



**Auditor of State  
Betty Montgomery**

**Declaration of Fiscal Watch**

At the request of the Springfield City School District Board of Education dated October 14, 2005, the Office of the Auditor of State performed an examination of the school district's financial forecast of the general fund as required under Section 3316.03, Revised Code. In conjunction with our examination of the financial forecast, the Auditor determined and certified an operating deficit for the fiscal year ending June 30, 2005 to the State Department of Education on January 20, 2005 in the amount of \$7,554,000.

Section 3316.03(A)(1), Revised Code requires the Auditor of State to declare a school district to be in a state of fiscal watch if the Auditor of State determines that the district satisfies the following conditions:

- An operating deficit has been certified for the current fiscal year by the Auditor of State, and the certified operating deficit exceeds eight percent of the of the school district's general fund revenue for the preceding fiscal year;
- A levy has not been passed by the voting electors that will raise enough additional revenue in the next succeeding fiscal year so that the first condition will not apply to the school district in the next succeeding fiscal year.

The analysis conducted of the Springfield City School District for the purpose of determining whether the district met the conditions outlined above disclosed the following:

- The Auditor of State certified an operating deficit of the general fund in the amount of \$7,554,000. This amount exceeds eight percent of the general fund revenues for the prior fiscal year.
- The Springfield City School District has not passed a levy that will eliminate the deficit in fiscal 2006.

Accordingly, the Auditor of State hereby declares the Springfield City School District to be in a state of fiscal watch as defined by Section 3316.03(A)(1), Revised Code. A copy of this declaration and our report on the forecast is being submitted to James Huffman, President of the Board of Education of the Springfield City School District, Thomas Johnson, Director of Budget and Management, Warren Copeland, Mayor of the City of Springfield, and Susan Tave Zelman, State Superintendent of Public Instruction.

*Betty Montgomery*

BETTY MONTGOMERY  
Auditor of State

January 20, 2005