



**Auditor of State
Betty Montgomery**

**BUCKEYE LOCAL SCHOOL DISTRICT
MEDINA COUNTY**

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**Auditor of State
Betty Montgomery**

**INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
REQUIRED BY *GOVERNMENT AUDITING STANDARDS***

Buckeye Local School District
Medina County
3044 Columbia Road
Medina, Ohio 44256

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Buckeye Local School District, Medina County, Ohio (the District), as of and for the year ended June 30, 2005, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 14, 2005, in which we noted the District restated its net assets and fund balance. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting to determine our auditing procedures in order to express our opinions on the financial statements and not to opine on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider material weaknesses. In a separate letter to the District's management dated November 14, 2005, we reported other matters involving internal control over financial reporting we did not deem reportable conditions.

Compliance and Other Matters

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

Buckeye Local School District
Medina County
Independent Accountants' Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters
Required by *Government Auditing Standards*
Page 2

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

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

Betty Montgomery
Auditor of State

November 14, 2005



Auditor of State Betty Montgomery

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

Buckeye Local School District
Medina County
3044 Columbia Road
Medina, Ohio 44256

To the Board of Education:

Compliance

We have audited the compliance of Buckeye Local School District, Medina County, Ohio (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement that apply to each of its major federal programs for the year ended June 30, 2005. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits 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 reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the Buckeye Local School District, Medina County, Ohio, complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended June 30, 2005.

Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could directly and materially affect a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

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www.auditor.state.oh.us

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Federal Awards Receipts and Expenditures Schedule

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Buckeye Local School District, Medina County, Ohio, as of and for the year ended June 30, 2005, and have issued our report thereon dated November 14, 2005, in which we noted the District restated its net assets and fund balance. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying federal awards receipts and expenditures schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Betty Montgomery
Auditor of State

November 14, 2005

**BUCKEYE LOCAL SCHOOL DISTRICT
MEDINA COUNTY
FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Grantor/ Pass Through Grantor/ Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
U.S. DEPARTMENT OF EDUCATION						
<i>Passed Through the Ohio Department of Education:</i>						
Special Education Cluster						
Special Education - Grants to States	048470-6BSF-2004	84.027	\$48,293		\$30,941	
	048470-6BSF-2005		281,783		292,821	
Total Special Education -Grants to States			330,076		323,762	
Special Education - Preschool Grants	048470-PGS1-2004	84.173			4,537	
	048470-PGS1-2005		8,644		9,185	
Total Special Education - Preschool Grants			8,644		13,722	
Total Special Education Cluster			338,720		337,484	
Title I Grants to Local Educational Agencies	048470-C1S1-2004	84.010	41,139		31,702	
	048470-C1S1-2005		80,817		87,438	
Total Title I Grants to Local Educational Agencies			121,956		119,140	
Innovative Education Program Strategies	048470-C2S1-2004	84.298	5,478		4,348	
	048470-C2S1-2005		7,952		7,845	
Total Innovative Education Program Strategies			13,430		12,193	
Safe and Drug-Free Schools and Communities-State Grants	048470-DRS1-2005	84.186	8,306		8,306	
Education Technology State Grants	048470-TJS1-2004	84.318	910			
	048470-TJS1-2005		1,456			
Total Education Technology State Grants			2,366			
Improving Teacher Quality State Grants	048470-TRS1-2004	84.367	17,629		8,452	
	048470-TRS1-2005		57,002		61,371	
Total Improving Teacher Quality State Grants			74,631		69,823	
Total U.S. Department of Education			559,409		546,946	
U.S. DEPARTMENT OF AGRICULTURE						
<i>Passed Through the Ohio Department of Education:</i>						
Child Nutrition Cluster:						
Food Donation	N/A	10.550		\$28,223		\$31,917
National School Lunch Program	048470-LLP4-2004	10.555	27,900		27,900	
National School Lunch Program	048470-LLP4-2005	10.555	99,018		99,018	
Total U.S. Department of Agriculture - Child Nutrition Cluster			126,918	28,223	126,918	31,917
Totals			\$686,327	\$28,223	\$673,864	\$31,917

The accompanying notes are an integral part of this schedule.

**BUCKEYE LOCAL SCHOOL DISTRICT
MEDINA COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2005**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - CHILD NUTRITION CLUSTER

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

Program regulations do not require the District to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture; however the District has elected to track these contributions which are reported on the Schedule at the fair market value of the commodities received and consumed.

**BUCKEYE LOCAL SCHOOL DISTRICT
MEDINA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2005**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Child Nutrition Cluster, CFDA 10.550 & 10.555 Title I Grants to Local Educational Agencies, CFDA 84.010
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

Buckeye Local School District



Medina, Ohio

COMPREHENSIVE ANNUAL FINANCIAL REPORT For the Fiscal Year Ended June 30, 2005

BUCKEYE LOCAL SCHOOL DISTRICT

Medina, Ohio



**Prepared by:
Treasurer's Office**

**Carolyn M. Weglewski
Treasurer**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2005**

Buckeye Local School District

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Buckeye Local School District

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Buckeye Local School District

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Buckeye Local School District

BUCKEYE LOCAL BOARD OF EDUCATION

3044 Columbia Road
Medina, Ohio 44256
Phone: 330-722-8257
Press # 1

November 14, 2005

Board of Education Members
Buckeye Local School District

We are pleased to submit to you the Buckeye Local School District's 15th Comprehensive Annual Financial Report (CAFR) for fiscal year ended June 30, 2005. This CAFR, prepared by the Treasurer's Office, conforms to generally accepted accounting principles as they apply to governmental entities and contains an opinion from the Ohio Auditor of State. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. We believe that the data presented is accurate in all material aspects and that it is presented in a manner designed to fairly set forth the financial position and results of operations of the School District. This report will provide the taxpayers of Buckeye Local School District with comprehensive financial data in a format that enables them to receive a clearer understanding of the School District's finances.

The Comprehensive Annual Financial Report is presented in three sections as follows:

1. The Introductory Section includes the Table of Contents, Letter of Transmittal, List of Principal Officials, the Organizational Chart, and the GFOA Certificate of Achievement.
2. The Financial Section includes the Auditor's Opinion, Management's Discussion and Analysis, basic financial statements and related footnotes, the combining statements for nonmajor funds, and other schedules that provide detailed information relative to the basic financial statements.
3. The Statistical Section includes various tables reflecting financial trends, the fiscal capacity of the School District, and other relevant educational information.

Buckeye Senior High
3084 Columbia Road
Medina, Ohio 44256
330-722-8257
Press #3

Buckeye Junior High
3024 Columbia Road
Medina, Ohio 44256
330-722-8257
Press #2

Liverpool Elementary
3140 Columbia Road
Medina, Ohio 44256
330-722-8257
Press #4

York Elementary
3180 Columbia Road
Medina, Ohio 44256
330-722-8257
Press #5

The School District

The Buckeye Local School District is located west of Medina City, and is about 30 miles south of Cleveland. The Buckeye Local School District covers 70.9 square miles. The District is made up of Litchfield Township, Liverpool Township, York Township, and part of Medina City.

On June 12, 1952, the Litchfield, Liverpool, and York Local School Districts consolidated into one school district, to be known as the Buckeye Local School District. At the time of consolidation there were 781 pupils. Currently the enrollment is 2,597.

To serve all the pupils of the consolidated district, a high school was built and dedicated on November 24, 1957. In 1973 a new high school was built and the former high school was converted to the junior high. A new elementary school was built in Litchfield in 1978. A new administrative office was built behind the high school in 1990. In 2004 two new elementary buildings were opened to replace two elementary buildings built in the early 1900's. The District's buildings should meet projected enrollment increases through 2010.

The citizens of the Buckeye Local School District have voted in 51.7 mills, with an effective millage rate of 21.16 as of January 2005. A bond issue for \$23.7 million was approved in March 2000 for the construction of building additions and the two replacement elementary buildings. The effective millage of the bond issue was 4.7 mills as of June 30, 2001. Effective January 2004, the Board of Education approved the moving of 1 inside mill to the permanent improvement fund.

The Buckeye Local School District, an independent school district, offers a wide range of courses for grades Preschool thru 12th grade. The students also have a wide range of extracurricular activities to choose from. Students from the Buckeye Local School District have the option to attend the Medina County Career Center for additional vocational programs. This facility is located in the district boundaries. There are no charter schools or other primary or secondary schools, in the district boundaries.

The Reporting Entity

Buckeye Local School District has reviewed its reporting entity definition in order to ensure conformance with Governmental Accounting Standards Board Statement Number 14, "The Financial Reporting Entity." In evaluating how to define the District for financial reporting purposes, management has considered all funds, departments, boards, organizations, and agencies making up the Buckeye Local School District, the primary government. Numerous entities conduct their activities within the School District's boundaries but these entities have been excluded from the financial statements because they do not meet the definitions. Management has prepared the Management's Discussion and Analysis of the School District. This discussion follows the auditor's opinion, providing an assessment of the School District finances for 2005 and a comparison to performance in 2004.

Services Provided

The School provides a wide variety of instruction and support services as mandated by state statute or public desire. These services include regular instruction, special instruction, vocational instruction, student guidance services, and extracurricular activities. Support services are necessary to complete the educational process. These services include administration, technical, and other community services. Additional services include uniform school supply sales, food service operation, and a latchkey program. Uniform school supply sales

consist of workbooks used by the students. The food service operation provides an opportunity for the children to receive a hot meal every school day, and a latchkey program provides care for School District students before and after school, during the summer, and during winter and spring breaks.

Organization of the School

A five member Board of Education serves as the taxing authority, contracting body, and policy maker for the School District. The Board of Education adopts the annual operating budget, tax budget, and authorizes all expenditures of the School District's tax monies.

The Superintendent is the chief executive officer of the school, responsible to the Board for total education and support operations. The Treasurer is the chief financial officer of the School District, responsible to the Board for maintaining all financial records, issuing checks, making investments, paying liabilities, and maintaining the minutes of all Board of Education meetings. All other employees hired with approval of the Board of Education, ultimately report to the Superintendent.

Economic Condition and Outlook

Our tax base covers the three townships of Liverpool, Litchfield, York and part of Medina City. The three townships are primarily residential and rural, although the District is fortunate to contain two industrial parks, which provide a large personal property tax base. The School District has experienced a steady growth of new construction in residential real estate. During this fiscal year the townships have approved eighteen new housing developments within the District. Buckeye Local School District has been blessed with a large amount of revenue from personal property taxes in the past. This blessing is being destroyed rapidly by a weakened economy and a state law decreasing personal property taxes on inventory two percent annually. This revenue will disappear in approximately 10 years without replacement. In 2005 state law makers passed legislation that will eliminate all personal property taxes on equipment. This bill levies a Commercial Activity Tax (CAT) on all businesses having gross profits of one million dollars or more. At the current time the district is unable to project the impact that this legislation will have on the District's finances.

As the demographics of the community are changing, the School District enrollment has stayed constant over the past five years, while the projections show a much greater increase in the near future. In addition, state mandates for classroom size, academic offerings and special education needs within the District challenge the current financial stability of the District.

Pension Plans

All school employees are covered by the statewide School Employees Retirement System (SERS) or the State Teachers Retirement System of Ohio (STRS Ohio). The School's employer contributions to both systems are based on percentages of employees' salaries. State law requires the School to pay the employer share as determined by each retirement system. During 2005, the employer contribution was 14% for both retirement systems. The employees' share was 10% of salary for STRS and 10% for SERS members.

Cash Management

The School District operates an aggressive cash management program by rapidly receipting revenues and

investing all available cash in obligations collateralized by instruments issued by the United States Government, State of Ohio, or insured by the Federal Deposit Insurance Corporation. The School District earned \$130,114 in interest income during the fiscal year ended June 30, 2005. Interest was credited to the general, building, and special trust funds. The investment program is very successful because of the aggressive, responsible method in which all available funds are invested in order to maximize earned interest.

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 Buckeye Local School District for its Comprehensive Annual Financial Reports for the fiscal year ended June 30, 2004. This was the 14th consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

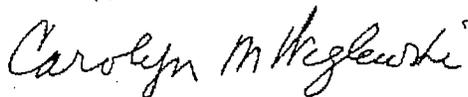
Acknowledgments

We are very proud to submit this 15th Comprehensive Annual Financial Report for the School District. This represents our continuing commitment towards professionalism in the financial reporting of the Buckeye Local School District. This report significantly increases the accountability of the School District to the taxpayers.

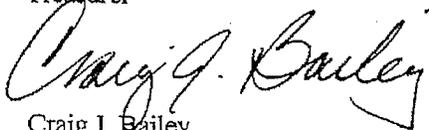
This report would have not been possible without the help of several people. We would like to thank the Board of Education and Superintendent's staff for their support in preparing this report. We would like to thank Marianne Farrell, CPA, LLC, for her expertise and help in making the conversion from cash basis to a modified accrual and accrual presentation.

We are especially grateful to the Treasurer's staff, Rhonda Schultz, Sue Rehlender, and Debbie Hughes, for their extra effort and willingness to assist in the completion of this report.

Sincerely,



Carolyn M Weglewski
Treasurer



Craig J. Bailey
Superintendent

Buckeye Local School District

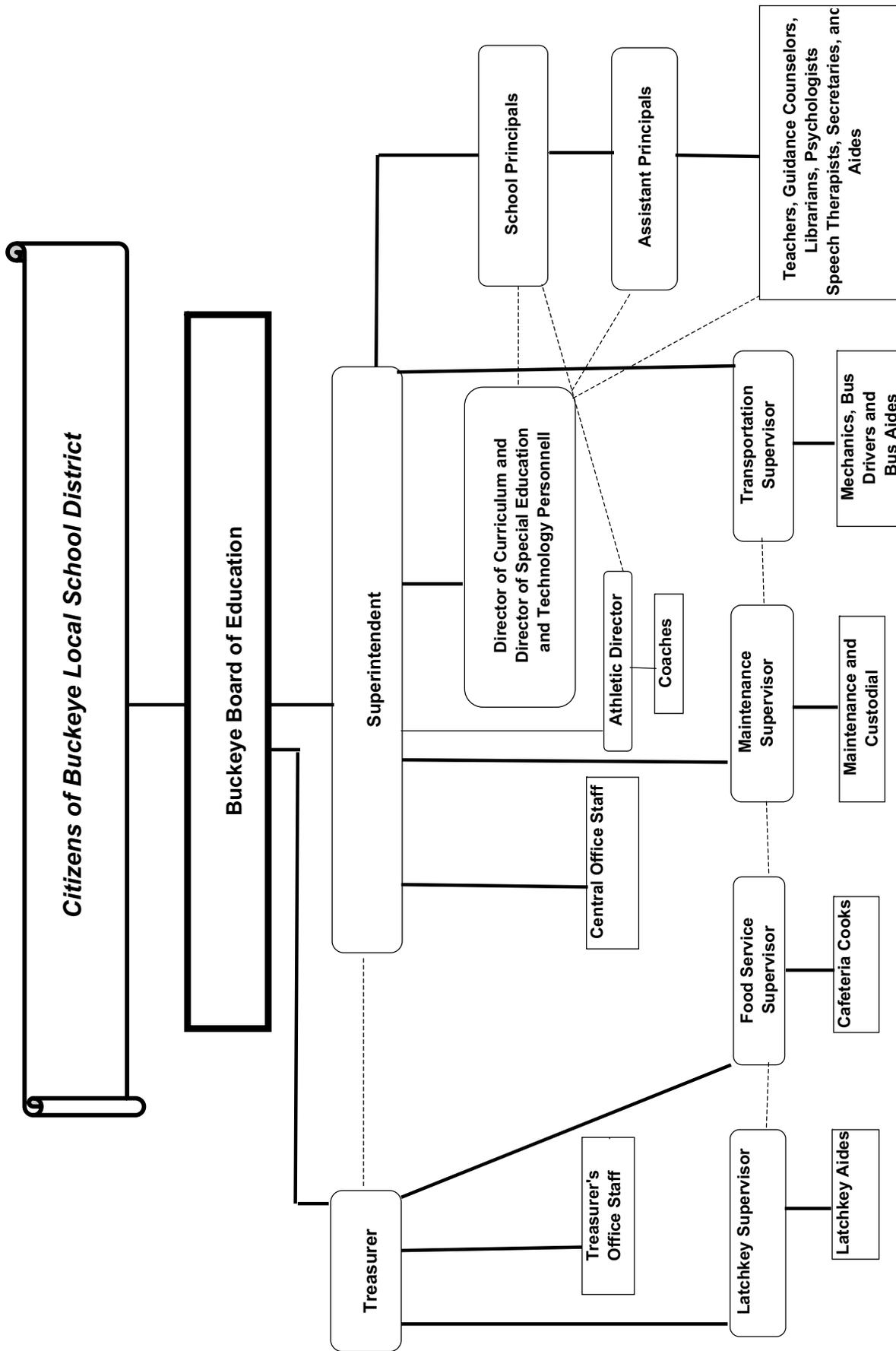
List of Principal Officials

Board of Education

<u>Name</u>	<u>Title</u>	<u>Term of Office</u>
Gary Horton	President	1/1/04 - 12/31/07
Roger Saffle	Vice President	9/1/04 - 12/31/05
Karen Hirt	Member	1/1/04 - 12/31/07
Kay Salzman	Member	1/1/02 - 12/31/05
Edward Hovenac	Member	1/1/02 - 12/31/05

Administration

<u>Name</u>	<u>Title</u>	<u>Term of Office</u>
Craig J. Bailey	Superintendent	8/1/04 – 7/31/08
Carolyn Weglewski	Treasurer	1/1/04 - 12/31/07



Certificate of Achievement for Excellence in Financial Reporting

Presented to

**Buckeye Local School District,
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2004

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



Nancy L. Zjella

President

Jeffrey R. Enow

Executive Director



Financial Section





**Auditor of State
Betty Montgomery**

INDEPENDENT ACCOUNTANTS' REPORT

Buckeye Local School District
Medina County
3044 Columbia Road
Medina, Ohio 44256

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Buckeye Local School District, Medina County, Ohio (the District), as of and for the year ended June 30, 2005, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

As further described in Note 16 to the basic financial statements, the District restated its net assets and fund balance to account for a prior year overstatement of accounts payable and the implementation of GASB Technical Bulletin 2004-02. In addition the District increased their capitalization threshold resulting in a restatement of capital assets.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Buckeye Local School District, Medina County, Ohio, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2005, 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. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

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



Betty Montgomery
Auditor of State

November 14, 2005

Buckeye Local School District

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2005 Unaudited

It is a privilege to present to you the financial picture of Buckeye Local School District (the District). The discussion and analysis of Buckeye Local School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2005. 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 financial performance.

Financial Highlights

The old Liverpool Elementary School building was sold and enabled the district to purchase land adjacent to the current campus increasing the total Buckeye campus to 171 acres.

In an effort to stabilize costs, both negotiated agreements were extended at the 2004 level of benefits with only a cost of living pay increase for the 2005 fiscal year. Failure to pass new operating dollars forced major staffing and purchasing cuts in an attempt to control deficit spending. There are more mandated expenses allowing the District less discretionary spending.

Total net assets increased \$1,223,281, due primarily to an increase in invested capital assets, net of related debt of \$891,612 and an increase of \$420,119 in special revenue funds year end balances.

Total revenues of \$21,098,053 were comprised of general revenues in the amount of \$18,811,218 or 89 percent and program specific revenues from charges for services, grants and contributions in the amount of \$2,286,835 or 11 percent.

Total liabilities decreased by \$1.7 million. Current and other liabilities reflect decreases in accounts and contracts payable as well as in accrued wages and benefits payable. Long-term liabilities decreased due to debt service payments.

The general fund balance decreased \$395,926 to \$(20,912). This report will analyze various factors contributing to this decrease.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of two distinct series of financial statements: the district-wide and the fund financial statements.

The district-wide reports are designed to show the District's overall economic activity. The *Statement of Net Assets* and *Statement of Activities* provide information about the governmental-type activities of the whole District, presenting both an aggregate view of District 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

Buckeye Local School District

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2005 Unaudited

funds presented in total in one column. In the case of Buckeye Local School District, the General, Debt Service, and Building funds are the most significant funds.

Reporting the School District as a Whole (district-wide)

Statement of Net Assets and the Statement of Activities - The analysis of the District as a whole begins on page 5. The view of the District as a whole looks at all financial transactions and asks the questions, "Are we in a better financial position this year than last?" and "Why?" or "Why not?". The Statement of Net Assets and the Statement of Activities provide the basis for answering these questions. The statements include *all assets* and *liabilities*, excluding fiduciary, using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's *net assets* and any changes in those assets. The change in net assets is important because it tells the reader that, for the District as a whole, *the financial position* of the District has improved or diminished. The causes of this change may be the result of many factors, including factors not under the District's control, such as the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

The Statement of Net Assets and Statement of Activities is represented in one type of activity; Governmental Activities. The District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities as well as food services, uniform school supplies and latchkey.

Reporting the School District's Most Significant Funds (fund financials)

The analysis of the District's major funds begins on page 8. 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 The District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual accounting*, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between *governmental activities* (reported in the Statement of Net Assets and the Statement of Activities) and *governmental funds* is reconciled in the financial statements of the *Governmental Funds*.

Proprietary Funds - Proprietary funds have historically operated as *enterprise* and *internal service funds* using the same basis of accounting as business-type activities. The District recognizes that the

Buckeye Local School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited*

many subsidies received by the food service fund preclude it from being considered a business-type activity. The latchkey fund and the uniform school supplies fund have also been reported as special revenue funds due to the lack of profitability and subsidies received from other funds. The internal service fund accounts for the self-insurance fund and is reported separately as the District's only proprietary fund.

The School District as a Whole

Table 1 provides a comparison of Net Assets as of June 30, 2005 compared to June 30, 2004.

Table 1 Net Assets		
	2005	2004
Assets		
Current and Other Assets	\$18,331,628	\$18,759,240
Capital Assets	29,067,529	28,885,917
Total Assets	47,399,157	47,645,157
Liabilities		
Current and Other Liabilities	14,863,013	15,769,676
Long-term Liabilities		
Due Within One Year	1,117,810	960,120
Due In More Than One Year	21,489,571	22,438,764
Total Liabilities	37,470,394	39,168,560
Net Assets		
Invested in Capital Assets, Net of Debt	7,372,529	6,166,405
Restricted:		
Capital Projects	701,320	558,077
Debt Service	771,657	652,446
Set Asides	0	24,784
Other Purposes	953,654	493,101
Unrestricted	129,603	810,669
Total Net Assets	\$9,928,763	\$8,705,482

Total assets decreased by \$246,000, due primarily to major construction projects winding down. The \$458,280 decrease in cash and cash equivalents was offset somewhat by the \$181,612 increase in capital assets, net. The increase in capital assets, net was lessened by the change in the threshold for reporting capital assets.

Total liabilities decreased by \$1.7 million. While current and other liabilities decreased by \$906,663, long term liabilities decreased by \$791,503. Long term liabilities declined because of debt service payments. Current and other liabilities saw decreases in accounts and contracts payable due because

Buckeye Local School District

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2005 Unaudited

the District's major construction projects are nearly completed. Also, cuts in staffing levels resulted in decreased accrued wages and benefits payable.

Table 2 shows the changes in net assets for fiscal year 2005 compared to 2004.

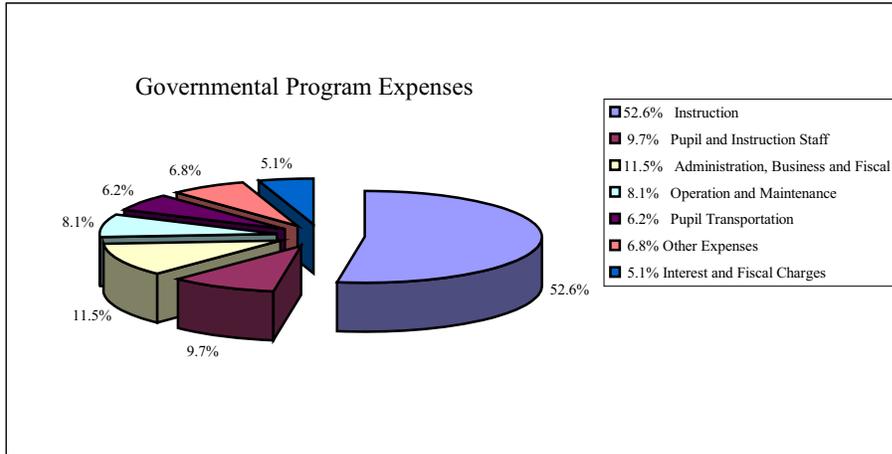
Table 2
Changes in Net Assets for Governmental Activities

	2005	2004
Revenues		
Program Revenues:		
Charges for Services	\$1,188,934	\$1,033,841
Operating Grants and Contributions	1,076,901	1,151,332
Capital Grants and Contributions	21,000	0
General Revenue:		
Property Taxes	12,173,116	12,470,479
Grants and Entitlements	5,845,622	5,988,554
Other	792,480	316,804
Total Revenues	21,098,053	20,961,010
Program Expenses		
Instruction	\$10,464,930	\$11,454,159
Support Services:		
Pupil and Instruction Staff	1,924,486	1,958,884
Administration, Business and Fiscal	2,284,288	2,416,976
Operation and Maintenance	1,609,379	2,615,104
Pupil Transportation	1,227,986	1,075,846
Central	13,015	33,125
Community Services	184,085	215,062
Extracurricular	682,047	765,062
Food Service Operation	465,103	496,232
Interest and Fiscal Charges	1,019,453	1,044,525
Total Expenses	19,874,772	22,074,975
Increase (Decrease) in Net Assets	1,223,281	(1,113,965)
Fund Balances at Beginning of Year, As Restated	8,705,482	9,819,447
Fund Balances at End of Year	\$9,928,763	\$8,705,482

General revenues were steady while program revenues increased \$101,662. Program revenues increased primarily from higher fees (charges for services) the District had to impose to retain the extracurricular activities and programs.

Buckeye Local School District

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2005 Unaudited



The total expenses for governmental activities decreased \$2.4 million primarily as a result of decreased spending for instruction and operation and maintenance from the general and building funds. Costs were incurred last year due to the opening of two new elementary schools and

relocating the support service offices, maintenance shop, and storage building to a new location. Instruction comprised 52.6 percent of governmental program expenses and the decrease of \$1.2 million resulted from lower salaries and fringe benefits due to reductions in staffing levels.

Governmental Activities

The last operating levy was approved by the voters in August 1994. This was a 12.5 mill ten (10) year limited phase-in levy. A phase-in levy has incremental increases. This phase-in consisted of three incremental increases of 6.9, 2.8 and 2.8 mills over a three year period. This was the first operating levy to add additional revenues for Buckeye Local Schools in 25 years.

A 12.5 mill renewal continuing levy was passed in August 2004 that will maintain 1994 tax revenue levels. An additional emergency 5 year levy was placed on the ballot which the voters rejected in November 2005. The district will look again, to put a new levy on the ballot in May 2006.

In light of the District's financial difficulties, the certified staff has agreed to no cost of living increase, no pay increase and increased employee contributions for health benefits. An agreement has not been reached with the classified staff.

The Statement of Activities shows the cost of program services and the charges for these services and offsetting grants. Table 3 shows the total cost and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements. While the food service fund, uniform school supplies fund and the latchkey fund will continue to be segregated in fund accounting, the combined presentation of governmental activities will show those costs in program expenses related to food service operations, regular instruction, and community services.

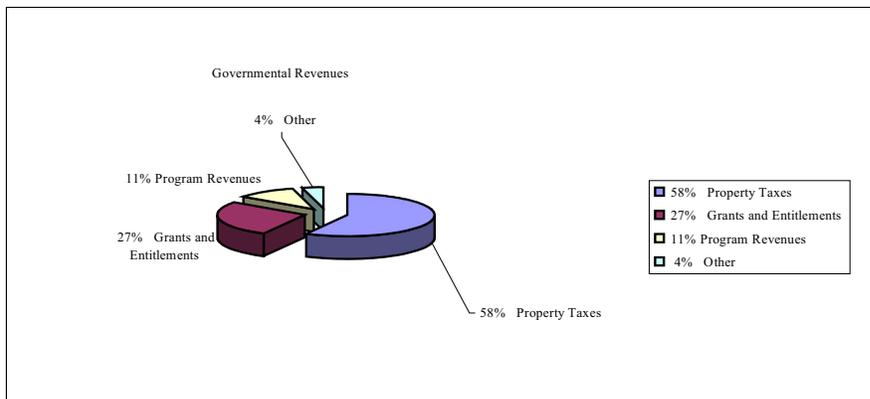
Buckeye Local School District

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2005 Unaudited

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2005	2004	2005	2004
Instruction	\$10,464,930	\$11,683,044	\$9,501,470	\$10,658,140
Support Services:				
Pupil and Instructional Staff	1,924,486	1,958,884	1,599,326	1,759,741
Administration, Business and Fiscal	2,284,288	2,416,976	2,280,647	2,414,659
Operation and Maintenance	1,609,379	2,615,104	1,609,379	2,615,104
Pupil Transportation	1,227,986	1,075,846	1,209,339	1,003,112
Central	13,015	33,125	(1,985)	18,125
Community Services	184,085	215,062	184,085	215,062
Extracurricular	682,047	765,062	178,204	380,413
Food Service Operation	465,103	496,232	8,019	9,806
Interest and Fiscal Charges	1,019,453	1,044,525	1,019,453	1,044,525
Total Expenses	\$19,874,772	\$22,303,860	\$17,587,937	\$20,118,687

The \$17,587,937 Total Expenses, Net of Services 2005 reveals that these services are not self-supporting, but are supported by tax revenues and unrestricted State entitlements.



Property taxes made up 58 percent of revenues for Buckeye Local Schools in fiscal year 2005. Program revenues include charges for services, grants and contributions that are program specific. Program revenues provided 11 percent of revenues with 89 percent of all

governmental activities supported through property taxes, grant and entitlements, and other general revenues. The 27 percent provided by grants and entitlements portion of general revenues included monies received from the Ohio Department of Education, State Foundation Program and property tax relief such as the utility tax reimbursement, and the homestead and exemption and roll backs provided by HB920. The community, through its willingness to provide property tax revenues, is by far the primary support for Buckeye Local School District students.

The District's Funds

The District's governmental funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$21,443,101 and expenditures of \$21,219,248. The net change in fund balance for the year was most significant in the Other Governmental Funds, an increase of \$685,100. Seventy-five percent of the increase came from the sale of the old Liverpool Elementary

Buckeye Local School District

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School Building and the collection of a full year of taxes in the Permanent Improvement Fund. Also notable is a decrease of \$395,926 in the General Fund. Expenditures decreased due to negotiated agreement cost of living increases and healthcare benefits. The new buildings and additions to existing buildings, consumed more utility and maintenance dollars. In order to reduce deficit spending, the District has implemented the elimination of large expenditures such as pupil transportation to state minimum standards, closed Litchfield Elementary, and the elimination of discretionary programs for the next fiscal year. Implementation of GASB Technical Bulletin 2004-2 required pension accruals be recorded in the general fund. This accrual resulted in a negative fund balance at year end.

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.

During the course of fiscal 2005, the District amended its general fund budget numerous times. Many of the amendments are due to changes in expenditure priorities in the buildings. The District uses a site-based budgeting system designed to tightly control total site budgets but provide flexibility for site management.

For the General Fund, the actual budget basis revenue was \$16,641,765 representing a \$533,640 increase from the original budget estimates of \$16,108,125. The final budget reflected a 3.3 percent increase from the original budgeted amount. Most of this difference was due to increases in tax revenue. For the General Fund, the actual budget basis expenditures were \$18,316,266 representing a decrease of less than one percent from the original budget. Every discretionary purchase was reviewed prior to ordering and as a result expenditures were less than budgeted.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2005 the District had \$29,067,529 invested in land, buildings, equipment, vehicles, and books. Table 4 shows fiscal 2005 balances compared to fiscal 2004. More detailed information is presented in Note 7 of the notes to the basic financial statements.

Table 4
Capital Assets at June 30
(Net of Depreciation)

	2005	2004
Land and Improvements	\$999,234	\$623,417
Buildings and Improvements	26,786,887	26,732,545
Furniture and Equipment	506,087	739,407
Vehicles	633,602	716,882
Text and Library Books	141,719	73,666
Total	<u>\$29,067,529</u>	<u>\$28,885,917</u>

Buckeye Local School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited*

An increase of \$375,817 occurred in land and land improvements because the District purchased land adjacent to the existing school campus. The District also increased the threshold for recording capital assets from \$2,000 to \$5,000 which contributed to the \$316,600 combined decrease in furniture and fixtures and vehicles. According to Ohio law a school district must set aside three percent of certain revenues for capital improvements. This is in addition to the three percent set aside for textbooks, materials, and equipment related directly to instruction. For fiscal year 2005, this amounted to \$357,951 for each set aside for Buckeye Schools. Refer to Note 14 for more detail on set asides.

Debt

At June 30, 2005 the District had \$21,695,000 in bonds outstanding, with \$730,000 due within one year. Table 5 summarizes bonds and notes outstanding.

Table 5
Outstanding Debt, at Year End

	<u>2005</u>	<u>2004</u>
School Facilities Construction and Improvement 2000, GO Bonds	\$9,095,000	\$9,375,000
School Facilities Construction and Improvement 2001, GO Bonds	9,135,000	9,435,000
School Facilities Construction and Improvement 2002, GO Bonds	<u>3,465,000</u>	<u>3,595,000</u>
Total	<u><u>\$21,695,000</u></u>	<u><u>\$22,405,000</u></u>

On March 7, 2000, a \$23,700,000 bond levy was approved by voters for the purpose of replacing York and Liverpool elementaries, and improvements and additions to the high school, junior high school and Litchfield elementary school.

On August 15, 2000, the District issued \$10,000,000 general obligation bonds at 4.3-5.3 percent for the school facilities construction and improvements. The bonds were issued for a 25 year period with final maturity on December 1, 2025.

On February 1, 2001, the District again issued \$10,000,000 general obligation bonds at 3.1-5.0 percent for the school facilities construction and improvements. The bonds were issued for a 24 year period with final maturity on December 1, 2025.

On October 1, 2002 the District issued \$3,700,000 general obligation bonds at 4.25% for the school facilities construction and improvements. These bonds were issued for a 23 year period with final maturity on December 1, 2025.

On June 30, 2005, the District's overall legal debt margin was \$16,098,659. The District maintains an A1 bond rating. More detailed information is available in Note 8 of the notes to the basic financial statements.

Buckeye Local School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited*

For the Future

Life in the Buckeye Local School District is a reflection of Medina County with its farming roots, increased commercial and industrial expansion and residential migration from more populated areas. The primary reason for the growth and prosperity in the District, is its 1,400 acre industrial park in Liverpool Township. The Liverpool Industrial Park is Medina County's largest industrial park and is already the home to several corporate headquarters including MTD Products, Inc., the County's third largest employer, and Industrial Plastics, the 14th largest employer in the County.

District residents have a long history of grain farming, raising livestock such as cattle, sheep, dairy cows and hogs and is still an important part of the County's economy. That being said, however, the County's farming community has decreased in recent years. In 1986, there were 1,180 farms encompassing 130,000 acres of land. In 1997, that number dropped to 930 farms and 111,000 acres.

Residential growth has not eluded the District over the past few years. Increasing numbers of housing developments are being approved by the townships. Prices of new homes are in the \$180,000 to over \$500,000 price range. The new developments are attracting young families to the area as evidenced by the residential permits issued in the townships. Residential/Agricultural property contributes 64 percent of the District's real estate valuation.

Buckeye Local School District has committed itself to financial excellence for many years. The School District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1991.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the School 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 Carolyn M. Weglewski, Treasurer at Buckeye Local School District, 3044 Columbia Road Medina, Ohio 44256.

Buckeye Local School District

Statement of Net Assets

June 30, 2005

	Governmental Activities
Assets	
Equity in Pooled Cash and Cash Equivalents	\$4,135,498
Cash and Cash Equivalents with Fiscal Agents	778,098
Receivables:	
Taxes	13,086,063
Accounts	42,649
Intergovernmental	176,420
Inventory	84,175
Prepaid Items	28,725
Nondepreciable Capital Assets	954,894
Depreciable Capital Assets, Net	28,112,635
Total Assets	\$47,399,157
Liabilities	
Accounts and Contracts Payable	\$749,294
Accrued Wages and Benefits	1,936,906
Intergovernmental Payable	408,288
Deferred Revenue	11,661,876
Accrued Interest Payable	84,056
Claims Payable	22,593
Long-Term Liabilities	
Due Within One Year	1,117,810
Due In More Than One Year	21,489,571
Total Liabilities	37,470,394
Net Assets	
Invested in Capital Assets, Net of Related Debt	7,372,529
Restricted for:	
Capital Projects	701,320
Debt Service	771,657
Other Purposes	953,654
Unrestricted	129,603
Total Net Assets	\$9,928,763

See Notes to Basic Financial Statements

Buckeye Local School District
Statement of Activities
For the Fiscal Year Ended June 30, 2005

	Program Revenues				Net (Expense) and Changes in Net Assets
Governmental Activities	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Instruction					
Regular and Special	\$10,057,039	\$349,994	\$580,469	\$21,000	(\$9,105,576)
Vocational and Other	407,891	0	11,997	0	(395,894)
Support Services:					
Pupil Services	859,879	0	144,921	0	(714,958)
Instructional Staff	1,064,607	0	180,239	0	(884,368)
Administration	1,628,190	0	3,641	0	(1,624,549)
Business and Fiscal Services	656,098	0	0	0	(656,098)
Plant Operation and Maintenance	1,609,379	0	0	0	(1,609,379)
Pupil Transportation	1,227,986	0	18,647	0	(1,209,339)
Central	13,015	0	15,000	0	1,985
Community Services	184,085	0	0	0	(184,085)
Extracurricular	682,047	497,843	6,000	0	(178,204)
Food Service Operations	465,103	341,097	115,987	0	(8,019)
Interest and Fiscal Charges	1,019,453	0	0	0	(1,019,453)
Total Governmental Activities	\$ 19,874,772	1,188,934	1,076,901	21,000	(17,587,937)
General Revenues					
Property Taxes Levied for:					
					10,130,261
					1,684,460
					358,395
					5,845,622
					130,114
					383,173
					279,193
					18,811,218
					1,223,281
					8,705,482
					\$9,928,763

See Notes to Basic Financial Statements

Buckeye Local School District

Balance Sheet

Governmental Funds

June 30, 2005

	<u>General</u>	<u>Debt Service</u>	<u>Building</u>	<u>Other Governmental Funds</u>
Assets				
Equity in Pooled Cash and Cash Equivalents	\$2,033,421	\$769,884	\$0	\$1,142,623
Cash and Cash Equivalents with Fiscal Agents	0	0	778,098	0
Receivables:				
Taxes	10,959,299	1,750,448	0	376,316
Accounts	8,092	0	0	34,557
Intergovernmental	0	0	0	176,420
Interfund	43,954	0	0	0
Inventory	73,473	0	0	10,702
Prepaid Items	24,806	0	0	2,973
Total Assets	<u>\$13,143,045</u>	<u>\$2,520,332</u>	<u>\$778,098</u>	<u>\$1,743,591</u>
Liabilities and Fund Balances				
Liabilities				
Accounts and Contracts Payable	\$334,150	\$0	\$402,397	\$12,747
Accrued Wages and Benefits	1,850,117	0	0	86,789
Intergovernmental Payable	405,081	0	0	3,207
Deferred Revenue	10,574,609	1,664,619	0	358,055
Interfund Payable	0	0	0	43,954
Total Liabilities	<u>13,163,957</u>	<u>1,664,619</u>	<u>402,397</u>	<u>504,752</u>
Fund Balances				
Reserved for Encumbrances	518,630	0	144,541	321,374
Reserved for Property Tax Advance	384,690	85,829	0	18,261
Unreserved, Undesignated, Reported in:				
General Fund	(924,232)	0	0	0
Special Revenue Funds	0	0	0	855,784
Debt Service Fund	0	769,884	0	0
Capital Project Funds	0	0	231,160	43,420
Total Fund Balances	<u>(20,912)</u>	<u>855,713</u>	<u>375,701</u>	<u>1,238,839</u>
Total Liabilities and Fund Balances	<u>\$13,143,045</u>	<u>\$2,520,332</u>	<u>\$778,098</u>	<u>\$1,743,591</u>

See Notes to Basic Financial Statements

Buckeye Local School District

*Reconciliation of Total Governmental Fund Balances to
Net Assets of Governmental Activities
June 30, 2005*

Total Governmental Funds		
\$3,945,928	Total Governmental Funds Balances	\$2,449,341
778,098		
13,086,063	<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
42,649		
176,420	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	29,067,529
43,954		
84,175	Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds:	
27,779	Delinquent Property Taxes	935,407
<u>\$18,185,066</u>	One internal service fund is used by management to charge the cost of insurance to individual funds. The assets and liabilities of the internal service fund is included in governmental activities in the statement of net assets.	167,923
\$749,294	Long-term liabilities, including bonds payable, are not due in the funds:	
1,936,906	General Obligation Bonds	(21,695,000)
408,288	Compensated Absences	(912,381)
12,597,283	Accrued Interest Payable	<u>(84,056)</u>
43,954		
<u>15,735,725</u>	Total	<u>(22,691,437)</u>
984,545	Net Assets of Governmental Activities	<u>\$9,928,763</u>
488,780		
(924,232)		
855,784		
769,884		
274,580		
<u>2,449,341</u>		
<u>\$18,185,066</u>		

Buckeye Local School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2005

	General	Debt Service	Building	Other Governmental Funds
Revenues				
Taxes	\$10,412,145	\$1,702,393	\$0	\$362,211
Tuition	59,098	0	0	290,896
Charges for Services	0	0	0	341,097
Earnings on Investments	113,067	0	16,527	520
Intergovernmental	5,840,168	178,617	0	924,738
Extracurricular Activities	141,156	0	0	356,687
Contributions and Donations	0	0	0	286,244
Other	54,197	0	0	42,732
Total Revenues	16,619,831	1,881,010	16,527	2,605,125
Expenditures				
Current:				
Regular and Special Instruction	9,693,065	0	0	443,119
Vocational and Other Instruction	413,057	0	0	0
Support Services:				
Pupil Services	735,206	0	0	115,835
Instructional Staff	843,726	0	0	188,582
Administration	1,571,395	0	0	34,048
Business and Fiscal Services	616,443	32,346	0	1,006
Plant Operation and Maintenance	1,587,623	0	0	0
Pupil Transportation	1,191,757	0	0	0
Central	8,215	0	0	4,800
Community Services	11,316	0	0	173,499
Extracurricular	302,389	0	0	356,444
Food Service Operations	0	0	0	465,103
Capital Outlay	41,565	0	198,903	458,197
Debt Service:				
Principal	0	710,000	0	0
Interest and Fiscal Charges	0	1,021,609	0	0
Total Expenditures	17,015,757	1,763,955	198,903	2,240,633
Excess (Deficiency) Revenues				
Over (Under) Expenditures	(395,926)	117,055	(182,376)	364,492
Other Financing Sources				
Proceeds from Sale of Capital Assets	0	0	0	320,608
Total Other Financing Sources	0	0	0	320,608
Net Change in Fund Balances	(395,926)	117,055	(182,376)	685,100
Fund Balances at Beginning of Year, as Restated	375,014	738,658	558,077	553,739
Fund Balances at End of Year	(\$20,912)	\$855,713	\$375,701	\$1,238,839

See Notes to Basic Financial Statements

Buckeye Local School District
Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
General Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$10,043,408	\$10,432,016	\$10,432,016	\$0
Tuition	31,850	59,128	59,098	(30)
Earnings on Investments	109,441	113,067	113,067	0
Intergovernmental	5,702,013	5,840,168	5,840,168	0
Extracurricular Activities	140,630	141,156	141,156	0
Other	80,783	56,260	56,260	0
Total Revenues	16,108,125	16,641,795	16,641,765	(30)
Expenditures				
Current:				
Regular Instruction	8,799,660	8,436,461	8,435,879	582
Special Instruction	1,663,596	1,571,039	1,571,039	0
Vocational and Other Instruction	583,005	957,562	957,328	234
Support Services				
Pupil Services	801,090	765,404	765,404	0
Instructional Staff	874,982	832,343	832,343	0
Administration	1,665,367	1,693,893	1,693,823	70
Business and Fiscal Services	656,384	706,018	706,018	0
Plant Operation and Maintenance	1,675,376	1,787,115	1,761,304	25,811
Pupil Transportation	1,219,268	1,207,986	1,205,890	2,096
Central	8,790	10,325	10,325	0
Extracurricular	337,262	329,634	329,634	0
Capital Outlay	84,542	47,279	47,279	0
Total Expenditures	18,369,322	18,345,059	18,316,266	28,793
Excess of Revenues Over (Under) Expenditures	(2,261,197)	(1,703,264)	(1,674,501)	28,763
Other Financing Sources (Uses)				
Advances In	64,358	66,490	66,490	0
Advances Out	(38,537)	(48,583)	(48,583)	0
Total Other Financing Sources (Uses)	25,821	17,907	17,907	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,235,376)	(1,685,357)	(1,656,594)	28,763
Fund Balance at Beginning of Year	1,902,143	1,902,143	1,902,143	0
Prior Year Encumbrances Appropriated	935,081	935,081	935,081	0
Fund Balance at End of Year	\$601,848	\$1,151,867	\$1,180,630	\$28,763

See Notes to Basic Financial Statements

Buckeye Local School District

Statement of Net Assets

Internal Service Fund

June 30, 2005

	<u>Insurance</u>
Assets	
Current assets:	
Equity in Pooled Cash and Cash Equivalents	\$189,570
Prepaid Items	<u>946</u>
Total Assets	<u>\$190,516</u>
Liabilities	
Current liabilities:	
Claims Payable	<u>\$22,593</u>
Total Liabilities	<u>22,593</u>
Net Assets	
Unrestricted	<u>167,923</u>
Total Net Assets	<u><u>\$167,923</u></u>

See Notes to Basic Financial Statements

Buckeye Local School District
Statement of Revenues, Expenses
and Changes in Fund Net Assets
Internal Service Fund
For the Fiscal Year Ended June 30, 2005

	<u>Insurance</u>
Operating Revenues	
Charges for Services	<u>\$721,509</u>
Total Revenues	721,509
Operating Expenses	
Claims	<u>708,231</u>
Total Expenses	<u>708,231</u>
Operating Income	13,278
Net Assets at Beginning of Year	<u>154,645</u>
Net Assets at End of Year	<u>\$167,923</u>

See Notes to Basic Financial Statements

Buckeye Local School District
Statement of Cash Flows
Internal Service Fund
For the Year Ended June 30, 2005

	<u>Insurance</u>
Cash Flows From Operating Activities	
Cash Received from Interfund	
Service Provided	\$721,509
Cash Payments for Claims	<u>(704,167)</u>
Net Increase in Cash and Cash Equivalents	17,342
Cash And Cash Equivalents, Beginning of Year	<u>172,228</u>
Cash And Cash Equivalents, End of Year	<u>\$189,570</u>
 Reconciliation of Operating Income to Net Cash Provided By Operating Activities	
Operating Income	\$13,278
Adjustments:	
Increase In Assets:	
Prepaid Items	(946)
Increase In Liabilities:	
Claims Payable	<u>5,010</u>
Total Adjustments	<u>4,064</u>
Net Cash Provided By Operating Activities	<u>\$17,342</u>

See Notes to Basic Financial Statements

Buckeye Local School District

Statement of Fiduciary Net Assets

Agency Fund

June 30, 2005

Assets	
Equity in Pooled Cash and Cash Equivalents	\$49,467
Accounts Receivable	<u>1,501</u>
Total Assets	<u><u>\$50,968</u></u>
Liabilities	
Accounts and Contracts Payable	\$6,978
Due to Students	<u>43,990</u>
Total Liabilities	<u><u>\$50,968</u></u>

See Notes to Basic Financial Statements

Buckeye Local School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005*

Note 1: Summary of Significant Accounting Policies

Reporting Entity

The Buckeye Local School District (the District) is a school district corporation governed by an elected Board of Education. The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For Buckeye Local School District, this includes general operations, food service and student related activities of the District.

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

Basis of Presentation, Measurement Focus and Basis of Accounting

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities provided they do not conflict with or contradict GASB pronouncements. The most significant of the District's accounting policies are described below. The District implemented GASB Statement No.40, Deposit and Investment Risk Disclosures during fiscal year 2005.

Basis of Presentation

The District's basic financial statements consist of government-wide statements, including a Statement of Net Assets and a Statement of Activities, and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements The Statement of Net Assets and the Statement of Activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid overstating revenues and expenses.

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

The Statement of Net Assets presents the financial condition of the governmental activities of the District at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function 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, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support 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 governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements During the year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental financial statements is on major funds. Each major fund is presented in a single column. The fiduciary fund is reported by type.

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses 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 the operating fund of the District and is used to account for all financial resources except those required to be accounted for in another fund.

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

Building Fund The building capital projects fund accounts for financial resources to be used for the acquisition, construction, or improvement of major capital facilities.

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

The other governmental funds of the District account for grants and other resources whose use is restricted to a particular purpose.

Proprietary Funds Proprietary funds are used to account for the District's ongoing activities, which are similar to those found in the private sector. The District's only proprietary fund is an internal service fund.

Internal Service Funds Internal service funds account for the financing of services provided by one department to other departments of the District on a cost reimbursement basis. The only internal service fund of the District accounts for a self-insurance program, which provides prescription and dental benefits to employees.

Fiduciary Funds Fiduciary funds reporting focuses on net assets and changes in net assets. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's only fiduciary fund is an agency fund that accounts for student activity programs.

Measurement Focus

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

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

Like the government-wide statements, the internal service fund is accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of this fund are included on the Statement of Net Assets. The Statement of Changes in Fund Net Assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The Statement of Cash Flows provides information about how the District finances and meets the cash flow needs of its proprietary activities. Fiduciary funds are reported using the economic resources measurement focus.

Buckeye Local School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005*

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual 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 30 days of year-end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the 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 non-exchange 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 tax advances, tuition, grants, fees and rentals.

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

Property taxes for which there is an enforceable legal claim as of June 30, 2005, but which were levied to finance fiscal year 2006 operations, have been recorded as deferred revenue.

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

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

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

Cash and Cash Equivalents

The District's equity in pooled cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

During fiscal year 2005, investments were limited to the State Treasurer's Investment Pool, STAROhio, and repurchase agreements. STAROhio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on June 30, 2005.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the special trust fund during fiscal year 2005 amounted to \$520. Investment earnings from bond proceeds are statutorily required to be credited to the building fund, which amounted to \$16,527 for fiscal year 2005. Interest revenue credited to the general fund was \$113,067, which includes \$40,524 assigned from other District funds.

Inventory

Inventories are presented on a first-in, first-out basis and are expensed/expended when used. Inventories consist of expendable supplies held for consumption and purchased and donated food held for resale.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2005 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

Capital Assets

General capital assets are those assets not specifically related to activities reported in the internal service fund. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market value as of the date received. The District maintains a capitalization threshold of \$5,000. The District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

to the value of the asset or materially extend an asset's life are not. All reported capital assets except land are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Land Improvements	10-20 years
Buildings and Improvements	10-50 years
Furniture and Equipment	5-20 years
Vehicles	5-10 years
Library & Textbooks	5 years

Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "Interfund Receivable/Payable". These amounts are eliminated in the Statement of Net Assets.

Compensated Absences

Compensated absences are absences for which employees will be paid, such as vacation or sick leave. A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued as employees earn the rights to the benefits. Compensated absences that relate to future services or that are contingent on a specific event that is outside the control of the District and its employees are accounted for in the period in which such services are rendered or such events take place. Sick leave is calculated using the vesting method.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental funds, compensated absences is the amount that is matured and normally expected to be paid with expendable available financial resources and the occurrence of a relevant event.

Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from the proprietary fund are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they have matured and are normally expected to be paid with expendable available financial resources. Bonds are recognized as a liability on the fund financial statements when due.

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

Net Assets

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

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

Fund Balance Reserves

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

The Reserve for Property Tax Advances represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute.

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 charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as non-operating.

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.

Note 2: Stewardship, Compliance and Accountability

Budgetary Data

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts 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 a level of control selected by the Board. The legal level of control has been established by the Board of Education at the object level within each fund and function. The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2005.

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

Basis of Budgeting

The District's budgetary process is based upon accounting for transactions on the budget basis. The difference between the budget basis and the accrual and modified accrual (GAAP) basis are that revenues are recorded when received (budget) as opposed to when susceptible to accrual (GAAP) and expenditures are recorded when paid or encumbered (budget) as opposed to when incurred (GAAP). The advances are reclassified as interfund receivable/payable.

Adjustments necessary to convert the results of operations at the end of the year on the GAAP basis to the budget basis are as follows:

Net Change in Fund Balance General Fund	
GAAP Basis	(\$395,926)
Net Adjustments for Revenue Accruals	21,934
Net Adjustments for Expenditure Accruals	(447,729)
Net Adjustments for Interfund Advances	(17,907)
Net Adjustments for Encumbrances	(852,780)
Budget Basis	<u><u>(\$1,656,594)</u></u>

Deficit Fund Balance

The General Fund had a deficit fund balance of \$20,912 and the Food Service fund had deficit fund balance of \$40,434. The deficits resulted from adjustments for accrued liabilities. The general fund is

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

ultimately liable for any deficits in the District's funds and provides operating transfers when cash is needed rather than when accruals are recognized.

Note 3: Deposits and Investments

Legal Requirements

Deposits and investments are restricted by provisions of the Ohio Revised Code. Statutes require the classification of monies held by the District into three categories.

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

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

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

Interim monies are to be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily, and that the term of the agreement must not exceed 30 days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and
6. The State Treasurer's investment pool (STAR Ohio).
7. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts.

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.

At June 30, 2005 the District's bank balance of \$52,945 was fully insured by the FDIC and the District had the following investments:

STAR Ohio	\$4,962,049
Repurchase Agreement	<u>177,000</u>
	<u><u>\$5,139,049</u></u>

Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The District's investment policy manages its exposure to fair value losses arising from increasing interest rates by limiting the modified duration of its investment portfolio to less than twenty-four months.

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

STAR Ohio carries a rating of AAAm by Standard and Poor's. The District has no investment policy Dealing with investment credit risk beyond the requirements in state statutes. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service.

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. As of June 30, 2005, \$177,000 of the District's repurchase agreement was exposed to custodial credit risk. The repurchase agreement was uninsured and collateral held by pledging bank's trust department not in the District's name. The District has no investment policy dealing with investment custodial risk beyond the requirements in ORC 135.14(M)(2) which states, "Payment for investments shall be made only upon the delivery of securities representing such investments to the treasurer, investing authority, or qualified trustee. If the securities transferred are not represented by a certificate, payment shall be made only upon receipt of confirmation of transfer from the custodian by the treasurer governing board, or qualified trustee."

Note 4: Jointly Governed Organizations

Lake Erie Educational Computer Association (LEECA)

The Lake Erie Educational Computer Association (LEECA) is a jointly governed organization among 31 school districts. The jointly governed 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. Each of these schools supports LEECA based upon a per pupil charge dependent upon the software package utilized. The LEECA assembly consists of a superintendent or designated representative from each participating school district and a representative from the fiscal agent. LEECA is governed by a Board of Directors chosen from the general membership of the LEECA Assembly. The Board of Directors consists of a representative from the fiscal agent, the chairman of each of the operating committees, and at least one Assembly member from each county in which participating school districts are located. Financial information can be obtained by contacting the Treasurer at the Educational Service Center of Lorain County, who serves as the fiscal agent, at 1885 Lake Avenue, Elyria, Ohio 44035.

Ohio Schools' Council (OSC)

The Ohio Schools' Council (OSC) is a jointly governed organization comprised of 72 school districts. The jointly governed organization was formed for the purpose of promoting cooperative agreements and activities among its members in dealing with problems of mutual concern such as a media center, gas consumption, food service, and insurance. Each member provides operating resources to OSC via a monthly administrative fee and an actual usage charge, except for insurance.

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

The OSC assembly consists of a superintendent or designated representative from each participating school district and the fiscal agent. OSC is governed by a Board of Directors chosen from the general membership. The degree of control exercised by any participating school district is limited to its representation on the Board. Financial information can be obtained by contacting the Treasurer at the Ohio Schools' Council at 8001 Brecksville Road, Brecksville, Ohio 44141.

Medina County Career Center

The Medina County Career Center is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of one representative from each participating school district's elected board, which possesses its own budgeting and taxing authority. Accordingly, the Medina County Career Center is not part of the District and its operations are not included as part of the reporting entity. The Career Center provides vocational programs for District high school students. Financial information can be obtained by contacting the Treasurer at the Medina County Career Center, 1101 West Liberty Street, Medina, Ohio 44256.

Note 5: Receivables

Receivables at June 30, 2005, consisted of taxes, accounts and intergovernmental. All receivables are considered collectible in full due to the ability to foreclose for the non-payment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds. Receivables as of year-end for the District's individual major and nonmajor funds in the aggregate are as follows:

	General Fund	Debt Service Fund	Nonmajor And Other Funds	Total
Receivables:				
Taxes	\$10,959,299	\$1,750,448	\$376,316	\$13,086,063
Accounts	8,092	0	36,058	44,150
Intergovernmental	0	0	176,420	176,420
 Total	<u>\$10,967,391</u>	<u>\$1,750,448</u>	<u>\$588,794</u>	<u>\$13,306,633</u>

Note 6: Interfund Transactions

The interfund activity represents advances from the General Fund in the amount of \$43,954 to Special Revenue funds in anticipation of federal grant reimbursements. Advances are repaid within one year.

Note 7: Capital Assets

The District increased the threshold for recording capital assets from \$2,000 to \$5,000, and the effect of that adjustment is included in the following table.

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

Capital asset activity for the fiscal year ended June 30, 2005 was as follows:

	Balance June 30, 2004	Threshold Adjustments	Additions	Deletions	Balance June 30, 2005
Governmental Activities					
Capital Assets, not depreciated					
Land	\$564,444	\$0	\$390,450	\$0	\$954,894
Total Capital Assets, not depreciated	<u>564,444</u>	<u>0</u>	<u>390,450</u>	<u>0</u>	<u>954,894</u>
Capital Assets, depreciated					
Land Improvements	66,045	(14,046)	0	0	51,999
Buildings and Improvements	31,332,553	(26,721)	268,519	(431,320)	31,143,031
Furniture and Equipment	2,217,470	(967,910)	105,024	(23,049)	1,331,535
Vehicles	1,752,957	(4,000)	58,784	0	1,807,741
Textbooks and Library Books	1,155,840	(7,213)	136,104	(68,052)	1,216,679
Total Capital Assets, being depreciated	<u>36,524,865</u>	<u>(1,019,890)</u>	<u>568,431</u>	<u>(522,421)</u>	<u>35,550,985</u>
Less Accumulated Depreciation:					
Land Improvements	(7,072)	1,147	(1,734)	0	(7,659)
Buildings and Improvements	(4,600,008)	327	(146,368)	389,905	(4,356,144)
Furniture and Equipment	(1,478,063)	695,123	(65,557)	23,049	(825,448)
Vehicles	(1,036,075)	1,567	(139,631)	0	(1,174,139)
Textbooks and Library Books	(1,082,174)	7,214	0	0	(1,074,960)
Total Accumulated Depreciation	<u>(8,203,392)</u>	<u>705,378</u>	<u>(353,290) *</u>	<u>412,954</u>	<u>(7,438,350)</u>
Total Capital Assets being depreciated, Net	<u>28,321,473</u>	<u>(314,512)</u>	<u>215,141</u>	<u>(109,467)</u>	<u>28,112,635</u>
Governmental Activities Capital Assets, Net	<u>\$28,885,917</u>	<u>(\$314,512)</u>	<u>\$605,591</u>	<u>(\$109,467)</u>	<u>\$29,067,529</u>

*Depreciation expense was charged to governmental functions as follows:

Instruction:

Regular	\$144,213
Special	53,488
Vocational	4,805

Support Services:

Pupil Services	10,104
Instructional Staff	29,747
Administration	24,024
Fiscal	4,805
Operation and Maintenance	19,608
Pupil Transportation	39,674
Community Service	20,420
Extracurricular	2,402
Total Depreciation Expense	<u>\$353,290</u>

Buckeye Local School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005*

Note 8: Long-Term Obligations

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

	Principal Outstanding June 30, 2004	Additions	Reductions	Principal Outstanding June 30, 2005	Due Within One Year
General Obligation Bonds:					
School Facilities Construction and Improvement, 2000	\$9,375,000	\$0	(\$280,000)	\$9,095,000	\$290,000
School Facilities Construction and Improvement, 2001	9,435,000	0	(300,000)	9,135,000	310,000
School Facilities Construction and Improvement, 2002	3,595,000	0	(130,000)	3,465,000	130,000
Compensated Absences	993,884	130,287	(211,790)	912,381	387,810
Long-term liabilities	<u>\$23,398,884</u>	<u>\$130,287</u>	<u>(\$921,790)</u>	<u>\$22,607,381</u>	<u>\$1,117,810</u>

Bonds

On August 15, 2000, the District issued \$10,000,000 general obligation bonds at 4.3-5.3% for the school facilities construction and improvements. These bonds were issued for a 25 year period with final maturity on December 1, 2025.

On February 1, 2001, the District again issued \$10,000,000 general obligation bonds at 3.1-5.0% for the school facilities construction and improvements. The bonds were issued for a 24-year period with final maturity on December 1, 2025.

On October 1, 2002, the District issued \$3,700,000 general obligation bonds at 4.25% for the school facilities construction and improvements. These bonds were issued for a 23 year period with final maturity on December 1, 2025.

All general obligation bonds will be paid from property taxes.

Compensated absences will be paid from the General and the Food Service Funds.

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2005 are as follows:

Fiscal Year Ending June 30	Principal	Interest
2006	\$730,000	\$995,186
2007	714,800	1,013,969
2008	726,400	995,890
2009	345,800	1,393,083
2010	378,000	1,358,749
2011-2015	4,440,000	4,154,658
2016-2020	5,575,000	2,982,336
2021-2025	7,130,000	1,389,245
2026	1,655,000	42,787
Total	\$21,695,000	\$14,325,903

Note 9: Contractual Commitments

As of June 30, 2005, the District had the following contractual commitments for the construction of the two elementary school buildings, and a five-year contract for copiers:

Contractor/Vendor	Contractual Commitment	Expended	Balance
Caruth Studio, Inc.	\$1,000	\$0	\$1,000
Comdoc	473,355	107,175	366,180
Duket Porter MacPerson	98,735	83,149	15,586
Heery International, Inc.	15,304	8,696	6,608
Telamon Construction Company	241,659	0	241,659
	\$830,053	\$199,020	\$631,033

Note 10: Property Taxes

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

Property taxes include amounts levied annually, on all real and public utility property and business tangible personal property located within the District. Real property tax revenue received in calendar 2005 represents collections of calendar year 2004 taxes. Real property taxes received in calendar year 2005 were levied after April 1, 2004, on the assessed value listed as of January 1, 2004, the lien date. Real property taxes collected were based on assessed value equal to 35 percent of appraised market

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

value. Real property taxes are payable annually or semi-annually. The first payment is due December 31, and the remainder is payable by June 20. Under certain circumstances, State statute permits earlier or later payment dates to be established.

Public utility property tax revenue received in calendar 2005 represents collections of calendar year 2004 taxes. Public utility real and tangible personal property taxes received in calendar year 2005 became a lien December 31, 2003, were levied after October 1, 2004 and are collected in 2005 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenue received during calendar 2005 (other than public utility property) represents the collection of 2005 taxes. Tangible personal property taxes received in calendar year 2005 were levied after April 1, 2004, on the value as of December 31, 2003. Tangible personal property is currently assessed at twenty-five percent of true value for capital assets and twenty-three percent of true value for inventory. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

The District receives property taxes from Medina 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, 2005 are available to finance fiscal year 2005 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represent delinquent taxes outstanding and real property, tangible personal property and public utility property taxes that became measurable as of June 30, 2005. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2005 was \$384,690 in general fund, \$85,829 in the debt service fund, and \$18,261 in the permanent improvement fund.

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 for the fiscal year 2005 taxes are as follows:

	2004		2003	
	Amount	Percent	Amount	Percent
Real Property				
Residential/Agricultural	\$281,642,830	68.7%	\$256,941,900	67.2%
Commercial/Industrial	46,913,610	11.4%	43,083,600	11.3%
Tangible Personal Property:				
General	66,523,375	16.2%	66,830,983	17.5%
Public Utilities	15,341,810	3.7%	15,652,330	4.0%
Total Assessed Values	<u>\$410,421,625</u>	<u>100.0%</u>	<u>\$382,508,813</u>	<u>100.0%</u>

Buckeye Local School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005*

Note 11: Pension and Retirement Plans

State Teachers Retirement System of Ohio

Plan Description The Buckeye Local School District contributes to the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing multiple-employer retirement system. STRS Ohio provides retirement and disability benefits, health care benefits and death benefits to plan members and beneficiaries. State statute assigns the authority to establish and amend benefit provisions to the STRS Ohio Board of Trustees. The State Teachers Retirement System of Ohio issues a publicly available financial report that includes financial statements and required supplementary information for STRS Ohio. That report may be obtained by writing to State Teachers Retirement System of Ohio, 275 East Broad Street, Columbus, Ohio 43215.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5% of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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 these active members who die before retirement may qualify for survivor benefits. 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.

Funding Policy Contribution requirements and contributions actually made for the fiscal year ended June 30, 2005, were 10% of covered payroll for members. Buckeye Local School District is required to contribute 14%; 13% was the portion used to fund pension obligations for fiscal year 2005. The contribution requirements of plan members and Buckeye Local School District are established and may be amended by the STRS Ohio Board upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. Ohio Revised Code Chapter 3307 provides statutory authority for member and employer contributions. The District's contributions to STRS Ohio for the years ended June 30, 2005, 2004, and 2003 were \$1,253,784, \$1,304,184, and \$1,158,732, respectively. The full amount has been contributed for 2004 and 2003. For 2005, 83% has been contributed.

Buckeye Local School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005*

School Employees Retirement System

Plan Description The Buckeye Local School District also contributes to the School Employees Retirement Plan (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Ohio Revised code Chapter 3309 provides the authority to establish and amend benefit provisions. The School Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to School Employees Retirement Systems, 300 East Broad Street, Columbus, Ohio 43215-3746.

Funding Policy Plan members are required to contribute 10% of their annual covered salary and Buckeye Local School District is required to contribute at an actuarially determined rate. The current rate is 14% of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. The portion of annual covered salary used to fund pension obligations for fiscal year 2005 was 10.57%. The contribution requirements of plan members and Buckeye Local School District are established and may be amended, up to statutory maximum amounts, by the SERS Board of Trustees. The District's contributions to SERS for the years ended June 30, 2005, 2004, and 2003 were \$365,340, \$390,060, and \$389,508, respectively. The full amount has been contributed for 2004 and 2003. For 2005, 47% has been contributed.

Note 12: Post Employment Benefits

Comprehensive health care benefits are provided to retired teachers and their dependents through the State Teachers Retirement System of Ohio, and to retired non-certified employees and their dependents through the School Employees Retirement System.

State Teachers Retirement System of Ohio (STRS Ohio)

The State Teachers Retirement System of Ohio (STRS Ohio) provides access to health care coverage to retirees who participated in the Defined Benefit or Combined Plans and their dependents. Coverage includes hospitalization, physicians' fees, prescription drugs, and partial reimbursement of monthly Medicare Part B premiums. Pursuant to the Ohio Revised Code (ORC), the State Teachers Retirement Board (the Board) has discretionary authority over how much, if any, of the associated health care costs will be absorbed by STRS Ohio. All benefit recipients pay a portion of the health care cost in the form of a monthly premium.

The ORC grants authority to STRS Ohio to provide health care coverage to benefit recipients, spouses, and dependents. By Ohio law, health care benefits are not guaranteed and the cost of the coverage paid from STRS Ohio fund shall be included in the employer contribution rate, currently 14% of covered payroll.

The Board currently allocates employer contributions to the Health Care Stabilization Fund from which health care benefits are paid. For the fiscal year ended June 30, 2004, the board allocated employer contributions equal to, 1% of covered payroll to the fund.

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

The District's actual contributions for the 2005 fiscal year were \$89,556. The balance in the Health Care Stabilization Fund was \$3.1 billion on June 30, 2004. For the year ended June 30, 2004, (the latest information available) the net health care costs paid by STRS were \$268,739,000. There were 111,853 eligible benefit recipients statewide.

School Employees Retirement System (SERS)

The Ohio Revised Code gives SERS the discretionary authority to provide postretirement health care to retirees and their dependents. Coverage is made available to service retirees with ten or more years of qualifying service credit, disability and survivor benefit recipients. Effective January 1, 2004, all retirees and beneficiaries are required to pay a portion of their health care premium. The portion is based on years of service, Medicare eligibility and retirement status. A safety net is in place for retirees whose household income falls below federal poverty levels. Premiums are reduced by 50% for those who apply.

After the allocation for basic benefits, the remainder of the employer's 14% contribution is allocated to providing health care benefits. At June 30, 2005, the healthcare allocation is 3.43%. In addition, SERS levies a surcharge to fund health care benefits equal to 14% of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal 2005, the minimum pay was established as \$27,400. The surcharge rate, added to the unallocated portion of the 14% employer contribution rate provides for maintenance of the asset target level for the health care fund.

Health care benefits are financed on a pay-as-you-go basis. The target level for the health care reserve is 150% of annual health care expenses. Gross expenses for health care at June 30, 2004 were \$223,443,805 and the target level was \$335.2 million. At June 30, 2004, (the latest information available) the Retirement System's net assets available for payment of health care benefits was \$300.8 million. The number of participants currently receiving health care benefits is approximately 62,000. The District's actual contributions for the 2005 fiscal year were \$178,008.

Note 13: 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. During fiscal year 2005, the District participated in the Ohio Schools Council's property and fleet insurance program that contracted with Indiana Insurance Company for buildings and contents, inland marine, crime and general liability coverages. The Council contracted with Travelers Insurance for boiler and machinery insurance.

The District contracted independently with Travelers Insurance for public officials bonds and with Westfield Companies for public employees bonds.

Buckeye Local School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005*

<u>Company</u>	<u>Type of Insurance</u>	<u>Coverage Amount</u>
Indiana Insurance Co	Property	\$33,324,925
	Inland Marine	1,693,748
	Crime	5,000
	Extra Expense	1,000,000
	Fleet Insurance, Single Limit	1,000,000
	Fleet Insurance, uninsured	50,000
	General Liability, per occurrence	1,000,000
	General Liability, in aggregate	2,000,000
	Auto Medical Payments	15,000
	Employer Stop Gap Liability	1,000,000
	Employee Benefit Liability	3,000,000
	Professional Liability	1,000,000
	Umbrella policy	3,000,000
Travelers Insurance	Boiler and Machinery	30,000,000
	Expediting Expense	100,000
	Spoilage	100,000
	Off Premises Service Interruption	500,000
	Hazardous Substance	100,000
	Ammonia Contamination	100,000
	Water Damage	100,000
	Ordinance Or Law	1,000,000
	Public Officials Bond	20,000
	Public Officials Bond, Board	10,000
Westfield Companies	Public Employees Blanket Bond	10,000

Settled claims have not exceeded this commercial coverage in any of the past three years. There has not been a significant reduction in coverage from the prior year.

The District participates in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP.

Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from, or be required to contribute to, the "equity pooling fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control and actuarial services to the GRP.

The District has contracted with Medical Mutual to provide medical/surgical benefits for its employees and their covered dependents. The District also provides vision insurance benefits.

The District operates and manages employee dental and prescription drug benefits on a self-insured basis; using an internal service fund to account for its dental and prescription drug coverage. The District pays monthly contributions that are placed in a common fund from which eligible claims are paid for employees and their covered dependents. The monthly premium paid by the District for dental benefits is \$69.07 for single and for family coverage. Employees with single or family coverage paid \$3.64 per month. The District provides coverage as a paid benefit with an employee deductible of twenty percent (20%) or a minimum of \$7.50 per prescription for name brand drugs and twenty-five (25%) or a minimum of \$15 for generic drugs. Employees using mail order supplier for prescriptions pay a deductible of \$7.50 for name brand drugs and \$5.00 for generic drugs.

The claims liability was estimated by the third party administrator to be \$22,593 at June 30, 2005. This is based on the requirements of GASB Statement No. 30 which requires a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. The changes in the fund's claim liability amount in fiscal year 2005 were:

	Balance Beginning <u>Of Year</u>	Current Year <u>Claims</u>	Claim <u>Payments</u>	Balance End <u>of Year</u>
2004	\$ 4,164	\$702,781	\$689,362	\$17,583
2005	\$17,583	\$708,231	\$703,221	\$22,593

The District also provides life insurance and accidental death and dismemberment insurance to employees.

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 purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Although the

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

District had qualifying disbursements during the year that reduced the set-aside amounts below zero, these extra amounts may only be used to reduce the set-aside requirements of future years for the purchase of textbooks. 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 District had qualifying disbursements during the year that exceeded the required set-asides and the reserve balance. In prior years, the District was also required to set-aside money for budget stabilization. During fiscal year 2005, the District spent the set-aside funds on the purchase of land adjacent to the school complex.

	Textbook Reserve	Capital Improvement Reserve	Set Aside
Balance July 1, 2004	\$0	\$0	\$24,784
Required Set Aside	357,951	357,951	0
Qualifying Expenditures	(440,685)	(688,433)	24,784
Balance June 30, 2005	(\$82,734)	(\$330,482)	\$0

Note 15: Contingencies

The District receives financial assistance from numerous federal and state agencies that is subject to financial and compliance audits. Such audits could lead to a request for reimbursement to the grantor agency for disallowed expenditures. Management believes that such disallowances, if any would not materially affect the District's financial position.

Note 16 Restatement of Fund Balance/Net Assets

During fiscal year 2005 the District increased the threshold for recording capital assets from \$2,000 to \$5,000. The District also implemented GASB Technical Bulletin 2004-2 (Recognition of Pension and Other Postemployment Benefits Expenditures/Expenses and Liabilities by Cost Sharing Employers), resulting in an understatement of \$325,295 in liabilities in the General Fund at June 30, 2004. Also, at June 30, 2004 it was determined that the liabilities of the Building Fund were overstated by \$543,397. As a result, net assets/change in net assets in the governmental activities have been restated as follows:

Governmental Activities			
		Change in Net Assets June 30, 2004	\$ (1,342,850)
Statement of Net Assets:		Change in Capital Asset Threshold	(314,512)
Total Net Assets June 30, 2004	\$ 8,476,597	Expenditures	543,397
Overstatement of Accounts Payable	543,397	Change in Net Assets, restated	(1,113,965)
Reduction of Capital Assets	(314,512)	Net Assets, Beginning of Year	9,819,447
Restated Total Net Assets June 30, 2004	\$ 8,705,482	Net Assets, Restated	\$ 8,705,482

Buckeye Local School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2005

The restatement had the following effect on the general fund, building fund and total governmental funds balances/change in fund balances:

Governmental Funds			
	General Fund	Building Fund	Total Governmental Funds
Balance Sheet - Governmental Funds:			
Fund Balance June 30, 2004	\$700,309	\$14,680	\$2,007,386
GASB Technical Bulletin No 2 implementation	(325,295)	0	(325,295)
Overstatement of Accounts Payable	\$0	543,397	543,397
Restated Fund Balance June 30, 2004	\$375,014	\$558,077	\$2,225,488
	General Fund	Building Fund	Total Governmental Funds
Change in Fund Balance June 30, 2004	(\$1,972,480)	(\$5,808,685)	(\$8,025,163)
Expenditures	(325,295)	543,397	218,102
Change in Fund Balance, restated	(2,297,775)	(5,265,288)	(7,807,061)
Fund Balance-Beginning of Year	2,672,789	5,823,365	10,032,549
Fund Balance-End of Year, restated	\$375,014	\$558,077	\$2,225,488

Note 17 Subsequent Events

An 8.9 emergency levy placed on the November 2005 ballot failed to pass.

**COMBINING STATEMENTS
AND
INDIVIDUAL FUND SCHEDULES**

Buckeye Local School District

Nonmajor Special Revenue Funds

Special Revenue Funds are used to account for revenues from specific sources which are legally, or otherwise, restricted to expenditures for specified purposes.

Public School Support Fund - This fund accounts for school site sales revenue and expenditures for field trips, assemblies, and other activity costs approved by board resolutions.

Local Grants Fund - This fund accounts for funds received to promote community involvement and volunteer activities between the school and community.

Underground Storage Tank Fund - This fund accounts for the financial responsibility rules of the State Fire Marshall to cover insurance deductible.

Athletics Fund - This fund accounts for gate receipts and other revenues from athletic events and all costs (except personnel services) of the District's Athletic Program.

Management Information Systems (MIS) Fund - This fund accounts for State monies that are used solely for costs associated with the requirements of the management information system.

Entry Year Fund – This fund accounts for State monies that provide for mentoring programs for first year teachers.

Data Communications Fund – This fund accounts for State monies that provide for equipment and other costs associated with the development of data communication systems.

Professional Development Fund – This fund accounts for State monies in support of professional development programs.

School Building Incentives Fund – This fund accounts for monies awarded to school buildings of a school district with great improvement in proficiency testing by the State. This money is to be used for building teams for continuous improvement.

Title VI-B Fund - This fund accounts for Federal monies to assist schools in identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels.

Title I Fund - This fund accounts for Federal revenues to implement a variety of programs intended to provide supplemental instruction for children of low income families identified as educationally disadvantaged.

Innovative Education Program Strategy Fund - This fund accounts for Federal revenues that support the implementation of a variety of programs (drug/alcohol abuse, computer education) to benefit children attending public and provide non-profit schools within the community.

Drug-Free School Fund - This fund accounts for Federal revenues that support the implementation of programs for drug abuse education and prevention.

Preschool Handicapped Fund - This fund accounts for Federal monies that provide for the cost of developing a public school.

Improving Teacher Quality Fund – This fund accounts for Federal monies used for reduction of class size in grades kindergarten through third.

Ohio Reads – This fund accounts for State monies to improve reading outcomes, especially on fourth grade reading proficiency tests and for costs associated with volunteer coordinators who administer the program.

Summer School Fund – This fund accounts for State monies used for remediation for the at-risk students for a summer school program.

Title II-D Fund – This fund accounts for Federal monies used primarily for assistive mobility and learning devices for orthopedically handicapped students.

Special Trust Fund – This fund accounts for monies held by District in a trustee capacity for individuals and/or private organizations that benefit the student body or the local community.

Food Service Fund – This fund accounts for financial activity related to the food service operations of the District.

Uniform School Supplies Fund – This fund accounts for financial activity related to the purchase and sale of school supplies as adopted by the Board of Education for use within the District.

Latchkey Fund – This fund accounts for financial activity related to providing day care services for district students before school, after school, and during the summer.

Nonmajor Capital Projects Funds

Capital Projects Funds are used to account for financial resources used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary funds.

Permanent Improvement Fund - This fund accounts for all transactions related to the acquiring, constructing, or improving of such permanent improvements as are authorized by Chapter 5705, Revised Code.

School Net Plus Fund - This fund accounts for State monies providing for computer hardware and wiring for buildings for kindergarten through fourth grade.

Buckeye Local School District

Combining Balance Sheet

Non-Major Governmental Funds

June 30, 2005

	Non-Major Special Revenue Funds	Non-Major Capital Projects Funds	Total Non-Major Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$833,265	\$309,358	\$1,142,623
Taxes Receivable	0	376,316	376,316
Accounts Receivable	34,557	0	34,557
Intergovernmental Receivable	176,420	0	176,420
Inventory	10,702	0	10,702
Prepaid Items	2,973	0	2,973
Total Assets	<u>\$1,057,917</u>	<u>\$685,674</u>	<u>\$1,743,591</u>
Liabilities and Fund Balances			
Liabilities			
Accounts and Contracts Payable	\$10,747	\$2,000	\$12,747
Accrued Wages and Benefits	86,789	0	86,789
Intergovernmental Payable	3,207	0	3,207
Deferred Revenue	0	358,055	358,055
Interfund Payable	43,954	0	43,954
Total Liabilities	<u>144,697</u>	<u>360,055</u>	<u>504,752</u>
Fund Balances			
Reserved for Encumbrances	57,436	263,938	321,374
Reserved for Property Tax Advance	0	18,261	18,261
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	855,784	0	855,784
Capital Projects Funds	0	43,420	43,420
Total Fund Balances	<u>913,220</u>	<u>325,619</u>	<u>1,238,839</u>
Total Liabilities and Fund Balances	<u>\$1,057,917</u>	<u>\$685,674</u>	<u>\$1,743,591</u>

Buckeye Local School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Governmental Funds

For the Fiscal Year Ended June 30, 2005

	Non-Major Special Revenue Funds	Non-Major Capital Projects Funds	Total Non-Major Governmental Funds
Revenues			
Taxes	\$0	\$362,211	\$362,211
Tuition	290,896	0	290,896
Charges for Services	341,097	0	341,097
Earnings on Investments	520	0	520
Intergovernmental	865,734	59,004	924,738
Extracurricular Activities	356,687	0	356,687
Contributions and Donations	286,244	0	286,244
Other	42,732	0	42,732
Total Revenues	2,183,910	421,215	2,605,125
Expenditures			
Current:			
Regular and Special Instruction	422,602	20,517	443,119
Supporting Services:			
Pupil Services	115,835	0	115,835
Instructional Staff	188,582	0	188,582
Administration	34,048	0	34,048
Business and Fiscal Services	0	1,006	1,006
Central	4,800	0	4,800
Community Services	173,499	0	173,499
Extracurricular	356,444	0	356,444
Food Service Operations	465,103	0	465,103
Capital Outlay	2,878	455,319	458,197
Total Expenditures	1,763,791	476,842	2,240,633
Excess of Revenues Over (Under) Expenditures	420,119	(55,627)	364,492
Other Financing Sources			
Proceeds from Sale of Capital Assets	0	320,608	320,608
Total Other Financing Sources	0	320,608	320,608
Net Change in Fund Balances	420,119	264,981	685,100
Fund Balances at Beginning of Year	493,101	60,638	553,739
Fund Balances at End of Year	\$913,220	\$325,619	\$1,238,839

Buckeye Local School District

Combining Balance Sheet

Non-Major Special Revenue Funds

June 30, 2005

	<u>Public School Support</u>	<u>Local Grants</u>	<u>Underground Storage Tank</u>	<u>Athletics</u>	<u>Management Information Systems</u>
Assets					
Equity in Pooled Cash and Cash					
Equivalents	\$105,761	\$318,921	\$11,000	\$24,896	\$7,567
Accounts Receivable	1,106	0	0	0	0
Intergovernmental Receivable	0	0	0	0	0
Inventory	0	0	0	0	0
Prepaid Items	1,819	0	0	337	0
Total Assets	<u>\$108,686</u>	<u>\$318,921</u>	<u>\$11,000</u>	<u>\$25,233</u>	<u>\$7,567</u>
 Liabilities and Fund Balances					
Liabilities					
Accounts and Contracts Payable	\$4,115	\$3,717	\$0	\$1,299	\$0
Accrued Wages and Benefits	0	0	0	0	0
Intergovernmental Payable	0	0	0	0	0
Interfund Payable	0	0	0	0	0
Total Liabilities	<u>4,115</u>	<u>3,717</u>	<u>0</u>	<u>1,299</u>	<u>0</u>
 Fund Balances					
Reserved for Encumbrances	27,939	16,921	0	1,497	241
Unreserved, Undesignated (Deficit)	76,632	298,283	11,000	22,437	7,326
Total Fund Balances	<u>104,571</u>	<u>315,204</u>	<u>11,000</u>	<u>23,934</u>	<u>7,567</u>
Total Liabilities and Fund Balances	<u>\$108,686</u>	<u>\$318,921</u>	<u>\$11,000</u>	<u>\$25,233</u>	<u>\$7,567</u>

<u>Entry Year</u>	<u>Data Communications</u>	<u>Professional Development</u>	<u>School Building Incentives</u>	<u>Title VI - B</u>	<u>Title I</u>
\$300	\$25,824	\$4,100	\$14,098	\$1,781	\$323
0	0	0	0	0	0
0	0	0	0	115,291	24,832
0	0	0	0	0	0
0	200	0	0	0	0
\$300	\$26,024	\$4,100	\$14,098	\$117,072	\$25,155
\$0	\$0	\$0	\$450	\$0	\$200
0	0	0	0	22,564	17,925
0	0	0	0	0	0
0	0	0	0	12,819	6,943
0	0	0	450	35,383	25,068
0	0	0	0	1,781	87
300	26,024	4,100	13,648	79,908	0
300	26,024	4,100	13,648	81,689	87
\$300	\$26,024	\$4,100	\$14,098	\$117,072	\$25,155

(continued)

Buckeye Local School District
Combining Balance Sheet
Non-Major Special Revenue Funds (continued)
June 30, 2005

	<u>Innovative Ed Program Strategy</u>	<u>Drug-Free School</u>	<u>Preschool Handicapped</u>	<u>Improving Teacher Quality</u>	<u>Ohio Reads</u>
Assets					
Equity in Pooled Cash and Cash					
Equivalents	\$108	\$0	\$0	\$1,456	\$0
Accounts Receivable	0	0	0	0	0
Intergovernmental Receivable	1,952	4,811	541	17,906	0
Inventory	0	0	0	0	0
Prepaid Items	0	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$2,060</u>	<u>\$4,811</u>	<u>\$541</u>	<u>\$19,362</u>	<u>\$0</u>
Liabilities and Fund Balances					
Liabilities					
Accounts and Contracts Payable	\$75	\$0	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	0	11,619	0
Intergovernmental Payable	0	0	0	0	0
Interfund Payable	0	0	541	4,369	0
	<u>0</u>	<u>0</u>	<u>541</u>	<u>4,369</u>	<u>0</u>
Total Liabilities	<u>75</u>	<u>0</u>	<u>541</u>	<u>15,988</u>	<u>0</u>
Fund Balances					
Reserved for Encumbrances	31	0	0	0	0
Unreserved, Undesignated (Deficit)	1,954	4,811	0	3,374	0
	<u>1,985</u>	<u>4,811</u>	<u>0</u>	<u>3,374</u>	<u>0</u>
Total Fund Balances	<u>1,985</u>	<u>4,811</u>	<u>0</u>	<u>3,374</u>	<u>0</u>
Total Liabilities and Fund Balances	<u>\$2,060</u>	<u>\$4,811</u>	<u>\$541</u>	<u>\$19,362</u>	<u>\$0</u>

<u>Summer School</u>	<u>Special Trust</u>	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Latchkey</u>	<u>Total Non-Major Special Revenue Funds</u>
\$0	\$176,000	\$1,897	\$117,259	\$21,974	\$833,265
0	0	162	17,214	16,075	34,557
11,087	0	0	0	0	176,420
0	0	10,702	0	0	10,702
0	0	617	0	0	2,973
<u>\$11,087</u>	<u>\$176,000</u>	<u>\$13,378</u>	<u>\$134,473</u>	<u>\$38,049</u>	<u>\$1,057,917</u>
\$0	\$480	\$165	\$0	\$246	\$10,747
0	1,020	32,110	0	1,551	86,789
0	902	2,255	0	50	3,207
0	0	19,282	0	0	43,954
<u>0</u>	<u>2,402</u>	<u>53,812</u>	<u>0</u>	<u>1,847</u>	<u>144,697</u>
0	5,899	1,707	218	1,115	57,436
11,087	167,699	(42,141)	134,255	35,087	855,784
<u>11,087</u>	<u>173,598</u>	<u>(40,434)</u>	<u>134,473</u>	<u>36,202</u>	<u>913,220</u>
<u>\$11,087</u>	<u>\$176,000</u>	<u>\$13,378</u>	<u>\$134,473</u>	<u>\$38,049</u>	<u>\$1,057,917</u>

Buckeye Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Fiscal Year Ended June 30, 2005

	<u>Public School Support</u>	<u>Local Grants</u>	<u>Underground Storage Tank</u>	<u>Athletics</u>	<u>Management Information Systems</u>
Revenues					
Tuition	\$0	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	0	0
Earnings on Investments	0	0	0	0	0
Intergovernmental	0	57,881	0	0	7,326
Extracurricular Activities	280,837	0	0	75,850	0
Contributions and Donations	0	171,430	0	1,964	0
Other	0	29,640	0	0	0
Total Revenues	<u>280,837</u>	<u>258,951</u>	<u>0</u>	<u>77,814</u>	<u>7,326</u>
Expenditures					
Current:					
Regular and Special Instruction	0	11,792	0	0	0
Supporting Services:		0	0	0	0
Pupil Services	0	0	0	0	0
Instructional Staff	0	41,217	0	0	4,414
Administration	0	31,021	0	0	0
Plant Operation and Maintenance	0	0	0	0	0
Pupil Transportation	0	0	0	0	0
Central	0	0	0	0	0
Community Services	0	0	0	0	0
Extracurricular	275,713	0	0	74,731	0
Food Service Operations	0	0	0	0	0
Capital Outlay	0	2,878	0	0	0
Total Expenditures	<u>275,713</u>	<u>86,908</u>	<u>0</u>	<u>74,731</u>	<u>4,414</u>
Net Change in Fund Balances	5,124	172,043	0	3,083	2,912
Fund Balances (Deficit) at Beginning of Year	<u>99,447</u>	<u>143,161</u>	<u>11,000</u>	<u>20,851</u>	<u>4,655</u>
Fund Balances (Deficit) at End of Year	<u><u>\$104,571</u></u>	<u><u>\$315,204</u></u>	<u><u>\$11,000</u></u>	<u><u>\$23,934</u></u>	<u><u>\$7,567</u></u>

<u>Entry Year</u>	<u>Data Communications</u>	<u>Professional Development</u>	<u>School Building Incentives</u>	<u>Title VI-B</u>	<u>Title I</u>
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0
1,100	15,000	4,140	3,641	397,075	105,650
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
1,100	15,000	4,140	3,641	397,075	105,650
0	0	0	1,257	85,064	115,325
800	0	40	450	114,545	0
0	0	0	0	116,638	521
0	0	0	3,027	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	4,800	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
800	4,800	40	4,734	316,247	115,846
300	10,200	4,100	(1,093)	80,828	(10,196)
0	15,824	0	14,741	861	10,283
\$300	\$26,024	\$4,100	\$13,648	\$81,689	\$87

(continued)

Buckeye Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Non-Major Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2005

	<u>Innovative Ed Program Strategy</u>	<u>Drug-Free School</u>	<u>Preschool Handicapped</u>	<u>Improving Teacher Quality</u>	<u>Ohio Reads</u>
Revenues					
Tuition	\$0	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	0	0
Earnings on Investments	0	0	0	0	0
Intergovernmental	9,904	13,117	9,185	76,364	6,000
Extracurricular Activities	0	0	0	0	0
Contributions and Donations	0	0	0	0	0
Other	0	0	0	0	0
Total Revenues	<u>9,904</u>	<u>13,117</u>	<u>9,185</u>	<u>76,364</u>	<u>6,000</u>
Expenditures					
Current:					
Regular and Special Instruction	7,056	574	0	73,873	0
Supporting Services:					
Pupil Services	0	0	0	0	0
Instructional Staff	4,187	7,732	13,722	151	0
Administration	0	0	0	0	0
Plant Operation and Maintenance	0	0	0	0	0
Pupil Transportation	0	0	0	0	0
Central	0	0	0	0	0
Community Services	0	0	0	0	0
Extracurricular	0	0	0	0	6,000
Food Service Operations	0	0	0	0	0
Capital Outlay	0	0	0	0	0
Total Expenditures	<u>11,243</u>	<u>8,306</u>	<u>13,722</u>	<u>74,024</u>	<u>6,000</u>
Net Change in Fund Balances	(1,339)	4,811	(4,537)	2,340	0
Fund Balances (Deficit) at Beginning of Year	<u>3,324</u>	<u>0</u>	<u>4,537</u>	<u>1,034</u>	<u>0</u>
Fund Balances (Deficit) at End of Year	<u><u>\$1,985</u></u>	<u><u>\$4,811</u></u>	<u><u>\$0</u></u>	<u><u>\$3,374</u></u>	<u><u>\$0</u></u>

<u>Summer School</u>	<u>Special Trust</u>	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Latchkey</u>	<u>Total Non-Major Special Revenue Funds</u>
\$0	\$31,825	\$0	\$115,366	\$143,705	\$290,896
0	0	341,097	0	0	341,097
0	520	0	0	0	520
43,364	0	115,987	0	0	865,734
0	0	0	0	0	356,687
0	112,850	0	0	0	286,244
0	13,092	0	0	0	42,732
<u>43,364</u>	<u>158,287</u>	<u>457,084</u>	<u>115,366</u>	<u>143,705</u>	<u>2,183,910</u>
47,600	5,759	0	74,302	0	422,602
0	0	0	0	0	115,835
0	0	0	0	0	188,582
0	0	0	0	0	34,048
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	4,800
0	26,138	0	0	147,361	173,499
0	0	0	0	0	356,444
0	0	465,103	0	0	465,103
0	0	0	0	0	2,878
<u>47,600</u>	<u>31,897</u>	<u>465,103</u>	<u>74,302</u>	<u>147,361</u>	<u>1,763,791</u>
(4,236)	126,390	(8,019)	41,064	(3,656)	420,119
15,323	47,208	(32,415)	93,409	39,858	493,101
<u>\$11,087</u>	<u>\$173,598</u>	<u>(\$40,434)</u>	<u>\$134,473</u>	<u>\$36,202</u>	<u>\$913,220</u>

Buckeye Local School District
Combining Balance Sheet
Non-Major Capital Projects Funds
June 30, 2005

	<u>Permanent Improvement</u>	<u>School Net Plus</u>	<u>Total Non-Major Capital Projects Funds</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$278,875	\$30,483	\$309,358
Taxes Receivable	<u>376,316</u>	<u>0</u>	<u>376,316</u>
Total Assets	<u>\$655,191</u>	<u>\$30,483</u>	<u>\$685,674</u>
 Liabilities and Fund Balances			
Liabilities			
Accounts and Contracts Payable	\$2,000	\$0	\$2,000
Deferred Revenue	<u>358,055</u>	<u>0</u>	<u>358,055</u>
Total Liabilities	<u>360,055</u>	<u>0</u>	<u>360,055</u>
 Fund Balances			
Reserved for Encumbrances	263,938	0	263,938
Reserved for Property Tax Advance	18,261	0	18,261
Unreserved, Undesignated	<u>12,937</u>	<u>30,483</u>	<u>43,420</u>
Total Fund Balances	<u>295,136</u>	<u>30,483</u>	<u>325,619</u>
Total Liabilities and Fund Balances	<u>\$655,191</u>	<u>\$30,483</u>	<u>\$685,674</u>

Buckeye Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Non-Major Capital Projects Funds
For the Fiscal Year Ended June 30, 2005

	<u>Permanent Improvement</u>	<u>School Net Plus</u>	<u>Total Non-Major Capital Projects Funds</u>
Revenues			
Taxes	\$362,211	\$0	\$362,211
Intergovernmental	<u>38,004</u>	<u>21,000</u>	<u>59,004</u>
Total Revenues	<u>400,215</u>	<u>21,000</u>	<u>421,215</u>
Expenditures			
Current:			
Regular and Special Instruction	0	20,517	20,517
Supporting Services:			
Fiscal	1,006	0	1,006
Capital Outlay	<u>455,319</u>	<u>0</u>	<u>455,319</u>
Total Expenditures	<u>456,325</u>	<u>20,517</u>	<u>476,842</u>
Excess of Revenues Over (Under) Expenditures	<u>(56,110)</u>	<u>483</u>	<u>(55,627)</u>
Other Financing Sources (Uses)			
Proceeds from Sale of Capital Assets	<u>320,608</u>	<u>0</u>	<u>320,608</u>
Total Other Financing Sources (Uses)	<u>320,608</u>	<u>0</u>	<u>320,608</u>
Net Change in Fund Balances	264,498	483	264,981
Fund Balances at Beginning of Year	<u>30,638</u>	<u>30,000</u>	<u>60,638</u>
Fund Balances at End of Year	<u><u>\$295,136</u></u>	<u><u>\$30,483</u></u>	<u><u>\$325,619</u></u>

Buckeye Local School District
Statement of Changes in Assets and Liabilities
Agency Fund
June 30, 2005

	Beginning Balance <u>June 30, 2004</u>	<u>Additions</u>	<u>Reductions</u>	Ending Balance <u>June 30, 2005</u>
Assets				
Equity in Pooled Cash and Cash Equivalents	\$41,213	\$8,254	\$0	\$49,467
Accounts Receivable	<u>486</u>	<u>1,501</u>	<u>(486)</u>	<u>1,501</u>
Total Assets	<u><u>\$41,699</u></u>	<u><u>\$9,755</u></u>	<u><u>(\$486)</u></u>	<u><u>\$50,968</u></u>
Liabilities				
Accounts and Contracts Payable	\$6,297	\$6,978	(\$6,297)	\$6,978
Due to Students	<u>35,402</u>	<u>43,990</u>	<u>(35,402)</u>	<u>43,990</u>
Total Liabilities	<u><u>\$41,699</u></u>	<u><u>\$50,968</u></u>	<u><u>(\$41,699)</u></u>	<u><u>\$50,968</u></u>

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
General Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Taxes	\$10,432,016	\$10,432,016	\$0
Tuition	59,128	\$59,098	(30)
Earnings on Investments	113,067	\$113,067	0
Intergovernmental	5,840,168	\$5,840,168	0
Extracurricular Activities	141,156	\$141,156	0
Other	56,260	\$56,260	0
Total Revenues	<u>16,641,795</u>	<u>16,641,765</u>	<u>(30)</u>
Expenditures			
Current:			
Instruction:			
Regular Instruction:			
Salaries	5,941,635	5,941,635	0
Fringe Benefits	2,140,402	2,140,402	0
Purchased Services	71,682	71,100	582
Materials and Supplies	225,210	225,210	0
New Equipment	21,243	21,243	0
Replacement Equipment	36,289	36,289	0
Total	<u>8,436,461</u>	<u>8,435,879</u>	<u>582</u>
Special Instruction:			
Salaries	1,095,155	1,095,155	0
Fringe Benefits	472,152	472,152	0
Materials and Supplies	3,732	3,732	0
Total	<u>1,571,039</u>	<u>1,571,039</u>	<u>0</u>
Vocational Instruction:			
Salaries	141,810	141,810	0
Fringe Benefits	47,957	47,957	0
Purchased Services	1,958	1,949	9
Materials and Supplies	742	742	0
Total	<u>192,467</u>	<u>192,458</u>	<u>9</u>
Other Instruction:			
Purchased Services	765,095	764,870	225
Total	<u>765,095</u>	<u>764,870</u>	<u>225</u>
Total Instruction	<u>10,965,062</u>	<u>10,964,246</u>	<u>816</u>

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
General Fund - continued
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Support Services:			
Pupil Services:			
Salaries	533,103	533,103	0
Fringe Benefits	172,075	172,075	0
Purchased Services	54,117	54,117	0
Materials and Supplies	6,109	6,109	0
Total	<u>765,404</u>	<u>765,404</u>	<u>0</u>
Instructional Staff:			
Salaries	431,088	431,088	0
Fringe Benefits	241,007	241,007	0
Purchased Services	54,701	54,701	0
Materials and Supplies	25,772	25,772	0
New Equipment	1,353	1,353	0
Replacement Equipment	699	699	0
Other	77,723	77,723	0
Total	<u>832,343</u>	<u>832,343</u>	<u>0</u>
Board of Education:			
Salaries	10,080	10,080	0
Fringe Benefits	1,365	1,365	0
Purchased Services	2,351	2,351	0
Materials and Supplies	876	876	0
Other	14,545	14,545	0
Total	<u>29,217</u>	<u>29,217</u>	<u>0</u>
Administration:			
Salaries	911,787	911,787	0
Fringe Benefits	408,083	408,083	0
Purchased Services	203,058	203,051	7
Materials and Supplies	34,367	34,304	63
New Equipment	12,418	12,418	0
Replacement Equipment	58,691	58,691	0
Other	36,272	36,272	0
Total	<u>1,664,676</u>	<u>1,664,606</u>	<u>70</u>
Fiscal:			
Salaries	186,969	186,969	0
Fringe Benefits	90,462	90,462	0
Purchased Services	38,274	38,274	0
Other	314,052	314,052	0
Total	<u>629,757</u>	<u>629,757</u>	<u>0</u>

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
General Fund - continued
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Business:			
Salaries	18,082	18,082	0
Fringe Benefits	58,179	58,179	0
Total	<u>76,261</u>	<u>76,261</u>	<u>0</u>
Plant Operation and Maintenance:			
Salaries	450,086	450,086	0
Fringe Benefits	216,320	216,320	0
Purchased Services	1,012,850	988,319	24,531
Materials and Supplies	85,126	83,846	1,280
New Equipment	22,733	22,733	0
Total	<u>1,787,115</u>	<u>1,761,304</u>	<u>25,811</u>
Pupil Transportation:			
Salaries	530,551	530,551	0
Fringe Benefits	335,434	335,434	0
Purchased Services	73,526	73,513	13
Materials and Supplies	209,691	207,608	2,083
New Equipment	58,784	58,784	0
Total	<u>1,207,986</u>	<u>1,205,890</u>	<u>2,096</u>
Central:			
Purchased Services	9,813	9,813	0
Other	512	512	0
Total	<u>10,325</u>	<u>10,325</u>	<u>0</u>
Extracurricular Activities:			
Academic Oriented			
Salaries	252,379	252,379	0
Fringe Benefits	58,349	58,349	0
Purchased Services	9,900	9,900	0
Materials and Supplies	1,006	1,006	0
Replacement Equipment	8,000	8,000	0
Total	<u>329,634</u>	<u>329,634</u>	<u>0</u>

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
General Fund - continued
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Capital Outlay			
Site Acquisition Services			
Capital Outlay - New	22,316	22,316	0
Facilities Acquisition and Construction			
Capital Outlay - Replacement	<u>24,963</u>	<u>24,963</u>	<u>0</u>
Total	<u>47,279</u>	<u>47,279</u>	<u>0</u>
Total Expenditures	<u>18,345,059</u>	<u>18,316,266</u>	<u>28,793</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,703,264)</u>	<u>(1,674,501)</u>	<u>28,763</u>
Other Financing Sources (Uses)			
Advances In	66,490	66,490	0
Advances Out	<u>(48,583)</u>	<u>(48,583)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>17,907</u>	<u>17,907</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(1,685,357)	(1,656,594)	28,763
Fund Balance at Beginning of Year	1,902,143	1,902,143	0
Prior Year Encumbrances Appropriated	<u>935,081</u>	<u>935,081</u>	<u>0</u>
Fund Balance at End of Year	<u>\$1,151,867</u>	<u>\$1,180,630</u>	<u>\$28,763</u>

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Debt Service Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Taxes	\$1,697,084	\$1,697,084	\$0
Intergovernmental	178,617	178,617	0
Total Revenues	1,875,701	1,875,701	0
Expenditures			
Current:			
Support Services			
Business and Fiscal Services	32,348	32,348	0
Debt Service:			
Principal	710,000	710,000	0
Interest and Fiscal Charges	1,021,609	1,021,609	0
Total Expenditures	1,763,957	1,763,957	0
Excess of Revenues Over (Under) Expenditures	111,744	111,744	0
Fund Balance at Beginning of Year	658,138	658,138	0
Fund Balance at End of Year	\$769,882	\$769,882	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Building Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Earnings on Investments	\$16,527	\$16,527	\$0
Total Revenues	16,527	16,527	0
Expenditures			
Current:			
Support Services			
Administration			
Purchased Services	80,349	80,349	0
Operation and Maintenance of Plant			
New Equipment	58,285	58,285	0
Capital Outlay:			
Building Acquisition & Construction Services			
Purchased Services	14,696	14,696	0
New Equipment	886,746	886,746	0
Total Expenditures	1,040,076	1,040,076	0
Excess of Revenues Over (Under) Expenditures	(1,023,549)	(1,023,549)	0
Fund Balance at Beginning of Year	120,254	120,254	0
Prior Year Encumbrances Appropriated	989,880	989,880	0
Fund Balance at End of Year	\$86,585	\$86,585	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Public School Support Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Extracurricular	\$280,541	\$280,541	\$0
Total Revenues	280,541	280,541	0
Expenditures			
Current:			
Extracurricular			
Purchased Services	18,741	18,741	0
Materials and Supplies	290,956	290,956	0
Total Expenditures	309,697	309,697	0
Excess of Revenues Over (Under) Expenditures	(29,156)	(29,156)	0
Fund Balance at Beginning of Year	87,228	87,228	0
Prior Year Encumbrances Appropriated	14,963	14,963	0
Fund Balance at End of Year	\$73,035	\$73,035	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Local Grants Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$57,881	\$57,881	\$0
Donations	171,430	171,430	0
Other	29,640	29,640	0
Total Revenues	258,951	258,951	0
Expenditures			
Current:			
Regular Instruction			
Purchased Services	500	500	0
Materials and Supplies	14,157	14,157	0
Support Services			
Instructional Staff			
Salaries	37,596	37,596	0
Purchased Services	4,481	4,481	0
Materials and Supplies	824	824	0
New Equipment		-	0
Administration			
Salaries	7,000	7,000	0
Fringe Benefits	1,328	1,328	0
Purchased Services	36,091	36,091	0
Materials and Supplies	760	760	0
Capital Outlay			
Materials and Supplies	2,776	2,776	0
Total Expenditures	105,513	105,513	0
Excess of Revenues Over (Under) Expenditures	153,438	153,438	0
Fund Balance at Beginning of Year	127,665	127,665	0
Prior Year Encumbrances Appropriated	17,177	17,177	0
Fund Balance at End of Year	\$298,280	\$298,280	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Underground Storage Tank Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Other	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures			
Current:			
Support Services			
Plant Operation and Maintenance	0	0	0
Total Expenditures	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	11,000	11,000	0
Fund Balance at End of Year	\$11,000	\$11,000	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Athletics Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Extracurricular	\$75,850	\$75,850	\$0
Donations	1,964	1,964	0
Total Revenues	77,814	77,814	0
Expenditures			
Current:			
Extracurricular Activities			
Salaries	2,352	2,352	0
Fringe Benefits	366	366	0
Purchased Services	50,870	50,870	0
Material and Supplies	26,288	26,271	17
Total Expenditures	79,876	79,859	17
Excess of Revenues Over (Under) Expenditures	(2,062)	(2,045)	(17)
Fund Balance at Beginning of Year	19,838	19,838	0
Prior Year Encumbrances Appropriated	4,311	4,311	0
Fund Balance at End of Year	\$22,087	\$22,104	(\$17)

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Management Information Systems Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$7,326	\$7,326	\$0
Total Revenues	7,326	7,326	0
Expenditures			
Current:			
Support Services			
Instructional Staff			
Purchased Services	8,559	8,559	0
Materials and Supplies	2,810	2,810	0
Total Expenditures	11,369	11,369	0
Excess of Revenues Over (Under) Expenditures	(4,043)	(4,043)	0
Fund Balance at Beginning of Year	4,654	4,654	0
Prior Year Encumbrances Appropriated	6,715	6,715	0
Fund Balance at End of Year	\$7,326	\$7,326	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Entry Year Fund
For the Fiscal Year Ended June 30, 2005

	Revised Budget	Actual	Variance
Revenues			
Intergovernmental	\$1,100	\$1,100	\$0
Total Revenues	1,100	1,100	0
Expenditures			
Current:			
Support Services			
Pupils			
Salaries	800	800	0
Total Expenditures	800	800	0
Excess of Revenues Over (Under) Expenditures	300	300	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$300	\$300	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Data Communications Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$15,000	\$15,000	\$0
Total Revenues	15,000	15,000	0
Expenditures			
Current:			
Support Services			
Central			
Purchased Services	5,200	5,200	0
Total Expenditures	5,200	5,200	0
Excess of Revenues Over (Under) Expenditures	9,800	9,800	0
Fund Balance at Beginning of Year	15,000	15,000	0
Prior Year Encumbrances Appropriated	1,023	1,023	0
Fund Balance at End of Year	<u>\$25,823</u>	<u>\$25,823</u>	<u>\$0</u>

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Professional Development Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$4,140	\$4,140	\$0
Total Revenues	4,140	4,140	0
Expenditures			
Current:			
Support Services			
Pupils			
Purchased Services	40	40	0
Total Expenditures	40	40	0
Excess of Revenues Over (Under) Expenditures	4,100	4,100	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$4,100</u>	<u>\$4,100</u>	<u>\$0</u>

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
School Building Incentives Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$3,641	\$3,641	\$0
Total Revenues	3,641	3,641	0
Expenditures			
Current:			
Regular Instruction			
Salaries	43	43	0
Fringe Benefits	8	8	0
Materials and Supplies	1,207	1,207	0
Support Services			
Pupils			
Purchased Services	450	450	0
Administration			
Purchased Services	2,448	2,448	0
Total Expenditures	4,156	4,156	0
Excess of Revenues Over (Under) Expenditures	(515)	(515)	0
Fund Balance at Beginning of Year	14,165	14,165	0
Fund Balance at End of Year	\$13,650	\$13,650	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Title VI - B Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$330,076	\$330,076	\$0
Total Revenues	330,076	330,076	0
Expenditures			
Current:			
Special Instruction			
Salaries	48,240	48,240	0
Fringe Benefits	22,906	22,906	0
Materials and Supplies	8,551	8,551	0
New Equipment	4,898	4,898	0
Support Services			
Pupils			
Salaries	46,607	46,607	0
Fringe Benefits	19,410	19,410	0
Purchased Services	43,251	43,251	0
Instructional Staff			
Salaries	54,035	54,035	0
Fringe Benefits	76,745	76,745	0
Purchased Services	900	900	0
Total Expenditures	325,543	325,543	0
Excess of Revenues Over (Under) Expenditures	4,533	4,533	0
Other Financing Sources (Uses)			
Advances - In	12,819	12,819	0
Advances - out	(17,352)	(17,352)	0
Total Other Financing Sources (Uses)	(4,533)	(4,533)	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$0	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Title I Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$121,956	\$121,956	\$0
Total Revenues	121,956	121,956	0
Expenditures			
Current:			
Regular Instruction			
Materials and Supplies	519	519	0
Special Instruction			
Salaries	75,579	75,579	0
Fringe Benefits	42,121	42,121	0
Materials and Supplies	100	100	0
Support Services			
Instructional Staff			
Purchased Services	982	982	0
Community Services			
Purchased Services	161	161	0
Total Expenditures	119,462	119,462	0
Excess of Revenues Over (Under) Expenditures	2,494	2,494	0
Other Financing Sources (Uses)			
Advances - In	6,943	6,943	0
Advances - Out	(9,937)	(9,937)	0
Total Other Financing Sources (Uses)	(2,994)	(2,994)	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(500)	(500)	0
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	500	500	0
Fund Balance at End of Year	\$0	\$0	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Innovative Education Program Strategy
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$13,430	\$13,430	\$0
Total Revenues	13,430	13,430	0
Expenditures			
Current:			
Regular Instruction			
Salaries	3,827	3,827	0
Fringe Benefits	591	591	0
Special Instruction			
Materials and Supplies	2,640	2,640	0
Support Services			
Instructional Staff			
Purchased Services	5,242	5,242	0
Total Expenditures	12,300	12,300	0
Excess of Revenues Over (Under) Expenditures	1,130	1,130	0
Other Financing Sources (Uses)			
Advances - Out	(2,154)	(2,154)	0
Total Other Financing Sources (Uses)	(2,154)	(2,154)	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(1,024)	(1,024)	0
Fund Balance at Beginning of Year	1024	1024	0
Fund Balance at End of Year	\$0	\$0	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Drug - Free School Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$8,306	\$8,306	\$0
Total Revenues	8,306	8,306	0
Expenditures			
Current:			
Special Instruction			
Salaries	500	500	0
Fringe Benefits	74	74	0
Support Services			
Instructional Staff			
Salaries	5,874	5,874	0
Fringe Benefits	1,147	1,147	0
Purchased Services	400	400	0
Materials and Supplies	311	311	0
Total Expenditures	8,306	8,306	0
Excess of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$0	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Preschool Handicapped Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$8,644	\$8,644	\$0
Total Revenues	8,644	8,644	0
Expenditures			
Current:			
Support Services			
Instructional Staff			
Salaries	13,722	13,722	0
Total Expenditures	13,722	13,722	0
Excess of Revenues Over (Under) Expenditures	(5,078)	(5,078)	0
Other Financing Sources (Uses)			
Advances - In	541	541	0
Total Other Financing Sources (Uses)	541	541	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(4,537)	(4,537)	0
Fund Balance at Beginning of Year	4,537	4,537	0
Fund Balance at End of Year	\$0	\$0	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Improving Teacher Quality
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$76,087	\$76,087	\$0
Total Revenues	76,087	76,087	0
Expenditures			
Current:			
Regular Instruction			
Salaries	51,126	51,126	0
Fringe Benefits	18,697	18,697	0
Total Expenditures	69,823	69,823	0
Excess of Revenues Over (Under) Expenditures	6,264	6,264	0
Other Financing Sources (Uses)			
Advances - In	4,369	4,369	0
Advances - out	(9,177)	(9,177)	0
Total Other Financing Sources (Uses)	(4,808)	(4,808)	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	1,456	1,456	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$1,456	\$1,456	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Ohio Reads Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$6,000	\$6,000	\$0
Total Revenues	6,000	6,000	0
Expenditures			
Current:			
Extracurricular Activities			
Salaries	6,000	6,000	0
Total Expenditures	6,000	6,000	0
Excess of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$0	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Summer School
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$54,451	\$54,451	\$0
Total Revenues	54,451	54,451	0
Expenditures			
Current:			
Regular Instruction			
Salaries	30,087	30,087	0
Fringe Benefits	17,513	17,513	0
Total Expenditures	47,600	47,600	0
Excess of Revenues Over (Under) Expenditures	6,851	6,851	0
Other Financing Sources (Uses)			
Advances - In	4,629	4,629	0
Advances - out	(11,480)	(11,480)	0
Total Other Financing Sources (Uses)	(6,851)	(6,851)	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$0	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Title II-D Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	<u>\$910</u>	<u>\$910</u>	<u>\$0</u>
Total Revenues	910	910	0
Other Financing Sources (Uses)			
Advances - out	<u>(910)</u>	<u>(910)</u>	<u>0</u>
Total Other Financing Sources (Uses)	(910)	(910)	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Special Trust Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Tuition and Fees	\$31,825	\$31,825	\$0
Earnings on Investments	520	520	0
Donations	112,850	112,850	0
Other	13,092	13,092	0
Total Revenues	158,287	158,287	0
Expenditures			
Current:			
Regular Instruction			
Other	3,517	3,517	0
Special Instruction			
Salaries	1,000	1,000	0
Fringe Benefits	167	167	0
Materials and Supplies	1,057	1,057	0
Non-Instructional Services			
Materials and Supplies	13,025	13,025	0
Community Services			
Salaries	126	126	0
Fringe Benefits	14,946	14,946	0
Materials and Supplies	3,887	3,887	0
Other	3,887	3,887	0
Total Expenditures	41,612	41,612	0
Excess of Revenues Over (Under) Expenditures	116,675	116,675	0
Fund Balance at Beginning of Year	52,830	52,830	0
Prior Year Encumbrances Appropriated	117	117	0
Fund Balance at End of Year	<u><u>\$169,622</u></u>	<u><u>\$169,622</u></u>	<u><u>\$0</u></u>

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Food Service Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$132,191	\$132,191	\$0
Charges for Services	340,276	340,211	(65)
Total Revenues	472,467	472,402	(65)
Expenditures			
Current			
Food Service Operations:			
Salaries	192,163	192,163	0
Fringe Benefits	93,268	93,268	0
Purchased Services	1,724	1,649	75
Materials and Supplies	189,433	189,433	0
Total Expenditures	476,588	476,513	75
Excess of Revenues Over (Under) Expenditures	(4,121)	(4,111)	10
Other Financing Sources (Uses)			
Advances - in	19,282	19,282	0
Advances - out	(15,480)	(15,480)	0
Total Other Financing Sources (Uses)	3,802	3,802	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(319)	(309)	10
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	333	333	0
Fund Balance at End of Year	\$14	\$24	\$10

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Uniform School Supplies Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Classroom Materials and Fees	<u>\$110,104</u>	<u>\$110,028</u>	<u>(\$76)</u>
Total Revenues	110,104	110,028	(76)
Expenditures			
Current:			
Regular Instruction			
Materials and Supplies	<u>74,689</u>	<u>74,689</u>	<u>0</u>
Total Expenditures	74,689	74,689	0
Excess of Revenues Over (Under) Expenditures	35,415	35,339	(76)
Fund Balance at Beginning of Year	81,384	81,384	0
Prior Year Encumbrances Appropriated	<u>318</u>	<u>318</u>	<u>0</u>
Fund Balance at End of Year	<u>\$117,117</u>	<u>\$117,041</u>	<u>(\$76)</u>

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Latchkey Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Tuition	\$141,045	\$141,045	\$0
Total Revenues	141,045	141,045	0
Expenditures			
Current:			
Non-Instructional			
Salaries	99,741	99,741	0
Fringe Benefits	24,915	24,915	0
Purchased Services	8,581	8,188	393
Materials and Supplies	18,636	17,424	1,212
Total Expenditures	151,873	150,268	1,605
Excess of Revenues Over (Under) Expenditures	(10,828)	(9,223)	1,605
Fund Balance at Beginning of Year	24,446	24,446	0
Prior Year Encumbrances Appropriated	5,389	5,389	0
Fund Balance at End of Year	\$19,007	\$20,612	\$1,605

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Permanent Improvement Fund
June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Taxes	\$361,082	\$361,082	\$0
Intergovernmental	38,004	38,004	0
Total Revenues	399,086	399,086	0
Expenditures			
Current			
Support Services			
Fiscal			
Other	1,006	1,006	0
Capital Outlay			
New Equipment	543,349	543,349	0
Replacement Equipment	231,939	231,939	0
Total Expenditures	776,294	776,294	0
Excess of Revenues (Under) Expenditures	(377,208)	(377,208)	0
Other Financing Sources (Uses)			
Proceeds from Sale of Capital Assets	320,608	320,608	0
Total Other Financing Sources (Uses)	320,608	320,608	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(56,600)	(56,600)	0
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	69,537	69,537	0
Fund Balance at End of Year	\$12,937	\$12,937	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
School Net Plus Fund
June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Intergovernmental	\$21,000	\$21,000	\$0
Total Revenues	21,000	21,000	0
Expenditures			
Current:			
Regular Instruction			
New Equipment	\$20,517	\$20,517	\$0
Total Expenditures	20,517	20,517	0
Excess of Revenues Over (Under) Expenditures	483	483	0
Fund Balance at Beginning of Year	30,000	30,000	0
Fund Balance at End of Year	\$30,483	\$30,483	\$0

Buckeye Local School District
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Basis)
Self Insurance Fund
For the Fiscal Year Ended June 30, 2005

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Charges for Services	\$721,509	\$721,509	\$0
Total Revenues	721,509	721,509	0
Expenditures			
Purchased Services	764,428	736,149	28,279
Total Expenditures	764,428	736,149	28,279
Excess of Revenues Over (Under) Expenditures	(42,919)	(14,640)	28,279
Fund Balance at Beginning of Year	107,703	107,703	0
Prior Year Encumbrances Appropriated	64,525	64,525	0
Fund Balance at End of Year	\$129,309	\$157,588	\$28,279



***Buckeye Local
Schools***



Statistical Section



Buckeye Local School District
Governmental Fund Revenues By Source and Expenditures By Function
(Including Other Sources and Uses)
Last Fiscal Ten Years

	<u>June 30, 2005</u>	<u>June 30, 2004</u>	<u>June 30, 2003</u>	<u>June 30, 2002</u>
Revenues and Other Financing Sources				
Taxes	\$12,476,749	\$11,633,780	\$12,032,038	\$12,181,871
Tuition	349,994	300,448	321,247	28,340
Charges for Services	341,097	354,744	348,932	0
Earnings On Investments	130,114	97,956	325,309	642,984
Intergovernmental	6,943,523	7,139,886	7,078,205	6,924,707
Extracurricular Activities	497,843	378,649	305,323	346,130
Other	703,781	218,848	94,648	61,677
Transfers In	0	32,056	149,157	105,174
Proceeds of Notes	0	0	0	3,700,000
Proceeds of Bonds	0	0	3,700,000	0
Inception of Capital Lease	0	0	0	0
Total	<u>\$21,443,101</u>	<u>\$20,156,367</u>	<u>\$24,354,859</u>	<u>\$23,990,883</u>
Expenditures and Other Financing Uses				
Instructional	\$10,549,241	\$11,537,984	\$11,125,076	\$10,236,384
Supporting	6,930,932	8,121,149	7,481,926	7,850,086
Community Services	184,815	193,086	204,034	24,295
Extracurricular Activities	658,883	762,991	740,451	737,537
Food Service Operations	465,103	494,953	462,287	0
Capital Outlay	698,665	5,337,895	11,457,829	5,388,358
Debt Service	1,731,609	1,701,416	5,319,918	1,168,709
Transfers Out	0	32,056	149,157	141,148
Total	<u>\$21,219,248</u>	<u>\$28,181,530</u>	<u>\$36,940,678</u>	<u>\$25,546,517</u>

Note: Above reflects General, Special Revenue, Debt Service, and Capital Projects Funds

Source: Buckeye Local School District Financial Records

<u>June 30, 2001</u>	<u>June 30, 2000</u>	<u>June 30, 1999</u>	<u>June 30, 1998</u>	<u>June 30, 1997</u>	<u>June 30, 1996</u>
\$10,556,917	\$9,558,245	\$9,369,003	\$9,228,196	\$8,131,437	\$7,828,908
65,742	36,492	40,695	86,259	64,966	17,678
0	0	0	0	0	0
1,362,285	478,486	305,763	232,164	163,975	115,102
6,352,899	5,703,466	5,565,093	5,516,072	4,817,070	4,530,639
350,477	325,355	268,437	323,697	283,566	292,254
135,647	219,488	25,259	95,851	31,109	66,662
200,000	351,253	0	300,000	451,976	411,197
0	10,000,000	0	0	0	0
20,000,000	0	0	0	0	0
0	0	0	37,942	110,023	0
<u>\$39,023,967</u>	<u>\$26,672,785</u>	<u>\$15,574,250</u>	<u>\$15,820,181</u>	<u>\$14,054,122</u>	<u>\$13,262,440</u>
\$9,369,014	\$8,898,038	\$7,884,635	\$7,331,411	\$7,253,149	\$6,940,280
6,590,369	5,639,861	5,446,876	5,008,934	4,705,168	4,307,595
27,754	167,439	30,226	29,722	27,985	15,439
742,150	719,022	568,050	581,177	537,783	517,280
0	0	0	0	0	0
1,217,447	403,312	549,330	291,330	197,446	66,985
10,926,025	130,813	137,138	143,463	156,663	253,856
200,000	356,125	0	300,000	451,976	411,197
<u>\$29,072,759</u>	<u>\$16,314,610</u>	<u>\$14,616,255</u>	<u>\$13,686,037</u>	<u>\$13,330,170</u>	<u>\$12,512,632</u>

**Buckeye Local School District
Property Tax Levies and Collections
Last Ten Calendar Years**

Tax Year	Collection Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected
2003	2004	\$13,506,186	\$8,929,815	66.1%
2002	2003	13,206,959	12,214,368	92.5
2001	2002	12,209,453	11,474,812	94.0
2000	2001	11,805,923	11,264,968	95.4
1999	2000	9,974,255	9,783,938	98.1
1998	1999	9,730,069	9,331,011	95.9
1997	1998	9,476,044	9,092,647	96.0
1996	1997	9,018,295	8,832,975	97.9
1995	1996	8,513,248	8,193,369	96.2
1994	1995	7,399,422	7,327,522	99.0

Note: The Medina County Treasurer collects property taxes on a calendar-year basis, therefore, the above data has been presented on a calendar-year basis

Source: Medina County Auditor's Office

Delinquent Tax Collections	Total Tax Collections	Percent of Collections To Tax Levy	Outstanding Delinquent Taxes	Percent of Delinquent Taxes To Tax Levy
\$289,491	\$9,219,306	68.3%	\$473,899	3.5%
266,080	12,480,448	94.5	378,636	2.9
473,176	11,947,988	97.9	341,586	2.8
255,957	11,520,925	97.6	281,383	2.4
340,718	10,124,656	101.5	280,495	2.8
282,040	9,613,051	98.8	280,495	2.9
378,245	9,470,892	99.9	246,409	2.6
326,967	9,159,942	101.6	246,409	2.7
248,763	8,442,132	92.2	501,075	5.9
221,728	7,549,250	102.0	369,132	5.0

Buckeye Local School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Calendar Years

Tax Year	Collection Year	Real Property		Public Utility Property	
		Assessed Value (1)	Estimated Actual Value	Assessed Value (1)	Estimated Actual Value
2004	2005	\$328,556,440	\$938,732,686	\$15,341,810	\$30,683,620
2003	2004	300,025,500	857,215,714	15,652,330	31,304,660
2002	2003	291,679,180	833,369,086	15,671,400	31,342,800
2001	2002	272,674,090	779,068,829	15,368,370	30,736,740
2000	2001	225,161,490	643,318,543	18,139,800	36,279,600
1999	2000	216,194,020	617,697,200	18,696,380	37,392,760
1998	1999	207,298,810	592,282,314	19,631,990	39,263,980
1997	1998	189,677,130	541,934,657	20,406,980	40,813,960
1996	1997	181,359,590	518,170,257	20,174,740	40,349,480
1995	1996	172,928,160	494,080,457	21,151,940	42,303,880

Note: The Medina County Treasurer collects property taxes on a calendar-year basis, therefore, the above data has been presented on a calendar-year basis

(1) The Assessed Value is computed at approximately the following percentages of the estimated Actual Value of Real Property - 35%; Public Utilities - 50%; Tangible Personal Property - 25%

Source: Medina County Auditor's Office

Tangible Personal Property		Total	
Assessed Value (1)	Estimated Actual Value	Assessed Value (1)	Estimated Actual Value
\$66,523,375	\$266,093,500	\$410,421,625	\$1,235,509,806
66,830,983	267,323,932	382,508,813	1,155,844,306
73,948,155	295,792,620	381,298,735	1,160,504,506
78,205,923	312,823,692	366,248,383	1,122,629,261
73,281,157	293,124,628	316,582,447	972,722,771
66,058,215	264,232,860	300,948,615	919,322,820
65,097,837	260,391,348	292,028,637	891,937,642
58,459,510	233,834,040	268,543,620	816,582,657
56,244,675	224,978,700	257,779,005	783,498,437
49,785,485	199,141,940	243,865,585	735,526,277

Buckeye Local School District
Property Tax Rates
All Direct and Overlapping Governments
(Per \$1,000 of Assessed Value)
Last Ten Calendar Years

<u>Tax Year</u>	<u>Collection Year</u>	<u>Buckeye Local School District</u>	<u>Medina County</u>	<u>Medina City</u>	<u>Liverpool Township</u>
2004	2005	60.70	8.22	5.70	5.70
2003	2004	60.70	8.23	5.70	5.20
2002	2003	60.70	8.24	5.70	5.45
2001	2002	60.70	8.06	5.70	5.45
2000	2001	60.70	8.19	5.80	6.20
1999	2000	56.34	7.92	6.00	5.45
1998	1999	56.34	7.95	6.10	5.45
1997	1998	56.34	7.95	6.10	5.45
1996	1997	56.38	7.97	6.30	6.20
1995	1996	53.58	7.98	6.40	6.20

Source: Medina County Auditor's Office

Litchfield Township	York Township	Medina County Career Center	Medina County Library	Medina County Park District
9.90	6.20	3.05	2.25	0.50
9.90	6.20	3.05	2.25	0.50
9.90	6.20	3.05	1.25	0.50
9.90	6.20	3.05	1.25	0.50
9.90	7.70	3.05	1.25	0.50
9.90	7.70	3.05	1.25	0.50
9.90	9.20	3.05	1.25	0.50
9.90	9.20	3.05	1.25	0.50
9.90	6.20	3.05	1.25	0.50
9.90	6.20	3.05	1.25	0.50

Buckeye Local School District
Ratio of Net General Bonded Debt to Assessed Value
and Net Bonded Debt Per Capita
Last Ten Fiscal Years

Fiscal Year Ended	Population (1)	Assessed Value (2)	Gross Bonded Debt (3)	Debt Service Funds Available (3)
6/30/05	11,586	\$410,421,625	\$21,695,000	\$855,713
6/30/04	11,805	382,508,813	22,405,000	738,658
6/30/03	11,074	381,298,735	23,060,000	737,341
6/30/02	10,710	366,248,383	19,895,000	614,013
6/30/01	10,491	316,582,447	20,115,000	118,007
6/30/00	10,985	300,948,615	230,000	125,076
6/30/99	10,786	292,028,637	345,000	153,570
6/30/98	10,786	268,543,620	460,000	194,926
6/30/97	10,590	257,779,005	575,000	246,336
6/30/96	10,383	243,865,585	690,000	303,252

Source:

- (1) Medina County Planning Commission Office
- (2) Medina County Auditor's Office
- (3) Buckeye Local School District Financial Records

Net Bonded Debt	Ratio of Debt Service Expenditures to Total Governmental Expenditures	Net Bonded Debt To Assessed Value	Net Bonded Debt Per Capita
\$20,839,287	8.2%	5.1%	\$1,798.66
21,666,342	6.0	5.7	1,835.35
22,322,659	14.5	5.9	2,015.77
19,280,987	4.6	5.3	1,800.28
19,996,993	3.7	6.3	1,906.11
104,924	0.8	0.1	9.55
191,430	0.9	0.1	17.75
265,074	1.1	0.1	24.58
328,664	1.1	0.1	31.04
386,748	2.1	0.2	37.25

Buckeye Local School District
Computation of Legal Debt Margin
June 30, 2005

Debt Limitation (9% of Assessed Valuation)		\$36,937,946
Total Debt	\$21,695,000	
Less Debt Service Fund Balance	<u>(855,713)</u>	
Less Net Debt		<u>20,839,287</u>
Legal Debt Margin		<u><u>\$16,098,659</u></u>

Unvoted Debt Limit (.10% of Assessed Value)		\$410,422
Amount of Debt Applicable		<u>0</u>
Unvoted Debt Margin		<u><u>\$410,422</u></u>

Note: Ohio Bond Law sets a limit of 9% voted debt and 1/10% of 1% for unvoted debt

Source: Buckeye Local School District Financial Records

Buckeye Local School District
Computation of Direct and Overlapping General Obligation Debt
June 30, 2005

	<u>Net General Obligation Bonded Debt (1)</u>	<u>Percentage Applicable To School District (2)</u>	<u>Amount Applicable To School District</u>
Buckeye Local School District	\$20,839,287	100%	\$20,839,287
Medina County	11,415,000	10%	1,141,500
Medina City	<u>21,685,000</u>	8%	<u>1,734,800</u>
Total	<u><u>\$53,939,287</u></u>		<u><u>\$23,715,587</u></u>

(1) Individual Taxing Entities

(2) Percentages determined by dividing the assessed valuation of the political subdivision located within the District by the total assessed valuation of the subdivision.

Source: Respective Political Subdivision.

Buckeye Local School District
Ratio of Annual Debt Service Expenditures
To Total Governmental Expenditures
Last Ten Fiscal Years

Fiscal Year Ended	Principal	Interest and Fiscal Charges	Total Debt Service	Total Governmental Expenditures	Ratio of Debt Service Expenditures To Total Governmental Expenditures
6/30/05	\$710,000	\$1,021,609	\$1,731,609	\$21,219,248	8.16%
6/30/04	655,000	1,046,416	1,701,416	28,181,530	6.00
6/30/03	4,235,000	1,086,297	5,321,297	36,791,521	14.50
6/30/02	220,000	948,709	1,168,709	25,546,517	4.60
6/30/01	115,000	811,025	926,025	29,072,759	3.20
6/30/00	115,000	17,391	132,391	16,314,610	0.80
6/30/99	115,000	22,138	137,138	14,616,255	0.90
6/30/98	115,000	28,463	143,463	13,686,037	1.10
6/30/97	115,000	34,788	149,788	13,330,170	1.10
6/30/96	190,000	63,856	253,856	12,512,632	2.00

Note: Above reflects General, Special Revenue, Debt Service, and Capital Projects Funds

Source: Buckeye Local School District Financial Records

Buckeye Local School District
Property Values and New Construction
Last Ten Calendar Years

Tax Year	Collection Year	Property Values Estimated Actual Value	New Construction Assessed Value
2004	2005	\$1,235,509,806	\$8,534,250
2003	2004	1,155,844,306	9,779,860
2002	2003	1,160,504,506	9,269,600
2001	2002	1,122,629,261	9,441,810
2000	2001	972,722,771	6,523,130
1999	2000	919,322,820	5,776,500
1998	1999	891,937,642	6,815,240
1997	1998	816,582,657	7,573,950
1996	1997	783,498,437	7,149,230
1995	1996	735,526,277	5,076,220

Source: Medina County Auditor's Office

**Buckeye Local School District
Principal Taxpayers
Real Estate Tax
December 31, 2005**

<u>Principal Taxpayers</u>	<u>Assessed Valuation</u>	<u>Percent of Total Real Estate Tax Assessed Valuation</u>
MTD Consumer Group Inc	\$2,021,030	0.62%
Medina Blanking	1,827,930	0.56
VCS Properties	1,801,670	0.55
Sandridge Food	1,775,940	0.54
Discount Drug Mart	1,570,390	0.48
Medina Medical Investors	1,566,500	0.48
Shiloh Automotive	1,500,750	0.46
MTD Products	1,462,120	0.45
Independent Steel	1,399,580	0.43
Liberty Plaza	1,360,690	0.41
Total	<u><u>\$16,286,600</u></u>	<u><u>4.98%</u></u>
 Total Real Estate Assessed Valuation	 <u><u>\$328,556,440</u></u>	

Source: Medina County Auditor's Office

Buckeye Local School District
Principal Taxpayers
Tangible Personal Property Tax
December 31, 2005

<u>Principal Taxpayers</u>	<u>Assessed Valuation</u>	<u>Percent of Total Tangible Personal Property Tax Assessed Valuation</u>
Shiloh Industries Inc	\$14,883,460	22.37%
Discount Drug Mart	8,799,230	13.23
MTD Holdings Inc	3,336,930	5.02
Independent Steel Co.	3,059,690	4.6
LUK Incorporated	2,607,280	3.92
Ak Steel Corp	1,466,080	2.2
Valuepart Incorporated	1,384,500	2.08
United States Steel	1,258,050	1.89
Hy Production Inc	1,245,460	1.87
Wolf Brothers Supply Inc	1,230,930	1.85
Total	<u><u>\$39,271,610</u></u>	<u><u>59.03%</u></u>
Total Tangible Personal Property Tax Assessed Valuation	<u><u>\$66,523,375</u></u>	

Source: Medina County Auditor's Office

**Buckeye Local School District
Principal Taxpayers
Public Utilities Tax
December 31, 2005**

<u>Principal Taxpayers</u>	<u>Assessed Valuation</u>	<u>Percent of Total Public Utilities Tax Assessed Valuation</u>
Columbia Gas Transmission	\$4,979,730	32.46%
Ohio Edison	3,842,970	25.05
Verizon	1,982,800	12.92
Lorain Medina Rural Electric	1,069,820	6.97
MCI Telecommunications	871,500	5.68
Total	<u><u>\$12,746,820</u></u>	<u><u>83.08%</u></u>
 Total Public Utilities Tax Assessed Valuation	 <u><u>\$15,341,810</u></u>	

Source: Medina County Auditor's Office

Buckeye Local School District
Per Pupil Cost
Last Ten Fiscal Years

Year	General Fund Expenditures (1)	Average Daily Enrollment	Per Pupil Cost	State Average Per Pupil Cost
2005	\$17,015,757	2,597	\$6,552	\$9,052
2004	18,155,710	2,460	7,380	8,754
2003	18,187,766	2,430	7,485	8,441
2002	17,838,939	2,491	7,341	8,073
2001	15,647,911	2,463	6,282	7,591
2000	15,031,292	2,490	6,103	7,057
1999	13,585,832	2,493	5,456	6,642
1998	13,686,037	2,409	5,490	6,232
1997	13,330,170	2,317	5,533	5,939
1996	12,512,632	2,275	5,400	5,284

Source: Buckeye Local School District Financial Records
State Average Per Pupil Cost - State of Ohio Department of Education

(1) Includes Other Financing Uses

Buckeye Local School District
Demographic Statistics
Last Ten Fiscal Years

<u>Year Ended</u>	<u>Population (1)</u>	<u>Enrollment</u>	<u>Unemployment Rate (2)</u>
2005	11,586	2,597	5.0%
2004	11,805	2,460	5.2
2003	11,074	2,430	5.8
2002	10,710	2,463	5.4
2001	10,491	2,491	3.6
2000	10,985	2,463	3.5
1999	10,786	2,490	3.3
1998	10,786	2,493	3.4
1997	10,590	2,409	3.6
1996	10,383	2,317	4.5

Source:

(1) Medina County Planning Commission

(2) Ohio Bureau of Employment Services (Percentages represent Medina County)

Buckeye Local School District
Miscellaneous Statistics
June 30, 2005

Form of Government	Five Member Elected Board of Education
Average Daily Enrollment	2,597
Superintendent	Craig J. Bailey
Treasurer	Carolyn M. Weglewski

School Buildings:		<u>Students</u>	<u>Building Capacity</u>	<u>Percent of Capacity</u>
Buckeye High School	Marty Brand, Principal	862	911	94.6%
Buckeye Junior High School	Roger Cramer, Principal	404	405	99.8%
Litchfield Elementary School	Dawn Hartwell, Principal	344	458	75.1%
Liverpool Elementary School	Nancee Watts, Principal	504	600	84.0%
York Elementary School	B. Joy Gunnett, Principal	<u>483</u>	<u>600</u>	<u>80.5%</u>
District Total		<u><u>2,597</u></u>	<u><u>2974</u></u>	<u><u>87.3%</u></u>

District Pupil/Teacher ratio	22.4
District Percentage of Students participating in Free and Reduced Lunch program	13.9%

Source: Buckeye Local School District Records

**Buckeye Local School District
Teacher Education and Experience
June 30, 2005**

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percent of Total</u>
Bachelor's Degree	15.30	11.57%
Bachelor's plus 15	20.36	15.39%
Master's Degree	49.10	37.12%
Master's plus 15	26.00	19.66%
Master's plus 30	21.50	16.26%
Total	132.26	100.00%

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percent of Total</u>
0 to 5	21.45	16.22%
6 to 10	34.71	26.24%
11 to 20	36.20	27.37%
21 and Over	39.90	30.17%
Total	132.26	100.00%

Note: This schedule presents instructors that teach only portions of days as fractional teachers

Source: Buckeye Local School District Records



**Auditor of State
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BUCKEYE LOCAL SCHOOL DISTRICT

MEDINA 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 20, 2005**