

SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY
SINGLE AUDIT
JULY 1, 2009 - JUNE 30, 2010





Dave Yost • Auditor of State

February 1, 2011

The attached audit report was completed and prepared for release prior to the commencement of my term of office on January 10, 2011. Thus, I am certifying this audit report for release under the signature of my predecessor.

A handwritten signature in cursive script that reads "Dave Yost".

DAVE YOST
Auditor of State

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Mary Taylor, CPA
Auditor of State

Board of Education
South-Western City School District
3805 Marlane Drive
Grove City, Ohio 43123

We have reviewed the *Independent Auditors' Report* of the South-Western City School District, Franklin County, prepared by Wilson, Shannon & Snow, Inc., for the audit period July 1, 2009 through June 30, 2010. 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 South-Western City School District is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

January 7, 2011

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**SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

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SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY

SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Federal Grantor/ Pass thru Grantor/ Program Title	Federal CFDA Number	Cash Receipts	Non-Cash Receipts	Cash Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>					
<i>Passed through Ohio Department of Education:</i>					
<i>Child Nutrition Cluster:</i>					
School Breakfast Program	10.553	\$ 897,696	\$ -	\$ 897,696	\$ -
National School Lunch Program	10.555	3,896,170	441,415	3,896,170	441,415
<i>Total Child Nutrition Cluster</i>		<u>4,793,866</u>	<u>441,415</u>	<u>4,793,866</u>	<u>441,415</u>
Child and Adult Food Care Program	10.558	169,813	-	169,813	-
Child Nutrition Discretionary Grants Limited Availability	10.579	45,033	-	45,033	-
Total U.S. Department of Agriculture		<u>5,008,712</u>	<u>441,415</u>	<u>5,008,712</u>	<u>441,415</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>					
<i>Passed through Ohio Department of Education:</i>					
<i>Title I Cluster:</i>					
Title I Grants to Local Educational Agencies	84.010	6,275,693	-	6,372,604	-
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389	1,595,036	-	1,627,675	-
<i>Total Title I Cluster</i>		<u>7,870,729</u>	<u>-</u>	<u>8,000,279</u>	<u>-</u>
<i>Special Education Cluster:</i>					
Special Education-Grants to States	84.027	4,132,333	-	4,213,150	-
ARRA - Special Education-Grants to States, Recovery Act	84.391	1,717,602	-	1,821,965	-
Special Education-Preschool Grants	84.173	40,641	-	41,270	-
ARRA - Special Education-Preschool Grants, Recovery Act	84.392	39,992	-	39,792	-
<i>Total Special Education Cluster</i>		<u>5,930,568</u>	<u>-</u>	<u>6,116,177</u>	<u>-</u>
<i>Education Technology State Grants Cluster:</i>					
Education Technology State Grants	84.318	56,374	-	51,262	-
ARRA - Education Technology State Grants, Recovery Act	84.386	64,127	-	74,677	-
<i>Total Education Technology State Grants Cluster</i>		<u>120,501</u>	<u>-</u>	<u>125,939</u>	<u>-</u>
Adult Education-State Grant Program	84.002	73,880	-	82,256	-
Vocational Education-Basic Grants to States	84.048	409,170	-	405,060	-
Safe and Drug Free Schools and Communities-State Grants	84.186	90,872	-	90,566	-
State Grants for Innovative Programs	84.298	262	-	-	-
English Language Acquisition Grants	84.365	543,896	-	516,918	-
Improving Teacher Quality State Grants	84.367	571,497	-	625,353	-
ARRA - State Fiscal Stabilization Fund - Education State Grants, Recovery Act	84.394	5,850,139	-	5,850,139	-
<i>Total Passed through Ohio Department of Education</i>		<u>21,461,513</u>	<u>-</u>	<u>21,812,687</u>	<u>-</u>
<i>Passed through the Goodman Guild Association:</i>					
Adult Education-State Grant Program	84.002	25,520	-	69,451	-
Total U. S Department of Education		<u>21,487,033</u>	<u>-</u>	<u>21,882,138</u>	<u>-</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>					
<i>Passed through Columbus Urgan League (CUL):</i>					
<i>Head Start Cluster:</i>					
Head Start	93.600	1,970,654	-	1,955,809	-
ARRA - Head Start	93.708	65,913	-	67,911	-
<i>Total Head Start</i>		<u>2,036,567</u>	<u>-</u>	<u>2,023,720</u>	<u>-</u>
<i>Passed through Ohio Department of Jobs and Family Services:</i>					
Refugee and Entrant Assistance-Discretionary Grants	93.576	36,697	-	23,623	-
Total U.S. Department of Health and Human Services		<u>2,073,264</u>	<u>-</u>	<u>2,047,343</u>	<u>-</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>					
Readiness and Emergency Management for Schools - Direct	84.184E	129,296	-	129,297	-
Total U.S. Department of Homeland Security		<u>129,296</u>	<u>-</u>	<u>129,297</u>	<u>-</u>
TOTAL FEDERAL ASSISTANCE		<u>\$ 28,698,306</u>	<u>\$ 441,415</u>	<u>\$ 29,067,490</u>	<u>\$ 441,415</u>

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

**SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - CHILD NUTRITION CLUSTER

The District commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures in the Schedule, the District assumes it expends federal monies first.

NOTE C – FOOD DONATION PROGRAM

The District reports commodities consumed on the Schedule at entitlement value. The District allocated donated commodities to the respective program that benefited from use of those donated food commodities.

The District used the services of DJ Co-ops to hold, process, and deliver its federal commodities at a nominal rate.



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

Board of Education
South-Western City School District
3805 Marlane Drive
Grove City, Ohio 43123

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the South-Western City School District, Franklin County, Ohio (the District) as of and for the fiscal year ended June 30, 2010, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 30, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and timely corrected.

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

Wilson, Shannon & Snow, Inc.

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South-Western City School District
Franklin County
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*
Page 2

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

However, we did note a matter that we have communicated to management in a separate letter dated November 30, 2010.

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

Wilson, Shuman & Snow, Inc.

November 30, 2010



Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133 and the Schedule of Federal Awards Receipts and Expenditures

Board of Education
South-Western City School District
3805 Marlane Drive
Grove City, Ohio 43123

Compliance

We have audited the compliance of the South-Western City School District, Franklin County (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that apply to each of its major federal programs for the fiscal year ended June 30, 2010. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the South-Western City School District, Franklin County complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the fiscal year ended June 30, 2010.

Internal Control over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of opining on compliance in accordance with OMB Circular A-133, but not for the purpose of opining on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

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South-Western City School District
Franklin County
Report on Compliance Applicable to Each Major Program and on
Internal Control over Compliance in Accordance with *OMB Circular A-133*
and the Schedule of Federal Awards Receipts and Expenditures
Page 2

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we noted matters involving the internal control over federal compliance not requiring inclusion in this report, that we reported to the District's management in a separate letter dated November 30, 2010.

Schedule of Federal Awards Receipts and Expenditures

We have also audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the South-Western City School District, Franklin County, (the District) as of and for the fiscal year ended June 30, 2010, and have issued our report dated November 30, 2010. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying Schedule of Federal Awards Receipts and Expenditures provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

We intend this report solely for the information and use of management, Board of Education, the Auditor of State, federal awarding agencies and pass-through entities, and other members of the District. It is not intended for anyone other than these specified parties.

Wilson, Shuman & Snow, Inc.

November 30, 2010

**SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 §.505**

JUNE 30, 2010

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other significant deficiencies reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for each major federal program?	No
<i>(d)(1)(iv)</i>	Were there any other significant deficiencies in its internal control for each major federal program?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	<p>Special Education Cluster: Special Education Grants to States \ CFDA #84.027, Special Education Preschool Grants \ CFDA #84.173, Special Education Grants to States, Recovery Act \ CFDA #84.391, and Special Education Preschool Grants, Recovery Act \ CFDA #84.392.</p> <p>Title I Cluster: Title I Grants to Local Educational Agencies\ CFDA 84.010 and Title I Grants to Local Educational Agencies, Recovery Act \ CFDA 84.389.</p> <p>Head Start Cluster: Head Start\CFDA 93.600 and Head Start, Recovery Act\CFDA 93.708.</p>

**SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 §.505
JUNE 30, 2010**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(I)(vii)</i>	Major Programs (list):	State Fiscal Stabilization Fund (SFSF) – Education State Grants, Recovery Act\CFDA 84.394.
<i>(d)(I)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$885,267 Type B: all others
<i>(d)(I)(ix)</i>	Low Risk Auditee?	Yes

**SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS
*OMB CIRCULAR A-133 §.505***

JUNE 30, 2010

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

None.

3. FINDINGS FOR FEDERAL AWARDS

None.



**SOUTH
WESTERN
CITY SCHOOLS**

*Comprehensive Annual Financial Report
For the Year ended June 30, 2010*

South-Western City Schools
3805 Marlane Drive
Grove City, Ohio 43123
(614) 801-3042

Introductory Section

SOUTH-WESTERN CITY SCHOOL DISTRICT

Grove City, Ohio

***COMPREHENSIVE ANNUAL FINANCIAL
REPORT***

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Issued by the Treasurer's Office

Hugh W. Garside, Jr., Treasurer
Karen K. New, Assistant Treasurer

South-Western City School District
 Comprehensive Annual Financial Report
 For the Fiscal Year Ended June 30, 2010

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District Service Center

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November 30, 2010

CITIZENS AND BOARD OF EDUCATION OF THE SOUTH-WESTERN CITY SCHOOL DISTRICT:

The twenty-first Comprehensive Annual Financial Report (CAFR) of the South-Western City School District (the District) Treasurer's Office contains financial statements, supplemental statements, and statistical information to provide complete and full disclosure of all material aspects of the District for the 2009-10 fiscal year. This report prepared by the Treasurer's office including the unqualified opinion of our independent auditors, Wilson, Shannon & Snow, Inc. for the fiscal year ended June 30, 2010 is hereby submitted. 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 respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds 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 accounting principles generally accepted in the United States of America (GAAP) as set forth by the Governmental Accounting Standards Board (GASB).

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

Copies of this report will be widely distributed throughout the District. A copy will be posted on the District's website and copies will be sent to the Southwest Public Library, Moody's Investors Services, and Standard and Poor's Financial Rating Services, banks, and any other interested parties.

SCHOOL DISTRICT ORGANIZATION

The District was established in 1959 through the consolidation of existing land areas and several smaller local school districts and is organized under Sections 2 and 3, Article VI of the constitution of the State of Ohio. Under Ohio law, there is no authority for a District to have a charter or adopt local laws. The legislative power of the District is vested in the board of education, consisting of five members elected at large for staggered four year terms.

The Superintendent is the chief administrative officer of the District, responsible for both education and support operations. The Treasurer is the chief fiscal officer of the District, responsible for maintaining records of all financial matters, issuing warrants in payment of liabilities incurred by the District, and investing idle funds as specified by Ohio law.

THE REPORTING ENTITY AND SERVICES PROVIDED

The District serves an area of approximately one hundred nineteen square miles. It encompasses most of the southwestern quadrant of Franklin County, including a substantial portion of the southwestern quadrant of the City of Columbus and five other cities and villages and a number of townships. In addition, a very small portion of Pickaway County is included within the District boundaries.

The District maintains thirty-six instruction/support facilities staffed by 911 non-certificated employees, 1,422 certificated full-time teaching personnel and 98 administrative employees to provide services to 19,940 students.

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 college preparatory and career technical levels; a broad range of co-curricular and extracurricular activities; special education programs and community recreation facilities.

The City of Grove City; Townships of Franklin, Jackson, Pleasant and Prairie; and the Southwest Public Library have not met the established criteria for inclusion in the reporting entity, and accordingly are excluded from this report.

ECONOMIC CONDITION AND OUTLOOK

The District is an independent political subdivision characterized as a “city school district” under Ohio Law, and provides educational services as mandated by state and/or federal agencies. The District is located primarily in Franklin County, Ohio southwest of, and included in parts of the City of Columbus, the State capital. The economic condition and outlook of the District has slowed in recent years. Historically, the District has experienced considerable growth in both residential and commercial tax bases from 1993 to 2005, nearly doubling its tax base over that period of time. Generally speaking, the Columbus area is noted for its attractive service-based economy, cultural and educational elements. The District shares these demographic components with the resultant quality of life. Unemployment in the Franklin County Area, as listed by the Ohio Department of Job and Family Services, was 8.3 percent for the period ending September 2010. The seasonally adjusted rate of unemployment in Ohio was 10.0 percent and the national rate was 9.6 percent for the same period. New residential construction is beginning to slow throughout the District. Based on the current economic condition of the area and the nation, residential and commercial growth is expected to slow until the current national economic down turn is over.

In fiscal year 2008-09, Ohio was allocated \$845 million from the American Recovery and Reinvestment Act (ARRA) in State Fiscal Stabilization Funds (SFSF) to help stabilize state and local budgets in order to minimize and avoid reductions in education and other essential services. SFSF was awarded for fiscal years 2009-10 and 2010-11.

SFSF has not been reauthorized; therefore, SFSF revenues are not anticipated beyond fiscal year 2010-11. It should also be note there is no reasonable basis to assume that the State of Ohio will increase State Funding for schools to cover/make up the amount of the SFSF funds distributed to school districts.

The State funding for schools is based on several factors all of which are subject to deliberations and approval of the Ohio General Assembly. School funding beyond fiscal year 2010-11 will be set as part of the State’s biennial budget for fiscal years 2011-12 and 2012-13. Due to the economic conditions within the State and the anticipated short fall in tax revenues in the next bi-annual budget, the level at which the State will fund schools is uncertain. A decrease in State funding equal to one percent of the District’s operating grants revenue would decrease by roughly \$900,000 for fiscal year 2011-12. At this time, the decrease in State funding is uncertain and must be watched closely. The District has been proactive in its approach regarding the anticipated reductions in State funding by reducing budgets and personnel without affecting the educational outcomes of the District.

MAJOR INITIATIVES

Improving student academic achievement is the District's first and foremost concern. The District has implemented a program focusing on three key areas of student performance (graduation, attendance and proficiency on achievement tests). This district-wide effort, known as G.A.P., ensures students are prepared to reach their full potential both in school and following graduation. The effort is paying off, with graduation rates, student attendance rates and achievement improving year after year. The Ohio Department of Education recently presented the District with a banner designating the District as an EXCELLENT school district, based on student achievement data from the 2009-10 school year. This rating validates the hard work and dedication of students, staff and parents.

The rating of EXCELLENT represents achievement in four different areas measured on the district report card. These areas include State Indicators, Performance Index, Adequate Yearly Progress and Value-Added data.

1. The District met or exceeded 50% of the State Indicators and has held steady around that percentage over the past five years, even with a reduction of nearly four hundred staff positions. The Indicators are based on the state assessments, as well as on attendance and graduation rates. The number of indicators has changed many times over the years.
2. The District has increased its Performance Index, yielding 91.6 points. The Performance Index (PI) reflects the achievement of every student enrolled for the full academic year and is a weighted average that includes all tested subjects and grades. South-Western has improved its PI significantly over the past eight years, remaining stable for the past four years. This has been a difficult task as the District has made drastic cuts to staffing during that same period of time.
3. The District met the Federal Adequate Yearly Progress indicator in 90% of the required categories and students demonstrated more than a year's worth of growth in the Value Added metric.
4. The Value-Added measure reflects the amount of progress made from one school year to the next. If a district experiences above expected growth for at least two consecutive years, the district's final designation is increased by one level. The District achieved above expected growth for three consecutive years resulting in it earning a rating of EXCELLENT.

The South-Western City School District has moved from having 3% of its buildings rated Effective or Excellent during the 2002-03 school year to 57% of its buildings earning those ratings during the 2009-10 school year.

There are a variety of resources, tools, time and talents that go into this improvement.

- The District does an excellent job of advancing all children each year.
- The District has made steady academic gains in its local report card rating over the last 10 years.
- The District is committed to continually improving.

While the District's enrollment has remained relatively stable, its students have greater needs entering kindergarten. The first six weeks of kindergarten students are assessed in oral language, rhyming, letter identification and alliteration – all elements essential for reading. This assessment is called the Kindergarten Readiness Assessment – Literacy (KRA-L). The experiences and opportunities afforded to children in early year's impact the knowledge, skills and dispositions they bring to their kindergarten experience.

Students begin their school career with the District in a variety of stages of social development and kindergarten readiness. The District's KRA-L scores indicate that many students come to the schools with additional challenges that many other school districts in the county do not experience. Our KRA-L scores are some of the lowest in Franklin County.

MAJOR INITIATIVES (continued)

The challenges facing many of our students require additional resources and more personal attention from staff members. Staff members do an excellent job of advancing all children - accelerating the learning rate for some children while continuing to move the entire class forward in the learning process. The District's emphasis on professional development helps to ensure that staff members have the best possible skills to meet the diverse needs of all learners.

FINANCIAL INFORMATION

Long-term Financial Planning – The District annually prepares a five-year financial forecast to insure long-term financial success. The five-year financial forecast is prepared in October of each year and amended, if necessary, in May. The five-year financial forecast provides actual data on each major revenue and expenditure category for the past three fiscal years and forecasts these same categories for an additional five years. The five-year financial forecast is a planning tool used to certify if funds are available for future expenditures and additionally to strategize when the District will need to return to voters for additional funds or reduce expenditures accordingly. The five-year financial forecast is published on the Ohio Department of Education website for public use.

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

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

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation is first adopted, the permanent appropriation measure must be adopted by law no later than October 1 or once the County Auditor has completed the tax duplicate for the upcoming calendar year.

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

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

The accounting system used by the District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. In addition to interim financial statements, each program manager is furnished daily reports showing the status of the budget account for which he or she is responsible.

As an additional safeguard, a blanket bond covers all employees involved with receiving and depositing funds, and a separate higher bond covers certain individuals in policy making roles. The basis of accounting and the various funds utilized by the District are fully described in the notes to the basic financial statements. Additional information on the District's budgetary accounts can also be found in the notes to the basic financial statements.

OTHER INFORMATION

Independent Audit - Provisions of State statute require an annual audit by independent accountants. Those provisions have been satisfied, and the opinion of Wilson, Shannon and Snow, Inc., is included herein.

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. The District adopted and has been in conformance with that system for many years.

In addition to the financial audit, a single audit was performed as required by the Federal Single Audit Act Amendments of 1996 and the provisions of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". The single audit report is not included in the CAFR.

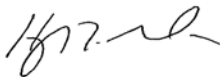
Award - The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to South-Western City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2009.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose content conforms to program standards. Such a report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. This was the twentieth consecutive year that the District has received this prestigious award. We believe our current report continues to conform to the standards required by the Certificate of Achievement Program, and we are submitting it to the GFOA for review.

Acknowledgments – Appreciation is extended to Karen New, Assistant Treasurer, and the Treasurer's office staff for their dedication and support in publishing the Fiscal Year 2009-10 Comprehensive Annual Financial Report on a timely basis. Sincere thanks are also extended to various administrators and employees of the School District, the Franklin County Auditor's office staff and other outside agencies whose efforts assisted us with the fair presentation of the statistical information. Additionally, appreciation is expressed to the South-Western City School District Board of Education for their support, commitment and leadership to which the preparation of this report would not be possible.

Respectfully submitted,



Hugh W. Garside Jr.
Treasurer



William H. Wise, Ph.D.
Superintendent

PRINCIPAL OFFICIALS

Board of Education

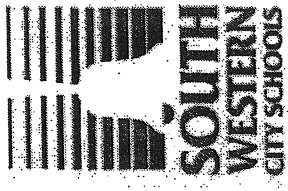
Randy Reisling	President
Mindy Garverick	Vice President
Karen Dover	Member
Cathy Johnson	Member
Jo Ellen Myers	Member

Central Office Administrative Staff

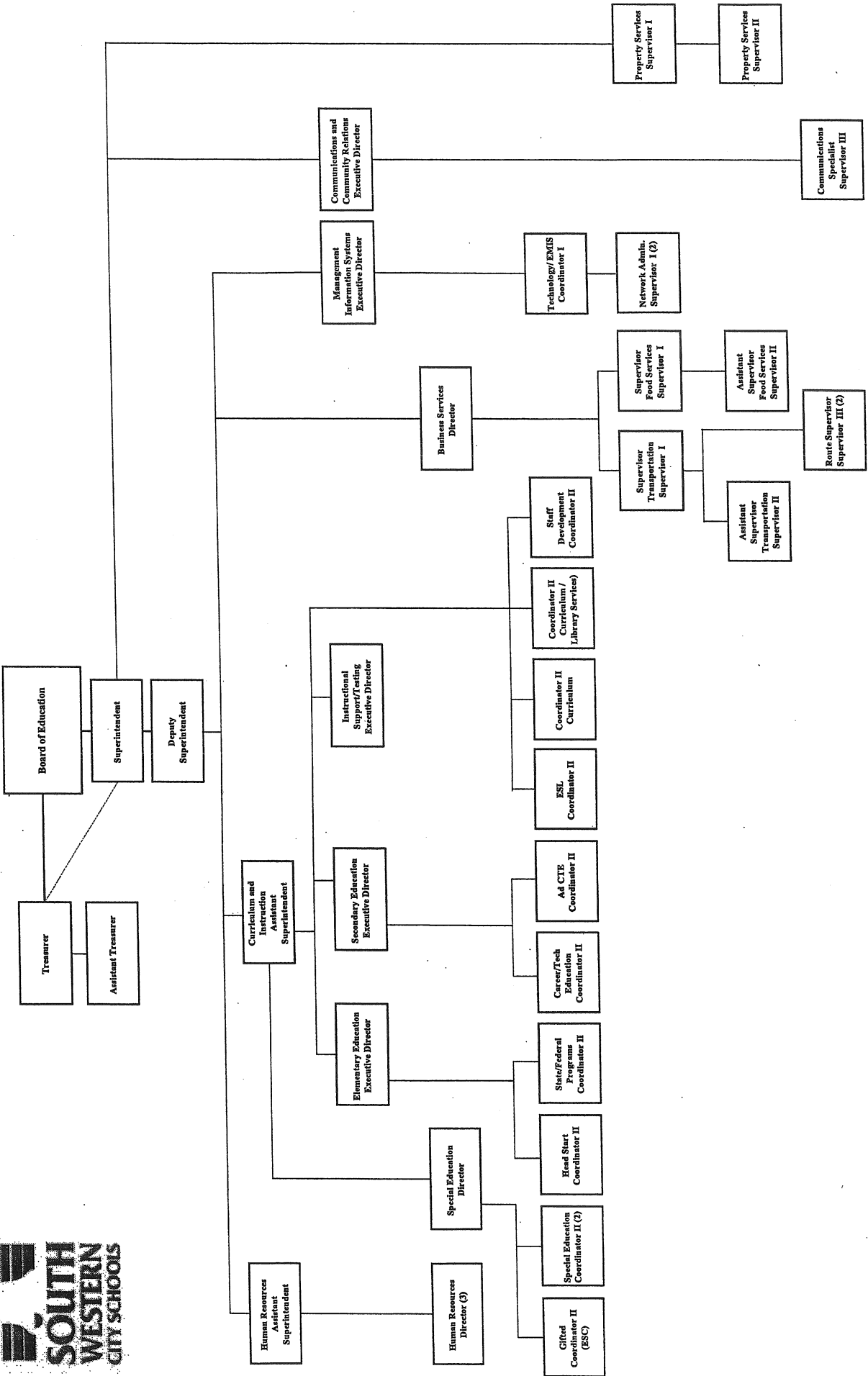
William H. Wise, Ph.D.	Superintendent
Philip E. Warner	Deputy Superintendent
Hugh W. Garside Jr.	Treasurer
Karen K. New	Assistant Treasurer
Carl R. Metzger	Assistant Superintendent - Human Resources
Lois J. Rapp	Assistant Superintendent - Curriculum
Bryan J. Mulvany	Executive Director Data and Information Services
Sandra C. Nekoloff	Executive Director of Communications
John R. Kellogg, Ph.D.	Executive Director of Secondary Education
J. Patrick Callaghan	Executive Director of Elementary Education
Diane M. Mankins	Executive Director of Middle Grades and Achievement Data
Janice A. Collette	Director of Student Services
Randy W. Banks	Director - Personnel
Robert F. Rains	Director - Personnel
Scott D. Deubner	Business Manager
Sherry P. Minton	Coordinator - Career and Technical Programs

TREASURER'S DEPARTMENT STAFF

Hugh W. Garside Jr.	Treasurer
Karen K. New	Assistant Treasurer
Carolyn S. Sheridan	Payroll Supervisor
Janet B. Hager	Payroll
Debra L. Makarius	Payroll
Terese M. Litteral	Accounts Receivable
Julie A. Babbert	Accounts Payable
Deborah J. Berry	Accounts Payable
Trixie K. Belew	Accounts Payable/Capital Assets
Sarah A. Johnson	Employee Benefits
Nancie A. Bevilacqua	Accountant
Anita M. McCreary	Accountant



South-Western City Schools Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

South-Western City School
District, Ohio

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

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 stylized handwritten signature in black ink.

President

A handwritten signature in black ink that reads "Jeffrey R. Enos".

Executive Director

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Financial Section



Board of Education
South-Western City School District
3805 Marlane Drive
Grove City, Ohio 43123

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the South-Western City School District, Franklin County, Ohio (the District) as of and for the fiscal year ended June 30, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the South-Western City School District, Franklin County, Ohio as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2010, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

Wilson, Shannon & Snow, Inc.

CERTIFIED PUBLIC ACCOUNTANTS
Ten West Locust Street
Newark, Ohio 43055
(740) 345-6611
1-800-523-6611
FAX (740) 345-5635

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Wilson, Shuman & Snow, Inc.

Newark, Ohio
November 30, 2010

South-Western City School District
Management's Discussion and Analysis

This section of the South-Western City District's (the District) annual financial report presents the discussion and analysis of the District's financial performance during the fiscal year ended June 30, 2010. Please read it in conjunction with the District's financial statements, which immediately follow this section.

Using this Annual Report

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the District financially as a whole. The district-wide financial statements provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. The fund financial statements provide the next level of detail. For governmental activities, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements look at the District's operations in more detail than the government-wide financial statements by providing information about the District's most significant funds - the General, Debt Service, and Capital Improvement Fund with all other funds presented in one column as non-major funds. The District has an Internal Service Proprietary Fund which accounts for the District's health self insurance program. The remaining statement, the statement of fiduciary net assets, presents financial information about activities for which the District acts solely as an agent for the benefit of students and parents and also employee payroll administration.

Reporting the District as a Whole - District-wide Financial Statements

One of the most important questions asked about the District is, "As a whole, what is the District's financial condition as a result of the year's activities?" The statement of net assets and the statement of activities, which appear first in the District's financial statements, report information on the District as a whole and its activities in a way that helps you answer this question. The statements were prepared to include all assets and liabilities, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net assets, as reported in the Statement of Net Assets, as one way to measure the District's financial health or financial position. Over time, increases or decreases in the District's net assets, as reported in the statement of activities, are indicators of whether its financial health is improving or deteriorating. The relationship between revenues and expenses is the District's operating results. However, the District's goal is to provide services to students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the quality of the education provided and the safety of the schools to assess the overall health of the District.

The statement of net assets and the statement of activities report the governmental activities for the District, which encompass all of the District's services, including instruction, support services, food services, community services, extracurricular activities, and interest and fiscal charges. Property taxes, grants and entitlements finance most of these activities.

Reporting the District's Most Significant Funds - Fund Financial Statements

The District's fund financial statements provide detailed information about the most significant funds - not the District as a whole. Some funds are required to be established by State law and by bond covenants. However, the District establishes many other funds to help it control and manage money for particular purposes (the Food Service and Athletics Funds are examples) or to show that it's meeting legal responsibilities for using certain taxes, grants, and other money (like bond-funded construction funds used for voter-approved capital projects). The governmental funds of the District use the following accounting approach:

Governmental funds - All of the District's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year end that are available for spending. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the operations of the District and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. The relationship (or differences) between governmental activities (reported in the statement of net assets and the statement of activities) and governmental funds is described in a reconciliation.

Proprietary fund – The District maintains an Internal Service Proprietary Fund to account for and accumulate costs internally among the District's various functions. The District's Internal Service Fund accounts for a health self-insurance program which provides health and dental benefits to employees. The District does not have any enterprise funds.

The District as Trustee - Reporting the District's Fiduciary Responsibilities

The District is the trustee, or fiduciary, for its student activity funds, and various payroll deductions. All of the District's fiduciary activities are reported in separate statements of fiduciary net assets. These activities are excluded from the District's other financial statements because the District cannot use these assets to finance its operations. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

South-Western City School District
Management's Discussion and Analysis

The District as a Whole

Recall that the Statement of Net Assets provides the perspective of the District as a whole. Table 1 provides a summary of the District's net assets as of June 30, 2010 and as of June 30, 2009 for comparison purposes:

<i>Table 1</i>		
	Governmental Activities	
	(in thousands)	
	2010	2009
Assets		
Current and other assets	\$ 185,727	\$ 148,824
Capital Assets	133,926	139,755
Total Assets	319,653	288,579
Liabilities		
Current liabilities	84,219	75,559
Long-term liabilities	105,625	116,173
Total Liabilities	189,844	191,732
Net Assets		
Invested in Capital Assets - Net of related debt	44,613	40,528
Restricted	28,129	23,493
Unrestricted	57,067	32,826
Total Net Assets	\$ 129,809	\$ 96,847

The above analysis focuses on the net assets (see Table 1). The change in net assets (see Table 2) of the District's governmental activities is discussed below.

The District's net assets were \$129,809 thousand at June 30, 2010. Capital assets, net of related debt totaling \$44,613 thousand, compares the original cost, less depreciation of the District's capital assets to long-term debt used to finance the acquisition of those assets. Most of the debt will be repaid from voter-approved property taxes collected as the debt service comes due. Restricted net assets are reported separately to show legal constraints from debt covenants and enabling legislation that limit the District's ability to use those net assets for day-to-day operations.

South-Western City School District
Management's Discussion and Analysis

The results of this year's operations for the District as a whole are reported in the statement of activities (Table 2), which shows the changes in net assets as of June 30, 2010 and as of June 30, 2009, for comparison purposes.

Table 2		
Governmental Activities (in thousands)		
	2010	2009
Revenue		
Program revenue:		
Charges for Services	\$ 4,194	\$ 4,822
Operating Grants	35,369	33,841
General Revenue:		
Property Taxes	109,394	102,486
Payment in Lieu of Taxes	1,361	1,406
Grants and Entitlements	109,993	101,901
Interest	336	974
Other Local Revenue	6,623	6,838
Total Revenue	267,270	252,268
Functions/Program Expenses		
Instruction	135,467	135,013
Support Services	82,592	81,386
Food Services	8,341	8,610
Community Services	1,498	1,803
Extracurricular Activities	2,377	3,879
Interest and Fiscal Charges	4,033	4,692
Total Expenses	234,308	235,383
Change in Net Assets	32,962	16,885
Net Assets Beginning of Year	96,847	79,962
Net Assets End of Year	\$ 129,809	\$ 96,847

South-Western City School District
Management's Discussion and Analysis

As reported in the statement of activities, the cost of all of the governmental activities this fiscal year is \$234,308 thousand. Certain activities were partially funded from those who benefited from the programs in the amount of \$4,194 thousand or by other governments and organizations that subsidized certain programs with grants and contributions in the amount of \$35,369 thousand. The remaining "public benefit" portion of the governmental activities was paid for with \$109,394 thousand in taxes, \$109,993 thousand in grants and entitlements, and with other revenues.

The District experienced an increase in net assets of \$32,962 thousand. This increase was realized primarily due to three factors. First, the District passed a 7.4 mill operating property tax on November 4, 2009 which will generate roughly \$18,500 thousand annually. Second the District implemented a reduction in force of sixty-six staff members and closed two schools eliminating expenditures of roughly \$4,200 thousand annually. And third, the District retired \$9,661 thousand of principal on existing general obligation bonds.

As discussed above, the net cost shows the financial burden that was placed on the State and the District's taxpayers by each of these functions. Since property taxes for operations and grants and entitlements constitute the vast majority of district operating revenue sources, the Board of Education and Administration must annually evaluate the needs of the District and balance those needs with available unrestricted resources.

The District's Funds

As noted earlier, the District uses funds to help it control and manage money for particular purposes. Looking at funds helps the reader consider whether the District is being accountable for the resources taxpayers and others provide to it and may provide more insight into the District's overall financial health.

As the District completed fiscal year 2009-10, the governmental funds reported a combined fund balance of \$80,319 thousand, which is an increase of \$27,219 thousand from previous fiscal year. The primary reason for the increase is due to the passage of the operating property tax and budget reduction efforts during the fiscal year.

The General Fund balance increased \$22,090 thousand to \$55,317 thousand due to the stabilization of expenditures as a result of continued cost containment strategies and the passage of the operating property tax.

The Debt Service Fund balance increased \$1,562 thousand to \$14,630 thousand. This increase is insignificant and can be attributed to fluctuating tax collections. The Debt Service Fund balance, which is sufficient to meet future obligations, is reserved to pay debt service obligations of the District.

The Capital Improvement Fund balance increased \$3,110 thousand to \$6,810 thousand due to management's efforts to create a contingency of one half of a year's collections for unforeseen events. Expenditures included, but are not limited to, roofing and paving upgrades at various District facilities, fifteen additional buses and technology equipment upgrades.

South-Western City School District
Management's Discussion and Analysis

The Other Governmental Funds balance increased \$459 thousand to \$3,562 thousand due to the receipt of additional federal grant funds provided through the American Recovery and Reinvestment Act (ARRA). Other Governmental Funds primarily consist of special revenue funds.

General Fund Budgetary Highlights

Over the course of the year, the District revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. State law requires that the budget be amended to ensure that expenditures do not exceed appropriations. The final amendment to the budget was adopted prior to June 30, 2010.

Revisions were made to the original 2009-10 General Fund budget based on current needs. Budgeted revenues were increased \$21,046 thousand primarily due to increased property tax revenues from the passage of the 7.4 mill operating property tax. Budgeted expenditures were increased \$55 thousand due to minor variations and are insignificant in the scope of the entire budget.

Capital Assets and Debt Administration

Capital Assets

At June 30, 2010, the District had \$133,926 thousand invested in a broad range of capital assets, including land, improvements to land, buildings, furniture and equipment, vehicles, and buses. This amount represents a net decrease (including additions, deductions, and depreciation) of \$5,829 thousand, or 4.2 percent, from last year.

<u>Description of Capital Asset</u>	<u>2010</u>	<u>2009</u>
Land	\$ 6,752	\$ 6,752
Improvements to Land	1,523	1,322
Buildings	121,125	126,279
Furniture and Equipment	675	562
Vehicles	269	203
Buses	3,392	4,151
Construction in Progress	<u>190</u>	<u>486</u>
Total Capital Assets	<u>\$ 133,926</u>	<u>\$ 139,755</u>

This year's additions of \$2,511 thousand included costs associated with the improvements in roofing, flooring and paving projects at multiple District facilities, and equipment and technology purchases. A more detailed explanation of the District's capital assets can be located in Note 6 to the basic financial statements.

South-Western City School District
Management's Discussion and Analysis

Debt

At the end of this year, the District had \$92,217 thousand in bonds and notes outstanding versus \$102,135 thousand in the previous year, which is a decrease of 9.7 percent. Those bonds and notes consisted of the following: (in thousands)

<u>Description of G.O. Bonds and Note</u>	<u>2010</u>	<u>2009</u>
1999 School Facilities	\$ 6,830	\$ 10,035
2002 School Facilities	1,515	1,980
2002 Energy Conservation	2,165	2,550
2000 Vocational Construction	467	533
2003 Refunding School Facilities	10,546	13,120
2006 Refunding School Facilities	68,731	72,148
2006 Refunding Capital Appreciation Bonds	<u>1,963</u>	<u>1,769</u>
Total Long -Term Bonds and Notes Payable	<u>\$ 92,217</u>	<u>\$ 102,135</u>

The District's general obligation bond rating is periodically reviewed by two independent rating firms; Moody's Investors Service and Standard and Poor's. Moody's Investors Services upgraded the District's rating from an A1/negative outlook to an Aa2 rating on July 15, 2010 due to the passage of the operating property tax and improved financial position. Standard and Poor's reaffirmed their credit rating of A+ on March 27, 2008. The state limits the amount of general obligation debt that schools can issue to ten percent of the assessed value of all taxable property within the District's boundaries. The District's outstanding general obligation debt of \$92,217 thousand is significantly below the \$231,864 thousand statutorily imposed limit.

Other obligations include accrued vacation pay, sick leave, and capital leases. A more detailed explanation of the long-term liabilities is presented in Note 11 to Basic Financial Statements.

Current Issues Affecting Financial Conditions

The District has three bargaining units. The teaching and certificated staffs are represented by the South-Western Education Association (S.W.E.A.). The classified staff is represented by Chapter 211 of the Ohio Association of Public School Employees (O.A.P.S.E.). The administrative staff is represented by the South-Western Schools Administrators Association (S.W.A.A.).

S.W.E.A. is affiliated with the Ohio Education Association (O.E.A), and the National Education Association (N.E.A.). The Board has bargained with the S.W.E.A. since 1968. On April 22, 2009, the Board and S.W.E.A. signed a one year contract extension effective July 1, 2009 through June 30, 2010. The Board and S.W.E.A. agreed to freeze base salaries for the term of the extension. The Board and S.W.E.A. are currently negotiating the contract which expired June 30, 2010.

South-Western City School District
Management's Discussion and Analysis

Chapter 211 of the Ohio Association of Public School employees (O.A.P.S.E.) is affiliated with A.F.S.C.M.E. On April 1, 2009, the Board and O.A.P.S.E. signed a one year contract extension effective July 1, 2009 through June 30, 2010. The Board and O.A.P.S.E. agreed to freeze base salaries for the term of the extension. The Board and O.A.P.S.E. are currently negotiating the contract which expired June 30, 2010.

On August 23, 2010, the Board and S.W.A.A. signed a one year contract effective July 1, 2010 through June 30, 2011. The Board and S.W.A.A. agreed to freeze base salaries for the term of the contract and also agreed to increase the employee's contribution to 7.5% for single health and dental plans effective January 1, 2011.

On July 17, 2009 the Ohio House Bill 1 was signed into law. Ohio House Bill 1 systematically changed the format of funding in Ohio from a per pupil funding model to an evidence based model. The evidence based model is based on the following principles:

- Ensure the success of all children regardless of their socio-economic situation;
- Align state resources to address disparities;
- Create a flexible and adaptable system that encourages innovation and creativity;
- Recognize that instructional quality is a central driver of educational attainment;
- Recognize that each student is different and allocate resources based on need;
- Retain the state-local partnership, but accurately account for local resources; and
- Use most recent data and information to recalibrate the model in future years.

Due to current economic conditions in the state, the revenue and expenditure aspects of the evidence based model have not been fully implemented. Currently, the State of Ohio has proposed phasing in the model over time. The District is hopeful that the model will provide financial stability when fully implemented.

The current status of the statewide economy has caused the State of Ohio to cut budgets in many agencies. These cuts have indirectly affected the District, however; direct support has not been reduced.

The economic climate in the State of Ohio is bleak and an eight billion dollar budget shortfall looms in the next State biennial budget, which starts on July 1, 2011. If the State budget does not improve, it is probable that the Department of Education's budget will be reduced. Each ten percent reduction in State funding generates roughly nine million dollars in lost funds to the District annually.

South-Western City School District
Management's Discussion and Analysis

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions or need additional financial information, please feel free to contact:

Hugh W. Garside Jr.
Treasurer/Chief Fiscal Officer
Voice: (614) 801-3047
Email: hugh.garside@swcs.us

South-Western City Schools
3805 Marlane Drive
Grove City, Ohio 43123

South-Western City School District
Statement of Net Assets
June 30, 2010

	Governmental <u>Activities</u>
<u>Assets</u>	
Equity in Pooled Cash and Cash	
Equivalents	\$ 53,323,097
Receivables:	
Taxes - Current	110,106,568
Taxes - Delinquent	11,284,744
Payment in Lieu of Taxes	1,619,430
Accounts	198,218
Interest	9,655
Intergovernmental	6,573,864
Materials and Supplies Inventory	416,081
Unamortized Debt Issuance Costs	2,194,914
Capital Assets:	
Land	6,751,905
Construction in Progress	190,393
Depreciable Capital Assets, Net of Accumulated Depreciation	<u>126,984,075</u>
Total Capital Assets, Net of Accumulated Depreciation	<u>133,926,373</u>
Total Assets	<u>\$ 319,652,944</u>
<u>Liabilities</u>	
Accounts Payable	\$ 1,765,829
Contracts Payable	179,260
Claims Payable	1,844,280
Accrued Wages and Benefits	19,150,200
Accrued Interest Payable	303,836
Unearned Revenue	60,976,031
Long-Term Liabilities:	
Due within One Year	13,073,929
Due in More than One Year	<u>92,550,907</u>
Total Liabilities	<u>\$ 189,844,272</u>
<u>Net Assets</u>	
Invested in Capital Assets, Net of Related Debt	44,612,781
Restricted for:	
Debt Service	15,827,619
Capital Projects	7,313,880
District Managed Student Activities	820,223
State Grants	306,322
Federal Grants	2,715,469
Food Service	868,982
Other Purposes	276,318
Unrestricted	<u>57,067,078</u>
Total Net Assets	<u>\$ 129,808,672</u>

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

South-Western City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2010

	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense) Revenue and</u>
		<u>Charges for</u>	<u>Operating Grants,</u>	<u>Changes in Net Assets</u>
		<u>Services and Sales</u>	<u>Contributions</u>	<u>Governmental</u>
			<u>and Interest</u>	<u>Activities</u>
Governmental Activities:				
Instruction:				
Regular	\$ 99,541,915	\$ 137,446	\$ 1,505,077	\$ (97,899,392)
Special	28,566,712	-	15,088,094	(13,478,618)
Vocational	6,387,286	91,031	1,824,797	(4,471,458)
Other	971,222	23,880	109,905	(837,437)
Support Services:				
Pupil	10,157,786	-	2,480,218	(7,677,568)
Instructional Staff	17,532,453	-	6,300,364	(11,232,089)
Board of Education	43,974	-	-	(43,974)
Administration	15,717,538	-	930,174	(14,787,364)
Fiscal	3,498,071	-	145,953	(3,352,118)
Business	861,465	-	-	(861,465)
Operations and Maintenance	17,219,782	-	575,189	(16,644,593)
Pupil Transportation	11,466,296	252,500	13,187	(11,200,609)
Central	6,094,728	-	-	(6,094,728)
Food Service	8,340,945	3,070,970	5,146,936	(123,039)
Community Services	1,498,385	12,245	1,249,392	(236,748)
Extracurricular Activities	2,376,629	606,324	-	(1,770,305)
Interest and Fiscal Charges	4,032,517	-	-	(4,032,517)
Total Governmental Activities	\$ 234,307,704	\$ 4,194,396	\$ 35,369,286	(194,744,022)

General Revenues:

Property Taxes Levied for:	
General Purposes	92,055,343
Debt Service	13,130,296
Capital Projects	4,207,501
Payment in Lieu of Taxes	1,360,937
Grants and Entitlements not Restricted to Specific Programs	109,993,005
Interest	335,983
Other Local Revenues	6,622,557
Total General Revenues	227,705,622
Changes in Net Assets	32,961,600
Net Assets Beginning of Year	96,847,072
Net Assets End of Year	\$ 129,808,672

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

South-Western City School District
Balance Sheet
Governmental Funds
June 30, 2010

	<u>General</u>	<u>Debt Service</u>	<u>Capital Improvements</u>	<u>Other Governmental Funds</u>
<u>Assets</u>				
Equity in Pooled Cash and Cash				
Equivalents	\$ 31,603,254	\$ 8,506,596	\$ 5,046,135	\$ 3,923,800
Receivable:				
Taxes - Current	93,466,387	12,504,930	4,135,251	-
Taxes - Delinquent	9,580,163	1,275,552	429,029	-
Payment in Lieu of Taxes	1,544,430	-	75,000	-
Accounts	182,901	-	-	15,317
Interest	9,655	-	-	-
Intergovernmental	444,498	-	-	6,129,366
Interfund Loan Receivable	1,531,906	-	-	-
Materials and Supplies Inventory	308,329	-	-	107,752
Total Assets	<u>\$ 138,671,523</u>	<u>\$ 22,287,078</u>	<u>\$ 9,685,415</u>	<u>\$ 10,176,235</u>
<u>Liabilities and Fund Balances</u>				
<u>Liabilities:</u>				
Accounts Payable	\$ 1,107,685	\$ -	\$ 70,820	\$ 439,479
Contracts Payable	-	-	179,260	-
Accrued Wages and Benefits	16,956,462	-	-	2,193,738
Compensated Absences Payable	1,379,652	-	-	-
Interfund Loans Payable	-	-	-	1,531,906
Deferred Revenue	63,910,585	7,656,853	2,625,484	2,448,892
Total Liabilities	<u>83,354,384</u>	<u>7,656,853</u>	<u>2,875,564</u>	<u>6,614,015</u>
<u>Fund Balance:</u>				
Reserved for Encumbrances	2,796,199	-	848,612	648,329
Reserved for Future Appropriation	40,993,112	6,123,629	2,013,796	-
Reserved for Debt Service	-	8,506,596	-	-
Unreserved, reported in				
General Fund	11,527,828	-	-	-
Special Revenue Funds	-	-	-	2,913,891
Capital Project Fund	-	-	3,947,443	-
Total Fund Balances	<u>55,317,139</u>	<u>14,630,225</u>	<u>6,809,851</u>	<u>3,562,220</u>
Total Liabilities and Fund Balances	<u>\$ 138,671,523</u>	<u>\$ 22,287,078</u>	<u>\$ 9,685,415</u>	<u>\$ 10,176,235</u>

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

South-Western City School District
 Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2010

<table border="0" style="width: 100%;"> <tr> <td style="text-align: center;">Total Governmental Funds</td> </tr> <tr> <td style="text-align: right;">\$ 49,079,785</td> </tr> <tr> <td style="text-align: right;">110,106,568</td> </tr> <tr> <td style="text-align: right;">11,284,744</td> </tr> <tr> <td style="text-align: right;">1,619,430</td> </tr> <tr> <td style="text-align: right;">198,218</td> </tr> <tr> <td style="text-align: right;">9,655</td> </tr> <tr> <td style="text-align: right;">6,573,864</td> </tr> <tr> <td style="text-align: right;">1,531,906</td> </tr> <tr> <td style="text-align: right;">416,081</td> </tr> <tr> <td style="text-align: right;"><u>\$ 180,820,251</u></td> </tr> <tr> <td style="text-align: right;">\$ 1,617,984</td> </tr> <tr> <td style="text-align: right;">179,260</td> </tr> <tr> <td style="text-align: right;">19,150,200</td> </tr> <tr> <td style="text-align: right;">1,379,652</td> </tr> <tr> <td style="text-align: right;">1,531,906</td> </tr> <tr> <td style="text-align: right;">76,641,814</td> </tr> <tr> <td style="text-align: right;"><u>100,500,816</u></td> </tr> <tr> <td style="text-align: right;">4,293,140</td> </tr> <tr> <td style="text-align: right;">49,130,537</td> </tr> <tr> <td style="text-align: right;">8,506,596</td> </tr> <tr> <td style="text-align: right;">11,527,828</td> </tr> <tr> <td style="text-align: right;">2,913,891</td> </tr> <tr> <td style="text-align: right;">3,947,443</td> </tr> <tr> <td style="text-align: right;">80,319,435</td> </tr> <tr> <td style="text-align: right;"><u>\$ 180,820,251</u></td> </tr> </table>	Total Governmental Funds	\$ 49,079,785	110,106,568	11,284,744	1,619,430	198,218	9,655	6,573,864	1,531,906	416,081	<u>\$ 180,820,251</u>	\$ 1,617,984	179,260	19,150,200	1,379,652	1,531,906	76,641,814	<u>100,500,816</u>	4,293,140	49,130,537	8,506,596	11,527,828	2,913,891	3,947,443	80,319,435	<u>\$ 180,820,251</u>	<table border="0" style="width: 100%;"> <tr> <td style="width: 70%;">Total Governmental Fund Balances</td> <td style="width: 10%; text-align: right;">\$</td> <td style="width: 20%; text-align: right;">80,319,435</td> </tr> <tr> <td colspan="3">Amounts reported for governmental activities in the statement of net assets are different because:</td> </tr> <tr> <td>Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.</td> <td></td> <td style="text-align: right;">133,926,373</td> </tr> <tr> <td>Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.</td> <td></td> <td style="text-align: right;">15,665,783</td> </tr> <tr> <td>Unamortized premiums on bond and long-term note issuances are not recognized in the funds.</td> <td></td> <td style="text-align: right;">(2,536,852)</td> </tr> <tr> <td>Unamortized bond and long-term note issuance costs are not recognized in the funds.</td> <td></td> <td style="text-align: right;">2,194,914</td> </tr> <tr> <td>An internal service fund is used by management to charge the cost of health and dental insurance to individual funds. 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South-Western City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2010

	<u>General</u>	<u>Debt Service</u>	<u>Capital Improvements</u>	<u>Other Governmental Funds</u>
Revenues:				
Local:				
Taxes	\$ 91,645,660	\$ 13,080,616	\$ 4,219,996	\$ -
Tuition	883,547	-	-	91,145
Interest	335,983	-	-	749
Other Local Revenue	1,123,236	-	-	4,957,760
Payment in Lieu of Taxes	1,603,739	-	75,000	-
Intergovernmental - State	109,723,493	1,902,271	1,024,821	1,522,553
Intergovernmental - Federal	992,464	-	-	29,740,061
Total Revenues	<u>206,308,122</u>	<u>14,982,887</u>	<u>5,319,817</u>	<u>36,312,268</u>
Expenditures:				
Current:				
Instruction:				
Regular	91,782,238	-	781,774	2,892,484
Special	18,817,793	-	-	9,672,145
Vocational	4,997,187	-	-	565,560
Other	465,143	-	-	490,340
Support Services:				
Pupil	8,005,228	-	-	2,103,407
Instructional Staff	9,727,463	-	-	7,765,352
Board of Education	43,974	-	-	-
Administration	14,309,649	-	-	1,322,623
Fiscal	2,913,039	188,395	62,533	221,679
Business	490,840	-	87,240	282,097
Operations and Maintenance	15,759,042	-	-	480,356
Pupil Transportation	10,643,649	-	-	46,415
Central	2,968,751	-	15,136	64,761
Food Service	-	-	-	8,161,209
Community Services	106,229	-	-	1,140,859
Extracurricular Activities	1,596,829	-	-	765,727
Capital Outlay	534,352	-	1,196,730	464,101
Debt Services:				
Principal Retirement	-	9,745,000	66,667	-
Interest and Fiscal Charges	-	3,971,678	-	-
Total Expenditures	<u>183,161,406</u>	<u>13,905,073</u>	<u>2,210,080</u>	<u>36,439,115</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	23,146,716	1,077,814	3,109,737	(126,847)
Other Financing Sources (Uses):				
Transfers - In	-	483,751	-	585,625
Transfers - Out	(1,069,376)	-	-	-
Sale of Capital Assets	12,346	-	-	-
Total Other Financing Sources (Uses)	<u>(1,057,030)</u>	<u>483,751</u>	<u>-</u>	<u>585,625</u>
Net Change in Fund Balances	22,089,686	1,561,565	3,109,737	458,778
Fund Balances at Beginning of Year	<u>33,227,453</u>	<u>13,068,660</u>	<u>3,700,114</u>	<u>3,103,442</u>
Fund Balances at End of Year	<u>\$ 55,317,139</u>	<u>\$ 14,630,225</u>	<u>\$ 6,809,851</u>	<u>\$ 3,562,220</u>

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

South-Western City School District
 Reconciliation of the Statement of Revenues, Expenditures, and Changes in
 Fund Balances of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended June 30, 2010

<hr/>		
Total Governmental Funds	Net Change in Fund Balances - Total Governmental Funds	\$ 27,219,766
	Amounts reported for governmental activities in the statement of activities are different because:	
\$ 108,946,272		
974,692	Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
336,732		
6,080,996	This is the amount by which depreciation (\$6,993,175) in the current period exceeds capital outlay, which met the capitalization criteria, (\$1,323,534).	(5,669,641)
1,678,739		
114,173,138	In the statement of activities, only the gain and loss on the disposal of capital assets is reported, whereas in the governmental funds, the entire proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balances by the cost of the assets disposed.	(158,602)
<u>30,732,525</u>		
<u>262,923,094</u>	Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	743,601
95,456,496		
28,489,938	Long-term debt proceeds provide current financial resource to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	9,811,667
5,562,747		
955,483	Debt Issuance costs reported in the statement of revenues, expenditures, and changes in fund balances that are reported as expenditures are not reported as expenses in the statement of activities.	(199,337)
10,108,635		
17,492,815	Premiums on debt issuances are recognized as revenues in the governmental funds, however, they are amortized over the life of the issuance on the statement of activities.	301,117
43,974		
15,632,272	Accretion on capital appreciation bonds is an expenditures in the governmental funds but is allocated as an expense over the life of the bonds.	(194,829)
3,385,646		
860,177	Governmental Funds report expenditures for interest when it is due. In the statement of activities, interest expense is recognized as the interest accrues, regardless of when it is due. The additional interest report in the statement of activities is due to the accrued interest on bonds.	32,210
16,239,398		
10,690,064	Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	280,770
3,048,648		
8,161,209	Internal service funds are used by management to charge the costs of certain activities, such as insurance to individual funds. The net revenue (expense) of internal services funds is reported with governmental activities.	794,878
1,247,088		
2,362,556		
2,195,183		
9,811,667	Changes in Net Assets of Governmental Activities	<u>\$ 32,961,600</u>
<u>3,971,678</u>		
<u>235,715,674</u>		
27,207,420		
1,069,376		
(1,069,376)		
12,346		
<u>12,346</u>		
27,219,766		
53,099,669		
<u>\$ 80,319,435</u>		

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

South-Western City School District
Statement of Net Assets
Internal Service Fund
June 30, 2010

Current Assets:

Equity in Pooled Cash and Cash	
Equivalents	\$ 4,243,312
Total Current Assets	<u>\$ 4,243,312</u>

Current Liabilities:

Accounts Payable	\$ 147,845
Claims Payable	<u>1,844,280</u>
Total Current Liabilities	<u>1,992,125</u>

Net Assets

Unrestricted	<u>2,251,187</u>
Total Net Assets	<u>\$ 2,251,187</u>

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

South-Western City School District
Statement of Revenues, Expenses and
Changes in Fund Net Assets
Internal Service Fund
For the Fiscal Year Ended June 30, 2010

Operating Revenues:	
Charges for Services	\$ 20,388,030
Charges to Employees	<u>3,748,865</u>
Total Operating Revenues	<u>24,136,895</u>
Operating Expenses:	
Salaries and Wages	227,733
Fringe Benefits	5,714
Claims	21,218,936
Purchased Services	<u>1,889,634</u>
Total Operating Expenses	<u>23,342,017</u>
Operating Income	794,878
Net Assets Beginning of Year	<u>1,456,309</u>
Net Assets End of Year	<u>\$ 2,251,187</u>

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

South-Western City School District
Statement of Cash Flows
Internal Service Fund
For the Fiscal Year Ended June 30, 2010

Increase in Cash and Cash Equivalents

Cash Flows from Operating Activities:	
Cash Received from Customers	\$ 20,388,030
Cash Received from Employees	3,748,865
Cash Payments for Claims	(21,625,788)
Cash Payments for Salaries and Fringe Benefits	(233,447)
Cash Payments to Suppliers for Goods and Services	<u>(1,741,789)</u>
Net Cash Provided by Operating Activities	<u>535,871</u>
Net Increase in Cash and Cash Equivalents	535,871
Cash and Cash Equivalents Beginning of Year	<u>3,707,441</u>
Cash and Cash Equivalents End of Year	<u><u>\$ 4,243,312</u></u>

Reconciliation of Operating Income to Net Cash

<u>Provided by Operating Activities:</u>	
Operating Income	\$ 794,878
Adjustments to Reconcile Operating Income to Net	
Cash Provided by Operating Activities:	
Changes in Assets and Liabilities:	
Increase in Accounts Payable	147,845
Decrease in Claims Payable	<u>(406,852)</u>
Net Cash Provided by Operating Activities	<u><u>\$ 535,871</u></u>

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

South-Western City School District
Statement of Fiduciary Net Assets
Agency Fund
June 30, 2010

Assets:

Equity in Pooled Cash and Cash Equivalents	\$ 2,507,266
Accounts Receivable	<u>186,276</u>
Total Assets	<u><u>\$ 2,693,542</u></u>

Liabilities:

Accounts Payable	\$ 28,108
Due to Other Governments	900,782
Undistributed Money	<u>1,764,652</u>
Total Liabilities	<u><u>\$ 2,693,542</u></u>

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

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 1 - DESCRIPTION OF THE DISTRICT

The South-Western City School District (the "District") operates under a locally elected five-member board and provides educational services as authorized by its charter or further mandated by state/or federal agencies. The Board controls the District's thirty-six instructional/support facilities staffed by 911 non-certificated employees, 1,422 certificated full time teaching personnel and 98 administrative employees to provide services to approximately 19,940 students and other community members.

The District was established in 1959 through the consolidation of existing land areas and school districts and is organized under Sections 2 and 3, Article VI of the constitution of the State of Ohio. Under the law, there is no authority for a school district to have a charter or adopt local laws. The legislative power of the District is vested in the Board of Education, consisting of five members elected at large for staggered four-year terms.

The District serves an area of approximately one hundred nineteen (119) square miles. It encompasses most of the southwestern quadrant of Franklin County, including a substantial portion of the southwestern quadrant of the City of Columbus, Ohio, the state capital, and five other cities and townships. In addition, a very small portion of Pickaway County is included within the District boundaries.

The District is the sixth largest in the state of Ohio (among 612 school districts) in terms of enrollment and the second largest (behind the Columbus City School District) in Franklin County. During fiscal year 2010 the District operated 16 elementary schools, five intermediate schools, five middle schools, four comprehensive high schools and one career academy high school.

Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the South-Western City School District, this includes general operations, food service, head start, student guidance, extracurricular activities and care and upkeep of grounds and buildings of the District.

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the South-Western City School District have been prepared in conformity with accounting principles generally accepted in the United States of America (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 District also applies Financial Accounting Standards Board (FASB) statements and Interpretations issued on or before November 30, 1989, provided they do not conflict with or contradict GASB pronouncements. The District's significant accounting policies are described below.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Basis of Presentation

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

Government - Wide Financial Statements

The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements except for interfund services provided and used. Internal Service Fund operating activity is eliminated to avoid overstatement of revenues and expenses. The statements distinguish between governmental and business-type activities of the District. The District has no business-type activities.

The statement of net assets presents the financial condition of the governmental activities of the District at year-end. The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with service, program or department and therefore clearly identifiable to a particular function. It is the policy of the District not to allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient for the goods or services offered by the program and grants, contributions and interest that are restricted to meeting the operational requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the District, with certain limited expectations. The comparison of direct expense with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements

Fund financial statements report detailed information about the District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column, and all nonmajor funds are aggregated and presented in one column. The Internal Service fund is presented on the proprietary fund statements. Fiduciary funds are reported by fund type.

B. Fund Accounting

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

Governmental Funds

Governmental funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. Below is a description of the funds presented in the financial statements:

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Fund Accounting (continued)

Major Governmental Funds

General Fund - The General Fund is the general operating fund of the District and is used to account for all financial resources except those required to be accounted for in another fund.

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

Capital Improvements Fund - The Capital Improvements Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

The other governmental funds of the District account for grants and other resources.

Proprietary Fund

The proprietary fund focuses on the determination of the changes in net assets, financial position, and cash flows. Proprietary funds are classified as enterprise or internal service; the District has no enterprise funds.

Internal Service Fund – The Health Self Insurance Internal Service fund is used to account for dental insurance claims and health insurance claims.

Fiduciary Funds

Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, or other governmental units and/or other funds. This includes agency funds. Agency funds are purely custodial and thus do not involve measurement of results of operation.

Agency Funds – Agency Funds are used to account for student activities and internal processing of employee health insurances and retirement.

C. Measurement Focus

Government-wide Financial Statements

The government-wide financial statement is prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the District are included on the Statement of Net Assets.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statement therefore includes a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. The fund financial statements are prepared using either modified accrual for governmental funds or accrual basis for proprietary and agency funds. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and the presentation of expenses versus expenditures.

Revenues – Exchange and Non-exchange Transactions

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recognized in the accounting period when they become both measurable and available. “Measurable” means the amount of the transaction can be determined, and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period of the District is sixty days after fiscal year end.

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

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

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes (should not include delinquent) for which there is an enforceable legal claim as of June 30, 2010, but which were levied to finance fiscal year 2010 operations, have been recorded as unearned revenue.

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

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary funds' principal ongoing operations. The principal operating revenues of the Health Self Insurance Fund are charges to the District and employees for insurance premiums. Operating expenses for the Internal Service Fund include payments of claims and administrative costs. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expense.

Expenditures/Expenses

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

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

E. Budgetary Data

The District is required by state statute to adopt an annual appropriation cash basis budget for all funds, except agency funds. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution. The timeline is explained below.

Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The expressed purpose for this budget document is to reflect the need for existing (or increased) tax rates.

By no later than January 20, the board-adopted budget is filed with the Franklin County Budget Commission for tax rate determination.

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources, which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as a basis for the appropriation measure. On or about July 1, the Certificate is amended to include any unencumbered balances from the preceding year as reported by the District Treasurer. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original and final budgeted amounts in the budgetary statements reflect the amounts set forth in the original and final Amended Certificate issued for fiscal year 2010, respectively.

By July 1, the Annual Appropriation Resolution is legally enacted by the Board of Education at the fund level, which is the legal level of budgetary control. Resolution appropriations by fund must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals. Although the legal level of budgetary control was established at the fund level of expenditures, the District has elected to present the general fund's budgetary statement comparisons at the fund, function and object level.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Budgetary Data (continued)

Any revisions that alter the total of any fund appropriations must be approved by the Board of Education

Formal budgetary integration is employed as a management control device during the year for all funds consistent with the general obligation bond indenture and other statutory provisions. All funds completed the year within the amount of their legally authorized cash basis appropriation.

Appropriation amounts are as originally adopted, or as amended by the Board of Education through the year by supplemental appropriations which either reallocated, increased or decreased the original appropriation amounts. All supplemental appropriations were legally enacted by the Board during fiscal year 2010.

Unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. Encumbered appropriations are carried forward to the succeeding fiscal year and are not reappropriated. Cash disbursements may not legally exceed budgeted appropriations at the fund level.

F. Cash and Cash Equivalents/Investments

The District maintains a cash and investment pool used by all funds. The cash and investment pool has the same characteristics as demand deposits. Each fund's interest in the pooled bank account is presented as "Cash and Cash Equivalents" on the financial statements.

During fiscal year 2010, the District invested in a variety of instruments as allowed in the Ohio Revised Code. Except for investment contracts and money market investments that had a remaining maturity of two years or less at the time of purchase, investments are reported at fair value which is based on quoted market prices. Investment contracts and money market investments that had a remaining maturity of one year or less at the time of purchase are reported at cost or amortized cost.

The District has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2010. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. The District has no invested funds at STAR Ohio at June 30, 2010.

Under existing Ohio statutes, all investment earnings are assigned to the General Fund unless statutorily required to be credited to a specific fund. Interest revenue credited to the General Fund during fiscal year 2010 amounted to \$335,983, which includes \$112,499 assigned from other District Funds.

The District utilizes a financial institution to service bonded debt as principal and interest payments come due.

For presentation on the financial statements, investments of the cash management pool and investments with maturity of three months or less at the time they are purchased by the District are considered to be cash equivalents. During the fiscal year, all investments in the cash management pool had a maturity of twenty-four months or less.

G. Inventory

Inventories of governmental funds are stated at cost. The cost is determined on a first-in, first-out basis. The costs of inventory items are recorded as expenditures in the governmental funds when used by using the consumption method.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Capital Assets and Depreciation

Capital assets are reported in the government-wide statement of net assets but are not reported in the fund financial statements. All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$5,000 and a useful life of at least 5 years. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

All reported capital assets, with the exception of land, are depreciated. Depreciation is computed using the straight-line method over the following useful lives:

Land Improvements	10 to 20 years
Buildings	5 to 45 years
Furniture and Equipment	5 to 20 years
Vehicles	6 years
Buses	13 years

I. Compensated Absences

Vacation and personal leave benefits are accrued as a liability as the benefits are earned if the employee's right to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. An accrual for earned sick leave is made to the extent it is probable that the benefits will result in termination payments. The District records a liability for accumulated unused sick leave for all employees after fifteen years of service. A bonus payment is available to employees who retire at their first retirement eligibility date, which is based on the number of years experience they have earned. A liability is recorded for those employees that have declared their retirement date as of June 30, 2010.

The entire compensated absence liability is reported on the government-wide financial statements.

The total liability for vacation and severance payments has been calculated using pay rates in effect at June 30, 2010, and reduced to the maximum payment allowed by labor contracts and/or statute, plus any additional salary related payments.

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of 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.

In general, governmental fund payables and accrued liabilities that once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Interfund Transactions

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 financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net assets.

L. Fund Balance Reserves

The District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available spendable resources and therefore are not available for appropriations for expenditures. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves are established for encumbrances, debt services and property tax advances.

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. Any unspent borrowings used for the acquisition, construction or improvement of those assets do not reduce net assets invested in capital assets, net of related debt. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net assets restricted for other purposes include activities for other grants and vocational rotary programs restricted to cash disbursements for specified purposes.

The District applies restricted resources first when an expense is incurred for purposes of which both restricted and unrestricted net assets are available. The District did not have net assets restricted by enabling legislation at June 30, 2010.

N. Parochial Schools

Within the District boundaries are various parochial schools operated through the Catholic Diocese and local churches. Current state legislation provides funding to these parochial schools. These monies are received and disbursed on behalf of the parochial schools by the Treasurer of the District, as directed by the parochial school. The fiduciary responsibility of the District for these monies is reflected in a special revenue fund (a nonmajor governmental fund) for financial reporting purposes.

O. Estimates

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

P. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2010.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Q. Bond Premiums, Bond Discounts and Gains on Refunding and Issuance Costs

In the government-wide financial statements, bond premiums and discounts are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium and discount. Bond issuance costs are recorded as deferred charges and amortized over the term of the related debt.

Bond premiums on the capital appreciation bonds are deferred and accreted over the term of the bonds.

Any gain or loss on refunding is allocated over the life of the old debt or the new debt whichever is shorter.

On the governmental fund financial statements, governmental fund types recognize issuance costs, bond premiums, and bond discounts in the current period. The face amount of the debt issue is reported as other financing sources. Premiums and discounts received on debt issuances are reported as other financing sources and uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt services expenditures.

NOTE 3 - CASH AND CASH EQUIVALENTS/INVESTMENTS

Deposits

At year-end, the carrying amount of the District's deposits was \$54,745,897 and the bank balance was \$54,794,703. Of the bank balance, \$8,250,000 was covered by federal deposit insurance coverage. The remaining amounts were uninsured and uncollateralized as defined by the GASB because the collateral pledged by the financial institution or their trust department or agents is not in the District's name. Although all state statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the District to a successful claim by the FDIC.

Investment Type	Fair Value	Investment Maturities 6 months or less
Repurchase Agreement	\$ 1,084,466	\$ 1,084,466
	\$ 1,084,466	\$ 1,084,466

Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates and according to state law, the District's investment policy limits investment portfolio maturities to five years or less.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 3 - CASH AND CASH EQUIVALENTS/INVESTMENTS (continued)

Credit Risk: The District’s repurchase agreement is secured by underlying securities guaranteed by the United States Government. The District’s investment policy recognizes there is credit risk with each investment and requires consideration of this risk when investing. The District has no investment policy that would further limit its investment choices other than what has been approved by state statute.

Concentration of Credit Risk: The District places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2010:

Investment Type	Fair Value	% of Total
Repurchase Agreement	\$ 1,084,466	100.00%
	\$ 1,084,466	100.00%

Custodial credit risk is the risk that, in the event of a bank failure, the District’s deposits may not be returned. The District has no deposit policy for custodial credit risk beyond the requirements of state statute. According to state law, public depositories must give security for all public funds on deposit. These institutions may either specifically collateralize individual accounts in lieu of amounts insured by the FDIC, or may pledge a pool of government securities valued at least 105% of the total value of public monies on deposit at the institution. Repurchase agreements must be secured by the specific government securities upon which the repurchase agreements are based. These securities must be obligations of or guaranteed by the United States and mature or be redeemable within 5 years of the date of the related repurchase agreement. State laws does not require security for public deposits and investments to be maintained in the District’s name. During 2010, the District and public depositories complied with the provisions of these statutes.

The District has adopted a formal investment policy. There are two investment objectives: safety of principal and compliance with all federal and state laws.

Reconciliation of Cash and Investment to the Statement of Net Assets: The following is a reconciliation of cash and investments to the Statement of Net Assets as of June 30, 2010:

Investments (summarized above)	\$ 1,084,466
Carrying Amount of District's Deposits	54,745,897
Agency Fund - Cash and Cash Equivalents	(2,507,266)
Total Governmental Activities - Cash and Cash Equivalents and Investments	\$ 53,323,097

NOTE 4 - PROPERTY TAXES

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

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 4 - PROPERTY TAXES (continued)

Property taxes include amounts levied against all real, public utility property, and tangible personal property (used in business) located in the District. Real property tax revenues received in calendar year 2010 represent the collection of calendar year 2009 taxes. Real property taxes received in calendar year 2010 were levied after April 1, 2009, on the assessed values as of January 1, 2009, the lien date. Assessed values for real property taxes are established by State law at thirty-five percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, 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 tax revenues received in calendar year 2010 represent the collection of calendar year 2009 taxes. Public utility real and tangible personal property taxes received in calendar year 2009 became a lien on December 31, 2008, were levied after October 1, 2009, and are collected in 2010 with real property taxes. Public utility real property is assessed at twenty-five percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

Beginning in 2001, the Ohio General Assembly reduced the assessment rate for certain tangible personal property of electric and gas utilities from 88 percent to 25 percent. Starting in tax year 2005, the assessment rate for personal property owned by telephone utilities prior to 1995 was being phased down from 88 percent to 25 percent (in tax year 2007) over a three-year period. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four-year phase out of the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes will be levied or collected after calendar year 2010 on local and inter-exchange telephone companies.

The District receives property taxes from Franklin County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2010, are available to finance fiscal year 2010 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes personal property and public utility taxes, and the late June personal property settlement, which are measurable as of June 30, 2010 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 and the late personal property tax settlement were levied to finance current fiscal year operations.

On a full accrual basis, collectible delinquent property taxes and the amount available as an advance have been recorded as a receivable and revenue while the rest of the receivable is deferred. On a modified accrual basis, only the amount available as an advance is recognized as revenue.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 4 - PROPERTY TAXES (continued)

Accrued property taxes receivable represents delinquent taxes outstanding and real property, personal property and public utility taxes, which become measurable as of June 30, 2010. 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 year operations. The receivable is therefore offset by a credit to deferred revenue of the portion not intended to finance current year operations. The amount available as an advance at June 30 was \$40,993,112 in the General Fund, \$6,123,629 in the Debt Service Fund and \$2,013,796 in the Capital Improvement Fund, which is recognized as revenue. The assessed values upon which the fiscal year 2010 taxes were collected are:

	2009 Second		2010 First	
	<u>Half Collection</u>		<u>Half Collection</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/Residential and Other Real Estate	\$ 2,486,685,210	97.02%	\$ 2,498,607,010	96.99%
Public Utility Real and Personal	71,769,930	2.80%	75,388,180	2.92%
Tangible Personal Property	<u>4,619,246</u>	<u>.18%</u>	<u>2,276,634</u>	<u>.09%</u>
Total Assessed Value	<u>\$ 2,563,074,386</u>	<u>100%</u>	<u>\$ 2,576,271,824</u>	<u>100%</u>
Tax rate per \$1,000 of Assessed Valuation	\$ 65.00		\$ 72.45	

NOTE 5 - RECEIVABLES

Receivables at June 30, 2010 consisted of taxes, payment in lieu of taxes, accounts (rent and student fees), interest and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, agreements with local governments and businesses, the stable condition of State programs and the current year guarantee of federal funds. A summary of receivables reported on the statement of net assets follows:

Governmental Activities:	
Property Taxes – Current	\$ 110,106,568
Property Taxes – Delinquent	11,284,744
Payment in Lieu of Taxes	1,619,430
Accounts	198,218
Interest	9,655
Intergovernmental	<u>6,573,864</u>
Total	<u>\$ 129,792,479</u>

Receivables have been disaggregated on the face of the basic financial statements. All receivables are expected to be collected within the next fiscal year.

South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

NOTE 5 – RECEIVABLES (continued)

Governmental funds report deferred revenue in connection with receivables for revenue that is not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received but not yet earned. At the end of the current fiscal year, the various components of deferred revenue are as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Delinquent Property Taxes/Property Taxes	\$ 11,284,744	\$ 60,976,031
Revenue received prior to meeting all eligibility requirements	<u>4,381,039</u>	<u>-</u>
	<u>\$ 15,665,783</u>	<u>\$ 60,976,031</u>

NOTE 6 – CAPITAL ASSETS

A summary of capital asset activity during the fiscal year follows:

	<u>Balance</u> <u>6/30/2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>6/30/2010</u>
Governmental Activities				
Non-Depreciable:				
Land	\$ 6,751,905	\$ -	\$ -	\$ 6,751,905
Construction in Progress	486,124	892,318	(1,188,049)	190,393
Total Non-Depreciable	<u>7,238,029</u>	<u>892,318</u>	<u>(1,188,049)</u>	<u>6,942,298</u>
Depreciable:				
Improvements to Land	6,176,811	322,256	(218,231)	6,280,836
Buildings	206,089,348	880,167	(1,059,402)	205,910,113
Furniture and Equipment	6,547,932	283,652	(47,023)	6,784,561
Vehicles	1,525,034	133,190	-	1,658,224
Buses	11,806,858	-	(120,767)	11,686,091
Total Depreciable	<u>232,145,983</u>	<u>1,619,265</u>	<u>(1,445,423)</u>	<u>232,319,825</u>
Accumulated Depreciation:				
Improvements to Land	(4,854,862)	(121,334)	218,231	(4,757,965)
Buildings	(79,811,059)	(5,875,067)	901,499	(84,784,627)
Furniture and Equipment	(5,985,864)	(170,503)	46,324	(6,110,043)
Vehicles	(1,321,785)	(67,627)	-	(1,389,412)
Buses	(7,655,826)	(758,644)	120,767	(8,293,703)
Total Accumulated Depreciation	<u>(99,629,396)</u>	<u>(6,993,175)</u>	<u>1,286,821</u>	<u>(105,335,750)</u>
Net Depreciable Capital Assets	<u>132,516,587</u>	<u>(5,373,910)</u>	<u>(158,602)</u>	<u>126,984,075</u>
Net Governmental Activities Capital Assets	<u>\$ 139,754,616</u>	<u>\$ (4,481,592)</u>	<u>\$ (1,346,651)</u>	<u>\$ 133,926,373</u>

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 6 – CAPITAL ASSETS (continued)

Depreciation Expense was charged to governmental functions as follows:

Instruction:	
Regular	\$ 4,156,685
Special	28,654
Vocational	553,740
Support Services:	
Instructional Staff	2,374
Administration	234,340
Operations and Maintenance	92,280
Transportation	823,147
Central	746,146
Food Service	32,715
Community Services	164,149
Extracurricular	158,945
Total Depreciation Expense	<u>\$ 6,993,175</u>

NOTE 7 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

Plan Description - The South-Western City School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing, multiple employer defined benefit pension plan. SERS provides retirement benefits and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Columbus, Ohio 43215-3476.

Funding Policy - Plan members are required to contribution 10 percent of their annual covered salary and the South-Western City School District is required to contribute an actuarially determined rate. The current rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2010, 12.78 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for members and employer contributions. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2010, 2009, and 2008, were \$6,908,831, \$7,220,597, and \$6,970,326, 100 percent has been contributed for each fiscal year.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 7 - DEFINED BENEFIT PENSION PLANS (continued)

B. State Teachers Retirement System

Plan Description - The South-Western City School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 East Broad Street, Columbus, Ohio 43215-3771 or calling (614)-227-4090, or by visiting the STRS Ohio Web site at www.strsoh.org.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of services, or an allowance based on the member's lifetime contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan.

The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

Funding Policy - For the fiscal year ended June 30, 2010, plan members were required to contribution 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2009, (the latest information available) the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions to pension obligations to the DB, DC and Combined Plans for the fiscal years ended June 30, 2010, 2009, and 2008, were \$23,826,262, \$23,858,339, and \$22,963,152, respectively, 100 percent has been contributed for each fiscal year.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 8 - POSTEMPLOYMENT BENEFITS

A. School Employees Retirement System

Plan Description – The South-Western City School District participates in two cost sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefits provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial report of both Plans are included in the SERS Comprehensive Annual Financial Report, which is available by contacting SERS at 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746.

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 401h. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2010, this amount was \$35,800.

Active employee members do not contribute to the Health Care Plan. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan selected, the number of qualified years of service, Medicare eligibility and retirement status.

The District's contributions for health care, including the surcharge for the fiscal years ended June 30, 2010, 2009, and 2008, \$681,488, \$2,584,536, and \$2,082,009, respectively, with 100 percent contributed for each fiscal year.

The Retirement Board, with the advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare Part B Fund. For fiscal year 2010 the actuarially required allocation was .76%. For the fiscal years ended June 30, 2010, 2009, and 2008 the District's contributions to Medicare Part B were \$375,052, \$386,815, and \$338,556, respectively; with 100 percent contributed for each fiscal year.

B. State Teachers Retirement System

Plan Description – The District contributes to the cost sharing multiple employer defined benefit Health Plan administered by the State Teachers Retirement System of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS Ohio, which may be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2009, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The School District's contributions for health care for the fiscal years ended June 30, 2010, 2009, and 2008, were \$992,760, \$994,097, and \$956,798, respectively; with 100 percent contributed for each fiscal year.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 9 - RISK MANAGEMENT

The District is exposed to various risks of loss related to property loss, torts, errors and omissions, workers' compensation as well as medical benefits provided to employees. The District has purchased commercial insurance for property loss, torts, errors and omissions, workers' compensation, health, life and vision insurance claims. The District is self-insured for health and dental claims. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past four fiscal years.

As of January 1, 2008, the District switched to self-insurance program for health and dental programs administered by Aetna and Delta Dental, respectively. Payments are made to Aetna and Delta Dental for the actual amounts of claims processed, monthly stop-loss premiums, and administrative charges. Operating revenues of the internal service fund consist of charges to other funds for an amount expected to be needed to cover claims and to provide for future catastrophe losses, policy, stop-loss premiums, and other operating expenses. The portion of the charge relating to the cost needed to cover claims is calculated annually based on historical and trend information.

The claims liability is \$1,844,280 reported in the internal service fund at June 30, 2010 is based on actual claims paid and estimates provide by the third party administrators and the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", as amended by GASB statement No. 30. "Risk Financing Omnibus", which requires that a liability for unpaid claims costs, including estimates of costs related to incurred by not reported claims, be accrued at the estimated ultimate cost of settling the claims. The District anticipates paying these claims within one year. Changes in claims activity for the past fiscal years are as follows:

	Balance at July 1	Current Year Claims	Claim Payments	Balance at June 30
Fiscal Year 2009	\$ 1,582,167	\$ 22,341,513	\$ 21,672,548	\$ 2,251,132
Fiscal Year 2010	2,251,132	21,218,936	21,625,788	1,844,280

NOTE 10 - COMPENSATED ABSENCES

The criteria for determining vested vacation, personal and sick leave are derived from negotiated agreements and State laws. Twelve month classified employees and administrators earn ten to twenty days of vacation per year, depending upon length of service. Teachers do not earn vacation time. Accumulated, unused vacation time is paid upon termination of employment. All employees considered full-time earn three days of personal leave each year. Each employee is allowed to carry a maximum balance of five days. Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave is paid at the rate of one-third the employees accumulated but unused sick leave balance up to various maximums depending upon the union contract. A bonus payment is available for employees who retire at their first eligibility date. This amount is calculated based on the actual individuals who have applied for retirement.

The entire compensated absence liability is reported on the entity-wide financial statements. For governmental fund financial statements, the amount of accumulated sick leave and bonus pay for those employees who have certified their retirement has been recorded as a current liability to extent the amounts are considered due.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 11- LONG-TERM DEBT

The District issues bonds, notes and other contractual commitments to provide for the acquisition and construction of major capital facilities and the acquisition of certain equipment. General obligation bonds are direct obligations and pledge the full faith and credit of the District. Notes and capital leases agreements are also general obligations of the District. Long-term obligations also include compensated absences.

The District issued no new general obligation bonds during fiscal year 2010.

The following is a description of the District's Bonds and Long-Term Note outstanding at June 30, 2010:

<u>Issue</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Original Amount</u>	<u>Retired/Accreted in 2010</u>	<u>Bonds Outstanding 6/30/2010</u>
1999 School Facilities	4.94%	12/1/2026	\$119,499,621	\$ (3,205,000)	\$6,830,000
2002 School Facilities	3.86%	12/1/2012	4,690,000	(465,000)	1,515,000
2002 Energy Conservation	3.86%	12/1/2014	4,775,000	(385,000)	2,165,000
2000 Vocational Construction	0%	12/31/2016	1,000,000	(66,667)	466,665
2003 Refunding School Facilities	4.24%	12/1/2013	28,896,786	(2,574,678)	10,545,599
2006 Refunding School Facilities	4.02%	12/1/2027	77,988,782	(3,416,439)	68,731,253
2006 Refunding Capital Appreciation Bonds	4.02%	12/1/2016	1,254,989	194,829	1,963,469
Total Long-Term Bonds and Notes Payable			<u>\$ 238,105,178</u>	<u>\$ (9,917,955)</u>	<u>\$ 92,216,986</u>

Amortization of premium on the 2003 Refunding School Facilities Bond for fiscal year 2010 was \$184,678. The balance of unamortized premium on the bonds is \$615,599 and is included in the total bonds outstanding at June 30, 2010.

Amortization of premium on the 2006 Refunding School Facilities Bonds for fiscal year 2010 was \$116,439. The balance of unamortized premium on the bonds is \$1,921,253 and is included in the total bonds outstanding at June 30, 2010.

Annual debt service requirements to maturity for the General Obligation Bonds, Energy Conservation Bonds and Long-Term Notes are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 10,386,667	\$ 3,551,983	\$ 13,938,650
2012	11,081,666	3,090,577	14,172,243
2013	12,256,666	2,590,508	14,847,174
2014	5,626,667	2,209,728	7,836,395
2015	3,666,667	2,014,322	5,680,989
2016-2020	15,228,321	10,625,726	25,854,047
2021-2025	20,955,000	4,552,807	25,507,807
2026-2027	9,770,000	419,688	10,189,688
Total	<u>\$ 88,971,654</u>	<u>\$ 29,055,339</u>	<u>\$ 118,026,993</u>

The above amortization schedule (principal payments) does not include the \$2,536,852 in unamortized premium on the 2003 and 2006 bond issues. The accretion of \$194,829 on the 2006 Refunding School Facilities Capital Appreciation Bonds is also not accounted for in this schedule.

South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

NOTE 11 - LONG-TERM DEBT (continued)

The District's voted legal debt margin was \$139,647,478 with an unvoted debt margin of \$2,576,272 at June 30, 2010.

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

In 1994, the District defeased a General Obligation Construction Bond and an Energy Conservation Long-Term Note by placing enough money in an irrevocable trust account to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased debt are not included in the District's financial statements. At June 30, 2010 the balance in the irrevocable trust account is \$0 and the principal outstanding is \$0.

A summary of Long-Term obligation activity during the fiscal year is summarized below:

Issue	Balance at June 30, 2009	Additions	Deductions	Balance at June 30, 2010	Due within 1 year
General Obligation Bonds					
School Facilities 1999					
Serial Bonds 3.00% - 4.70%	\$ 10,035,000	\$ -	\$ 3,205,000	\$ 6,830,000	\$ 3,340,000
School Facilities 2002					
Serial Bonds 3.00% - 4.20%	1,980,000	-	465,000	1,515,000	485,000
Refunding Bond 2003					
Serial Bonds 2.00% - 5.00%	12,320,000	-	2,390,000	9,930,000	2,495,000
Serial Bonds Premium	800,277	-	184,678	615,599	-
Refunding Bonds 2006					
Serial Bonds 4.00% - 4.75%	55,755,000	-	3,300,000	52,455,000	3,600,000
Term Bonds 4.25%	14,355,000	-	-	14,355,000	-
Serial/Term Bonds Premium	2,037,692	-	116,439	1,921,253	-
Capital Appreciation Bonds Refunding 2006 4.02%	1,254,989	-	-	1,254,989	-
Capital Appreciation Accretion	513,651	194,829	-	708,480	-
Total General Obligation Bonds	99,051,609	194,829	9,661,117	89,585,321	9,920,000
Energy Conservation Bonds					
Energy Conservation 2002 3.00% - 4.45%	2,550,000	-	385,000	2,165,000	400,000
Total Energy Conservation Bonds	2,550,000	-	385,000	2,165,000	400,000
Long-Term Notes Payable					
Technical Equipment Loan 2000 0%	533,332	-	66,667	466,665	66,667
Total Long-term Notes Payable	533,332	-	66,667	466,665	66,667
Compensated Absences	14,037,740	1,463,044	2,092,934	13,407,850	2,687,262
Total	\$ 116,172,681	\$ 1,657,873	\$ 12,205,718	\$ 105,624,836	\$ 13,073,929

Compensated absences of \$2,687,262 include \$1,307,610 for vacation and personal leave, which is estimated to be used in the next fiscal year. Compensated absences are liquidated by the General and nonmajor special revenue funds.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 12 - INTERFUND TRANSACTIONS

Interfund Balances at June 30, 2010 consist of the following individual fund receivable and payables:

<u>Interfund Receivable/Payable</u>	<u>Receivable</u>	<u>Payable</u>
Major Funds		
General Fund	\$ 1,531,906	\$ -
Non-Major Funds:		
Federal Grants	<u>-</u>	<u>1,531,906</u>
Total	<u>\$ 1,531,906</u>	<u>\$ 1,531,906</u>

The primary purpose of the interfund balances is to cover anticipated negative cash balances in specific funds where revenues were not received or to cover costs in specific funds where revenues were not received by June 30. These interfund balances will be repaid once the anticipated revenues are received. All interfund balances are expected to be repaid within one year.

Interfund balances between governmental funds are eliminated on the government-wide financial statements, no internal balances at June 30, 2010 are reported on the statement of net assets.

Interfund transfers for the fiscal year ended June 30, 2010 consisted of the following, as reported on the fund statements:

	Amount
Transfers from general fund to:	
debt service major fund	\$ 483,751
Transfers from general fund to:	
nonmajor governmental funds	585,625

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

NOTE 13 – CONTINGENCIES

A. Grants

The 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 is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits should become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2010.

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 13 – CONTINGENCIES (continued)

B. Litigation

There are currently several matters in litigation with the District as defendant. Based upon the facts and circumstances, as they currently exist, management believes that the remaining cases will have no material effect on the financial statements of the District.

NOTE 14 - SIGNIFICANT CONTRACTUAL OBLIGATIONS

The District had significant contractual obligation as of June 30, 2010 which are listed below:

<u>Contractor</u>	<u>Project</u>	<u>Amount</u>
Holland Roofing of Columbus	Roofing Projects using Capital Improvement Fund	\$407,395

NOTE 15 - SCHOOL FUNDING

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. Declared unconstitutional was the State’s “school foundation program”, which provides monetary support to the District’s general fund.

On May 11, 2000, the Supreme Court held the mandate of the Ohio Constitution that the State provide a “thorough and efficient system of common schools throughout the State” had not yet been fulfilled. The Supreme Court identified seven major areas that warranted further attention and development by the General Assembly.

After several attempts by the State to remedy the defects in the system, the Court issued its latest opinion on September 6, 2001. The decision identified aspects of the current plan that require modification if the plan is to be considered constitutional, including:

- A change in the school districts that are used as the basis for determining the base cost support amount. Any change in the amount of funds distributed to school districts as a result of this change must be retroactive to July 1, 2001, although a time line for distribution is not specified.
- Fully funding parity aid no later than the beginning of fiscal year 2004 rather than fiscal year 2006.

The Court relinquished jurisdiction over the case based on anticipated compliance with its order.

The State of Ohio, in a motion filed September 17, 2001, asked the Court to reconsider and clarify the parts of the decision changing the school districts that are used as the basis for determining the base cost support amount and the requirement that changes be made retroactive to July 1, 2001. In November 2001, the Court granted the request for reconsideration, but also ordered the parties to participate in a settlement conference with a court appointed mediator. On March 21, 2002, the mediator issued his final report indicating that the conference was unable to produce a settlement.

On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State’s school funding plan. The decision reaffirmed earlier decisions that Ohio’s current school-funding decision is unconstitutional and vacated its decision of September 6, 2001. The Supreme Court relinquished jurisdiction over the case and directed “...the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient...”

*South-Western City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010*

NOTE 15 - SCHOOL FUNDING (continued)

On March 4, 2003, the Plaintiffs filed a motion with the Common Pleas Court of Perry County requesting that such Court schedule and conduct a conference to address the State's compliance with the orders of such Court and the Supreme Court. On May 16, 2003, the Ohio Supreme Court granted a Writ of Prohibition as filed by the State and ordered the Common Pleas Court of Perry County to dismiss the motion for a compliance conference. The Ohio Supreme Court further stated again its ruling made on December 11, 2002.

As of the date of these financial statements, the District is currently unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

NOTE 16 - SUBSTITUTE HOUSE BILL 412

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

The District had qualifying disbursements and offsets during the fiscal year that further reduced the textbook and capital acquisition set-aside amounts below zero. The extra amounts in the textbooks set-aside attributed to Qualifying Disbursements may be used to reduce the set-aside requirements in future fiscal years. The District may not use the extra amount within the capital acquisition reserve in future fiscal years.

	<u>Textbooks</u>	<u>Capital Acquisition</u>
Set aside Reserve Balance as of June 30, 2009	\$ (3,134,814)	\$ -
Current Year Set-aside Requirement	3,445,397	3,445,397
Qualifying Offset - Permanent Improvement Fund	(1,881,169)	(3,012,559)
Qualifying Disbursements	<u>(1,869,804)</u>	<u>(786,093)</u>
Total	<u>\$ (3,440,390)</u>	<u>\$ (353,255)</u>
Reserve Balance Carried Forward to FY2011	<u>\$ (1,559,221)</u>	<u>\$ -</u>

NOTE 17 - JOINTLY GOVERNED ORGANIZATION

Metropolitan Educational Council (MEC)

The District is a participant in the MEC. MEC is an association of public school districts within the boundaries of Franklin, Delaware, Union, Pickaway, Madison and Fairfield counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts. The governing board of MEC consists of one representative from each of the member school districts. Financial information can be obtained from Sue Ward, who serves as fiscal officer, at 2100 Citygate, Columbus, Ohio 43219.

REQUIRED SUPPLEMENTAL INFORMATION

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
General Fund
For the Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:				
Local:				
Taxes	\$ 75,659,873	\$ 84,189,515	\$ 84,189,515	\$ -
Tuition	679,480	679,480	882,760	203,280
Interest	500,000	400,000	341,261	(58,739)
Other Local Revenue	2,250,427	2,266,324	2,599,738	333,414
Intergovernmental - State	97,208,688	109,725,493	109,723,493	(2,000)
Intergovernmental - Federal	642,000	767,000	976,786	209,786
Total Revenues	<u>176,940,468</u>	<u>198,027,812</u>	<u>198,713,553</u>	<u>685,741</u>
Expenditures:				
Current:				
Instruction:				
Regular				
Salaries and Wages	60,653,585	59,175,862	59,113,219	62,643
Fringe Benefits	18,515,900	17,863,272	17,849,431	13,841
Purchased Services	13,864,451	14,585,033	14,578,578	6,455
Supplies and Materials	780,599	794,610	717,893	76,717
Miscellaneous	6,419	2,026	214	1,812
Total Regular	<u>93,820,954</u>	<u>92,420,803</u>	<u>92,259,335</u>	<u>161,468</u>
Special				
Salaries and Wages	11,966,400	11,846,092	11,846,084	8
Fringe Benefits	4,473,100	3,762,412	3,762,408	4
Purchased Services	3,473,039	3,836,215	3,835,673	542
Supplies and Materials	94,629	81,077	73,820	7,257
Miscellaneous	100	50	50	-
Total Special	<u>20,007,268</u>	<u>19,525,846</u>	<u>19,518,035</u>	<u>7,811</u>
Vocational				
Salaries and Wages	3,247,400	3,329,651	3,329,649	2
Fringe Benefits	973,000	967,807	967,805	2
Purchased Services	319,374	276,239	274,302	1,937
Supplies and Materials	1,161,646	1,173,245	1,128,088	45,157
Miscellaneous	4,548	2,447	-	2,447
Total Vocational	<u>5,705,968</u>	<u>5,749,389</u>	<u>5,699,844</u>	<u>49,545</u>
Other				
Salaries and Wages	164,300	330,454	330,454	-
Fringe Benefits	56,700	97,001	97,000	1
Supplies and Materials	17,700	16,931	16,899	32
Total Other	<u>238,700</u>	<u>444,386</u>	<u>444,353</u>	<u>33</u>
Total Instruction	<u>119,772,890</u>	<u>118,140,424</u>	<u>117,921,567</u>	<u>218,857</u>
Support Services:				
Pupil				
Salaries and Wages	5,880,100	5,962,288	5,960,285	2,003
Fringe Benefits	1,771,600	1,780,824	1,780,220	604
Purchased Services	33,495	222,829	217,915	4,914
Supplies and Materials	43,525	42,917	39,483	3,434
Total Pupil	<u>7,728,720</u>	<u>8,008,858</u>	<u>7,997,903</u>	<u>10,955</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
General Fund
For the Fiscal Year Ended June 30, 2010
(continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Instructional Staff				
Salaries and Wages	\$ 5,607,600	\$ 5,690,547	\$ 5,670,532	\$ 20,015
Fringe Benefits	2,688,800	2,842,206	2,836,391	5,815
Purchased Services	131,428	184,245	136,124	48,121
Supplies and Materials	324,379	322,828	266,608	56,220
Miscellaneous	6,730	6,680	3,375	3,305
Total Instructional Staff	<u>8,758,937</u>	<u>9,046,506</u>	<u>8,913,030</u>	<u>133,476</u>
Board of Education				
Salaries and Wages	21,700	18,915	18,915	-
Fringe Benefits	3,800	4,584	4,583	1
Purchased Services	6,320	6,320	3,581	2,739
Supplies and Materials	1,000	1,000	-	1,000
Miscellaneous	28,000	28,000	17,224	10,776
Total Board of Education	<u>60,820</u>	<u>58,819</u>	<u>44,303</u>	<u>14,516</u>
Administration				
Salaries and Wages	8,226,400	8,744,837	8,744,830	7
Fringe Benefits	3,558,500	3,671,509	3,671,506	3
Purchased Services	994,028	1,035,238	957,994	77,244
Supplies and Materials	70,693	89,625	78,520	11,105
Miscellaneous	1,084,764	1,171,140	1,169,331	1,809
Total Administration	<u>13,934,385</u>	<u>14,712,349</u>	<u>14,622,181</u>	<u>90,168</u>
Fiscal				
Salaries and Wages	1,000,000	682,293	682,293	-
Fringe Benefits	328,565	422,178	422,177	1
Purchased Services	505,377	219,396	209,014	10,382
Supplies and Materials	6,996	6,996	6,689	307
Miscellaneous	2,214,472	1,649,090	1,648,017	1,073
Total Fiscal	<u>4,055,410</u>	<u>2,979,953</u>	<u>2,968,190</u>	<u>11,763</u>
Business				
Salaries and Wages	194,500	172,229	172,229	-
Fringe Benefits	72,300	67,358	67,358	-
Purchased Services	503,739	291,905	248,455	43,450
Supplies and Materials	78,641	73,722	55,053	18,669
Miscellaneous	64,150	3,940	1,770	2,170
Total Business	<u>913,330</u>	<u>609,154</u>	<u>544,865</u>	<u>64,289</u>
Operations and Maintenance				
Salaries and Wages	6,952,100	7,069,297	7,069,292	5
Fringe Benefits	2,717,800	3,283,236	3,283,235	1
Purchased Services	6,329,104	6,060,791	6,018,125	42,666
Supplies and Materials	1,179,198	1,121,286	1,116,767	4,519
Miscellaneous	4,000	3,890	3,890	-
Total Operations and Maintenance	<u>17,182,202</u>	<u>17,538,500</u>	<u>17,491,309</u>	<u>47,191</u>
Pupil Transportation				
Salaries and Wages	6,181,100	5,918,742	5,918,357	385
Fringe Benefits	2,806,850	3,214,858	3,207,728	7,130
Purchased Services	802,128	646,363	618,576	27,787
Supplies and Materials	1,718,250	1,568,662	1,552,597	16,065
Total Pupil Transportation	<u>11,508,328</u>	<u>11,348,625</u>	<u>11,297,257</u>	<u>51,367</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
General Fund
For the Fiscal Year Ended June 30, 2010
(continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Central				
Salaries and Wages	\$ 1,525,300	\$ 1,449,112	\$ 1,449,111	\$ 1
Fringe Benefits	586,600	612,147	612,146	1
Purchased Services	1,063,190	990,915	894,767	96,148
Supplies and Materials	45,045	54,039	42,437	11,602
Miscellaneous	10,325	11,025	8,770	2,255
Total Central	<u>3,230,460</u>	<u>3,117,238</u>	<u>3,007,231</u>	<u>110,007</u>
Total Support Services	<u>67,372,592</u>	<u>67,420,002</u>	<u>66,886,270</u>	<u>533,732</u>
Community Services				
Salaries and Wages	86,700	64,733	64,733	-
Fringe Benefits	48,800	17,636	17,636	-
Purchased Services	239	6,200	896	5,304
Supplies and Materials	-	13,800	785	13,015
Total Community Services	<u>135,739</u>	<u>102,369</u>	<u>84,050</u>	<u>18,319</u>
Extracurricular Activities				
Salaries and Wages	6,100	1,254,561	1,254,560	1
Fringe Benefits	900	222,048	222,040	8
Purchased Services	5,700	156,827	152,693	4,134
Total Extracurricular Activities	<u>12,700</u>	<u>1,633,436</u>	<u>1,629,293</u>	<u>4,143</u>
Capital Outlay	882,428	934,759	900,110	34,649
Total Expenditures	<u>188,176,349</u>	<u>188,230,990</u>	<u>187,421,290</u>	<u>809,700</u>
Excess of Revenues Over (Under) Expenditures	(11,235,881)	9,796,822	11,292,263	1,495,441
Other Financing Sources (Uses):				
Operating Transfers - In	25,000	25,000	105,214	80,214
Operating Transfers - Out	(1,443,800)	(1,966,697)	(1,966,697)	-
Advances - In	1,000,000	1,159,103	1,159,103	-
Advances - Out	(500,000)	(2,010,376)	(2,010,376)	-
Sale of Capital Assets	250,000	50,000	12,346	(37,654)
Total Other Financing Sources (Uses)	<u>(668,800)</u>	<u>(2,742,970)</u>	<u>(2,700,410)</u>	<u>42,560</u>
Net Change in Fund Balances	(11,904,681)	7,053,852	8,591,853	1,538,001
Fund Balance at Beginning of Year	16,640,392	16,640,392	16,640,392	-
Prior Year Encumbrances Appropriated	2,510,756	2,510,756	2,510,756	-
Fund Balance at End of Year	<u>\$ 7,246,467</u>	<u>\$ 26,205,000</u>	<u>\$ 27,743,001</u>	<u>\$ 1,538,001</u>

*South-Western City School District, Ohio
Required Supplemental Information
For the Fiscal Year Ended June 30, 2010*

BUDGETARY BASIS OF ACCOUNTING

While the District is reporting financial position, results of operations and changes in fund balance on the basis of accounting principles generally accepted in the United States of America (GAAP), the budgetary basis, as provided by law and described below 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 Balance – Budget (Non-GAAP) and Actual is presented for each major governmental fund to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balance (GAAP basis).

The following tables summarize the adjustments necessary to reconcile the GAAP and budgetary basis for the General Fund:

		<u>General</u>
GAAP Basis	\$	22,089,686
Adjustments:		
Revenue Accruals		(7,594,569)
Expenditure Accruals		(8,108,829)
Encumbrances		3,848,945
Operating Transfers		(792,107)
Advances		(851,273)
Budget Basis	\$	8,591,853

OTHER SUPPLEMENTAL INFORMATION

DEBT SERVICE FUND

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

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Debt Service Fund
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
Local:			
Taxes	\$ 12,259,062	\$ 12,259,062	\$ -
Intergovernmental - State	<u>1,902,271</u>	<u>1,902,271</u>	<u>-</u>
Total Revenues	<u>14,161,333</u>	<u>14,161,333</u>	<u>-</u>
Expenditures:			
Current:			
Support Services:			
Fiscal			
Miscellaneous	<u>199,999</u>	<u>188,395</u>	<u>11,604</u>
Total Fiscal	<u>199,999</u>	<u>188,395</u>	<u>11,604</u>
Total Support Services	<u>199,999</u>	<u>188,395</u>	<u>11,604</u>
Debt Service:			
Principal Retirement	9,745,000	9,745,000	-
Interest and Fiscal Charges	<u>3,971,678</u>	<u>3,971,678</u>	<u>-</u>
Total Expenditures	<u>13,916,677</u>	<u>13,905,073</u>	<u>11,604</u>
Excess of Revenues Over Expenditures	244,656	256,260	11,604
Other Financing Sources:			
Operating Transfers - In	<u>483,751</u>	<u>483,751</u>	<u>-</u>
Total Other Financing Sources:	<u>483,751</u>	<u>483,751</u>	<u>-</u>
Net Change in Fund Balances	728,407	740,011	11,604
Fund Balance at Beginning of Year	<u>7,766,585</u>	<u>7,766,585</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 8,494,992</u>	<u>\$ 8,506,596</u>	<u>\$ 11,604</u>

CAPITAL IMPROVEMENTS FUND

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

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Capital Improvements Fund
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
Local:			
Taxes	\$ 4,050,966	\$ 4,050,966	\$ -
Other Local Revenue	75,000	75,000	-
Intergovernmental - State	<u>1,024,821</u>	<u>1,024,821</u>	<u>-</u>
Total Revenues	<u>5,150,787</u>	<u>5,150,787</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular			
Supplies and Materials	<u>2,019,537</u>	<u>818,454</u>	<u>1,201,083</u>
Total Regular	<u>2,019,537</u>	<u>818,454</u>	<u>1,201,083</u>
Vocational			
Purchased Services	<u>66,667</u>	<u>66,667</u>	<u>-</u>
Total Vocational	<u>66,667</u>	<u>66,667</u>	<u>-</u>
Total Instruction	<u>2,086,204</u>	<u>885,121</u>	<u>1,201,083</u>
Support Services:			
Pupil			
Supplies and Materials	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Total Pupil	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Fiscal			
Miscellaneous	<u>62,533</u>	<u>62,533</u>	<u>-</u>
Total Fiscal	<u>62,533</u>	<u>62,533</u>	<u>-</u>
Business			
Purchased Services	<u>135,107</u>	<u>87,804</u>	<u>47,303</u>
Total Business	<u>135,107</u>	<u>87,804</u>	<u>47,303</u>
Operations and Maintenance			
Purchased Services	<u>804</u>	<u>-</u>	<u>804</u>
Total Operations and Maintenance	<u>804</u>	<u>-</u>	<u>804</u>
Central			
Supplies and Materials	<u>15,665</u>	<u>15,136</u>	<u>529</u>
Total Central	<u>15,665</u>	<u>15,136</u>	<u>529</u>
Total Support Services	<u>215,109</u>	<u>165,473</u>	<u>49,636</u>

(continued)

South-Western City School District
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget (Non-GAAP) and Actual
 Capital Improvements Fund
 For the Fiscal Year Ended June 30, 2010
 (Continued)

	Final Budget	Actual	Variance
Capital Outlay	\$ 4,428,798	\$ 2,480,948	\$ 1,947,850
Total Expenditures	<u>6,730,111</u>	<u>3,531,542</u>	<u>1,995,153</u>
Net Change in Fund Balance	(1,579,324)	1,619,245	3,198,569
Fund Balance at Beginning of Year	857,100	857,100	-
Prior Year Encumbrances Appropriated	<u>1,589,373</u>	<u>1,589,373</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 867,149</u>	<u>\$ 4,065,718</u>	<u>\$ 3,198,569</u>

NONMAJOR SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for revenue sources (other than capital projects or debt service) that are legally or third party restricted to expenditures for specified purposes. The following are descriptions of each Special Revenue Fund:

Public School Support

To account for specific local revenue sources, other than taxes or expendable trusts, (i.e. profits from vending machines, sale of pictures, etc.), that are restricted to expenditures of specified purposes approved by board resolution. Such expenditures may include curricular and extra-curricular related purchases. These funds have been established at each school and at certain administrative centers for the purposes described above.

Other Grants

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

District Managed Student Activities

To account for those student activity programs which have student participation in the activity, but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders and other similar types of activities.

All State Grants

To account for all state grant programs which include Auxiliary Services, EMIS, Early Childhood Education, Alternative Education, and Data Communication.

Education Stabilization

To account for federal funds used to assist states in providing an appropriate public education for all children.

Federal Grants

To account for federal grant programs which include: Adult Basic Education, Title I, Title I-School Improvement, Title II-A, Title II-D, Title III, Title IV, Title V, IDEA B, IDEA, Perkins, Head Start, Refugee Children, and Various ARRA programs.

Food Service

To account for the financial transactions related to the food service operations of the District.

Vocational Rotary

To account for income and expenses made in connection with goods and services provided by the students in the vocational programs.

South-Western City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2010

	<u>Public School Support</u>	<u>Other Grants</u>	<u>District Managed Student Activities</u>
<u>Assets</u>			
Equity in Pooled Cash and Cash Equivalents	\$ 1,038,453	\$ 267,542	\$ 822,925
Receivable:			
Accounts	13,205	-	2,112
Intergovernmental	-	-	-
Materials and Supplies Inventory	-	-	14,356
Total Assets	<u>\$ 1,051,658</u>	<u>\$ 267,542</u>	<u>\$ 839,393</u>
<u>Liabilities and Fund Balances</u>			
Liabilities:			
Accounts Payable	\$ 27,860	\$ 554	\$ 19,170
Accrued Wages and Benefits	-	4,177	-
Interfund Loans Payable	-	-	-
Deferred Revenue	-	-	-
Total Liabilities	<u>27,860</u>	<u>4,731</u>	<u>19,170</u>
Fund Balance:			
Reserved for Encumbrances	30,796	10,505	58,766
Unreserved, reported in			
Special Revenue Funds	993,002	252,306	761,457
Total Fund Balances	<u>1,023,798</u>	<u>262,811</u>	<u>820,223</u>
Total Liabilities and Fund Balances	<u>\$ 1,051,658</u>	<u>\$ 267,542</u>	<u>\$ 839,393</u>

<u>All State Grants</u>	<u>Education Stabilization</u>	<u>Federal Grants</u>	<u>Food Service</u>	<u>Vocational Rotary</u>	<u>Total Nonmajor Funds</u>
\$ 365,415	\$ -	\$ 862,868	\$ 556,772	\$ 9,825	\$ 3,923,800
-	-	-	-	-	15,317
20,854	-	5,497,119	611,393	-	6,129,366
-	-	-	88,200	5,196	107,752
<u>\$ 386,269</u>	<u>\$ -</u>	<u>\$ 6,359,987</u>	<u>\$ 1,256,365</u>	<u>\$ 15,021</u>	<u>\$ 10,176,235</u>
\$ 30,085	\$ -	\$ 354,210	\$ 6,086	\$ 1,514	\$ 439,479
49,862	-	1,758,402	381,297	-	2,193,738
-	-	1,531,906	-	-	1,531,906
3,089	-	2,445,803	-	-	2,448,892
<u>83,036</u>	<u>-</u>	<u>6,090,321</u>	<u>387,383</u>	<u>1,514</u>	<u>6,614,015</u>
9,727	-	509,134	29,335	66	648,329
293,506	-	(239,468)	839,647	13,441	2,913,891
303,233	-	269,666	868,982	13,507	3,562,220
<u>\$ 386,269</u>	<u>\$ -</u>	<u>\$ 6,359,987</u>	<u>\$ 1,256,365</u>	<u>\$ 15,021</u>	<u>\$ 10,176,235</u>

South-Western City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010

	<u>Public School Support</u>	<u>Other Grants</u>	<u>District Managed Student Activities</u>
Revenues:			
Local:			
Tuition	\$ 70,436	\$ 20,709	\$ -
Interest	-	-	-
Other Local Revenue	900,343	24,047	751,437
Intergovernmental - State	10,845	-	-
Intergovernmental - Federal	-	-	-
Total Revenues	<u>981,624</u>	<u>44,756</u>	<u>751,437</u>
Current:			
Instruction:			
Regular	572,179	154,131	35,449
Special	-	46,527	-
Vocational	23,879	990	-
Other	15,090	44,010	-
Support Services:			
Pupil	1,776	43,608	-
Instructional Staff	52,731	51,249	25,306
Administration	381,333	-	855
Fiscal	-	-	-
Business	-	-	-
Operations and Maintenance	1,799	6,955	-
Pupil Transportation	-	-	-
Central	-	-	-
Food Service	-	-	-
Community Services	2,616	-	-
Extracurricular Activities	41,058	1,805	722,864
Capital Outlay	56,313	36,315	28,780
Total Expenditures	<u>1,148,774</u>	<u>385,590</u>	<u>813,254</u>
Excess of Revenues Over (Under) Expenditures	(167,150)	(340,834)	(61,817)
Other Financing Sources:			
Transfers - In	203,406	325,000	57,219
Total Other Financing Sources	<u>203,406</u>	<u>325,000</u>	<u>57,219</u>
Net Change in Fund Balance	36,256	(15,834)	(4,598)
Fund Balances at Beginning of Year	987,542	278,645	824,821
Fund Balances at End of Year	<u>\$ 1,023,798</u>	<u>\$ 262,811</u>	<u>\$ 820,223</u>

<u>All State Grants</u>	<u>Education Stabilization</u>	<u>Federal Grants</u>	<u>Food Service</u>	<u>Vocational Rotary</u>	<u>Total Nonmajor Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 91,145
-	-	-	749	-	749
-	-	-	3,248,564	33,369	4,957,760
1,377,590	-	-	134,118	-	1,522,553
-	5,850,139	18,877,853	5,012,069	-	29,740,061
<u>1,377,590</u>	<u>5,850,139</u>	<u>18,877,853</u>	<u>8,395,500</u>	<u>33,369</u>	<u>36,312,268</u>
41,426	1,012,182	1,077,117	-	-	2,892,484
67,153	2,751,721	6,806,744	-	-	9,672,145
767	-	503,105	-	36,819	565,560
1,399	321,335	108,506	-	-	490,340
2,281	-	2,055,742	-	-	2,103,407
16,872	1,217,935	6,401,259	-	-	7,765,352
16,309	14,081	908,865	1,180	-	1,322,623
43,166	20,358	158,155	-	-	221,679
-	282,097	-	-	-	282,097
13,687	126,586	331,329	-	-	480,356
-	43,102	3,313	-	-	46,415
4,019	60,742	-	-	-	64,761
-	-	-	8,161,209	-	8,161,209
709,032	-	429,211	-	-	1,140,859
-	-	-	-	-	765,727
62,359	-	224,817	55,517	-	464,101
<u>978,470</u>	<u>5,850,139</u>	<u>19,008,163</u>	<u>8,217,906</u>	<u>36,819</u>	<u>36,439,115</u>
399,120	-	(130,310)	177,594	(3,450)	(126,847)
-	-	-	-	-	585,625
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>585,625</u>
399,120	-	(130,310)	177,594	(3,450)	458,778
(95,887)	-	399,976	691,388	16,957	3,103,442
<u>\$ 303,233</u>	<u>\$ -</u>	<u>\$ 269,666</u>	<u>\$ 868,982</u>	<u>\$ 13,507</u>	<u>\$ 3,562,220</u>

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
Local:			
Tuition	\$ 51,500	\$ 70,436	\$ 18,936
Other Local Revenue	1,098,400	947,945	(150,455)
Intergovernmental - State	14,100	10,845	(3,255)
Total Revenues	<u>1,164,000</u>	<u>1,029,226</u>	<u>(134,774)</u>
Expenditures:			
Current:			
Instruction:			
Regular			
Salaries and Wages	11,189	6,416	4,773
Fringe Benefits	3,118	1,010	2,108
Purchased Services	59,916	41,727	18,189
Supplies and Materials	829,472	557,724	271,748
Miscellaneous	457	157	300
Total Regular	<u>904,152</u>	<u>607,034</u>	<u>297,118</u>
Special			
Purchased Services	500	-	500
Supplies and Materials	2,200	-	2,200
Total Special	<u>2,700</u>	<u>-</u>	<u>2,700</u>
Vocational			
Salaries and Wages	635	270	365
Fringe Benefits	51	51	-
Purchased Services	6,046	3,090	2,956
Supplies and Materials	23,637	20,553	3,084
Total Vocational	<u>30,369</u>	<u>23,964</u>	<u>6,405</u>
Other			
Salaries and Wages	9,847	8,056	1,791
Fringe Benefits	1,516	1,326	190
Supplies and Materials	7,500	5,708	1,792
Total Other	<u>18,863</u>	<u>15,090</u>	<u>3,773</u>
Total Instruction	<u>956,084</u>	<u>646,088</u>	<u>309,996</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2010
(continued)

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Support Services:			
Pupil			
Salaries and Wages	\$ 87	\$ 87	\$ -
Fringe Benefits	14	14	-
Purchased Services	1,285	1,285	-
Supplies and Materials	390	390	-
Total Pupil	<u>1,776</u>	<u>1,776</u>	<u>-</u>
Instructional Staff			
Salaries and Wages	24,441	18,849	5,592
Fringe Benefits	4,051	3,059	992
Purchased Services	36,092	13,471	22,621
Supplies and Materials	33,043	24,875	8,168
Total Instructional Staff	<u>97,627</u>	<u>60,254</u>	<u>37,373</u>
Administration			
Salaries and Wages	2,176	834	1,342
Fringe Benefits	497	138	359
Purchased Services	87,784	53,887	33,897
Supplies and Materials	454,003	348,631	105,372
Miscellaneous	4,281	2,080	2,201
Total Administration	<u>548,741</u>	<u>405,570</u>	<u>143,171</u>
Operations and Maintenance			
Salaries and Wages	172	171	1
Fringe Benefits	28	28	-
Purchased Services	1,600	1,600	-
Total Operations and Maintenance	<u>1,800</u>	<u>1,799</u>	<u>1</u>
Central			
Fringe Benefits	300	-	300
Total Central	<u>300</u>	<u>-</u>	<u>300</u>
Total Support Services	<u>650,244</u>	<u>469,399</u>	<u>180,845</u>
Community Services			
Salaries and Wages	600	-	600
Supplies and Materials	999	516	483
Miscellaneous	2,170	2,100	70
Total Community Services	<u>3,769</u>	<u>2,616</u>	<u>1,153</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2010
(continued)

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Extracurricular Activities			
Salaries and Wages	\$ 5,003	\$ 3,464	\$ 1,539
Fringe Benefits	676	570	106
Purchased Services	22,221	5,139	17,082
Supplies and Materials	32,052	24,613	7,439
Miscellaneous	6,775	3,925	2,850
Total Extracurricular Activities	<u>66,727</u>	<u>37,711</u>	<u>29,016</u>
Miscellaneous	38,250	38,250	-
Capital Outlay	114,808	61,044	53,764
Total Expenditures	<u>1,829,882</u>	<u>1,255,108</u>	<u>574,774</u>
Excess of Revenues Over (Under) Expenditures	(665,882)	(225,882)	440,000
Other Financing Sources (Uses):			
Operating Transfers - In	-	203,406	203,406
Advances - Out	(4,492)	(4,492)	-
Sale of Capital Asset	4,500	-	(4,500)
Total Other Financing Sources (Uses)	<u>8</u>	<u>198,914</u>	<u>198,906</u>
Net Change in Fund Balance	(665,874)	(26,968)	638,906
Fund Balance at Beginning of Year	943,778	943,778	-
Prior Year Encumbrances Appropriated	61,643	61,643	-
Fund Balance at End of Year	<u>\$ 339,547</u>	<u>\$ 978,453</u>	<u>\$ 638,906</u>

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Other Grant Funds
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
Local:			
Tuition	\$ 14,000	\$ 20,709	\$ 6,709
Other Local Revenue	19,354	24,047	4,693
Total Revenues	<u>33,354</u>	<u>44,756</u>	<u>11,402</u>
Expenditures:			
Current:			
Instruction:			
Regular			
Salaries and Wages	32,334	27,168	5,166
Fringe Benefits	5,347	4,488	859
Purchased Services	34,364	21,825	12,539
Supplies and Materials	187,817	107,140	80,677
Total Regular	<u>259,862</u>	<u>160,621</u>	<u>99,241</u>
Special			
Salaries and Wages	28,511	24,362	4,149
Fringe Benefits	15,464	14,064	1,400
Supplies and Materials	15,858	4,593	11,265
Total Special	<u>59,833</u>	<u>43,019</u>	<u>16,814</u>
Vocational			
Supplies and Materials	4,843	2,194	2,649
Total Vocational	<u>4,843</u>	<u>2,194</u>	<u>2,649</u>
Other			
Salaries and Wages	67,808	37,167	30,641
Fringe Benefits	11,135	6,174	4,961
Total Other	<u>78,943</u>	<u>43,341</u>	<u>35,602</u>
Total Instruction	<u>403,481</u>	<u>249,175</u>	<u>154,306</u>
Support Services:			
Pupil			
Salaries and Wages	44,353	37,813	6,540
Fringe Benefits	7,219	6,136	1,083
Total Pupil	<u>51,572</u>	<u>43,949</u>	<u>7,623</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Other Grants Fund
For the Fiscal Year Ended June 30, 2010
(continued)

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Instructional Staff			
Salaries and Wages	\$ 58,853	\$ 37,641	\$ 21,212
Fringe Benefits	9,428	6,187	3,241
Purchased Services	25,157	8,484	16,673
Supplies and Materials	3,148	2,879	269
Total Instructional Staff	<u>96,586</u>	<u>55,191</u>	<u>41,395</u>
Administration			
Supplies and Materials	679	-	679
Total Administration	<u>679</u>	<u>-</u>	<u>679</u>
Operations and Maintenance			
Salaries and Wages	5,968	5,968	-
Fringe Benefits	987	987	-
Total Operations and Maintenance	<u>6,955</u>	<u>6,955</u>	<u>-</u>
Total Support Services	<u>155,792</u>	<u>106,095</u>	<u>49,697</u>
Extracurricular Activities			
Salaries and Wages	14,250	1,550	12,700
Fringe Benefits	2,349	255	2,094
Total Extracurricular Activities	<u>16,599</u>	<u>1,805</u>	<u>14,794</u>
Capital Outlay	<u>57,836</u>	<u>36,315</u>	<u>21,521</u>
Total Expenditures	<u>633,708</u>	<u>393,390</u>	<u>240,318</u>
Excess of Revenues Over (Under) Expenditures	(600,354)	(348,634)	251,720
Other Financing Sources (Uses):			
Operating Transfer - In	<u>325,000</u>	<u>325,000</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>325,000</u>	<u>325,000</u>	<u>-</u>
Net Change in Fund Balance	(275,354)	(23,634)	251,720
Fund Balance at Beginning of Year	269,791	269,791	-
Prior Year Encumbrances Appropriated	13,264	13,264	-
Fund Balance at End of Year	<u>\$ 7,701</u>	<u>\$ 259,421</u>	<u>\$ 251,720</u>

South-Western City School District
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget (Non-GAAP) and Actual
 District Managed Student Activities Fund
 For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
Local:			
Other Local Revenue	\$ 650,800	\$ 747,918	\$ 97,118
Total Revenues	<u>650,800</u>	<u>747,918</u>	<u>97,118</u>
Expenditures:			
Current:			
Instruction:			
Regular			
Purchased Services	34,819	32,226	2,593
Supplies and Materials	13,686	3,223	10,463
Total Regular	<u>48,505</u>	<u>35,449</u>	<u>13,056</u>
Total Instruction	<u>48,505</u>	<u>35,449</u>	<u>13,056</u>
Support Services:			
Instructional Staff			
Purchased Services	4,300	2,330	1,970
Supplies and Materials	37,005	30,782	6,223
Total Instructional Staff	<u>41,305</u>	<u>33,112</u>	<u>8,193</u>
Administration			
Purchased Services	2,705	2,217	488
Supplies and Materials	144	124	20
Total Administration	<u>2,849</u>	<u>2,341</u>	<u>508</u>
Total Support Services	<u>44,154</u>	<u>35,453</u>	<u>8,701</u>
Extracurricular Activities			
Salaries and Wages	27,124	14,699	12,425
Fringe Benefits	2,733	2,418	315
Purchased Services	297,292	203,309	93,983
Supplies and Materials	868,096	556,542	311,554
Miscellaneous	2,870	441	2,429
Total Extracurricular Activities	<u>1,198,115</u>	<u>777,409</u>	<u>420,706</u>
Miscellaneous	-	-	-
Capital Outlay	108,392	34,020	74,372
Total Expenditures	<u>1,399,166</u>	<u>882,331</u>	<u>516,835</u>

(continued)

South-Western City School District
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget (Non-GAAP) and Actual
 District Managed Student Activities Fund
 For the Fiscal Year Ended June 30, 2010
 (continued)

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Excess of Revenues Over (Under) Expenditures	\$ (748,366)	\$ (134,413)	\$ 613,953
Other Financing Sources (Uses):			
Operating Transfers - In	-	57,219	57,219
Total Other Financing Sources (Uses)	<u>-</u>	<u>57,219</u>	<u>57,219</u>
Net Change in Fund Balances	(748,366)	(77,194)	671,172
Fund Balance at Beginning of Year	784,216	784,216	-
Prior Year Encumbrances Appropriated	36,553	36,553	-
Fund Balance at End of Year	<u>\$ 72,403</u>	<u>\$ 743,575</u>	<u>\$ 671,172</u>

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
All State Grant Funds
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
Local:			
Intergovernmental - State	\$ 1,553,603	\$ 1,532,749	\$ (20,854)
Total Revenues	<u>1,553,603</u>	<u>1,532,749</u>	<u>(20,854)</u>
Expenditures:			
Current:			
Instruction:			
Regular			
Salaries and Wages	14,411	13,411	1,000
Fringe Benefits	2,575	2,410	165
Purchased Services	208,266	208,266	-
Supplies and Materials	150	150	-
Total Regular	<u>225,402</u>	<u>224,237</u>	<u>1,165</u>
Special			
Salaries and Wages	54,880	47,108	7,772
Fringe Benefits	27,261	23,520	3,741
Purchased Services	146	146	-
Supplies and Materials	3,636	3,540	96
Total Special	<u>85,923</u>	<u>74,314</u>	<u>11,609</u>
Vocational			
Purchased Services	262	262	-
Supplies and Materials	505	505	-
Total Vocational	<u>767</u>	<u>767</u>	<u>-</u>
Other			
Supplies and Materials	1,399	1,399	-
Total Other	<u>1,399</u>	<u>1,399</u>	<u>-</u>
Total Instruction	<u>313,491</u>	<u>300,717</u>	<u>12,774</u>
Support Services:			
Pupil			
Salaries and Wages	12,143	10,483	1,660
Fringe Benefits	4,553	4,014	539
Purchased Services	18,602	18,602	-
Supplies and Materials	1,039	1,039	-
Total Pupil	<u>36,337</u>	<u>34,138</u>	<u>2,199</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
All State Grant Funds
For the Fiscal Year Ended June 30, 2010
(continued)

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Instructional Staff			
Salaries and Wages	\$ 15,052	\$ 13,073	\$ 1,979
Fringe Benefits	4,224	3,658	566
Purchased Services	1,498	1,498	-
Total Instructional Staff	<u>20,774</u>	<u>18,229</u>	<u>2,545</u>
Administration			
Salaries and Wages	13,158	11,174	1,984
Fringe Benefits	4,260	3,627	633
Purchased Services	487	487	-
Supplies and Materials	1,100	1,100	-
Total Administration	<u>19,005</u>	<u>16,388</u>	<u>2,617</u>
Fiscal			
Miscellaneous	83,502	43,166	40,336
Total Fiscal	<u>83,502</u>	<u>43,166</u>	<u>40,336</u>
Operations and Maintenance			
Salaries and Wages	16,120	15,603	517
Fringe Benefits	7,635	7,326	309
Purchased Services	74	74	-
Total Operations and Maintenance	<u>23,829</u>	<u>23,003</u>	<u>826</u>
Central			
Salaries and Wages	11,648	11,648	-
Fringe Benefits	4,251	4,251	-
Purchased Services	94,495	94,495	-
Total Central	<u>110,394</u>	<u>110,394</u>	<u>-</u>
Total Support Services	<u>293,841</u>	<u>245,318</u>	<u>48,523</u>
Community Services			
Salaries and Wages	424,435	344,193	80,242
Fringe Benefits	106,605	92,499	14,106
Purchased Services	27,130	19,647	7,483
Supplies and Materials	467,206	318,735	148,471
Miscellaneous	1,000	-	1,000
Total Community Services	<u>1,026,376</u>	<u>775,074</u>	<u>251,302</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
All State Grant Funds
For the Fiscal Year Ended June 30, 2010
(continued)

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Miscellaneous	\$ 75,662	\$ 75,662	\$ -
Capital Outlay	96,590	62,359	34,231
Total Expenditures	<u>1,805,960</u>	<u>1,459,130</u>	<u>346,830</u>
Excess of Revenues Over (Under) Expenditures	(252,357)	73,619	325,976
Other Financing Sources (Uses):			
Advances - Out	<u>-</u>	<u>(47,030)</u>	<u>(47,030)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(47,030)</u>	<u>(47,030)</u>
Net Change in Fund Balances	(252,357)	26,589	278,946
Fund Balance at Beginning of Year	173,772	173,772	-
Prior Year Encumbrances Appropriated	125,614	125,614	-
Fund Balance at End of Year	<u>\$ 47,029</u>	<u>\$ 325,975</u>	<u>\$ 278,946</u>

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Education Stabilization Fund
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
Local:			
Intergovernmental - Federal	\$ 5,850,139	\$ 5,850,139	\$ -
Total Revenues	<u>5,850,139</u>	<u>5,850,139</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular			
Salaries and Wages	155,211	155,211	-
Fringe Benefits	50,514	50,514	-
Purchased Services	806,457	806,457	-
Total Regular	<u>1,012,182</u>	<u>1,012,182</u>	<u>-</u>
Special			
Salaries and Wages	2,022,359	2,022,359	-
Fringe Benefits	729,362	729,362	-
Total Special	<u>2,751,721</u>	<u>2,751,721</u>	<u>-</u>
Other			
Salaries and Wages	244,007	244,007	-
Fringe Benefits	77,328	77,328	-
Total Other	<u>321,335</u>	<u>321,335</u>	<u>-</u>
Total Instruction	<u>4,085,238</u>	<u>4,085,238</u>	<u>-</u>
Support Services:			
Instructional Staff			
Salaries and Wages	800,545	800,545	-
Fringe Benefits	411,879	411,879	-
Purchased Services	5,511	5,511	-
Total Instructional Staff	<u>1,217,935</u>	<u>1,217,935</u>	<u>-</u>
Administration			
Purchased Services	14,081	14,081	-
Total Administration	<u>14,081</u>	<u>14,081</u>	<u>-</u>
Fiscal			
Purchased Services	20,358	20,358	-
Total Fiscal	<u>20,358</u>	<u>20,358</u>	<u>-</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Education Stabilization Fund
For the Fiscal Year Ended June 30, 2010
(continued)

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Business			
Purchased Services	\$ 220,991	\$ 220,991	\$ -
Miscellaneous	61,106	61,106	-
Total Business	<u>282,097</u>	<u>282,097</u>	<u>-</u>
Operations and Maintenance			
Purchased Services	<u>126,586</u>	<u>126,586</u>	<u>-</u>
Total Operations and Maintenance	<u>126,586</u>	<u>126,586</u>	<u>-</u>
Pupil Transportation			
Purchased Services	<u>43,102</u>	<u>43,102</u>	<u>-</u>
Total Pupil Transportation	<u>43,102</u>	<u>43,102</u>	<u>-</u>
Central			
Purchased Services	<u>60,742</u>	<u>60,742</u>	<u>-</u>
Total Central	<u>60,742</u>	<u>60,742</u>	<u>-</u>
Total Support Services	<u>1,764,901</u>	<u>1,764,901</u>	<u>-</u>
Total Expenditures	<u>5,850,139</u>	<u>5,850,139</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Federal Grants Fund
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
Local:			
Intergovernmental - Federal	\$ 28,272,458	\$ 17,839,455	\$ (10,433,003)
Total Revenues	<u>28,272,458</u>	<u>17,839,455</u>	<u>(10,433,003)</u>
Expenditures:			
Current:			
Instruction:			
Regular			
Salaries and Wages	948,577	686,559	262,018
Fringe Benefits	396,688	294,455	102,233
Purchased Services	5,665	2,946	2,719
Supplies and Materials	121,281	98,966	22,315
Total Regular	<u>1,472,211</u>	<u>1,082,926</u>	<u>389,285</u>
Special			
Salaries and Wages	6,351,357	4,450,929	1,900,428
Fringe Benefits	2,021,802	1,390,010	631,792
Purchased Services	369,674	188,363	181,311
Supplies and Materials	1,040,362	590,803	449,559
Total Special	<u>9,783,195</u>	<u>6,620,105</u>	<u>3,163,090</u>
Vocational			
Salaries and Wages	294,427	253,718	40,709
Fringe Benefits	78,622	67,937	10,685
Purchased Services	95,205	93,301	1,904
Supplies and Materials	95,862	95,862	-
Total Vocational	<u>564,116</u>	<u>510,818</u>	<u>53,298</u>
Other			
Salaries and Wages	117,586	89,301	28,285
Fringe Benefits	19,417	14,738	4,679
Purchased Services	420	-	420
Supplies and Materials	11,270	5,946	5,324
Total Other	<u>148,693</u>	<u>109,985</u>	<u>38,708</u>
Total Instruction	<u>11,968,215</u>	<u>8,323,834</u>	<u>3,644,381</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Federal Grants Fund
For the Fiscal Year Ended June 30, 2010
(continued)

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Support Services:			
Pupil			
Salaries and Wages	\$ 599,668	\$ 483,488	\$ 116,180
Fringe Benefits	231,347	191,164	40,183
Purchased Services	1,910,203	1,364,997	545,206
Supplies and Materials	17,997	7,337	10,660
Total Pupil	<u>2,759,215</u>	<u>2,046,986</u>	<u>712,229</u>
Instructional Staff			
Salaries and Wages	5,760,558	3,623,448	2,137,110
Fringe Benefits	1,870,840	1,309,505	561,335
Purchased Services	1,768,802	1,313,060	455,742
Supplies and Materials	426,307	283,295	143,012
Miscellaneous	5,150	1,184	3,966
Total Instructional Staff	<u>9,831,657</u>	<u>6,530,492</u>	<u>3,301,165</u>
Administration			
Salaries and Wages	749,613	654,099	95,514
Fringe Benefits	262,653	234,997	27,656
Purchased Services	14,693	9,241	5,452
Supplies and Materials	23,657	15,943	7,714
Miscellaneous	3,065	2,965	100
Total Administration	<u>1,053,681</u>	<u>917,245</u>	<u>136,436</u>
Fiscal			
Miscellaneous	346,605	158,155	188,450
Total Fiscal	<u>346,605</u>	<u>158,155</u>	<u>188,450</u>
Operations and Maintenance			
Salaries and Wages	168,133	140,154	27,979
Fringe Benefits	80,928	67,191	13,737
Purchased Services	125,058	112,398	12,660
Supplies and Materials	29,590	29,194	396
Total Operations and Maintenance	<u>403,709</u>	<u>348,937</u>	<u>54,772</u>
Pupil Transportation			
Purchased Services	8,752	6,752	2,000
Total Pupil Transportation	<u>8,752</u>	<u>6,752</u>	<u>2,000</u>
Total Support Services	<u>14,403,619</u>	<u>10,008,567</u>	<u>4,395,052</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
All Federal Grants Funds
For the Fiscal Year Ended June 30, 2010
(continued)

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Community Services			
Salaries and Wages	\$ 183,844	\$ 137,036	\$ 46,808
Fringe Benefits	34,117	25,849	8,268
Purchased Services	535,505	225,873	309,632
Supplies and Materials	153,864	49,131	104,733
Total Community Services	<u>907,330</u>	<u>437,889</u>	<u>469,441</u>
Capital Outlay	<u>638,877</u>	<u>310,329</u>	<u>328,548</u>
Total Expenditures	<u>27,918,041</u>	<u>19,080,619</u>	<u>8,837,422</u>
Excess of Revenues Over (Under) Expenditures	354,417	(1,241,164)	(1,595,581)
Other Financing Sources (Uses):			
Advances - In	-	1,531,906	1,531,906
Advances - Out	-	(491,833)	(491,833)
Total Other Financing Sources (Uses)	<u>-</u>	<u>1,040,073</u>	<u>1,040,073</u>
Net Change in Fund Balances	354,417	(201,091)	(555,508)
Fund Balance at Beginning of Year	15,313	15,313	-
Prior Year Encumbrances Appropriated	187,103	187,103	-
Fund Balance at End of Year	<u>\$ 556,833</u>	<u>\$ 1,325</u>	<u>\$ (555,508)</u>

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
Local:			
Interest	\$ 5,000	\$ 749	\$ (4,251)
Other Local Revenue	3,232,000	2,807,149	(424,851)
Intergovernmental - State	136,000	138,376	2,376
Intergovernmental - Federal	<u>5,016,506</u>	<u>5,008,712</u>	<u>(7,794)</u>
Total Revenues	<u>8,389,506</u>	<u>7,954,986</u>	<u>(434,520)</u>
Expenditures:			
Current:			
Support Services:			
Administration			
Purchased Services	<u>1,495</u>	<u>1,371</u>	<u>124</u>
Total Administration	<u>1,495</u>	<u>1,371</u>	<u>124</u>
Total Support Services	<u>1,495</u>	<u>1,371</u>	<u>124</u>
Community Services			
Salaries and Wages	3,236,025	3,206,580	29,445
Fringe Benefits	1,379,263	1,378,793	470
Purchased Services	248,403	240,401	8,002
Supplies and Materials	3,382,056	2,955,933	426,123
Miscellaneous	<u>4,365</u>	<u>327</u>	<u>4,038</u>
Total Community Services	<u>8,250,112</u>	<u>7,782,034</u>	<u>468,078</u>
Capital Outlay	<u>86,030</u>	<u>55,517</u>	<u>30,513</u>
Total Expenditures	<u>8,337,637</u>	<u>7,838,922</u>	<u>498,715</u>
Net Change in Fund Balances	51,869	116,064	64,195
Fund Balance at Beginning of Year	379,912	379,912	-
Prior Year Encumbrances Appropriated	<u>25,719</u>	<u>25,719</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 457,500</u>	<u>\$ 521,695</u>	<u>\$ 64,195</u>

South-Western City School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP) and Actual
Vocational Rotary Fund
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
Local:			
Other Local Revenue	\$ 39,000	\$ 33,486	\$ (5,514)
Total Revenues	<u>39,000</u>	<u>33,486</u>	<u>(5,514)</u>
Expenditures:			
Current:			
Instruction:			
Vocational			
Supplies and Materials	48,540	35,925	12,615
Total Vocational	<u>48,540</u>	<u>35,925</u>	<u>12,615</u>
Total Instruction	<u>48,540</u>	<u>35,925</u>	<u>12,615</u>
Support Services:			
Administration			
Purchased Services	100	-	100
Total Administration	<u>100</u>	<u>-</u>	<u>100</u>
Total Support Services	<u>100</u>	<u>-</u>	<u>100</u>
Extracurricular Activities			
Supplies and Materials	100	-	100
Total Extracurricular Activities	<u>100</u>	<u>-</u>	<u>100</u>
Total Expenditures	<u>48,740</u>	<u>35,925</u>	<u>12,815</u>
Net Change in Fund Balances	(9,740)	(2,439)	7,301
Fund Balance at Beginning of Year	10,374	10,374	-
Prior Year Encumbrances Appropriated	1,137	1,137	-
Fund Balance at End of Year	<u>\$ 1,771</u>	<u>\$ 9,072</u>	<u>\$ 7,301</u>

INTERNAL SERVICE FUND

To account for the financing of services provided by one department or agency to another department or agency of the district on a cost-reimbursement basis. A description of the District's internal service fund follows:

Health Self Insurance

To account for monies received from other funds as payment for providing health and dental insurance. This fund reimburses for service provided to employees, for reimbursements to employees who have paid providers, to third party administrators for claims payment or administration, for stop-loss coverage, or any other reinsurance or other similar purposes.

South-Western City School District
 Schedule of Revenues, Expenses and
 Changes in Fund Net Assets - Budget (Non-GAAP) and Actual
 Health Self Insurance Fund
 For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	Variance
Revenues:			
Charges for Services	\$ 19,899,125	\$ 20,388,030	\$ 488,905
Charges for Employees	3,650,135	3,748,865	98,730
Total Revenues	<u>23,549,260</u>	<u>24,136,895</u>	<u>587,635</u>
Expenses:			
Salaries and Wages	229,000	227,733	1,267
Fringe Benefits	29,660	5,714	23,946
Purchased Services	<u>26,670,240</u>	<u>23,940,819</u>	<u>2,729,421</u>
Total Expenses	<u>26,928,900</u>	<u>24,174,266</u>	<u>2,754,634</u>
Changes in Net Assets	(3,379,640)	(37,371)	3,342,269
Net Assets at Beginning of Year	3,740,152	3,740,152	-
Prior Year Encumbrances Appropriated	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Net Assets at End of Year	<u>\$ 510,512</u>	<u>\$ 3,852,781</u>	<u>\$ 3,342,269</u>

FIDUCIARY FUND TYPES

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, and other funds. This includes Agency Funds. The following are descriptions of each Agency Fund.

AGENCY FUNDS

Student Activity

To account for those student activity programs, which have student participation in the activity and have students involved in the management of the programs.

District Agency

To account for payments from all other funds for their contributions to the two retirement systems and the medical, vision, life insurance program and workers' compensation. This agency fund disburses payments to the appropriate vendors when payments are due.

South-Western City School District
 Combining Balance Sheet
 All Agency Funds
 June 30, 2010

	<u>Student Activity</u>	<u>District Agency</u>	<u>Total</u>
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$ 271,307	\$ 2,235,959	\$ 2,507,266
Accounts Receivable	6,760	179,516	186,276
Total Assets	<u>\$ 278,067</u>	<u>\$ 2,415,475</u>	<u>\$ 2,693,542</u>
 <u>Liabilities:</u>			
Accounts Payable	\$ 17,086	\$ 11,022	\$ 28,108
Due to Other Governments	-	900,782	900,782
Undistributed Money	260,981	1,503,671	1,764,652
Total Liabilities	<u>\$ 278,067</u>	<u>\$ 2,415,475</u>	<u>\$ 2,693,542</u>

South-Western City School District
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Fiscal Year Ended June 30, 2010

	Beginning Balance <u>June 30, 2009</u>	<u>Additions</u>	<u>Deductions</u>	Ending Balance <u>June 30, 2010</u>
<u>Student Activity:</u>				
Assets:				
Equity in Pooled Cash and Cash				
Equivalents	\$ 292,872	\$ 321,753	\$ 343,318	\$ 271,307
Receivable:				
Accounts	-	6,760	-	6,760
Total Assets	<u>\$ 292,872</u>	<u>\$ 328,513</u>	<u>\$ 343,318</u>	<u>\$ 278,067</u>
Liabilities:				
Accounts Payable	\$ 14,430	\$ 17,086	\$ 14,430	\$ 17,086
Undistributed Money	278,442	311,427	328,888	260,981
Total Liabilities	<u>\$ 292,872</u>	<u>\$ 328,513</u>	<u>\$ 343,318</u>	<u>\$ 278,067</u>
<u>District Agency</u>				
Assets:				
Equity in Pooled Cash and Cash				
Equivalents	\$ 3,394,941	\$ 20,940,528	\$ 22,099,510	\$ 2,235,959
Receivable:				
Accounts	181,700	179,516	181,700	179,516
Total Assets	<u>\$ 3,576,641</u>	<u>\$ 21,120,044</u>	<u>\$ 22,281,210</u>	<u>\$ 2,415,475</u>
Liabilities:				
Accounts Payable	\$ 20,988	\$ 11,022	\$ 20,988	\$ 11,022
Due to Other Governments	2,771,835	900,782	2,771,835	900,782
Undistributed Money	783,818	20,208,240	19,488,387	1,503,671
Total Liabilities	<u>\$ 3,576,641</u>	<u>\$ 21,120,044</u>	<u>\$ 22,281,210</u>	<u>\$ 2,415,475</u>
<u>All Agency Funds</u>				
Assets:				
Equity in Pooled Cash and Cash				
Equivalents	\$ 3,687,813	\$ 21,262,281	\$ 22,442,828	\$ 2,507,266
Receivable:				
Accounts	181,700	186,276	181,700	186,276
Total Assets	<u>\$ 3,869,513</u>	<u>\$ 21,448,557</u>	<u>\$ 22,624,528</u>	<u>\$ 2,693,542</u>
Liabilities:				
Accounts Payable	\$ 35,418	\$ 28,108	\$ 35,418	\$ 28,108
Due to Other Governments	2,771,835	900,782	2,771,835	900,782
Undistributed Money	1,062,260	20,519,667	19,817,275	1,764,652
Total Liabilities	<u>\$ 3,869,513</u>	<u>\$ 21,448,557</u>	<u>\$ 22,624,528</u>	<u>\$ 2,693,542</u>

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Statistical Section

STATISTICAL SECTION

This part of the South-Western City 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 District's overall financial health.

Contents

Page

Financial Trends

98

These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.

Revenue Capacity

108

These schedules contain information to help the reader assess the affordability of the District's most significant local revenue source, the property tax.

Debt Capacity

116

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

Operating Information

122

These schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

Demographic and Economic Information

131

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 for the year ended June 30, 2002; schedules presenting government-wide information include information beginning in that year.

South-Western City School District
 Changes in Invested in Capital Assets, Net of Related Debt
 Last Nine Fiscal Years
 (accrual basis of accounting)

	Fiscal 2010	Fiscal 2009	Fiscal 2008	Fiscal 2007
Governmental Activities				
Invested in Capital Assets,				
Net of Unrelated Debt	\$ 44,612,781	\$ 40,527,577	\$ 34,413,508	\$ 27,802,364
Restricted	28,128,813	23,493,846	22,761,533	17,692,309
Unrestricted	<u>57,067,078</u>	<u>32,825,649</u>	<u>22,787,305</u>	<u>23,853,095</u>
Total Governmental Activities Net Assets	<u>\$ 129,808,672</u>	<u>\$ 96,847,072</u>	<u>\$ 79,962,346</u>	<u>\$ 69,347,768</u>

Source: School District Comprehensive Annual Financial Report

<u>Fiscal 2006</u>	<u>Fiscal 2005</u>	<u>Fiscal 2004</u>	<u>Fiscal 2003</u>	<u>Fiscal 2002</u>
\$ 29,644,575	\$ 33,551,196	\$ 32,771,331	\$ 31,575,953	\$ 24,303,347
12,886,527	9,068,727	9,670,710	7,609,961	12,880,214
(8,326,148)	1,229,883	17,774,437	20,582,500	34,208,485
<u>\$ 34,204,954</u>	<u>\$ 43,849,806</u>	<u>\$ 60,216,478</u>	<u>\$ 59,768,414</u>	<u>\$ 71,392,046</u>

South-Western City School District
 Changes in Net Assets
 Last Nine Fiscal Years
 (accrual basis of accounting)

	Fiscal 2010	Fiscal 2009	Fiscal 2008	Fiscal 2007
Governmental Activities:				
Instruction:				
Regular	\$ 99,541,915	\$ 99,472,506	\$ 92,884,468	\$ 91,155,349
Special	28,566,712	26,318,268	24,665,611	25,337,011
Vocational	6,387,286	6,386,202	6,229,106	6,283,046
Other	971,222	2,835,918	2,521,547	1,054,636
Support Services:				
Pupil	10,157,786	9,255,581	8,423,846	8,011,862
Instructional Staff	17,532,453	14,963,463	14,006,287	13,972,865
Board of Education	43,974	53,816	59,840	51,971
Administration	15,717,538	15,407,715	15,895,145	15,618,324
Fiscal	3,498,071	3,460,086	3,326,319	3,626,102
Business	861,465	961,685	920,806	666,937
Operations and Maintenance	17,219,782	16,666,018	15,983,374	14,711,400
Pupil Transportation	11,466,296	11,894,384	11,398,807	10,908,037
Central	6,094,728	8,723,626	4,002,153	3,517,936
Food Service	8,340,945	8,609,997	8,084,601	7,769,587
Community Services	1,498,385	1,803,117	1,316,649	1,926,744
Extracurricular Activities	2,376,629	3,878,853	3,897,530	3,996,761
Interest and Fiscal Charges	4,032,517	4,692,127	5,468,524	5,486,093
Total Governmental Activities Expenses	<u>\$ 234,307,704</u>	<u>\$ 235,383,362</u>	<u>\$ 219,084,613</u>	<u>\$ 214,094,661</u>

Source: School District Comprehensive Annual Financial Report

(1) Restated to reflect change in accounting principal. Capitalization criteria changed from \$1,000 to \$5,000. Information is not available to restate previous years

(Restated) (1)				
Fiscal 2006	Fiscal 2005	Fiscal 2004	Fiscal 2003	Fiscal 2002
\$ 96,226,789	\$ 89,164,246	\$ 82,081,703	\$ 74,732,291	\$ 67,162,034
23,014,050	22,254,484	20,041,211	17,426,432	14,219,025
7,170,672	6,544,444	6,665,313	5,621,047	5,358,669
1,058,537	393,079	394,006	400,389	386,970
8,057,563	8,184,349	7,326,436	7,336,804	6,140,323
19,252,242	18,230,029	16,854,642	15,114,537	12,920,806
268,724	364,457	401,151	479,880	224,840
15,667,633	14,662,677	13,688,663	13,370,445	12,052,299
3,321,790	2,684,904	3,030,493	2,605,574	2,776,595
1,203,141	1,020,572	1,122,396	983,121	1,121,398
16,144,129	15,922,071	15,802,554	14,399,188	13,064,806
12,957,996	11,993,324	10,786,583	9,493,708	9,188,997
4,364,987	4,386,542	4,837,026	4,850,405	3,994,815
8,143,737	7,860,418	7,311,356	6,911,601	6,084,887
1,445,270	1,649,082	1,399,643	1,602,684	1,574,075
3,826,852	3,661,136	3,648,003	3,534,018	3,336,233
7,271,315	7,907,100	8,309,541	9,208,077	7,480,589
<u>\$ 229,395,427</u>	<u>\$ 216,882,914</u>	<u>\$ 203,700,720</u>	<u>\$ 188,070,201</u>	<u>\$ 167,087,361</u>

South-Western City School District
 Changes in Net Assets (continued)
 Last Nine Fiscal Years
 (accrual basis of accounting)

	Fiscal 2010	Fiscal 2009	Fiscal 2008
Program Revenue:			
Governmental Activities:			
Charges for Services and Sales			
Instruction:			
Regular	\$ 137,446	\$ 165,213	\$ 134,405
Special	-	-	-
Vocational	91,031	185,043	149,010
Other	23,880	24,165	-
Support Services:			
Instructional Staff	-	-	-
Administration	-	140	-
Pupil Transportation	252,500	432,111	365,920
Food Service	3,070,970	3,242,294	3,256,780
Community Services	12,245	16,668	13,573
Extracurricular Activities	606,324	756,351	738,167
Operating Grants, Contributions and Interest	35,369,286	33,841,376	30,260,222
Total Governmental Activities Program Revenues	<u>\$ 39,563,682</u>	<u>\$ 38,663,361</u>	<u>\$ 34,918,077</u>
Net (Expenses)/Revenue			
Governmental Activities	<u>\$ (194,744,022)</u>	<u>\$ (196,720,001)</u>	<u>\$ (184,166,536)</u>
General Revenues and Other Changes in Net Assets			
General Revenues:			
Property Taxes Levied for:			
General Purposes	92,055,343	85,257,556	80,492,369
Debt Service	13,130,296	12,884,620	14,888,794
Capital Improvement	4,207,501	4,343,741	168,056
Payments in Lieu of Taxes	1,360,937	-	-
Grants and Entitlements not Restricted to Specific Programs	109,993,005	101,900,997	91,935,545
Interest	335,983	974,009	2,011,085
Gain (Loss) on Sale of Capital Assets	-	-	-
Other Local Revenues	6,622,557	8,243,804	5,285,265
Extraordinary Item - Loss on Demolition of a Middle School	-	-	-
Total Governmental Activities	<u>227,705,622</u>	<u>213,604,727</u>	<u>194,781,114</u>
Changes in Net Assets	<u>\$ 32,961,600</u>	<u>\$ 16,884,726</u>	<u>\$ 10,614,578</u>

Source: School District Comprehensive Annual Financial Report

(1) Restated to reflect change in accounting principal. Capitalization criteria changed from \$1,000 to \$5,000. Information is not available to restate previous years

	(Restated) (1)				
Fiscal 2007	Fiscal 2006	Fiscal 2005	Fiscal 2004	Fiscal 2003	Fiscal 2002
\$ 111,180	\$ 102,094	\$ 296,625	\$ 99,520	\$ 90,991	\$ 53,915
-	-	-	218	-	-
133,119	119,795	105,895	117,860	104,890	66,637
-	-	-	-	-	-
467	200	-	-	1,645	-
-	-	-	-	-	-
326,268	151,725	111,106	110,668	86,725	269,782
3,425,763	3,868,230	3,489,028	3,696,360	3,660,907	3,579,946
10,484	8,163	5,806	11,093	12,908	11,884
743,352	719,363	646,568	602,334	516,805	647,287
28,441,279	26,766,874	23,919,727	21,174,742	19,187,788	14,875,976
<u>\$ 33,191,912</u>	<u>\$ 31,736,444</u>	<u>\$ 28,574,755</u>	<u>\$ 25,812,795</u>	<u>\$ 23,662,659</u>	<u>\$ 19,505,427</u>
<u>\$ (180,902,749)</u>	<u>\$ (197,658,983)</u>	<u>\$ (188,308,159)</u>	<u>\$ (177,887,925)</u>	<u>\$ (164,407,542)</u>	<u>\$ (147,581,934)</u>
100,123,160	79,877,444	69,546,730	77,869,586	63,347,264	60,805,216
19,774,851	12,848,845	12,649,989	16,216,513	12,656,333	11,778,244
-	1,787,078	-	-	-	-
-	-	-	-	-	-
91,398,564	85,381,816	85,291,437	79,733,241	71,897,461	69,158,685
3,135,902	1,787,222	683,103	557,566	1,325,709	3,013,344
-	-	-	-	(249,682)	31,094
3,819,982	4,124,726	3,770,228	3,959,083	3,806,825	3,763,736
-	-	-	-	-	(911,297)
<u>218,252,459</u>	<u>185,807,131</u>	<u>171,941,487</u>	<u>178,335,989</u>	<u>152,783,910</u>	<u>147,639,022</u>
<u>\$ 37,349,710</u>	<u>\$ (11,851,852)</u>	<u>\$ (16,366,672)</u>	<u>\$ 448,064</u>	<u>\$ (11,623,632)</u>	<u>\$ 57,088</u>

South-Western City School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal 2010	Fiscal 2009	Fiscal 2008	Fiscal 2007	Fiscal 2006
General Fund					
Reserved	\$ 43,789,311	\$ 34,702,439	\$ 31,646,062	\$ 34,795,213	\$ 23,115,605
Unreserved	11,527,828	(1,474,986)	(7,646,791)	(12,754,310)	(26,952,311)
Total General Fund	<u>\$ 55,317,139</u>	<u>\$ 33,227,453</u>	<u>\$ 23,999,271</u>	<u>\$ 22,040,903</u>	<u>\$ (3,836,706)</u>
All Other Governmental Funds					
Reserved	18,140,962	16,169,375	16,783,696	16,762,052	10,589,657
Unreserved, reported in:					
Special Revenue Funds	2,913,891	2,849,640	3,315,826	2,895,628	2,293,939
Capital Projects Fund	3,947,443	853,201	1,458,916	6,146,880	10,189,703
Total All Other Governmental Funds	<u>\$ 25,002,296</u>	<u>\$ 19,872,216</u>	<u>\$ 21,558,438</u>	<u>\$ 25,804,560</u>	<u>\$ 23,073,299</u>

Source: School District Comprehensive Annual Financial Report

Fiscal 2005	Fiscal 2004	Fiscal 2003	Fiscal 2002	Fiscal 2001
\$ 18,652,243	\$ 18,110,925	\$ 10,959,764	\$ 12,502,248	\$ 21,146,387
<u>(17,786,525)</u>	<u>(1,819,297)</u>	<u>11,258,623</u>	<u>19,661,008</u>	<u>13,348,022</u>
<u>\$ 865,718</u>	<u>\$ 16,291,628</u>	<u>\$ 22,218,387</u>	<u>\$ 32,163,256</u>	<u>\$ 34,494,409</u>
8,883,326	9,095,092	7,610,736	20,319,970	34,839,905
2,045,128	2,982,529	3,132,737	5,394,642	3,392,478
5,255	(322,833)	186,114	452,626	10,270,441
<u>\$ 10,933,709</u>	<u>\$ 11,754,788</u>	<u>\$ 10,929,587</u>	<u>\$ 26,167,238</u>	<u>\$ 48,502,824</u>

South-Western City School District
 Changes in Fund Balances, Governmental Funds
 Last Ten Fiscal Years
 (modified Accrual Basis of accounting)

	Fiscal 2010	Fiscal 2009	Fiscal 2008	Fiscal 2007
Revenues:				
Local:				
Taxes	\$ 108,946,272	\$ 99,222,737	\$ 94,345,111	\$ 117,228,444
Tuition	974,692	834,944	450,502	475,386
Interest	336,732	974,009	2,011,085	3,135,902
Other Local Revenue	6,080,996	10,037,234	7,627,835	8,422,523
Payments in Lieu of Taxes	1,678,739	-	-	-
Intergovernmental - State	114,173,138	116,393,859	104,587,960	102,073,298
Intergovernmental - Federal	30,732,525	18,961,145	17,351,176	17,269,242
Total Revenues	\$ 262,923,094	\$ 246,423,928	\$ 226,373,669	\$ 248,604,795
Expenditures:				
Current:				
Instruction:				
Regular	95,546,496	95,068,111	89,832,529	85,663,533
Special	28,489,938	26,150,024	24,670,704	25,026,764
Vocational	5,562,747	5,595,820	5,331,116	5,137,585
Other	955,483	2,785,526	2,511,183	1,058,821
Support Services:				
Pupil	10,108,635	9,211,089	8,382,856	8,199,528
Instructional Staff	17,492,815	14,997,314	13,875,612	14,269,451
Board of Education	43,974	53,816	59,840	51,971
Administration	15,632,272	15,143,308	15,720,663	15,192,285
Fiscal	3,385,646	3,458,286	3,324,289	3,624,585
Business	860,177	955,910	875,530	657,063
Operations and Maintenance	16,239,398	16,391,490	15,784,267	14,367,705
Pupil Transportation	10,690,064	10,511,656	9,906,398	10,006,531
Central	3,048,648	3,376,369	3,210,341	2,569,236
Food Service	8,161,209	8,572,735	8,005,503	7,490,713
Community Services	1,247,088	1,514,605	974,602	1,523,184
Extracurricular Activities	2,362,556	3,732,287	3,726,269	3,624,996
Capital Outlay	2,195,183	3,935,133	4,647,056	3,541,384
Pass Through Grants	-	-	-	325,000
Debt Services:				
Principal Retirement	9,811,667	12,976,667	12,401,628	11,926,667
Interest and Fiscal Charges	3,971,678	4,509,630	5,465,493	5,742,967
Issuance Costs for Bonds and Notes	-	-	-	2,324,738
Total Expenditures	235,805,674	238,939,776	228,705,879	222,324,707
Excess (Deficiency) of Revenues Over (Under) Expenditures	27,117,420	7,484,152	(2,332,210)	26,280,088
Other Financing Sources (Uses):				
Transfers - In	1,069,376	1,022,766	866,306	828,359
Transfers - Out	(1,069,376)	(1,022,766)	(866,306)	(828,359)
Issuance of Refunding Bonds	-	-	-	76,914,989
Issuance of Vocational Construction Note	-	-	-	-
Issuance of General Obligation Bonds	-	-	-	-
Issuance of Tax Anticipation Notes	-	-	-	-
Premium on the Sale of Refunding Bonds	-	-	-	2,328,792
Premium on the Sale of Bond Anticipation Notes	-	-	-	-
Premium on the Sale of Tax Anticipation Notes	-	-	-	-
Principal Payment to Refunding Bonds Escrow Agent	-	-	-	(76,914,999)
Inception of Capital Lease	-	-	-	-
Sale of Capital Assets	12,346	57,808	44,456	-
Total Other Financing Sources (Uses)	12,346	57,808	44,456	2,328,782
Net Change in Fund Balances	\$ 27,129,766	\$ 7,541,960	\$ (2,287,754)	\$ 28,608,870
Debt Service as a Percentage of Noncapital Expenditures	5.88%	7.39%	7.91%	9.02%

Fiscal 2006	Fiscal 2005	Fiscal 2004	Fiscal 2003	Fiscal 2002	Fiscal 2001
\$ 97,704,539	\$ 82,535,286	\$ 90,760,617	\$ 77,155,165	\$ 69,962,989	\$ 77,291,353
375,050	368,660	654,619	447,352	568,600	488,073
2,131,626	677,084	552,865	1,235,857	3,446,592	9,268,000
8,880,015	8,629,817	8,563,461	8,069,568	7,877,264	3,895,680
-	-	-	-	-	-
95,177,226	93,309,641	86,857,635	79,435,912	72,388,325	61,726,476
16,911,352	15,360,857	14,052,036	11,760,295	10,904,582	7,767,903
<u>\$ 221,179,808</u>	<u>\$ 200,881,345</u>	<u>\$ 201,441,233</u>	<u>\$ 178,104,149</u>	<u>\$ 165,148,352</u>	<u>\$ 160,437,485</u>

88,155,340	83,740,124	76,676,200	70,347,045	62,311,817	57,803,942
22,841,563	22,031,826	19,686,644	17,278,494	14,055,510	12,840,347
5,822,910	5,354,160	5,482,555	5,056,922	4,287,337	4,028,273
1,051,457	392,127	393,589	400,116	386,941	561,260
8,105,144	8,159,650	7,407,498	7,298,688	6,089,388	5,939,439
19,131,625	18,004,035	16,616,241	14,651,432	12,453,610	11,670,981
268,724	364,457	401,151	479,880	224,840	220,905
15,092,352	14,049,517	13,129,600	13,079,993	11,566,312	10,649,009
3,309,531	2,674,852	3,025,920	2,585,782	2,761,547	2,789,050
1,272,174	990,089	1,088,251	974,415	892,459	819,113
15,867,057	15,505,621	15,397,113	14,081,200	12,397,397	11,879,176
11,439,383	10,473,546	9,392,675	8,436,396	7,139,082	6,565,782
3,135,113	3,291,104	3,722,217	3,788,910	2,640,109	2,727,683
7,658,325	7,318,639	6,787,151	6,468,178	5,995,382	-
1,073,496	1,303,382	1,033,799	1,280,030	923,273	1,243,808
3,562,468	3,424,234	3,388,247	3,288,580	2,946,151	2,483,023
3,995,595	4,201,895	6,891,967	18,802,710	39,364,423	50,001,642
325,000	325,000	325,000	325,000	325,000	325,000
6,160,009	7,358,661	7,547,704	6,199,702	7,077,359	6,061,399
7,735,902	8,189,624	8,367,908	8,871,883	7,179,549	8,078,330
137,015	183,191	831,005	-	-	-
<u>226,140,183</u>	<u>217,335,734</u>	<u>207,592,435</u>	<u>203,695,356</u>	<u>201,017,486</u>	<u>196,688,162</u>

(4,960,375) (16,454,389) (6,151,202) (25,591,207) (35,869,134) (36,250,677)

1,160,563	809,380	1,026,395	954,278	19,843,222	17,673,067
(1,160,563)	(809,380)	(1,026,395)	(954,278)	(19,843,222)	(17,665,778)
-	2,499,961	27,050,000	-	-	-
-	-	-	-	-	1,000,000
-	-	-	-	9,465,000	-
12,000,000	-	-	-	-	-
-	183,230	1,846,786	-	-	-
-	-	-	-	-	4,700
341,741	-	-	-	-	-
-	(2,500,000)	(27,860,001)	-	-	-
-	-	-	408,687	-	19,860
55,800	24,209	12,859	-	69,153	40,412
<u>12,397,541</u>	<u>207,400</u>	<u>1,049,644</u>	<u>408,687</u>	<u>9,534,153</u>	<u>1,072,261</u>
<u>\$ 7,437,166</u>	<u>\$ (16,246,989)</u>	<u>\$ (5,101,558)</u>	<u>\$ (25,182,520)</u>	<u>\$ (26,334,981)</u>	<u>\$ (35,178,416)</u>

6.30% 7.60% 8.48% 8.12% 8.56% 10.16%

South-Western City School District
 Assessed and Estimated Actual Value of Taxable Property
 Last Ten Collection Years

Collection Year	Real Property (1)		Tangible Personal Property (2)		Public Utility (3)	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
	2010	\$ 2,498,607,010	\$ 7,138,877,171	\$ 2,276,634	\$ -	\$ 75,388,180
2009	2,486,685,210	7,104,814,886	4,619,246	73,907,936	71,769,930	205,056,943
2008	2,430,333,930	6,943,811,229	89,991,185	1,439,858,960	67,312,640	192,321,829
2007	2,404,408,410	6,869,738,314	169,030,582	1,352,244,656	74,180,020	211,942,914
2006	2,356,337,430	6,732,392,657	211,762,887	1,129,402,064	85,769,830	245,056,657
2005	2,058,122,350	5,880,349,571	294,803,262	1,179,213,048	87,646,630	250,418,943
2004	1,995,790,380	5,702,258,229	285,817,957	1,143,271,828	85,692,690	244,836,257
2003	1,944,520,110	5,555,771,743	327,412,336	1,309,649,344	80,654,260	230,440,743
2002	1,740,984,660	4,974,241,886	312,181,478	1,248,725,912	77,011,450	220,032,714
2001	1,686,914,280	4,819,755,086	320,534,386	1,282,137,544	94,580,280	270,229,371

Source: Franklin County Auditor

- (1) The assessed value of real property is fixed at 35% of true value and is determined pursuant to the rules of the State Tax Commissioner.
- (2) The rate at which tangible personal property used in business is assessed for purposes of ad valorem property taxation decreased by 6.25% to 18.75% in 2006 and by an additional 6.25% to 12.5% in 2007. The rate continued to decrease by 6.25% in 2008 and is 0% in 2009.
- (3) Assumes public utilities are assessed at true value, which is 35% of estimated actual value.
- (4) Tax rates are per \$1,000 of assessed value. The rate represents the weighted average of all the effective (assessed) rates applied by property type.

Total		
Assessed Value	Estimated Actual Value	Tax Rate (4)
\$ 2,576,271,824	\$ 7,354,271,971	42.98
2,563,074,386	7,383,779,765	35.44
2,587,637,755	8,575,992,018	33.73
2,647,619,012	8,433,925,884	37.02
2,653,870,147	8,106,851,378	37.79
2,440,572,242	7,309,981,562	32.87
2,367,301,027	7,090,366,314	34.16
2,352,586,706	7,095,861,830	34.73
2,130,177,588	6,443,000,512	36.87
2,102,028,946	6,372,122,001	37.71

South-Western City School District
Property Tax Levies and Collections
Last Ten Fiscal Years

Tax Year/ Collection Year	Current Levy	Delinquent Levy	Total Levy	Current Collection	Percent of Current Levy Collected
2008/2009 (1)	\$ 103,732,433	\$ 11,099,246	\$ 114,831,679	\$ 93,169,566	89.82%
2007/2008 (1)	105,669,991	9,207,010	114,877,001	95,876,685	90.73%
2006/2007 (1)	108,335,893	9,820,143	118,156,036	102,369,887	94.49%
2005/2006 (1)	111,827,574	7,460,906	119,288,480	105,497,851	94.34%
2004/2005 (1)	87,226,531	7,222,650	94,449,181	82,722,065	94.84%
2003/2004 (1)	88,953,867	9,929,033	98,882,900	84,340,638	94.81%
2002/2003 (1)	86,458,902	7,337,196	93,796,098	81,512,004	94.28%
2001/2002 (1)	85,132,756	8,745,197	93,877,953	82,014,581	96.34%
2000/2001 (1)	84,797,133	6,383,257	91,180,390	82,882,592	97.74%
1999/2000 (1)	89,837,034	5,482,545	95,319,579	79,192,486	88.15%

Source: Franklin County Auditor - Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Auditor.

Information for 2009/2010 Tax Year/Collection Year was not available from the Franklin County Auditor

(1) Does not include November Personal Property reimbursement from the State of Ohio.

<u>Delinquent Collection</u>	<u>Total Collection</u>	<u>Total Collection As a Percent of Total Levy</u>	<u>Delinquent Taxes Receivable</u>	<u>Tax Year/ Collection Year</u>
\$ 4,646,962	\$ 97,816,528	85.18%	\$ 11,284,744	2008/2009
4,127,145	100,003,830	87.05%	10,837,876	2007/2008
4,876,462	107,246,349	90.77%	9,618,966	2006/2007
6,114,565	111,612,416	93.57%	6,949,399	2005/2006
3,819,146	86,541,211	91.63%	10,140,571	2004/2005
6,254,525	90,595,163	91.62%	10,479,138	2003/2004
5,145,762	86,657,766	92.39%	7,153,656	2002/2003
4,380,375	86,394,956	92.03%	8,305,224	2001/2002
3,924,217	86,806,809	95.20%	5,684,753	2000/2001
3,147,122	82,339,608	86.38%	5,431,851	1999/2000

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

Tax Year/ Collection Year	CITIES			South-Western City School District			Unvoted General Fund
	Franklin County	City of Columbus	City of Grove City	General Fund	Voted Bond Fund	Permanent Improvement	
2009/2010	18.07 (16.76) (17.34)	3.14 (3.14) (3.14)	3.50 (3.50) (3.50)	61.20 (31.14) (44.20)	5.40 (5.40) (5.40)	2.00 (1.74) (1.85)	3.85 (3.85) (3.85)
2008/2009	18.02	3.14	3.50	53.80	5.35	2.00	3.85
2007/2008	18.49	3.14	3.50	53.80	4.80	2.00	3.85
2006/2007	18.44	3.14	3.70	53.80	4.90	2.00	3.85
2005/2006	18.44	3.14	4.20	53.80	5.02	2.00	3.85
2004/2005	18.44	3.14	4.20	46.10	5.28	0.00	3.85
2003/2004	17.64	3.14	4.20	46.10	6.48	0.00	3.85
2002/2003	17.64	3.14	4.30	46.10	6.44	0.00	3.90
2001/2002	17.64	3.14	4.40	46.10	6.61	0.00	3.90
2000/2001	17.64	3.14	4.50	46.10	6.97	0.00	3.90

Source: Franklin County Auditor - Data is presented on a collection year basis because that is the manner in which the information is maintained by the County Auditor

Figures in parenthesis reflect "effective" millage for residential/agricultural (upper) and commercial/industrial (lower) for the current collection year only.

All other figures reflect voted millage.

VILLAGES			TOWNSHIPS				
<u>Village of Harrisburg</u>	<u>Village of New Rome</u>	<u>Village of Urbancrest</u>	<u>Franklin Township</u>	<u>Jackson Township</u>	<u>Pleasant Township</u>	<u>Harrisburg-Pleasant Township</u>	<u>Prairie Township</u>
1.00	0.00	0.60	25.20	20.20	21.20	20.80	18.20
(1.00)	0.00	(0.60)	(18.87)	(8.31)	(12.69)	(12.29)	(12.92)
(1.00)	0.00	(0.60)	(25.11)	(8.47)	(13.16)	(12.76)	(14.93)
1.00	0.00	0.60	25.20	20.20	18.70	18.30	18.20
1.00	0.00	0.60	21.31	20.20	18.70	18.30	18.20
1.00	0.00	0.60	21.31	20.20	18.70	18.30	18.20
1.00	0.00	0.60	18.05	20.20	18.70	18.30	18.20
1.00	0.00	0.60	18.05	20.20	18.70	18.30	14.50
1.00	0.00	0.60	13.05	20.20	18.70	18.30	14.20
1.00	1.20	0.60	13.05	20.20	16.20	15.80	14.20
1.00	1.20	0.60	13.05	20.20	16.20	15.80	14.20
1.00	1.20	0.60	13.05	20.20	16.20	15.80	14.20

South-Western City School District
Principal Taxpayers
December 31, 2009 and December 31, 2000

	<u>December 31, 2009</u>	
	<u>Total</u> <u>Assessed</u> <u>Valuation</u>	<u>% of Total</u> <u>Assessed</u> <u>Valuation</u>
<u>Public Utilities</u>		
Columbus Southern Power Company	\$ 66,544,480	2.58%
Columbia Gas of Ohio Inc.	6,353,720	0.25%
<u>Real Estate</u>		
Wingates LLC	\$ 12,351,550	0.48%
Big Lots Stores Inc.	11,860,000	0.46%
Wal Mart Stores Inc	11,704,280	0.45%
Distribution Funding III	8,888,090	0.34%
Dispatch Printing Co.	8,750,000	0.34%
PCCP IRG Columbus LLC	7,700,010	0.30%
Santa Fe Bayfront Venture	7,210,010	0.28%
Meijer Stores	5,908,530	0.23%
Matrix Harvest Glen LLC	5,700,110	0.22%
Sun Life Assurance	5,425,010	0.21%
All Others	<u>2,417,876,034</u>	<u>93.85%</u>
Total Assessed Valuation	<u>\$ 2,576,271,824</u>	<u>100.00%</u>
<u>Tangible Personal Property</u>		
Ohio Bell Telephone Company	\$ 2,608,230	
New Par	341,850	
Cincinnati SMSA Ltd Partnership	260,800	
MCI Communications Services	217,440	
Ameritech Advanced Data Services	198,050	
AT&T Global Networking Services LLC	185,200	
Sprintcom, Inc.	150,720	
Ohio Telephone and Telegraph Company	106,250	
Time Warner Telecom of Ohio LLC	104,300	
T Mobile Central LLC	96,750	

Source: Franklin County Auditor's Office. This is the latest information available.

Note: The personal property values reported above are Tax Year 2009/Calendar Year 2009 as reported by the taxpayers. These figures are for reference purposes only due to the phase out of the personal property tax.

	<u>December 31, 2000</u>	
	<u>Total</u>	<u>% of Total</u>
	<u>Assessed</u>	<u>Assessed</u>
	<u>Valuation</u>	<u>Valuation</u>
<u>Public Utilities</u>		
Columbus Southern Power Company	\$ 52,381,020	2.49%
Columbia Gas of Ohio Inc.	14,837,630	0.71%
Ohio Bell Telephone Co.	14,458,560	0.69%
 <u>Real Estate</u>		
Distribution Fulfillment Services Inc.	\$ 12,299,350	0.59%
Meridian Ind Trust	10,710,990	0.51%
Dispatch Printing Co.	10,696,000	0.51%
Port West Associates LP	9,782,500	0.47%
Columbus West Joint Venture	8,686,200	0.41%
Security Capital Ind Trust	6,990,940	0.33%
Consolidated Stores International Corp	5,949,650	0.28%
Realty Associates Fund V	5,195,750	0.25%
Fairfield Holt Road LP	4,813,240	0.23%
Feder Road Associates	4,410,000	0.21%
 <u>Tangible Personal Property</u>		
Sears Roebuck & Company	\$ 16,857,920	0.80%
IBM Credit Corporation	14,794,520	0.70%
Merck Medco RX Services of Ohio	13,516,565	0.64%
Consolidated Stores	12,914,210	0.61%
Kal Kan Foods Inc.	12,825,610	0.61%
Wal Mart Stores	11,595,670	0.55%
Delphi Automotive Systems LLC	11,495,640	0.55%
Dispatch Printing Company	11,087,690	0.53%
Holt Company of Ohio	10,272,110	0.49%
Nationsrent USA	6,872,350	0.33%
All Others	<u>1,818,584,831</u>	<u>86.52%</u>
Total Assessed Valuation	<u>\$ 2,102,028,946</u>	<u>100.00%</u>

South-Western City School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

<u>Year</u>	(1) <u>Net Bonded Debt</u>	(1) <u>Tax Anticipation Notes</u>	(1) <u>Bond Anticipation Notes</u>	<u>Total Primary Government</u>	(2) <u>Percentage of Personal Income</u>	(3) <u>Per Capita</u>	(4) <u>Per ADM</u>
2010	\$ 83,710,390	\$ -	\$ -	\$ 83,710,390	not available	\$ 629.88	\$ 4,198.11
2009	94,368,356	-	-	94,368,356	not available	710.71	4,732.62
2008	102,434,173	7,505,000	-	109,939,173	4.30%	828.50	5,238.94
2007	111,693,098	14,838,913	-	126,532,011	4.94%	957.21	6,027.34
2006	120,268,390	21,617,827	-	141,886,217	5.86%	1,094.13	6,769.38
2005	127,504,793	-	-	127,504,793	5.24%	993.66	6,111.53
2004	133,506,128	-	-	133,506,128	5.70%	1,057.09	6,501.08
2003	140,578,720	-	-	140,578,720	6.23%	1,119.99	6,941.82
2002	147,398,554	-	-	147,398,554	7.27%	1,186.90	7,473.81
2001	144,018,852	-	6,500,000	150,518,852	7.41%	1,248.41	7,892.97

Sources:

(1) Per District records

(2) Personal Income provided by Ohio Department of Taxation

(3) Population estimates provided by Ohio Municipal Advisory Council and Mid Ohio Regional Planning Commission

(4) ADM per District records

South-Western City School District
Ratios of Net General Bonded Debt Outstanding
Last Ten Collection Years

Year	(1) Assessed Value	(2) Gross Bonded Debt	(2) Less Debt Service Funds	Net Bonded Debt	Percentage of Net Bonded Debt to Assessed Value	(3) Net Bonded Debt Per Capita	(4) Net Bonded Debt Per ADM
2010	\$2,576,271,824	\$ 92,216,986	\$ 8,506,596	\$ 83,710,390	3.25%	\$ 629.88	\$ 4,198.11
2009	2,563,074,386	102,134,941	7,766,585	94,368,356	3.68%	710.71	4,547.65
2008	2,587,637,755	110,999,692	8,565,519	102,434,173	3.96%	771.95	4,881.30
2007	2,647,619,012	119,542,494	7,849,396	111,693,098	4.22%	844.95	5,320.49
2006	2,653,870,147	125,553,305	5,284,375	120,268,930	4.53%	927.43	5,738.02
2005	2,440,572,242	131,773,677	4,268,884	127,504,793	5.22%	993.66	6,111.53
2004	2,367,301,027	138,112,279	4,606,151	133,506,128	5.64%	1,057.09	6,501.08
2003	2,352,586,706	144,480,176	3,901,456	140,578,720	5.98%	1,119.99	6,941.82
2002	2,130,177,588	150,412,305	3,013,751	147,398,554	6.92%	1,186.90	7,473.81
2001	2,102,028,946	147,692,665	3,673,813	144,018,852	6.85%	1,194.50	7,552.12

Sources:

(1) Franklin County Auditor

(2) Per District records

(3) Population estimates provided by Ohio Municipal Advisory Council and Mid Ohio Regional Planning Commission

(4) ADM per District records

South-Western City School District
 Computation of Direct and Overlapping Governmental Activities Debt
 June 30, 2010

<u>Governmental Unit</u>	<u>Gross Debt Outstanding</u>	<u>Percent Applicable to School District</u>	<u>Amount Applicable to School District</u>
Direct:			
South-Western City School District	\$ 92,216,986	100.00%	\$ 92,216,986
Indirect:			
Franklin County	\$ 255,320,000	9.17%	\$ 23,412,844
City of Columbus	<u>970,743,245</u>	38.87%	<u>377,327,899</u>
Total Overlapping Debt	<u>\$ 1,226,063,245</u>		<u>\$ 400,740,743</u>
Total Direct and Overlapping Debt	<u><u>\$ 1,318,280,231</u></u>		<u><u>\$ 492,957,729</u></u>

Note: Percent were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the District by the total assessed valuation of the subdivisions.
 The valuations used were for the 2009 collection year

Source: Franklin County Auditor

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South-Western City School District
 Computation of Legal Debt Margin
 Last Ten Fiscal Years

Assessed Valuation	\$ 2,576,271,824			
Bonded Debt Limit - 9% of Assessed Value	\$ 231,864,464			
Amount of Debt Applicable to 9% Debt Limit:	<u>92,216,986</u>			
9% Voted Debt Margin			<u>\$ 139,647,478</u>	
Bonded Debt Limit - .10% of Assessed Value	\$ 2,576,272			
Amount of Debt Applicable to .10% Debt Limit	<u>-</u>			
.10% Unvoted Debt Margin			<u>\$ 2,576,272</u>	
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Debt Limit	\$ 231,864,464	\$ 230,676,695	\$ 232,887,398	\$ 238,285,711
Total Net Debt Applicable to Limit	<u>92,216,986</u>	<u>102,134,941</u>	<u>110,999,692</u>	<u>119,542,494</u>
Legal Debt Margin	<u>\$ 139,647,478</u>	<u>\$ 128,541,754</u>	<u>\$ 121,887,706</u>	<u>\$ 118,743,217</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	39.77%	44.28%	47.66%	50.17%

Source: Franklin County Auditor and School District financial records

Note: Voted debt margins are determined without reference of applicable monies
 in the District's Bond Retirement Fund.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
\$ 238,848,313	\$ 219,651,502	\$ 213,057,092	\$ 211,732,804	\$ 191,715,983	\$ 189,182,605
125,553,305	126,483,677	133,042,279	138,550,175	143,797,304	151,862,665
<u>\$ 113,295,008</u>	<u>\$ 93,167,825</u>	<u>\$ 80,014,813</u>	<u>\$ 73,182,629</u>	<u>\$ 47,918,679</u>	<u>\$ 37,319,940</u>
52.57%	57.58%	62.44%	65.44%	75.01%	80.27%

South-Western City School District
 Staffing Statistics - Full Time Equivalents (FTE) by Type and Function
 Last Six Fiscal Years

	<u>2010</u>	<u>2009</u>	<u>2008 (1)</u>	<u>2007</u>	<u>2006</u>	<u>2005 (2)</u>
Teaching Staff						
Regular Education	926.33	934.04	936.68	956.42	1034.2	1041.5
Special Education	270.75	254.75	253.19	239.25	238.83	230
Vocational Education	59	59.5	60	62	81.2	72
Tutors	65.75	56	70.23	73.1	64	59.41
Administrators						
Buildings/Departments	100.00	105.00	105.00	104.00	119.00	120.00
Other Positions						
Psychologists	12.80	12.80	12.80	12.50	12.50	12.50
Nurses	8.90	9.40	9.40	9.40	9.40	9.40
Speech	19.70	18.80	18.80	18.00	18.00	18.00
OT/PT	10.40	10.30	8.20	7.90	5.80	4.20
Adapted Physical Education Therapist	3.00	3.00	3.00	3.00	3.00	3.00
Sign Interpreter	3.00	4.00	3.00	2.00	1.00	2.00
Social Worker	0.50	0.50	0.50	-	0.80	2.80
Counselors	25.00	24.50	24.00	24.00	29.00	29.00
Library Media Specialists	4.00	4.00	4.00	4.00	4.00	4.00
Other Professionals	13.00	12.50	12.50	10.20	10.20	10.20
Support Staff						
Technology	11.00	13.00	13.00	13.00	13.00	13.00
Aides	288.16	290.50	275.75	285.99	329.63	334.53
Accounting	8.00	8.00	8.00	8.00	9.00	9.00
Clerical	108.00	115.00	117.00	115.00	126.00	127.50
Custodial	116.00	116.50	116.50	122.76	141.50	140.00
Printer	1.00	1.00	1.00	1.00	1.00	1.00
Maintenance	30.00	31.00	31.00	31.00	31.00	33.00
Mechanics	8.00	8.00	9.00	9.00	10.00	10.00
Bus Drivers	152.00	160.00	154.00	156.00	181.00	176.00
Food Service Transporters	3.00	3.00	3.00	3.00	3.00	3.00
Cooks	134.76	132.74	128.00	134.99	138.81	136.64
Hall Monitors	38.56	43.00	39.00	42.22	45.50	45.00
Recreation Center	13.50	14.00	16.00	14.50	15.00	15.00
Athletic Trainer	0.50	1.00	1.00	1.00	1.00	1.00
Total	<u>2,434.61</u>	<u>2,445.83</u>	<u>2,433.55</u>	<u>2,463.23</u>	<u>2,676.37</u>	<u>2,662.68</u>

Function

Instructional						
Regular and Special	1,320.08	1,322.54	1,314.30	1,334.25	1,410.76	
Support Services						
Pupil	116.76	124.47	120.00	115.61	124.05	
Instructional Staff	270.31	253.35	258.00	257.99	343.93	
Administration	154.35	161.15	162.00	162.75	156.50	
Fiscal	12.00	12.00	12.00	12.00	12.00	
Business	2.00	3.00	3.00	3.00	4.00	
Operation and Maintenance	171.64	177.08	179.00	179.00	202.75	
Pupil Transportation	201.00	208.00	201.00	206.00	225.00	
Central	21.00	21.50	23.00	27.00	26.00	
Food Service	142.26	138.74	134.00	139.98	145.23	
Community Services	18.21	19.75	22.50	20.90	21.40	
Extracurricular Activities	5.00	4.25	4.75	4.75	4.75	
Total	<u>2,434.61</u>	<u>2,445.83</u>	<u>2,433.55</u>	<u>2,463.23</u>	<u>2,676.37</u>	

Source: School District Records

(1) The District converted to State Software, different reports were available. Data may not be comparable.

(2) Staffing statistics are not readily reportable in this format for historical years.

Note: Staffing statistics by function were not available prior to 2006.

South-Western City School District
 Operating Indicators by Function
 Last Six Fiscal Years

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Function-Governmental Activities						
Instruction and Support Services - Pupils						
Graduates	1,287	1,212	1,280	1,252	1,153	1,113
% of Students with IEP	14.3%	14.4%	13.1%	14.0%	12.5%	11.9%
% of Limited English Proficient Students	14.1%	12.4%	11.5%	9.5%	6.6%	6.0%
Student Attendance	94.2%	93.9%	94.3%	94.3%	94.1%	94.0%
Fiscal						
Purchase Orders Processed	16,015	17,186	16,458	14,663	15,110	15,049
Nonpayroll Checks Issued	13,353	15,970	14,751	15,804	17,829	19,250
Operations and Maintenance						
Work Orders Completed	8,701	7,858	7,789	7,879	7,821	n/a
District Square Footage Maintained by Staff	2.8 million	2.8 million	2.8 million	2.8 million	2.8 million	2.8 million
District Acreage Maintained by Staff	610	610	610	610	610	610
Pupil Transportation						
Average Number of Students Transported Each Day	12,134	13,823	13,737	12,926	17,337	17,748
Average Daily Miles driven Each Day	12,886	12,958	12,355	12,243	15,702	14,526
Food Service						
Meals Served to Students:						
Breakfast	576,270	583,161	582,650	533,690	491,958	445,111
Lunch	2,181,936	2,263,668	2,231,198	2,195,163	2,180,701	2,139,569
Number of Free and Reduced Students	10,427	10,126	9,498	9,184	10,087	9,103
Extracurricular Activities						
High School Varsity Teams *	37	65	65	65	65	65

Note: Indicators by Function were not available prior to 2005. Indicators were not available for the following functions: Instructional Staff, Board of Education, Administration, Central, Community Services

* District Sports offered for Winter and Spring season only

Source: School District Records and Ohio Department of Education Report Card Data

South-Western City School District
 General Fund - Operating Expenditures Necessary to Educate
 a District Student for Graduation in June, 2010
 (Actual Dollars Expended by Year)

	Grade	South-Western	State Average	Franklin County
	Level	City School	for All	Average
		District	School Districts	
1997-98	K	\$ 5,275	\$ 5,369	\$ 6,046
1998-99 (1)	1	6,546	6,642	7,167
1999-00 (1)	2	6,890	7,057	7,636
2000-01 (1)	3	7,326	7,161	8,181
2001-02 (1)	4	7,533	7,679	8,779
2002-03 (1)	5	8,243	7,904	9,082
2003-04 (1)	6	8,515	8,287	9,384
2004-05 (1)	7	9,140	8,404	9,714
2005-06 (1)	8	10,170	8,727	10,275
2006-07 (1)	9	8,876	9,283	10,655
2007-08 (1)	10	9,336	9,388	11,079
2008-09 (1)	11	9,627	10,184	11,428
2009-10(1)	12	9,893	10,512	11,908
Total		<u>\$ 107,370</u>	<u>\$ 106,597</u>	<u>\$ 121,333</u>

Source: District Financial Records
 General Fund Costs per Pupil-State of Ohio Department of Education.

(1) Previous year information for General Fund only. Beginning in fiscal year 1999, the Ohio Department of Education does not provide expenditure per pupil information for the General Fund only. Information for fiscal year 1998-99 and beyond is expenditure per pupil information for all funds.

South-Western City School District
 Capital Assets by Function/Program
 Last Six Fiscal Years

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Governmental Activities						
Instruction						
Land	\$ 4,794,159	\$ 4,794,159	\$ 4,794,159	\$ 4,794,159	\$ 4,842,386	\$ 4,796,435
Buildings	138,702,141	138,935,001	138,399,696	137,556,467	137,839,860	137,589,568
Improvements to Land	890,517	734,182	572,555	401,099	361,506	357,126
Furniture and Equipment	431,640	418,678	2,243,336	2,236,911	7,050,728	6,780,004
Vehicle	-	-	-	-	1,287	1,287
Special						
Land	-	-	-	-	7,417	7,417
Buildings	1,006,835	1,006,835	1,006,835	1,006,835	1,012,170	1,012,170
Improvements to Land	43,595	43,595	43,595	43,595	45,775	45,775
Furniture and Equipment	202,223	202,223	216,123	202,632	725,751	718,700
Vocational						
Land	994,583	994,583	994,583	994,583	994,583	994,583
Buildings	18,178,118	18,178,118	18,178,118	18,178,118	18,182,809	18,182,809
Improvements to Land	40,880	40,880	40,880	40,880	40,880	40,880
Furniture and Equipment	1,040,220	955,188	1,218,476	1,253,848	2,986,434	3,211,734
Vehicle	17,151	-	-	-	-	-
Other						
Furniture and Equipment	-	-	-	-	3,090	1,791
Support Services:						
Pupil						
Furniture and Equipment	7,410	13,215	13,215	13,215	52,250	64,061
Instructional Staff						
Furniture and Equipment	500,121	500,121	604,421	604,421	1,360,235	1,303,720
Administration						
Land	570,242	570,242	570,242	570,242	570,242	570,242
Buildings	5,147,081	5,147,081	5,147,081	5,147,081	5,152,951	5,152,951
Improvements to Land	491,320	491,320	491,320	491,320	491,320	491,320
Furniture and Equipment	609,851	603,856	725,345	703,513	2,205,930	2,151,479
Fiscal						
Furniture and Equipment	10,592	10,592	10,592	10,592	27,456	28,413
Business						
Furniture and Equipment	-	-	-	-	3,846	3,846
Operations and Maintenance						
Land	20,375	20,375	20,375	20,375	20,376	20,376
Buildings	96,598	96,598	96,598	96,598	108,584	108,584
Improvements to Land	13,759	13,759	13,759	13,759	20,508	20,508
Furniture and Equipment	841,709	803,073	904,913	884,183	1,300,089	1,327,302
Vehicle	1,352,865	1,265,116	1,236,471	1,146,201	1,007,864	1,037,907
Transportation						
Land	172,546	172,546	172,546	172,546	172,546	172,546
Buildings	1,135,561	1,135,561	1,135,561	1,135,561	1,129,142	1,129,142
Improvements to Land	661,648	639,097	474,185	474,185	477,504	477,504
Furniture and Equipment	97,677	97,677	107,990	107,990	197,793	234,850
Vehicle	120,721	120,721	120,721	120,721	120,721	120,721
Buses	11,686,091	11,806,858	11,569,581	10,568,323	12,211,575	11,616,342
Central						
Land	-	-	-	-	6,635	6,635
Buildings	31,144,487	31,090,861	31,090,861	31,034,110	30,426,316	30,386,518
Improvements to Land	3,430,085	3,504,947	3,504,946	3,504,946	3,596,310	3,596,310
Furniture and Equipment	496,264	442,531	385,726	375,069	1,190,357	1,553,675
Vehicle	68,173	68,173	68,172	68,172	68,173	68,173
Food Service						
Buildings	22,213	22,213	22,213	22,213	22,213	22,213
Improvements to Land	8,200	-	-	-	1,800	1,800
Furniture and Equipment	1,998,359	1,952,329	1,923,556	1,921,354	3,404,810	3,372,736
Vehicle	99,315	71,025	71,025	71,025	182,712	182,712
Community Services						
Land	200,000	200,000	200,000	200,000	200,000	200,000
Buildings	7,368,561	7,368,561	7,342,908	7,342,908	7,345,236	7,142,280
Improvements to Land	235,066	243,266	243,266	243,266	256,979	271,670
Furniture and Equipment	272,933	272,933	340,649	328,173	443,474	460,408
Extracurricular Activities						
Buildings	3,108,519	3,108,519	3,108,519	3,108,519	3,120,490	3,120,490
Improvements to Land	465,764	465,764	429,927	429,927	453,502	453,502
Furniture and Equipment	275,562	275,516	275,516	275,516	587,061	598,242
Vehicle	-	-	-	-	2,075	11,537
Total	<u>\$ 239,071,730</u>	<u>\$ 238,897,888</u>	<u>\$ 240,130,556</u>	<u>\$ 237,915,151</u>	<u>\$ 252,033,751</u>	<u>\$ 251,220,994</u>

Source: District Capital Asset Records

Information for Years prior to Fiscal Year 2004 are not readily available.

Capitalization criteria changed from \$1,000 to \$5,000 July 1, 2007. Information to provide comparable Date in 2006 and 2005 is unavailable
 Capital Asset software changed July 1, 2008. Group assets no longer tracked in this database.

South-Western City School District
Facility Inventory

		<u>Original Construction</u>	<u>Addition (s) Date (s)</u>	<u>Building Area (Sq. Ft.)</u>	<u>Acreage</u>	<u>Student Capacity</u>
<u>Elementary Schools</u>						
Alton Hall	Basic	1960	1961, 1964, 1996	36,958	9.09	500
	Portable	1977		1,718		
	Portable	1989		1,596		
	Portable	1995		1,596		
Buckeye Woods	Basic	1995		68,000	19.11	725
Darbydale	Basic	1958		31,143	7.12	249
	Portable (1)	1977		1,704		
Darby Woods	Basic	1995		68,000	8.80	725
East Franklin	Basic	1956	1963, 1997	36,638	6.28	450
Finland	Basic	1964	1995	36,636	8.60	475
Harmon	Basic	1950	1997	43,362	11.29	500
	Portable (1)	1953		3,336		
Harrisburg	Basic	1939	1951	16,390	2.90	175
	Portable (1)	1967		793		
Highland Park	Basic	1969	1997	42,002	14.59	525
Monterey	Basic	1956	1995	36,636	10.11	475
	Portables (2)	1990		3,192		
North Franklin	Basic	1920	1938	38,387	2.00	425
Prairie Lincoln	Basic	1956	1961, 1962	43,058	19.41	525
	Portable (1)	1995		1,596		
Prairie Norton	Basic	1950		39,721	10.90	575
	Portable (1)	1967		793		
	Portable (1)	1995		1,596		
Richard Avenue	Basic	1957		44,718	10.44	525
J. C. Sommer	Basic	1956	1959	36,964	8.70	561
	Portable (2)	1967		1,586		
Stiles	Basic	1963	1995	36,636	10.77	475
	Portable (2)	1988		3,192		
West Franklin	Basic	1955	1997	47,813	9.70	575
<u>Intermediate Schools</u>						
Franklin Woods	Basic	2000		87,981	21.45	800
Galloway Ridge	Basic	2000		87,981	6.51	800
Holt Crossing	Basic	2000		87,981	20.70	800
Park Street	Basic	2000		87,981	12.71	800
Hayes	Basic	1966	1981,1982,1986, 2003	58,677	10.85	520
	Modular	1991		4,150		

		<u>Original Construction</u>	<u>Addition (s) Date (s)</u>	<u>Building Area (Sq. Ft.)</u>	<u>Acreage</u>	<u>Student Capacity</u>
<u>Middle Schools</u>						
Brookpark	Basic	1953	1997	82,422	14.93	725
	Portable (2)	1964		1,668		
Finland	Basic	1964	1975, 1995	91,098	17.30	786
	Portable (1)	1989		1,596		
	Portable (1)	1991		1,596		
Jackson	Basic	2001		99,597	28.14	800
Norton	Basic	1953	1995	87,204	15.00	680
	Portable (1)	1964		1,668		
	Portable (1)	1990		1,596		
Pleasant View	Basic	1958	1963	138,702	39.88	924
<u>High Schools</u>						
Central Crossing	Basic	2002		260,716	63.81	1,880
Franklin Heights	Basic	1955	1956, 1957, 1963 1974, 1975, 1976 1986, 1997	152,983	37.02	1,172
Grove City	Basic	1970	1971, 1976, 1983 1985, 2000	198,348	52.30	1,843
Westland	Basic	1970	1971, 1976, 1982 1985, 2000	197,154	51.79	1,861
<u>Additional Schools</u>						
Kingston	Basic	1949		13,180	2.00	70
Preschool Center	Basic	1950	2004	10,000	0.75	60
South-Western Career Academy	Basic	2002		130,156	22.10	750
<u>Recreation Centers</u>						
Falcons Nest		1986		37,507		
Grove City		1986		37,507		
Cougar Community		1986		37,507		
<u>Miscellaneous</u>						
District Service Center	Basic	1981	1989, 1995, 2002	70,000	3.30	<u>Occupancy</u> 350
Darbydale Distribution		1930-1940		4,170	1.63	5
Transportation		1986		16,594	13.00	109
2 Houses - offices		1960 est		5,000	1.00	8
Norton Road Head Start		1975		4,300	0.70	46
Stiles Family Center		1994		4,510	1.20	206
Tech Services - Garage		1960 est		2,000	0.50	3
Bostic Center - Head Start	Basic	1973	2003	13,105	1.61	115

South-Western City School District
 Educational Statistics
 Last Ten Fiscal Years

Percentage of Students Passing:	Fiscal 2010	Fiscal 2009	Fiscal 2008	Fiscal 2007	Fiscal 2006
<u>3rd Grade</u>					
Reading	70.1%	70.5%	69.7%	72.4%	68.0%
Mathematics	70.5%	75.2%	74.9%	81.1%	71.7%
<u>4th Grade</u>					
Citizenship	N/A	N/A	N/A	N/A	N/A
Reading	74.7%	75.2%	76.4%	75.9%	73.3%
Mathematics	73.3%	77.1%	72.1%	70.1%	76.1%
Writing	N/A	79.8%	82.0%	79.7%	84.4%
Science	N/A	N/A	N/A	N/A	N/A
<u>5th Grade</u>					
Reading	69.1%	67.2%	68.4%	78.9%	72.5%
Mathematics	68.1%	60.4%	59.2%	59.5%	64.1%
Science	63.6%	66.8%	58.3%	62.4%	N/A
Social Studies	N/A	54.1%	57.2%	51.4%	N/A
<u>6th Grade</u>					
Citizenship	N/A	N/A	N/A	N/A	N/A
Reading	85.1%	78.5%	78.1%	75.1%	82.1%
Mathematics	79.6%	77.0%	77.7%	77.0%	68.6%
Writing	N/A	N/A	N/A	N/A	N/A
Science	N/A	N/A	N/A	N/A	N/A
<u>7th Grade</u>					
Reading	75.6%	72.7%	73.1%	73.6%	78.6%
Mathematics	68.3%	71.2%	67.4%	66.2%	60.4%
Writing	N/A	76.5%	80.6%	73.5%	N/A
<u>8th Grade</u>					
Reading	76.9%	66.6%	75.9%	77.1%	77.1%
Mathematics	66.1%	70.1%	70.5%	70.6%	68.7%
Science	62.8%	59.5%	59.2%	59.7%	N/A
Social Studies	N/A	49.1%	51.2%	49.1%	N/A
<u>9th Grade</u>					
Citizenship	N/A	N/A	N/A	N/A	N/A
Reading	N/A	N/A	N/A	N/A	N/A
Mathematics	N/A	N/A	N/A	N/A	N/A
Writing	N/A	N/A	N/A	N/A	N/A
Science	N/A	N/A	N/A	N/A	N/A
<u>10th Grade</u>					
Reading	81.8%	80.8%	83.6%	85.0%	89.0%
Mathematics	81.0%	80.6%	80.3%	80.8%	84.7%
Writing	82.8%	89.5%	83.8%	89.5%	88.3%
Science	69.5%	72.5%	69.9%	68.9%	69.1%
Social Studies	78.7%	78.9%	76.2%	73.4%	77.8%
<u>Student Attendance Rate</u>	94.2%	93.9%	94.3%	94.3%	94.1%

Source: State of Ohio School District Report Card.

Fiscal 2005	Fiscal 2004	Fiscal 2003	Fiscal 2002	Fiscal 2001
70.2%	73.0%	N/A	N/A	N/A
63.4%	N/A	N/A	N/A	N/A
59.2%	46.3%	51.3%	60.9%	54.8%
70.8%	65.2%	65.2%	63.2%	49.6%
65.3%	58.5%	53.3%	58.3%	56.3%
77.9%	69.2%	75.9%	78.1%	76.5%
50.0%	50.3%	48.0%	52.6%	43.5%
72.1%	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
76.3%	69.7%	66.7%	68.4%	69.1%
67.4%	61.9%	59.7%	48.9%	55.6%
57.2%	62.2%	46.6%	52.8%	59.9%
84.9%	89.4%	85.8%	85.4%	84.6%
65.8%	56.5%	60.3%	52.7%	56.9%
N/A	N/A	N/A	N/A	N/A
59.2%	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
74.8%	N/A	N/A	N/A	N/A
63.3%	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
N/A	94.2%	80.7%	78.1%	80.6%
N/A	96.6%	87.2%	86.6%	89.2%
N/A	87.2%	70.1%	67.3%	69.7%
N/A	96.8%	88.5%	85.6%	90.1%
N/A	89.8%	74.2%	71.1%	77.3%
91.1%	N/A	N/A	N/A	N/A
79.6%	N/A	N/A	N/A	N/A
82.9%	N/A	N/A	N/A	N/A
71.8%	N/A	N/A	N/A	N/A
77.5%	N/A	N/A	N/A	N/A
94.0%	94.4%	94.1%	93.0%	93.0%

South-Western City School District
Attendance Data
Last Ten Fiscal Years

School Year End	Number Of Graduates	Elementary Schools Enrollment	(1)	Middle Schools Enrollment	High Schools Enrollment	Total Enrollment
			Intermediate Schools Enrollment			
2010	1,287	7,431	3,212	3,212	6,085	19,940
2009	1,212	7,728	3,292	3,220	6,511	20,751
2008	1,280	7,977	3,229	3,240	6,539	20,985
2007	1,252	7,955	3,157	3,370	6,511	20,993
2006	1,153	8,065	3,197	3,322	6,376	20,960
2005	1,113	8,035	3,308	3,339	6,181	20,863
2004	1,087	8,044	3,299	3,329	5,864	20,536
2003	1,090	7,895	3,231	3,403	5,722	20,251
2002	978	7,731	3,157	3,173	5,661	19,722
2001	856	7,619	3,118	2,985	5,348	19,070

Source: Education Management Information System

(1) The intermediate buildings, which house the District's 5th and 6th grade students, were opened in January 2001. 5th and 6th grade students were removed from the elementary schools and middle schools, respectively.

South-Western City School District
 Demographics
 Last Ten Fiscal Years

<u>Year</u>	(1) <u>Estimated Population</u>	(2) <u>Average Daily Membership</u>	(3) <u>Average Federal Adjusted Gross Income</u>	(3) <u>Total Federal Adjusted Gross Income</u>	(4) <u>Unemployment Rate</u>
2010	132,899	19,940	not available	not available	8.30%
2009	132,781	20,751	not available	not available	8.20%
2008	132,696	20,985	44,344	\$2,555,402,593	6.10%
2007	132,189	20,993	43,914	2,563,777,406	5.00%
2006	129,680	20,960	42,904	2,421,867,177	5.40%
2005	128,318	20,863	41,309	2,432,012,063	5.70%
2004	126,296	20,536	39,987	2,343,506,651	5.80%
2003	125,518	20,251	39,414	2,254,819,336	5.50%
2002	124,188	19,722	40,001	2,027,779,253	4.80%
2001	120,568	19,070	39,470	2,032,526,629	3.00%

Sources:

- (1) Ohio Municipal Advisory Council and Mid Ohio Regional Planning Commission
- (2) Per District records - October Count
- (3) Ohio Department of Taxation
- (4) September Data of Ohio Bureau of Employment Services or Ohio Department of Jobs and Family Services. Specific employment figures for the School District are not available. Unemployment percentages presented are for Franklin County.

South-Western City School District
Principal Employers
January 2005

<u>Employer</u>	<u>Employees</u>	<u>Type of Business</u>
South-Western City School District	2,700	Education
Big Lots	1,800	Warehouse
Medco Health Solutions Inc.	1,300	Mail Order Pharmacy
Wal-Mart	1,200	Warehouse
Delphi	1,000	Manufacturing
Roadway Package Systems	900	Package Delivery
Doctors OhioHealth Corp	900	Health Care
Distribution Fulfillment Services	600	Warehouse
Swift Transportation Company	600	Package Delivery
Palmetto GBA	500	Insurance Claims Processing
Meijer	500	Retail

Source: Mid Ohio Regional Planning Commission - most recent information available



Mary Taylor, CPA
Auditor of State

SOUTH-WESTERN CITY SCHOOL DISTRICT

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
FEBRUARY 1, 2011**