



HIGHLANDER



STRONG



FOR THE FISCAL YEAR
ENDED JUNE 30, 2014
OAK HILLS LOCAL SCHOOL DISTRICT
CINCINNATI, OHIO





Dave Yost • Auditor of State

Board of Education
Oak Hills Local School District
6325 Rapid Run Rd
Cincinnati, OH 45233

We have reviewed the *Independent Auditor's Report* of the Oak Hills Local School District, Hamilton County, prepared by Plattenburg & Associates, Inc., for the audit period July 1, 2013 through June 30, 2014. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

December 19, 2014

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

**Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30, 2014**

**PREPARED BY:
OFFICE OF THE TREASURER
STEVE BAIN, TREASURER**

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INTRODUCTORY SECTION



December 2, 2014

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

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Oak Hills Local School District (District) for the fiscal year ended June 30, 2014. This report was prepared by the Treasurer's office in conformance with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and includes an unmodified opinion from Plattenburg & Associates, Inc. Responsibility for accurate, complete and fair representation of data, including all disclosures, rests with the District. This report will provide the taxpayers of the Oak Hills Local School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be available upon request to taxpayers, financial rating services, banking institutions and other interested parties.

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

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

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

ECONOMIC CONDITION AND OUTLOOK

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

The District is continually challenged by the responsibility bestowed upon it by the community at large. We are always striving to provide the very best educational opportunities to every student, while carefully guarding the District's resources. For twelve consecutive years, the District earned an "Excellent" rating from the State of Ohio accountability system while maintaining one of the lowest expenditures per pupil in Hamilton County. For the 2012-2013 Ohio School Report Cards, the State of Ohio changed the ranking system to a letter grading system. The District earned an "A" for meeting all 24 indicators, which means the students scored above proficient in the key areas identified by the State of Ohio. The District earned a "B" on the Performance Index, which measures the test results of every student, not just those who score proficient or higher, in order to measure the improvement of performance.

The funding of K-12 public schools in Ohio is a joint effort between the state and local school districts. Since the 1970s through FY 2009, with the exception of a few years, Ohio's funding formula was foundation based by means of which a per pupil amount determined by the General Assembly as the per-pupil resource for provision of a basic adequate education was multiplied by the number of pupils to determine the base funding of the school districts. From this product, the local share of the basic adequate amount or the charge off was subtracted to arrive at the state share of the base funding. Additional funding was also provided for services targeted to categories of pupils such as handicapped, vocational, gifted, and economically disadvantaged as well as some adjustments and funding guarantees. The 2010-11 biennial budget (Am. Sub. H.B. 1 of the 128th General Assembly), established a new funding formula called the Evidence-Based Model (EBM). Am. Sub. H.B. 153 of the 129th General Assembly repealed the EBM and implemented a temporary funding formula for the 2012-13 biennial budget as a new school funding formula is developed. The temporary formula was called the Bridge formula. The Bridge formula provided for a simplified approach to fund distribution based on FY 2011 total calculated amounts on per pupil basis for both FY 2012 and FY 2013. However, The State revised the funding model in June, 2013 and adopted HB 59, the FY 14 and FY 15 biennium budget which again changed our funding formula, but not our funding. Under this new model, the District is projected to receive additional revenue of \$267,470 in FY14 and \$437,618 in FY15, increases of 1.11% and 1.79% respectively.

Given the uncertainty of the school funding formula and the economic conditions within the State, the level at which the State will fund schools in the future remains uncertain. The District remains concerned about the instability of the state economy and the political ramifications of changing the funding formula every two years. We plan carefully and prudently to provide resources to meet the needs of our students but the uncertainty of state funding challenges our planning.

THE DISTRICT AND ITS FACILITIES

The Oak Hills Local School District represents a prior consolidation of three elementary districts: Bridgetown, Delhi and Springmyer. The consolidation was finalized by the Hamilton County Board of Education on April 23, 1956 in order to equalize educational opportunities throughout the area. Today, the District operates under

current standards as prescribed by the State of Ohio Board of Education, as provided in Division (D) of Section 3301.07 and Section 110.01 of the Ohio Revised Code.

The District serves an area of 28 square miles, encompassing Delhi and Green Townships in Hamilton County. The total District population is reported at 87,880 by census data.

During the 2013-2014 school year, the District served 7,889 students enrolled in five elementary schools (3,435 students), three middle schools (1,837 students) and the fourth largest high school in the State of Ohio (2,617 students). Enrollment has remained stable over the last decade and is projected to vary only slightly over the next five years. See schedule 19 for additional information (age, capacity, etc.) on the District's school buildings.

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

ORGANIZATION OF THE SCHOOL DISTRICT

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

The Board members represent a cross section of professions in the community. The board members on June 30, 2014, were as follows:

<u>Board Member</u>	<u>Term</u>	<u>Years on Board</u>
Mrs. Jan Hunter	01/01/12 – 12/31/15	13.5
Mr. Steve Schinkal	01/01/12 – 12/31/15	7.5
Mrs. Jeannie Schoonover	01/01/14 – 12/31/17	4.5
Mrs. Julie Murphy	01/01/14 – 12/31/17	0.5
Mr. Scott Bischoff	01/01/14 – 12/31/17	0.5

The Superintendent is the chief executive officer of the District, responsible directly to the Board for all educational and support operations. Mr. Todd Yohey was appointed Superintendent effective August 1, 2009 through July 31, 2013. Mr. Yohey received a Bachelor of Science Degree from Wright State University and a Master of Science degree in Educational Leadership from the University of Dayton. Prior to being named Superintendent, Mr. Yohey served as the Superintendent for four years at the Ross Local School District in Hamilton, Ohio.

The Treasurer is the chief financial officer of the District, responsible directly to the Board for maintaining all financial records, issuing all payments, maintaining custody of all District funds and assets and investing idle funds as specified by Ohio Law. Mr. Steven R. Bain was appointed Treasurer on August 1, 2014 and is currently serving under a 4 year contract expiring July 31, 2018. Mr. Bain received her B.A. degree from the College of Mt. St. Joseph. Mr. Bain served as the Assistant Treasurer for Oak Hills Local School District from 2005-2013, as well as the Treasurer of Southwest Local School District for the 2013-14 school year.

EMPLOYEE RELATIONS

The District has over 900 full and part-time employees. This number has decreased slightly over the past few years as part of a concentrated effort to reduce expenditures. There are two organizations representing the certificated and classified employees. The District's administrative employees are not currently represented.

The Oak Hills Education Association (OHEA), an affiliate of the Ohio Education Association (OEA), represents all certificated employees of the District. The collective bargaining agreement between the OHEA and the District was re-negotiated during the 2010-2011 school year to provide for wage freezes through June 30, 2013. The current contract expires June 30, 2014.

Classified employees are represented by Chapter 200 of the Ohio Association of Public School Employees (OAPSE), an affiliate of the American Federation of State, County and Municipal Employees (AFSCME). OAPSE Chapter 200 represents food service employees, custodians, maintenance employees, building secretaries, mechanics, bus drivers, educational assistants and system support technicians. The collective bargaining agreement between OAPSE Chapter 200 and the District was also re-negotiated during the 2010-2011 school year to provide for wage freezes through June 30, 2013. The current contract expires on June 30, 2015.

SERVICES PROVIDED

The District offers regular instructional programs daily to students in grades Pre-K – 12. Nearly 200 students participate in specific trades offered through the vocation education program at Great Oaks Institute of Technology and Career Development. Approximately 1,118 students receive special services due to physical or mental handicap conditions. In grades K-12, over 700 have been identified as gifted.

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

During the 2013-14 school year, the accounting department processed over 3,400 purchase orders and issued over 3,400 checks for good and/or services for the District. Those goods and services include utilities, instructional supplies, computers, software, textbooks, building maintenance, and tuition.

The payroll department issued 25,285 payroll checks to employees entitled to remuneration for services rendered, while 1,199 agency deduction checks were also issued for payroll-associated costs such as taxes, retirement, and insurance.

MAJOR CURRENT AND FUTURE INITIATIVES

Curriculum Initiatives

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

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

The State Board of Education in Ohio adopted the Common Core State Standards for English Language Arts and Mathematics as the result of a multi-state effort. The State Board of Education also adopted more rigorous versions of Ohio's academic content standards in Science and Social Studies. All four sets of standards will underpin teaching in Ohio classrooms by 2014-15, but Oak Hills has been working with staff and students to prepare for the corresponding assessments which are scheduled to begin in 2014-15.

Due to a competitive global economy and the growing need for a highly skilled workforce, Oak Hills is dedicated to ensuring that all students graduate career and college ready. In grades 6 – 12, the District continued the process of aligning curriculum, instruction, and assessment to ACT College Readiness Standards and College Board Advanced Placement curriculum and assessment. Oak Hills High School now offers a total of ten different courses in english, math, science, and social studies that are aligned to ACT Quality Core Curriculum. In addition to these courses, our high school is proud to offer a total of 27 College Board Advanced Placement courses where students can earn both high school and college credit in a variety of academic disciplines. We have also partnered with Cincinnati State to develop several dual credit courses taught by adjunct faculty in the District. Students can earn college and high school credit in these dual credit courses. In addition to course offerings, we offer a variety of Educational Pathways that provide students with an opportunity to focus in a concentrated academic field that could lead to potential college majors or careers.

The expansion of on-line learning continues to be a key initiative for Oak Hills. Following a feasibility study and a pilot of on-line courses during the 2010-11 school year, the District began to offer on-line Spanish, Mandarin, and Health. The ability to move these courses to an on-line environment creates the opportunity for students to take additional in-class courses during the school day. Hybrid courses (seeing students 2 days per week in combination with on-line learning activities) in 9th grade World History and 9th grade English have enabled teachers to work with two groups of students in one bell, which maximizes the precious resource of instructional time.

Overall, the 2012-13 school year was a successful year for the Oak Hills Local School District. The District earned an "A" rating, as determined by the accountability system of the state of Ohio. After thirteen straight years of "Excellent" or "A" ratings, Oak Hills remains proud of the achievement of our students!

Relevant Financial Policies and Long-Term Financial Planning

State funding for schools in Ohio is challenging. Over the past few years, public education has suffered and school Districts are not receiving any material increase in State Funding. Funding for public education at the current level is not secure beyond FY 2015. This uncertainty has a major impact on our instructional and operational programs, and our cash balance is monitored closely by the Board of Education. The Board identified a 60 true day cash benchmark and pursued additional local revenue in the form of a tax levy when financial projections indicated a cash balance below the benchmark for the 13-14 school year. The community voted in support of a 4.82 mill local property tax levy (5 yr term) in November, 2013 which will generate approximately \$5,275,000 million annually in local revenue. The trend of increasing local revenue as a replacement to reducing state revenue is certain to continue.

FINANCIAL INFORMATION

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

INTERNAL ACCOUNTING AND BUDGETARY CONTROL

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

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

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

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

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

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

INDEPENDENT AUDIT

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. Plattenburg & Associates, Inc. performed the audit for the fiscal year ended June 30, 2014. The auditor's unmodified 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 for Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2013. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

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

ASBO Certificate of Excellence

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence on Financial Reporting for the fiscal year ended June 30, 2013, to the District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2013, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials. Management believes the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2014, will again conform to ASBO's principles and standards as well, and will be submitted to ASBO for review.

ACKNOWLEDGEMENTS

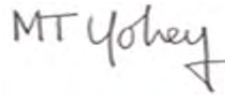
The preparation of the fiscal year 2014 Comprehensive Annual Financial Report of the Oak Hills Local School District was made possible by the combined efforts of the District Treasurer's Office staff and Plattenburg & Associates, Inc. Sincere appreciation is extended for the time and effort they contributed to prepare this report. Appreciation is also extended to the Board of Education, the District Administrative Team and the Oak Hills school community for their continued support.

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

Respectfully Submitted,



Steven R. Bain
Treasurer



M. Todd Yohey
Superintendent

**Oak Hills Local School District, Ohio
List Of Principal Officials
June 30, 2014**

Board Of Education

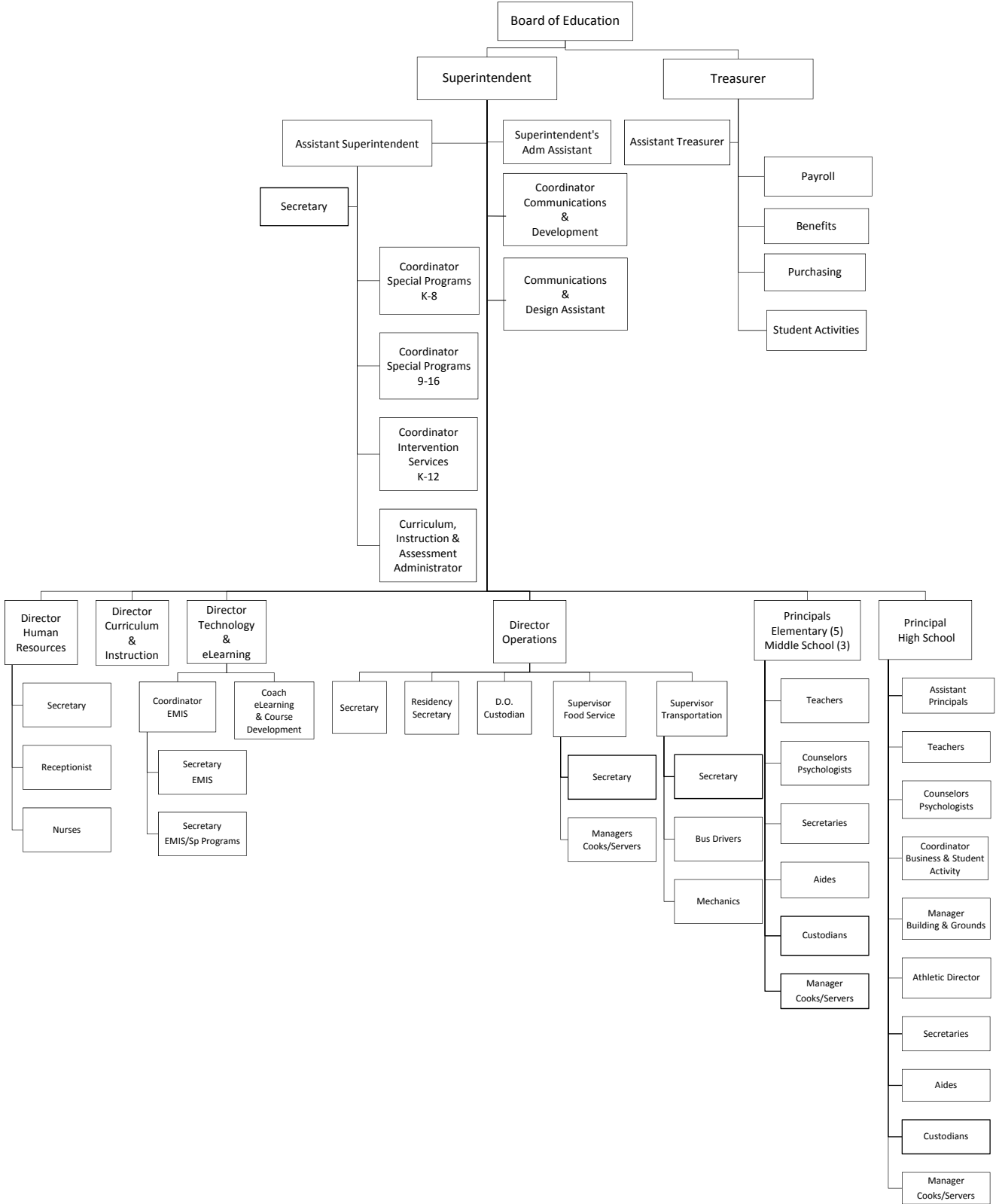
President	Janice Hunter
Vice President	Julie Murphy
Board Member	Jeannie Schoonover
Board Member	Steve Schinkal
Board Member	Scott Bischoff

Administrative Officials

Superintendent	Todd Yohey
Treasurer*	Ronda Johnson
Assistant Superintendent	Robert Sehlhorst

*** - Steve Bain became Treasurer on August 1, 2014**

Oak Hills Local School District Organizational Chart





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Oak Hills Local School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award
is presented to*

Oak Hills Local School District, Ohio

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2013*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



A handwritten signature in black ink, reading 'Terrie S. Simmons'.

Terrie S. Simmons, RSBA, CSBO
President

A handwritten signature in black ink, reading 'John D. Musso'.

John D. Musso, CAE, RSBA
Executive Director

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Oak Hills Local School District

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Oak Hills Local School District (the District) as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to previously 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, 2014, and the respective changes in financial position and, where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 17 to the financial statements, the District adopted new accounting guidance, GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information listed in the table of contents 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.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic 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 them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2014, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Cincinnati, Ohio
December 2, 2014

Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2014
(Unaudited)

The discussion and analysis of Oak Hills Local School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2014. 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 2014 are as follows:

- Net position of governmental activities increased \$9,497,880 which represents a 27% increase from 2013.
- General revenues accounted for \$72,826,013 in revenue or 84% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$14,193,764 or 16% of total revenues of \$87,019,777.
- The District had \$77,521,897 in expenses related to governmental activities; \$14,193,764 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$72,826,013 were also used to provide for these programs.

Overview of the Financial Statements

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

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

Government-Wide Financial Statements

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2014?" 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.

Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2014
(Unaudited)

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

In the Government-wide Financial Statements, the overall financial position of the District is presented as Governmental Activities – All of the District's programs and services are reported as Governmental Activities including instruction, support services, operation of noninstructional services, extracurricular activities, and interest and fiscal charges.

Fund Financial Statements

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

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

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

The District as a Whole

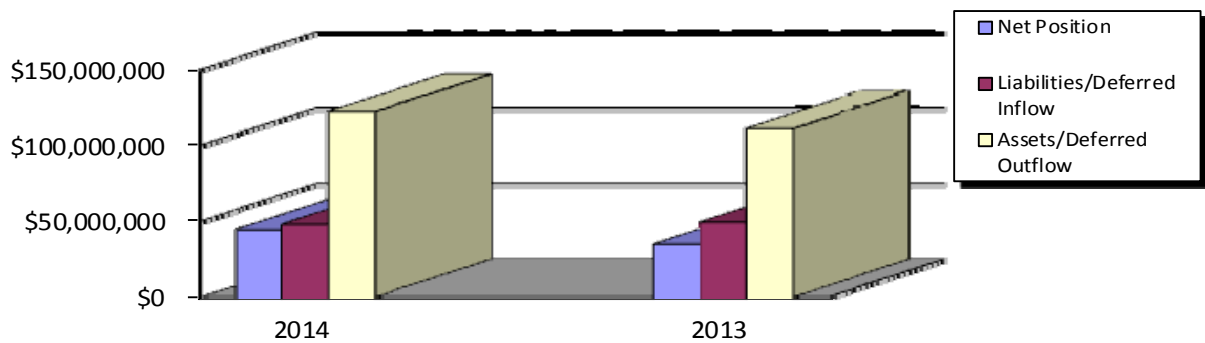
As stated previously, the Statement of Net Position looks at the District as a whole. Table 1 provides a summary of the District's net position for 2014 compared to 2013:

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Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2014
(Unaudited)

Table 1
Net Position

	Governmental Activities	
	2014	2013 Restated
Assets:		
Current and Other Assets	\$77,027,779	\$64,795,246
Capital Assets	45,281,263	46,425,256
Total Assets	122,309,042	111,220,502
Liabilities:		
Other Liabilities	8,383,957	7,794,548
Long-Term Liabilities	39,452,691	41,387,219
Total Liabilities	47,836,648	49,181,767
Total Deferred Inflows of Resources	30,272,298	27,336,519
Net Position:		
Net Investment in Capital Assets	10,281,225	9,782,816
Restricted	4,760,786	4,048,421
Unrestricted	29,158,085	20,870,979
Total Net Position	\$44,200,096	\$34,702,216



Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2014, the District's assets exceeded liabilities and deferred inflows by \$44,200,096.

At year-end, capital assets represented 37% of total assets. Capital assets include land, buildings and improvements, furniture and equipment. Capital assets, net of related debt to acquire the assets at June 30, 2014, was \$10,281,225. 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.

Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2014
(Unaudited)

A portion of the District's net position, \$4,760,786 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

Total assets increased from the prior year mainly due to the District passing a tax levy during the year. Long-term liabilities decreased, while net investment in capital assets increased due to the District making regularly scheduled debt service payments on their General Obligation Bonds.

Table 2 shows the changes in net position for fiscal years 2014 and 2013.

Table 2
Changes in Net Position

	Governmental Activities	
	2014	2013
Revenues:		
Program Revenues		
Charges for Services	\$4,511,758	\$4,859,822
Operating Grants, Contributions	9,682,006	6,542,478
General Revenues:		
Property Taxes	34,330,276	27,597,209
Grants and Entitlements	27,350,047	27,809,237
Investment Earnings	59,083	8,590
Revenue in Lieu of Taxes	10,492,639	9,694,573
Other	593,968	875,702
Total Revenues	<u>87,019,777</u>	<u>77,387,611</u>
Program Expenses:		
Instruction	43,441,355	41,099,941
Support Services:		
Pupil and Instructional Staff	9,652,066	10,721,689
School Administrative, General		
Administration, Fiscal and Business	6,798,484	6,953,674
Operations and Maintenance	6,235,743	6,233,071
Pupil Transportation	3,259,887	3,016,409
Central	333,268	554,851
Operation of Non-Instructional Services	4,125,883	4,498,202
Extracurricular Activities	2,074,027	2,185,473
Interest and Fiscal Charges	1,601,184	1,711,279
Total Program Expenses	<u>77,521,897</u>	<u>76,974,589</u>
Change in Net Position	9,497,880	413,022
Net Position - Beginning of Year, Restated	<u>34,702,216</u>	<u>34,289,194</u>
Net Position - End of Year	<u>\$44,200,096</u>	<u>\$34,702,216</u>

Oak Hills Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2014
(Unaudited)

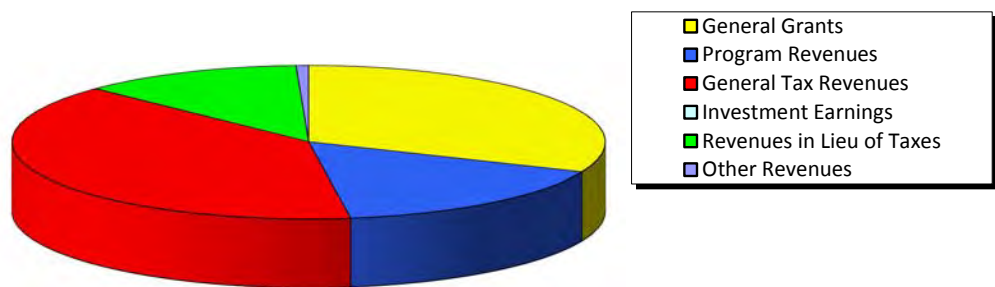
The District revenues are mainly from two sources. Property taxes levied for general, debt service and capital projects purposes and grants and entitlements comprised 71% of the District’s revenues for governmental activities.

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

Thus Ohio districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. Property taxes made up 39% of revenue for governmental activities for the District in fiscal year 2014.

Governmental Activities
Revenue Sources

		<u>Percentage</u>
General Grants	\$27,350,047	31.43%
Program Revenues	14,193,764	16.31%
General Tax Revenues	34,330,276	39.45%
Investment Earnings	59,083	0.07%
Revenues in Lieu of Taxes	10,492,639	12.06%
Other Revenues	<u>593,968</u>	<u>0.68%</u>
Total Revenue Sources	<u>\$87,019,777</u>	<u>100.00%</u>



Instruction comprises 56% of governmental program expenses. Support services expenses were 34% of governmental program expenses. All other expenses including interest expense were 10%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

The District’s overall financial position improved from 2013 to 2014. Program revenues increased from the prior year due to an increase in operation grants and contributions (Federal grant monies received). General revenues increased due to the District passing a tax levy during the year.

Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2014
(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. These services are mainly supported by tax revenue and unrestricted State entitlements.

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2014	2013	2014	2013
Instruction	\$43,441,355	\$41,099,941	(\$38,165,740)	(\$37,883,156)
Support Services:				
Pupil and Instructional Staff	9,652,066	10,721,689	(7,277,049)	(9,108,584)
School Administrative, General				
Administration, Fiscal and Business	6,798,484	6,953,674	(6,348,536)	(6,484,059)
Operations and Maintenance	6,235,743	6,233,071	(5,859,840)	(6,198,241)
Pupil Transportation	3,259,887	3,016,409	(2,900,859)	(2,776,571)
Central	333,268	554,851	(333,268)	(554,851)
Operation of Non-Instructional Services	4,125,883	4,498,202	22,639	(312,156)
Extracurricular Activities	2,074,027	2,185,473	(864,296)	(543,392)
Interest and Fiscal Charges	1,601,184	1,711,279	(1,601,184)	(1,711,279)
Total Expenses	<u>\$77,521,897</u>	<u>\$76,974,589</u>	<u>(\$63,328,133)</u>	<u>(\$65,572,289)</u>

The District's Funds

The District has two major governmental funds: the General Fund and Permanent Improvement Fund. Assets of the General Fund comprised \$57,092,419 (72%). the Permanent Improvement Fund comprised \$12,800,637 (16%) of the total \$79,106,956 governmental funds' assets.

General Fund: Fund balance at June 30, 2014 was \$22,724,918 including \$22,365,608 of unassigned balance. The District had an increase in fund balance of \$6,334,674. One of the causes for the increase in fund balance was an increase in property tax revenue.

Permanent Improvement Fund: Fund balance at June 30, 2014 was \$9,574,886 with an increase in fund balance of \$1,098,321. The positive fund balance is due to revenues exceeding expenditures in 2014; which is consistent with prior year.

General Fund Budgeting Highlights

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

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

Oak Hills Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2014
(Unaudited)

For the General Fund, final budget basis revenue was \$61,623,112, compared to original budget estimates of \$61,623,112, while the actual revenue had a difference of \$4,254,939 from the final budget basis revenues due to conservative estimates for taxes, revenues in lieu of taxes and intergovernmental revenue.

The District’s unobligated cash balance for the General Fund was \$16,503,196.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2014, the District had \$45,281,263 invested in land, buildings and improvements, and furniture and equipment. Table 4 shows fiscal year 2014 balances compared to fiscal year 2013:

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

	Governmental Activities	
	2014	2013
Land	\$2,221,943	\$2,221,943
Buildings and Improvements	40,401,697	41,367,525
Furniture and Equipment	<u>2,657,623</u>	<u>2,835,788</u>
Total Net Capital Assets	<u>\$45,281,263</u>	<u>\$46,425,256</u>

Total Net Capital Assets decreased in 2014 as compared to 2013 because depreciation expense was greater than current year additions. See Note 6 to the Basic Financial Statements for further details on the District’s capital assets.

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Oak Hills Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2014
(Unaudited)

Debt

At June 30, 2014, the District had \$35,987,312 in debt outstanding, \$1,731,912 due within one year. Table 5 summarizes total debt outstanding.

Table 5
Outstanding Debt at Year End

	<u>2014</u>	<u>2013</u>
General Obligation Bonds Payable:		
Oak Hills Building Project II	\$0	\$1,260,000
Refunding Bonds:		
Current Interest Bonds –		
School Improvement	31,120,000	31,120,000
Capital Appreciation Bonds - Principal	2,640,849	2,919,986
Capital Appreciation Bonds - Interest	987,274	982,543
Premium on Bonds	<u>1,239,189</u>	<u>1,342,454</u>
Total Outstanding Debt at Year End	<u>\$35,987,312</u>	<u>\$37,624,983</u>

See Note 7 to the Basic Financial Statements for further details on the District’s obligations.

Economic Outlook

The Ohio Department of Education explains the school funding model in Ohio as follows:

The funding of K-12 public schools in Ohio is a joint effort between the state and local school districts. Since the 1970s through FY 2009, with the exception of a few years, Ohio's funding formula was foundation based by means of which a per pupil amount determined by the General Assembly as the per-pupil resource for provision of a basic adequate education was multiplied by the number of pupils to determine the base funding of the school districts. From this product, the local share of the basic adequate amount or the charge off was subtracted to arrive at the state share of the base funding. Additional funding was also provided for services targeted to categories of pupils such as handicapped, vocational, gifted, and economically disadvantaged as well as some adjustments and funding guarantees.

The 2010-11 biennial budget (Am. Sub. HBI of the 128th General Assembly) established another new funding formula called the Evidence-Based Model (EBM). Am. Sub. HB 153 of the 129th General Assembly repealed the EBM and implemented a temporary funding formula, the Bridge Formula, for the 12-13 school year as a new funding formula was developed. The State revised the funding model in June, 2013 and adopted HB 59, the FY 14 and FY 15 biennium budget which again changed our funding formula, but not our funding. Under this new model, the District is projected to receive additional revenue of 267,470 in FY 14 and \$437,618 in FY 15, increases of 1.11% and 1.79% respectively.

Given the uncertainty of the school funding formula and the economic conditions within the State, the level at which the State will fund schools in the future remains uncertain. Oak Hills remains concerned about the instability of the state economy and the political ramifications of changing the funding formula every two years. We plan carefully and prudently to provide resources to meet the needs of our students but the uncertainty of state funding challenges our planning.

Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2014
(Unaudited)

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 Steve Bain, Treasurer at Oak Hills Local School District, 6325 Rapid Run Road, Cincinnati, Ohio 45233. Or E-mail at bain_s@ohlsd.org.

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Oak Hills Local School District, Ohio
Statement of Net Position
June 30, 2014

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$28,238,029
Restricted Cash and Investments	380,716
Receivables (Net):	
Taxes	33,601,740
Accounts	28,182
Interest	4,408
Intergovernmental	14,762,096
Inventory	12,608
Nondepreciable Capital Assets	2,221,943
Depreciable Capital Assets, Net	<u>43,059,320</u>
 Total Assets	 <u>122,309,042</u>
Liabilities:	
Accounts Payable	856,418
Accrued Wages and Benefits	7,370,037
Accrued Interest Payable	127,719
Claims Payable	29,783
Long-Term Liabilities:	
Due Within One Year	2,292,092
Due In More Than One Year	<u>37,160,599</u>
 Total Liabilities	 <u>47,836,648</u>
Deferred Inflows of Resources:	
Property Taxes	18,857,298
Unavailable Revenue	<u>11,415,000</u>
 Total Deferred Inflows of Resources	 <u>30,272,298</u>
Net Position:	
Net Investment in Capital Assets	10,281,225
Restricted for:	
Debt Service	3,461,721
Extracurricular	235,755
State Grants	211,499
Federal Grants	849,024
Other Purposes	2,787
Unrestricted	<u>29,158,085</u>
 Total Net Position	 <u><u>\$44,200,096</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Activities
For the Fiscal Year Ended June 30, 2014

	Expenses	Program Revenues		Net (Expense) Revenue
		Charges for Services and Sales	Operating Grants and Contributions	and Changes in Net Position Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$32,701,166	\$1,011,685	\$198,337	(\$31,491,144)
Special	10,486,249	99,087	3,965,696	(6,421,466)
Vocational	370	0	810	440
Other	253,570	0	0	(253,570)
Support Services:				
Pupil	5,534,470	0	588,905	(4,945,565)
Instructional Staff	4,117,596	0	1,786,112	(2,331,484)
General Administration	160,001	0	0	(160,001)
School Administration	5,361,576	0	449,948	(4,911,628)
Fiscal	1,169,771	0	0	(1,169,771)
Business	107,136	0	0	(107,136)
Operations and Maintenance	6,235,743	375,903	0	(5,859,840)
Pupil Transportation	3,259,887	104,969	254,059	(2,900,859)
Central	333,268	0	0	(333,268)
Operation of Non-Instructional Services	4,125,883	1,710,383	2,438,139	22,639
Extracurricular Activities	2,074,027	1,209,731	0	(864,296)
Interest and Fiscal Charges	1,601,184	0	0	(1,601,184)
Totals	\$77,521,897	\$4,511,758	\$9,682,006	(63,328,133)

General Revenues:

Property Taxes Levied for:

General Purposes	27,042,320
Debt Service Purposes	2,806,705
Capital Projects Purposes	4,481,251
Grants and Entitlements, Not Restricted	27,350,047
Revenue in Lieu of Taxes	10,492,639
Unrestricted Contributions	151,374
Investment Earnings	59,083
Other Revenues	442,594

Total General Revenues 72,826,013

Change in Net Position 9,497,880

Net Position - Beginning of Year, Restated 34,702,216

Net Position - End of Year \$44,200,096

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Balance Sheet
Governmental Funds
June 30, 2014

	General	Permanent Improvement	Other Governmental Funds	Total Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$16,571,538	\$8,554,031	\$3,112,460	\$28,238,029
Restricted Cash and Investments	380,716	0	0	380,716
Receivables (Net):				
Taxes	26,617,816	4,246,606	2,737,318	33,601,740
Accounts	23,764	0	4,418	28,182
Interest	4,408	0	0	4,408
Intergovernmental	11,415,000	0	3,347,096	14,762,096
Interfund	2,079,177	0	0	2,079,177
Inventory	0	0	12,608	12,608
Total Assets	57,092,419	12,800,637	9,213,900	79,106,956
Liabilities:				
Accounts Payable	54,044	728,480	73,894	856,418
Accrued Wages and Benefits	6,919,452	665	449,920	7,370,037
Compensated Absences	160,814	0	15,385	176,199
Interfund Payable	0	0	2,079,177	2,079,177
Total Liabilities	7,134,310	729,145	2,618,376	10,481,831
Deferred Inflows of Resources:				
Property Taxes	15,817,816	2,496,606	1,607,318	19,921,740
Grants and Other Taxes	0	0	1,037,347	1,037,347
Unavailable Revenue	11,415,000	0	0	11,415,000
Investment Earnings	375	0	0	375
Total Deferred Inflows of Resources	27,233,191	2,496,606	2,644,665	32,374,462
Fund Balances:				
Restricted	0	0	4,075,973	4,075,973
Committed	0	9,574,886	0	9,574,886
Assigned	359,310	0	0	359,310
Unassigned	22,365,608	0	(125,114)	22,240,494
Total Fund Balances	22,724,918	9,574,886	3,950,859	36,250,663
Total Liabilities, Deferred Inflows and Fund Balances	\$57,092,419	\$12,800,637	\$9,213,900	\$79,106,956

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
 Reconciliation of Total Governmental Fund Balance to
 Net Position of Governmental Activities
 June 30, 2014

Total Governmental Fund Balance \$36,250,663

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

Capital assets used in governmental activities are not financial
 resources and, therefore, are not reported in the funds.

Capital assets used in the operation of Governmental Funds 45,281,263

Other long-term assets are not available to pay for current-
 period expenditures and, therefore, are deferred in the funds.

Property Taxes	1,064,442	
Interest	375	
Intergovernmental	<u>1,037,347</u>	
		2,102,164

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 position.

Internal Service Net Position (29,783)

In the statement of net position 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.

(127,719)

Some liabilities reported in the statement of net position do not
 require the use of current financial resources and, therefore,
 are not reported as liabilities in governmental funds.

Compensated Absences (3,289,180)

Long-term liabilities are not due and payable in the current
 period and, therefore, are not reported in the funds.

(35,987,312)

Net Position of Governmental Activities \$44,200,096

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2014

	General	Permanent Improvement	Other Governmental Funds	Total Governmental Funds
Revenues:				
Property and Other Taxes	\$26,967,986	\$4,414,684	\$2,854,814	\$34,237,484
Tuition and Fees	1,267,018	0	0	1,267,018
Investment Earnings	63,945	0	13	63,958
Intergovernmental	29,549,926	714,719	5,729,648	35,994,293
Extracurricular Activities	594,978	0	966,575	1,561,553
Charges for Services	26,431	0	1,757,941	1,784,372
Revenue in Lieu of Taxes	10,492,639	0	0	10,492,639
Other Revenues	479,289	0	90,826	570,115
Total Revenues	69,442,212	5,129,403	11,399,817	85,971,432
Expenditures:				
Current:				
Instruction:				
Regular	31,245,650	182,207	178,049	31,605,906
Special	9,813,200	0	564,727	10,377,927
Vocational	370	0	0	370
Other	253,570	0	0	253,570
Support Services:				
Pupil	5,024,423	0	506,247	5,530,670
Instructional Staff	1,158,091	1,727,220	1,230,909	4,116,220
General Administration	160,001	0	0	160,001
School Administration	4,894,559	0	363,945	5,258,504
Fiscal	1,067,294	65,608	42,437	1,175,339
Business	102,600	0	0	102,600
Operations and Maintenance	5,255,128	740,639	0	5,995,767
Pupil Transportation	2,603,957	389,038	10,000	3,002,995
Central	331,538	0	0	331,538
Operation of Non-Instructional Services	92,457	0	3,912,898	4,005,355
Extracurricular Activities	995,815	4,248	1,064,586	2,064,649
Capital Outlay	68,885	922,122	0	991,007
Debt Service:				
Principal Retirement	0	0	1,539,137	1,539,137
Interest and Fiscal Charges	0	0	1,706,963	1,706,963
Total Expenditures	63,067,538	4,031,082	11,119,898	78,218,518
Excess of Revenues Over (Under) Expenditures	6,374,674	1,098,321	279,919	7,752,914
Other Financing Sources (Uses):				
Transfers In	0	0	40,000	40,000
Transfers (Out)	(40,000)	0	0	(40,000)
Total Other Financing Sources (Uses)	(40,000)	0	40,000	0
Net Change in Fund Balance	6,334,674	1,098,321	319,919	7,752,914
Fund Balance - Beginning of Year	16,390,244	8,476,565	3,630,940	28,497,749
Fund Balance - End of Year	\$22,724,918	\$9,574,886	\$3,950,859	\$36,250,663

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended June 30, 2014

Net Change in Fund Balance - Total Governmental Funds \$7,752,914

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

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

Capital assets used in governmental activities	695,034	
Depreciation Expense	<u>(1,839,027)</u>	
		(1,143,993)

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

Delinquent Property Taxes	92,791	
Interest Intergovernmental	<u>(4,875)</u>	
	960,429	1,048,345

Repayment of bond principal and accreted interest is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 1,670,000

In the statement of activities interest expense is accrued when incurred; whereas, in governmental funds an interest expenditure is reported when due. 7,245

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Compensated Absences	211,614	
Amortization of Bond Premium	103,265	
Bond Accretion	<u>(135,594)</u>	
		179,285

The internal service fund used by management to charge back costs to individual funds is not reported in the entity-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.

Change in Net Position - Internal Service Funds		<u>(15,916)</u>
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Change in Net Position of Governmental Activities		<u><u>\$9,497,880</u></u>
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See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Net Position
Proprietary Fund
June 30, 2014

	<u>Governmental Activities- Internal Service Funds</u>
Current Assets:	
Equity in Pooled Cash and Investments	<u>\$0</u>
Total Assets	<u>0</u>
Liabilities:	
Current Liabilities:	
Claims Payable	<u>29,783</u>
Total Liabilities	<u>29,783</u>
Net Position:	
Unrestricted	<u>(29,783)</u>
Total Net Position	<u>(\$29,783)</u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Revenues, Expenses
and Changes in Fund Net Position
Proprietary Fund
For the Fiscal Year Ended June 30, 2014

	<u>Governmental Activities- Internal Service Funds</u>
Operating Revenues:	
Charges for Services	<u>\$99,679</u>
Total Operating Revenues	<u>99,679</u>
Operating Expenses:	
Personal Services	<u>115,595</u>
Total Operating Expenses	<u>115,595</u>
Operating Income (Loss)	<u>(15,916)</u>
Change in Net Position	(15,916)
Net Position - Beginning of Year	<u>(13,867)</u>
Net Position - End of Year	<u><u>(\$29,783)</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2014

	<u>Governmental Activities- Internal Service Funds</u>
Cash Flows from Operating Activities:	
Cash Received from Customers	\$99,679
Cash Payments to Employees	<u>(99,679)</u>
Net Cash Provided (Used) by Operating Activities	<u>0</u>
Net Increase (Decrease) in Cash and Cash Equivalent	0
Cash and Cash Equivalents - Beginning of Year	<u>0</u>
Cash and Cash Equivalents - End of Year	<u><u>0</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	(15,916)
Changes in Assets & Liabilities:	
Increase (Decrease) in Claims Payables	<u>15,916</u>
Net Cash Provided (Used) by Operating Activities	<u><u>\$0</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2014

	Private Purpose Trust	Agency
	<u> </u>	<u> </u>
Assets:		
Equity in Pooled Cash and Investments	<u>\$922,381</u>	<u>\$71,675</u>
Total Assets	<u>922,381</u>	<u>71,675</u>
Liabilities:		
Other Liabilities	<u>0</u>	<u>71,675</u>
Total Liabilities	<u>0</u>	<u>\$71,675</u>
Net Position:		
Held in Trust	<u>922,381</u>	
Total Net Position	<u>\$922,381</u>	

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Changes in Fiduciary Net Position
Fiduciary Fund
For the Fiscal Year Ended June 30, 2014

	Private Purpose Trust
Additions:	
Investment Earnings	\$135
Other	40,045
	<hr/>
Total Additions	40,180
	<hr/>
Deductions:	
Scholarships	64,640
	<hr/>
Total Deductions	64,640
	<hr/>
Change in Net Position	(24,460)
	<hr/>
Net Position - Beginning of Year	946,841
	<hr/>
Net Position - End of Year	<u>\$922,381</u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

Note 1 - Summary of Significant Accounting Policies

Description of the District

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

The District operates under a locally elected five-member board form of government and provides educational services. The Board controls the District’s instructional programs and support facilities, staffed by approximately 530 certificated teaching and administrative personnel and approximately 325 non-certificated personnel. To provide services to the adult population in the community, Oak Hills has developed one of the largest community education programs in Hamilton County, Ohio.

The District is the third largest in Hamilton County and is 24th largest of all 611 public school districts in Ohio in terms of student enrollment, with 7,889 students for the 2013-14 school year. The District currently operates five (5) elementary schools (grades K-5), three (3) middle schools (grades 6-8), and one (1) comprehensive high school (grades 9-12).

Reporting Entity

The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments.

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

The District is associated with two organizations that are defined as jointly governed organizations. These organizations include Hamilton/Clermont Cooperative Association and Great Oaks Institute of Career Technology and Development. These organizations are presented in Note 11.

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

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

Measurement Focus

Government-wide Financial Statements

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

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

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

Fund Financial Statements

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

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 position. The statement of changes in fund net position 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.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

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. The focus of government fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

Governmental Funds

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

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

Proprietary Funds

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector where the determination of net income is necessary or useful to sound financial administration. The District has no enterprise funds. The following is a description of the District's internal service fund:

Internal Service Fund - The internal service fund is used to account for the financing of goods or 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 internal service fund of the District accounts for a self-insurance program which provides workers' compensation benefits to employees.

Fiduciary Funds

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

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

programs for students and a student managed activity agency 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. Fiduciary funds also use the accrual basis of accounting. Proprietary funds also use the accrual basis of accounting. Differences in the actual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues – Exchange and Non-exchange Transactions

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

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

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

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the District, deferred inflows of resources include property taxes, grants and other taxes and unavailable revenues. Property taxes represent amounts for which

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

there is an enforceable legal claim as of June 30, 2014, but which were levied to finance year 2015 operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the District, unavailable revenue includes tax incremental financing (TIF). These amounts are deferred and recognized as inflows of resources in the period the amounts become available. TIF's have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements.

Expenses/Expenditures

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

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

Equity in Pooled Cash and Investments

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

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

The District has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2014. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2A7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2014.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2014 amounted to \$63,945 and \$13 in Other Governmental Funds.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

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 expensed/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 nonspendable fund balance 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 five thousand dollars (\$5,000). The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized.

All reported capital assets are depreciated, except land. 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	45-50 years
Furniture and Equipment	5-20 years

Compensated Absences

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

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

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

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

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

<u>Vacation</u>	<u>Certified</u>	<u>Administrators</u>	<u>Non-Certificated</u>
How Earned	Not Eligible	25 days at the start of each contract year	5-20 days for each service year, depending on length of service
Maximum Accumulation	Not Applicable	37.5 days; can be paid for 5 days at year end	30 days
Vested	Not Applicable	As Earned	As Earned
Termination Entitlement	Not Applicable	Paid upon termination	Paid upon termination
<u>Sick Leave</u>			
How Earned	1 1/4 days per month of employment (15 days per year)	1 1/4 days per month of employment (15 days per year)	1 1/4 days per month of employment (15 days per year)
Maximum Accumulation	252 days	300 days	255 days
Vested	As Earned	As Earned	As Earned
Termination Entitlement	Per contract	Per contract	Per contract

Net Position

Net position represent the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net investment in capital assets 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 position is 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 position are available. Of the District’s \$4,760,786 in restricted net position, none was restricted by enabling legislation.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

Interfund Activity

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

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables/payables”. These amounts are eliminated in the governmental activities column on the Statement of Net Position.

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 can be used only for the specific purposes imposed by a formal action (board resolution) of the District’s Board of Education. The Board of Education is the highest level of decision making authority for the District. Those committed resources cannot be used for any other purpose unless the District’s Board of Education removes or changes the specified use by taking the same type of action (board resolution) it employed to previously commit those resources.

Assigned – resources intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In the general fund, assigned amounts are intended to be used for specific purposes as approved through the District’s formal purchase order procedure by the Superintendent and the Treasurer. The adoption of the board appropriation resolution is the established policy, which gives the authorization to assign resources for a specific purpose.

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.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

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 uses.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the District, these revenues are for the self-insurance program (internal service fund) which provides workers' compensation benefits to employees. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

Estimates

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

Restricted Assets

Restricted assets in the general fund represent Equity in Pooled Cash and Investments set aside to establish a budget stabilization reserve.

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 combined balance sheet as "Equity in Pooled Cash and Investments."

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

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

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

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

- (1) Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

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

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

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

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

Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy for deposits is any balance not covered by depository

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

insurance will be collateralized by the financial institutions with pledged securities. As of June 30, 2014, \$10,892,591 of the District's bank balance of \$12,184,487 was exposed to custodial risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name.

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

Investments

As of June 30, 2014, the District had the following investments:

	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
Money Market Funds	\$3,283,157	0.00
Star Ohio	9,442,198	0.14
Federal Home Loan Bank	537,183	2.22
Federal Home Loan Mortgage Corporation	815,993	2.38
Federal Home Loan Mortgage Corporation - Discount	771,400	2.47
Federal National Mortgage Association	2,148,196	2.43
Commercial Paper	644,631	0.28
	<u>\$17,642,758</u>	
Portfolio Weighted Average Maturity		0.67

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

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

Concentration of Credit Risk – The District's investment policy allows investments in Federal Agencies or Instrumentalities. The District has invested 19% of the District's investments in Money Market Funds, 53% in STAR Ohio, 4% in Commercial Paper, 3% in Federal Home Loan Bank, 12% in Federal National Mortgage Association, 5% in Federal Home Loan Mortgage Corporation, and 4% in Federal Home Loan Mortgage Corporation - Discount.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

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

Note 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 2014 (other than public utility property tax) represents the collection of 2014 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. 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 the 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, 2014, are available to finance fiscal year 2015 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, personal property and public utility taxes which became measurable at June 30, 2014. Delinquent property taxes collected within 60 days are included as a receivable and tax revenue as of June 30, 2014 on the fund financial statements. The entire amount of delinquent taxes receivable is recognized as revenue in the government-wide financial statements. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is available to finance current year operations. The receivable is, therefore, offset by a credit to deferred inflows of resources for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2014, was \$10,800,000 for General Fund, \$1,750,000 for Permanent Improvement Fund and \$1,130,000 for Other Governmental Funds, and is recognized as revenue.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

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

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

	<u>Amount</u>
Real Property	\$1,056,409,240
Public Utility Personal	<u>40,156,600</u>
Total	<u><u>\$1,096,565,840</u></u>

Note 5 – Receivables

Receivables at June 30, 2014, consisted of taxes, accounts (rent and student fees), interest, intergovernmental (TIF payments and 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 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	\$2,221,943	\$0	\$0	\$2,221,943
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	69,854,137	521,035	0	70,375,172
Furniture and Equipment	<u>7,067,511</u>	<u>173,999</u>	<u>0</u>	<u>7,241,510</u>
Totals at Historical Cost	<u>\$79,143,591</u>	<u>\$695,034</u>	<u>\$0</u>	<u>\$79,838,625</u>
Less Accumulated Depreciation:				
Buildings and Improvements	\$28,486,612	\$1,486,863	\$0	\$29,973,475
Furniture and Equipment	<u>4,231,723</u>	<u>352,164</u>	<u>0</u>	<u>4,583,887</u>
Total Accumulated Depreciation	<u>32,718,335</u>	<u>1,839,027</u>	<u>0</u>	<u>34,557,362</u>
Governmental Activities Capital Assets, Net	<u>\$46,425,256</u>	<u>(\$1,143,993)</u>	<u>\$0</u>	<u>\$45,281,263</u>

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Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$1,275,276
Special	49,934
Support Services:	
Instructional Staff	41,291
School Administration	79,887
Fiscal	1,170
Operations and Maintenance	78,874
Pupil Transportation	236,404
Operation of Non-Instructional Services	52,071
Extracurricular Activities	24,120
Total Depreciation Expense	<u>\$1,839,027</u>

Note 7 - Long-Term Liabilities and Prior Year Defeasance of Debt

Long-Term Liabilities

	Maturity Date	Interest Rate	Beginning Balance	Additions	Deductions	Ending Balance	Due In One Year
Governmental Activities:							
General Obligation Bonds:							
\$10,385,000 - Oak Hills Building Project II	12/1/13	5.42%	\$1,260,000	\$0	\$1,260,000	\$0	\$0
\$35,989,986 - 2005 Refunding Bonds:							
Current Interest Bonds -							
School Improvement	12/1/25	4.37%	31,120,000	0	0	31,120,000	0
Capital Appreciation Bonds -							
Principal Only	12/1/15	4.37%	2,919,986	0	279,137	2,640,849	1,306,984
Capital Appreciation Bonds -							
Interest Only	12/1/15	4.37%	982,543	135,594	130,863	987,274	424,928
Premium on Bonds			<u>1,342,454</u>	<u>0</u>	<u>103,265</u>	<u>1,239,189</u>	<u>0</u>
Total General Obligation Bonds			37,624,983	135,594	1,773,265	35,987,312	1,731,912
Compensated Absences			<u>3,762,236</u>	<u>398,529</u>	<u>695,386</u>	<u>3,465,379</u>	<u>560,180</u>
Total Governmental Activities			<u>\$41,387,219</u>	<u>\$534,123</u>	<u>\$2,468,651</u>	<u>\$39,452,691</u>	<u>\$2,292,092</u>

General obligation bonds will be paid from the debt service fund. Compensated absences will be paid from the fund from which the person is paid (usually general and special revenue funds).

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Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

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

Fiscal Year Ending June 30	General Obligation Bonds		Capital Appreciation Bonds	
	Principal	Interest	Principal	Interest
2015	\$0	\$2,055,646	\$1,306,984	\$523,016
2016	0	2,128,765	1,333,865	596,135
2017	2,035,000	1,481,755	0	0
2018	2,240,000	1,374,880	0	0
2019	2,460,000	1,269,065	0	0
2020-2024	15,905,000	4,241,875	0	0
2025-2026	8,480,000	432,750	0	0
Total	<u>\$31,120,000</u>	<u>\$12,984,736</u>	<u>\$2,640,849</u>	<u>\$1,119,151</u>

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, 2014, the bonds outstanding that were considered defeased had a balance of zero.

Note 8 - 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 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 the 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, 2014, the allocation to pension and death benefits is 13.10%. The remaining 0.90% of the 14% employer contribution rate is allocated to the Health Care and Medicare B Funds. The District's contributions to SERS for the years ended June 30, 2014, 2013, and 2012 were \$1,668,864, \$1,701,480, and \$1,649,352, respectively, which equaled the required contributions for each year. The District's unpaid contractually required SERS contributions (including post employment benefits) at year end (the liability) were recorded in the accrued wages and

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

benefits line item of the government-wide and fund financial statements along with various corresponding expenses/expenditures.

State Teachers Retirement System of Ohio

Plan Description

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

Plan Options

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

DB Plan Benefits

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

DC Plan Benefits

Benefits are established under Sections 3307.80 to 3307.89 of the Revised Code. For members who select the DC Plan, all member contributions and employer contributions at a rate of 10.5% are placed in an investment account. The member determines how to allocate the member and employer money

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

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.

A retiree of STRS Ohio or another Ohio public retirement system is eligible for reemployment as a teacher following the elapse of two months from the date of retirement. Contributions are made by the reemployed member and employer during the reemployment. Upon termination of reemployment or age 65, whichever comes later, the retiree is eligible for an annuity benefit or equivalent lump-sum payment in addition to the original retirement allowance. A reemployed retiree may alternatively receive a refund of only member contributions with interest before age 65, once employment is terminated. Benefits are increased annually by 3% of the original base amount for DB Plan participants.

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

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

Funding Policy

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

Contribution requirements and the contributions actually made for the fiscal year ended June 30, 2014, were 10% of covered payroll for members and 14% for employers. The District's contributions to STRS for the years ended June 30, 2014, 2013, and 2012 were \$4,793,856, \$4,911,612, and \$5,087,280, respectively; 84% has been contributed for fiscal year 2014 and 100% for fiscal years 2013 and 2012. 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.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

Note 9- 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 2014 was \$104.90 for most participants, but could be as high as \$335.70 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 2014, the actuarially required allocation was 0.74%. District contributions for the years ended June 30, 2014, 2013 and 2012 were \$88,211, \$89,935, and \$88,358, respectively, which equaled the required contributions for each year.

Health Care Plan

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

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

The Health Care Fund was established under, and is administered in accordance with, Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14% contribution to the Health Care Fund. At June 30, 2014, the health care allocation was .16%. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2014, the minimum compensation level was established at \$20,525. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District contributions assigned to health care for the years ended June 30, 2014, 2013, and 2012 were \$19,072, \$19,445, and \$64,745, respectively, which equaled the required contributions for each year.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

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 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 health care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium.

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

Funding Policy

Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14% employer contributions rate, 1% of covered payroll was allocated to post-employment health care for the year ended June 30, 2014, 2013 and 2012. The 14% employer contribution rate is the maximum rate established under Ohio law. The District contributions for the years ended June 30, 2014, 2013, and 2012 were \$342,418, \$350,829, and \$363,377, 84% has been contributed for fiscal year 2014 and 100% for fiscal years 2013 and 2012.

Note 10 - Contingent Liabilities

Grants

The District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2014, if applicable, cannot be determined at this time.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

Litigation

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

Note 11 - Jointly Governed Organizations

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

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

Note 12 - Risk Management

The District is exposed to various risks of loss related to: torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees, and natural disasters. The District carries insurance coverage with the following companies.

<u>Coverage</u>	<u>Company</u>
Automobile	Liberty Mutual
Property	Liberty Mutual
General Liability	Liberty Mutual

Limits and deductible amounts for the above policies vary accordingly.

<u>Coverage</u>	<u>Limits</u>	<u>Deductible</u>
Automobile	\$1,000,000 each occurrence	\$1,000 collision
Property	\$115,768,317 blanket coverage	\$10,000 each loss
General Liability	\$2,000,000 general aggregate	
Umbrella	\$10,000,000 (vehicles only)	
Sexual Misconduct	\$1,000,000 general aggregate	\$5,000 each loss
Law Enforcement	\$1,000,000 general aggregate	\$7,500 each loss
School Leaders E&O	\$1,000,000 general aggregate	\$7,500 each loss

There were no significant reductions in insurance coverage from the prior year. Also, there were no settlements that exceeded insurance coverage for the past three fiscal years.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

The District is self-insured for its workers' compensation costs. Expenses for claims are recorded on the current basis based on an actuarially determined charge per employee. The District accounts for the activities of this program in an internal service fund in accordance with GASB Statement No. 10. A summary of the changes in self-insurance workers' compensation claims liability is as follows:

	<u>2014</u>	<u>2013</u>
Claims Liability at Beginning of Year	\$13,867	\$9,877
Claims Incurred	115,595	160,892
Claims Paid	<u>(99,679)</u>	<u>(156,902)</u>
Claims Liability at End of Year	<u><u>\$29,783</u></u>	<u><u>\$13,867</u></u>

Note 13 – Accountability

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

	<u>Deficit</u>
Other Governmental Funds:	
Race to the Top	\$26,163
Title I	46,191
Food Service	52,760
Internal Service Fund	29,783

The deficit fund balances were caused by GAAP Accruals.

Note 14 – 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 acquisition and construction of capital improvements. Amounts not spent by year-end or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years.

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

	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>
Set Aside Reserve Balance as of June 30, 2013	\$0	\$380,716
Current Year Set Aside Requirement	1,354,656	0
Qualified Disbursements	(589,410)	0
Current Year Offsets	<u>(765,246)</u>	<u>0</u>
Set Aside Reserve Balance as of June 30, 2014	<u><u>\$0</u></u>	<u><u>\$380,716</u></u>
Restricted Cash as of June 30, 2014	<u><u>\$0</u></u>	<u><u>\$380,716</u></u>

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

Although the District had offsets from 2005 Series Debt of \$50,677,000 and qualifying disbursements during the year that reduced the set-aside amounts for capital maintenance reserve to below zero, extra qualified disbursement amounts may not be used to reduce the set-aside requirements of future years.

Note 15 - Interfund Balances/Transfers

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

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$2,079,177	\$0	\$0	\$40,000
Other Governmental Funds	<u>0</u>	<u>2,079,177</u>	<u>40,000</u>	<u>0</u>
Total all funds	<u>\$2,079,177</u>	<u>\$2,079,177</u>	<u>\$40,000</u>	<u>\$40,000</u>

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

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Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

Note 16 – Fund Balances

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the School 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	Permanent Improvement	Other Governmental Funds	Total
Restricted for:				
Miscellaneous State Grants	\$0	\$0	\$38,927	\$38,927
Auxiliary Services	0	0	161,372	161,372
Debt Service	0	0	3,493,640	3,493,640
Special Education	0	0	115,656	115,656
Student Activity	0	0	235,755	235,755
Other Grants	0	0	2,787	2,787
Improving Teacher Quality	0	0	27,836	27,836
Total Restricted	0	0	4,075,973	4,075,973
Committed to:				
Capital Improvements	0	9,574,886	0	9,574,886
Total Committed	0	9,574,886	0	9,574,886
Assigned to:				
Encumbrances	108,868	0	0	108,868
Public School	250,442	0	0	250,442
Total Assigned	359,310	0	0	359,310
Unassigned (Deficit)	22,365,608	0	(125,114)	22,240,494
Total Fund Balance	\$22,724,918	\$9,574,886	\$3,950,859	\$36,250,663

Note 17 – Change in Accounting Principles

The District adopted the provisions of GASB Statement Number 65, *Items Previously Reported as Assets and Liabilities* and GASB Statement Number 67, *Financial Reporting from Pension Plans* – an amendment of GASB Statement Number 25. GASB Statement Number 65 establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012 and have been implemented by the District. GASB Statement Number 67 replaces the requirements of Statements Number 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Deferred Contribution Plans*, and Number 50, *Pension Disclosures*, as they relate to pension plans that are administered through trusts or equivalent arrangements that meet certain criteria. The provisions of the Statement are effective for financial statements for periods beginning after June 15, 2013, and have been implemented by the District. The implementation of GASB 67 had no effect on the financial statements.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2014

Note 18 – Prior Period Adjustment

In prior periods, the District had reported assets related to bond issuance costs in the Governmental Activities entity-wide financial statements. GASB Statement Number 65, *Items Previously Reported as Assets and Liabilities*, has reclassified debt issuance costs as an expense in the period incurred rather than amortizing the costs over the life of the debt. The implementation of GASB Statement Number 65 requires a restatement of prior period's net position as follows:

	<u>Governmental Activities</u>
Net Position - June 30, 2013	\$34,936,408
Prior Period Adjustments:	
Bond Issuance Costs	(234,192)
Restated Net Position - June 30, 2013	<u><u>\$34,702,216</u></u>

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REQUIRED SUPPLEMENTARY INFORMATION

Oak Hills Local School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2014

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$22,691,209	\$22,691,209	\$24,257,986	\$1,566,777
Revenue in lieu of taxes	9,814,939	9,814,939	10,492,639	677,700
Tuition and Fees	1,125,870	1,125,870	1,203,609	77,739
Intergovernmental	27,641,352	27,641,352	29,549,926	1,908,574
Extracurricular Activities	182,043	182,043	194,613	12,570
Charges for Services	144,873	144,873	154,876	10,003
Other Revenues	22,826	22,826	24,402	1,576
Total Revenues	61,623,112	61,623,112	65,878,051	4,254,939
Expenditures:				
Current:				
Instruction:				
Regular	31,701,797	31,702,040	31,471,743	230,297
Special	9,834,958	9,835,034	9,763,588	71,446
Vocational	373	373	370	3
Other	235,235	235,237	233,528	1,709
Support Services:				
Pupil	4,480,927	4,480,962	4,448,410	32,552
Instructional Staff	1,279,749	1,279,759	1,270,462	9,297
General Administration	164,321	164,323	163,129	1,194
School Administration	4,943,674	4,943,712	4,907,799	35,913
Fiscal	1,083,429	1,083,438	1,075,567	7,871
Business	104,962	104,962	104,200	762
Operations and Maintenance	5,338,012	5,338,053	5,299,275	38,778
Pupil Transportation	2,638,193	2,638,213	2,619,048	19,165
Central	311,680	311,682	309,418	2,264
Operation of Non-Instructional Services	35,395	35,395	35,138	257
Extracurricular Activities	1,002,107	1,002,115	994,835	7,280
Capital Outlay	73,867	73,868	73,331	537
Total Expenditures	63,228,679	63,229,166	62,769,841	459,325
Excess of Revenues Over (Under) Expenditures	(1,605,567)	(1,606,054)	3,108,210	4,714,264
Other Financing Sources (Uses):				
Advances (Out)	(2,076,244)	(2,076,260)	(2,061,177)	15,083
Transfers (Out)	(40,292)	(40,293)	(40,000)	293
Total Other Financing Sources (Uses)	(2,116,536)	(2,116,553)	(2,101,177)	15,376
Net Change in Fund Balance	(3,722,103)	(3,722,607)	1,007,033	4,729,640
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	15,496,163	15,496,163	15,496,163	0
Fund Balance - End of Year	\$11,774,060	\$11,773,556	\$16,503,196	\$4,729,640

See accompanying notes to the required supplementary information.

Note 1 – Budgetary Process

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

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2014.

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

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

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

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2014

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	\$6,334,674
Revenue Accruals	(3,576,050)
Expenditure Accruals	463,433
Advances (Out)	(2,061,177)
Encumbrances	(156,654)
Funds Budgeted Elsewhere	<u>2,807</u>
Budget Basis	<u><u>\$1,007,033</u></u>

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

Capital Projects Fund

The Capital Projects Fund 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. The District has only one Capital Projects Fund for fiscal year 2014, the Permanent Improvement Fund. 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.

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Permanent Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$4,210,859	\$4,304,684	\$93,825
Intergovernmental	699,141	714,719	15,578
Total Revenues	4,910,000	5,019,403	109,403
Expenditures:			
Current:			
Instruction:			
Regular	679,947	676,597	3,350
Support Services:			
Instructional Staff	1,919,197	1,909,742	9,455
Fiscal	65,933	65,608	325
Operations and Maintenance	759,649	755,907	3,742
Pupil Transportation	391,570	389,641	1,929
Extracurricular Activities	4,269	4,248	21
Capital Outlay	1,160,021	1,154,306	5,715
Total Expenditures	4,980,586	4,956,049	24,537
Net Change in Fund Balance	(70,586)	63,354	133,940
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	6,889,684	6,889,684	0
Fund Balance - End of Year	\$6,819,098	\$6,953,038	\$133,940

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.

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 District has only one Debt Service Fund for fiscal year 2014.

Oak Hills Local School District, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2014

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$748,820	\$2,363,640	\$3,112,460
Receivables (Net):			
Taxes	0	2,737,318	2,737,318
Accounts	4,418	0	4,418
Intergovernmental	3,347,096	0	3,347,096
Inventory	12,608	0	12,608
Total Assets	4,112,942	5,100,958	9,213,900
Liabilities:			
Accounts Payable	73,894	0	73,894
Accrued Wages and Benefits	449,920	0	449,920
Compensated Absences	15,385	0	15,385
Interfund Payable	2,079,177	0	2,079,177
Total Liabilities	2,618,376	0	2,618,376
Deferred Inflows of Resources:			
Property Taxes	0	1,607,318	1,607,318
Grants and Other Taxes	1,037,347	0	1,037,347
Total Deferred Inflows of Resources	1,037,347	1,607,318	2,644,665
Fund Balances:			
Restricted	582,333	3,493,640	4,075,973
Unassigned	(125,114)	0	(125,114)
Total Fund Balances	457,219	3,493,640	3,950,859
Total Liabilities, Deferred Inflows and Fund Balances	\$4,112,942	\$5,100,958	\$9,213,900

Oak Hills Local School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2014

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
Revenues:			
Property and Other Taxes	\$0	\$2,854,814	\$2,854,814
Investment Earnings	13	0	13
Intergovernmental	5,267,276	462,372	5,729,648
Extracurricular Activities	966,575	0	966,575
Charges for Services	1,757,941	0	1,757,941
Other Revenues	90,826	0	90,826
Total Revenues	8,082,631	3,317,186	11,399,817
Expenditures:			
Current:			
Instruction:			
Regular	178,049	0	178,049
Special	564,727	0	564,727
Pupil	506,247	0	506,247
Instructional Staff	1,230,909	0	1,230,909
School Administration	363,945	0	363,945
Fiscal	0	42,437	42,437
Pupil Transportation	10,000	0	10,000
Operation of Non-Instructional Services	3,912,898	0	3,912,898
Extracurricular Activities	1,064,586	0	1,064,586
Debt Service:			
Principal Retirement	0	1,539,137	1,539,137
Interest and Fiscal Charges	0	1,706,963	1,706,963
Total Expenditures	7,831,361	3,288,537	11,119,898
Excess of Revenues Over (Under) Expenditures	251,270	28,649	279,919
Other Financing Sources (Uses):			
Transfers In	40,000	0	40,000
Total Other Financing Sources (Uses)	40,000	0	40,000
Net Change in Fund Balance	291,270	28,649	319,919
Fund Balance - Beginning of Year	165,949	3,464,991	3,630,940
Fund Balance - End of Year	\$457,219	\$3,493,640	\$3,950,859

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

Other Grants – Fund used to account for grant funds that are legally restricted to expenditures for specified purposes.

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

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

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

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

Race to the Top – 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.

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

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

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

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

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

Oak Hills Local School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2014

	Other Grants	Student Activity	Auxiliary Services	Data Communications	Miscellaneous State Grants
Assets:					
Equity in Pooled Cash and Investments	\$2,787	\$231,466	\$275,901	\$0	\$1,084
Receivables (Net):					
Accounts	0	4,289	0	0	0
Intergovernmental	0	0	0	0	79,279
Inventory	0	0	0	0	0
Total Assets	2,787	235,755	275,901	0	80,363
Liabilities:					
Accounts Payable	0	0	72,842	0	0
Accrued Wages and Benefits	0	0	26,302	0	0
Compensated Absences	0	0	15,385	0	0
Interfund Payable	0	0	0	0	30,236
Total Liabilities	0	0	114,529	0	30,236
Deferred Inflows of Resources:					
Grants and Other Taxes	0	0	0	0	11,200
Total Deferred Inflows of Resources	0	0	0	0	11,200
Fund Balances:					
Restricted	2,787	235,755	161,372	0	38,927
Unassigned	0	0	0	0	0
Total Fund Balances	2,787	235,755	161,372	0	38,927
Total Liabilities, Deferred Inflows and Fund Balances	\$2,787	\$235,755	\$275,901	\$0	\$80,363

Race to the Top	Special Education	Title I	IDEA Preschool Grant	Improving Teacher Quality	Food Service	Total Nonmajor Special Revenue Funds
\$12,469	\$0	\$59,994	\$0	\$27,836	\$137,283	\$748,820
0	0	0	0	0	129	4,418
135,817	1,720,307	1,246,363	0	165,330	0	3,347,096
0	0	0	0	0	12,608	12,608
<u>148,286</u>	<u>1,720,307</u>	<u>1,306,357</u>	<u>0</u>	<u>193,166</u>	<u>150,020</u>	<u>4,112,942</u>
0	0	0	0	0	1,052	73,894
0	105,409	116,481	0	0	201,728	449,920
0	0	0	0	0	0	15,385
<u>38,632</u>	<u>1,284,242</u>	<u>726,067</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,079,177</u>
<u>38,632</u>	<u>1,389,651</u>	<u>842,548</u>	<u>0</u>	<u>0</u>	<u>202,780</u>	<u>2,618,376</u>
<u>135,817</u>	<u>215,000</u>	<u>510,000</u>	<u>0</u>	<u>165,330</u>	<u>0</u>	<u>1,037,347</u>
<u>135,817</u>	<u>215,000</u>	<u>510,000</u>	<u>0</u>	<u>165,330</u>	<u>0</u>	<u>1,037,347</u>
0	115,656	0	0	27,836	0	582,333
(26,163)	0	(46,191)	0	0	(52,760)	(125,114)
<u>(26,163)</u>	<u>115,656</u>	<u>(46,191)</u>	<u>0</u>	<u>27,836</u>	<u>(52,760)</u>	<u>457,219</u>
<u>\$148,286</u>	<u>\$1,720,307</u>	<u>\$1,306,357</u>	<u>\$0</u>	<u>\$193,166</u>	<u>\$150,020</u>	<u>\$4,112,942</u>

Oak Hills Local School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2014

	Other Grants	Student Activity	Auxiliary Services	Data Communications	Miscellaneous State Grants
Revenues:					
Investment Earnings	\$0	\$0	\$0	\$0	\$0
Intergovernmental	14,000	0	1,767,675	16,200	285,385
Extracurricular Activities	0	966,575	0	0	0
Charges for Services	0	3,380	0	0	0
Other Revenues	0	90,697	0	0	0
Total Revenues	14,000	1,060,652	1,767,675	16,200	285,385
Expenditures:					
Current:					
Instruction:					
Regular	0	0	15,385	16,200	100,893
Special	0	0	0	0	0
Pupil	11,213	0	0	0	103,585
Instructional Staff	0	0	0	0	33,064
School Administration	0	0	0	0	0
Pupil Transportation	0	0	0	0	10,000
Operation of Non-Instructional Services	0	0	1,591,452	0	0
Extracurricular Activities	0	1,064,586	0	0	0
Total Expenditures	11,213	1,064,586	1,606,837	16,200	247,542
Excess of Revenues Over (Under) Expenditures	2,787	(3,934)	160,838	0	37,843
Other Financing Sources (Uses):					
Transfers In	0	40,000	0	0	0
Total Other Financing Sources (Uses)	0	40,000	0	0	0
Net Change in Fund Balance	2,787	36,066	160,838	0	37,843
Fund Balance - Beginning of Year	0	199,689	534	0	1,084
Fund Balance - End of Year	\$2,787	\$235,755	\$161,372	\$0	\$38,927

Race to the Top	Special Education	Title I	IDEA Preschool Grant	Improving Teacher Quality	Food Service	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$13	\$13
303,735	1,505,307	751,781	22,760	116,611	483,822	5,267,276
0	0	0	0	0	0	966,575
0	0	0	0	0	1,754,561	1,757,941
0	0	0	0	0	129	90,826
<u>303,735</u>	<u>1,505,307</u>	<u>751,781</u>	<u>22,760</u>	<u>116,611</u>	<u>2,238,525</u>	<u>8,082,631</u>
45,571	0	0	0	0	0	178,049
0	99,273	442,694	22,760	0	0	564,727
0	391,449	0	0	0	0	506,247
285,303	513,961	301,343	0	97,238	0	1,230,909
0	333,145	30,800	0	0	0	363,945
0	0	0	0	0	0	10,000
0	139,973	44,088	0	0	2,137,385	3,912,898
0	0	0	0	0	0	1,064,586
<u>330,874</u>	<u>1,477,801</u>	<u>818,925</u>	<u>22,760</u>	<u>97,238</u>	<u>2,137,385</u>	<u>7,831,361</u>
<u>(27,139)</u>	<u>27,506</u>	<u>(67,144)</u>	<u>0</u>	<u>19,373</u>	<u>101,140</u>	<u>251,270</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>40,000</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>40,000</u>
<u>(27,139)</u>	<u>27,506</u>	<u>(67,144)</u>	<u>0</u>	<u>19,373</u>	<u>101,140</u>	<u>291,270</u>
<u>976</u>	<u>88,150</u>	<u>20,953</u>	<u>0</u>	<u>8,463</u>	<u>(153,900)</u>	<u>165,949</u>
<u>(\$26,163)</u>	<u>\$115,656</u>	<u>(\$46,191)</u>	<u>\$0</u>	<u>\$27,836</u>	<u>(\$52,760)</u>	<u>\$457,219</u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Other Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$14,000	\$14,000	\$0
Total Revenues	14,000	14,000	0
Expenditures:			
Current:			
Support Services:			
Pupil	14,000	11,213	2,787
Total Expenditures	14,000	11,213	2,787
Net Change in Fund Balance	0	2,787	2,787
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$0	\$2,787	\$2,787

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Student Activity Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$1,131,106	\$966,096	(\$165,010)
Charges for Services	3,957	3,380	(577)
Other Revenues	104,021	88,846	(15,175)
Total Revenues	1,239,084	1,058,322	(180,762)
Expenditures:			
Current:			
Extracurricular Activities	1,368,557	1,114,082	254,475
Total Expenditures	1,368,557	1,114,082	254,475
Excess of Revenues Over (Under) Expenditures	(129,473)	(55,760)	73,713
Other Financing Sources (Uses):			
Transfers In	46,832	40,000	(6,832)
Total Other Financing Sources (Uses)	46,832	40,000	(6,832)
Net Change in Fund Balance	(82,641)	(15,760)	66,881
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	205,960	205,960	0
Fund Balance - End of Year	\$123,319	\$190,200	\$66,881

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Auxiliary Services Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,793,386	\$1,767,675	(\$25,711)
Total Revenues	1,793,386	1,767,675	(25,711)
Expenditures:			
Current:			
Operation of Non-Instructional Services	1,860,528	1,686,509	174,019
Total Expenditures	1,860,528	1,686,509	174,019
Net Change in Fund Balance	(67,142)	81,166	148,308
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	67,142	67,142	0
Fund Balance - End of Year	\$0	\$148,308	\$148,308

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Data Communications Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$16,200	\$16,200	\$0
Total Revenues	16,200	16,200	0
Expenditures:			
Current:			
Instruction:			
Regular	16,200	16,200	0
Total Expenditures	16,200	16,200	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Miscellaneous State Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$238,412	\$217,306	(\$21,106)
Total Revenues	<u>238,412</u>	<u>217,306</u>	<u>(21,106)</u>
Expenditures:			
Current:			
Instruction:			
Regular	131,591	136,784	(5,193)
Support Services:			
Pupil	99,653	103,585	(3,932)
Instructional Staff	31,809	33,064	(1,255)
Pupil Transportation	9,620	10,000	(380)
Total Expenditures	<u>272,673</u>	<u>283,433</u>	<u>(10,760)</u>
Excess of Revenues Over (Under) Expenditures	<u>(34,261)</u>	<u>(66,127)</u>	<u>(31,866)</u>
Other Financing Sources (Uses):			
Advances In	33,173	30,236	(2,937)
Total Other Financing Sources (Uses)	<u>33,173</u>	<u>30,236</u>	<u>(2,937)</u>
Net Change in Fund Balance	(1,088)	(35,891)	(34,803)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>1,088</u>	<u>1,088</u>	<u>0</u>
Fund Balance - End of Year	<u>\$0</u>	<u>(\$34,803)</u>	<u>(\$34,803)</u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Race to the Top Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$333,179	\$303,735	(\$29,444)
Total Revenues	333,179	303,735	(29,444)
Expenditures:			
Current:			
Instruction:			
Regular	51,855	45,571	6,284
Support Services:			
Instructional Staff	324,927	285,553	39,374
Total Expenditures	376,782	331,124	45,658
Excess of Revenues Over (Under) Expenditures	(43,603)	(27,389)	16,214
Other Financing Sources (Uses):			
Advances In	42,377	38,632	(3,745)
Total Other Financing Sources (Uses)	42,377	38,632	(3,745)
Net Change in Fund Balance	(1,226)	11,243	12,469
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	1,226	1,226	0
Fund Balance - End of Year	\$0	\$12,469	\$12,469

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Special Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$249,700	\$215,000	(\$34,700)
Total Revenues	249,700	215,000	(34,700)
Expenditures:			
Current:			
Instruction:			
Special	138,755	121,273	17,482
Support Services:			
Pupil	445,339	389,228	56,111
Instructional Staff	597,376	522,109	75,267
School Administration	376,463	329,030	47,433
Operation of Non-Instructional Services	164,886	144,111	20,775
Total Expenditures	1,722,819	1,505,751	217,068
Excess of Revenues Over (Under) Expenditures	(1,473,119)	(1,290,751)	182,368
Other Financing Sources (Uses):			
Advances In	1,470,607	1,266,242	(204,365)
Total Other Financing Sources (Uses)	1,470,607	1,266,242	(204,365)
Net Change in Fund Balance	(2,512)	(24,509)	(21,997)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	2,512	2,512	0
Fund Balance - End of Year	\$0	(\$21,997)	(\$21,997)

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Title I Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$217,695	\$152,418	(\$65,277)
Total Revenues	217,695	152,418	(65,277)
Expenditures:			
Current:			
Instruction:			
Special	678,597	442,670	235,927
Support Services:			
Instructional Staff	461,414	300,995	160,419
School Administration	47,215	30,800	16,415
Operation of Non-Instructional Services	67,490	44,026	23,464
Total Expenditures	1,254,716	818,491	436,225
Excess of Revenues Over (Under) Expenditures	(1,037,021)	(666,073)	370,948
Other Financing Sources (Uses):			
Advances In	1,037,022	726,067	(310,955)
Total Other Financing Sources (Uses)	1,037,022	726,067	(310,955)
Net Change in Fund Balance	1	59,994	59,993
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$1	\$59,994	\$59,993

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	IDEA Preschool Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$22,760	\$22,760	\$0
Total Revenues	22,760	22,760	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	22,760	22,760	0
Total Expenditures	22,760	22,760	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Improving Teacher Quality Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$282,062	\$116,611	(\$165,451)
Total Revenues	282,062	116,611	(165,451)
Expenditures:			
Current:			
Support Services:			
Instructional Staff	290,526	98,763	191,763
Total Expenditures	290,526	98,763	191,763
Net Change in Fund Balance	(8,464)	17,848	26,312
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	8,464	8,464	0
Fund Balance - End of Year	\$0	\$26,312	\$26,312

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Food Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$14	\$13	(\$1)
Intergovernmental	471,474	453,298	(18,176)
Charges for Services	1,825,012	1,754,654	(70,358)
Total Revenues	2,296,500	2,207,965	(88,535)
Expenditures:			
Current:			
Operation of Non-Instructional Services	2,296,850	2,117,569	179,281
Total Expenditures	2,296,850	2,117,569	179,281
Net Change in Fund Balance	(350)	90,396	90,746
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	46,882	46,882	0
Fund Balance - End of Year	\$46,532	\$137,278	\$90,746

NONMAJOR DEBT SERVICE FUND

Fund Description

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 for the Debt Service Fund has been included in the Nonmajor Governmental Funds Combining Balance Sheet and Combining Statement of Revenues, Expenditures and Changes in Fund Balance. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$2,615,706	\$2,784,814	\$169,108
Intergovernmental	434,294	462,372	28,078
Total Revenues	<u>3,050,000</u>	<u>3,247,186</u>	<u>197,186</u>
Expenditures:			
Current:			
Support Services:			
Fiscal	42,724	42,437	287
Debt Service:			
Principal Retirement	1,539,437	1,539,437	0
Interest and Fiscal Charges	1,728,939	1,706,963	21,976
Total Expenditures	<u>3,311,100</u>	<u>3,288,837</u>	<u>22,263</u>
Net Change in Fund Balance	(261,100)	(41,651)	219,449
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>2,404,992</u>	<u>2,404,992</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$2,143,892</u></u>	<u><u>\$2,363,341</u></u>	<u><u>\$219,449</u></u>

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

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

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

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

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Public School Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$419,565	\$397,129	(\$22,436)
Other Revenues	144,435	136,711	(7,724)
Total Revenues	<u>564,000</u>	<u>533,840</u>	<u>(30,160)</u>
Expenditures:			
Current:			
Support Services:			
Pupil	674,737	568,596	106,141
Central	27,504	23,177	4,327
Total Expenditures	<u>702,241</u>	<u>591,773</u>	<u>110,468</u>
Net Change in Fund Balance	(138,241)	(57,933)	80,308
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>298,366</u>	<u>298,366</u>	<u>0</u>
Fund Balance - End of Year	<u>\$160,125</u>	<u>\$240,433</u>	<u>\$80,308</u>

(1) - This fund is included in General Fund in GAAP Statements

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	State Subdivision Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	11,000	11,000	0
Fund Balance - End of Year	<u>\$11,000</u>	<u>\$11,000</u>	<u>\$0</u>

(1) - This fund is included in General Fund in GAAP Statements

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Uniform School Supply Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$28,000	\$21,241	(\$6,759)
Total Revenues	28,000	21,241	(6,759)
Expenditures:			
Current:			
Instruction:			
Regular	28,107	21,169	6,938
Total Expenditures	28,107	21,169	6,938
Net Change in Fund Balance	(107)	72	179
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	19,484	19,484	0
Fund Balance - End of Year	\$19,377	\$19,556	\$179

(1) - This fund is included in General Fund in GAAP Statements

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2014

	Adult Education Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$56,367	\$49,567	(\$6,800)
Other Revenues	2,633	2,315	(318)
Total Revenues	<u>59,000</u>	<u>51,882</u>	<u>(7,118)</u>
Expenditures:			
Current:			
Operation of Non-Instructional Services	<u>58,166</u>	<u>48,116</u>	<u>10,050</u>
Total Expenditures	<u>58,166</u>	<u>48,116</u>	<u>10,050</u>
Net Change in Fund Balance	834	3,766	2,932
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$834</u></u>	<u><u>\$3,766</u></u>	<u><u>\$2,932</u></u>

(1) - This fund is included in General Fund in GAAP Statements

NONMAJOR FUNDS

Fiduciary funds

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

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

Oak Hills Local School District, Ohio
Statement of Changes In Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2014

	Student Activity			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$74,492	\$182,530	\$185,347	\$71,675
Receivables (Net):				
Accounts	27	0	27	0
Total Assets	<u>74,519</u>	<u>182,530</u>	<u>185,374</u>	<u>71,675</u>
Liabilities:				
Other Liabilities	<u>74,519</u>	<u>182,530</u>	<u>185,374</u>	<u>71,675</u>
Total Liabilities	<u>\$74,519</u>	<u>\$182,530</u>	<u>\$185,374</u>	<u>\$71,675</u>

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STATISTICAL SECTION



STATISTICAL SECTION

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

CONTENTS

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

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

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

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

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

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

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

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental Activities										
Net Investment in Capital Assets	\$1,556,634	\$1,625,953	\$1,767,561	\$3,223,283	\$5,852,153	\$7,686,787	\$8,896,621	\$9,492,221	\$9,782,816	\$10,281,225
Restricted	4,341,575	3,531,482	4,081,323	6,154,650	6,386,520	8,150,504	4,153,714	4,378,079	4,048,421	4,760,786
Unrestricted	1,839,669	1,605,672	1,655,611	25,537,855	23,696,125	21,724,164	21,570,363	20,653,086	20,870,979	29,158,085
Total Net Position	<u>\$7,737,878</u>	<u>\$6,763,107</u>	<u>\$7,504,495</u>	<u>\$34,915,788</u>	<u>\$35,934,798</u>	<u>\$37,561,455</u>	<u>\$34,620,698</u>	<u>\$34,523,386</u>	<u>\$34,702,216</u>	<u>\$44,200,096</u>

Source: District Records

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

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses										
Governmental Activities:										
Instruction	\$36,534,799	\$37,076,952	\$38,625,619	\$41,700,556	\$42,044,797	\$43,400,150	\$44,447,001	\$42,082,843	\$41,099,941	\$43,441,355
Pupil	3,861,441	4,408,818	4,120,272	4,577,223	4,372,678	4,999,928	4,968,916	5,337,790	5,035,797	5,534,470
Instructional staff	3,469,279	4,225,371	4,661,660	5,400,250	7,246,802	7,100,492	7,291,063	5,312,361	5,685,892	4,117,596
General Administration	106,358	146,551	178,256	133,180	176,351	163,458	128,139	730,144	126,079	160,001
School Administration	4,579,443	4,592,471	4,791,398	4,819,529	5,075,386	5,328,461	5,419,652	5,009,998	5,455,185	5,361,576
Fiscal	1,004,290	1,051,142	1,069,374	1,124,823	1,208,804	1,281,511	1,313,411	1,245,878	1,259,348	1,169,771
Business	241,017	252,250	258,406	395,701	106,493	284,383	277,321	299,053	113,062	107,136
Operation and Maintenance	5,799,708	7,210,041	7,660,054	6,880,648	6,649,473	6,988,413	6,846,285	6,047,467	6,233,071	6,235,743
Pupil Transportation	2,266,917	2,344,523	2,181,132	2,553,989	2,721,131	2,894,554	3,004,197	3,045,054	3,016,409	3,259,887
Central	1,135,384	490,215	472,596	534,923	501,881	541,132	580,400	483,088	554,851	333,268
Operation of Non-Instructional Services	4,645,245	4,788,651	5,115,065	4,715,758	4,891,470	4,428,200	4,827,525	4,075,877	4,498,202	4,125,883
Extracurricular Activities	1,423,258	1,651,206	1,732,180	1,774,568	1,829,779	2,099,337	2,025,274	2,058,361	2,185,473	2,074,027
Interest and Fiscal Charges	4,464,002	3,450,198	2,226,417	1,106,046	2,054,725	1,956,139	1,867,715	1,799,761	1,711,279	1,601,184
Total Government Expenses	69,531,141	71,688,389	73,092,429	75,717,194	78,879,770	81,466,158	82,996,899	77,527,675	76,974,589	77,521,897
Program Revenues										
Governmental Activities:										
Charges for Services										
Instruction	1,073,373	1,148,265	1,183,360	1,440,889	1,887,712	1,213,258	1,297,724	1,329,534	1,277,929	1,110,772
Pupil	483,984	412,093	568,181	520,211	0	278,644	0	0	0	0
Instructional Staff	644	560	549	465	0	0	0	0	0	0
Operation and Maintenance	8,926	8,638	24,690	33,234	27,421	21,291	22,950	23,330	34,830	375,903
Pupil Transportation	50,086	59,866	53,371	51,838	59,839	68,025	68,099	61,423	15,510	104,969
Central	0	16,078	15,501	14,399	16,835	12,677	0	0	0	0
Operation of Non-Instructional	2,085,649	2,119,189	2,132,297	2,341,106	2,292,337	2,112,094	1,976,544	2,019,973	1,889,472	1,710,383
Extracurricular Activities	913,915	1,117,361	1,037,976	931,073	888,863	1,195,044	1,421,483	1,390,466	1,642,081	1,209,731
Operating Grants and Contributions	5,125,899	6,501,819	6,689,612	6,856,642	6,788,833	9,817,213	8,656,757	8,032,996	6,542,478	9,682,006
Capital Grants and Contributions	189,759	84,678	101,593	21,882	43,210	0	0	0	0	0
Total Government Revenues	9,932,235	11,468,547	11,807,130	12,211,739	12,005,050	14,718,246	13,443,557	12,857,722	11,402,300	14,193,764
Net (Expense)/Revenue	(\$59,598,906)	(\$60,219,842)	(\$61,285,299)	(\$63,503,455)	(\$66,874,720)	(\$66,747,912)	(\$69,553,342)	(\$64,669,953)	(\$65,572,289)	(\$63,328,133)
Total Government Net Expense										

Source: District Records

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

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Net (Expense)/Revenue										
Total Government Net Expense	(\$59,598,906)	(\$60,219,842)	(\$61,285,299)	(\$63,505,455)	(\$66,874,720)	(\$66,747,912)	(\$69,553,342)	(\$64,669,953)	(\$65,572,289)	(\$63,328,133)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes										
Property Taxes Levied for General Purposes	28,140,075	23,708,236	24,116,305	23,040,762	21,853,958	22,457,479	22,185,957	21,255,588	20,671,331	27,042,320
Property Taxes Levied for Special Revenue Purposes	0	0	0	0	5,706	11,917	0	0	0	0
Property Taxes Levied for Debt Service Purposes	3,890,235	3,718,599	3,365,551	3,421,172	2,885,046	2,793,781	2,749,573	2,574,878	2,767,198	2,806,705
Property Taxes Levied for Capital Projects Purposes	0	0	0	4,441,391	4,802,644	4,823,270	4,820,177	4,174,592	4,158,680	4,481,251
Grants and Entitlements Not Restricted to Specific Programs	24,698,950	23,421,326	24,071,668	24,903,123	28,454,221	27,516,062	26,449,129	26,470,882	27,809,237	27,350,047
Payment in Lieu of Taxes	5,713,783	6,482,374	7,178,939	7,884,327	8,451,191	9,861,510	9,577,067	9,619,710	9,694,573	10,492,639
Unrestricted Contributions	290,013	326,782	771,420	308,447	202,094	126,969	174,606	155,153	123,009	151,374
Investment Earnings	645,611	1,165,363	1,765,728	1,543,598	807,139	373,400	352,248	28,397	8,590	59,083
Other Revenues	452,252	422,391	757,076	486,993	431,731	410,181	303,828	293,441	752,693	442,594
Total Governmental Activities	63,830,919	59,245,071	62,026,687	66,029,813	67,893,730	68,374,569	66,612,585	64,572,641	65,985,311	72,826,013
Change in Net Position - Total Government	\$4,232,013	(\$974,771)	\$741,388	\$2,524,358	\$1,019,010	\$1,626,657	(\$2,940,757)	(\$97,312)	\$413,022	\$9,497,880

Source: District Records

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

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011 (1)	2012 (1)	2013 (1)	2014 (1)
General Fund										
Reserved	\$10,617,074	\$10,175,814	\$9,736,876	\$8,742,646	\$8,477,245	\$8,795,914				
Unreserved	21,937,307	21,178,009	20,955,149	19,893,145	18,690,772	16,642,603				
Assigned							\$99,794	\$5,456,159	\$3,988,644	\$359,310
Unassigned							20,683,669	13,308,707	12,401,600	22,365,608
Total General Fund	32,554,381	31,353,823	30,692,025	28,635,791	27,168,017	25,438,517	20,783,463	18,764,866	16,390,244	22,724,918
All Other Governmental Funds										
Reserved	1,610,313	1,657,327	1,773,948	3,251,804	3,083,542	3,847,042	0	0	0	0
Unreserved, Reported in:										
Capital Project Funds	171,510	115,125	138,470	(123,922)	806,385	1,206,089	0	0	0	0
Debt Service Funds	1,414,120	1,932,891	2,327,584	2,404,439	2,043,439	2,326,797	0	0	0	0
Special Revenue Funds	489,180	707,623	384,417	275,493	57,736	(263,181)	0	0	0	0
Restricted							3,841,895	4,001,717	3,791,678	4,075,973
Committed							4,598,621	6,038,603	8,476,565	9,574,886
Unassigned							(348,019)	(573,841)	(160,738)	(125,114)
Total all Other Governmental Funds	\$3,685,123	\$4,412,966	\$4,624,419	\$5,807,814	\$5,991,102	\$7,116,747	\$8,092,497	\$9,466,479	\$12,107,505	\$13,525,745

Source: District Records

(1) - Prior year amounts have not been restated for the implementation of GASB Statement 54. The classification of fund balance are discussed in the Notes to the Financial Statements.

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

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues:										
Taxes	\$31,683,734	\$27,803,892	\$27,519,547	\$30,772,915	\$29,543,990	\$29,897,760	\$29,696,733	\$28,235,311	\$27,802,403	\$34,237,484
Tuition and Fees	1,266,311	1,353,408	1,371,042	1,593,704	1,524,276	1,362,830	1,303,814	1,241,469	1,216,417	1,267,018
Investment Earnings	645,611	1,165,362	1,765,728	1,543,598	807,139	360,629	352,248	51,480	8,215	63,958
Intergovernmental	30,178,259	30,594,365	30,853,911	31,672,670	35,170,424	36,952,325	35,433,886	34,562,003	34,511,674	35,994,293
Extracurricular Activities	1,238,847	1,383,944	1,469,375	1,466,148	1,442,080	1,486,365	1,465,931	1,527,380	1,641,466	1,561,553
Charges for Services	2,085,649	2,119,189	2,132,297	2,221,189	2,158,314	2,016,752	1,976,544	2,019,973	1,924,918	1,784,372
Revenue in Lieu of Taxes	5,713,783	6,482,374	7,178,939	7,884,327	8,451,191	9,861,510	9,577,067	9,619,710	9,694,573	10,492,639
Other Revenues	611,299	597,495	1,510,057	847,614	674,364	572,236	518,947	484,497	952,394	570,115
Total Revenues	\$73,423,493	\$71,500,029	\$73,800,896	\$78,002,165	\$79,771,778	\$82,510,407	\$80,325,170	\$77,741,823	\$77,752,060	\$85,971,432

Source: District Records

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

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Regular Instruction	\$29,714,912	\$30,494,145	\$31,733,621	\$33,038,753	\$33,274,310	\$34,100,823	\$34,711,759	\$32,494,697	\$31,136,770	\$31,605,906
Special Instruction	6,272,606	6,961,644	6,538,699	6,787,517	7,305,501	8,301,525	8,551,494	8,303,352	8,622,566	10,377,927
Vocational Instruction	4,115	5,051	150	244	0	101	189	149	447	370
Other Instruction	0	193,429	202,521	235,794	304,023	319,185	264,077	232,155	239,570	253,570
Pupil	3,773,525	4,442,386	4,114,540	4,560,607	4,393,210	5,004,577	5,018,056	5,310,530	5,070,589	5,530,670
Instructional Staff	3,577,830	4,189,685	4,578,310	5,390,162	7,392,702	7,167,145	7,274,389	5,482,111	5,651,256	4,116,220
General Administration	106,358	146,551	178,256	133,180	176,351	163,458	128,139	730,144	126,079	160,001
School Administration	4,427,378	4,493,126	4,848,338	4,926,982	5,082,226	5,294,124	5,253,965	4,967,698	5,456,558	5,258,504
Fiscal	992,639	1,048,483	1,063,089	1,138,397	1,217,174	1,284,025	1,324,012	1,230,560	1,258,301	1,175,339
Business	234,476	243,942	254,917	436,098	103,424	283,795	280,145	353,546	116,976	102,600
Operations and Maintenance	5,520,983	6,030,135	6,158,799	6,476,119	6,610,399	6,941,682	6,820,243	5,972,480	6,167,959	5,995,767
Pupil Transportation	2,245,040	2,099,642	2,057,393	2,534,099	2,878,513	2,807,110	2,855,087	2,891,707	2,882,636	3,002,995
Central	1,121,423	487,518	470,489	536,819	509,403	524,294	570,008	489,965	548,724	331,538
Operation of Non-Instructional Services	4,626,893	4,713,123	5,033,301	4,665,790	4,849,607	4,367,128	4,797,893	4,006,914	4,548,106	4,005,365
Extracurricular Activities	1,326,853	1,641,000	1,728,387	1,759,453	1,852,947	2,089,668	2,004,249	2,037,662	2,161,777	2,064,649
Capital Outlay	568,694	913,697	1,268,253	2,070,850	839,383	1,169,126	791,450	436,704	343,496	991,007
Debt Service:										
Principal Retirement	1,402,500	1,509,000	1,840,000	2,032,000	2,245,000	1,375,000	1,526,000	1,689,000	1,490,000	1,539,137
Interest and Fiscal Charges	2,662,235	2,365,343	2,245,685	2,152,140	2,029,889	1,921,496	1,843,706	1,757,064	1,664,175	1,706,963
Total Expenditures	\$68,578,460	\$71,977,900	\$74,314,748	\$78,875,004	\$81,064,062	\$83,114,262	\$84,014,861	\$78,386,438	\$77,485,985	\$78,218,528

Debt Service as a Percentage of Noncapital Expenditures 6.01% 5.49% 5.53% 5.42% 5.37% 4.07% 4.08% 4.43% 4.10% 4.19%

Source: District Records

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

Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 7

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Other Financing Sources (Uses):										
Proceeds from Sale of Capital Assets	\$0	\$5,156	\$63,507	\$0	\$7,798	\$0	\$10,387	\$0	\$329	\$0
Issuance of Refunding Bonds	35,989,986	0	0	0	0	0	0	0	0	0
Payment to Refunded Bonds Escrow Agent	(38,158,560)	0	0	0	0	0	0	0	0	0
Refunding Bond Premium	2,168,574	0	0	0	0	0	0	0	0	0
Transfers In	434,231	402,617	386,410	381,212	411,794	374,879	671,663	371,484	246,270	40,000
Transfers (Out)	(434,231)	(402,617)	(386,410)	(381,212)	(411,794)	(374,879)	(671,663)	(371,484)	(246,270)	(40,000)
Total Other Financing Sources (Uses)	0	5,156	63,507	0	7,798	0	10,387	0	329	0
Net Change in Fund Balances	\$4,845,033	(\$472,715)	(\$450,345)	(\$872,839)	(\$1,284,486)	(\$603,855)	(\$3,679,304)	(\$644,615)	\$266,404	\$7,752,904

Source: District Records

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

Collection Year	Real Property	Tangible Personal Property	Public Utilities Personal	Total		Total Direct Rate
	Assessed Value	Assessed Value	Assessed Value	Assessed Value	Estimated Actual Value	
2004	\$1,028,989,400	\$25,876,170	\$35,567,880	\$1,090,433,450	\$3,079,042,274	46.68
2005	1,201,989,290	22,066,650	34,152,740	1,258,208,680	3,556,674,454	46.68
2006	1,192,347,460	18,731,100	33,068,880	1,244,147,440	3,514,700,309	46.35
2007	1,192,432,440	9,608,170	31,258,920	1,233,299,530	3,476,641,429	46.35
2008	1,179,229,060	1,966,067	31,364,410	1,212,559,537	3,408,454,564	45.90
2009	1,177,873,300	1,819,270	33,369,740	1,213,062,310	3,405,999,106	45.83
2010	1,176,118,440	911,750	33,888,810	1,210,919,000	3,397,874,210	45.83
2011	1,061,520,280	0	35,117,890	1,096,638,170	3,068,032,976	46.02
2012	1,058,878,380	0	36,658,060	1,095,536,440	3,062,024,860	46.15
2013	1,056,409,240	0	40,156,600	1,096,565,840	3,058,468,714	50.97

Source: County Auditor

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

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

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed. House Bill 66 phased out tangible personal property with the last collection during 2010. Telephone personal property was assessed at 10% for 2009, 5% for 2010, and eliminated in 2011.

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

Calendar Year	District Direct Rates				Overlapping Rates				
	General	Debt Service	Permanent Improvement	Total	City of Cincinnati	Hamilton County	Delhi Township	Green Township	Great Oaks Joint Vocational School
2004	43.20	3.48	0.00	46.68	7.99	21.51	20.46	8.31	2.70
2005	43.20	3.48	0.00	46.68	7.97	21.06	20.46	8.31	2.70
2006	43.20	3.15	0.00	46.35	7.82	20.81	26.34	9.81	2.70
2007	38.64	3.15	4.56	46.35	7.56	20.18	26.34	9.81	2.70
2008	38.64	2.70	4.56	45.90	7.52	20.56	26.34	9.81	2.70
2009	38.64	2.63	4.56	45.83	7.45	20.48	26.34	11.71	2.70
2010	38.64	2.63	4.56	45.83	7.45	20.48	26.34	11.71	2.70
2011	38.83	2.63	4.56	46.02	8.13	19.03	26.34	11.71	2.70
2012	38.96	2.63	4.56	46.15	8.48	19.03	26.34	11.71	2.70
2013	43.03	2.90	5.04	50.97	9.83	19.03	28.09	11.71	2.70

Source: County Auditor

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

Taxpayer	2013	
	Tangible Personal & Real Property	Percentage of Total Assessed Value
Duke Energy	\$39,389,660	3.60%
CSG Enterprises LLC	3,429,970	0.31%
Sisters of Charity of Cincinnati	2,803,860	0.26%
Bre Retail Residual Owner	2,802,880	0.26%
Dillard's	2,397,500	0.22%
BKS Investors	2,366,460	0.22%
Western Woods Mall Inc.	1,885,100	0.17%
EDA RAE CORP	1,646,150	0.15%
West Hills Apt Ltd	1,633,590	0.15%
Western Hills County Club	1,535,970	0.14%
Total Principal Taxpayers	59,891,140	5.48%
All Other Taxpayers	1,036,674,700	94.52%
Total Taxpayers	\$1,096,565,840	100.00%

Taxpayer	2005 (2)	
	Tangible Personal & Real Property	Percentage of Total Taxable Value
Duke Energy	\$27,461,410	2.18%
Cincinnati Bell Telephone	5,052,010	0.40%
Sisters of Charity of Cincinnati	3,330,460	0.26%
Centro NP Residual Pool	3,085,750	0.25%
BKS Investors	2,553,840	0.20%
Dillard's	2,397,500	0.19%
Cincinnati Marketplace LLC	2,310,010	0.18%
Western Hills Country Club	2,283,300	0.18%
Del-Fair Inc	2,222,500	0.18%
CSG Enterprises LLC	2,005,340	0.17%
Total Principal Taxpayers	52,702,120	4.19%
All Other Taxpayers	1,205,506,560	95.81%
Total Taxpayers	\$1,258,208,680	100.00%

Source: County Auditor

(1) - Current and eight calendar years ago information only available. Information from nine years prior is not available.

(2) - 2005 tax year information is the latest available

Oak Hills Local 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		Delinquent Collections	Refunds	Total Collections to Date	
		Amount (2)	Percentage of Levy			Amount	Percentage of Levy
2004	\$32,469,539	\$29,908,472	92.11%	\$1,013,685	\$39,223	\$30,882,934	95.11%
2005	32,596,469	30,036,277	92.15%	741,388	190,511	30,587,154	93.84%
2006	33,395,892	31,335,231	93.83%	757,318	145,152	31,947,397	95.66%
2007	32,704,664	30,754,656	94.04%	697,418	67,448	31,384,626	95.96%
2008	36,090,215	34,256,171	94.92%	733,043	19,420	34,969,794	96.90%
2009	35,360,288	33,237,531	94.00%	850,111	40,264	34,047,378	96.29%
2010	35,473,030	33,080,634	93.26%	981,610	63,545	33,998,699	95.84%
2011	34,243,763	32,149,132	93.88%	908,785	477,119	32,580,798	95.14%
2012	33,513,479	32,857,677	98.04%	782,352	127,804	33,512,225	100.00%
2013	38,785,744	38,072,480	98.16%	771,163	62,979	38,780,664	99.99%

Source: County Auditor

- (1) - Taxes levied and collected are presented on a cash basis
- (2) - State reimbursements of rollback and homestead exemptions are included

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

Fiscal Year	General Bonded Debt Outstanding		General Bonded Debt Outstanding		Percentage of Estimated Actual Value of Taxable Property	Percentage of Personal Income	Per Capita
	Total General Obligation Bonds	Debt Service Fund Balance	Net General Obligation Bonds				
2005	\$51,174,560	\$2,764,120	\$48,410,440		1.44%	0.16%	\$597
2006	49,665,993	3,447,891	46,218,102		1.41%	0.15%	579
2007	47,834,890	3,584,584	44,250,306		1.38%	0.14%	558
2008	45,815,976	3,642,439	42,173,537		1.34%	0.13%	534
2009	43,588,409	3,103,439	40,484,970		1.28%	0.12%	508
2010	42,235,353	3,381,797	38,853,556		1.24%	0.12%	492
2011	40,735,978	3,535,944	37,200,034		1.33%	0.11%	464
2012	39,078,460	3,447,455	35,631,005		1.27%	0.10%	445
2013	37,624,983	3,464,991	34,159,992		1.12%	0.09%	389
2014	35,987,312	3,493,640	32,493,672		1.06%	0.08%	370

Source: District Records

Oak Hills Local School District, Ohio
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2014
 Schedule 13

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Overlapping Debt:			
Hamilton County	\$83,375,000	6.04%	\$5,035,850
City of Cincinnati	484,520,000	0.00%	0
Delhi Township	4,275,000	98.43%	4,207,883
Great Oaks Joint Vocational School	<u>14,695,000</u>	6.13%	<u>900,804</u>
Subtotal, Overlapping Debt	<u>586,865,000</u>		<u>10,144,536</u>
District Direct Debt	<u>35,987,312</u>	100.00%	<u>35,987,312</u>
Total Direct and Overlapping Debt	<u><u>\$622,852,312</u></u>		<u><u>\$46,131,848</u></u>

Source: Ohio Municipal Advisory Council

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

Legal Debt Margin Calculation for Fiscal Year 2014

Assessed value (1)	\$1,096,565,840
Debt limit (9% of assessed value)	98,690,926
Debt applicable to limit	35,987,312
Legal debt margin	<u>\$62,703,614</u>

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Debt Limit	\$98,139,011	\$113,238,781	\$111,973,270	\$110,996,958	\$109,130,358	\$109,175,608	\$108,982,710	\$98,697,435	\$98,598,280	\$98,690,926
Total Net Debt Applicable to Limit	48,843,560	47,643,993	46,127,890	44,430,976	40,324,986	39,289,986	38,114,986	39,078,460	37,624,983	35,987,312
Legal Debt Margin	<u>\$49,295,451</u>	<u>\$65,594,788</u>	<u>\$65,845,380</u>	<u>\$66,565,982</u>	<u>\$68,805,372</u>	<u>\$69,885,622</u>	<u>\$70,867,724</u>	<u>\$59,618,975</u>	<u>\$60,973,297</u>	<u>\$62,703,614</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	49.77%	42.07%	41.20%	40.03%	36.95%	35.99%	34.97%	39.59%	38.16%	36.46%

Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2014 is calendar year 2013)

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

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2004	85,764	\$32,111,846	\$39,467	5.7%
2005	85,764	33,087,346	39,937	5.7%
2006	85,764	35,146,091	41,477	5.0%
2007	85,764	36,488,577	42,730	5.0%
2008	85,764	37,484,285	43,918	5.6%
2009	85,764	36,248,694	42,393	8.9%
2010	87,880	35,888,024	44,751	9.4%
2011	87,880	37,522,065	46,881	8.0%
2012	87,880	39,631,501	49,413	7.0%
2013	87,880	40,415,100	50,235	7.1%

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

Oak Hills Local School District, Ohio
Major Employers (1)
Current Fiscal Year and Fiscal Period Six Years Ago (2)
Schedule 16

2014			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
American Financial Group Inc	Ins	(4)	(5)
Cincinnati Children's Hospital	Serv	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Ford Motor Co	Mfg	(4)	(5)
General Electric Co	Mfg	(4)	(5)
Johnson & Johnson/Ethicon	Mfg	(4)	(5)
Kroger Co	Trade	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mercy Health Partners	Serv	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
University of Cincinnati	Govt	(4)	(5)

2008			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
American Financial Group Inc	Ins	(4)	(5)
Chiquita Brands International Inc	Trade	(4)	(5)
Convergys Corp	Serv	(4)	(5)
Duke Energy Corp	Utility	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Ford Motor Co	Mfg	(4)	(5)
General Electric Co	Mfg	(4)	(5)
Health Alliance of Greater Cincinnati	Serv	(4)	(5)
Johnson & Johnson/Ethicon	Mfg	(4)	(5)
Kroger Co	Trade	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mercy Health Partners	Serv	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
University of Cincinnati	Govt	(4)	(5)

Source: Ohio Department of Development

(1) - For all of Hamilton County

(2) - Only current fiscal year and fiscal period six years 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

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

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Instruction										
Classroom Teachers	394.0	395.0	393.0	393.0	389.3	394.0	388.5	381.0	375.0	377.0
Special Education Teachers and Tutors	89.1	90.0	90.0	90.7	89.0	76.0	75.0	77.0	73.0	81.5
Educational Aides	46.0	48.0	49.0	49.0	45.0	47.0	45.0	34.0	31.0	36.0
Special Education Aides and Attendants	68.0	68.8	70.0	72.0	70.0	77.0	75.0	77.0	74.0	78.0
Total Instruction	<u>597.1</u>	<u>601.8</u>	<u>602.0</u>	<u>604.7</u>	<u>593.3</u>	<u>594.0</u>	<u>583.5</u>	<u>569.0</u>	<u>553.0</u>	<u>572.5</u>
Support and Administration										
Support Personnel										
Librarians, Nurses, Counselors	32.0	32.0	32.0	32.0	32.0	26.0	25.0	24.0	24.0	23.0
Principals	20.0	20.0	20.0	20.0	20.0	20.0	19.0	19.0	19.0	19.0
Administration	24.0	24.0	24.0	24.0	24.0	29.0	19.0	19.0	19.0	17.0
Secretaries and Clerical	41.0	41.0	41.0	41.0	41.0	40.0	37.0	36.0	35.0	45.0
Technology Support	4.0	4.0	4.0	4.0	5.0	5.0	1.0	1.0	1.0	0.0
Auxiliary Services	5.0	5.0	5.0	5.0	5.0	3.0	3.0	3.0	3.0	3.0
Transportation	59.0	59.0	59.0	59.0	58.0	55.0	47.0	52.0	51.0	64.0
Food Service	66.0	66.0	66.0	66.0	63.0	62.0	54.0	54.0	52.0	55.0
Custodial	65.0	65.0	65.0	65.0	65.0	62.0	58.0	52.0	50.0	53.0
Maintenance and Mechanics	11.0	11.0	11.0	11.0	13.0	13.0	11.0	11.0	11.0	11.0
Total Support and Administration	<u>327.0</u>	<u>327.0</u>	<u>327.0</u>	<u>327.0</u>	<u>326.0</u>	<u>315.0</u>	<u>274.0</u>	<u>271.0</u>	<u>265.0</u>	<u>290.0</u>
Total Employees	<u>924.1</u>	<u>928.8</u>	<u>929.0</u>	<u>931.7</u>	<u>919.3</u>	<u>909.0</u>	<u>857.5</u>	<u>840.0</u>	<u>818.0</u>	<u>862.5</u>

Source: District Records

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

Fiscal Year	Enrollment	Operating Expenditure (1)	Cost Per Pupil	Percentage Change	Expenses (2)	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2005	8,150	\$63,945,031	\$7,846	4.36%	\$69,531,141	\$8,531	5.07%	483.1	16.9	0.03%
2006	8,182	67,189,860	8,212	4.66%	71,688,389	8,762	2.69%	485.0	16.9	0.03%
2007	8,108	68,960,810	8,505	3.56%	73,092,429	9,015	2.89%	483.0	16.8	0.03%
2008	8,200	72,620,014	8,856	4.12%	75,717,194	9,234	2.44%	483.7	17.0	0.03%
2009	8,187	75,949,790	9,277	4.75%	78,879,770	9,635	4.35%	478.3	17.1	0.04%
2010	8,096	78,648,640	9,715	4.72%	81,466,158	10,063	4.45%	485.7	16.7	0.04%
2011	8,156	79,853,705	9,791	0.79%	82,996,899	10,176	1.14%	480.0	17.0	0.05%
2012	8,085	74,503,670	9,215	(5.88%)	77,527,675	9,589	(5.76%)	473.0	17.1	0.07%
2013	8,179	73,988,314	9,046	(1.83%)	76,974,589	9,411	(1.84%)	485.0	16.9	10.60%
2014	7,889	73,981,421	9,378	3.67%	77,521,897	9,827	4.42%	458.5	17.2	17.00%

Source: District Records

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

(2) - Expenses is Total Expenses from Schedule 2

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

School	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Oak Hills High School - 1959										
Square Feet	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074
Capacity	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200
Enrollment, Incl. JVS students	3,000	3,014	2,961	2,931	2,821	2,743	2,705	2,610	2,687	2,617
Bridgetown Middle School - 1939										
Square Feet	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962
Capacity	850	850	850	850	850	850	850	850	850	850
Enrollment	645	586	538	583	628	607	601	604	614	602
Delhi Middle School - 1926										
Square Feet	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367
Capacity	825	825	825	825	825	825	825	825	825	825
Enrollment	584	599	569	601	607	580	593	610	592	570
Rapid Run Middle School - 1999										
Square Feet	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733
Capacity	950	950	950	950	950	950	950	950	950	950
Enrollment	621	595	610	612	639	635	615	626	647	665
C.O. Harrison Elementary - 1961										
Square Feet	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302
Capacity	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	937	1,001	981	976	970	981	1,005	1,018	1,012	918
Delshire Elementary - 1970										
Square Feet	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042
Capacity	600	600	600	600	600	600	600	600	600	600
Enrollment	508	514	536	551	539	527	562	592	589	536
John Foster Dulles Elementary - 1961										
Square Feet	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700
Capacity	900	900	900	900	900	900	900	900	900	900
Enrollment	778	763	805	770	826	847	849	823	825	796

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

School	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Oakdale Elementary - 1969										
Square Feet	63,273	63,273	63,273	63,273	63,273	63,273	63,273	63,273	63,273	63,273
Capacity	750	750	750	750	750	750	750	750	750	750
Enrollment	675	658	679	683	671	682	697	681	713	679
Springmyer Elementary - 1939										
Square Feet	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366
Capacity	480	480	480	480	480	480	480	480	480	480
Enrollment	402	452	429	493	486	494	529	521	500	506

Source: District Records

OAK HILLS LOCAL SCHOOL DISTRICT



Single Audit Reports

June 30, 2014

OAK HILLS LOCAL SCHOOL DISTRICT
SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2014

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	\$70,434	\$0	\$70,434	\$0
National School Lunch Program	3L60	10.555	352,632	30,524	352,632	30,524
Special Milk Program for Children	3L60	10.556	22,504	0	22,504	0
Total Nutrition Cluster			<u>445,570</u>	<u>30,524</u>	<u>445,570</u>	<u>30,524</u>
Total U.S. Department of Agriculture			<u>445,570</u>	<u>30,524</u>	<u>445,570</u>	<u>30,524</u>
U.S. DEPARTMENT OF EDUCATION						
Passed Through Ohio Department of Education:						
Special Education Cluster:						
Special Education-Grants to States	3M20	84.027	215,000	0	1,483,754	0
Special Education-Preschool Grants	3C50	84.173	22,760	0	22,760	0
Total Special Education Cluster			<u>237,760</u>	<u>0</u>	<u>1,506,514</u>	<u>0</u>
Title I Cluster:						
Title I Grants to Local Educational Agencies	3M00	84.010	152,418	0	818,485	0
Total Title I Cluster			<u>152,418</u>	<u>0</u>	<u>818,485</u>	<u>0</u>
Career & Technical Education Basic Grants to States	N/A	84.048	14,000	0	11,214	0
Race to the Top - ARRA	3FD0	84.395	307,585	0	334,971	0
Improving Teacher Quality	3Y60	84.367	116,611	0	97,237	0
Total Department of Education			<u>828,374</u>	<u>0</u>	<u>2,768,421</u>	<u>0</u>
Total Federal Assistance			<u>\$1,273,944</u>	<u>\$30,524</u>	<u>\$3,213,991</u>	<u>\$30,524</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.

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

To the Board of Education
Oak Hills Local School District

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Oak Hills Local School District (the District), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 2, 2014, wherein we noted the District adopted GASB No. 65 as disclosed in Note 17.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Cincinnati, Ohio
December 2, 2014

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

To the Board of Education
Oak Hills Local School District

Report on Compliance for Each Major Federal Program

We have audited the Oak Hills Local School District (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, 2014. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District, complied, in all material respects, with the types of 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, 2014.

Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on

compliance for each major federal program 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. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 2, 2014, which contained unmodified opinions on those financial statements, wherein we noted the District adopted GASB No. 65 as disclosed in Note 17. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Cincinnati, Ohio
December 2, 2014

**OAK HILLS LOCAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2014**

Section I – Summary of Auditor’s Results

<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unmodified
<i>(d)(1)(ii)</i>	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any other significant control deficiencies reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any material reported non-compliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any other significant control deficiencies reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unmodified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under Section .510?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Programs (list):</i>	Special Education Cluster: Grants to States - CFDA# 84.027 Preschool Grants - CFDA# 84.173
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: > \$300,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee?</i>	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

OAK HILLS LOCAL SCHOOL DISTRICT
June 30, 2014

SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A-133

The Oak Hills Local School District had no prior audit findings or questioned costs.



Dave Yost • Auditor of State

OAK HILLS LOCAL SCHOOL DISTRICT

HAMILTON COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
DECEMBER 30, 2014**