

Trotwood-Madison City School District



Single Audit Reports

June 30, 2011



Dave Yost • Auditor of State

Board of Education
Trotwood-Madison City School District
3594 N. Snyder Road
Trotwood, Ohio 45426

We have reviewed the *Independent Auditors' Report* of the Trotwood-Madison City School District, Montgomery County, prepared by Plattenburg & Associates, Inc., for the audit period July 1, 2010 through June 30, 2011. 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 Trotwood-Madison City School District is responsible for compliance with these laws and regulations.

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

Dave Yost
Auditor of State

February 13, 2012

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**TROTWOOD-MADISON CITY SCHOOL DISTRICT
SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2011**

Federal Grant/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
U.S. DEPARTMENT OF AGRICULTURE						
Passed Through Ohio Department of Education:						
Nutrition Cluster:						
School Breakfast Program	3L70	10.553	\$396,227	\$0	\$396,227	\$0
National School Lunch Program	3L60	10.555	866,661	30,005	866,661	30,005
Summer Food Service Program for Children	3L60	10.559	87,244	0	87,244	0
Total Nutrition Cluster			<u>1,350,132</u>	<u>30,005</u>	<u>1,350,132</u>	<u>30,005</u>
Total U.S. Department of Agriculture			<u>1,350,132</u>	<u>30,005</u>	<u>1,350,132</u>	<u>30,005</u>
U.S. DEPARTMENT OF EDUCATION						
Passed Through Ohio Department of Education:						
Special Education Cluster:						
Special Education-Grants to States	3M20	84.027	575,395	0	646,235	0
Special Education-Grants to States - ARRA	3DJ0	84.391	267,780	0	271,739	0
Special Education-Preschool Grants	3C50	84.173	4,434	0	5,561	0
Special Education-Preschool Grants - ARRA	3DL0	84.392	4,939	0	5,568	0
Total Special Education Cluster			<u>852,548</u>	<u>0</u>	<u>929,103</u>	<u>0</u>
Title I Cluster:						
Title I Grants to Local Educational Agencies	3M00	84.010	1,343,353	0	1,391,697	0
Title I Grants to Local Educational Agencies - ARRA	3DK0	84.389	470,034	0	606,419	0
Total Title I Cluster			<u>1,813,387</u>	<u>0</u>	<u>1,998,116</u>	<u>0</u>
Safe and Drug Free Schools and Communities	3D10	84.186	3,283	0	14,895	0
State Grants for Innovative Programs	3M10	84.298	0	0	3,862	0
Education Technology State Grants	3S20	84.318	3,529	0	5,754	0
Education Technology State Grants - ARRA	3DM0	84.386	174,384	0	167,127	0
Improving Teacher Quality	3Y60	84.367	236,169	0	271,185	0
State Fiscal Stabilization Fund (SFSF) Ed St Grant - ARRA	GRF	84.394	1,730,335	0	1,184,561	0
Education Jobs	3ET0	84.410	315,862	0	419,358	0
Total Department of Education			<u>5,129,497</u>	<u>0</u>	<u>4,993,961</u>	<u>0</u>
Total Federal Assistance			<u>\$6,479,629</u>	<u>\$30,005</u>	<u>\$6,344,093</u>	<u>\$30,005</u>

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A -- SIGNIFICANT ACCOUNTING POLICIES

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

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

Board of Education
Trotwood-Madison City School District

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Trotwood-Madison City School District (the District) as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 22, 2011 wherein we noted the District adopted GASB Statement No. 54 as disclosed in Note 20. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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 to be material weaknesses, as defined above.

Compliance and Other Matters

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

We noted certain matters that we reported to management of the District in a separate letter dated December 22, 2011.

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

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
December 22, 2011

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133**

Board of Education
Trotwood-Madison City School District

Compliance

We have audited Trotwood-Madison City School District's (the District) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2011. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011.

Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. 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 type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance 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 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.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the District as of and for the year ended June 30, 2011, and have issued our report thereon dated December 22, 2011, which contained an unqualified opinion on those financial statements wherein we noted the District adopted GASB Statement No. 54 as disclosed in Note 20. Our audit was performed for the purpose of forming opinions on the financial statements as a whole. The schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

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

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
December 22, 2011

**TROTWOOD-MADISON CITY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2011**

Section I – Summary of Auditor’s Results

(d)(1)(i)	<i>Type of Financial Statement Opinion</i>	Unqualified	
(d)(1)(ii)	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No	
(d)(1)(ii)	<i>Were there any other significant control deficiencies reported at the financial statement level (GAGAS)?</i>	No	
(d)(1)(iii)	<i>Was there any material reported non-compliance at the financial statement level (GAGAS)?</i>	No	
(d)(1)(iv)	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No	
(d)(1)(iv)	<i>Were there any other significant control deficiencies reported for major federal programs?</i>	No	
(d)(1)(v)	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified	
(d)(1)(vi)	<i>Are there any reportable findings under Section .510?</i>	No	
(d)(1)(vii)	<i>Major Programs (list):</i>	Special Education Cluster:	
		Special Education-Grants to States	CFDA #84.027
		Special Education-Grants to States - ARRA	CFDA #84.391
		Special Education-Preschool Grants	CFDA #84.173
		Special Education-Preschool Grants - ARRA	CFDA #84.392
		Title I Cluster:	
		Title I Grants to Local Educational Agencies	CFDA #84.010
		Title I Grants to Local Educational Agencies - ARRA	CFDA #84.389
		State Fiscal Stabilization Fund (SFSF) Ed St Grant - ARRA	CFDA #84.394
		Education Jobs	CFDA #84.410
(d)(1)(viii)	<i>Dollar Threshold: Type A/B Programs</i>	Type A: > \$300,000 Type B: all others	
(d)(1)(ix)	<i>Low Risk Auditee?</i>	Yes	

Section II – Findings Related to the Financial Statements Required to be Reported in Accordance with GAGAS

None

Section III – Federal Award Findings and Questioned Costs

None

TROTWOOD-MADISON CITY SCHOOL DISTRICT
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A-133
Year Ended June 30, 2011

The Trotwood-Madison City School District had no prior audit findings or questioned costs.

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**INDEPENDENT ACCOUNTANTS' REPORT
ON APPLYING AGREED-UPON PROCEDURE**

Board of Education
Trotwood-Madison City School District

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

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

1. We noted the Board amended its anti-harassment policy on November 15, 2010 to include violence within a dating relationship within its definition of harassment, intimidation or bullying.

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

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

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
December 22, 2011

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Comprehensive Annual Financial Report

for the year ended June 30, 2011



Our Mission is 100% Student Success

TROTWOOD-MADISON CITY SCHOOL DISTRICT
Trotwood, Ohio 45426

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**TROTWOOD-MADISON CITY SCHOOL DISTRICT
TROTWOOD, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**PREPARED BY:
OFFICE OF THE TREASURER**

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INTRODUCTORY SECTION



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TROTWOOD-MADISON
CITY SCHOOL DISTRICT
Our Mission Is 100% Student Success!

December 22, 2011

To The Citizens and Board of Education
of the Trotwood-Madison City School District:

The Comprehensive Annual Financial Report [CAFR] of the Trotwood-Madison City School District (the "District") for the fiscal year ended June 30, 2011, is hereby submitted. This report, prepared by the Treasurer's office, includes an opinion from Plattenburg & Associates, Inc. and conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. This report will provide the taxpayers of the Trotwood-Madison City School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be available upon request to taxpayers, financial rating services, banking institutions and other interested parties.

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

The District provides a full range of traditional and non-traditional educational programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory and vocational levels; a broad range of co-curricular and extracurricular activities; adult and community education offerings; special education programs and facilities; and community recreational facilities.

The District receives pass through grants from the State and distributes these grants to a private school located within the District. This activity is included in the entity as the Auxiliary Services Special Revenue Fund, because of the District's administrative involvement in the program. The private school served is Precious Blood. While this organization shares operational and service similarity with the District, it is a legally separate and distinct entity. Because of their independent nature, this organization is not included in this report.

ECONOMIC CONDITION AND OUTLOOK

The City of Trotwood is located in southwest Ohio approximately 55 miles north of Cincinnati, 75 miles southwest of Columbus and 100 miles east of Indianapolis, Indiana. Trotwood is strategically located less than two miles from I-70, less than 5 miles from I-75 and less than 15 minutes from the Dayton International Airport.

The District is continually challenged by the responsibility bestowed upon it by the community at large. We are always striving to provide the very best opportunities to every student, while carefully guarding the District's resources.

THE DISTRICT AND ITS FACILITIES

The District is located in the City of Trotwood, in Montgomery County, west of Dayton. Montgomery County has traditionally had a strong economy with unemployment rates below state and national averages. The area has experienced growth during the past year in retail, business and industrial parks, and recreational facilities.

The District is comprised of a senior high school campus, a middle school serving grades 7- 8, and 2 elementary schools serving grades K-6. The District currently services approximately 2,800 students.

Constructed	School Address	June 2011 Enrollment
2007	Early Learning Center 4400 North Union Road	427
2007	Madison Park Elementary 301 South Broadway	316
2007	Westbrooke Village Elementary 6500 Westford Road	464
2009	Trotwood-Madison Middle School 4420 North Union Road	626
2005	Trotwood-Madison High School 4440 North Union Road	938

ORGANIZATION OF THE SCHOOL DISTRICT

The Board of Education is a 5 member body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, and ensures that all the general laws of the State of Ohio are followed in the expenditures of the District's tax dollars and approves the annual appropriation resolution and tax budget.

The Board members represent a cross section of professions in the community. The board members on June 30, 2011, were as follows:

Board Member	Began Service	Term Expires	Profession
Vanessa Jeter-Freeman	January, 2004	December, 2011	Lead Manpower Analyst
Craig Ross, Sr.	June, 2003	December, 2011	Self Employed
Deborah L. Daniel	November, 1998	December, 2013	Bank Manager
Teena R. Davis	January, 1998	December, 2013	Career Transition Specialist
Denise E. Moore	January, 2006	December, 2013	Hospice Care

The Superintendent is the chief executive officer of the District, responsible directly to the Board for all educational and support operations. Dr. Rexann Wagner was appointed Superintendent in 2010. Prior to becoming the Superintendent of Trotwood-Madison City Schools, Dr. Wagner served as Assistant Superintendent, Director of Human Resources, Director of Curriculum and Instruction, High School Principal and elementary school principal in Trotwood-Madison City Schools. Dr. Wagner received her B.S. Degree from Defiance College, her Masters from Indiana University, and her Doctorate from the University of Dayton.

The Treasurer is the chief financial officer of the District, responsible directly to the Board for maintaining all financial records, issuing all payments, maintaining custody of all District funds and assets and investing idle funds as specified by Ohio Law. Mrs. Diana C. Whitt was appointed Assistant Treasurer in March 2002, and became Treasurer of the District in September, 2002. Mrs. Whitt received her B.A. Degree from Notre Dame College in South Euclid, Ohio and her Masters Degree from the University of Phoenix. On November 11, 2011, Janice Allen was hired as Treasurer of Trotwood-Madison City School District.

EMPLOYEE RELATIONS

The District currently has approximately 346 full-time equivalent employees.

The District teachers and classified employees are represented for collective bargaining purposes by the Trotwood-Madison Education Association (TMEA). The District had a two year collective bargaining agreement which expired on June 30, 2011.

SERVICES PROVIDED

The District provides a wide variety of educational and support services, as mandated by the Ohio Revised Code or board directives.

Transportation is provided for over 1,864 students each day. The District fleet of 18 buses travels over 1,664 miles each day transporting to 10 different sites. The department transported public students on approximately 600 extra-curricular trips during the year.

The food service department served 361,149 plate lunches through the District's 5 kitchens. This is accomplished through the full operation of these facilities. The District currently offers a breakfast program, at no cost to students, that served 256,544 breakfasts in all five schools.

In addition to transportation and school lunch support services, students in the District also receive guidance, psychological, and limited health services free of charge. The guidance services are designed to help students match their natural skills with vocational and/or academic programs to help them achieve their full potential in life. Psychological services include the testing and identification of students for special education programs.

Limited health services are provided by health assistants at each of the 5 school sites under the supervision of a registered nurse.

The District offers regular instructional programs daily to students in grades K-12. There are approximately 92 students in the specific trades through vocational education. Over 500 students receive special services, due to physical or mental handicapping conditions. In grades 4-8, approximately 70 students participated in the gifted program. The District presented 182 high school diplomas in 2011.

MAJOR CURRENT AND FUTURE INITIATIVES

The following is The Mission Statement of the Board that is the guiding force for all initiatives acted upon by the Board:

The mission of the Trotwood-Madison City School District is to graduate all students prepared to excel in a global society with a commitment to lifelong learning by guaranteeing a challenging curriculum facilitated by innovative and dedicated staff, community participation and state-of-the-art resources in a stimulating atmosphere.

Beliefs

- We believe that learning is a lifelong process.
- We believe that each individual is unique.
- We believe that all people are capable of achieving success.
- We believe that there is strength in diversity.
- We believe that involvement is essential for a community to be successful.

The District has made major changes in our educational delivery system over the past several years. The high school has now converted from a block schedule to a seven period day. The general curriculum track has been phased out. All high school students are expected to take either challenging career and technical training or college preparatory courses.

The high school is firmly committed to the key practices developed for high schools that work. Also implemented is a transition program for all ninth grade students. An alternative program is offered to students from 3:30 p.m. to 7:30 p.m. for students who are at risk or have a difficult time in a traditional high school program.

The focus of the District is on student achievement. The District has been working hard to reach out to all students, from high achievers to at-risk to get them more actively engaged in their own learning.

The District has been engaged in training teachers to become clinic teachers with a focus on academic standards which are developed by the State of Ohio.

CHALLENGES FOR 2010-2011 AND BEYOND

- Continue to improve proficiency scores
- Increase the graduation rate
- Recruit and retain quality staff
- Provide time and finances for staff development
- Provide a safe learning environment
- Increase individualized help to students
- Align District goals, initiatives and state standards
- Continue to improve the utilization of technology to support learning

BUSINESS-SCHOOL PARTNERSHIP PROGRAM

Partners in Education is a program that brings together businesses and schools in order to address specific educational needs. The business-school partnerships are formal, voluntary relationships between one school and one business. Partnerships match available resources with identified needs to meet mutually agreed upon goals and objectives.

Partnerships provide opportunities for students to understand how the basic skills they learn in school are applied in the business world. However, it is not just the schools that benefit from partnerships. Businesses and their employees also gain from this special relationship, as many schools reciprocate with their own projects which help their corporate or industrial partners. Partnerships also give those in the business community insight into the workings of the school and a better understanding of the needs of the educational system.

RELEVANT FINANCIAL POLICIES

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

On June 30, 2011, Ohio's Governor signed HB 153, the state biennium budget bill. The impact of this bill was a slight increase in state funding for the District for both fiscal years 2011-2012 and 2012-2013. The Governor has indicated that he will prepare a new school funding model for Ohio school districts for fiscal year 2012-2013. At this time, we do not know the details of the changes or the impact that these changes may have on our future state funding. This uncertainty could have an impact on our instructional and operational programs. The need for additional revenue and or expenditure reductions will need to be closely monitored.

FINANCIAL INFORMATION

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

INTERNAL ACCOUNTING AND BUDGETARY CONTROL

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

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

At the beginning of each fiscal year, the Board adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation is first adopted, the permanent appropriation measure must be adopted within three months.

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

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

The accounting system used by the District provided 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 monthly reports showing the status of the budget accounts for which he or she is responsible. Each program manager may request additional financial reports during the month when necessary.

As an additional safeguard, all employees involved with receiving and depositing funds are covered by a blanket bond and certain individuals in policy-making roles are covered by a separate, higher bond.

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.

INDEPENDENT AUDIT

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. Plattenburg and Associates, Inc. performed the audit for the fiscal year ended June 30, 2011. The auditor's unqualified opinion rendered on the District's basic financial statements is included in the financial section of this Comprehensive Annual Financial Report.

AWARDS

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada [GFOA] awarded a Certificate of Achievement to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2010. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

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 contents conform to program standards. Such reports must satisfy both Generally Accepted Accounting Principles (GAAP) and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

ASBO Certificate

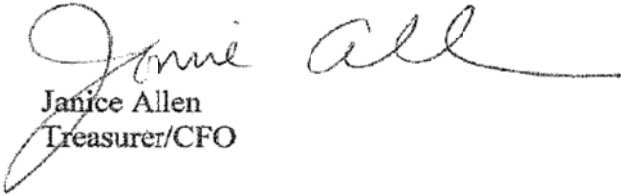
The Association of School Business Officials International [ASBO] awards a Certificate of Excellence in Financial Reporting to school districts that publish Comprehensive Annual Financial Reports which substantially conform to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. The award is granted only after an intensive review of the financial report by all expert panels of certified public accountants and practicing school business officials.

The District received the Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2010. The District believes that the Comprehensive Annual Financial Report for fiscal year June 30, 2011, which will be submitted to ASBO for review, will conform to ASBO's principles and standards.

ACKNOWLEDGEMENTS

The preparation of the 2011 Comprehensive Annual Financial Report of the Trotwood-Madison City School District was made possible by the combined efforts of the District's Treasurer's Department, and Plattenburg and Associates, Inc. The publication of this Comprehensive Annual Financial Report for the District is a major step in reinforcing the accountability of the District to the taxpayers of the community.

Respectfully submitted,



Janice Allen
Treasurer/CFO

TROTWOOD-MADISON CITY SCHOOL DISTRICT
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2011

BOARD OF EDUCATION

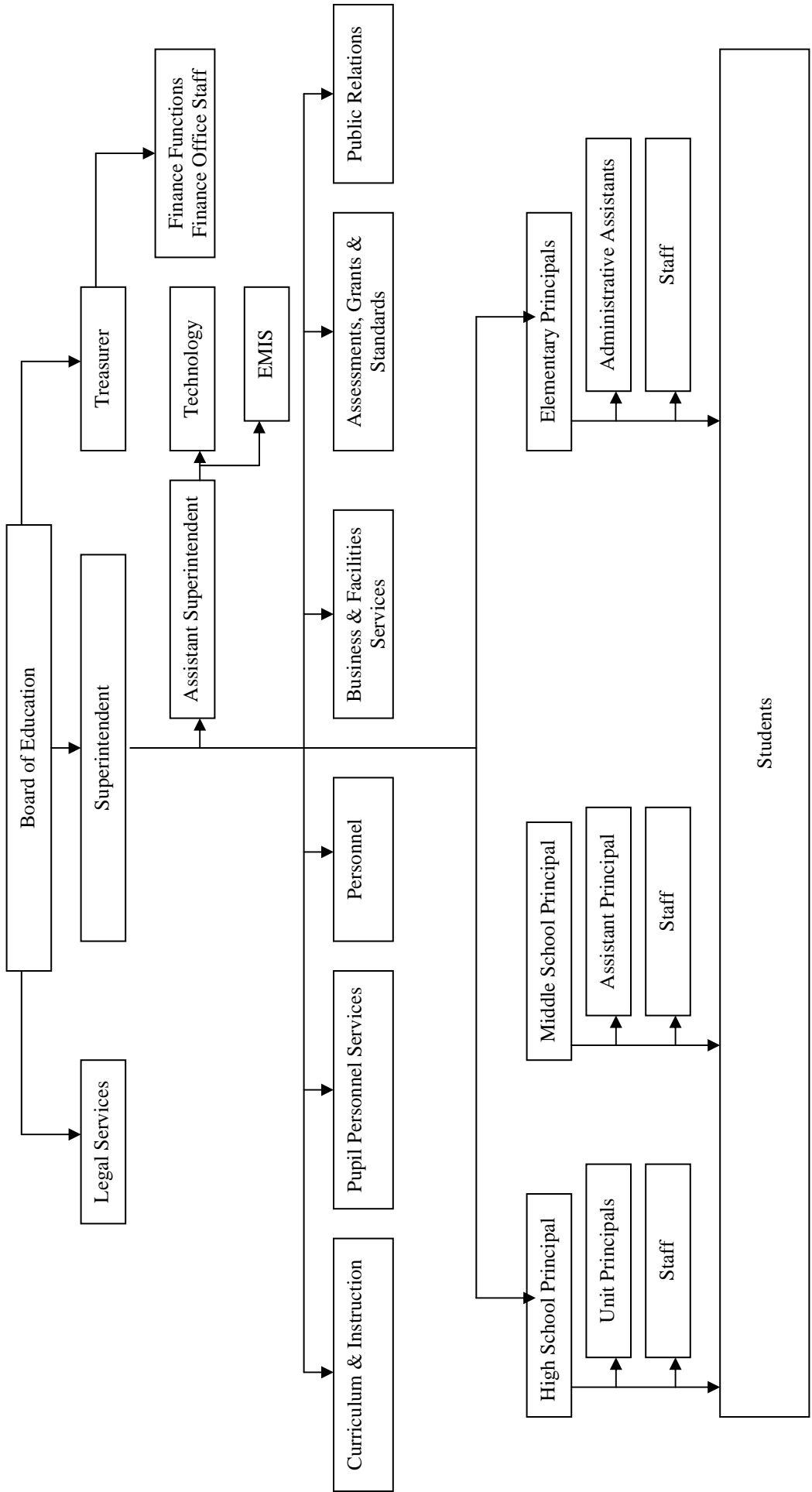
President..... Ms. Denise E. Moore
Vice President..... Mrs. Deborah Daniel
Board Member..... Ms. Teena Davis
Board Member..... Mrs. Vanessa Jeter-Freeman
Board Member..... Mr. Craig Ross

ADMINISTRATIVE OFFICIALS

Superintendent..... Dr. Rexann Wagner
Treasurer..... Mrs. Diana C. Whitt*
Director of Operations..... Mr. John Smith
Director of Personnel..... Mr. Gerald Cox
Director of Pupil Services..... Ms. Vivian Schooler
Assistant Superintendent.....K Mr. Kevin Bell

* - Janice Allen was hired as the treasurer on November 7, 2011

TROTWOOD-MADISON CITY SCHOOL ORGANIZATIONAL CHART



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Trotwood-Madison City
School District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2010

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.



Linda C. Davison

President

Jeffrey R. Emer

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

TROTWOOD-MADISON CITY SCHOOL DISTRICT, OHIO
For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2010

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

President

Executive Director

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FINANCIAL SECTION



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INDEPENDENT AUDITORS' REPORT

Board of Education
Trotwood-Madison City School District

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Trotwood-Madison City School District (the District) as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 20 to the financial statements, during the year ended June 30, 2011, the District implemented Governmental Accounting Standards Board ("GASB") Statement No. 54, *"Fund Balance Reporting and Governmental Fund Type Definitions"*.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2011, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
December 22, 2011

Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
(Unaudited)

The management's discussion and analysis of Trotwood-Madison City School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2011. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

Financial Highlights

Key financial highlights for 2011 are as follows:

- Net assets of governmental activities increased \$867,332 which represents a 1.3% increase from 2010.
- General revenues accounted for \$32,391,736 in revenue or 76.7% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$9,856,533 or 23.3% of total revenues of \$42,248,269 .
- The District had \$41,380,937 in expenses related to governmental activities; \$9,856,533 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$32,391,736 were also used to provide for these programs.

Overview of the Financial Statements

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

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

Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
(Unaudited)

Government-wide Financial Statements

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, “How did we do financially during 2011?” The Government-wide Financial Statements answer this question. These statements include *all assets* and *liabilities* using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year’s revenues and expenses regardless of when cash is received or paid.

These two statements report the District’s *net assets* and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position has improved or diminished. The causes of this change may be the result of many factors, both financial and non-financial. Non-financial factors include the District’s property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the Government-wide Financial Statements, the overall financial position of the District is presented in the following manner:

- **Governmental Activities** – Most of the District’s programs and services are reported here including instruction, support services, operation of non-instructional services, extracurricular activities and interest and fiscal charges.

Fund Financial Statements

The analysis of the District’s major funds is presented in the Fund Financial Statements (see Table of Contents). Fund financial reports provide detailed information about the District’s major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District’s most significant funds.

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

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

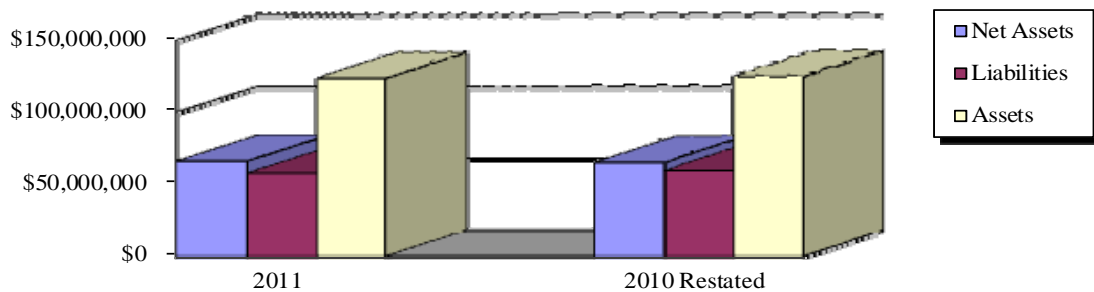
Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
(Unaudited)

The District as a Whole

As stated previously, the Statement of Net Assets looks at the District as a whole. Table 1 provides a summary of the District’s net assets for 2011 compared to 2010:

Table 1
Net Assets

	Governmental Activities	
	2011	2010 Restated
Assets:		
Current and Other Assets	\$35,670,643	\$37,724,192
Capital Assets	87,791,344	86,770,767
Total Assets	<u>123,461,987</u>	<u>124,494,959</u>
Liabilities:		
Other Liabilities	13,411,687	15,116,240
Long-Term Liabilities	44,110,762	44,306,513
Total Liabilities	<u>57,522,449</u>	<u>59,422,753</u>
Net Assets:		
Invested in Capital Assets, Net of Related Debt	47,162,494	45,311,136
Restricted	5,545,426	9,866,666
Unrestricted	<u>13,231,618</u>	<u>9,894,404</u>
Total Net Assets	<u>\$65,939,538</u>	<u>\$65,072,206</u>



Over time, net assets can serve as a useful indicator of a government’s financial position. At June 30, 2011, the District’s assets exceeded liabilities by \$65,939,538 .

Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
(Unaudited)

At year-end, capital assets represented 71% of total assets. Capital assets include land, buildings and improvements, and equipment. Capital assets, net of related debt to acquire the assets at June 30, 2011, was \$47,162,494. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$5,545,426 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

Capital Assets increased due to the continued progress of the ongoing school improvement projects. Other Liabilities decreased mainly due to a decrease in contracts and retainage payable in 2009 as compared to 2008.

Table 2 shows the changes in net assets for fiscal years 2011 and 2010.

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Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
(Unaudited)

Table 2
Changes in Net Assets

	Governmental Activities	
	2011	2010 Restated
Revenues:		
Program Revenues		
Charges for Services	\$739,651	\$704,717
Operating Grants, Contributions	9,116,882	9,442,560
General Revenues:		
Property Taxes	10,975,682	11,882,376
Grants and Entitlements	20,907,721	21,343,328
Other	508,333	755,962
Total Revenues	42,248,269	44,128,943
Program Expenses:		
Instruction	23,224,691	25,525,700
Support Services:		
Pupil and Instructional Staff	3,794,990	4,302,962
School Administrative, General		
Administration, Fiscal and Business	3,872,708	3,739,514
Operations and Maintenance	3,093,825	3,328,545
Pupil Transportation	1,477,769	1,577,957
Central	1,326,745	1,804,892
Operation of Non-Instructional Services	1,966,476	2,025,736
Extracurricular Activities	536,277	572,475
Interest and Fiscal Charges	2,087,456	2,061,942
Total Program Expenses	41,380,937	44,939,723
Change in Net Assets	867,332	(810,780)
Net Assets Beginning of Year	65,072,206	65,882,986
Net Assets End of Year	\$65,939,538	\$65,072,206

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

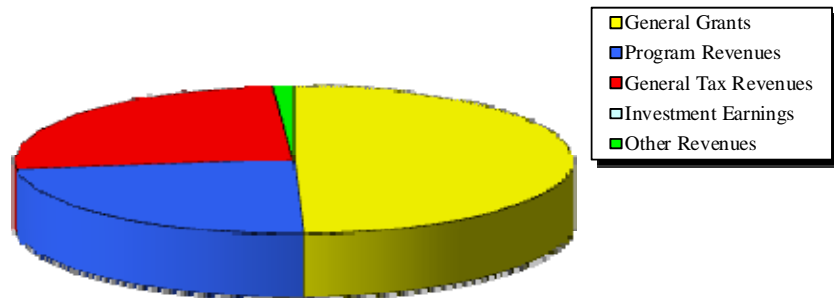
Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
(Unaudited)

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

Thus Ohio districts do not receive additional property tax revenue from increases in appraisal values and must regularly return to the voters to maintain a constant level of service. Property taxes made up 26% of revenue for governmental activities for the District in fiscal year 2011.

Governmental Activities
Revenue Sources

Revenue Sources	2011	Percent of Total
General Grants	\$20,907,721	49.49%
Program Revenues	9,856,533	23.33%
General Tax Revenues	10,975,682	25.98%
Investment Earnings	22,071	0.05%
Other Revenues	486,262	1.15%
Total Revenue Sources	\$42,248,269	100.00%



Instruction comprises 56.1% of governmental program expenses. Support services expenses were 32.8% of governmental program expenses. All other expenses and interest expense was 11.1% Interest expense was attributable to the outstanding bond and borrowing for capital projects.

Property taxes revenue decreased mainly due to a decrease in delinquents unpaid in fiscal year 2011 as compared to fiscal year 2010. Instructional expenses decreased as the District cut cost throughout the District.

Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
(Unaudited)

Governmental Activities

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

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2011	2010	2011	2010
Instruction	\$23,224,691	\$25,525,700	(\$16,623,372)	(\$19,782,228)
Support Services:				
Pupil and Instructional Staff	3,794,990	4,302,962	(3,126,501)	(2,494,836)
School Administrative, General				
Administration, Fiscal and Business	3,872,708	3,739,514	(3,535,420)	(3,582,918)
Operations and Maintenance	3,093,825	3,328,545	(3,052,886)	(3,296,851)
Pupil Transportation	1,477,769	1,577,957	(1,334,111)	(1,423,434)
Central	1,326,745	1,804,892	(1,301,729)	(1,782,483)
Operation of Non-Instructional Services	1,966,476	2,025,736	40,634	182,846
Extracurricular Activities	536,277	572,475	(503,563)	(550,600)
Interest and Fiscal Charges	2,087,456	2,061,942	(2,087,456)	(2,061,942)
Total Expenses	<u>\$41,380,937</u>	<u>\$44,939,723</u>	<u>(\$31,524,404)</u>	<u>(\$34,792,446)</u>

The District's Funds

The District has two major governmental funds: the General Fund and Debt Service Fund. Assets of these funds comprise \$29,177,967 (84%) of the total \$34,684,901 governmental funds assets.

General Fund: Fund balance at June 30, 2011 was \$12,428,172. The primary reason for the increase in fund balance was due to a decrease in instruction expenses.

Debt Service Fund: Fund balance at June 30, 2011 was \$2,874,481. The primary reason for the increase in fund balance was due to a decrease in principal and interest and fiscal charges expenditures.

General Fund Budgeting Highlights

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

Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
(Unaudited)

For the General Fund, final budget basis revenue was \$26,937,065. The original budget estimate was \$14,733,743. The difference was \$12,203,322. Of this difference, most was due to conservative estimates for taxes and intergovernmental revenues. Actual instruction expenses were lower than the final budgeted amount due to overestimates of these expenses for the year.

The District's ending unobligated cash balance was \$13,312,788.

Capital Assets and Debt Administration

Capital Assets

At fiscal year end, the District had \$87,791,344 invested in land, buildings and improvements and equipment. Table 4 shows fiscal year 2011 balances compared to fiscal year 2010:

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

	Governmental Activities	
	2011	2010 Restated
Land	\$1,156,779	\$1,156,779
Construction in Progress	6,414,349	2,707,961
Buildings and Improvements	76,786,989	79,347,452
Equipment	3,433,227	3,558,575
Total Net Capital Assets	<u>\$87,791,344</u>	<u>\$86,770,767</u>

The increase in capital assets is mainly due to the completion of new buildings for the District.

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

Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
(Unaudited)

Debt

At June 30, 2011, the District had \$42,901,067 in debt outstanding, \$928,786 due within one year. Table 5 summarizes debt outstanding.

Table 5
Outstanding Debt at Year End

	Governmental Activities	
	2011	2010
2002 Refunding Bonds:		
Current Interest Bonds	\$615,000	\$1,190,000
Capital Appreciation Bonds	355,000	355,000
Accretion of Interest	1,063,743	851,380
2007 Refunding Bonds:		
Current Interest Bonds	28,605,000	28,685,000
Capital Appreciation Bonds	1,010,000	1,010,000
Accretion of Interest	708,474	518,142
Premium	749,492	786,966
Capital Leases:		
2008 Classroom Facilities Project Lease - COP	9,215,000	9,430,000
2008 Classroom Facilities Project Lease - Premium	79,358	82,665
2011 Turf Improvements Lease	500,000	0
Total Long-Term Notes, Bonds and Capital Leases	<u>\$42,901,067</u>	<u>\$42,909,153</u>

See notes 8-9 in the Notes to the Basic Financial Statements for further details on the District's long-term obligations.

For the Future

In July, 2009, the Ohio's Governor signed HB 1, the state biennium budget bill. Included in this bill was a complete overhaul of the school funding model for all school districts in Ohio. The new Ohio Evidence-Based Model (OEBM) replaces the long-standing foundation formula that was declared unconstitutional by the Ohio Supreme Court. If ever fully-funded, the new model has the potential to drive funding based on student needs and could result in additional revenue. However, the current economic crisis has reduced revenue at the state level prompting budget reduction measures across the State. As such, the OEBM model is being phased in with FY 10 and FY 11 funding being allocated based on 99% of FY 09 funding and 98% of FY 10 funding, respectively. Federal stimulus funds are being used in Ohio to balance the education budget and as such, funding for public education at the current level is not secure beyond FY 11. This uncertainty could have a major impact on our instructional and operational programs. The need for additional revenue and or expenditure reductions will need to be monitored closely.

Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
(Unaudited)

On June 30, 2011, Ohio's Governor signed HB 153, the state biennium budget bill. The impact of this bill was a slight increase in state funding for the District for both fiscal years 2011-12 and 2012-13. The Governor has indicated that he will prepare a new school funding model for Ohio school districts for fiscal year 2012-13. At this time, we do not know the details of the changes or the impact that these changes may have on our future state funding. This uncertainty could have an impact on our instructional and operational programs. The need for additional revenue and or expenditure reductions will need to be closely monitored.

The District has committed itself to financial excellence for many years. The District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1999 and the GFOA Budget Award since 1999.

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

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Treasurer at Trotwood-Madison City Schools, 3594 N. Snyder Road, Trotwood, Ohio 45426.

Trotwood-Madison City School District, Ohio
Statement of Net Assets
June 30, 2011

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$20,352,781
Restricted Cash and Investments	81,076
Cash and Cash Equivalents with Fiscal Agent	724,455
Receivables:	
Taxes	12,872,264
Accounts	124,482
Intergovernmental	858,864
Deferred Bond/Certificate of Participation Issuance Costs	640,675
Inventory	16,046
Nondepreciable Capital Assets	7,571,128
Depreciable Capital Assets, Net	80,220,216
Total Assets	123,461,987
Liabilities:	
Accounts Payable	151,018
Accrued Wages and Benefits	3,033,315
Retainage Payable	224,455
Accrued Interest Payable	135,942
Contracts Payable	131,231
Unearned Revenue	9,581,366
Claims Payable	154,360
Long-Term Liabilities:	
Due Within One Year	1,268,091
Due In More Than One Year	42,842,671
Total Liabilities	57,522,449
Net Assets:	
Invested in Capital Assets, Net of Related Debt	47,162,494
Restricted for:	
Debt Service	3,214,002
Capital Projects	970,198
Other Purposes	123,829
Classroom Facilities Maintenance	601,104
Federal Grants	636,293
Unrestricted	13,231,618
Total Net Assets	\$65,939,538

See accompanying notes to the basic financial statements.

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Trotwood-Madison City School District, Ohio
Statement of Activities
For the Fiscal Year Ended June 30, 2011

	Expenses	Program Revenues		Net (Expense) Revenue
		Charges for Services and Sales	Operating Grants and Contributions	and Changes in Net Assets Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$18,357,541	\$236,061	\$2,580,411	(\$15,541,069)
Special	4,395,004	155,809	3,023,884	(1,215,311)
Vocational	209	0	79,248	79,039
Other	471,937	12,453	513,453	53,969
Support Services:				
Pupil	2,279,513	0	309,974	(1,969,539)
Instructional Staff	1,515,477	0	358,515	(1,156,962)
General Administration	42,389	0	0	(42,389)
School Administration	2,666,021	121,603	214,700	(2,329,718)
Fiscal	661,258	0	985	(660,273)
Business	503,040	0	0	(503,040)
Operations and Maintenance	3,093,825	24,810	16,129	(3,052,886)
Pupil Transportation	1,477,769	0	143,658	(1,334,111)
Central	1,326,745	0	25,016	(1,301,729)
Operation of Non-Instructional Services	1,966,476	156,201	1,850,909	40,634
Extracurricular Activities	536,277	32,714	0	(503,563)
Interest and Fiscal Charges	2,087,456	0	0	(2,087,456)
Total Governmental Activities	\$41,380,937	\$739,651	\$9,116,882	(31,524,404)

General Revenues:

Property Taxes Levied for:

General Purposes	8,491,828
Special Revenue Purposes	521,176
Debt Service Purposes	1,570,381
Capital Projects Purposes	392,297
Grants and Entitlements not Restricted to Specific Programs	20,907,721
Revenue in Lieu of Taxes	55,770
Investment Earnings	22,071
Other Revenues	430,492

Total General Revenues 32,391,736

Change in Net Assets 867,332

Net Assets Beginning of Year, Restated 65,072,206

Net Assets End of Year \$65,939,538

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Balance Sheet
Governmental Funds
June 30, 2011

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$12,904,644	\$2,740,841	\$3,559,341	\$19,204,826
Restricted Cash and Investments	81,076	0	0	81,076
Cash and Cash Equivalents with Fiscal Agent	500,000	0	224,455	724,455
Receivables:				
Taxes	9,894,021	2,189,900	788,343	12,872,264
Accounts	17,476	0	107,006	124,482
Intergovernmental	55,770	0	803,094	858,864
Interfund	794,239	0	8,649	802,888
Inventory	0	0	16,046	16,046
Total Assets	24,247,226	4,930,741	5,506,934	34,684,901
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	130,321	0	20,697	151,018
Accrued Wages and Benefits	2,108,264	0	925,051	3,033,315
Compensated Absences	202,076	0	335	202,411
Retainage Payable	0	0	224,455	224,455
Contracts Payable	0	0	131,231	131,231
Interfund Payable	0	0	802,888	802,888
Deferred Revenue	9,378,393	2,056,260	794,895	12,229,548
Total Liabilities	11,819,054	2,056,260	2,899,552	16,774,866
Fund Balances:				
Nonspendable	0	0	16,046	16,046
Restricted	0	2,874,481	2,783,563	5,658,044
Committed	0	0	8,619	8,619
Unassigned	12,428,172	0	(200,846)	12,227,326
Total Fund Balances	12,428,172	2,874,481	2,607,382	17,910,035
Total Liabilities and Fund Balances	\$24,247,226	\$4,930,741	\$5,506,934	\$34,684,901

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
 Reconciliation of Total Governmental Fund Balance to
 Net Assets of Governmental Activities
 June 30, 2011

Total Governmental Fund Balance		\$17,910,035
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		87,791,344
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Delinquent Property Taxes	2,594,214	
Intergovernmental	<u>53,968</u>	
		2,648,182
An internal service fund is used by management to charge back costs to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		993,595
In the statement of net assets interest payable is accrued when incurred, whereas in the governmental funds interest is reported as a liability only when it will require the use of current financial resources.		(135,942)
Some liabilities reported in the statement of net assets do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds.		
Compensated Absences		(1,007,284)
Deferred bond issuance cost associated with long-term liabilities are not reported in the funds.		640,675
Long-term liabilities, are not due and payable in the current period and therefore are not reported in the funds.		<u>(42,901,067)</u>
Net Assets of Governmental Activities		<u>\$65,939,538</u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2011

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues:				
Taxes	\$8,597,708	\$1,902,115	\$610,221	\$11,110,044
Revenue in lieu of taxes	55,770	0	0	55,770
Tuition and Fees	404,323	0	0	404,323
Investment Earnings	19,768	0	2,303	22,071
Intergovernmental	22,559,739	298,948	7,834,940	30,693,627
Extracurricular Activities	12,484	0	136,905	149,389
Charges for Services	0	0	161,129	161,129
Other Revenues	339,931	0	115,373	455,304
Total Revenues	31,989,723	2,201,063	8,860,871	43,051,657
Expenditures:				
Current:				
Instruction:				
Regular	13,323,812	0	2,149,698	15,473,510
Special	3,024,078	0	1,358,979	4,383,057
Other	65,142	0	426,228	491,370
Support Services:				
Pupil	2,030,164	0	254,581	2,284,745
Instructional Staff	960,390	0	582,345	1,542,735
General Administration	42,389	0	0	42,389
School Administration	2,180,622	0	342,747	2,523,369
Fiscal	623,796	29,417	15,080	668,293
Business	503,894	0	0	503,894
Operations and Maintenance	2,955,470	0	88,520	3,043,990
Pupil Transportation	1,518,679	0	0	1,518,679
Central	1,119,205	0	236,116	1,355,321
Operation of Non-Instructional Services	13,983	0	2,034,891	2,048,874
Extracurricular Activities	494,161	0	23,299	517,460
Capital Outlay	79,011	0	3,612,588	3,691,599
Debt Service:				
Principal Retirement	0	575,000	215,000	790,000
Interest and Fiscal Charges	0	1,276,459	420,983	1,697,442
Total Expenditures	28,934,796	1,880,876	11,761,055	42,576,727
Excess of Revenues Over (Under) Expenditures	3,054,927	320,187	(2,900,184)	474,930
Other Financing Sources (Uses):				
Proceeds from the Sale of Capital Assets	5,500	0	0	5,500
Issuance of Capital Leases	500,000	0	0	500,000
Transfers In	275,000	0	252,272	527,272
Transfers (Out)	(252,272)	0	(275,000)	(527,272)
Total Other Financing Sources (Uses)	528,228	0	(22,728)	505,500
Net Change in Fund Balance	3,583,155	320,187	(2,922,912)	980,430
Fund Balance Beginning of Year, Restated	8,845,017	2,554,294	5,530,294	16,929,605
Fund Balance End of Year	\$12,428,172	\$2,874,481	\$2,607,382	\$17,910,035

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended June 30, 2011

Net Change in Fund Balance - Total Governmental Funds		\$980,430
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Governmental funds report capital asset additions as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of the difference between capital asset additions and depreciation in the current period.</p>		
Capital assets used in governmental activities	4,048,975	
Depreciation Expense	<u>(3,028,398)</u>	
		1,020,577
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Delinquent Property Taxes	(134,362)	
Intergovernmental	<u>(669,026)</u>	
		(803,388)
<p>Repayment of bond, capital lease and certificate of participation principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.</p>		
		790,000
<p>In the statement of activities interest expense is accrued when incurred, whereas in governmental funds an interest expenditure is reported when due.</p>		
		2,005
<p>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.</p>		
Compensated Absences	157,621	
Amortization of Bond/Certificate of Participation Issuance Cost	(30,105)	
Amortization of Bond/Certificate of Participation Premium	40,781	
Bond Accretion	<u>(402,695)</u>	
		(234,398)
<p>The internal service fund used by management to charge back costs to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.</p>		
		(387,894)
<p>Proceeds from capital lease issues are an other financing source in the funds, but a capital lease issue increases long-term liabilities in the statement of net assets.</p>		
		<u>(500,000)</u>
Change in Net Assets of Governmental Activities		<u><u>\$867,332</u></u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Net Assets
Proprietary Fund
June 30, 2011

	<u>Governmental Activities- Internal Service Fund</u>
Assets:	
Current Assets:	
Equity in Pooled Cash and Investments	<u>\$1,147,955</u>
Total Current Assets	<u>1,147,955</u>
Liabilities:	
Current Liabilities:	
Claims Payable	<u>154,360</u>
Total Current Liabilities	<u>154,360</u>
Net Assets:	
Unrestricted	<u>993,595</u>
Total Net Assets	<u><u>\$993,595</u></u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Revenues, Expenses
and Changes in Fund Net Assets
Proprietary Fund
For the Fiscal Year Ended June 30, 2011

	Governmental Activities- Internal Service Fund
Operating Revenues:	
Charges for Services	<u>\$2,506,493</u>
Total Operating Revenues	<u>2,506,493</u>
Operating Expenses:	
Contractual Services	<u>2,894,387</u>
Total Operating Expenses	<u>2,894,387</u>
Change in Net Assets	(387,894)
Net Assets Beginning of Year	<u>1,381,489</u>
Net Assets End of Year	<u><u>\$993,595</u></u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2011

	<u>Governmental Activities- Internal Service Fund</u>
Cash Flows from Operating Activities:	
Cash Received from Customers	\$2,506,493
Cash Payments for Claims	<u>(2,890,839)</u>
Net Cash Provided (Used) by Operating Activities	<u>(384,346)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(384,346)
Cash and Cash Equivalents Beginning of Year	<u>1,532,301</u>
Cash and Cash Equivalents End of Year	<u><u>1,147,955</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	(387,894)
Changes in Assets & Liabilities:	
Increase (Decrease) in Accrued Liabilities	<u>3,548</u>
Net Cash Provided (Used) by Operating Activities	<u><u>(\$384,346)</u></u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2011

	<u>Private Purpose Trust</u>	<u>Agency</u>
Assets:		
Equity in Pooled Cash and Investments	<u>\$56,832</u>	<u>\$13,589</u>
Total Assets	<u>56,832</u>	<u>13,589</u>
Liabilities:		
Other Liabilities	<u>0</u>	<u>13,589</u>
Total Liabilities	<u>0</u>	<u>\$13,589</u>
Net Assets:		
Held in Trust	<u>56,832</u>	
Total Net Assets	<u>\$56,832</u>	

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Changes in Fiduciary Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2011

	<u>Private Purpose Trust</u>
Additions:	
Donations	\$596
Investment Earnings	<u>137</u>
Total Additions	<u>733</u>
Deductions:	
Scholarships	<u>4,542</u>
Total Deductions	<u>4,542</u>
Change in Net Assets	(3,809)
Net Assets Beginning of Year	<u>60,641</u>
Net Assets End of Year	<u><u>\$56,832</u></u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 1 - Summary of Significant Accounting Policies

Description of the District

The Trotwood-Madison City School District (the "District") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The Trotwood-Madison City School District is a city school district as defined by Section 3311.02, Revised Code. The District operates under an elected Board of Education (5 members) and is responsible for the provision of public education to residents of the District.

Management believes the financial statements included in this report represent all of the funds of the District for which the Board of Education has fiscal responsibility.

Reporting Entity

In accordance with Governmental Accounting Standards Board [GASB] Statement 14, as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units", the financial reporting entity consists of a primary government. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments.

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

The District is associated with three organizations, which are defined as jointly governed organizations. These organizations are presented in Notes 14.

The financial statements of the 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, to its governmental and proprietary funds provided they do not conflict with or contradict GASB pronouncements.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Measurement Focus

Government-wide Financial Statements

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

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

Fund Financial Statements

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

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 net total assets. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activities.

Private purpose trust funds are reported using the economic resources measurement focus.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Fund Accounting

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

Governmental Funds

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

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

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

Proprietary Fund

Proprietary fund reporting focuses on the determination of operating income changes in net assets, financial position and cash flows. Proprietary funds are classified as enterprise or internal service. The District has no enterprise funds. The following is a description of the District's internal service fund:

Internal Service Fund – This fund is used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the District, or to other governments, on a cost reimbursement basis. The District has a self-insurance fund which is used to provide employee health and dental benefits.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Private purpose trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's only trust fund is a private purpose trust which accounts for scholarship programs for students. The District's Agency fund is a student managed activity fund which accounts for assets and liabilities generated by student managed activities.

Note 2 - Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the actual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues – Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year end.

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

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

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

Deferred Revenue

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

Property taxes for which there is an enforceable legal claim as of June 30, 2011, but which were levied to finance fiscal year 2012 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Unearned Revenue

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

Expenses/Expenditures

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

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

Equity in Pooled Cash and Investments

Cash received by the District is pooled for investment purposes. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the financial statements.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposits and repurchase agreements are reported at cost.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

The District has invested funds in the State Treasury Asset Reserve of Ohio (STAROhio) during fiscal year 2011. STAROhio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule2A7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on June 30, 2011. The District also has invested in Money Markets.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue during the current fiscal year amounted to \$19,768 credited to the general fund and \$2,303 credited to other governmental funds.

For purposes of the statement of cash flows, the internal service portion of pooled cash and investments is considered a cash equivalent because the District is able to withdraw resources from the internal service funds without prior notice or penalty.

Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventories are accounted for using the purchase method on the fund level statements and using the consumption method on the government-wide statements.

On the fund financial statements, reported material and supplies inventory is equally offset by a fund balance nonspendable in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

Inventory consists of expendable supplies held for consumption, donated food and purchased food.

Capital Assets

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of two thousand five hundred dollars (\$2,500). The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	20-40 years
Equipment	5-20 years

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Compensated Absences

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time, when earned, for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting payment method. The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, a liability is recorded only for the portion of unpaid compensated absences that have matured, for example, as a result of employee resignations and retirements.

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

<u>Vacation</u>	<u>Certificated</u>	<u>Administrators</u>	<u>Non-Certificated</u>
How earned	not eligible	20-23 days	10-20 days for each service year depending on length of service
Maximum accumulation	not applicable	30 days unless special permission granted	30-60 days
Vested	not applicable	as earned	as earned
Termination entitlement	not applicable	30 days maximum	paid upon termination
<u>Sick Leave</u>	<u>Certificated</u>	<u>Administrators</u>	<u>Non-Certificated</u>
How earned	1 ¼ days per month of employment (15 days per year)	1 ¼ days per month of employment (15 days per year)	1 ¼ days per month of employment (15 days per year)
Maximum accumulation	350 days	350 days	350 days
Vested	as earned	as earned	as earned
Termination entitlement	per contract	per contract	per contract

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid primarily from the General Fund.

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, compensated absences 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 the current year. Bonds are recognized as a liability on the fund financial statements when due.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. Of the \$5,545,426 in restricted net assets, none were restricted by enabling legislation.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the internal service fund. For the District, these revenues are charges for services for the primary activity of the fund. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Interfund Activity

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

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

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

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

Fund Balance

In accordance with Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District classifies its fund balance based on the purpose for which the resources were received and the level of constraint placed on the resources. The following categories are used:

Nonspendable – resources that are not in spendable form (inventory) or have legal or contractual requirements to maintain the balance intact.

Restricted – resources that have external purpose restraints imposed on them by providers, such as creditors, grantors, or other regulators.

Committed – resources that are constrained for specific purposes that are internally imposed by the government at its highest level of decision making authority, the Board of Education.

Assigned – resources that are intended to be used for specific purposes as approved through the District's formal purchasing procedure by the Treasurer.

Unassigned – residual fund balance within the General Fund that is not restricted, committed, or assigned. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from incurred expenses for specific purposes exceeding amounts which had been restricted, committed or assigned for said purposes.

The District applies restricted resources first when an expense is incurred for purposes which both restricted and unrestricted net assets are available. The District considers committed, assigned, and unassigned fund balances, respectively, to be spent when expenditures are incurred for purposes for which any of the unrestricted fund balance classifications could be used.

Restricted Resources

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

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.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Restricted Assets

Restricted assets in the general fund represent cash and investments set-aside to establish a BWC refund reserve. These reserves are required by state statute.

Cash With Fiscal Agent

Cash and Cash Equivalents with Fiscal Agent in the general fund and other governmental funds (building fund) represent equity in pooled cash and investments set aside for retainage payable and a capital lease for turf improvements.

Note 3 - Equity in Pooled Cash and Investments

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

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

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

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

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

- (1) Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.
- (2) Bonds, notes, debentures, or other obligations or securities issued by any federal governmental agency.
- (3) No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

- (4) Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificates of deposit maturing not more than one year from date of deposit, or by savings or deposit accounts, including, but limited to, passbook accounts.
- (5) Bonds and other obligations of the State of Ohio.
- (6) The Ohio State Treasurer's investment pool (STAR Ohio).
- (7) Commercial paper and banker's acceptances which meet the requirements established by Ohio Revised Code, Sec. 135.142.
- (8) Under limited circumstances, corporate debt interests in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

Investments in stripped principal or interest obligations reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements" and amended by GASB Statement 40, "Deposit and Investment Risk Disclosures".

Cash and Cash Equivalents with Fiscal Agents

The District's cash with fiscal agents consists of amounts held in escrow for contractors for which the District has held retainage and for the capital lease issued for turf improvements. The total amount held by fiscal agents at June 30, 2011 was \$724,455.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Deposits

Based on the criteria described in GASB Statement No. 40, “Deposit and Investment Risk Disclosures”, as of June 30, 2011, \$809,368 of the District’s bank balance of \$7,104,141 was exposed to custodial risk.

Custodial credit risk is the risk that, in the event of bank failure, the District’s deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the District.

Investments

As of June 30, 2011, the District had the following investments:

Investment Type	Fair Value	Weighted Average Maturity (Years)
Money Market Funds	\$6,905,941	0.00
STAROhio	7,403,670	0.16
Total Fair Value	\$14,309,611	
Portfolio Weighted Average Maturity		0.08

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

Credit Risk – It is the District’s policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have a credit quality rating of the top 2 ratings issued by nationally recognized statistical rating organizations. Investments in STAROhio were rated AAAM by Standard & Poor’s. Money Market Funds were not rated.

Concentration of Credit Risk – The District’s investment policy allows investments in Federal Agencies or Instrumentalities. The District has invested 48% in Money Market Funds and 52% in STAROhio.

Custodial Credit Risk is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All of the District’s securities are either insured and registered in the name of the District or at least registered in the name of the District.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 4 - Property Taxes

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

Tangible personal property tax revenue received during calendar year 2011 (other than public utility property tax) represents the collection of 2011 taxes levied against local and interexchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, and furniture and fixtures is no longer levied and collected. The October 2008 tangible personal property tax settlement was the last property tax settlement for general personal property taxes. Tangible personal property taxes received from telephone companies in calendar year 2011 were levied after April 1, 2010, on the value as of December 31, 2010. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. The District receives property taxes from Montgomery 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, 2011, are available to finance fiscal year 2012 operations. The amount available for advance can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property, and public utility taxes that became measurable as of June 30, 2011. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as advance at June 30, 2011 was \$571,398 in the General Fund, \$133,640 in the Debt Service Fund and \$47,416 in Other Governmental Funds.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

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

The assessed values upon which the fiscal year 2011 taxes were collected are:

	<u>Amount</u>
Agricultural/Residential and Other Real Estate	\$271,080,890
Public Utility	<u>8,628,920</u>
Total	<u><u>\$279,709,810</u></u>

Note 5 – Receivables

Receivables at June 30, 2011, consisted of taxes, accounts, intergovernmental grants, and interfund. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

Note 6 - Capital Assets

Capital asset activity for the fiscal year ended June 30, 2011, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$1,156,779	\$0	\$0	\$1,156,779
Construction in Progress	2,707,961	3,706,388	0	6,414,349
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	92,737,262	0	0	92,737,262
Equipment	<u>7,084,408</u>	<u>342,587</u>	<u>25,874</u>	<u>7,401,121</u>
Totals at Historical Cost	<u>103,686,410</u>	<u>4,048,975</u>	<u>25,874</u>	<u>107,709,511</u>
Less Accumulated Depreciation:				
Buildings and Improvements	13,389,810	2,560,463	0	15,950,273
Equipment	<u>3,525,833</u>	<u>467,935</u>	<u>25,874</u>	<u>3,967,894</u>
Total Accumulated Depreciation	<u>16,915,643</u>	<u>3,028,398</u>	<u>25,874</u>	<u>19,918,167</u>
Governmental Activities Capital Assets, Net	<u><u>\$86,770,767</u></u>	<u><u>\$1,020,577</u></u>	<u><u>\$0</u></u>	<u><u>\$87,791,344</u></u>

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$2,600,315
Special	51,689
Vocational	209
Support Services:	
Pupil	689
Instructional Staff	8,560
School Administration	109,701
Business	337
Operations and Maintenance	81,075
Pupil Transportation	66,134
Central	12,676
Operation of Non-Instructional Services	47,311
Extracurricular Activities	49,702
Total Depreciation Expense	<u><u>\$3,028,398</u></u>

Note 7 - Capitalized Leases

On August 15, 2007, the District issued \$10,000,000 in Certificates of Participation (COPS) with an average interest rate of 4.75%, which was used to advance refund \$9,796,000 of outstanding 2004 OASBO Lease with an average interest rate of 5.15%. The District purchased \$10,092,586 in U.S. Government Securities which were placed in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2004 OASBO Lease. As a result, \$9,796,000 of the 2004 OASBO Lease is considered to be defeased and the liability for those bonds has been removed from the Statement of Net Assets.

In June, 2011, the District issued a \$500,000 capital lease for turf improvements at the high school at an average interest rate of 3.15%.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

The following is a schedule of the future long term minimum lease payments required under the capital lease and the present value of the net minimum lease payments at June 30, 2011:

Fiscal Year Ending June 30	Capital Leases
2012	\$739,886
2013	740,043
2014	739,851
2015	739,379
2016	743,270
2017-2021	3,158,163
2022-2026	3,147,972
2027-2031	3,135,056
2032-2035	2,501,726
Total	<u>15,645,346</u>
Less: amount representing interest	<u>(5,930,346)</u>
Present Value of Future Minimum Lease Payments	<u>\$9,715,000</u>

Capital assets acquired under capital leases in accordance with Statement of Financial Accounting Standards No. 13 are as follows:

Buildings and Improvements	\$10,657,000
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Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 8 - Long-Term Liabilities

The change in the District's long-term obligations during the year consist of the following:

Governmental Activities:	Maturity	Interest Rate	Beginning Principal Outstanding	Issued	Retired	Ending Principal Outstanding	Due In One Year
Bonds:							
2002 Refunding:							
\$35,000,000 - Current Interest	12/1/11	4.97%	\$1,190,000	\$0	\$575,000	\$615,000	\$615,000
\$355,000 - Capital Appreciation	12/1/14		355,000	0	0	355,000	0
Accretion of Interest			851,380	212,363	0	1,063,743	0
2007 Refunding:							
\$29,825,000 - Current Interest	12/1/30	4.40%	28,605,000	0	0	28,605,000	0
\$1,010,000 - Capital Appreciation	12/1/16		1,010,000	0	0	1,010,000	0
Accretion of Interest			518,142	190,332	0	708,474	0
\$936,862 - Premium on 2007 Refunding			786,966	0	37,474	749,492	0
Total Bonds:			33,316,488	402,695	612,474	33,106,709	615,000
Capital Leases:							
\$10,000,000 - 2008 Classroom Facilities Project - COP	12/1/34	4.75%	9,430,000	0	215,000	9,215,000	220,000
\$92,586 - 2008 Classroom Facilities Project - Premium			82,665	0	3,307	79,358	0
\$500,000 - 2011 Turf Improvements - COP		3.15%	0	500,000	0	500,000	93,786
Total Long-Term Debt			42,829,153	902,695	830,781	42,901,067	928,786
Compensated Absences			1,477,360	213,657	481,322	1,209,695	339,305
Total Governmental Activities Long-Term Liabilities			\$44,306,513	\$1,116,352	\$1,312,103	\$44,110,762	\$1,268,091

Bonds payable will be paid from the debt service and capital leases will be paid from the permanent improvement funds. Compensated absences will mainly be paid from the general fund.

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

Fiscal Year Ending June 30	Current Interest Bonds			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2012	\$615,000	\$1,255,402	\$1,870,402	\$0	\$0	\$0
2013	0	1,244,332	1,244,332	120,000	610,000	730,000
2014	0	1,244,332	1,244,332	234,565	655,435	890,000
2015	0	1,244,332	1,244,332	207,430	797,570	1,005,000
2016	0	1,244,332	1,244,332	433,200	816,800	1,250,000
2017-2021	5,380,000	5,789,190	11,169,190	369,805	830,195	1,200,000
2022-2026	9,800,000	4,129,235	13,929,235	0	0	0
2027-2031	13,425,000	1,532,586	14,957,586	0	0	0
Total	\$29,220,000	\$17,683,741	\$46,903,741	\$1,365,000	\$3,710,000	\$5,075,000

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 9 - Prior Year Defeasance of Debt

In prior years, the District defeased certain general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included on the District's financial statements. On June 30, 2011, \$29,825,000 of bonds outstanding are considered defeased.

Note 10 - Pension Plans

School Employees Retirement System of Ohio

Plan Description

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement, disability, and survivor benefits; annual cost-of-living adjustments; and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report can be obtained by contacting SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling toll free (800) 878-5853. It is also posted on SERS' website at www.ohsers.org under *Employers/Audit Resources*.

Funding Policy

Plan members are required to contribute 10% of their annual covered salary and District is required to contribute 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocates the employer contribution rate among four of the funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care fund) of the System. For fiscal year ending June 30, 2011, the allocation to pension and death benefits is 11.81%. The remaining 2.19% of the 14% employer contribution rate is allocated to the Health Care and Medicare B Funds. The District's required contributions to SERS for the years ended June 30, 2011, 2010, and 2009 were \$797,520, \$779,472, and \$846,012, respectively; 58% has been actually contributed for fiscal year 2011 and 100% has been actually contributed for fiscal years 2010 and 2009. The District's unpaid contractually required SERS contributions (including post employment benefits) at year end (the liability) were recorded in the accrued wages and benefits line item of the government-wide and fund financial statements along with various corresponding expenses/expenditures.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

State Teachers Retirement System of Ohio

Plan Description

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

Plan Options

New members have a choice of three retirement plan options. In addition to the Defined Benefit (DB) Plan, new members are offered a Defined Contribution (DC) Plan and a Combined Plan. The DC Plan allows members to allocate all their member contributions and employer contributions equal to 10.5% of earned compensation among various investment choices. The Combined Plan offers features of the DC Plan and DB Plan. In the Combined Plan, member contributions are allocated to investment choices by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. Contributions into the DC Plan and Combined Plan are credited to member accounts as employers submit their payroll information to STRS Ohio, generally on a biweekly basis. DC and Combined Plan members will transfer to the DB Plan during their fifth year of membership unless they permanently select the DC or Combined Plan.

DB Plan Benefits

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

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

DC Plan Benefits

Benefits are established under Sections 3307.80 to 3307.89 of the Revised Code. For members who select the DC Plan, all member contributions and employer contributions at a rate of 10.5% are placed in an investment account. The member determines how to allocate the member and employer money among various investment choices. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump-sum withdrawal. Employer contributions into members' accounts are vested after the first anniversary of the first day of paid service. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Combined Plan Benefits

Member contributions are allocated by the member, and employer contributions are used to fund a defined benefit payment. A member's defined benefit is determined by multiplying 1% of the member's final average salary by the member's years of service credit. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60. The defined contribution portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50.

Eligible faculty of Ohio's public colleges and universities may choose to enroll in either STRS Ohio or an alternative retirement plan (ARP) offered by their employer. Employees have 120 days from their employment date to select a retirement plan.

A retiree of STRS Ohio or another Ohio public retirement system is eligible for reemployment as a teacher following the elapse of two months from the date of retirement. Contributions are made by the reemployed member and employer during the reemployment. Upon termination of reemployment or age 65, whichever comes later, the retiree is eligible for an annuity benefit or equivalent lump-sum payment in addition to the original retirement allowance. A reemployed retiree may alternatively receive a refund of only member contributions with interest before age 65, once employment is terminated.

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

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

A DB or Combined Plan member with five or more years' credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of members who die before retirement may qualify for survivor benefits. A death benefit of \$1,000 is payable to the beneficiary of each deceased retired member who participated in the DB Plan. Death benefit coverage up to \$2,000 can be purchased by participants in the DB, DC or Combined Plans. Various other benefits are available to members' beneficiaries.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Funding Policy

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

Contribution requirements and the contributions actually made for the fiscal year ended June 30, 2011, were 10% of covered payroll for members and 14% for employers. The District's required contributions to STRS for the years ended June 30, 2011, 2010, and 2009 were \$1,606,152, \$2,129,424, and \$2,064,072, respectively; 88% has been actually contributed for fiscal year 2011 and 100% has been actually contributed for fiscal years 2010 and 2009. The District's unpaid contractually required STRS contributions (including post employment benefits) at year end (the liability) were recorded in the accrued wages and benefits line item of the government-wide and fund financial statements along with various corresponding expenses/expenditures.

Note 11- Post Employment Benefits

School Employees Retirement System of Ohio

Plan Description

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

Medicare Part B Plan

The Medicare B plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Ohio Revised Code (ORC) 3309.69. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B premium for calendar year 2011 was \$96.40 for most participants, but could be as high as \$369.10 depending on their income; SERS' reimbursement to retirees was \$45.50.

The Retirement Board, acting with the advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare B Fund. For fiscal year 2011, the actuarially required allocation was .76%. District contributions for the year ended June 30, 2011, 2010 and 2009 were \$43,294, \$42,314 and \$45,322, respectively, which equaled the required contributions each year.

Health Care Plan

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

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

The ORC provides the statutory authority to fund SERS' postemployment benefits through employer contributions. Active members do not make contributions to the postemployment benefit plans.

The Health Care Fund was established under, and is administered in accordance with, Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14% contribution to the Health Care Fund. At June 30, 2011, the health care allocation was 1.43%. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2011, the minimum compensation level was established at \$35,800. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District required contributions assigned to health care for the years ended June 30, 2011, 2010, and 2009 were \$81,461, \$25,611, and \$251,386, respectively; 58% has been actually contributed for fiscal year 2011 and 100% has been actually contributed for fiscal years 2010 and 2009.

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

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

State Teachers Retirement System of Ohio

Plan Description

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

Ohio law authorized STRS Ohio to offer a cost-sharing, multiple-employer health care plan. STRS Ohio provides access to health care coverage to eligible retirees who participated in the Defined Benefit or Combined Plans. Coverage under the current program includes hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums.

Pursuant to 3307 of the Revised Code, the Retirement Board has discretionary authority over how much, if any, of the associated health care costs will be absorbed by STRS Ohio. All benefit recipients, for the most recent year, pay a portion of the health care costs in the form of a monthly premium.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

STRS Ohio issues a stand-alone financial report. Interested parties can view the most recent *Comprehensive Annual Financial Report* by visiting www.strsoh.org or by requesting a copy by calling toll-free 1-888-227-7877.

Funding Policy

Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14% employer contributions rate, 1% of covered payroll was allocated to post-employment health care for the year ended June 30, 2011, 2010 and 2009. The 14% employer contribution rate is the maximum rate established under Ohio law. The District required contributions for the years ended June 30, 2011, 2010, and 2009 were \$114,725, \$152,101, and \$147,434, respectively; 88% has been actually contributed for fiscal year 2011 and 100% has been actually contributed for fiscal years 2010 and 2009.

Note 12 - Contingent Liabilities

Grants

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds.

However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District as of June 30, 2011.

Litigation

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of management, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

Note 13 - Risk Management

The District is exposed to various risks of loss related to torts, thefts of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During the fiscal year, the District contracted with Ohio Casualty Insurance Co. for building and property insurance. This policy has a limit of insurance in the amount of \$102,780,604 for property. Property has a \$2,500 deductible. Vehicle insurance is covered by Netherland Insurance Company for replacement cost with a \$250 deductible for comprehensive and a \$500 deductible for collision. General liability insurance is under Ohio Casualty Insurance Co. The base policy has a \$1,000,000 per occurrence and a \$3,000,000 aggregate limit. The treasurer and business director are bonded. There were no significant reductions in insurance coverage from coverage in the prior year. Settlements have not exceeded insurance coverage during the past three fiscal years.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

The District is a member of the Southwestern Ohio Educational Purchasing Counsel (SOEPC). The Counsel contracts with Accordia, Inc. to provide an insurance purchasing pool for workers compensation. The intent of the pool is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the pool. The workers compensation experience of the participating school district is calculated as one experience and a common premium rate is applied to all school districts in the pool. Each participant pays its workers compensation premium to the State based on the rate for the pool rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the pool. A participant will then either receive money from or be required to contribute to the pool. This equity pooling arrangement insures that each participant shares equally in the overall performance of the pool. Participation in the pool is limited to school districts that can meet the pool's selection criteria. Accordia, Inc. provides administrative, cost control and actuarial services to the SOEPC.

The District has elected to provide employee health and dental benefits through a self-insured program. The District maintains an Employee Benefits Internal Service Fund to account for and finance its uninsured risks of loss in these programs. The District utilizes a third party administrator, United Healthcare and Core Source, to review all claims, which are then paid by the District. Employees are required to share in the costs of the plan along with the District.

The claims liability of \$154,360 reported in the fund at June 30, 2011, is based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement No. 10, as amended by GASB Statement No. 30, "Risk Financing Omnibus" which requires that a liability for claims be reported if information prior to issuance of financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of loss can be reasonably estimated.

The total amount of the liability for claims has been reported as claims payable in the Government-wide Financial Statements since based on past history no claims are expected to exceed one year. In the Fund Financial Statements, the total amount of the liability for claims has been reported as a fund liability since based on past history all claims are expected to be paid with expendable available financial resources.

Changes in the fund's claims liability amount in fiscal years 2009, 2010, and 2011 were as follows:

	Balance at <u>July 1</u>	Current Year <u>Claims</u>	Claim <u>Payments</u>	Balance at <u>June 30</u>
2008/2009	\$202,272	\$2,418,945	\$2,361,922	\$259,295
2009/2010	259,295	1,850,006	1,958,489	150,812
2010/2011	150,812	2,249,306	2,245,758	154,360

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 14 - Jointly Governed Organizations

Metropolitan Dayton Educational Computer Association - The District is a member of the Metropolitan Dayton Educational Computer Association (MDECA), which is a computer consortium of area school districts sharing computer resources. MDECA is an association of public school districts in a geographical area determined by the Ohio Department of Education. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative instructional functions among member districts. The Board of MDECA consists of one representative from each of the participating members. Each member pays an annual membership fee plus any other fees for services performed by the consortium.

Southwestern Ohio Instructional Technology Association – The Southwestern Ohio Instructional Technology Association (SOITA) is a not-for-profit corporation formed under section 1702.01 of the Ohio Revised Code. The purpose of the corporation is to serve the educational needs of the area through television programming for the advancement of educational programs.

The Board of Trustees is comprised of twenty-one representatives of SOITA member schools or institutions. Nineteen representatives are elected from within the counties by the qualified members within the counties, i.e., Auglaize, Butler, Champaign, Clark, Clinton, Darke, Fayette, Greene, Hamilton, Logan, Mercer, Miami, Montgomery, Preble, Shelby, and Warren. Montgomery, Greene, and Butler Counties shall elect two representatives per area. All others shall elect one representative per area. All superintendents except for those from educational service centers vote on the representatives after the nominating committee nominates individuals to run. One at-large non-public service representative shall be elected by the non-public school SOITA members as the State assigned SOITA service area. One at-large higher education representative shall be elected by higher education SOITA members from within the State assigned SOITA service area.

All member districts are obligated to pay all fees, charges, or other assessments as established by the SOITA. Upon dissolution, the net assets shall be distributed to the federal government or to a state or local government for a public purpose. Payments to SOITA are made from the General Fund. To obtain financial information, write to the Southwestern Ohio Instructional Technology Association, Steve Strouse, who serves as Director, at 150 East Sixth Street, Franklin, Ohio 45005.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Miami Valley Career Technology Center – The Miami Valley Career Technology Center (MVCTC) is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one representative from each of the fifteen participating school districts' elected boards, which possesses its own budgeting and taxing authority. One member is appointed from the following city and/or exempted village school districts: Carlisle, Miamisburg, Milton-Union, Northmont, Vandalia, Versailles, Huber Heights, Eaton, Trotwood, Tipp City, and West Carrollton. Three members are appointed from the Montgomery County Educational Service Center, one is appointed from the Miami County Educational Service Center, one from the Darke County Educational Service Center, and one from the Preble County Educational Service Center. All member districts are obligated to pay all fees, charges or other assessments as established by MVCTC. To obtain financial information, write to the Miami Valley Career Technology Center, Debbie Gossett, who serves as Treasurer, at 6800 Hoke Road, Clayton, Ohio 45315.

Note 15 – Accountability

As of year end the following funds had deficit fund balances:

<u>Other Governmental Funds:</u>	
Title VIB/Preschool	\$79,094
Title I	13,384
EHA Preschool Grant	973
Title VI-R	5,711
Public School Preschool	12,867
Title II-D	3,522
Drug-Free Schools	9,819
Food Service	35,756
Education Jobs	23,360
Race to the Top	314

The deficits in fund balances were primarily due to accrual in GAAP. The general fund is liable for any deficit in these funds and will provide operating transfers when cash is required not when accruals occur.

Note 16 - Set-Asides

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

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

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

	Textbooks	Capital Acquisition	Budget Stabilization
Set Aside Reserve Balance as of June 30, 2010	(\$1,371,925)	\$0	\$81,076
Current Year Set Aside Requirements	417,431	417,431	0
Qualified Disbursements	(316,193)	178,373	0
Current Year Offsets	0	(43,030,107)	0
Set Aside Reserve Balance as of June 30, 2011	<u>(\$1,270,687)</u>	<u>(\$42,434,303)</u>	<u>\$81,076</u>
Restricted Cash as of June 30, 2011	<u>\$0</u>	<u>\$0</u>	<u>\$81,076</u>

The District had qualifying disbursements for textbooks of \$316,193 that exceeded the required set-aside. The District issued \$44,774,000 in bonds and loans in fiscal year 2002 to provide for the construction of a new school building. This amount is an allowable offset to future years for the capital improvement and maintenance set-aside. The District had qualifying disbursements and offset carry forwards from prior years for capital acquisitions that exceeded the required set-aside. Offsets can be carried forward to use against future year capital acquisition set-asides.

Note 17 - Interfund Transactions

Interfund transactions at June 30, 2011, consisted of the following individual fund receivables and payables, transfers in and out.

	Interfund		Transfers	
	Receivable	Payable	In	Out
General Fund	\$794,239	\$0	\$275,000 *	\$252,272
Other Governmental Funds	8,649	802,888	252,272	275,000 *
Total All Funds	<u>\$802,888</u>	<u>\$802,888</u>	<u>\$527,272</u>	<u>\$527,272</u>

* - \$275,000 was transferred into the General Fund from the Poverty Based Aid Fund. This transfer is in compliance with the ORC and the Poverty Based Aid Fund was closed during the fiscal year.

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

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 18 – Construction and Other Commitments

At June 30, 2011, uncompleted construction contract are as follows:

<u>Description</u>	<u>Remaining Commitment</u>
School Improvements	\$7,833,628

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Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 19 – Fund Balances

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources in the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General	Debt Service	Other Governmental Funds	Total
Nonspendable:				
Inventory	\$0	\$0	\$16,046	\$16,046
Total Nonspendable	0	0	16,046	16,046
Restricted for:				
Other Grants	0	0	1,534	1,534
Classroom Facilities Maintenance	0	0	574,663	574,663
Extracurricular Activity	0	0	10,949	10,949
Auxiliary Services	0	0	85,579	85,579
Management Information	0	0	7,913	7,913
Data Communications	0	0	4,166	4,166
School Net Professional Development	0	0	1	1
Ohio Reads	0	0	26	26
Miscellaneous State Grants	0	0	13,661	13,661
Title V	0	0	30	30
Miscellaneous Federal Grants	0	0	5,953	5,953
Fiscal Stabilization	0	0	716,719	716,719
Debt Service	0	2,874,481	0	2,874,481
Classroom Facilities	0	0	81,137	81,137
Building	0	0	1,229,061	1,229,061
Permanent Improvement	0	0	52,171	52,171
Total Restricted	0	2,874,481	2,783,563	5,658,044
Committed to:				
Permanent Improvements	0	0	8,619	8,619
Total Committed	0	0	8,619	8,619
Unassigned (Deficit)	12,428,172	0	(200,846)	12,227,326
Total Fund Balance	\$12,428,172	\$2,874,481	\$2,607,382	\$17,910,035

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 20 – Change in Accounting Principles and Restatement of Fund Balance and Restatement of Net Assets

Change in Accounting Principles

For fiscal year 2011, the District has implemented Governmental Accounting Standards Board (GASB) Statement No. 54, “Fund Balance Reporting and Governmental Fund Type Definitions.” GASB 54 shifts the focus of fund balance reporting from the availability of fund resources for budgeting to the extent to which the District is bound to honor constraints on the specific purposes for which amounts in funds can be spent.

Restatement of Fund Balance

The implementation of GASB 54 had the following effects on fund balance of the following major and non-major (other governmental) funds of the District as they were previously reported.

	General Fund	Other Governmental Funds
Fund Balance, June 30, 2010	\$8,809,947	\$5,565,364
Change in Fund Structure	35,070	(35,070)
Fund Balance, June 30, 2010 - Restated	<u>\$8,845,017</u>	<u>\$5,530,294</u>

Restatement of Net Assets

A restatement of net assets was required to restate capital assets at June 30, 2010 due to the District updating their capital asset policy to raise their capitalization threshold from \$500 to \$2,500. This restatement had the following effect on net assets at June 30, 2010:

	Governmental Activities
Net Assets, June 30, 2010	\$65,944,701
Restatement of Capital Assets	<u>(872,495)</u>
Net Assets, July 1, 2010 - Restated	<u>\$65,072,206</u>

REQUIRED SUPPLEMENTARY INFORMATION

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$3,947,117	\$7,216,343	\$8,570,630	\$1,354,287
Tuition and Fees	169,869	310,564	368,847	58,283
Investment Earnings	9,104	16,644	19,768	3,124
Intergovernmental	10,389,659	18,994,965	22,559,739	3,564,774
Other Revenues	217,994	398,549	473,344	74,795
Total Revenues	14,733,743	26,937,065	31,992,328	5,055,263
Expenditures:				
Current:				
Instruction:				
Regular	12,012,674	14,094,778	13,625,202	469,576
Special	2,651,043	3,110,536	3,006,907	103,629
Other	113,456	133,121	128,686	4,435
Support Services:				
Pupil	1,680,006	1,971,193	1,905,522	65,671
Instructional Staff	1,014,174	1,189,956	1,150,312	39,644
General Administration	37,372	43,850	42,389	1,461
School Administration	1,978,539	2,321,470	2,244,129	77,341
Fiscal	549,196	644,386	622,918	21,468
Business	447,793	525,407	507,903	17,504
Operations and Maintenance	2,627,806	3,083,272	2,980,551	102,721
Pupil Transportation	1,346,593	1,579,992	1,527,354	52,638
Central	1,014,835	1,190,732	1,151,062	39,670
Operation of Non-Instructional Services	12,328	14,465	13,983	482
Extracurricular Activities	399,961	469,284	453,650	15,634
Capital Outlay	98,930	116,077	112,210	3,867
Total Expenditures	25,984,706	30,488,519	29,472,778	1,015,741
Excess of Revenues Over (Under) Expenditures	(11,250,963)	(3,551,454)	2,519,550	6,071,004
Other Financing Sources (Uses):				
Issuance of Capital Leases	230,270	420,993	500,000	79,007
Proceeds from Sale of Capital Assets	2,533	4,631	5,500	869
Advances In	1,124,460	2,055,802	2,441,613	385,811
Advances (Out)	(660,880)	(775,428)	(749,594)	25,834
Transfers In	256,505	468,957	556,966	88,009
Transfers (Out)	(471,012)	(552,650)	(534,238)	18,412
Total Other Financing Sources (Uses)	481,876	1,622,305	2,220,247	597,942
Net Change in Fund Balance	(10,769,087)	(1,929,149)	4,739,797	6,668,946
Fund Balance Beginning of Year, (includes prior year encumbrances appropriated)	8,572,991	8,572,991	8,572,991	0
Fund Balance End of Year	(\$2,196,096)	\$6,643,842	\$13,312,788	\$6,668,946

See accompanying notes to the required supplementary information.

Trotwood-Madison City School District, Ohio
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2011

Note 1 - Budgetary Process

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

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2011.

The appropriation resolution is subject to amendment by the Board throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Board during the year.

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

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

Trotwood-Madison City School District, Ohio
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2011

4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions.
5. Some funds are reported as part of the general fund (GAAP basis) as opposed to the general fund being reported alone (budget basis).

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

Net Change in Fund Balance

	<u>General</u>
GAAP Basis	\$3,583,155
Revenue Accruals	2,605
Expenditure Accruals	(431,378)
Transfers In	281,966
Transfers Out	(281,966)
Advances In	2,441,613
Advances (Out)	(749,594)
Encumbrances	<u>(106,604)</u>
Budget Basis	<u><u>\$4,739,797</u></u>

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES



MAJOR GOVERNMENTAL FUNDS

Debt Service Fund - The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated (i.e. debt payable from property taxes). Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance are included in the Basic Financial Statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$1,981,697	\$1,896,377	(\$85,320)
Intergovernmental	312,398	298,948	(13,450)
Total Revenues	<u>2,294,095</u>	<u>2,195,325</u>	<u>(98,770)</u>
Expenditures:			
Current:			
Support Services:			
Fiscal	29,417	29,417	0
Debt Service:			
Principal Retirement	575,000	575,000	0
Interest and Fiscal Charges	1,276,459	1,276,459	0
Total Expenditures	<u>1,880,876</u>	<u>1,880,876</u>	<u>0</u>
Net Change in Fund Balance	413,219	314,449	(98,770)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>2,426,392</u>	<u>2,426,392</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$2,839,611</u></u>	<u><u>\$2,740,841</u></u>	<u><u>(\$98,770)</u></u>

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NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The term *proceeds of specific revenue sources* establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund.

Capital Projects Funds

The Capital Projects Funds is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Trotwood-Madison City School District, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$1,773,194	\$1,786,147	\$3,559,341
Cash and Cash Equivalents with Fiscal Agent	0	224,455	224,455
Receivables:			
Taxes	130,954	657,389	788,343
Accounts	400	106,606	107,006
Intergovernmental	803,094	0	803,094
Interfund	30	8,619	8,649
Inventory	16,046	0	16,046
Total Assets	2,723,718	2,783,216	5,506,934
Liabilities and Fund Balances:			
Liabilities:			
Accounts Payable	20,697	0	20,697
Accrued Wages and Benefits	925,051	0	925,051
Compensated Absences	335	0	335
Retainage Payable	0	224,455	224,455
Contracts Payable	0	131,231	131,231
Interfund Payable	364,195	438,693	802,888
Deferred Revenue	177,046	617,849	794,895
Total Liabilities	1,487,324	1,412,228	2,899,552
Fund Balances:			
Nonspendable	16,046	0	16,046
Restricted	1,421,194	1,362,369	2,783,563
Committed	0	8,619	8,619
Unassigned	(200,846)	0	(200,846)
Total Fund Balances	1,236,394	1,370,988	2,607,382
Total Liabilities and Fund Balances	\$2,723,718	\$2,783,216	\$5,506,934

Trotwood-Madison City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2011

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:			
Taxes	\$106,997	\$503,224	\$610,221
Investment Earnings	0	2,303	2,303
Intergovernmental	7,749,197	85,743	7,834,940
Extracurricular Activities	136,905	0	136,905
Charges for Services	161,129	0	161,129
Other Revenues	8,767	106,606	115,373
Total Revenues	8,162,995	697,876	8,860,871
Expenditures:			
Current:			
Instruction:			
Regular	2,149,698	0	2,149,698
Special	1,358,979	0	1,358,979
Other	426,228	0	426,228
Support Services:			
Pupil	254,581	0	254,581
Instructional Staff	582,345	0	582,345
School Administration	342,747	0	342,747
Fiscal	5,553	9,527	15,080
Operations and Maintenance	88,520	0	88,520
Central	16,690	219,426	236,116
Operation of Non-Instructional Services	2,034,891	0	2,034,891
Extracurricular Activities	23,299	0	23,299
Capital Outlay	0	3,612,588	3,612,588
Debt Service:			
Principal Retirement	0	215,000	215,000
Interest and Fiscal Charges	0	420,983	420,983
Total Expenditures	7,283,531	4,477,524	11,761,055
Excess of Revenues Over (Under) Expenditures	879,464	(3,779,648)	(2,900,184)
Other Financing Sources (Uses):			
Transfers In	26,541	225,731	252,272
Transfers (Out)	(275,000)	0	(275,000)
Total Other Financing Sources (Uses)	(248,459)	225,731	(22,728)
Net Change in Fund Balance	631,005	(3,553,917)	(2,922,912)
Fund Balance Beginning of Year, Restated	605,389	4,924,905	5,530,294
Fund Balance End of Year	\$1,236,394	\$1,370,988	\$2,607,382

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

Other Grants - To account for local funds, which are provided to assist the District with various programs.

Classroom Facilities Maintenance - To account for state funds provided for classroom facilities maintenance.

Extracurricular Activity - To account for those student activity programs which have student participation in the activity but do not have student management in the programs. This fund includes athletic programs as well as the band, cheerleaders, flag corps and other similar types of activities.

Auxiliary Services - To account for state funds which provide services and materials to students attending non-public schools within the boundaries of the District as provided by state law.

Management Information - To account for state funds which are provided to assist the District in implementing a staff, student and financial system as mandated by the Omnibus Education Reform Act of 1989.

Data Communications - To account for funds to be used for communications.

School Net Professional Development - To account for a limited number of professional development subsidy grants.

Ohio Reads - To account for state funds, which are designated reading.

Miscellaneous State Grants - To account for various monies received from state agencies which are not classified elsewhere.

Title VIB / Preschool - To account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels; assist in the training of teachers, supervisors and other specialist in providing educational services to the handicapped.

Title I - To account for federal funds for services provided to meet special educational needs of educationally deprived children.

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

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

Drug-Free Schools - To account for federal funds used for establishment, operation and improvement of programs of drug abuse prevention, early intervention, rehabilitation referral and education in schools.

EHA Pre-School Grant - To account for revenues and expenditures made in conjunction with child abuse, child neglect prevention programs and other grants.

Title VI-R - To account for federal funds to provide programs to enhance student achievement.

Miscellaneous Federal Grants - To account for various monies received directly from the federal government, which are, not classified elsewhere.

Food Service - To account for all revenues and expenses related to the provision of food services, including breakfast and lunch, for the District students and staff.

Poverty Based Aid - To account for federal funds for the poverty based aid program.

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

Fiscal Stabilization – To account for monies was part of the American Recovery and Reinvestment Act of 2009. This was intended to provide money to school districts to prevent layoffs and cutbacks, with flexibility to use the funds for school modernization and repairs.

Title II-D – To account for competitive grant monies received from the Federal Government which focuses on professional development and student learning needed for the 21st century.

Education Jobs - To account for grant monies received from the Federal Government which focuses on saving or creating education jobs for the next two school years.

Race to the Top – To account for a competitive grant program designed to encourage and reward states that are creating the conditions for education innovation and reform; achieving significant improvement in student outcomes, including making substantial gains in student achievement, closing achievement gaps, improving high school graduation rates, and ensuring student preparation for success in college and careers.

Trotwood-Madison City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2011

	Other Grants	Classroom Facilities Maintenance	Extracurricular Activity	Auxiliary Services
Assets:				
Equity in Pooled Cash and Investments	\$1,955	\$566,787	\$16,503	\$92,700
Receivables:				
Taxes	0	130,954	0	0
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Interfund	0	0	0	0
Inventory	0	0	0	0
Total Assets	1,955	697,741	16,503	92,700
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	0	0	0	220
Accrued Wages and Benefits	0	0	0	6,901
Compensated Absences	0	0	0	0
Interfund Payable	421	0	5,554	0
Deferred Revenue	0	123,078	0	0
Total Liabilities	421	123,078	5,554	7,121
Fund Balances:				
Nonspendable	0	0	0	0
Restricted	1,534	574,663	10,949	85,579
Unassigned	0	0	0	0
Total Fund Balances	1,534	574,663	10,949	85,579
Total Liabilities and Fund Balances	\$1,955	\$697,741	\$16,503	\$92,700

Management Information	Data Communications	School Net Professional Development	Ohio Reads	Miscellaneous State Grants	Title VIB / Preschool	Title I
\$7,913	\$3,766	\$1	\$26	\$13,661	\$0	\$955
0	0	0	0	0	0	0
0	400	0	0	0	0	0
0	0	0	0	0	141,210	368,122
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>7,913</u>	<u>4,166</u>	<u>1</u>	<u>26</u>	<u>13,661</u>	<u>141,210</u>	<u>369,077</u>
0	0	0	0	0	0	0
0	0	0	0	0	146,326	227,358
0	0	0	0	0	0	0
0	0	0	0	0	73,978	116,346
0	0	0	0	0	0	38,757
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>220,304</u>	<u>382,461</u>
0	0	0	0	0	0	0
7,913	4,166	1	26	13,661	0	0
0	0	0	0	0	(79,094)	(13,384)
<u>7,913</u>	<u>4,166</u>	<u>1</u>	<u>26</u>	<u>13,661</u>	<u>(79,094)</u>	<u>(13,384)</u>
<u>\$7,913</u>	<u>\$4,166</u>	<u>\$1</u>	<u>\$26</u>	<u>\$13,661</u>	<u>\$141,210</u>	<u>\$369,077</u>

Continued

Trotwood-Madison City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2011

	Title V	Drug-Free Schools	EHA Pre-School Grant	Title VI-R
Assets:				
Equity in Pooled Cash and Investments	\$0	\$623	\$205	\$1
Receivables:				
Taxes	0	0	0	0
Accounts	0	0	0	0
Intergovernmental	0	19	1,332	57,483
Interfund	30	0	0	0
Inventory	0	0	0	0
Total Assets	30	642	1,537	57,484
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	0	625	0	0
Accrued Wages and Benefits	0	0	886	36,770
Compensated Absences	0	0	0	0
Interfund Payable	0	9,817	292	26,425
Deferred Revenue	0	19	1,332	0
Total Liabilities	0	10,461	2,510	63,195
Fund Balances:				
Nonspendable	0	0	0	0
Restricted	30	0	0	0
Unassigned	0	(9,819)	(973)	(5,711)
Total Fund Balances	30	(9,819)	(973)	(5,711)
Total Liabilities and Fund Balances	\$30	\$642	\$1,537	\$57,484

Miscellaneous Federal Grants	Food Service	Poverty Based Aid	Public School Preschool	Fiscal Stabilization	Title II-D	Education Jobs
\$5,953	\$108,844	\$0	\$22	\$948,662	\$4,616	\$1
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	29,222	0	10,478	184,567
0	0	0	0	0	0	0
0	16,046	0	0	0	0	0
<u>5,953</u>	<u>124,890</u>	<u>0</u>	<u>29,244</u>	<u>948,662</u>	<u>15,094</u>	<u>184,568</u>
0	19,852	0	0	0	0	0
0	140,459	0	22,292	231,943	7,684	104,432
0	335	0	0	0	0	0
0	0	0	19,819	0	7,733	103,496
0	0	0	0	0	3,199	0
<u>0</u>	<u>160,646</u>	<u>0</u>	<u>42,111</u>	<u>231,943</u>	<u>18,616</u>	<u>207,928</u>
0	16,046	0	0	0	0	0
5,953	0	0	0	716,719	0	0
0	(51,802)	0	(12,867)	0	(3,522)	(23,360)
<u>5,953</u>	<u>(35,756)</u>	<u>0</u>	<u>(12,867)</u>	<u>716,719</u>	<u>(3,522)</u>	<u>(23,360)</u>
<u>\$5,953</u>	<u>\$124,890</u>	<u>\$0</u>	<u>\$29,244</u>	<u>\$948,662</u>	<u>\$15,094</u>	<u>\$184,568</u>

Continued

Trotwood-Madison City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2011

	Race to the Top	Total Nonmajor Special Revenue Funds
Assets:		
Equity in Pooled Cash and Investments	\$0	\$1,773,194
Receivables:		
Taxes	0	130,954
Accounts	0	400
Intergovernmental	10,661	803,094
Interfund	0	30
Inventory	0	16,046
Total Assets	10,661	2,723,718
Liabilities and Fund Balances:		
Liabilities:		
Accounts Payable	0	20,697
Accrued Wages and Benefits	0	925,051
Compensated Absences	0	335
Interfund Payable	314	364,195
Deferred Revenue	10,661	177,046
Total Liabilities	10,975	1,487,324
Fund Balances:		
Nonspendable	0	16,046
Restricted	0	1,421,194
Unassigned	(314)	(200,846)
Total Fund Balances	(314)	1,236,394
Total Liabilities and Fund Balances	\$10,661	\$2,723,718

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Trotwood-Madison City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2011

	Other Grants	Classroom Facilities Maintenance	Extracurricular Activity	Auxiliary Services
Revenues:				
Taxes	\$0	\$106,997	\$0	\$0
Intergovernmental	1,000	17,114	0	305,596
Extracurricular Activities	0	0	136,905	0
Charges for Services	0	0	0	0
Other Revenues	0	0	250	0
Total Revenues	1,000	124,111	137,155	305,596
Expenditures:				
Current:				
Instruction:				
Regular	0	0	0	0
Special	0	0	0	0
Other	0	0	0	0
Support Services:				
Pupil	1,000	0	0	0
Instructional Staff	3,434	0	0	0
School Administration	0	0	134,028	0
Fiscal	0	5,553	0	0
Operations and Maintenance	0	88,520	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	0	297,125
Extracurricular Activities	0	0	23,299	0
Total Expenditures	4,434	94,073	157,327	297,125
Excess of Revenues Over (Under) Expenditures	(3,434)	30,038	(20,172)	8,471
Other Financing Sources (Uses):				
Transfers In	0	0	16,472	0
Transfers (Out)	0	0	0	0
Total Other Financing Sources (Uses)	0	0	16,472	0
Net Change in Fund Balance	(3,434)	30,038	(3,700)	8,471
Fund Balance Beginning of Year, Restated	4,968	544,625	14,649	77,108
Fund Balance End of Year	\$1,534	\$574,663	\$10,949	\$85,579

Management Information	Data Communications	School Net Professional Development	Ohio Reads	Miscellaneous State Grants	Title VIB / Preschool	Title I
\$0	\$0	\$0	\$0	\$0	\$0	\$0
5,000	11,375	0	0	10,000	984,385	2,142,752
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	400	0	0	0	0	0
5,000	11,775	0	0	10,000	984,385	2,142,752
0	0	0	0	0	0	102,881
0	0	0	0	0	601,588	734,419
0	0	0	0	0	2,051	348,117
0	0	0	0	0	59,874	189,798
0	0	0	0	0	0	536,413
0	0	0	0	0	159,947	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
1,023	7,609	0	0	0	0	8,058
0	0	0	0	0	37,910	3,815
0	0	0	0	0	0	0
1,023	7,609	0	0	0	861,370	1,923,501
3,977	4,166	0	0	10,000	123,015	219,251
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
3,977	4,166	0	0	10,000	123,015	219,251
3,936	0	1	26	3,661	(202,109)	(232,635)
\$7,913	\$4,166	\$1	\$26	\$13,661	(\$79,094)	(\$13,384)

Continued

Trotwood-Madison City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2011

	Title V	Drug-Free Schools	EHA Pre-School Grant	Title VI-R
Revenues:				
Taxes	\$0	\$0	\$0	\$0
Intergovernmental	0	3,283	9,373	293,652
Extracurricular Activities	0	0	0	0
Charges for Services	0	0	0	0
Other Revenues	0	0	0	0
Total Revenues	0	3,283	9,373	293,652
Expenditures:				
Current:				
Instruction:				
Regular	0	14,895	0	249,028
Special	3,862	0	3,129	0
Other	0	0	0	0
Support Services:				
Pupil	0	0	3,909	0
Instructional Staff	0	625	0	9,538
School Administration	0	0	0	0
Fiscal	0	0	0	0
Operations and Maintenance	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Extracurricular Activities	0	0	0	0
Total Expenditures	3,862	15,520	7,038	258,566
Excess of Revenues Over (Under) Expenditures	(3,862)	(12,237)	2,335	35,086
Other Financing Sources (Uses):				
Transfers In	3,862	255	146	0
Transfers (Out)	0	0	0	0
Total Other Financing Sources (Uses)	3,862	255	146	0
Net Change in Fund Balance	0	(11,982)	2,481	35,086
Fund Balance Beginning of Year, Restated	30	2,163	(3,454)	(40,797)
Fund Balance End of Year	\$30	(\$9,819)	(\$973)	(\$5,711)

Miscellaneous Federal Grants	Food Service	Poverty Based Aid	Public School Preschool	Fiscal Stabilization	Title II-D	Education Jobs
\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	1,411,802	0	137,909	1,730,335	185,192	500,429
0	0	0	0	0	0	0
0	161,129	0	0	0	0	0
0	0	8,117	0	0	0	0
0	1,572,931	8,117	137,909	1,730,335	185,192	500,429
0	0	0	0	1,134,382	140,704	507,808
0	0	0	0	0	0	15,981
0	0	0	0	76,060	0	0
0	0	0	0	0	0	0
0	0	0	0	0	32,021	0
0	48,772	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	1,576,397	0	119,644	0	0	0
0	0	0	0	0	0	0
0	1,625,169	0	119,644	1,210,442	172,725	523,789
0	(52,238)	8,117	18,265	519,893	12,467	(23,360)
0	0	0	0	0	5,806	0
0	0	(275,000)	0	0	0	0
0	0	(275,000)	0	0	5,806	0
0	(52,238)	(266,883)	18,265	519,893	18,273	(23,360)
5,953	16,482	266,883	(31,132)	196,826	(21,795)	0
<u>\$5,953</u>	<u>(\$35,756)</u>	<u>\$0</u>	<u>(\$12,867)</u>	<u>\$716,719</u>	<u>(\$3,522)</u>	<u>(\$23,360)</u>

Continued

Trotwood-Madison City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2011

	Race to the Top	Total Nonmajor Special Revenue Funds
Revenues:		
Taxes	\$0	\$106,997
Intergovernmental	0	7,749,197
Extracurricular Activities	0	136,905
Charges for Services	0	161,129
Other Revenues	0	8,767
Total Revenues	0	8,162,995
Expenditures:		
Current:		
Instruction:		
Regular	0	2,149,698
Special	0	1,358,979
Other	0	426,228
Support Services:		
Pupil	0	254,581
Instructional Staff	314	582,345
School Administration	0	342,747
Fiscal	0	5,553
Operations and Maintenance	0	88,520
Central	0	16,690
Operation of Non-Instructional Services	0	2,034,891
Extracurricular Activities	0	23,299
Total Expenditures	314	7,283,531
Excess of Revenues Over (Under) Expenditures	(314)	879,464
Other Financing Sources (Uses):		
Transfers In	0	26,541
Transfers (Out)	0	(275,000)
Total Other Financing Sources (Uses)	0	(248,459)
Net Change in Fund Balance	(314)	631,005
Fund Balance Beginning of Year, Restated	0	605,389
Fund Balance End of Year	(\$314)	\$1,236,394

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2011

	Final Budget	Other Grants Fund Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$1,000	\$1,000
Total Revenues	0	1,000	1,000
Expenditures:			
Current:			
Support Services:			
Pupil	1,215	1,000	215
Instructional Staff	4,174	3,434	740
Total Expenditures	5,389	4,434	955
Net Change in Fund Balance	(5,389)	(3,434)	1,955
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	5,389	5,389	0
Fund Balance End of Year	\$0	\$1,955	\$1,955

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2011

	Classroom Facilities Maintenance Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$105,037	\$112,613	\$7,576
Intergovernmental	15,963	17,114	1,151
Total Revenues	<u>121,000</u>	<u>129,727</u>	<u>8,727</u>
Expenditures:			
Current:			
Support Services:			
Fiscal	6,099	5,553	546
Operations and Maintenance	107,541	97,913	9,628
Total Expenditures	<u>113,640</u>	<u>103,466</u>	<u>10,174</u>
Net Change in Fund Balance	7,360	26,261	18,901
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>533,524</u>	<u>533,524</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$540,884</u></u>	<u><u>\$559,785</u></u>	<u><u>\$18,901</u></u>

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Extracurricular Activity Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$127,221	\$133,814	\$6,593
Other Revenues	238	250	12
Total Revenues	<u>127,459</u>	<u>134,064</u>	<u>6,605</u>
Expenditures:			
Current:			
Support Services:			
School Administration	137,889	145,294	(7,405)
Extracurricular Activities	22,111	23,299	(1,188)
Total Expenditures	<u>160,000</u>	<u>168,593</u>	<u>(8,593)</u>
Excess of Revenues Over (Under) Expenditures	<u>(32,541)</u>	<u>(34,529)</u>	<u>(1,988)</u>
Other Financing Sources (Uses):			
Advances In	5,280	5,554	274
Transfers In	15,660	16,472	812
Total Other Financing Sources (Uses)	<u>20,940</u>	<u>22,026</u>	<u>1,086</u>
Net Change in Fund Balance	(11,601)	(12,503)	(902)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>14,993</u>	<u>14,993</u>	<u>0</u>
Fund Balance End of Year	<u>\$3,392</u>	<u>\$2,490</u>	<u>(\$902)</u>

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Auxiliary Services Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$305,596	\$305,596	\$0
Total Revenues	305,596	305,596	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	384,763	384,763	0
Total Expenditures	384,763	384,763	0
Excess of Revenues Over (Under) Expenditures	(79,167)	(79,167)	0
Other Financing Sources (Uses):			
Transfers In	72,869	76,600	3,731
Transfers (Out)	(76,600)	(76,600)	0
Total Other Financing Sources (Uses)	(3,731)	0	3,731
Net Change in Fund Balance	(82,898)	(79,167)	3,731
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	89,151	89,151	0
Fund Balance End of Year	\$6,253	\$9,984	\$3,731

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Management Information Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,798	\$5,000	\$2,202
Total Revenues	2,798	5,000	2,202
Expenditures:			
Current:			
Support Services:			
Central	1,023	1,023	0
Total Expenditures	1,023	1,023	0
Excess of Revenues Over (Under) Expenditures	1,775	3,977	2,202
Other Financing Sources (Uses):			
Transfers In	2,202	3,936	1,734
Transfers (Out)	(3,938)	(3,936)	2
Total Other Financing Sources (Uses)	(1,736)	0	1,736
Net Change in Fund Balance	39	3,977	3,938
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	3,936	3,936	0
Fund Balance End of Year	\$3,975	\$7,913	\$3,938

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2011

	Data Communications Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$11,375	\$11,375	\$0
Total Revenues	11,375	11,375	0
Expenditures:			
Current:			
Support Services:			
Central	11,375	11,375	0
Total Expenditures	11,375	11,375	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2011

	School Net Professional Development Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1	1	0
Fund Balance End of Year	\$1	\$1	\$0

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2011

	Ohio Reads Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Support Services:			
Central	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	26	26	0
Fund Balance End of Year	\$26	\$26	\$0

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2011

	Miscellaneous State Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$10,000	\$10,000
Total Revenues	0	10,000	10,000
Expenditures:			
Current:			
Instruction:			
Regular	3,510	0	3,510
Total Expenditures	3,510	0	3,510
Net Change in Fund Balance	(3,510)	10,000	13,510
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	3,662	3,662	0
Fund Balance End of Year	\$152	\$13,662	\$13,510

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Title VIB / Preschool Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$876,755	\$843,175	(\$33,580)
Total Revenues	<u>876,755</u>	<u>843,175</u>	<u>(33,580)</u>
Expenditures:			
Current:			
Instruction:			
Special	566,231	566,231	0
Other	2,051	2,051	0
Support Services:			
Pupil	140,327	140,327	0
Instructional Staff	5,234	5,234	0
School Administration	159,947	159,947	0
Operation of Non-Instructional Services	44,179	44,179	0
Total Expenditures	<u>917,969</u>	<u>917,969</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(41,214)</u>	<u>(74,794)</u>	<u>(33,580)</u>
Other Financing Sources (Uses):			
Advances In	76,923	73,977	(2,946)
Advances (Out)	<u>(20,583)</u>	<u>(20,583)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>56,340</u>	<u>53,394</u>	<u>(2,946)</u>
Net Change in Fund Balance	15,126	(21,400)	(36,526)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>21,400</u>	<u>21,400</u>	<u>0</u>
Fund Balance End of Year	<u>\$36,526</u>	<u>\$0</u>	<u>(\$36,526)</u>

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Title I Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,343,074	\$1,813,387	(\$529,687)
Total Revenues	<u>2,343,074</u>	<u>1,813,387</u>	<u>(529,687)</u>
Expenditures:			
Current:			
Instruction:			
Regular	113,540	113,540	0
Special	746,579	746,579	0
Other	357,658	357,658	0
Support Services:			
Pupil	189,124	189,124	0
Instructional Staff	574,654	574,654	0
Central	8,058	8,058	0
Operation of Non-Instructional Services	8,687	8,687	0
Total Expenditures	<u>1,998,300</u>	<u>1,998,300</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>344,774</u>	<u>(184,913)</u>	<u>(529,687)</u>
Other Financing Sources (Uses):			
Advances In	150,330	116,346	(33,984)
Advances (Out)	(53,391)	(53,391)	0
Transfers In	89,252	69,075	(20,177)
Transfers (Out)	(69,075)	(69,075)	0
Total Other Financing Sources (Uses)	<u>117,116</u>	<u>62,955</u>	<u>(54,161)</u>
Net Change in Fund Balance	461,890	(121,958)	(583,848)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>122,722</u>	<u>122,722</u>	<u>0</u>
Fund Balance End of Year	<u>\$584,612</u>	<u>\$764</u>	<u>(\$583,848)</u>

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Title V Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	3,862	3,862	0
Total Expenditures	3,862	3,862	0
Excess of Revenues Over (Under) Expenditures	(3,862)	(3,862)	0
Other Financing Sources (Uses):			
Transfers In	3,662	3,862	200
Total Other Financing Sources (Uses)	3,662	3,862	200
Net Change in Fund Balance	(200)	0	200
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	(\$200)	\$0	\$200

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Drug-Free Schools Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$3,229	\$3,283	\$54
Total Revenues	3,229	3,283	54
Expenditures:			
Current:			
Instruction:			
Regular	15,520	15,520	0
Total Expenditures	15,520	15,520	0
Excess of Revenues Over (Under) Expenditures	(12,291)	(12,237)	54
Other Financing Sources (Uses):			
Advances In	9,655	9,817	162
Transfers In	2,655	2,699	44
Transfers (Out)	(2,444)	(2,444)	0
Total Other Financing Sources (Uses)	9,866	10,072	206
Net Change in Fund Balance	(2,425)	(2,165)	260
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2,165	2,165	0
Fund Balance End of Year	(\$260)	\$0	\$260

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	EHA Pre-School Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$11,060	\$9,373	(\$1,687)
Total Revenues	11,060	9,373	(1,687)
Expenditures:			
Current:			
Instruction:			
Special	3,171	3,129	42
Support Services:			
Pupil	8,109	8,002	107
Total Expenditures	11,280	11,131	149
Excess of Revenues Over (Under) Expenditures	(220)	(1,758)	(1,538)
Other Financing Sources (Uses):			
Advances In	345	292	(53)
Transfers In	219	186	(33)
Transfers (Out)	(41)	(40)	1
Total Other Financing Sources (Uses)	523	438	(85)
Net Change in Fund Balance	303	(1,320)	(1,623)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1,524	1,524	0
Fund Balance End of Year	\$1,827	\$204	(\$1,623)

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Title VI-R Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$239,249	\$236,169	(\$3,080)
Total Revenues	239,249	236,169	(3,080)
Expenditures:			
Current:			
Instruction:			
Regular	262,685	261,732	953
Support Services:			
Instructional Staff	9,573	9,538	35
Total Expenditures	272,258	271,270	988
Excess of Revenues Over (Under) Expenditures	(33,009)	(35,101)	(2,092)
Other Financing Sources (Uses):			
Advances In	26,770	26,425	(345)
Transfers (Out)	(29,935)	(29,826)	109
Total Other Financing Sources (Uses)	(3,165)	(3,401)	(236)
Net Change in Fund Balance	(36,174)	(38,502)	(2,328)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	38,505	38,505	0
Fund Balance End of Year	\$2,331	\$3	(\$2,328)

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2011

	Miscellaneous Federal Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	5,953	5,953	0
Fund Balance End of Year	\$5,953	\$5,953	\$0

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2011

	Food Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,669,504	\$1,381,797	(\$287,707)
Charges for Services	194,678	161,129	(33,549)
Total Revenues	<u>1,864,182</u>	<u>1,542,926</u>	<u>(321,256)</u>
Expenditures:			
Current:			
Support Services:			
School Administration	49,863	48,772	1,091
Operation of Non-Instructional Services	1,648,517	1,612,461	36,056
Total Expenditures	<u>1,698,380</u>	<u>1,661,233</u>	<u>37,147</u>
Net Change in Fund Balance	165,802	(118,307)	(284,109)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>160,552</u>	<u>160,552</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$326,354</u></u>	<u><u>\$42,245</u></u>	<u><u>(\$284,109)</u></u>

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Poverty Based Aid Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	13,333	13,333	0
Other	14,197	14,197	0
Total Expenditures	27,530	27,530	0
Excess of Revenues Over (Under) Expenditures	(27,530)	(27,530)	0
Other Financing Sources (Uses):			
Transfers In	16,169	16,169	0
Transfers (Out)	(291,170)	(291,170)	0
Total Other Financing Sources (Uses)	(275,001)	(275,001)	0
Net Change in Fund Balance	(302,531)	(302,531)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	302,531	302,531	0
Fund Balance End of Year	\$0	\$0	\$0

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Public School Preschool Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$132,695	\$108,687	(\$24,008)
Total Revenues	132,695	108,687	(24,008)
Expenditures:			
Current:			
Operation of Non-Instructional Services	122,394	122,394	0
Total Expenditures	122,394	122,394	0
Other Financing Sources (Uses):			
Advances In	15,705	12,864	(2,841)
Advances (Out)	(31,018)	(31,018)	0
Total Other Financing Sources (Uses)	(15,313)	(18,154)	(2,841)
Net Change in Fund Balance	(5,012)	(31,861)	(26,849)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	31,881	31,881	0
Fund Balance End of Year	\$26,869	\$20	(\$26,849)

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Fiscal Stabilization Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,340,376	\$1,730,335	\$389,959
Total Revenues	<u>1,340,376</u>	<u>1,730,335</u>	<u>389,959</u>
Expenditures:			
Current:			
Instruction:			
Regular	1,035,289	1,035,289	0
Special	61,840	61,840	0
Other	<u>87,430</u>	<u>87,430</u>	<u>0</u>
Total Expenditures	<u>1,184,559</u>	<u>1,184,559</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>155,817</u>	<u>545,776</u>	<u>389,959</u>
Other Financing Sources (Uses):			
Transfers In	178,030	229,825	51,795
Transfers (Out)	<u>(229,825)</u>	<u>(229,825)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(51,795)</u>	<u>0</u>	<u>51,795</u>
Net Change in Fund Balance	104,022	545,776	441,754
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>402,885</u>	<u>402,885</u>	<u>0</u>
Fund Balance End of Year	<u>\$506,907</u>	<u>\$948,661</u>	<u>\$441,754</u>

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2011

	Title II-D Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$175,089	\$177,913	\$2,824
Total Revenues	175,089	177,913	2,824
Expenditures:			
Current:			
Instruction:			
Regular	140,704	140,704	0
Support Services:			
Instructional Staff	32,176	32,176	0
Total Expenditures	172,880	172,880	0
Excess of Revenues Over (Under) Expenditures	2,209	5,033	2,824
Other Financing Sources (Uses):			
Advances In	7,610	7,733	123
Advances (Out)	(16,374)	(16,374)	0
Transfers In	7,502	7,623	121
Transfers (Out)	(1,817)	(1,817)	0
Total Other Financing Sources (Uses)	(3,079)	(2,835)	244
Net Change in Fund Balance	(870)	2,198	3,068
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2,416	2,416	0
Fund Balance End of Year	\$1,546	\$4,614	\$3,068

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Education Jobs Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	499,986	315,862	(184,124)
Total Revenues	499,986	315,862	(184,124)
Expenditures:			
Current:			
Instruction:			
Regular	406,710	406,710	0
Special	12,647	12,647	0
Total Expenditures	419,357	419,357	0
Excess of Revenues Over (Under) Expenditures	80,629	(103,495)	(184,124)
Other Financing Sources (Uses):			
Advances In	163,826	103,496	(60,330)
Total Other Financing Sources (Uses)	163,826	103,496	(60,330)
Net Change in Fund Balance	244,455	1	(244,454)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$244,455	\$1	(\$244,454)

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Race to the Top Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	314	314	0
Total Expenditures	314	314	0
Excess of Revenues Over (Under) Expenditures	(314)	(314)	0
Other Financing Sources (Uses):			
Advances In	275	314	39
Total Other Financing Sources (Uses)	275	314	39
Net Change in Fund Balance	(39)	0	39
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	(\$39)	\$0	\$39

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NONMAJOR CAPITAL PROJECTS FUNDS

Fund Descriptions

Permanent Improvement - To account for all transactions related to acquisition, construction or improvement of the infrastructure of buildings and grounds through permanent improvements.

Building - The building fund is used to account for receipts and expenditures related to the acquisition and construction of capital facilities including real property.

Classroom Facilities - The classroom facilities fund is used to account for the receipts and expenditures related to construction projects.

SchoolNet Plus - To account for funds received for the purchase of computer technology.

Trotwood-Madison City School District, Ohio
 Combining Balance Sheet
 Nonmajor Capital Projects Funds
 June 30, 2011

	Permanent Improvement	Building	Classroom Facilities	SchoolNet Plus
Assets:				
Equity in Pooled Cash and Investments	\$12,631	\$1,646,462	\$127,054	\$0
Cash and Cash Equivalents with Fiscal Agent	0	224,455	0	0
Receivables:				
Taxes	657,389	0	0	0
Accounts	0	106,606	0	0
Interfund	0	0	0	8,619
Total Assets	<u>670,020</u>	<u>1,977,523</u>	<u>127,054</u>	<u>8,619</u>
Liabilities and Fund Balances:				
Liabilities:				
Retainage Payable	0	224,455	0	0
Contracts Payable	0	131,231	0	0
Interfund Payable	0	392,776	45,917	0
Deferred Revenue	617,849	0	0	0
Total Liabilities	<u>617,849</u>	<u>748,462</u>	<u>45,917</u>	<u>0</u>
Fund Balances:				
Restricted	52,171	1,229,061	81,137	0
Committed	0	0	0	8,619
Total Fund Balances	<u>52,171</u>	<u>1,229,061</u>	<u>81,137</u>	<u>8,619</u>
Total Liabilities and Fund Balances	<u>\$670,020</u>	<u>\$1,977,523</u>	<u>\$127,054</u>	<u>\$8,619</u>

<u> <u>Total</u> <u>Nonmajor</u> <u>Capital Projects</u> <u>Funds</u> </u>
\$1,786,147 224,455 657,389 106,606 8,619
<u>2,783,216</u>

224,455 131,231 438,693 617,849
<u>1,412,228</u>

1,362,369 8,619
<u>1,370,988</u>

1,370,988
<u> <u>\$2,783,216</u> </u>

Trotwood-Madison City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2011

	Permanent Improvement	Building	Classroom Facilities	SchoolNet Plus
Revenues:				
Taxes	\$503,224	\$0	\$0	\$0
Investment Earnings	0	2,303	\$0	0
Intergovernmental	85,743	0	0	0
Other Revenues	0	106,606	0	0
Total Revenues	588,967	108,909	0	0
Expenditures:				
Current:				
Support Services:				
Fiscal	8,780	747	0	0
Central	219,426	0	0	0
Capital Outlay	0	2,536,794	1,075,794	0
Debt Service:				
Principal Retirement	215,000	0	0	0
Interest and Fiscal Charges	420,983	0	0	0
Total Expenditures	864,189	2,537,541	1,075,794	0
Excess of Revenues Over (Under) Expenditures	(275,222)	(2,428,632)	(1,075,794)	0
Other Financing Sources (Uses):				
Transfers In	225,731	0	0	0
Total Other Financing Sources (Uses)	225,731	0	0	0
Net Change in Fund Balance	(49,491)	(2,428,632)	(1,075,794)	0
Fund Balance Beginning of Year	101,662	3,657,693	1,156,931	8,619
Fund Balance End of Year	\$52,171	\$1,229,061	\$81,137	\$8,619

<u> <u> Total Nonmajor Capital Projects Funds </u> </u>
\$503,224 2,303 85,743 <u>106,606</u>
<u>697,876</u>
 9,527 219,426 3,612,588 215,000 <u>420,983</u>
<u>4,477,524</u>
<u>(3,779,648)</u>
 <u>225,731</u>
<u>225,731</u>
(3,553,917)
<u>4,924,905</u>
<u><u>\$1,370,988</u></u>

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Permanent Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$626,120	\$565,316	(\$60,804)
Intergovernmental	94,965	85,743	(9,222)
Total Revenues	<u>721,085</u>	<u>651,059</u>	<u>(70,026)</u>
Expenditures:			
Current:			
Instruction:			
Support Services:			
Fiscal	8,780	8,780	0
Central	219,426	219,426	0
Debt Service:			
Principal Retirement	215,000	215,000	0
Interest and Fiscal Charges	420,983	420,983	0
Total Expenditures	<u>864,189</u>	<u>864,189</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(143,104)</u>	<u>(213,130)</u>	<u>(70,026)</u>
Other Financing Sources (Uses):			
Transfers In	250,010	225,731	(24,279)
Total Other Financing Sources (Uses)	<u>250,010</u>	<u>225,731</u>	<u>(24,279)</u>
Net Change in Fund Balance	106,906	12,601	(94,305)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>25</u>	<u>25</u>	<u>0</u>
Fund Balance End of Year	<u>\$106,931</u>	<u>\$12,626</u>	<u>(\$94,305)</u>

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Building Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$1,349	\$2,303	\$954
Total Revenues	1,349	2,303	954
Expenditures:			
Current:			
Support Services:			
Fiscal	517	747	(230)
Capital Outlay	3,107,291	4,489,568	(1,382,277)
Total Expenditures	3,107,808	4,490,315	(1,382,507)
Excess of Revenues Over (Under) Expenditures	(3,106,459)	(4,488,012)	(1,381,553)
Other Financing Sources (Uses):			
Advances In	230,156	392,776	162,620
Transfers In	1,834,126	3,130,049	1,295,923
Transfers (Out)	(2,166,349)	(3,130,049)	(963,700)
Total Other Financing Sources (Uses)	(102,067)	392,776	494,843
Net Change in Fund Balance	(3,208,526)	(4,095,236)	(886,710)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	4,163,176	4,163,176	0
Fund Balance End of Year	\$954,650	\$67,940	(\$886,710)

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Classroom Facilities Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Capital Outlay	2,118,704	1,510,686	608,018
Total Expenditures	2,118,704	1,510,686	608,018
Excess of Revenues Over (Under) Expenditures	(2,118,704)	(1,510,686)	608,018
Other Financing Sources (Uses):			
Advances (Out)	(3,212,265)	(2,290,421)	921,844
Transfers In	4,814,795	127,832	(4,686,963)
Transfers (Out)	(179,282)	(127,832)	51,450
Total Other Financing Sources (Uses)	1,423,248	(2,290,421)	(3,713,669)
Net Change in Fund Balance	(695,456)	(3,801,107)	(3,105,651)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	3,801,107	3,801,107	0
Fund Balance End of Year	\$3,105,651	\$0	(\$3,105,651)

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2011

	SchoolNet Plus Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Support Services:			
Operations and Maintenance	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

OTHER GENERAL FUNDS

With the implementation of GASB Statement No. 54, certain funds that the District prepares legally adopted budgets for no longer meet the definition to be reported as Special Revenue funds and have been included with the General Fund in the governmental fund financial statements. The District has only presented the budget schedules for these funds.

Fund Descriptions

Public School - To account for specific local revenue sources (other than taxes) generated by individual school buildings (i.e. sales of pictures, profits from vending machines, etc.). Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs.

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

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2011

	Public School Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$4,415	\$12,484	\$8,069
Other Revenues	10,295	29,106	18,811
Total Revenues	14,710	41,590	26,880
Expenditures:			
Current:			
Support Services:			
Extracurricular Activities	40,678	40,601	77
Total Expenditures	40,678	40,601	77
Excess of Revenues Over (Under) Expenditures	(25,968)	989	26,957
Other Financing Sources (Uses):			
Transfers In	290	820	530
Transfers (Out)	(822)	(820)	2
Total Other Financing Sources (Uses)	(532)	0	532
Net Change in Fund Balance	(26,500)	989	27,489
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	17,176	17,176	0
Fund Balance End of Year	(\$9,324)	\$18,165	\$27,489

(1) This fund is combined with the General fund in GAAP Statements.

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2011

	Uniform School Supply Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$41,378	\$35,477	(\$5,901)
Total Revenues	41,378	35,477	(5,901)
Expenditures:			
Current:			
Instruction:			
Regular	57,448	57,448	0
Total Expenditures	57,448	57,448	0
Excess of Revenues Over (Under) Expenditures	(16,070)	(21,971)	(5,901)
Other Financing Sources (Uses):			
Transfers In	4,759	4,080	(679)
Total Other Financing Sources (Uses)	4,759	4,080	(679)
Net Change in Fund Balance	(11,311)	(17,891)	(6,580)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	17,891	17,891	0
Fund Balance End of Year	\$6,580	\$0	(\$6,580)

(1) This fund is combined with the General fund in GAAP Statements.

NONMAJOR FUNDS

Fiduciary fund

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

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

Trotwood-Madison City School District, Ohio
Statement of Changes In Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2011

	Student Managed Activity			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$12,430	\$21,157	\$19,998	\$13,589
Receivables:				
Accounts	0	0	0	0
Interest	0	0	0	0
Total Assets	<u>12,430</u>	<u>21,157</u>	<u>19,998</u>	<u>13,589</u>
Liabilities:				
Accounts Payable	40	0	40	0
Other Liabilities	12,390	21,157	19,958	13,589
Total Liabilities	<u>\$12,430</u>	<u>\$21,157</u>	<u>\$19,998</u>	<u>\$13,589</u>

STATISTICAL SECTION



STATISTICAL SECTION

This part of the City'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 City's overall financial health.

Contents

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

Revenue Capacity: These schedules contain information to help the reader understand and assess the City's most significant local revenue source, the income tax.

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

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

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

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

Trotwood-Madison City School District, Ohio
 Net Assets by Component,
 Last Nine Fiscal Years (1)
 (accrual basis of accounting)
 Schedule 1

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental Activities									
Invested in Capital Assets, Net of Related Debt	\$6,737,050	\$4,698,472	\$4,513,018	\$9,169,596	\$35,274,560	\$44,655,421	\$46,084,114	\$46,183,631	\$47,162,494
Restricted	3,213,449	5,254,994	5,673,721	20,923,955	19,550,170	12,073,911	11,746,533	9,866,666	5,545,426
Unrestricted	1,090,984	5,197,491	7,668,199	6,161,391	5,530,058	8,058,773	8,924,834	9,894,404	13,231,618
Total Government Net Assets	\$11,041,483	\$15,150,957	\$17,854,938	\$36,254,942	\$60,354,788	\$64,788,105	\$66,755,481	\$65,944,701	\$65,939,538

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

Source: District Records

Trotwood-Madison City School District, Ohio
 Expenses, Program Revenues and Net (Expense)/Revenue
 Last Nine Fiscal Years (1)
 (accrual basis of accounting)
 Schedule 2

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses									
Governmental Activities:									
Instruction	\$19,239,136	\$21,250,122	\$21,254,126	\$23,303,921	\$24,569,828	\$22,573,358	\$21,929,116	\$25,525,700	\$23,224,691
Pupil	1,407,173	1,474,997	1,792,572	2,054,086	2,040,797	2,149,688	2,181,503	2,202,523	2,279,513
Instructional Staff	1,899,162	1,873,503	2,566,856	3,166,312	2,567,820	2,521,436	1,985,900	2,100,439	1,515,477
General Administration	118,082	47,559	39,136	47,089	54,453	50,283	43,159	50,415	42,389
School Administration	2,471,413	2,567,107	2,702,760	2,835,488	2,750,758	2,626,744	2,870,747	2,490,069	2,666,021
Business and Fiscal	876,610	1,108,488	939,295	1,282,457	1,733,529	1,195,904	1,245,113	1,199,030	1,164,298
Operation and Maintenance	2,229,176	2,488,552	2,566,632	3,002,859	3,025,115	3,442,287	3,207,201	3,328,545	3,093,825
Pupil Transportation	1,300,394	1,599,259	1,772,666	1,718,554	1,589,563	1,636,690	1,491,989	1,577,957	1,477,769
Central	762,348	888,264	1,760,909	1,955,050	1,405,039	1,393,523	1,466,763	1,804,892	1,326,745
Operation of Non-Instructional Services	153,418	1,899,807	1,901,656	1,846,835	2,021,177	1,692,701	1,976,438	2,025,736	1,966,476
Extracurricular Activities	495,499	664,663	649,110	640,491	633,568	512,227	532,961	572,475	536,277
Interest and Fiscal Charges	1,085,459	1,828,252	2,027,662	2,122,582	2,589,266	2,004,512	2,060,339	2,061,942	2,087,456
Total Government Expenses	32,037,870	37,690,573	39,973,380	43,975,724	44,980,913	41,799,353	40,991,229	44,939,723	41,380,937
Program Revenues									
Governmental Activities:									
Charges for Services:									
Instruction	322,933	439,380	497,567	388,807	335,259	418,618	836,903	366,210	404,323
Pupil	2,463	649	0	0	2,854	0	0	0	0
Instructional Staff	350	93	0	0	8,602	0	0	0	0
School Administration	3,356	15,389	99,644	185,082	265,487	106,902	126,760	103,451	121,603
Fiscal	0	0	0	0	0	0	0	78	0
Operations and Maintenance	11,024	1,601	1,248	23,058	0	0	22,080	15,155	24,810
Pupil Transportation	72,454	0	0	0	0	0	0	0	0
Operation of Non-Instructional Services	0	497,182	0	458,829	397,324	403,329	334,282	197,948	156,201
Extracurricular Activities	112,438	138,622	76,025	76,104	107,602	38,134	17,924	21,875	32,714
Operating Grants and Contributions	5,574,064	7,237,406	5,120,360	9,308,685	8,844,269	9,282,284	8,869,440	9,442,560	9,116,882
Capital Grants and Contributions	0	26,165	1,750,966	22,314,973	23,812,365	1,954,673	39,582	0	0
Total Government Revenues	6,099,082	8,356,487	7,545,810	32,755,538	33,773,762	12,203,940	10,246,971	10,147,277	9,856,533
Net (Expense)/Revenue	(\$25,938,788)	(\$29,334,086)	(\$32,427,570)	(\$11,220,186)	(\$11,207,151)	(\$29,595,413)	(\$30,744,258)	(\$34,792,446)	(\$31,524,404)

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

Source: District Records

Trotwood-Madison City School District, Ohio
 General Revenues and Total Change in Net Assets,
 Last Nine Fiscal Years (1)
 (accrual basis of accounting)
 Schedule 3

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	
Net (Expense)/Revenue	(\$25,938,788)	(\$29,334,086)	(\$32,427,570)	(\$11,220,186)	(\$11,207,151)	(\$29,595,413)	(\$30,744,258)	(\$34,792,446)	(\$31,524,404)	
General Revenues and Other Changes in Net Assets										
Governmental Activities:										
Property Taxes										
Property Taxes Levied for General Purposes	10,733,352	10,404,898	9,352,390	9,472,597	9,816,223	9,440,052	8,779,118	9,061,543	8,491,828	
Property Taxes Levied for Special Revenue Purposes	0	0	0	232,700	126,558	122,421	113,835	125,002	521,176	
Property Taxes Levied for Debt Service Purposes	1,546,904	2,321,932	2,089,660	2,156,926	2,241,294	2,140,012	1,989,514	2,034,414	1,570,381	
Property Taxes Levied for Capital Projects Purposes	757,194	723,340	652,540	639,349	643,872	614,554	571,444	661,417	392,297	
Grants and Entitlements Not Restricted to Specific Programs	16,418,135	18,862,095	19,932,305	19,005,150	20,559,179	20,930,858	20,313,225	21,343,328	20,907,721	
Revenue in Lieu of Taxes	0	0	0	0	21,000	50,068	50,704	55,770	55,770	
Investment Earnings	866,183	655,825	2,067,063	443,894	1,434,501	850,510	260,220	51,592	22,071	
Unrestricted Contributions	0	0	0	985	20,707	0	0	0	0	
Other Revenues	566,453	727,282	1,037,593	115,406	443,663	353,159	633,574	648,600	430,492	
Total Governmental Activities	30,888,221	33,695,372	35,131,551	32,067,007	35,306,997	34,501,634	32,711,634	33,981,666	32,391,736	
Change in Net Assets	\$4,949,433	\$4,361,286	\$2,703,981	\$20,846,821	\$24,099,846	\$4,906,221	\$1,967,376	(\$810,780)	\$867,332	

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

Source: District Records

Trotwood-Madison City School District, Ohio
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Schedule 4

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Fund										
Reserved	\$1,354,748	\$1,010,303	\$713,517	\$1,196,084	\$1,107,565	\$825,822	\$1,156,963	\$623,364	\$625,396	\$0
Unreserved	1,332,783	2,526,726	4,479,415	5,455,335	4,411,577	4,428,343	5,742,007	7,108,640	8,184,551	0
Unassigned										12,428,172
Total General Fund	2,687,531	3,537,029	5,192,932	6,651,419	5,519,142	5,254,165	6,898,970	7,732,004	8,809,947	12,428,172
All Other Governmental Funds										
Reserved	0	400,193	334,670	2,190,254	10,257,922	8,373,535	1,653,678	1,347,438	4,129,933	0
Unreserved, Reported in:										
Capital Project Funds	19,252	33,294,871	31,805,045	12,265,489	14,305,618	8,366,343	6,965,330	6,579,045	1,038,865	0
Debt Service Funds	0	401,810	568,931	681,420	849,564	1,068,768	1,470,348	2,096,837	2,426,392	0
Special Revenue Funds	(45,440)	(1,332,398)	(476,493)	(552,326)	499,822	772,789	669,968	298,725	521,468	0
Nonspendable										16,046
Restricted										5,658,044
Committed										8,619
Unassigned										(200,846)
Total All Other Governmental Funds	(\$26,188)	\$32,764,476	\$32,232,153	\$14,584,837	\$25,912,926	\$18,581,435	\$10,759,324	\$10,322,045	\$8,116,658	\$5,481,863

Source: District Records

Trotwood-Madison City School District, Ohio
 Governmental Funds Revenues,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 5

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues:										
Taxes	\$9,525,767	\$10,983,365	\$12,272,287	\$13,112,188	\$13,002,537	\$13,135,821	\$12,289,706	\$10,790,388	\$11,250,188	\$11,110,044
Revenue in Lieu of Taxes	0	0	0	0	0	0	0	50,704	55,770	55,770
Tuition and Fees	642,918	349,333	438,388	545,451	269,525	317,954	400,703	836,903	320,073	404,323
Investment Earnings	174,936	866,182	655,825	641,432	924,112	1,434,501	850,510	260,220	51,591	22,071
Intergovernmental	20,088,331	20,741,782	26,301,097	28,972,539	50,726,377	52,963,037	32,546,585	29,296,663	30,631,937	30,693,627
Extracurricular Activities	130,290	122,263	128,222	133,818	212,400	390,997	166,285	147,943	125,404	149,389
Charges for Services	0	0	524,705	0	458,829	397,324	382,401	331,023	244,085	161,129
Other Revenues	219,017	577,477	704,654	891,503	231,264	476,371	370,752	604,949	663,754	455,304
Total Revenues	\$30,781,259	\$33,640,402	\$41,025,178	\$44,296,931	\$65,825,044	\$69,116,005	\$47,006,942	\$42,318,793	\$43,342,802	\$43,051,657

Source: District Records

Trotwood-Madison City School District, Ohio
 Governmental Funds Expenditures and Debt Service Ratio,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 6

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Regular Instruction	\$11,408,565	\$11,143,502	\$11,669,388	\$12,498,772	\$16,916,648	\$16,975,408	\$16,401,807	\$16,037,204	\$16,745,607	\$15,473,510
Special Instruction	5,904,393	6,845,033	8,676,652	8,535,025	4,500,000	4,935,557	3,980,648	4,585,705	4,670,027	4,383,057
Vocational Instruction	114,182	73,277	68,498	8,128	0	0	0	0	0	0
Other Instruction	126,266	46,784	97,987	62,674	520,563	705,963	1,366,552	465,724	824,641	491,370
Pupil	1,396,115	1,513,542	1,434,751	1,762,939	2,066,939	1,987,776	2,280,378	2,267,017	2,202,682	2,284,745
Instructional Staff	2,189,437	2,053,022	1,821,391	2,570,799	3,096,595	2,662,647	2,514,420	1,970,368	2,094,894	1,542,735
General Administration	60,718	115,555	45,032	36,609	45,787	54,335	50,283	43,159	50,415	42,389
School Administration	2,722,191	2,533,275	2,471,079	2,688,950	2,682,576	2,633,351	2,573,388	2,596,684	2,358,583	2,523,369
Fiscal	521,839	684,529	864,654	703,508	1,044,601	1,479,668	939,716	801,436	623,377	668,293
Business	240,260	223,745	224,818	231,696	241,799	261,524	256,283	436,387	578,275	503,894
Operations and Maintenance	2,308,202	2,250,885	2,394,250	2,595,880	2,929,502	3,022,276	3,506,620	3,260,090	3,376,876	3,043,990
Pupil Transportation	1,505,163	1,320,799	1,532,190	1,700,623	1,718,858	1,579,059	1,794,266	1,498,248	1,491,018	1,518,679
Central	876,302	1,042,194	1,198,833	1,582,291	1,778,091	1,244,990	1,353,478	1,452,270	1,736,597	1,355,321
Operation of Non-Instructional Service	28,742	154,267	1,797,240	1,894,853	1,812,050	1,988,417	1,981,824	1,942,921	2,174,086	2,048,874
Extracurricular Activities	416,011	713,357	618,822	607,482	627,603	609,521	508,059	523,823	501,411	517,460
Capital Outlay	503,666	2,570,080	12,225,982	19,818,735	12,718,076	32,549,109	10,182,158	1,638,343	2,573,793	3,691,599
Debt Service:										
Principal Retirement	1,008,459	371,500	950,950	989,500	949,500	500,875	815,000	665,000	740,000	790,000
Interest and Fiscal Charges	179,259	941,827	1,832,630	1,953,797	2,032,252	2,481,773	1,729,368	1,754,000	1,724,964	1,697,442
Bond Issuance Costs	0	0	0	0	0	0	296,586	0	0	0
Total Expenditures	\$31,509,770	\$34,597,173	\$49,925,147	\$60,242,261	\$55,681,440	\$75,672,249	\$52,530,834	\$41,938,379	\$44,467,246	\$42,576,727

Debt Service as a Percentage of
 Noncapital Expenditures 3.85% 4.14% 7.49% 7.28% 6.95% 6.92% 7.48% 6.48% 5.95% 6.46%

Source: District Records

Trotwood-Madison City School District, Ohio
 Other Financing Sources and Uses and Net Change in Fund Balances,
 Governmental Funds,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 7

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Other Financing Sources (Uses):										
Issuance of Long Term Debt	\$0	\$35,000,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Issuance of Notes	0	0	0	0	0	0	0	0	0	0
Issuance of Capital Leases	371,450	0	0	0	0	0	0	0	0	500,000
Issuance of Refunding Certificate of Participation	0	0	0	0	0	0	10,000,000	0	0	0
Payments to Refunding Bond Escrow Agent	0	0	0	0	0	0	(9,796,000)	0	0	0
Premium on Refunding Bonds	0	0	0	0	0	0	92,586	0	0	0
Proceeds from the Sale of Capital Assets	883	0	594	549	52,207	0	0	15,341	0	5,500
Transfers In	315,650	35,185,398	215,000	320,277	205,809	561,051	227,513	332,573	448,118	527,272
Transfers (Out)	(635,650)	(35,734,286)	(215,000)	(320,277)	(205,809)	(1,601,275)	(1,177,513)	(332,573)	(448,118)	(527,272)
Total Other Financing Sources (Uses)	52,333	34,451,112	594	549	52,207	(1,040,224)	(653,414)	15,341	0	505,500
Net Change in Fund Balances	(\$676,178)	\$33,494,341	(\$8,899,375)	(\$15,944,781)	\$10,195,811	(\$7,596,468)	(\$6,177,306)	\$395,755	(\$1,124,444)	\$980,430

Source: District Records

Trotwood-Madison City School District, Ohio
 Assessed and Estimated Actual Value of Taxable Property
 Last Ten Collection (Calendar) Years (1)
 Schedule 8

Collection Year	Real Property Assessed Value	Tangible Personal Property Assessed Value (2)	Public Utilities Personal Assessed Value	Total Assessed Value	Total Estimated Actual Value	Total Direct Rate
2001	\$220,430,720	\$24,947,808	\$13,390,910	\$258,769,438	\$744,810,232	52.91
2002	220,961,430	22,837,365	10,706,700	254,505,495	750,138,604	61.05
2003	252,118,370	20,069,465	10,870,750	283,058,585	828,534,150	60.85
2004	251,199,900	20,422,178	10,644,960	282,267,038	826,740,905	60.70
2005	251,503,910	19,182,894	10,647,830	281,334,634	822,659,739	60.06
2006	284,288,750	13,013,167	10,205,470	307,507,387	883,620,249	60.06
2007	282,842,600	7,900,867	7,921,430	298,664,897	891,672,323	60.06
2008	282,219,360	1,453,030	7,953,810	291,626,200	817,280,027	60.06
2009	274,457,540	226,430	7,852,180	282,536,150	808,858,826	60.06
2010	271,080,890	420,750	8,208,170	279,709,810	799,170,886	60.06

Source: Montgomery County Auditor

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

(2) - House Bill 66 phased out tangible personal property with the last collection during 2010.

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

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

Trotwood-Madison City School District, Ohio
 Direct and Overlapping Property Tax Rates
 Last Ten Calendar Years
 Schedule 9

Calendar Year	District Direct Rates				Overlapping Rates					
	General Purpose	Debt	Capital Purpose	Classroom Facilities	Total	Montgomery County	City of Trotwood	City of Dayton	Library	MVCTC
2001	49.76	0.00	3.15	0.00	52.91	17.24	17.39	10.00	0.26	2.58
2002	49.29	8.61	3.15	0.00	61.05	17.24	17.39	10.00	0.26	2.58
2003	49.09	8.61	3.15	0.00	60.85	18.24	17.39	10.00	0.26	2.58
2004	48.94	8.61	3.15	0.00	60.70	18.24	17.39	10.00	1.25	2.58
2005	48.94	8.11	2.51	0.50	60.06	18.24	17.39	10.00	1.25	2.58
2006	48.94	8.11	2.51	0.50	60.06	18.24	17.39	10.00	1.25	2.58
2007	48.94	8.11	2.51	0.50	60.06	20.24	17.39	10.00	1.25	2.58
2008	48.94	8.11	2.51	0.50	60.06	20.94	16.65	10.00	1.25	2.58
2009	48.94	8.11	2.51	0.50	60.06	20.94	19.65	10.00	1.75	2.58
2010	48.94	8.11	2.51	0.50	60.06	20.94	19.65	10.00	1.75	2.58

Source: Montgomery County Auditor

Trotwood-Madison City School District, Ohio
Principal Property Tax Payers
Current Year and Five Years Ago (1)
Schedule 10

Taxpayer	2010	
	Tangible Personal & Real Property	Percentage of Total Assessed Value
Dayton Power and Light Company	\$7,401,973	2.65%
Dayton Healthcare	5,001,379	1.79%
Salem Square Improvement, Inc.	4,337,681	1.55%
Corvus Trotwood LLC	4,136,301	1.48%
Woodland Hills Associates, LLC	2,842,263	1.02%
Westbrooke Village	2,264,441	0.81%
Shiloh Springs, LP	2,003,433	0.72%
Belle Meadows Associates	1,904,108	0.68%
Vectren Energy Delivery of Ohio, Inc.	1,659,573	0.59%
Dayton Hudson Corp	1,555,075	0.56%
Total Principal Taxpayers	33,106,227	11.84%
All Other Taxpayers	246,603,583	88.16%
Total All Taxpayers	\$279,709,810	100.00%

Taxpayer	2005 (2)	
	Tangible Personal & Real Property	Percentage of Total Assessed Value
Dayton Power and Light Company	\$16,438,750	5.35%
Ohio Bell Telephone Co.	8,567,360	2.79%
Cross Pointe Associates, Inc.	8,052,120	2.62%
Miller Farm Apartments	7,790,470	2.53%
Voss Chevrolet, Inc.	6,636,970	2.16%
Washington Place Limited	6,506,070	2.12%
Streetplacechase Advisors	5,220,870	1.69%
CVS Partnerships	4,593,100	1.49%
Bob Ross Buick, Inc.	4,406,480	1.43%
Chesapeake Landing	3,953,350	1.29%
Total Principal Taxpayers	72,165,540	23.47%
All Other Taxpayers	209,169,094	76.53%
Total All Taxpayers	\$281,334,634	100.00%

Source: Montgomery County Auditor

(1) - Current and five years ago information only available

(2) - Denotes calendar year

Trotwood-Madison City School District, Ohio
Property Tax Levies and Collections
Last Ten Calendar Years
Schedule 11

Calendar Year	Taxes Levied for the Calendar Year (1)	Collected within the Calendar Year of the Levy		Delq. Collections in Subsequent Years	Total Collections to Date	
		Amount (2)	Percentage of Levy		Amount	Percentage of Levy
2001	\$10,939,132	\$9,775,364	89.36%	\$452,314	\$10,227,677	93.50%
2002	14,314,900	12,995,093	90.78%	922,714	13,917,807	97.23%
2003	14,024,868	12,898,028	91.97%	1,056,220	13,954,248	99.50%
2004	14,046,517	12,879,481	91.69%	1,129,154	14,008,635	99.73%
2005	14,324,332	12,706,185	88.70%	1,618,147	14,324,332	100.00%
2006	14,364,018	12,707,523	88.47%	1,165,007	13,872,530	96.58%
2007	14,434,277	12,707,523	88.04%	1,165,007	13,872,530	96.11%
2008	13,890,562	12,104,724	87.14%	1,008,878	13,113,602	94.41%
2009	13,429,251	11,435,010	85.15%	1,111,064	12,546,074	93.42%
2010	13,838,299	11,985,759	86.61%	977,038	12,962,797	93.67%

Source: Montgomery County Auditor

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

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

Trotwood-Madison City School District, Ohio
 Outstanding Debt by Type,
 Last Ten Fiscal Years
 Schedule 12

Fiscal Year	Governmental Activities			Total Primary Government	Ratio of General Bonded Debt to Estimated Actual Value (1)	Percentage of Personal Income (2)	Per Capita
	General Obligation Bonds and Notes	Capital Leases	Tax Anticipation Notes				
2002	\$969,875	\$0	\$770,000	\$1,739,875	0.23%	0.01%	\$58
2003	35,728,375	111,450	590,000	36,429,825	4.86%	0.22%	1,198
2004	35,017,827	10,129,000	400,000	45,546,827	5.50%	0.27%	1,480
2005	34,191,565	10,046,000	205,000	44,442,565	5.38%	0.25%	1,399
2006	33,439,429	9,943,000	0	43,382,429	5.27%	0.25%	1,350
2007	33,196,531	9,796,000	0	42,992,531	4.87%	0.24%	1,277
2008	33,754,042	9,919,279	0	43,673,321	4.90%	0.23%	1,257
2009	33,539,143	9,720,972	0	43,260,115	5.29%	0.22%	1,201
2010	33,316,488	9,512,665	0	42,829,153	5.30%	N/A	N/A
2011	33,106,709	9,794,358	0	42,901,067	5.37%	N/A	N/A

Source: District Records

N/A - Information not available

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2011 is calendar year 2010)

(2) - On the calendar year basis

Trotwood-Madison City School District, Ohio
Direct and Overlapping Governmental Activities Debt
As of June 30, 2011
Schedule 13

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Overlapping Debt:			
Montgomery County	\$4,660,980	2.75%	\$128,177
City of Clayton	2,504,999	2.60%	65,130
City of Dayton	36,985,000	0.48%	177,528
City of Trotwood	12,500,000	80.65%	10,081,250
Miami Valley Career Joint Vocational School District	6,655,000	4.05%	269,528
Miami Valley Regional Transit Authority Misc	1,795,000	2.75%	49,363
Subtotal, Overlapping Debt	65,100,979		10,770,975
District Direct Debt	30,584,987	100.00%	30,584,987
Total Direct and Overlapping Debt	\$95,685,966		\$41,355,962

Source: Ohio Municipal Advisory Council

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

Trotwood-Madison City School District, Ohio
 Legal Debt Margin Information,
 Last Ten Fiscal Years
 Schedule 14

Legal Debt Margin Calculation for Fiscal Year 2011

Assessed value (1)	\$279,709,810
Debt limit (9% of assessed value)	25,173,883
Debt applicable to limit	30,584,987
Legal debt margin	<u><u>(\$5,411,104)</u></u>

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt Limit	\$23,289,249	\$22,905,495	\$25,475,273	\$25,404,033	\$25,320,117	\$27,675,665	\$26,879,841	\$26,246,358	\$25,428,254	\$25,173,883
Total Net Debt Applicable to Limit	35,641,000	35,000,000	34,813,000	34,006,500	33,160,000	32,809,987	32,164,987	31,694,987	31,159,987	30,584,987
Legal Debt Margin	<u><u>\$22,567,672</u></u>	<u><u>(\$12,351,751)</u></u>	<u><u>(\$12,094,505)</u></u>	<u><u>(\$9,337,727)</u></u>	<u><u>(\$8,602,467)</u></u>	<u><u>(\$7,839,883)</u></u>	<u><u>(\$5,285,146)</u></u>	<u><u>(\$5,448,629)</u></u>	<u><u>(\$5,731,734)</u></u>	<u><u>(\$5,411,104)</u></u>

Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	153.04%	152.80%	136.65%	133.86%	130.96%	118.55%	119.66%	120.76%	122.54%	121.49%
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Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2011 is calendar year 2010)

Trotwood-Madison City School District, Ohio
 Demographic and Economic Statistics
 Last Ten Calendar Years
 Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2001	27,420	\$16,563,468	\$29,827	4.0%
2002	27,420	16,810,295	30,404	4.3%
2003	27,070	16,984,405	30,784	4.3%
2004	27,070	17,461,179	31,773	4.3%
2005	27,070	17,531,793	32,133	6.1%
2006	27,070	18,219,910	33,658	6.0%
2007	27,070	18,677,485	34,732	6.2%
2008	27,070	19,266,895	36,020	7.4%
2009	27,070	18,995,875	35,669	11.4%
2010	24,431	N/A	N/A	11.1%

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

Trotwood-Madison City School District, Ohio
 Major Employers (1)
 Current Fiscal Year and Fiscal Period Three Years Ago (2)
 Schedule 16

2011

Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
Behr Dayton Thermal Products, LLC	Mfg	(4)	(5)
Dayton City Schools	Govt	(4)	(5)
DPL, Inc./Dayton Power & Light Co.	Util	(4)	(5)
Dmax Ltd	Mfg	(4)	(5)
Kettering Medical Center	Serv	(4)	(5)
PNC Financial Services Corp	Fin	(4)	(5)
Premier Health Partners, Inc.	Serv	(4)	(5)
Reed Elsevier LexisNexis	Serv	(4)	(5)
Reynolds & Reynolds Co., Inc.	Mfg	(4)	(5)
University of Dayton	Serv	(4)	(5)
U.S. Federal Government	Govt	(4)	(5)

2008

Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Population
Behr Dayton Thermal Products, LLC	Mfg	(4)	(5)
Dayton City Board of Education	Govt	(4)	(5)
DPL, Inc./Dayton Power & Light Co.	Util	(4)	(5)
General Motors Corp.	Mfg	(4)	(5)
Kettering Medical Center	Health	(4)	(5)
NCR Corp.	Mfg	(4)	(5)
Premier Health Partners, Inc.	Health	(4)	(5)
Reed Elsevier LexisNexis	Pub	(4)	(5)
Reynolds & Reynolds Co., Inc.	Mfg	(4)	(5)
University of Dayton	Edu	(4)	(5)
U.S. Federal Government	Govt	(4)	(5)

Source: Ohio Department of Development

(1) - For all of Montgomery County

(2) - Only current fiscal year and fiscal period three year ago information available. Information for fiscal period nine years ago not available.

(3) - Includes at minimum the ten largest employers for the county. In alphabetical order only.

(4) - The number of employees of each listed major employer was not available.

(5) - The employer's percentage of total employment for each major employer was not available.

Trotwood-Madison City School District, Ohio
 Full-Time Equivalent District Employees by Type
 Last Ten Fiscal Years
 Schedule 17

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Official/Administrative										
Admin. Assistant	1.00	0.00	1.00	1.00	2.00	3.00	3.00	3.00	4.00	0.00
Assist. Deputy/Assoc. Superintendent	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0.00
Assist. Principal	3.00	5.00	5.00	3.00	3.00	3.00	4.00	5.00	4.80	3.00
Principals	9.00	12.00	7.00	8.00	7.00	6.00	5.00	5.00	3.97	5.00
Superintendent	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Supervising/Managing/Directing	8.00	9.00	5.00	4.00	3.35	4.00	4.00	3.00	5.23	1.00
Treasurer	2.00	2.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Coordinator	7.00	6.00	7.00	5.00	6.85	7.00	6.00	4.00	3.80	0.00
Director	0.00	0.00	4.00	3.00	3.00	2.00	3.00	3.00	3.00	3.00
Other Official/Administrative	1.00	1.00	1.00	1.00	1.00	1.00	1.00	2.00	0.00	0.00
Total Official/Administrative	33.00	37.00	33.00	28.00	29.20	29.00	29.00	28.00	27.80	14.00
Professional - Educational										
Curriculum Specialist	4.00	4.00	6.00	9.00	8.00	5.00	2.00	1.00	1.00	2.00
Counseling	7.00	5.00	3.00	5.00	5.00	5.00	6.00	6.00	5.00	6.00
Librarian/Media	3.00	3.00	2.00	2.00	2.00	2.00	2.00	2.00	1.86	2.00
Remedial Specialist	0.00	0.00	5.48	3.48	0.34	0.34	0.46	0.28	0.28	0.00
Regular Teaching	204.48	198.47	157.00	148.00	126.18	137.00	132.00	147.00	145.34	169.00
Special Education Teaching	33.00	28.00	7.00	6.00	12.63	10.28	9.60	10.10	12.02	10.00
Vocational Education Teaching	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.00	1.00	0.00
Tutor/Small Group Instructor	11.96	10.20	5.00	5.00	2.36	2.00	0.63	1.37	0.55	1.00
Educ. Service Personnel Teacher	10.00	14.00	8.00	16.00	15.10	16.20	12.06	0.00	0.00	0.00
Suppl. Service Teacher (Spec. Ed.)	0.00	0.00	26.00	25.00	25.85	27.77	26.00	17.00	15.75	0.00
Permanent Substitute	0.00	0.00	2.00	2.00	1.00	0.00	0.00	0.00	0.00	0.00
Other Professional	0.00	0.00	5.00	21.00	24.00	18.00	17.00	21.55	23.38	4.00
Total Professional - Education	273.44	262.67	226.48	242.48	222.46	223.59	207.75	207.30	206.18	194.00
Professional - Other										
Audiologist	0.00	0.00	0.00	0.00	0.27	0.06	0.00	0.00	0.00	0.00
Auditing	0.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Personnel	1.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Psychologist	4.00	5.00	5.00	5.00	5.00	7.00	8.00	4.00	4.00	4.00
Publicity Relations	1.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Social Work	0.00	0.00	0.00	0.00	0.00	1.00	3.00	3.00	2.00	2.00
Physical Therapist	0.00	0.00	0.00	0.00	0.35	0.00	0.00	0.65	0.65	1.00
Speech and Language Therapist	3.42	3.42	6.00	4.00	4.33	4.00	4.00	4.00	4.40	1.00
Occupational Therapist	0.00	0.00	0.00	0.00	1.13	0.00	0.00	1.23	1.23	4.00
Mobility Therapist	0.00	0.00	0.00	0.00	0.05	0.00	0.00	0.00	0.00	2.00
Educational Interpreter	1.00	1.00	2.00	2.00	1.00	1.00	1.00	1.00	0.00	0.00
Physical Therapy Assistant	0.00	0.00	0.00	0.00	0.12	0.00	0.00	0.00	0.00	0.00
Adapted Physical Education Therapist	0.00	0.00	0.00	0.00	0.18	0.00	0.00	0.00	0.00	0.00
Total Professional - Other	10.42	12.42	13.00	11.00	12.43	13.06	16.00	13.88	12.28	14.00
Technical										
Computer Operating	2.00	2.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Practical Nursing	0.00	0.00	0.00	1.00	1.00	0.00	4.00	0.00	0.00	0.00
Library Aide	6.00	5.00	5.00	5.00	5.00	4.00	4.00	2.00	2.00	2.00
Instructional Paraprofessional	0.00	0.00	0.00	0.00	0.00	28.00	33.00	33.00	35.00	28.00
Other Technical	0.00	0.00	0.00	11.00	11.00	0.00	0.00	3.00	4.00	4.00
Total Technical	8.00	7.00	5.00	17.00	17.00	32.00	41.00	38.00	41.00	34.00

Source: State Department of Education

Trotwood-Madison City School District, Ohio
 Full-Time Equivalent District Employees by Type
 Last Ten Fiscal Years
 Schedule 17 (Continued)

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Office/Clerical										
Bookkeeping	2.00	2.00	1.00	1.00	1.00	1.00	1.00	2.00	0.00	1.00
Clerical	32.00	33.00	30.00	31.00	30.00	29.00	27.00	21.00	20.00	17.00
Messenger	1.00	0.00	0.00	0.00	0.00	0.00	0.00	1.00	1.00	1.00
Teaching Aide	51.00	56.00	52.00	37.00	34.00	37.52	4.00	6.00	3.00	3.00
Telephone Operator	1.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Office/Clerical	1.00	0.00	2.00	0.00	0.00	0.00	0.00	0.00	1.00	3.00
Total Office/Clerical	<u>88.00</u>	<u>92.00</u>	<u>85.00</u>	<u>69.00</u>	<u>65.00</u>	<u>67.52</u>	<u>32.00</u>	<u>30.00</u>	<u>25.00</u>	<u>25.00</u>
Crafts and Trades										
General Maintenance	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Mechanic	2.00	2.00	2.00	2.00	2.00	2.00	2.00	3.00	3.00	3.00
Total Crafts and Trades	<u>4.00</u>	<u>5.00</u>	<u>5.00</u>	<u>5.00</u>	<u>5.00</u>	<u>5.00</u>	<u>5.00</u>	<u>6.00</u>	<u>6.00</u>	<u>6.00</u>
Operative										
Vehicle Operator (buses)	36.67	30.42	24.42	29.75	28.75	25.75	19.75	23.75	22.00	23.00
Total Operative	<u>36.67</u>	<u>30.42</u>	<u>24.42</u>	<u>29.75</u>	<u>28.75</u>	<u>25.75</u>	<u>19.75</u>	<u>23.75</u>	<u>22.00</u>	<u>23.00</u>
Extracurricular/Intracurricular Activities										
Advisor	0.00	2.00	2.00	1.00	0.00	0.00	0.00	0.00	0.00	1.00
Coaching	0.00	22.00	22.00	12.00	0.00	0.00	0.00	0.00	0.00	1.00
Athletic Trainer	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Extra/Intra - Curricular Activities	0.00	7.50	4.50	3.50	0.00	0.00	0.00	0.00	0.00	2.00
Total Extracurricular/Intracurricular A	<u>1.00</u>	<u>31.50</u>	<u>28.50</u>	<u>16.50</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>4.00</u>
Service Work/Laborer										
Attendance Officer	2.00	2.00	1.00	3.00	2.00	2.00	2.00	2.00	2.00	2.00
Custodian	29.00	27.00	27.00	25.00	26.00	25.00	26.00	23.00	23.00	20.00
Food Service	22.00	28.80	29.80	24.80	24.80	22.80	20.80	20.05	22.70	29.00
Monitoring	4.00	6.00	4.00	3.00	7.00	5.00	6.00	7.00	7.00	7.00
Groundskeeping	1.00	1.00	1.00	1.00	1.00	2.00	2.00	2.00	1.00	1.00
Total Service Work/Laborer	<u>58.00</u>	<u>64.80</u>	<u>62.80</u>	<u>56.80</u>	<u>60.80</u>	<u>56.80</u>	<u>56.80</u>	<u>54.05</u>	<u>55.70</u>	<u>59.00</u>
Total Employees	<u>512.53</u>	<u>542.81</u>	<u>483.20</u>	<u>475.53</u>	<u>440.64</u>	<u>452.72</u>	<u>407.30</u>	<u>400.98</u>	<u>395.96</u>	<u>373.00</u>

Source: State Department of Education

Trotwood-Madison City School District, Ohio
 Operating Statistics
 Last Ten Fiscal Years
 Schedule 18

Fiscal Year	Enrollment	Operating Expenditure	Cost Per Pupil	Percentage Change	Expenses	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2002	3,854	\$30,322,052	\$7,958	-2.12%	N/A	N/A	N/A	247	15.6	40.10%
2003	3,676	33,283,846	7,781	-2.22%	\$32,037,870	N/A	N/A	239	15.4	28.30%
2004	3,466	47,141,567	8,465	8.79%	37,690,573	\$10,874	N/A	198	17.5	59.40%
2005	3,268	57,298,964	9,221	8.93%	39,973,380	12,232	12.48%	195	16.8	65.70%
2006	3,307	52,699,688	10,136	9.92%	43,975,724	13,298	8.72%	180	18.4	60.50%
2007	3,021	72,689,601	10,077	-0.58%	44,980,913	14,889	11.97%	180	16.8	81.51%
2008	3,061	49,689,880	11,411	13.24%	41,799,353	13,655	-8.29%	191	16.0	50.20%
2009	2,939	39,519,379	13,447	17.84%	40,991,229	13,947	2.14%	196	15.0	43.80%
2010	2,870	42,002,282	14,635	8.84%	44,939,723	15,658	12.27%	206	13.9	80.10%
2011	2,771	40,089,285	14,467	-1.14%	41,380,937	14,934	-4.63%	169	16.4	81.90%

Source: District Records

N/A - Information not available

Trotwood-Madison City School District, Ohio
 School Building Information
 Last Ten Fiscal Years
 Schedule 19

School	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Broadmoor Elementary										
Square Feet	35,282	35,282	35,282	35,282	35,282	35,282	N/A	N/A	N/A	N/A
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	320	300	344	304	422	389	N/A	N/A	N/A	N/A
Madison Park Elementary										
Square Feet	40,116	40,116	40,116	40,116	N/A	N/A	54,065	54,065	54,065	54,065
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	426	387	399	383	N/A	N/A	403	410	343	316
Olivehill Elementary										
Square Feet	32,975	32,975	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	255	228	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Shilohview Elementary										
Square Feet	41,530	41,530	41,530	41,530	41,530	41,530	N/A	N/A	N/A	N/A
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	422	388	365	343	353	318	N/A	N/A	N/A	N/A
Townview Elementary										
Square Feet	47,514	47,514	47,514	47,514	47,514	47,514	N/A	N/A	N/A	N/A
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	317	286	295	296	352	320	N/A	N/A	N/A	N/A
Westbrooke Village Elementary										
Square Feet	34,740	34,740	34,740	34,740	34,740	34,740	54,065	54,065	54,065	54,065
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	381	317	308	280	397	343	428	397	481	464
Early Learning Center										
Square Feet	N/A	N/A	N/A	N/A	N/A	N/A	66,456	66,456	66,456	66,456
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	N/A	N/A	N/A	N/A	N/A	N/A	426	427	427	427
Trotwood-Madison Middle School										
Square Feet	84,065	84,065	84,065	84,065	84,065	84,065	84,065	88,266	88,266	88,266
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	676	635	590	546	620	538	675	662	626	626
Trotwood-Madison High School										
Square Feet	200,086	200,086	200,086	200,086	235,823	235,823	235,823	235,823	235,823	235,823
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	1,026	1,099	1,135	1,087	1,163	1,103	1,078	1,043	993	938

Source: District Records

N/A - Information not available

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Dave Yost • Auditor of State

**TROTWOOD MADISON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
MARCH 08, 2012**