-
Advances - out	<u>(1,396)</u>	<u>(1,396)</u>	-
Total other financing sources (uses)	9,096	9,096	-
Net change in fund balance	(1,759)	(1,759)	-
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	1,759	1,759	
Fund balance, end of year	<u>\$ -</u>	<u>-</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Drug Free School Grant Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 48,154	48,154	-
Expenditures:			
Current:			
Support services:			
Pupil	18,200	18,200	-
Instructional staff	6,284	6,284	-
Fiscal	1,021	1,021	-
Central	2,690	2,690	-
Operation of non-instructional services:			
Community services	1,700	1,700	-
Total expenditures	29,895	29,895	-
Excess of revenues over expenditures	18,259	18,259	-
Other financing sources (uses):			
Advance - in	897	897	-
Advance - out	(16,914)	(16,914)	-
Refund of prior years receipts	(8,166)	(8,166)	-
Total other financing sources (uses)	(24,183)	(24,183)	-
Net change in fund balance	(5,924)	(5,924)	-
Fund balance, beginning of year	7,991	7,991	
Prior year encumbrances appropriated	5,729	5,729	
Fund balance, end of year	\$ 7,796	7,796	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Preschool Development Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 19,913	19,913	-
Expenditures:			
Current:			
Support services:			
Pupils	23,159	23,159	-
Fiscal	424	424	-
Total expenditures	23,583	23,583	-
Excess of revenues over (under) expenditures	(3,670)	(3,670)	-
Other financing sources (uses):			
Transfer - in	5,124	5,124	-
Advance - in	1,700	1,700	-
Advance - out	(2,808)	(2,808)	-
Refund of prior years receipts	(11,583)	(11,583)	-
Total other financing sources (uses)	(7,567)	(7,567)	-
Net change in fund balance	(11,237)	(11,237)	-
Fund balance, beginning of year	11,537	11,537	
Fund balance, end of year	\$ 300	300	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Reducing Class Size Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 474,982	474,982	-
Expenditures:			
Current:			
Support services:			
Pupil	135,218	135,218	-
Instructional staff	196,706	196,706	-
Fiscal	12,010	12,010	-
Operation of non-instructional services:			
Community services	49,202	49,202	-
Total expenditures	393,136	393,136	-
Excess revenues over expenditures	81,846	81,846	-
Other financing sources (uses):			
Advance - in	14,249	14,249	-
Advance - out	(113,508)	(113,508)	-
Total other financing sources (uses)	(99,259)	(99,259)	-
Net change in fund balance	(17,413)	(17,413)	-
Fund balance, beginning of year	3,841	3,841	
Prior year encumbrances appropriated	13,572	13,572	
Fund balance, end of year	\$ -	-	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Miscellaneous Federal Grants Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 95,402	95,402	-
Expenditures:			
Current:			
Support services:			
Instructional staff	40,089	40,089	-
Central	1,419	1,419	-
Operation of non-instructional services:			
Community services	248,313	248,313	-
Total expenditures	289,821	289,821	-
Excess of revenues over (under) expenditures	(194,419)	(194,419)	-
Other financing sources (uses):			
Transfer - in	3,441	3,441	-
Advance - in	198,604	198,604	-
Transfer - out	(3,441)	(3,441)	-
Advance - out	(875)	(875)	-
Refund of prior years receipts	(95,859)	(95,859)	-
Total other financing sources (uses)	101,870	101,870	-
Net change in fund balance	(92,549)	(92,549)	-
Fund balance, beginning of year	91,920	91,920	
Prior year encumbrances appropriated	629	629	
Fund balance, end of year	\$ -	-	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Food Service Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Charges for services	\$ 827,216	827,216	-
Intergovernmental	1,426,864	1,426,864	-
Total revenues	<u>2,254,080</u>	<u>2,254,080</u>	-
Expenditures:			
Current:			
Food services	2,758,324	2,758,324	-
Total expenditures	<u>2,758,324</u>	<u>2,758,324</u>	-
Excess of revenues over (under) expenditures	(504,244)	(504,244)	-
Other financing sources (uses):			
Advances in	1,000,000	1,000,000	-
Advances out	(600,000)	(600,000)	-
Total other financing sources (uses)	<u>400,000</u>	<u>400,000</u>	-
Net change in fund balance	(104,244)	(104,244)	
Fund balance, beginning of year	75,599	75,599	
Prior year encumbrances appropriated	69,672	69,672	
Fund balance, end of year	<u>\$ 41,027</u>	<u>41,027</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Uniform School Supplies Special Revenue Fund
Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Charges for services	\$ 12,115	12,115	-
Expenditures:			
Current:			
Supplies and materials	17,325	17,325	-
Total expenditures	17,325	17,325	-
Excess of revenues over (under) expenditures	(5,210)	(5,210)	-
Other financing sources:			
Transfers - in	2,132	2,132	-
Total other financing sources	2,132	2,132	-
Net change in fund balance	(3,078)	(3,078)	
Fund balance, beginning of year	142,294	142,294	
Prior year encumbrances appropriated	3,001	3,001	
Fund balance, end of year	\$ 142,217	142,217	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Early Childhood Programs Special Revenue Fund
 Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Tuition and fees	\$ 701,231	701,231	-
Expenditures:			
Current:			
Early childhood programs	1,114,859	1,114,859	-
Total expenditures	1,114,859	1,114,859	-
Excess of revenues over (under) expenditures	(413,628)	(413,628)	-
Other financing sources:			
Refund of prior year expenditures	170	170	-
Total other financing sources	170	170	-
Net change in fund balance	(413,458)	(413,458)	
Fund balance, beginning of year	1,741,436	1,741,436	
Prior year encumbrances appropriated	5,764	5,764	
Fund balance, end of year	\$ 1,333,742	1,333,742	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Public School Subsidy Special Revenue Fund
 Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Total revenues	\$ 296,340	296,340	-
Expenditures:			
Current:			
Instruction:			
Regular	222,652	222,652	-
Support services:			
Instructional staff	37,171	37,171	-
Administration	43,560	43,560	-
Operation of non-instructional services:			
Community services	1,805	1,805	-
Total expenditures	305,188	305,188	-
Excess of revenues over (under) expenditures	(8,848)	(8,848)	-
Other financing sources (uses):			
Transfer in	6,650	6,650	-
Advances in	4,039	4,039	-
Advances out	(25,036)	(25,036)	-
Total other financing sources (uses)	(14,347)	(14,347)	-
Net change in fund balance	(23,195)	(23,195)	
Fund balance, beginning of year	17,164	17,164	
Prior year encumbrances appropriated	6,031	6,031	
Fund balance, end of year	\$ -	-	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Debt Service Fund
 Year Ended June 30, 2009

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Property taxes	\$ 4,737,703	4,737,703	-
Intergovernmental	627,324	627,324	-
Total revenues	<u>5,365,027</u>	<u>5,365,027</u>	-
Expenditures:			
Current:			
Support Services:			
Fiscal	76,934	76,934	-
Debt Service:			
Principal retirement	1,821,000	1,821,000	-
Interest and fiscal charges	3,668,790	3,668,790	-
Total expenditures	<u>5,566,724</u>	<u>5,566,724</u>	-
Excess revenues over (under) expenditures	(201,697)	(201,697)	-
Other financing sources (uses):			
Operating transfer - in	130,933	130,933	-
Advances - out	(2,400)	(2,400)	-
Total Other financing source (uses)	<u>128,533</u>	<u>128,533</u>	-
Net change in fund balance	(73,164)	(73,164)	-
Fund balance, beginning of year	2,677,297	2,677,297	
Prior year encumbrances appropriated	-	-	
Fund balance, end of year	<u>\$ 2,604,133</u>	<u>2,604,133</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Permanent Improvement Fund
Year Ended June 30, 2009

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget</u>
Revenues:			
Interest	\$ 40	40	-
Total revenues	<u>40</u>	<u>40</u>	<u>-</u>
 Excess revenues over expenditures	 40	 40	 -
 Other financing sources (uses):			
Refund of prior years receipts	<u>(67,000)</u>	<u>(67,000)</u>	-
Total Other financing source (uses)	<u>(67,000)</u>	<u>(67,000)</u>	-
 Net change in fund balance	 (66,960)	 (66,960)	 -
 Fund balance, beginning of year	 8,157	 8,157	
Prior year encumbrances appropriated	<u>66,987</u>	<u>66,987</u>	
Fund balance, end of year	<u>\$ 8,184</u>	<u>8,184</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Building Fund
Year Ended June 30, 2009

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget</u>
Expenditures:			
Capital outlay	627,270	627,270	-
Total expenditures	<u>627,270</u>	<u>627,270</u>	-
Excess revenues over (under) expenditures	(627,270)	(627,270)	-
Other financing sources (uses):			
Advances - out	(1,000,000)	(1,000,000)	-
Total Other financing source (uses)	<u>(1,000,000)</u>	<u>(1,000,000)</u>	-
Net change in fund balance	(1,627,270)	(1,627,270)	-
Fund balance, beginning of year	522,250	522,250	
Prior year encumbrances appropriated	<u>1,217,163</u>	<u>1,217,163</u>	
Fund balance, end of year	<u>\$ 112,143</u>	<u>112,143</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Permanent Improvement Fund
Year Ended June 30, 2009

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget</u>
Revenues:			
Interest	\$ 3,606	3,606	-
Total revenues	<u>3,606</u>	<u>3,606</u>	<u>-</u>
Expenditures:			
Current:			
Operation of non-instructional services	<u>10,599</u>	<u>10,599</u>	<u>-</u>
Total expenditures	10,599	10,599	-
Net change in fund balance	(6,993)	(6,993)	-
Fund balance, beginning of year	287,802	287,802	
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	
Fund balance, end of year	<u>\$ 280,809</u>	<u>280,809</u>	

STATISTICAL SECTION

Core Values and Beliefs

The Princeton City School District values. . .

Learning and Thinking Centered Communities
Individual Accountability and Collective Responsibility
Fairness and Equity
Ethics and Integrity
Diversity
Mutual Care and Respect of Others
Opportunities for All

We believe. . .

Relationships:

in the dignity and worth of each child. The relationship built on mutual trust and respect between the teacher and student is the foundation for all learning.

Safety/Security:

a safe, secure, and orderly environment is essential to learning and achieving.

Achievement:

all of our students will learn and achieve.

Thinking:

in actively engaging all learners by developing skills in critical thinking, creativity, and problem solving.

Diversity:

our diversity empowers our students to thrive locally and globally - today and tomorrow.

Equity:

in providing learning opportunities with equitable resources and services.

Integrity:

in developing personal integrity and the commitment to serve our community.

Accountability and responsibility (Efficacy):

student achievement and success are the collective responsibility of our administrators, staff, parents and students.

Statistical Section

This part of School 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 School District's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	96-102
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source(s), the property tax.	103-106
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	107-109
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	110-115
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it	116-118

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The School District implemented GASB Statement 34 in fiscal year 2003; schedules presenting government-wide information include information beginning in that fiscal year.

Princeton City School District, Ohio

Net Assets by Component

Last Seven Fiscal Years (1)

(accrual basis of accounting)

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Governmental Activities							
Invested in Capital Assets, Net of Related Debt	\$ 6,625,976	\$ 4,510,135	\$ 6,505,305	\$ 11,365,292	\$ 12,177,021	\$ 18,917,661	\$ 16,185,254
Restricted	1,181,331	3,927,410	5,722,643	8,181,478	9,790,620	8,748,433	6,347,424
Unrestricted	30,869,065	28,453,533	34,758,011	35,398,152	42,188,268	33,560,467	32,529,521
Total Net Assets	<u>\$ 38,676,372</u>	<u>\$ 36,891,078</u>	<u>\$ 46,985,959</u>	<u>\$ 54,944,922</u>	<u>\$ 64,155,909</u>	<u>\$ 61,226,561</u>	<u>\$ 55,062,199</u>

Source: District Records

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

Princeton City School District, Ohio

Expenses, Program Revenues and Net (Expense)/Revenue

Last Seven Fiscal Years (1)

(accrual basis of accounting)

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Expenses							
Governmental Activities:							
Instruction	\$ 37,739,356	\$ 40,341,818	\$ 36,756,354	\$ 40,212,240	\$ 39,868,642	\$ 41,092,546	\$ 43,259,277
Pupil	4,855,476	5,235,034	5,255,056	4,742,701	4,853,378	4,362,878	4,973,405
Instructional Staff	5,438,025	5,115,420	5,167,170	5,991,323	6,104,382	5,860,843	6,930,120
General Administration	346,989	390,937	392,114	382,312	356,891	271,234	288,917
School Administration	5,013,395	5,409,443	5,131,871	5,961,291	6,148,062	6,515,014	8,292,485
Fiscal	1,702,433	1,946,483	1,739,623	2,266,379	2,582,803	2,945,291	2,455,576
Business	488,820	514,215	458,015	551,136	739,910	554,545	526,099
Operation and Maintenance	8,604,249	7,539,647	7,556,075	7,698,335	7,940,072	7,864,438	7,931,346
Pupil Transportation	3,782,287	4,035,873	4,831,948	3,795,527	4,996,401	5,159,594	4,839,807
Central	1,316,573	1,957,176	1,856,891	1,551,154	1,751,752	1,711,621	1,552,170
Operation of Non-Instructional Services	6,173,744	6,221,950	6,375,627	6,575,065	5,908,064	4,063,597	5,341,611
Extracurricular Activities	-	-	-	-	-	1,461,925	1,697,938
Interest and Fiscal Charges	138,719	3,499,610	4,070,873	4,021,596	3,412,151	3,727,692	3,557,493
Total Government Expenses	<u>75,600,066</u>	<u>82,207,606</u>	<u>79,591,617</u>	<u>83,749,059</u>	<u>84,662,508</u>	<u>85,591,218</u>	<u>91,646,244</u>
Program Revenues							
Governmental Activities:							
Charges for Services							
Instruction	1,346,780	1,775,113	1,663,279	1,740,329	716,783	554,079	1,632,505
Pupil	-	-	-	-	-	878	-
School Administration	-	-	-	-	-	8,618	-
Operation and Maintenance	-	-	-	-	-	33,063	-
Pupil Transportation	-	-	-	-	-	20,862	-
Central	-	-	-	-	-	113	-
Operation of Non-Instructional Services	1,113,085	1,083,576	1,070,691	1,374,455	1,525,353	2,263,580	700,415
Extracurricular Activities	135,875	108,621	136,202	128,062	132,597	132,535	141,034
Food Service	1,122,096	1,052,424	960,987	998,984	994,316	-	822,040
Operating Grants and Contributions	4,979,714	6,369,149	6,079,032	5,669,450	5,798,481	6,008,920	7,246,048
Capital Grants and Contributions	102,848	-	51,345	1,634	45,197	26,979	50,165
Total Government Revenues	<u>8,800,398</u>	<u>10,388,883</u>	<u>9,961,536</u>	<u>9,912,914</u>	<u>9,212,727</u>	<u>9,049,627</u>	<u>10,592,207</u>
Net (Expense)/Revenue	<u>\$ (66,799,668)</u>	<u>\$ (71,818,723)</u>	<u>\$ (69,630,081)</u>	<u>\$ (73,836,145)</u>	<u>\$ (75,449,781)</u>	<u>\$ (76,541,591)</u>	<u>\$ (81,054,037)</u>

Source: District Records

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

Princeton City School District, Ohio
General Revenues and Total Change in Net Assets
Last Seven Fiscal Years (1)
(accrual basis of accounting)

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Net (Expense)/Revenue	\$ (66,799,668)	\$ (71,818,723)	\$ (69,630,081)	\$ (73,836,145)	\$ (75,449,781)	\$ (76,541,591)	\$ (81,054,037)
General Revenues and Other Changes in Net Assets							
Governmental Activities:							
Taxes							
Property Taxes Levied for General and Debt Service Purposes	56,692,006	57,156,993	65,629,652	65,600,762	66,930,812	50,230,088	51,717,675
Grants and Entitlements Not Restricted to Specific Programs	9,283,088	10,257,768	10,233,936	10,566,991	14,367,565	18,864,593	23,242,456
Unrestricted Payment in Lieu of Taxes	-	-	-	-	-	556,594	-
Unrestricted Contributions	-	-	-	-	-	16,050	-
Investment Earnings	729,971	1,275,157	2,209,135	3,321,120	2,846,626	1,996,557	1,021,262
Gain on Sale of Capital Assets	39,830	10,240	-	7,667	-	-	-
Other Revenues	430,894	1,218,775	1,333,139	1,478,996	1,202,956	522,171	1,399,776
Total Governmental Activities	<u>67,175,789</u>	<u>69,918,933</u>	<u>79,405,862</u>	<u>80,975,536</u>	<u>85,347,959</u>	<u>72,186,053</u>	<u>77,381,169</u>
Change in Net Assets	<u>\$ 376,121</u>	<u>\$ (1,899,790)</u>	<u>\$ 9,775,781</u>	<u>\$ 7,139,391</u>	<u>\$ 9,898,178</u>	<u>\$ (4,355,538)</u>	<u>\$ (3,672,868)</u>

Source: District Records

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

Princeton City School District, Ohio
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Fund										
Reserved	\$ 14,780,664	\$ 16,218,683	\$ 18,575,155	\$ 16,308,334	\$ 14,228,324	\$ 18,062,506	\$ 20,329,900	\$ 22,608,842	\$ 15,660,766	\$ 16,733,995
Unreserved	9,231,234	12,835,978	14,567,456	17,135,200	13,841,444	16,935,494	12,294,817	17,131,871	20,297,623	17,804,570
Total General Fund	<u>24,011,898</u>	<u>29,054,661</u>	<u>33,142,611</u>	<u>33,443,534</u>	<u>28,069,768</u>	<u>34,998,000</u>	<u>32,624,717</u>	<u>39,740,713</u>	<u>35,958,389</u>	<u>34,538,565</u>
All Other Governmental Funds										
Reserved	723,058	912,051	71,046	977,991	11,412,461	29,556,294	21,325,576	10,052,289	3,264,264	2,831,215
Unreserved, Reported in:										
Capital Project Funds	1,622,411	354,754	147,591	(894,207)	72,749,842	46,873,525	12,899,423	(4,162,519)	(4,532,481)	(3,603,579)
Debt Service Funds	-	-	-	-	227,271	1,103,769	1,506,864	2,642,748	2,674,898	2,746,506
Special Revenue Funds	308,507	662,774	278,998	248,469	747,708	369,958	1,092,426	249,319	2,396,335	749,842
Permanent Funds	-	-	-	-	-	-	-	19,490	27,805	20,420
Total all Other Governmental Funds	<u>\$ 2,653,976</u>	<u>\$ 1,929,579</u>	<u>\$ 497,635</u>	<u>\$ 332,253</u>	<u>\$ 85,137,282</u>	<u>\$ 77,903,546</u>	<u>\$ 36,824,289</u>	<u>\$ 8,801,327</u>	<u>\$ 3,830,821</u>	<u>\$ 2,744,404</u>

Source: District Records

Princeton City School District, Ohio
Governmental Funds Revenues
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Revenues:										
Taxes	\$ 51,180,443	\$ 56,161,246	\$ 57,668,854	\$ 56,692,006	\$ 54,034,496	\$ 65,740,919	\$ 62,512,646	\$ 67,624,833	\$ 52,786,846	\$ 50,200,683
Tuition and Fees	260,682	331,893	436,392	1,346,780	1,775,113	1,663,279	1,774,304	751,060	1,018,668	1,639,115
Investment Earnings	1,438,755	1,807,603	1,006,393	709,777	1,187,812	2,211,600	3,448,933	2,862,617	2,020,746	1,028,715
Intergovernmental	11,221,780	12,540,486	12,603,097	12,755,984	15,539,902	14,907,680	14,864,188	18,646,683	24,846,527	30,314,195
Charges for Services	143,584	152,045	262,691	-	-	-	-	-	1,947,885	1,772,493
Other Revenues	488,497	976,425	1,073,962	639,654	1,321,006	1,464,236	1,573,083	1,437,376	1,062,672	1,276,150
Total Revenues	<u>\$ 64,733,741</u>	<u>\$ 71,969,698</u>	<u>\$ 73,051,389</u>	<u>\$ 72,144,201</u>	<u>\$ 73,858,329</u>	<u>\$ 85,987,714</u>	<u>\$ 84,173,154</u>	<u>\$ 91,322,569</u>	<u>\$ 83,683,344</u>	<u>\$ 86,231,351</u>

Source: District Records

Princeton City School District, Ohio
Governmental Funds Expenditures and Debt Service Ratio
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Instruction	\$ 30,455,919	\$ 33,335,819	\$35,869,602	\$ 37,028,254	\$ 39,702,168	\$36,158,006	\$ 39,927,716	\$ 40,348,425	\$40,455,868	\$ 40,898,687
Pupil	3,328,767	3,525,770	4,711,618	4,842,955	5,226,609	5,253,048	4,883,938	4,913,808	4,451,245	4,933,419
Instructional Staff	5,367,612	6,102,155	5,176,201	5,380,575	5,057,224	5,138,665	6,172,017	6,068,675	5,797,624	6,777,010
Board of Education	201,641	193,441	267,505	333,915	382,610	388,534	382,312	356,891	271,234	288,917
School Administration	4,264,966	4,779,862	5,068,237	5,077,614	5,366,310	5,127,096	6,007,403	5,990,165	6,217,725	6,009,337
Fiscal	1,465,568	1,690,826	1,684,824	1,693,653	2,176,777	1,836,629	2,335,416	2,581,376	2,945,291	2,395,328
Business	588,258	363,570	392,707	493,025	510,215	458,015	537,136	968,888	564,917	501,599
Operation and Maintenance	7,356,225	8,778,387	8,450,757	8,103,191	7,332,923	7,307,221	8,004,633	7,970,663	7,951,463	7,916,363
Pupil Transportation	2,782,569	3,108,738	3,630,849	3,874,063	3,844,915	4,712,953	4,297,383	4,237,681	4,466,487	4,522,788
Central	1,087,470	1,001,494	984,384	1,305,628	2,165,784	1,791,364	1,593,224	1,689,775	1,646,156	1,479,786
Operation of Non-Instructional Services	811,776	1,481,055	1,141,817	1,223,164	1,250,924	1,258,022	1,281,840	1,576,233	4,056,406	5,282,104
Extracurricular Activities	1,056,977	1,296,364	1,554,611	1,493,467	1,492,133	1,735,206	1,461,272	1,356,518	1,402,027	1,575,728
Capital Outlay	1,427,821	262,324	870,224	532,973	3,866,575	9,705,033	44,564,267	28,784,849	7,296,149	243,766
Debt Service:										
Principal Retirement	1,193,587	1,256,757	1,195,809	1,276,773	682,532	1,275,616	2,113,811	1,963,000	2,359,000	1,821,000
Interest and Fiscal Charges	256,692	273,939	213,811	149,004	3,178,622	4,137,441	4,070,993	3,640,237	3,737,224	3,668,790
Issuance Costs	0	0	-	-	918,140	-	-	788,041	-	-
Total Expenditures	<u>\$61,645,848</u>	<u>\$67,450,501</u>	<u>\$ 71,212,956</u>	<u>\$ 72,808,254</u>	<u>\$ 83,154,461</u>	<u>\$ 86,282,849</u>	<u>\$ 127,633,361</u>	<u>\$ 113,235,225</u>	<u>\$ 93,618,816</u>	<u>\$ 88,314,622</u>
Debt Service as a Percentage of										
Noncapital Expenditures	2.46%	2.35%	2.06%	1.98%	6.09%	7.12%	7.84%	7.71%	7.11%	6.23%

Source: District Records

Princeton City 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)

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Other Financing Sources (Uses)										
Payments to Refunded										
Bond Escrow Agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (75,458,718)	\$ -	\$ -
Proceeds of Refunding Bonds	-	-	-	-	85,000,000	-	-	70,840,000	-	-
Refunding Bond Premium	-	-	-	-	2,114,155	-	-	5,406,759	-	-
Proceeds of Capital Leases	1,352,235	160,005	841,739	145,951	1,603,000	558,000	-	-	-	-
Sale of Capital Assets	10,500	31,590	-	-	10,240	-	7,667	-	54,486	77,030
Other Financing Sources	43,000	-	-	-	-	-	-	-	-	-
Transfers In	1,470,099	1,457,258	1,422,200	1,887,970	85,622,582	1,009,680	1,775,110	2,644,918	2,080,616	1,402,458
Transfers (Out)	(1,482,099)	(1,845,178)	(1,422,200)	(1,887,970)	(85,622,582)	(1,009,680)	(1,775,110)	(2,699,794)	(2,080,616)	(1,902,458)
Total Other Financing Sources (Uses)	<u>1,393,735</u>	<u>(196,325)</u>	<u>841,739</u>	<u>145,951</u>	<u>88,727,395</u>	<u>558,000</u>	<u>7,667</u>	<u>733,165</u>	<u>54,486</u>	<u>(422,970)</u>
Net Change in Fund Balances	<u>\$ 4,481,628</u>	<u>\$ 4,322,872</u>	<u>\$ 2,680,172</u>	<u>\$ (518,102)</u>	<u>\$ 79,431,263</u>	<u>\$ 262,865</u>	<u>\$ (43,452,540)</u>	<u>\$ (21,179,491)</u>	<u>\$ (9,880,986)</u>	<u>\$ (2,506,241)</u>

Source: District Records

Princeton City School District, Ohio

Assessed Value and Actual Value of Taxable Property

Last Ten Calendar Years (1)

Calendar Year	<u>Real Property</u>	<u>Tangible Personal Property</u>	<u>Public Utilities Personal</u>	Total Assessed Value	Total Estimated Actual Value	Total Direct Rate
	Assessed Value (2)	Assessed Value (2)	Assessed Value (2)			
1999	1,144,748,820	438,526,560	68,921,740	1,652,197,120	4,720,563,200	46.19
2000	1,159,115,740	452,832,700	75,031,110	1,686,979,550	4,819,941,571	46.19
2001	1,182,629,890	442,634,670	64,083,860	1,689,348,420	4,826,709,771	46.19
2002	1,369,415,290	466,102,466	65,570,470	1,901,088,226	5,431,680,646	45.79
2003	1,358,732,160	404,687,148	66,068,790	1,829,488,098	5,227,108,851	49.03
2004	1,367,594,010	421,066,962	68,900,980	1,857,561,952	5,307,319,863	49.03
2005	1,560,927,220	384,837,640	68,330,650	2,014,095,510	5,754,558,600	49.03
2006	1,565,323,230	208,144,506	59,406,820	1,832,874,556	5,236,784,446	49.03
2007 (3)	1,462,254,440	101,686,690	40,902,420	1,604,843,550	4,585,267,286	49.03
2008	1,633,409,420	114,507,988	43,420,600	1,791,338,008	5,118,108,594	48.89

Source: Hamilton County, Bulter County and Warren County Auditor

(1) - 1999 through 2002 does not include information for Bulter County and 1999 through 2005 does not include information for Warren County.

(2) - 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

(3) - Information for Warren County not available

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.

Princeton City School District, Ohio
Direct and Overlapping Property Tax Rates
Last Ten Calendar Years

Calendar Year	District Direct Rates	Overlapping Rates									
		Hamilton County	City of Blue Ash	City of Springdale	Village of Evendale	Village of Glendale	Village of Lincoln Heights	Village of Woodlawn	Springfield Township	Sycamore Township	Great Oaks Joint Vocational School
1999	46.19	20.83	3.08	3.08	0.00	21.93	20.08	5.08	14.30	7.75	2.70
2000	46.19	19.92	3.08	3.08	0.00	21.65	20.08	5.08	14.30	7.75	2.70
2001	46.19	21.47	3.08	3.08	0.00	21.55	24.58	5.08	20.30	7.75	2.70
2002	45.79	21.87	3.08	3.08	0.00	22.61	26.33	5.08	20.30	7.75	2.70
2003	49.03	21.51	3.08	3.08	0.00	22.23	26.33	5.08	20.30	7.75	2.70
2004	49.03	21.06	3.08	3.08	0.00	21.83	26.33	5.08	20.30	7.75	2.70
2005	49.03	20.81	3.08	3.08	0.00	21.39	28.33	5.08	20.30	7.75	2.70
2006	49.03	20.18	3.08	3.08	0.00	21.18	28.33	5.08	20.30	8.75	2.70
2007	49.03	20.18	3.08	3.08	0.00	21.18	28.33	5.08	20.30	8.75	2.70
2008	48.89	20.56	3.08	3.08	0.00	21.03	35.33	5.08	20.30	8.75	2.70

Source: Hamilton County Auditor

Note: Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

Princeton City School District, Ohio*Principal Property Taxpayers**Current Calendar Year and Five Years Ago (1)*

2008		
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Thor Gallery At Tri County	\$50,400,010	3.90%
Duke Energy Ohio	42,748,220	2.18%
MRFC Cinn Investor LLC	19,600,020	1.22%
Merchant Street 27 LLC	11,000,510	1.02%
Springdale-Kemper Assoc	7,726,890	1.01%
KE Tri-County LLC	7,605,510	0.77%
WalMart Real Estate	7,486,960	0.69%
KIMCO 420 INC	7,385,780	0.63%
Procter & Gamble	6,391,580	0.48%
	<u>\$160,345,480</u>	<u>13.14%</u>
Total Assessed Value	<u>\$1,791,338,008</u>	

2003		
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Ford Motor Company	\$71,857,470	3.93%
Concordia Properties, LLC	57,028,880	3.12%
Procter & Gamble	36,777,450	2.01%
General Electric	33,844,710	1.85%
Cinergy	29,832,270	1.63%
Cincinnati Bell	24,392,660	1.33%
G&I Executive Center	17,503,800	0.96%
Duke Realty	16,982,500	0.93%
Dugan Financing	14,093,890	0.77%
Formica Corporation	13,801,480	0.75%
	<u>\$316,115,110</u>	<u>17.28%</u>
Total Assessed Value	<u>\$ 1,829,488,098</u>	

Source: Hamilton County Auditor (Information for Butler and Warren Counties is not reported since they represent a minor portion of the total tax collections)

(1) - Current year taxpayers and taxpayers from five years ago available only.

Princeton City School District, Ohio
Property Tax Levies and Collections
Last Ten Calendar Years

Calendar Year (1)	Taxes Levied for the Calendar Year	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1999	35,750,340	33,435,460	93.52%	929,371	34,364,831	96.12%
2000	36,456,290	34,200,211	93.81%	1,083,180	35,283,391	96.78%
2001	36,676,496	34,248,633	93.38%	812,848	35,061,481	95.60%
2002	40,338,209	36,906,936	91.49%	931,035	37,837,971	93.80%
2003	42,955,981	41,456,291	96.51%	1,260,498	42,716,789	99.44%
2004	43,363,212	41,689,007	96.14%	1,335,719	43,024,726	99.22%
2005	45,038,152	42,953,593	95.37%	1,249,715	44,203,308	98.15%
2006	45,856,077	43,492,919	94.85%	2,055,694	45,548,613	99.33%
2007 (2)	52,390,155	49,642,615	94.76%	393,460	50,036,075	95.51%
2008	54,042,097	48,370,357	89.50%	2,925,215	51,295,572	94.92%

Source: Hamilton County Auditor (Information for Butler and Warren Counties is not reported since they represent a minor portion of the total tax collections)

Princeton City School District, Ohio

Outstanding Debt by Type

Last Ten Fiscal Years

Fiscal Year	Governmental Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases			
2000	\$ 3,047,504	\$ 1,311,662	\$ 4,359,166	0.01%	3
2001	2,103,059	1,159,354	3,262,413	0.01%	2
2002	1,228,775	1,351,519	2,580,294	0.01%	2
2003	303,353	1,085,606	1,388,959	0.00%	1
2004	87,217,833	708,073	87,925,906	0.18%	65
2005	86,745,177	348,811	87,093,988	0.17%	64
2006	85,341,875	-	85,341,875	0.16%	62
2007	86,467,155	-	86,467,155	0.17%	62
2008	84,321,439	126,000	84,447,439	0.17%	60
2009	82,370,723	-	82,370,723	N/A	N/A

Source: District Records

N/A - Information not available

(1) - On the calendar year basis

Princeton City School District, Ohio
Direct and Overlapping Governmental Activities Debt
As of June 30, 2009

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Butler County	\$99,429,494	1.42%	\$1,411,899
Hamilton County	121,080,000	8.27%	10,013,316
Warren County	27,947,315	0.45%	125,763
City of Sharonville	19,910,875	99.81%	19,873,044
City of Springdale	3,509,336	99.96%	3,507,932
Village of Evendale	4,260,000	88.78%	3,782,028
Village of Woodlawn	6,136,333	99.92%	6,131,424
Deerfield Township	42,930,000	2.33%	1,000,269
Springfield Township	13,363,883	1.75%	233,868
Sycamore Township	17,841,326	25.49%	4,547,754
West Chester Township	68,865,000	3.48%	2,396,502
Great Oaks Institute of Technology & Career Development	7,965,000	9.43%	751,100
Subtotal, Overlapping Debt	433,238,562		53,774,899
District Direct Debt	82,370,723	100.00%	79,070,000
Total Direct and Overlapping Debt	\$515,609,285		\$132,844,899

Source: Ohio Municipal Advisory Council

(1) - Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the School District by the total assessed valuation of the government.

Princeton City School District, Ohio
Legal Debt Margin Information
Last Ten Fiscal Years

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Total Debt Limit (1)										
Debt Limit (9.0%)	\$ 148,697,741	\$ 151,828,160	\$152,041,358	\$ 171,097,940	\$ 164,653,929	\$167,180,576	\$ 181,268,596	\$ 164,958,710	\$ 144,435,920	\$ 161,220,421
Total Net Debt Applicable to Limit	3,047,504	2,103,059	1,228,775	303,353	87,445,104	87,848,946	86,848,739	89,109,903	81,644,141	82,370,723
Legal Debt Margin	<u>\$ 145,650,237</u>	<u>\$ 149,725,101</u>	<u>\$ 150,812,583</u>	<u>\$ 170,794,587</u>	<u>\$ 77,208,825</u>	<u>\$ 79,331,630</u>	<u>\$ 94,419,857</u>	<u>\$ 75,848,807</u>	<u>\$ 62,791,779</u>	<u>\$ 78,849,698</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	2.05%	1.39%	0.81%	0.18%	53.11%	52.55%	47.91%	54.02%	56.53%	51.09%
Total Unvoted Debt Limit (1)										
Debt Limit (.1%)	\$ 1,652,197	\$ 1,686,980	\$ 1,689,348	\$ 1,901,088	\$ 1,829,488	\$ 1,857,562	\$ 2,014,096	\$ 1,832,875	\$ 1,604,843	\$ 1,791,338
Total Net Debt Applicable to Limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	<u>\$ 1,652,197</u>	<u>\$ 1,686,980</u>	<u>\$ 1,689,348</u>	<u>\$ 1,901,088</u>	<u>\$ 1,829,488</u>	<u>\$ 1,857,562</u>	<u>\$ 2,014,096</u>	<u>\$ 1,832,875</u>	<u>\$ 1,604,843</u>	<u>\$ 1,791,338</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: District Records

(1) - Ohio Bond Law Sets a limit of 9% for overall debt and 1/10 of 1% for unvoted debt.

(2) - Amount is equal to ending cash balance in debt service fund.

Princeton City School District, Ohio
Demographic and Economic Statistics -- Hamilton County
Last Ten Calendar Years

<u>Calendar Year</u>	<u>Population (1)</u>	<u>Personal Income (Thousands of Dollars) (2)</u>	<u>Per Capita Personal Income (3)</u>	<u>Unemployment Rate (4)</u>
1999	849,917	27,420,022	32,262	3.6%
2000	845,303	28,374,286	33,567	3.7%
2001	838,887	29,144,612	34,742	4.0%
2002	830,349	30,022,098	36,156	5.5%
2003	822,610	30,647,158	37,256	5.6%
2004	814,611	32,150,252	39,467	5.7%
2005	806,652	32,215,261	39,937	5.7%
2006	822,596	34,118,814	41,477	5.0%
2007	842,369	36,488,898	43,317	5.0%
2008	845,303	34,626,992	40,964	5.6%

- Sources:
- (1) - Population estimates provided by U.S. Census Bureau for all of Hamilton County
 - (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

Princeton City School District, Ohio

Demographic and Economic Statistics -- Butler County

Last Ten Calendar Years

<u>Calendar Year</u>	<u>Population (1)</u>	<u>Personal Income (Thousands of Dollars) (2)</u>	<u>Per Capita Personal Income (3)</u>	<u>Unemployment Rate (4)</u>
1999	330,751	9,087,357	27,475	3.3%
2000	333,698	9,547,252	28,608	3.2%
2001	336,629	9,729,127	28,881	3.2%
2002	339,071	9,938,473	29,273	4.5%
2003	341,909	10,285,549	30,014	4.5%
2004	345,119	10,844,563	31,332	4.3%
2005	348,655	11,080,584	31,662	5.2%
2006	353,386	11,707,628	33,130	5.6%
2007	357,888	8,877,054	24,804	5.1%
2008	353,895	8,576,645	24,235	6.5%

Sources:

(1) - Population estimates provided by U.S. Census Bureau for all of Butler County

(2) - Personal Income information provided by Bureau of Economic Analysis:
Regional Economic Accounts for Butler County

(3) - Per Capita Personal Income information provided by Bureau of Economic
Analysis: Regional Economic Accounts for Butler County

(4) - Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor
Market Information -- Annual Average

Princeton City School District, Ohio
Demographic and Economic Statistics -- Warren County
Last Ten Calendar Years

<u>Calendar Year</u>	<u>Population (1)</u>	<u>Personal Income (Thousands of Dollars) (2)</u>	<u>Per Capita Personal Income (3)</u>	<u>Unemployment Rate (4)</u>
1999	152,448	4,501,708	29,529	2.9%
2000	161,322	4,946,103	30,660	3.3%
2001	167,507	5,286,564	31,512	3.6%
2002	175,041	5,521,565	31,522	4.5%
2003	182,330	5,786,295	31,699	4.7%
2004	189,276	6,213,055	32,745	4.5%
2005	196,793	6,597,227	33,524	4.4%
2006	201,871	7,211,608	36,134	4.9%
2007	204,390	5,997,172	37,865	4.6%
2008	204,390	5,997,172	37,865	5.5%

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

Princeton City School District, Ohio
 Major Employers --- Hamilton County
 Current Fiscal Year (1)

<u>Major Employers (2)</u>	<u>Type (3)</u>
Archdiocese of Cincinnati	Nonprofit
Cincinnati Children's Hospital	Trade
City of Cincinnati	Govt
Fifth Third Bancorp	Fin
GE Aviation	Mfg
Hamilton County	Govt
Health Alliance of Greater Cincinnati	Serv
Internal Revenue Service	Govt
Kroger Co	Trade
Macy's Inc	Trade
Mercy Health Partners	Serv
Procter & Gamble Co	Mfg
TriHealth Inc	Serv
University of Cincinnati	Govt
U.S. Postal Service	Govt
Walmart Stores	Trade

Source: Ohio Department of Development

- (1) - Only current fiscal year information available
- (2) - In alphabetical order only.
- (3) - Number of employees per employer and total employees for Hamilton County were not available.

Princeton City School District, Ohio
 Major Employers --- Butler County
 Current Calendar Year (1)

<u>Major Employers (2)</u>	<u>Type (3)</u>
AK Steel Holding Corp	Mfg
Amylin Pharmaceuticals Inc	Mfg
Armor Holdings Inc	Mfg
Butler County Government	Govt
Cincinnati Financial Corp	Ins
Cornerstone Brands Inc	Trade
Fairfield City Board of Education	Govt
Ft Hamilton Memorial Hospital	Serv
Hamilton City Board of Education	Govt
Lakota Local Board of Education	Govt
Liberty Mutual/Ohio Casualty Corp	Ins
Mercy Regional Hospital	Serv
Miami University	Govt
Middletown Regional Health System	Serv

Source: Ohio Department of Development

(1) - Only current calendar year (2008) information available

(2) - In alphabetical order only.

(3) - Number of employees per employer and total employees for
 Butler County were not available.

Princeton City School District, Ohio
 Major Employers --- Warren County
 Current Fiscal Year (1)

<u>Major Employers (2)</u>	<u>Type (3)</u>
Aisin Seiki/ADVICS Co Ltd	Mfg
Cedar Fair/Kings Island	Serv
Cintas Corp	Mfg
HJ Heinz/Portion Pac Inc	Mfg
Luxottica Group SpA	Mfg
Macy's Inc	Trade
Mason Local Board of Education	Govt
Proctor & Gamble Co	R&D
State of Ohio	Govt
Sumco Phoenix	Mfg
WellPoint Inc/Anthem	Ins

Source: Ohio Department of Development

- (1) - Only current fiscal year information available
- (2) - In alphabetical order only.
- (3) - Number of employees per employer and total employees for Warren County were not available.

Princeton City School District, Ohio

Full-Time - Equivalent District Employees by Type

Last Five Fiscal Years (1)

Function/Program	2005	2006	2007	2008	2009
Regular Instruction	300.40	316.53	305.23	303.98	332.60
REGULAR TEACHING	297.4	314.53	299.23	301.98	0.00
PERMANENT SUBSTITUTE	1.00	0.00	0.00	2.00	1.00
TEACHER/MENTOR/EVALUATOR	2.00	2.00	6.00	0.00	0.00
GENERAL EDUCATION	0.00	0.00	0.00	0.00	288.60
ART EDUCATION K-8	0.00	0.00	0.00	0.00	13.00
MUSIC EDUCATION K-8	0.00	0.00	0.00	0.00	21.00
PHYSICAL EDUCATION K-8	0.00	0.00	0.00	0.00	9.00
Special Instruction	43.75	42.04	39.04	37.02	15.00
AUDIO-VISUAL STAFF	3.00	3.00	2.00	2.00	3.00
EDUC SERVICE PERSONNEL TEACHER	40.75	39.04	37.04	35.02	0.00
GIFTED & TALENTED	0.00	0.00	0.00	0.00	10.00
PRESCHOOL SPECIAL EDUCATION	0.00	0.00	0.00	0.00	2.00
Vocational Instruction	3.00	1.00	1.00	1.00	3.00
VACATIONAL EDUCATION TEACHING	3.00	1.00	1.00	1.00	0.00
CAREER-TECHNICAL PROGRAMS/PATHWAYS	0.00	0.00	0.00	0.00	3.00
Other Instruction	93.33	25.00	7.88	8.32	11.90
OTHER PROFESSIONAL	1.00	22.00	5.00	5.00	10.50
TEACHING AIDE	91.33	2.00	1.88	2.32	0.40
PARENT MENTOR	1.00	1.00	1.00	1.00	1.00
Pupil Support Services	83.80	113.99	131.40	125.81	119.80
COUNSELING	12.00	12.00	12.00	11.00	13.00
REMEDIATION SPECIALIST	6.00	6.00	21.62	7.00	9.00
SPECIAL EDUCATION TEACHING	49.00	47.19	38.30	36.08	0.00
SUPPL SERVICE TEACHER (SPEC ED)	0.00	25.00	33.50	40.62	47.00
SPECIAL EDUCATION	0.00	0.00	0.00	0.00	22.00
DIETITIAN/NUTRITIONIST	0.00	0.00	1.00	1.00	0.00
PSYCHOLOGIST	6.00	7.00	8.60	11.00	10.00
REGISTERED NURSING	3.00	3.00	3.00	3.00	3.00
SOCIAL WORK	2.00	2.00	1.00	1.00	1.00
SPEECH & LANGUAGE THERAPIST	4.80	4.80	4.80	4.80	5.80
OCCUPATIONAL THERAPIST	0.00	0.00	0.00	2.00	2.00
EDUCATIONAL INTERPRETER	0.00	1.00	2.82	1.94	1.00
OTHER PROFESSIONAL - OTHER	0.00	0.00	0.00	1.50	1.00
PRACTICAL NURSING	0.00	5.00	3.76	2.87	3.00
ATTENDANCE OFFICER	1.00	1.00	1.00	2.00	2.00
Instructional Staff Support Services	52.50	111.00	118.36	111.72	125.52
CURRICULUM SPECIALIST	2.00	2.00	2.00	7.00	6.00
LIBRARIAN/MEDIA	8.50	5.00	5.00	8.00	7.50
TUTOR/SMALL GROUP INSTRUCTOR	31.00	7.00	16.00	4.50	7.00
LIBRARY TECHNICIAN	0.00	0.00	3.00	0.00	0.00
LIBRARY AIDE	6.00	0.00	0.00	5.00	2.00
INSTRUCTIONAL PARAPROFESSIONAL	0.00	91.00	85.61	81.47	96.02
OTHER TECHNICAL	5.00	6.00	6.75	5.75	7.00

Source: State Department of Education

(1) - Only information for last five fiscal years available

Princeton City School District, Ohio

Full-Time - Equivalent District Employees by Type

Last Five Fiscal Years (1)

(Continued)

Function/Program	2005	2006	2007	2008	2009
Administration Support Services	118.00	113.88	107.64	98.54	94.30
ADMIN. ASSISTANT	2.00	1.00	1.00	0.00	0.00
ASSIST DEPUTY/ASSOC SUPERINTENDENT	3.00	4.00	3.00	2.00	1.00
ASSIST PRINCIPAL	9.00	5.00	7.00	7.00	11.00
PRINCIPAL	8.00	11.00	12.00	13.00	10.00
SUPERINTENDENT	2.00	1.00	1.00	1.00	1.00
SUPERVISING/MANAGING/DIRECTING	5.00	9.00	3.00	1.00	1.00
COORDINATOR	11.00	12.00	9.00	6.00	5.20
DIRECTOR	0.00	0.00	0.00	0.00	3.00
OTHER OFFICIAL/ADMINISTRATIVE	2.00	1.00	1.00	0.00	1.00
PERSONNEL	0.00	0.00	0.00	2.00	0.00
CLERICAL	76.00	69.88	70.64	66.54	61.10
Fiscal Services	1.00	1.00	3.00	6.00	4.00
TREASURER	1.00	1.00	1.00	1.00	1.00
ACCOUNTING	0.00	0.00	2.00	3.00	1.00
RECEORDS MANAGING	0.00	0.00	0.00	2.00	2.00
Business Support Services	3.00	4.00	1.76	1.00	1.00
PRINTER	1.00	1.00	0.00	0.00	0.00
MESSENGER	2.00	3.00	1.76	1.00	1.00
Operation of Plant	74.50	80.00	75.75	80.00	77.50
GENERAL MAINTENANCE	13.00	13.00	12.00	11.00	11.00
MECHANIC	2.00	4.00	4.00	4.00	4.00
FOREMAN	1.00	1.00	5.00	4.00	4.00
CUSTODIAN	47.50	48.00	45.75	47.00	44.50
ELEVATOR OPERATING	0.00	1.00	1.00	0.00	0.00
GUARD/WATCHMAN	9.00	12.00	5.00	13.00	13.00
MONITORING	1.00	0.00	0.00	0.00	0.00
ATTENDANT	1.00	1.00	3.00	1.00	1.00
Pupil Transportation	69.58	72.62	62.77	53.88	53.11
DISPATCHING	1.00	1.00	1.86	0.86	1.00
VEHICLE OPERATOR (BUSES)	62.58	66.62	55.62	49.36	47.11
EQUIPMENT OPERATING ASSIGNMENT	0.00	0.00	1.00	0.00	0.00
OTHER OPERATIVE	6.00	5.00	4.29	3.66	5.00
Central Support Services	9.00	4.00	4.00	5.00	4.00
PUBLICITY RELATIONS	1.00	1.00	1.00	1.00	1.00
COMPUTER OPERATING	2.00	3.00	3.00	3.00	3.00
INSPECTOR	6.00	0.00	0.00	1.00	0.00
Food Service Program	40.42	39.50	28.51	26.15	30.21
FOOD SERVICE	40.42	39.50	28.51	26.15	30.21
GRAND TOTAL	892.28	924.56	886.34	858.42	871.94

Source: State Department of Education

(1) - Only information for last five fiscal years available

Princeton City School District, Ohio

Operating Statistics

Last Seven Fiscal Years (1)

<u>Fiscal Year</u>	<u>Expenses (2)</u>	<u>Enrollment</u>	<u>Cost Per Pupil (3)</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil-Teacher Ratio</u>	<u>Percentage of Students Receiving Free or Reduced-Price Meals</u>
2003	\$68,442,262	6,318	\$10,833	N/A	485	13.0	37.00%
2004	70,959,959	6,104	11,625	7.31%	497	12.3	31.19%
2005	67,662,885	5,934	11,403	(1.91%)	457	13.0	30.00%
2006	72,099,035	5,714	12,618	10.66%	486	11.8	45.93%
2007	76,201,338	5,645	13,499	6.98%	479	11.8	45.22%
2008	85,591,218	5,485	15,605	15.60%	493	11.1	51.00%
2009	77,181,975	5,133	15,038	(3.63%)	473	10.9	52.50%

Source: District Records

(1) - Only information for last seven fiscal years available

(2) - Expenses is Total Expenses in the General Fund

(3) - Expenses by Enrollment

N/A - Information not available

Princeton City School District, Ohio
School Building Information
Last Ten Fiscal Years

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<u>School</u>										
Elementary:										
Evendale (PK-6 / PK-5)										
Square feet	45,254	45,254	45,254	45,254	45,254	45,254	45,254	45,254	55,040	55,040
Capacity	625	625	625	625	625	625	625	625	364	364
Enrollment	295	295	274	259	281	297	273	244	250	196
Glendale (PK-6 / PK-5)										
Square feet	31,676	31,676	31,676	31,676	31,676	31,676	31,676	31,676	31,676	31,676
Capacity	575	575	575	575	575	575	575	575	364	364
Enrollment	204	229	205	218	203	292	264	164	219	190
Heritage Hill (PK-6 / PK-5)										
Square feet	64,895	64,895	64,895	64,895	64,895	64,895	64,895	Demo'd	63,093	63,093
Capacity	950	950	950	950	950	950	950	-	546	546
Enrollment	506	461	477	521	529	421	447	-	290	313
Sharonville (PK-6 / PK-5)										
Square feet	54,437	54,437	54,437	54,437	54,437	Demo'd	Demo'd	65,526	65,526	65,526
Capacity	875	875	875	875	875	-	-	546	546	546
Enrollment	338	342	333	364	329	-	-	395	375	353
Springdale (K-6)										
Square feet	57,124	57,124	57,124	57,124	57,124	57,124	57,124	63,131	65,526	65,526
Capacity	523	523	523	523	523	523	523	546	546	546
Enrollment	480	469	490	488	459	409	415	484	375	397
Stewart (PK-3 / PK-4)										
Square feet	34,150	34,150	34,150	34,150	34,150	34,150	34,150	62,420	62,240	62,240
Capacity	500	500	500	500	500	500	500	546	546	546
Enrollment	344	309	301	350	355	403	412	434	450	376
Woodlawn (Grades K-3)										
Square feet	23,051	23,051	23,051	23,051	23,051	Demo'd	Demo'd	52,711	52,711	52,711
Capacity	375	375	375	375	375	-	-	364	364	364
Enrollment	167	147	156	182	185	-	-	255	219	184
Lincoln Heights (PK-6 / PK-5)										
Square feet	50,908	50,908	50,908	50,908	50,908	50,908	50,908	63,301	63,301	63,301
Capacity	950	950	950	950	950	950	950	546	546	546
Enrollment	478	481	464	474	440	399	398	353	324	246
RELIS										
Square feet	74,632	74,632	74,632	74,632	74,632	74,632	74,632	74,632	*	*
Capacity	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	*	*
Enrollment	596	566	532	534	458	424	370	300	*	*
Middle School										
Princeton Community (Grades 7-8 / 6-8)										
Square feet	154,952	154,952	154,952	154,952	154,952	154,952	154,952	154,952	176,195	176,195
Capacity	2,650	2,650	2,650	2,650	2,650	2,650	2,650	2,650	1,500	1,500
Enrollment	1015	1028	999	961	971	1349	1277	1182	1114	1,152
High School										
Princeton HS (Grades 9-12)										
Square feet	347,217	347,217	347,217	347,217	347,217	347,217	347,217	347,217	347,217	347,217
Capacity	2,700	2,700	2,700	2,700	2,700	2,700	2,700	2,700	2,700	2,700
Enrollment	1863	1902	1906	1967	1894	1941	1883	1834	1768	1,726

Source: School District Records and Ohio Department of Education

* - Building was not used in fiscal year 2008 and 2009

Note:

Starting in 2004-2005 6th grade moved to the Princeton Community Middle School
Starting in 2004-2005 Stewart Elementary added 4th grade
Starting in 2007-08 Evendale the existing building was demo'd and a new building was opened



Mary Taylor, CPA
Auditor of State

PRINCETON CITY 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
FEBRUARY 25, 2010