

**BEAVERCREEK CITY
SCHOOL DISTRICT
GREENE COUNTY, OHIO**

*SUPPLEMENTAL REPORTS
FOR THE FISCAL YEAR ENDED
JUNE 30, 2005*

STEPHEN MAAG, TREASURER



**Auditor of State
Betty Montgomery**

Board of Education
Beavercreek City School District
3040 Kemp Road
Beavercreek, Ohio 45431

We have reviewed the *Independent Auditor's Report* of the Beavercreek City School District, Greene County, prepared by Julian & Grube, Inc., for the audit period July 1, 2004 through June 30, 2005. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink that reads "Betty Montgomery".

BETTY MONTGOMERY
Auditor of State

December 22, 2005

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**BEAVERCREEK CITY SCHOOL DISTRICT
GREENE COUNTY, OHIO**

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JULIAN & GRUBE, INC.

“SERVING OHIO LOCAL GOVERNMENTS”

333 County Line West
Westerville, Ohio 43082

Telephone 614.846.1899
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Independent Auditor’s Report on Supplementary Schedule of Receipts and Expenditures of Federal Awards

Board of Education
Beavercreek City School District
3040 Kemp Road
Beavercreek, Ohio 45431

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Beavercreek City School District (the “District”) as of and for the fiscal year ended June 30, 2005, and have issued our report thereon dated October 25, 2005. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Beavercreek City School District’s basic financial statements. The accompanying Schedule of Receipts and Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as whole.



Julian & Grube, Inc.
October 25, 2005

BEAVERCREEK CITY SCHOOL DISTRICT
SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE	CFDA NUMBER	PASS-THROUGH GRANT NUMBER	(E) CASH FEDERAL RECEIPTS	OTHER FEDERAL RECEIPTS	(E) CASH FEDERAL DISBURSEMENTS	OTHER FEDERAL DISBURSEMENTS
U.S. DEPARTMENT OF AGRICULTURE PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION:						
Nutrition Cluster:						
(A),(C) Food Donation	10.550	N/A	\$ -	\$ 93,700	\$ -	\$ 93,700
(A),(D) School Breakfast Program	10.553	047241-05-PU 2004	562	-	562	-
(A),(D) School Breakfast Program	10.553	047241-05-PU 2005	1,699	-	1,699	-
(A),(D) National School Lunch Program	10.555	047241-LL-P4 2004	59,735	-	59,735	-
(A),(D) National School Lunch Program	10.555	047241-LL-P4 2005	143,406	-	143,406	-
Total U.S. Department of Agriculture and Nutrition Cluster			205,402	93,700	205,402	93,700
U.S. DEPARTMENT OF AIR FORCE, HQ AIR FORCE MATERIAL COMMAND, AIR FORCE OFFICE OF SCIENTIFIC RESEARCH, ARMSTRONG LABORATORY, PHILLIPS LABORATORY, ROME LABORATORY, WRIGHT LABORATORY PASSED THROUGH THE N/A						
Air Force Defense Research Sciences Program	12.800	N/A	173,642		201,121	
U.S. DEPARTMENT OF EDUCATION PASSED THROUGH THE N/A						
Impact Aid	84.041	N/A	478,900		478,900	
U.S. DEPARTMENT OF EDUCATION PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION:						
(G) Title I - Grants to Local Educational Agencies	84.010	047241-C1-S1 2004	19,813		38,675	
Title I - Grants to Local Educational Agencies	84.010	047241-C1-S1 2005	130,928		134,534	
(H) Title I - Grants to Local Educational Agencies	84.010	047241-C1-SN 2005	4,705		3,973	
(F) Title I - Grants to Local Educational Agencies	84.010	N/A	5,835		5,835	
Total Title I - Grants to Local Educational Agencies			161,281		183,017	
Special Education Cluster:						
(B) Special Education - Grants to States	84.027	047241-6B-SF 2004P	98,534		90,361	
(B) Special Education - Grants to States	84.027	047241-6B-SF 2005P	1,084,934		1,069,011	
(B),(I) Special Education - Grants to States	84.027	047241-6B-PM 2004P	(873)		-	
(B) Special Education - Grants to States	84.027	047241-6B-PM 2005P	25,000		24,417	
Total Special Education - Grants to States			1,207,595		1,183,789	
(B) Special Education - Preschool Grants	84.173	047241-PG-S1 2004	4,692		7,083	
(B) Special Education - Preschool Grants	84.173	047241-PG-S1 2005	30,628		29,209	
Total Special Education - Preschool Grants			35,320		36,292	
Total Special Education Cluster			1,242,915		1,220,081	
(J) Safe and Drug-Free Schools and Communities - State Grants	84.186	047241-DR-S1 2004	961		1,331	
Safe and Drug-Free Schools and Communities - State Grants	84.186	047241-DR-S1 2005	20,838		20,505	
(F) Safe and Drug-Free Schools and Communities - State Grants	84.186	N/A	3,543		3,543	
Total Safe and Drug-Free Schools and Communities - State Grants			25,342		25,379	
(K) State Grants for Innovative Programs	84.298	047241-C2-S1 2004	7,455		4,150	
State Grants for Innovative Programs	84.298	047241-C2-S1 2005	32,193		29,467	
Total State Grants for Innovative Programs			39,648		33,617	
Education Technology State Grants	84.318	047241-TJ-S1 2004	721		-	
Education Technology State Grants	84.318	047241-TJ-S1 2005	1,216		802	
Total Education Technology State Grants			1,937		802	
English Language Acquisition Grants	84.365	047241-T3-S1 2004	11,001		1,376	
English Language Acquisition Grants	84.365	047241-T3-S1 2004	26,730		25,519	
Total English Language Acquisition Grants			37,731		26,895	
(L) Improving Teacher Quality State Grants	84.367	047241-TR-S1 2004	(7,436)		6,664	
Improving Teacher Quality State Grants	84.367	047241-TR-S1 2005	110,221		102,949	
Total Improving Teacher Quality State Grants			102,785		109,613	
Total U.S. Department of Education			1,611,639		1,599,404	
FEDERAL AGENCY DEPARTMENT OF HOMELAND SECURITY PASSED THROUGH THE OHIO EMERGENCY MANAGEMENT AGENCY						
Public Assistance Grants	97.036	FEMA-1453-DR-057U93YX	2,292		2,659	
Total Federal Financial Assistance			\$ 2,471,875	\$ 93,700	\$ 2,487,486	\$ 93,700
(A) Included as part of "Nutrition Grant Cluster" in determining major programs						
(B) Included as part of "Special Education Grant Cluster" in determining major programs.						
(C) The Food Donation Program is a non-cash, in kind, federal grant. Commodities are valued at fair market prices.						
(D) Commingled with state and local revenue from sales of lunches; assumed expenditures were made on a first-in, first-out basis.						
(E) This schedule was prepared on the cash basis of accounting.						
(F) These funds were passed through the Greene County Educational Service Center.						
(G) Amount of \$4,705 transferred into next grant fiscal year based on Ohio Department of Education administrative action.						
(H) Amount of \$4,705 transferred into another grant based on Ohio Department of Education administrative action.						
(I) Amount refunded to Ohio Department of Education						
(J) Amount of \$471 transferred into next grant year based on Ohio Department of Education administrative action.						
(K) Amount of \$1,960 transferred into next grant year based on Ohio Department of Education administrative action.						
(L) Amount of \$7,436 transferred into next grant year based on Ohio Department of Education administrative action.						

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Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required By *Government Auditing Standards*

Board of Education
Beavercreek City School District
3040 Kemp Road
Beavercreek, Ohio 45431

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Beavercreek City School District as of and for the fiscal year ended June 30, 2005, which collectively comprise the Beavercreek City School District's basic financial statements and have issued our report thereon dated October 25, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

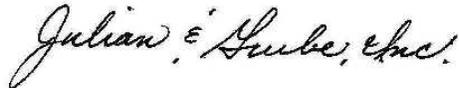
In planning and performing our audit, we considered Beavercreek City School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over 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 that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Board of Education
Beavercreek City School District

Compliance and Other Matters

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

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

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.
October 25, 2005

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Report on Compliance with Requirements Applicable to Its Major Federal Program and on Internal Control Over Compliance in Accordance With *OMB Circular A-133*

Board of Education
Beavercreek City School District
3040 Kemp Road
Beavercreek, Ohio 45431

Compliance

We have audited the compliance of Beavercreek City School District, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its major federal program for the fiscal year ended June 30, 2005. Beavercreek City School District’s major federal program is identified in the summary of auditor’s results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of Beavercreek City School District’s management. Our responsibility is to express an opinion on Beavercreek City School 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, *Audit of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Beavercreek City School District’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Beavercreek City School District’s compliance with those requirements.

Board of Education
Beavercreek City School District

In our opinion, Beavercreek City School District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the fiscal year ended June 30, 2005.

Internal Control Over Compliance

The management of Beavercreek City School District 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 Beavercreek City School District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order 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.

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 detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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



Julian & Grube, Inc.
October 25, 2005

**BEAVERCREEK CITY SCHOOL DISTRICT
GREENE COUNTY, OHIO**

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

1. SUMMARY OF AUDITOR'S RESULTS

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

**BEAVERCREEK CITY SCHOOL DISTRICT
GREENE COUNTY, OHIO**

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

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

None.

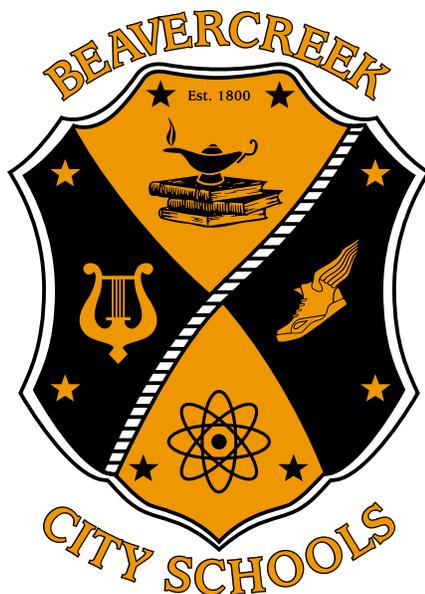
3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.



FOR THE
FISCAL YEAR
ENDED JUNE
30, 2005

COMPREHENSIVE ANNUAL FINANCIAL REPORT



BEAVERCREEK
OHIO



BEAVERCREEK CITY SCHOOL DISTRICT

Beavercreek, Ohio

Comprehensive Annual Financial Report

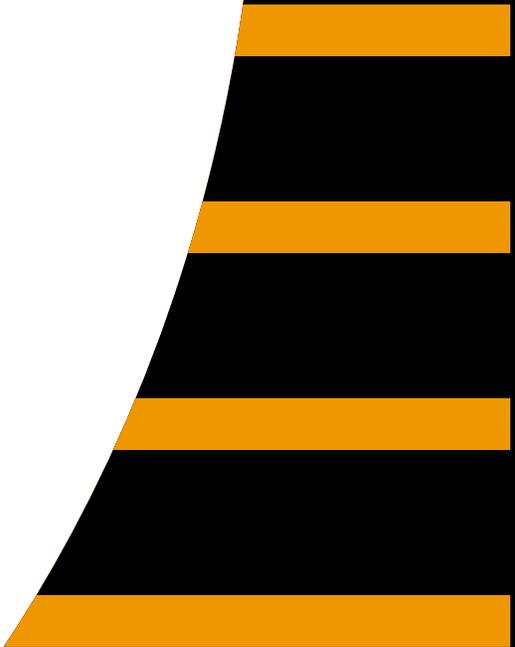
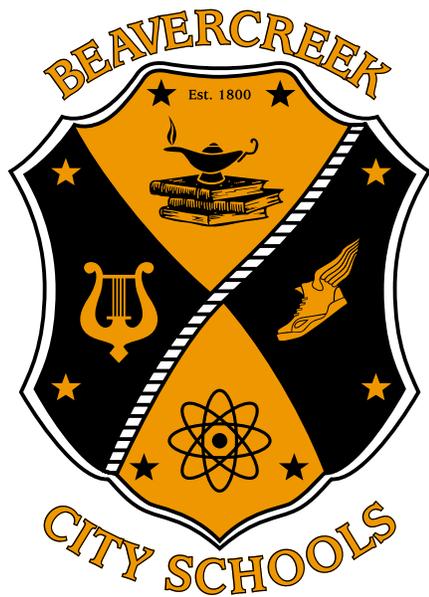
For the Fiscal Year Ended June 30, 2005

Prepared by: Stephen L. Maag, Treasurer/CFO

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I N T R O D U C T O R Y S E C T I O N



Beavercreek City School District, Ohio
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2005

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Beavercreek City School District, Ohio
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Beavercreek City School District, Ohio
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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November 16, 2005

To the Citizens and Board of Education of the Beavercreek City School District:

We are pleased to present the third annual Comprehensive Annual Financial Report (CAFR) of the Beavercreek City School District, (the "District"). The information reported is for the fiscal year ended June 30, 2005. The report contains financial statements, supplemental statements and other financial and statistical information to provide complete and full disclosure of all material financial aspects of the District for 2004 -2005 fiscal year.

Responsibility for the accuracy, completeness and fairness of this report rests with the District and more specifically, the Office of the Treasurer. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects. Our report is designed to present fairly the financial position of the various funds of the District.

This report is prepared in conformance with accounting principles generally accepted in the United States of America, (GAAP), as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative services, and is representative of the District's continuing commitment to provide meaningful financial information to the citizens of the District.

The CAFR report is divided into three sections:

The Introductory Section introduces the reader to the report and provides an overview of the district and area. It also includes a table of contents, this transmittal letter, a list of principal officials, and the District's organizational chart.

The Financial Section includes the unqualified opinion of our independent auditor, Julian & Grube, Inc. It also includes Management's Discussion and Analysis, the Basic Financial Statements and Notes that provide an overview of the District's financial operating results, the Combining Statements for non-major funds and other schedules that provide detailed information relative to the Basic Financial Statements.

The Statistical Section includes selective financial, economic and demographic information generally presented on a multi-year basis for comparative purposes.

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

THE REPORTING ENTITY

The District has reviewed its operating entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments and organizations making up Beavercreek City School District (the primary government) and its potential component units. The District has no component units for the fiscal year 2005.

ECONOMIC CONDITION AND OUTLOOK

The Beavercreek City School District is located in southwestern Ohio in the heart of Greene County. The District is the fourth largest employer within Greene County. The community includes a population of more than 40,000 residents who encompass all of the City of Beavercreek and Beavercreek Township and small portions of Fairborn, Xenia, Bellbrook, Kettering and Mad River Township. The socioeconomic profile of district residents, as measured by income levels and housing values, is substantially above average for the state.

The City of Beavercreek is the largest City within Greene County and has accessibility to major highways including I-70, I-75, and I-675. It is also in close proximity to major metropolitan areas such as Dayton, Cincinnati and Columbus. The local economy consists mainly of research-based industries, some manufacturing companies, and Wright-Patterson Air Force Base. The tax base is comprised of over 70% residential property, and has seen significant growth recently with 29% of total homes located in the City of Beavercreek being constructed in the past decade.

The District and the community it serves anticipate continued growth. Not only is the District anticipating continued increased enrollment figures, but has recently reviewed building capacity levels and has implemented the Facilities Committee recommendation and will increasing classroom space at Shaw Elementary School. In fiscal year 2006, the District will be striving to maintain the excellent academic rating while implementing non-cost portions of its continuous improvement plan.

MAJOR INITIATIVES

Primary accomplishments for 2005 were as follows:

The Beavercreek City School District achieved an “excellent” school district designation as prescribed by the Ohio Department of Education. Achievement of this designation is based on state indicators or a Performance Index score. Excellent districts must meet 22 or 23 indicators or must have a 100 or above on the Performance Index. The state indicators include a 75% pass rate on the 3rd, 4th, 5th, 6th and 7th grade proficiency test(s), 75% pass rate on the 10th grade Ohio Graduation Test, a 93% student attendance rate, and at least a 90% graduation rate. The Performance Index Score is based on adequate year progress, (AYP), for the first year. AYP is a federal requirement in which all student groups must be at or able to obtain annual goals in the areas of reading, math, attendance and graduation. These goals are set by the federal government. The District met 23 State Indicators and had a 100.6 Performance Indicator for 2004/2005 school year. These designations are indicative of Beavercreek City School District’s commitment to providing a quality educational environment.

Finance

- Produced a user-friendly budget document that is available for all interested parties.
- Produced and distributed the District’s third annual CAFR.
- Received the second consecutive Auditor of State of Ohio Auditor’s Award for outstanding financial reporting.

Facilities

- Developed and implemented maintenance program scheduling for summer 2006 projects
- Renovated Ankeny Middle School’s bleachers
- Initiated Worker’s Compensation Transitional Work Program

Nutrition Services

- Continue to serve meals that meet the USDA requirements. Look at ways to improve nutrition profile where possible.
- Implement POS system district wide.
- Establish nutrition standards for ala carte foods sold in elementary and middle schools. Monitor offerings at BHS.
- Offer fresh vegetable medley and pre-cut fresh fruits as a choice on every meal in an attempt to increase the consumption of fruits and vegetables.
- Offer more low fat dressings for salads and dips.

Technology

- Replace all classroom and lab computers at Shaw Elementary.
- Replace all classroom and lab computers at Valley Elementary.
- Continue adjustments in support resources and procedures to improve system uptime and reliability.
- Develop and implement project plan for updates to secondary exploratory technology labs.

Curriculum and Instruction

- Involve staff in ongoing alignment of curriculum instruction, materials, and assessments in order to meet state requirements.
- Support teacher development and implementation of the Science Content Standards.
- Provide professional development opportunities for K-12 staff in order to improve student achievement.

Goals for 2006 are:

Finance

- Receive the fourth annual award from the Government Finance Officer's Association (GFOA), and Association of School Business Officials (ASBO), Certificate of Excellence in Financial Reporting for the District's 2005 Comprehensive Annual Financial Report.
- Receive the fourth annual award from the Government Finance Officer's Associate (GFOA) Award for Outstanding Achievement in Popular Annual Financial Reporting for the District's 2005 Popular Annual Financial Report.
- Continued education of community and staff on school finance through among other things enhancement of the web site

Curriculum, Instruction and Pupil Services

- Provide professional development opportunities for K-12 staff in order to improve student achievement
- Increase the number of staff members who effectively integrate technology in their instruction

Facilities

- Continued implementation of additional cost saving measures including reduction of liability premiums, energy costs, and Worker's Compensation Premiums

Nutrition Services

- Work with school community on wellness policy.
- Maintain positive fund balance.

FINANCIAL INFORMATION

Internal Accounting and Budgetary Control

Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation. The management of the District is responsible for establishing and maintaining an internal control environment that provides reasonable assurance the District's financial statements are reliable, the District complied with applicable laws and regulations and the District is operating effectively and efficiently.

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

The District maintains its accounts and accounting records to facilitate budgetary control as outlined by Ohio Revised Code. Before October 1st of each fiscal year the Board adopts its annual appropriation measure. These appropriations may be amended as needed by Board action. Annual appropriations and any amendments may not exceed the County Budget Commissions official estimate of resources. The County Auditor must certify that the Board's appropriation measures do not exceed the amount set forth in the latest of those official estimates.

All transfers of cash between funds and changes to appropriations at the fund level require appropriation authority from the Board. Building/Department Budgets are controlled at the object account level within a function and fund. All purchase order requests must be approved by the building principal, department supervisor, or appropriate central office director and must be certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriations are rejected until additional appropriations are secured.

The accounting system used by the District provides interim financial reports which detail month and year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. Each administrator and school principal is furnished the reports showing the status of the budget accounts for which they are responsible. In addition, an on line inquiry system is available at each cost center site. As an additional safeguard, all employees are covered by a blanket bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond. Additional information on the District's budgetary accounts can also be found in notes to the basic financial statements.

Financial Condition

This is the second year the District has prepared financial statements in accordance with GASB Statement no. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments." GASB 34 created new basic financial statements for reports.

As part of this new reporting model, management is responsible for preparing a Management Discussion and Analysis for the District. This discussion is located in the financial section of this report following the audit opinion and provides an assessment of the District finances for fiscal year 2005 and the outlook for the future.

Debt Administration

The District has four debt issues outstanding at June 30, 2005: a 1995 Bond Issue, one EPA Asbestos Loan, one Energy Conservation Note, and a 2002 Tax Anticipation Note.

Cash Management

The District's cash management program addresses the issues of safety, liquidity and yield while maximizing returns. All investments are spread among available investment options to insure safety. The District utilizes repurchase agreements, money market accounts, high-yield savings, U.S. Treasuries and Federal Agency securities for ready cash and yield. Investment earnings for all funds during the fiscal year were \$667,830.

RISK MANAGEMENT

The District continues to protect its assets through a comprehensive insurance program. Insurance policies for fleet liability, property loss and boiler and machinery are purchased from the Indiana Insurance Company. Insurance policies for vehicle fleet liability, general liability, property loss, and boiler and machinery coverage are purchased from insurance companies licensed to do business in the State of Ohio.

The District is a member of the Southwestern Ohio Educational Purchasing Council (SOEPC). The cooperative contracts with Comp Management to provide an insurance purchasing pool for workers compensation. The intent of the pool is to achieve the benefit of a reduced premium for the District by virtue of its grouping a representation with other participants in the pool. 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 pool. Each participant pays its workers compensation premium to the State based on the rate for the pool rather than its individual rate.

Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the pool. A participant will then either receive money from or be required to contribute to the pool. This equity pooling arrangement insures that each participant shares equally in the overall performance of the pool. Participation in the pool is limited to school districts that can meet the pool's selection criteria. Comp Management provides administrative, cost control and actuarial services to the SOEPC.

INDEPENDENT AUDIT

State statutes require the District to be subjected to an annual examination by an independent auditor. Independent auditor Julian & Grube, Inc. was selected to render an opinion on the District's financial statements as of June 30, 2005. An annual audit serves to maintain and strengthen the District's accounting and budgetary controls.

In addition to the financial audit, a single audit was performed as required by the Single Audit Act Amendment of 1996 and the provisions of OMB circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. The single audit report is not included in this Comprehensive Annual Financial Report.

Pursuant to statute, the State prescribed a uniform accounting system to standardize accounting classification and financial reporting for all governments in Ohio. The District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Beavercreek City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2004. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

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

A Certificate of Achievement is valid for a period of one year only. We believe our current report will conform to the high standards required by the Certificate of Achievement program.

The District also received the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2004. This award certifies that a Comprehensive Annual Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the ASBO. This award is granted only after an extensive review of the report by an expert panel of certified public accountants and practicing school business officials.

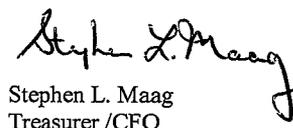
The ASBO certificate is also valid for a period of one year only. The District believes our current report meets ASBO requirements.

ACKNOWLEDGEMENTS

The preparation and publication of this second annual Comprehensive Annual Financial Report would not have been possible without the cooperation and support of the entire staff of the Treasurer's Office. Sincere appreciation is extended to Gina M. Colston for her exceptional individual effort and dedication to this achievement.

Additionally, I would like to thank the leadership of the Board of Education for their commitment to excellence in financial accountability.

Respectfully submitted,


Stephen L. Maag
Treasurer /CFO

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO

LIST OF PRINCIPAL OFFICIALS

June 30, 2005

Board of Education

Peg Arnold, President
Cheryl Shedden, Vice-President
Richard Eckhardt, Member
Charles Rowland, II. Esq., Member
Michael Verlingo, Member

Administration

Dennis Morrison, Superintendent
Stephen L. Maag, Treasurer/CFO

Michael Rarick, Administrative Assistant, Personnel and Information
Dr. Lynn Hickman-Long, Administrative Assistant, Curriculum and Instruction
Dr. Patricia Shannon, Administrative Assistant, Pupil Services
Gary Sattler, Director, Business Services
Bogi Gudbrandsson, Director, Technology

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Beavercreek City 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. Zjelle

President

Jeffrey R. Emer

Executive Director

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

Beavercreek City School District

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2004

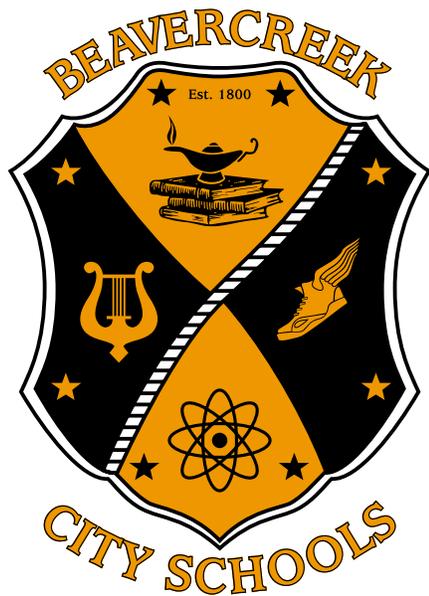
Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director



F I N A N C I A L S E C T I O N



JULIAN & GRUBE, INC.

“SERVING OHIO LOCAL GOVERNMENTS”

333 County Line Road West
Westerville, Ohio 43082

Telephone 614.846.1899
Facsimile 614.846.2799

Independent Auditor’s Report

Board of Education
Beavercreek City School District
3040 Kemp Road
Beavercreek, Ohio 45431

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Beavercreek City School District, Greene County (the “District”) as of and for the fiscal 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 Beavercreek City School District’s management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Beavercreek City School District, Greene County, as of June 30, 2005, and the respective changes in financial position and the respective budgetary comparison for the general fund for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2005, on our consideration of the Beavercreek City School District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management’s discussion and analysis on pages 3 through 8 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Board of Education
Beavercreek City School District

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Beavercreek City School District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements of Beavercreek City School District. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly we express no opinion on them.

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.
October 25, 2005

Beavercreek City School District, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited

Our discussion and analysis of Beavercreek City School District's, (the District), financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2005.

Financial Highlights

The District's net assets increased by over \$ 9.6 million or over 263%. Program revenues accounted for \$8.1 million or 11% of total revenues, and general revenues accounted for \$ 64.9 million or 89%.

The general fund reported a positive fund balance of \$ 18,062,066.

Using this Comprehensive Annual Financial Report

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

Reporting the District as a Whole

The Statement of Net Assets and Statement of Activities

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the District as a whole and about its activities in a manner that helps to answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by private sector corporations. All of the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid.

These two statements report the District's net assets and changes in them. The change in net assets provides the reader a tool to assist in determining whether the District's financial health is improving or deteriorating. The reader will need to consider other non-financial factors such as property tax base, current property tax laws, student enrollment growth, and facility conditions in arriving at their conclusion regarding the overall health of the District.

Reporting the District's Most Significant Funds

Fund Financial Statements

Our analysis of the District's governmental activities begins on page 9. The fund financial statements begin on page 11 and provide detailed information about the most significant funds – not the District as a whole. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. The District's two types of funds, governmental and fiduciary, use different accounting approaches as further described in the notes to the financial statements.

Governmental Funds

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and 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 less financial resources available to spend in the near future to finance the District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the basic financial statements.

Fiduciary Funds

The District is the trustee, or fiduciary, for its scholarship program and other items listed as private purpose trust. It is also responsible for other assets that, due to a trust arrangement, can only be used for the trust beneficiaries. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets on pages 16 and 17. We exclude these activities from the District's other financial statements because the assets cannot be utilized by the District to finance its' operations.

Beavercreek City School District, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by over \$13 million at the close of the most recent fiscal year. This is a condition that has significantly improved from prior years due to renewal of tax levies, a decrease in debt obligations, increased federal funding, and increased property valuations.

A significant portion of the District's net assets reflects its investment in capital assets less any related debt used to acquire those assets that is still outstanding. The District uses capital assets to provide services; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

A comparative analysis of fiscal year 2005 to 2004 follows:

Table 1
Net Assets

	<u>2004</u>	<u>2005</u>
Assets:		
Current Assets	\$69,200,210	\$77,367,427
Capital Assets, Net	<u>31,526,873</u>	<u>30,572,681</u>
Total Assets	<u>100,727,083</u>	<u>107,940,108</u>
Liabilities:		
Current and Other Liabilities	55,007,627	53,643,620
Long-Term Liabilities	<u>42,063,095</u>	<u>41,029,970</u>
Total Liabilities	<u>97,070,722</u>	<u>94,673,590</u>
Net Assets:		
Invested in Capital Assets, Net of Related Debt	24,603,654	23,835,401
Restricted	3,605,318	3,683,796
Unrestricted	<u>(24,552,611)</u>	<u>(14,252,679)</u>
Total Net Assets	<u>\$3,656,361</u>	<u>\$13,266,518</u>

Beavercreek City School District, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited

A comparative analysis of fiscal year 2005 to 2004 follows:

Table 2
Change in Net Assets

	<u>2004</u>	<u>2005</u>
Revenues:		
Program Revenues:		
Charges for Services	\$5,836,397	\$4,769,477
Operating Grants and Contributions	2,977,200	3,295,992
Capital Grants and Contributions	<u>31,333</u>	<u>29,580</u>
Total Program Revenues	8,844,930	8,095,049
General Revenues:		
Property Taxes	43,729,866	47,547,155
Grants and Entitlements	14,066,118	16,281,034
Investment Earnings	426,142	667,830
Other	<u>592,567</u>	<u>483,640</u>
Total Revenues	<u>67,659,623</u>	<u>64,979,659</u>
Program Expenses:		
Instruction:		
Regular	23,456,220	24,790,266
Special	5,318,139	3,990,871
Vocational	327,750	282,474
Other	424,555	662,213
Support Services:		
Pupils	3,599,093	3,665,745
Instructional	3,498,536	3,075,364
Board of Education	79,139	89,925
Administration	3,147,851	2,885,933
Fiscal	1,370,275	1,450,128
Business	510,726	423,969
Operation and Maintenance of Plant	5,556,628	5,195,420
Pupil Transportation	3,015,547	2,698,116
Central	1,779,880	1,685,480
Operation of Non-Instructional Services	2,561,691	178,697
Extracurricular Activities	1,185,587	899,733
Building and Site Improvement Services	847,482	1,010,973
Interest and Fiscal Charges	<u>2,490,143</u>	<u>2,384,195</u>
Total Expenses	<u>59,169,242</u>	<u>55,369,502</u>
Net Assets at Beginning of Year	(4,834,020)	(3,656,361)
Increase in Net Assets	<u>8,490,381</u>	<u>9,610,157</u>
Net Assets at End of Year	<u>\$3,656,361</u>	<u>\$13,266,518</u>

Beavercreek City School District, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited

Governmental Activities

Net assets of the District's governmental activities increased by approximately \$9.6 million and unrestricted net assets increased by approximately \$10.3 million. The increase in net assets is primarily the result of levy renewals, increased property valuations, and increased federal funding.

At the end of the current fiscal year, the District is able to report positive net assets. This is the second consecutive year in which the District reported a negative net asset figure.

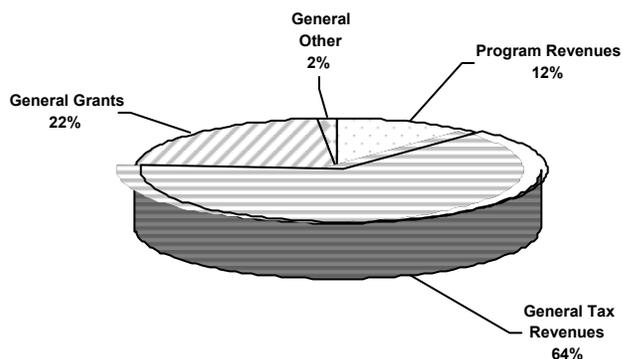
The property tax laws in Ohio create the need to periodically seek voter approval for additional operating funds. In general, tax revenues generated from a levy do not increase as a result of inflation. An operating levy is approved for a fixed millage rate, but the rate is reduced for inflation with the affect of providing the District the same amount of tax dollars as originally approved. Therefore, school districts such as ours that are dependent upon property taxes as a primary source of revenue must periodically return to the ballot and ask voters for additional resources to maintain current programs. Since the District must rely heavily on voter approval of operating tax issues, management of the resources is of paramount concern to District administration and the voting public. The District utilizes a five-year cash financial forecast to estimate revenues and control expenditures to assure tax levy revenues can maintain operations for a significant period of time. The current forecast reflected a need for additional operating resources in fiscal year 2005, and as such an emergency operating levy was requested and passed on the November 2004 ballot.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The table below reflects the cost of program services and the net cost of those services after taking into account the program revenues for the governmental activities. General revenues including tax revenue, investment earnings and unrestricted State entitlements must support the net cost of program services. Comparisons to 2004 are as follows:

Table 3
Fiscal Year 2005 Total and Net Cost of Program Services
Governmental Activities

	2004	2004	2005	2005
	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
Instruction	\$29,526,664	\$(25,916,777)	\$32,861,058	\$(29,725,824)
Support Services	22,557,675	(20,236,539)	22,918,372	(21,170,080)
Operation of Non-Instructional Services	2,561,691	69,306	3,093,411	(178,697)
Extracurricular Activities	1,185,587	(902,677)	1,196,542	(899,733)
Building and Site Improvement Svcs	847,482	(847,482)	1,010,973	(1,010,973)
Interest and Fiscal Charges	<u>2,490,143</u>	<u>(2,490,143)</u>	<u>2,384,195</u>	<u>(2,384,195)</u>
Total Expenses	<u>\$59,169,242</u>	<u>\$(50,324,312)</u>	<u>\$63,464,551</u>	<u>\$(55,369,502)</u>

Beavercreek City School District, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited



The District's reliance upon tax revenues is demonstrated by the graph above that indicates 64% of total revenues for governmental activities come from local taxes. The reliance on general revenues to support governmental activities is indicated by the net services column reflecting the need for \$55.4 million dollars of support as well as the graph indicating general revenues comprise 88% of total revenues.

The District's Funds

Information about the District's governmental funds begins on Page 11. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues and other financing sources of \$73,386,194 and expenditures and other financing uses of \$64,577,575. The net change in fund balance was most significant in the General Fund. The Permanent Improvement Fund had a negative net change in fund balance caused by accrual of contracts payable and deferral of property tax revenue.

The fund balance of the General, Debt Service and Other Governmental Funds increased by \$8,704,283, \$54,579, and \$63,937, respectively. The fund balance of the Permanent Improvement Fund decreased by \$(14,180).

General Fund Budget Information

The District's budget is prepared in accordance with Ohio law and is based on the cash basis of accounting, utilizing cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

The District utilizes the five-year forecast as the original document from which to form the operating budget. After updating of the forecast for changes in revenue and expenditure assumptions the operating budget begins at the school level and department level. Each school and department in the district receive an allocation based on a number of factors including estimated revenue, a historical analysis, projected current need, including enrollment and projected current resources. The school and department budgets are reviewed periodically to ensure management becomes aware of any significant variations during the year.

Beavercreek City School District, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited

Capital Assets

At the end of the fiscal year 2005, the District had \$30,572,681 invested in land, land improvements, buildings, building improvements, furniture, equipment and vehicles. Table 4 shows the fiscal year 2005 balances compared to fiscal year 2004. Additional information regarding capital assets can be found in Note 9 of this report.

Table 4
Capital Assets
(Net of Accumulated Depreciation)

	<u>2004</u>	<u>2005</u>
<u>Governmental Activities</u>		
Land	\$3,264,725	\$3,264,725
Land Improvements	998,411	1,089,955
Buildings	24,202,522	23,002,512
Building Improvements	1,041,071	1,002,431
Furniture & Equipment	504,340	481,693
Vehicles	1,515,804	1,434,713
Construction in Progress	<u>0</u>	<u>296,652</u>
Total	<u>\$31,526,873</u>	<u>\$30,572,681</u>

Debt

At June 30, 2005, the District had \$37.9 million in outstanding bonds, notes and loans payable. The District paid \$665,000 in principal on bonds outstanding and \$2,671,061 in notes and loans payable during the fiscal year. Detailed information regarding long term debt and notes payable activity is included in the notes to the basic financial statements (Note 10).

In addition, the District has entered into capital leases which include a balance outstanding of \$3.1 million at June 30, 2005. During the fiscal year, the District paid \$107,630 which was considered principal on these capital leases.

At June 30, 2005, the District's overall legal debt margin was \$147,995,739 with an un-voted debt margin of \$1,321,360.

Contacting the District

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the District's financial position and to show the District's accountability for the funds it receives. Should you have any questions about this report or any other financial matter, contact Stephen L. Maag, Treasurer/CFO, Beavercreek City School District, 3040 Kemp Road, Beavercreek, Ohio 45431.

Beavercreek City School District, Ohio
Statement of Net Assets
June 30, 2005

	<u>Governmental</u> <u>Activities</u>
ASSETS:	
Current Assets:	
Equity in Pooled Cash and Cash Equivalents	\$ 30,006,331
Inventory Held for Resale	8,683
Materials and Supplies Inventory	2,746
Accrued Interest Receivable	64,335
Accounts Receivable	385,192
Intergovernmental Receivable	624,027
Prepaid Items	21,523
Taxes Receivable	46,254,590
Noncurrent Assets:	
Land and Construction in Progress	3,561,377
Depreciable Capital Assets, net	<u>27,011,304</u>
<i>Total Assets</i>	<u>\$ 107,940,108</u>
LIABILITIES:	
Current Liabilities:	
Accounts Payable	\$ 373,366
Accrued Wages and Benefits	5,206,804
Contracts Payable	203,581
Intergovernmental Payable	1,565,259
Accrued Interest Payable	183,093
Deferred Revenue	40,906,337
Notes Payable	4,630,000
Compensated Absences Payable	575,180
Noncurrent Liabilities:	
Long-Term Liabilities:	
Due Within One Year	1,904,239
Due in More Than One Year	<u>39,125,731</u>
<i>Total Liabilities</i>	<u>94,673,590</u>
NET ASSETS:	
Invested in Capital Assets, Net of Related Debt	23,835,401
Restricted for Debt Service	1,147,140
Restricted for Capital Outlay	2,229,419
Restricted for Other Purposes	307,237
Unrestricted	<u>(14,252,679)</u>
<i>Total Net Assets</i>	<u>\$ 13,266,518</u>

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

Beavercreek City School District, Ohio
Statement of Activities
For the Fiscal Year Ended June 30, 2005

	<u>Program Revenues</u>			<u>Net (Expenses)</u>
	<u>Operating Grants and Contributions</u>			<u>Revenue and Changes in Net Assets</u>
<u>Expenses</u>	<u>Charges for Services and Sales</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
Governmental Activities:				
Instruction:				
Regular	\$ 26,007,220	\$ 835,933	\$ 381,021	\$ -
Special	5,885,058	1,191,857	702,330	-
Vocational	306,567	24,093	-	-
Other	662,213	-	-	-
Support Services:				
Pupils	3,895,756	-	230,011	-
Instructional Staff	3,634,102	-	558,738	-
Board of Education	89,925	-	-	-
Administration	3,032,453	-	146,520	-
Fiscal	1,450,128	-	-	-
Business	423,969	-	-	-
Operation and Maintenance of Plant	5,236,813	38,881	2,512	-
Pupil Transportation	3,422,782	695,086	-	29,580
Central	1,732,444	-	46,964	-
Operation of Non-Instructional Services:				
Food Service Operations	2,020,492	1,686,818	245,764	-
Community Services	1,072,919	-	982,132	-
Extracurricular Activities:				
Academic Oriented Activities	369,142	82,210	-	-
Sport Oriented Activities	805,673	214,509	-	-
School and Public Service Co-Curricular Activities	21,727	90	-	-
Capital Outlay:				
Site Improvement Services	131,113	-	-	-
Architecture and Engineering Services	36,937	-	-	-
Building Improvement Services	750,695	-	-	-
Other Facilities Acquisition and Construction	92,228	-	-	-
Interest and Fiscal Charges	2,384,195	-	-	-
<i>Total Governmental Activities</i>	<u>\$ 63,464,551</u>	<u>\$ 4,769,477</u>	<u>\$ 3,295,992</u>	<u>\$ 29,580</u>
General Revenues:				
Grants and Entitlements not Restricted to Specific Programs				16,281,034
Gifts and Donations				73,972
Investment Earnings				667,830
Miscellaneous				150,773
Property Taxes				47,547,155
Extracurricular Activities				258,895
<i>Total General Revenues and Transfers</i>				<u>64,979,659</u>
<i>Change in Net Assets</i>				9,610,157
<i>Net Assets Beginning of Year</i>				<u>3,656,361</u>
<i>Net Assets End of Year</i>				<u>\$ 13,266,518</u>

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

Beavercreek City School District, Ohio
Balance Sheet
Governmental Funds
June 30, 2005

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Permanent Improvement Fund</u>	<u>All Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS:					
Equity in Pooled Cash and Cash Equivalents	\$ 25,103,191	\$ 873,360	\$ 2,421,229	\$ 1,608,551	\$ 30,006,331
Inventory Held for Resale	-	-	-	8,683	8,683
Materials and Supplies Inventory	-	-	-	2,746	2,746
Accrued Interest Receivable	62,829	-	-	1,506	64,335
Accounts Receivable	372,037	-	-	13,155	385,192
Interfund Receivable	70,000	-	-	-	70,000
Intergovernmental Receivable	57,881	-	-	566,146	624,027
Prepaid Items	21,523	-	-	-	21,523
Taxes Receivable	42,040,701	2,335,381	1,878,508	-	46,254,590
<i>Total Assets</i>	<u>\$ 67,728,162</u>	<u>\$ 3,208,741</u>	<u>\$ 4,299,737</u>	<u>\$ 2,200,787</u>	<u>\$ 77,437,427</u>
LIABILITIES:					
Accounts Payable	\$ 257,550	\$ -	\$ -	\$ 115,816	\$ 373,366
Accrued Wages and Benefits	5,002,228	-	-	204,576	5,206,804
Contracts Payable	-	-	203,581	-	203,581
Interfund Payable	-	-	-	70,000	70,000
Intergovernmental Payable	1,400,534	-	-	164,725	1,565,259
Accrued Interest Payable	15,851	-	-	-	15,851
Deferred Revenue	37,799,688	2,076,399	1,672,154	-	41,548,241
Notes Payable	4,630,000	-	-	-	4,630,000
Compensated Absences Payable	560,245	-	-	14,935	575,180
<i>Total Liabilities</i>	<u>49,660,096</u>	<u>2,076,399</u>	<u>1,875,735</u>	<u>570,052</u>	<u>54,188,282</u>
Equity:					
FUND BALANCES:					
Reserved:					
Reserved for Encumbrances	325,584	-	791,936	93,055	1,210,575
Reserved for Inventory	-	-	-	2,746	2,746
Reserved for Prepaid Items	21,523	-	-	-	21,523
Reserved for Property Taxes	4,593,529	2,076,399	206,354	-	6,876,282
Unreserved, Undesignated, (deficit) Reported in:					
General Fund	13,121,430	-	-	-	13,121,430
Special Revenue Funds	-	-	-	1,513,951	1,513,951
Debt Service Funds	-	(944,057)	-	-	(944,057)
Capital Projects Funds	-	-	1,425,712	20,983	1,446,695
<i>Total Fund Balances</i>	<u>18,062,066</u>	<u>1,132,342</u>	<u>2,424,002</u>	<u>1,630,735</u>	<u>23,249,145</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 67,728,162</u>	<u>\$ 3,208,741</u>	<u>\$ 4,299,737</u>	<u>\$ 2,200,787</u>	<u>\$ 77,437,427</u>

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

Beavercreek City School District, Ohio
*Reconciliation of Total Governmental Fund Balances to
Net Assets of Governmental Activities
June 30, 2005*

Total Governmental Fund Balances	\$ 23,249,145
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Amounts reported for governmental activities in the
statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	30,572,681
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Other assets are not available to pay for current period expenditures and therefore are deferred in the funds.	
Intergovernmental Receivable	352,516
Taxes	289,388

Long-Term liabilities including bonds payable are not due and
payable in the current period and therefore are not reported
in the funds.

Interest Payable	(167,242)
Compensated Absences Payable	(4,587,564)
General Obligation Debt	<u>(36,442,406)</u>

Net Assets of Governmental Activities	<u><u>\$ 13,266,518</u></u>
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The notes to the financial statements are an integral part of this statement.

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

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Permanent Improvement Fund</u>	<u>All Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES:					
Property and Other Local Taxes	\$ 43,166,173	\$ 2,399,509	\$ 1,922,771	\$ -	\$ 47,488,453
Intergovernmental	16,959,756	286,449	259,193	3,689,700	21,195,098
Interest	650,351	-	-	17,479	667,830
Tuition and Fees	431,538	-	-	507,947	939,485
Rent	38,881	-	-	-	38,881
Extracurricular Activities	-	-	-	555,704	555,704
Gifts and Donations	-	-	4,000	69,972	73,972
Customer Sales and Services	75,599	-	-	1,686,818	1,762,417
Miscellaneous	147,669	-	-	3,104	150,773
<i>Total Revenues</i>	<u>61,469,967</u>	<u>2,685,958</u>	<u>2,185,964</u>	<u>6,530,724</u>	<u>72,872,613</u>
EXPENDITURES:					
Current:					
Instruction:					
Regular	23,981,462	-	951,785	909,382	25,842,629
Special	5,148,594	-	-	706,589	5,855,183
Vocational	315,257	-	-	-	315,257
Other	652,206	-	-	10,007	662,213
Support Services:					
Pupils	3,666,146	-	-	235,262	3,901,408
Instructional Staff	3,025,362	-	41,989	596,088	3,663,439
Board of Education	90,838	-	-	-	90,838
Administration	2,866,212	-	9,110	170,526	3,045,848
Fiscal	1,408,222	37,797	30,774	-	1,476,793
Business	453,637	-	-	1,107	454,744
Operation and Maintenance of Plant	5,375,036	-	-	6,087	5,381,123
Pupil Transportation	3,156,540	-	289,366	757	3,446,663
Central	858,494	-	49,189	59,682	967,365
Operation of Non-Instructional Services:					
Food Service Operations	-	-	66,432	1,996,457	2,062,889
Community Services	1,172	-	-	1,069,839	1,071,011
Extracurricular Activities:					
Academic Oriented Activities	73,317	-	-	294,392	367,709
Sport Oriented Activities	569,631	-	-	214,509	784,140
School and Public Service Co-Curricular Activities	21,637	-	-	90	21,727
Capital Outlay:					
Site Improvement Services	41,565	-	89,548	-	131,113
Architecture and Engineering Services	-	-	36,937	-	36,937
Building Improvement Services	11,896	-	634,129	104,670	750,695
Other Facilities Acquisition and Construction	-	-	885	91,343	92,228
Debt Service:					
Principal	107,630	1,151,061	-	-	1,258,691
Interest	427,249	1,956,102	-	-	2,383,351
<i>Total Expenditures</i>	<u>52,252,103</u>	<u>3,144,960</u>	<u>2,200,144</u>	<u>6,466,787</u>	<u>64,063,994</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>9,217,864</u>	<u>(459,002)</u>	<u>(14,180)</u>	<u>63,937</u>	<u>8,808,619</u>
OTHER FINANCING SOURCES AND USES:					
Transfers In	-	513,581	-	-	513,581
Transfers Out	(513,581)	-	-	-	(513,581)
<i>Total Other Financing Sources and Uses</i>	<u>(513,581)</u>	<u>513,581</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net Change in Fund Balances</i>	8,704,283	54,579	(14,180)	63,937	8,808,619
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>9,357,783</u>	<u>1,077,763</u>	<u>2,438,182</u>	<u>1,566,798</u>	<u>14,440,526</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 18,062,066</u>	<u>\$ 1,132,342</u>	<u>\$ 2,424,002</u>	<u>\$ 1,630,735</u>	<u>\$ 23,249,145</u>

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

Beavercreek City School District, Ohio
*Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
for the Fiscal Year Ended June 30, 2005*

Net Change in Fund Balances - Total Governmental Funds	\$ 8,808,619
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period.	(954,192)
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Intergovernmental Receivable	127,244
Taxes	58,702

Repayment of bond principal, notes, and capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and does not result in an expense in the statement of activities.	1,258,691
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In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expense is reported when due.	844
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Some expenses reported in the statement of activities do not required the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Compensated Absences	(225,566)
Intergovernmental Payable	537,503

Change in Net Assets of Governmental Activities	\$ 9,611,845
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The notes to the financial statements are an integral part of this statement.

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Total Revenues and Other Sources	\$ 58,925,000	\$ 60,448,340	\$ 60,486,724	\$ 38,384
Total Expenditures and Other Uses	<u>55,711,677</u>	<u>55,711,677</u>	<u>54,805,589</u>	<u>906,088</u>
Net Change in Fund Balances	3,213,323	4,736,663	5,681,135	944,472
Fund Balance, July 1	18,381,007	18,381,007	18,381,007	
Prior Year Encumbrances Appropriated	<u>565,560</u>	<u>565,560</u>	<u>565,560</u>	
Fund Balance, June 30	<u>\$ 22,159,890</u>	<u>\$ 23,683,230</u>	<u>\$ 24,627,702</u>	<u>\$ 944,472</u>

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

Beavercreek City School District, Ohio
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2005

	<u>Private Purpose Trust Fund</u>	<u>Agency Funds</u>
ASSETS:		
Current Assets:		
Equity in Pooled Cash and Cash Equivalents	\$ 21,130	\$ 156,135
<i>Total Assets</i>	<u>\$ 21,130</u>	<u>\$ 156,135</u>
LIABILITIES:		
Current Liabilities:		
Undistributed Monies	-	6,256
Due to Students	-	149,879
<i>Total Liabilities</i>	<u>\$ -</u>	<u>\$ 156,135</u>
NET ASSETS:		
Held in Trust for Upkeep and Maintenance of Trust	<u>21,130</u>	
<i>Total Net Assets</i>	<u>\$ 21,130</u>	

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

Beavercreek City Schools
Statement of Changes in Fiduciary Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2005

	<u>Private</u> <u>Purpose Trust</u> <u>Fund</u>
ADDITIONS:	
Gifts and Contributions	\$ 1,200
<i>Total Additions</i>	<u>1,200</u>
DEDUCTIONS:	
Payments in Accordance with Trust Agreements	<u>1,175</u>
<i>Total Deductions</i>	<u>1,175</u>
<i>Change in Net Assets</i>	25
<i>Net Assets Beginning of Year</i>	<u>21,105</u>
<i>Net Assets End of Year</i>	<u>\$ 21,130</u>

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

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

1. Description of the District and Reporting Entity

The Beavercreek City School District (the "District") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District is a city district as defined by Section 3311.02 of the Ohio Revised Code. The District operates under a locally elected five member board and is responsible for the provision of public education to residents of the District. The Board controls the District's instructional/support facilities staffed by 249 non-certificated employees, 474 certificated full time-teaching personnel and 34 administrative employees to provide services to approximately 7,161 students and other community members.

Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the basic financial statements of the District are not misleading.

The primary government consists of all funds and departments, which provide various services including instruction, student guidance, extracurricular activities, food service, pre-school, educational media and care and upkeep of grounds and buildings. The operation of each of these activities is directly controlled by the Board of Education.

Current State legislation provides funding to parochial schools, as well as the community and Montessori schools within the District boundaries. These monies are received and disbursed on behalf of the parochial school by the treasurer of the District, as directed by the parochial school. The State monies received/dispursed by the District are reflected as a governmental activity for financial reporting purposes.

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 body 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; (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations for which the District approves the budget, the issuance of debt or the levying of taxes. The District does not have any component units.

The District is associated with three organizations, which are defined as jointly governed. These organizations include the Southwestern Ohio Education Purchasing Council (SOEPC), Miami Valley Educational Cooperative Association (MVECA) and the Greene County Career Center. These organizations are presented in Note 16 to the basic financial statements.

2. Summary of Significant Accounting Policies

The significant accounting policies followed in the preparation of these financial statements are summarized below. These policies conform to accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units prescribed in the statements issued by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. The District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to is governmental activities provided they do not conflict with or contradict GASB pronouncements.

a. Fund Accounting

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

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

2. Summary of Significant Accounting Policies (continued)

Governmental Funds

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

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

Permanent Improvement Fund - The Permanent Improvement Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by trust funds.

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

Fiduciary Funds

Fiduciary Funds - Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include private-purpose trust and agency funds. Private-purpose trust funds account for resources, including both principal and earnings, which must be expended according to the provision of a trust agreement, and are accounted for in essentially the same manner as governmental funds. Agency funds are purely custodial and thus do not involve measurement of results of operations.

b. Basis of Presentation

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 government-wide statements are prepared using the economic resources measurement focus. This approach differs from the manner in which governmental fund 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.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the governmental activities of the District. 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 amounts paid by the recipient of goods or services offered by the program and grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues not classified as program revenues are presented as general revenues of the District.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

2. Summary of Significant Accounting Policies (continued)

Fund Financial Statements

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

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. 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. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The private-purpose trust fund is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of this fund are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into unrestricted components.

c. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. The Fund financial statements are prepared using either modified accrual for governmental funds or accrual basis for fiduciary funds.

Revenues, Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recognized in the accounting period when they become both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period of the District is sixty days after 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 (See Note 6). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been met. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: property taxes available for advance, investment earnings, tuition, grants and student fees.

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 2005 operations, have been recorded as deferred revenue.

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

Expenditures/Expenses

On the accrual basis of accounting, expenses are recorded at the time they are incurred. The measurement focus of governmental fund accounting is on flow of current financial resources. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred except for (1) principal and interest on general long-term debt, which is recorded when due, and (2) the costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

2. Summary of Significant Accounting Policies (continued)

Budgets and Budgetary Accounting

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified.

All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of control is at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education

Advances in and advances out are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

Tax Budget

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

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

Estimated Resources

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources, which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the Certificate is amended to include unencumbered cash balances from the preceding year. The certificate may be further amended during the year if the fiscal officer determines that the revenue collected is greater or less than the current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during fiscal year 2005.

Appropriations

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is legally enacted by the Board of Education at the fund level of expenditures, which is the legal level of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education. The Board may pass supplemental fund appropriations so long as the total appropriation by fund does not exceed the amounts set forth in the most recent Certificate of Estimated Resources. The budget figures, which appear in the statements of budgetary comparison, represent the final appropriation amounts, including all amendments and modification.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

2. Summary of Significant Accounting Policies (continued)

Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations. On the fund financial statement encumbrances outstanding at year-end are reported as reservations of fund balances for subsequent-year expenditure for governmental funds. A reserve for encumbrances is not reported on the government-wide financial statements. Encumbrances are reported as part of expenditures/expenses on a non-GAAP budgetary basis in the Required Supplemental Information.

Lapsing of Appropriations

At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. Encumbered appropriations are carried forward to the succeeding fiscal year and are not re-appropriated.

d. Cash and Investments

The District maintains a cash and investment pool used by all funds. The cash and investment pool has the same characteristics as demand deposits. Each fund type's portion of this pool is displayed in the financial statements as cash and cash equivalents. The District utilizes a financial institution to service bonded debt as principal and interest payments come due. The monies are either maintained in a central bank account or used to purchase legal investments.

It is the policy of the District to value investment contracts and money market investments at fair value.

The Ohio Revised Code authorizes the District to invest in United States and State of Ohio bonds, notes and other obligations; bank certificates of deposit; banker's acceptances; commercial paper notes rated prime and issued by United States corporations; and STAR Ohio. It is management's policy to invest in all of the above types of investments. Under existing Ohio statutes, all investment earnings accrue to the general, food service fund and auxiliary service fund. Interest earnings are allocated to these funds based on average monthly cash balances. Investment income credited to the general fund during the fiscal year amounted to \$650,351, which includes \$130,070 assigned from other District funds. The, Food Service Fund, Building and Auxiliary Service Funds also received interest revenue of \$9,934, \$1,549 and \$5,996 respectively.

e. Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market using the first in, first out (FIFO) method and are expensed when used.

On fund financial statements, inventories of governmental funds are valued at cost. For all funds, cost is determined using the FIFO method, and are determined by physical count. Inventory in governmental funds consists of expendable supplies held for consumption, and supplies held for resale. The cost is recorded as an expenditure when used. Reported inventories in these funds are equally offset by a fund balance reserve, which indicates they do not represent available spendable resources.

f. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2005 are recorded as prepaid items on the government-wide financial statements using the consumption method and recording a current asset for the prepaid amount and reflecting the expenditure in the current year in which services are consumed. Reported prepaids are equally offset by a fund balance reserve, which indicates they do not represent available spendable resources.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

2. Summary of Significant Accounting Policies (continued)

g. Capital Assets and Depreciation

General capital assets are reported in the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The District follows the policy of not capitalizing assets with a cost of less than \$5,000 and a useful life of less than 1 year. The District does not possess any infrastructure.

All reported capital assets, with the exception of 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>Useful Life</u>
Land	Not depreciated
Land Improvements	30
Buildings & Improvements	30
Furniture & Equipment	5-10
Vehicles	10

h. Inter-fund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as inter-fund transfers. Inter-fund transfers are reported as other financing sources/uses in governmental funds.

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

i. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employee's right to receive compensation is attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at June 30 by those employees who are currently eligible to receive termination payments and those employees for whom it is probable they will become eligible to receive termination benefits in the future. The criteria for determining the vacation and sick leave liability is derived from Board policy, negotiated agreements, and state laws.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "compensated absences payable" in the fund from which the employee will be paid.

j. Accrued Liabilities and Long-term Debt

For governmental fund financial statements, the accrued liabilities are generally reported as a governmental fund liability if due for payment as of the balance sheet date regardless of whether they will be liquidated with current financial resources. However, compensated absences paid from governmental funds (typically the general fund) are reported as a liability in the fund financial statements only for the portion expected to be financed from expendable available financial resources. Long-term debt paid from governmental funds is not recognized as a liability in the fund financial statements until due.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

2. Summary of Significant Accounting Policies (continued)

k. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consist of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvements of those assets. For the district this includes outstanding balance for a portion of the 1995 School Improvement Bond, and all of the telephone and administration building leases. 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, regulations or other governments.

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

l. Fund Balance Reserves

The District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available spendable resources and therefore not available for appropriation. Unreserved fund balance indicates the portion of fund equity which is available for appropriation in future periods. Fund equity reserves are established for encumbrances, property taxes, prepaid items and supplies inventory.

m. Estimates

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

3. Accountability and Compliance

Accountability

For fiscal year 2005, the District has implemented GASB Statement No. 40, "Deposit and Investment Risk Disclosures" and GASB Technical Bulletin 2004-2, "Recognition of Pension and Other Postemployment Benefit Expenditures/Expenses and Liabilities by Cost-Sharing Employers."

GASB Statement No. 40 establishes and modifies disclosure requirements related to investment risks, credit risk (including custodial credit risk and concentrations of credit risk) and interest rate risk. This statement also establishes and modifies disclosure requirements for custodial credit risk on deposits.

GASB Technical Bulletin No. 2004-2 addresses the amount that should be recognized as expenditure/expense and as a liability each period by employers participating in a cost-sharing multiple-employer pension and other postemployment benefit, (OPEB), plans.

The implementation of Technical Bulletin No. 2004-2 did not have any material effect on the fund balances of the major and nonmajor funds of the District as they were previously reported as of June 30, 2004.

The implementation of GASB Statement No. 40 did not have any effect on the financial statements of the District, however, additional note disclosure can be found in Note 5.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

3. **Accountability and Compliance** (continued)

Deficit Fund Balance

The Title I Grant Fund, Title V – Innovative Education Programs Grant Fund, and the IDEA Preschool Grant Fund had deficit balances of \$3,434, \$3,718 and \$9,464, respectively. These deficit balances resulted from adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and will provide operating transfers when cash is required, not when accruals occur. These funds complied with Ohio State law, which does not permit a cash basis deficit at year-end

4. **Budgetary Basis of Accounting**

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

Net Change in Fund Balance	
GAAP Basis	\$8,704,283
Adjustments:	
Revenue Accruals	(983,243)
Expenditure Accrual	(1,482,800)
Encumbrances	<u>(557,105)</u>
Budget Basis	<u>\$5,681,135</u>

5. **Deposits and Investments**

State statutes require the classification of monies held by the District into three categories.

Active Monies - Those monies required to be kept in a “cash” or “near-cash” status for immediate use by the district. Such monies must be maintained either as cash in the District Treasury, in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive Monies - Those monies not required for use within the current five year period of designation of depositories. Inactive monies may be deposited or invested as certificates of deposit maturing not later than the end of the current period of designation of depositories, or as savings or deposit accounts including, but not limited to, passbook accounts.

Interim Monies - Those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Ohio law permits interim monies to be invested in legal securities (see Note 2d).

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

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 and interest by the United States:

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

5. Deposits and Investments (continued)

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;

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 two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;

Bonds and other obligations of the State of Ohio;

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;

The State Treasurer's invest pool (STAR Ohio);

Certain banker's acceptance and commercial paper notes for a period not to exceed on hundred eighty days from purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time, and;

Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations reverse repurchase agreements and derivatives are prohibited. The issuance of table 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 of or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Deposits

Based on the criteria described in GASB Statement 40, "Deposits and Investment Risk Disclosures", \$ 25,241,581 of the District's bank balance of \$ 25,361,105 was exposed to custodial risk as discussed below, while \$119,524 was covered by Federal Deposit Insurance Corporation.

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

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

5. Deposits and Investments (continued)

Investments

As of June 30, 2005, the District had the following investments and maturities:

<u>Investment Type</u>	<u>Balance at Fair Value</u>	<u>Less than 1 Year</u>	<u>1-5 Years</u>
U.S. Agencies	\$2,651,160	\$50,469	\$2,600,691
U.S. Treasuries	<u>\$3,470,986</u>	<u>\$126,173</u>	<u>\$3,344,813</u>
Total	<u>\$6,122,146</u>	<u>\$176,642</u>	<u>\$5,945,504</u>

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

Credit Risk: The District's investments were either in U.S. Agency securities or U.S. Treasuries both of which are rate AAA by Standard & Poor's and Moody's rating services.

Concentration of Credit Risk: The District places a limit on the percentage of the portfolio that may be held in the form of commercial paper, other than this stipulation, the District places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2005:

U.S. Agencies	\$2,651,160	44%
U.S. Treasuries	<u>\$3,470,986</u>	<u>56%</u>
Total	<u>\$6,122,146</u>	<u>100%</u>

6. Property Taxes

Property taxes are levied and assessed on a calendar year basis. Distributions from the second half occur in a new fiscal year and are intended to finance the operations of that year. Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the District. Taxpayers remit payment to their respective county, Greene or Montgomery, which then distributes funds to the District on settlement dates that vary each year.

Real property taxes and public utility taxes are levied in April on the assessed value listed as of the prior January 1, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years. Real property taxes are payable annually or semi-annually. If paid annually, payment is due January 20; if paid semi-annually, the first payment is due January 20 with the remainder payable by June 20. Settlement dates for real property taxes generally occur during the months of February and August but on occasion run into the following month. Amounts certified by the county auditor prior to June 30 are available to the District as an advance and should therefore be recognized as revenue in the current fiscal year. The District's policy is not to take an advance on these taxes, as they are budgeted for the next fiscal year, and therefore has designated fund balance accordingly.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

6. Property Taxes (continued)

Public utility property taxes are assessed on tangible personal property at 25 percent of true value (with certain exceptions) and on real property at 35 percent of true value. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Tangible personal property taxes are levied in April on the value listed as of December 31 of the current year. Tangible personal property settlements are 25 percent of true value. Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Settlement dates for tangible personal property taxes generally occur during the months of October and June.

The assessed values upon which fiscal year 2005 taxes were collected are:

	<u>2004 Second Half</u> <u>Collections</u>	<u>2005 First Half</u> <u>Collections</u>
Real Estate		
Residential/Agriculture	\$933,436,000	\$964,189,340
Commercial	280,943,690	285,720,640
Public Utility Personal	37,108,390	35,942,280
Tangible Personal Property	<u>73,070,575</u>	<u>71,113,484</u>
Total	<u>\$1,324,558,655</u>	<u>\$1,356,965,744</u>

Accrued property taxes receivable represents delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable as of June 30, 2005, and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations.

7. Receivables

Receivables at June 30, 2005 consisted of taxes, accounts (rent, tuition and student fees), interest and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds.

A summary of receivables is as follows:

	<u>Amount</u>
Governmental Activities	
Taxes – Current & Delinquent	\$46,254,590
Accounts	385,192
Interest	64,335
Intergovernmental	<u>624,027</u>
Total Receivables	<u>\$47,328,144</u>

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

8. Inter-fund Transactions

Inter-fund balances on the fund statements at June 30, 2005 consist of the following receivables and payables:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General	<u>\$70,000</u>	\$0
Other Governmental Funds:		
Ohio Reads Fund		10,000
IDEA, Part B Grant Fund		15,000
Title I Grant Fund		5,000
Title V – Innovative Education Programs Grant		5,000
IDEA Preschool Grant Fund		5,000
Miscellaneous Federal Grants Fund		<u>30,000</u>
Total	<u>\$70,000</u>	<u>\$70,000</u>

Inter-fund receivables and payables were made by the general fund to other governmental funds to comply with Ohio revised code which requires all funds have a positive unencumbered balance at the end of each fiscal year. Funds will be returned to the general fund within one year from June 30, 2005.

Inter-fund transfers on the fund statements at June 30, 2005 consist of the following:

Transfer from General Fund to Debt Service Fund	<u>\$513,581</u>
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The purpose of the transfer from the General Fund to the Debt Service Fund was for the repayment of debt.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

9. Capital Assets

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

	<u>Balances at</u> <u>6/30/04</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at</u> <u>6/30/05</u>
Land	\$ 3,264,725	\$0	\$0	\$3,264,725
Land Improvements	1,167,485	134,959	0	1,302,444
Buildings	36,000,290	0	0	36,000,290
Building Improvements	1,173,491	0	0	1,173,491
Furniture & Equipment	1,625,201	108,902	18,974	1,715,129
Vehicle	3,638,245	281,125	199,935	3,719,435
Construction in Progress	<u>0</u>	<u>296,652</u>	<u>0</u>	<u>296,652</u>
Total at Cost	<u>46,869,437</u>	<u>821,638</u>	<u>218,909</u>	<u>47,472,166</u>
Less: Accumulated Depreciation				
Land Improvements	169,074	43,415	0	212,489
Buildings	11,797,768	1,200,010	0	12,997,778
Building Improvements	132,420	38,640	0	171,060
Furniture & Equipment	1,120,861	112,575	0	1,233,436
Vehicles	<u>2,122,441</u>	<u>162,281</u>	<u>0</u>	<u>2,284,722</u>
Total Accumulated Depreciation	<u>15,342,564</u>	<u>1,556,921*</u>	<u>0</u>	<u>16,899,485</u>
Total Capital Assets, net	<u>\$31,526,873</u>	<u>\$(735,283)</u>	<u>\$218,909</u>	<u>\$30,572,681</u>

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

9. Capital Assets (continued)

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$25,395
Special	1,064
Vocational	5,563
Support Services:	
Instruction	1,014
Administration	5,274
Operation & Maintenance of Plant	28,182
Pupil Transportation	158,523
Central	1,267,559
Non-Instructional Services:	
Food Service	34,143
Extracurricular Activities:	
Academic Oriented	1,433
Sports Oriented	<u>30,771</u>
Total Depreciation Expense	<u>\$1,556,921</u>

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

10. Long-Term Debt

a. General Obligation Bonds

The following is a description of the District's bonds outstanding as of June 30, 2005:

<u>Governmental Activities</u>	<u>Balance June 30, 2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2005</u>	<u>Amounts due in more than one Year</u>
General Obligation Bonds:					
1995 School Improvement Bond – 3.6% - 6.60%	\$33,495,000	\$0	\$665,000	\$32,830,000	\$775,000
1995 Energy Conservation Note – 5.48%	316,282	0	316,282	0	0
1998 Energy Conservation Note – 4 - 4.95%	340,000	0	105,000	235,000	115,000
1994 EPA Asbestos Loan	311,046	0	64,779	246,267	64,779
Obligations under Capital Leases	3,238,769	0	107,630	3,131,139	112,831
Compensated Absences	<u>4,361,998</u>	<u>608,162</u>	<u>382,596</u>	<u>4,587,564</u>	<u>836,629</u>
Total Governmental Activities	<u>\$42,063,095</u>	<u>\$608,162</u>	<u>\$1,641,287</u>	<u>\$41,029,970</u>	<u>\$1,904,239</u>

In fiscal year 1996, the District issued approximately \$42,000,000 in general obligation bonds for the improvement and addition of District school buildings. This bond issue will be paid through the debt service fund from property taxes collected by the County Auditor.

The energy conservation notes were issued for the purpose of remodeling schools in the District, and will be repaid with anticipated energy savings from the general fund. Ohio law requires these debt payments be paid out of a debt service fund, therefore amounts for principal and interest are transferred out of the general fund to the debt service fund.

In fiscal year 1995, the district received \$1,168,991 in interest-free loans from the United States Environmental Protection Agency (EPA) for asbestos removal from buildings throughout the District. These loans are being repaid with general fund revenues which are transferred to the debt service fund as principal obligations come due.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

10. Long-Term Debt (continued)

The following is a summary of the District's future annual debt service requirements to maturity for general obligation debt:

Fiscal Year Ended June 30, 2005	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006	954,779	1,905,210	2,859,989
2007	1,184,780	1,855,086	3,039,866
2008	1,194,780	1,793,984	2,988,764
2009	1,326,928	1,730,535	3,057,463
2010	1,555,000	1,654,762	3,209,762
2011-2015	8,460,000	6,866,900	15,326,900
2016-2020	14,725,000	3,408,961	18,133,961
2021	<u>3,910,000</u>	<u>111,435</u>	<u>4,021,435</u>
Total	<u>\$33,311,267</u>	<u>\$19,326,873</u>	<u>\$52,638,140</u>

b. Note Payable

The following is a summary of the tax anticipation note (TAN) transactions for the fiscal year ended June 30, 2005:

	<u>Balance July 1, 2004</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance June 30, 2005</u>
2002 Tax Anticipation Note Payable	\$6,815,000	\$0	\$2,185,000	\$4,630,000

c. Capitalized Leases - Lessee Disclosure

In prior years, the District had entered into a lease agreement for the construction of an administrative office building. The District also entered into a lease agreement in fiscal 2005 for the purchase of telephone equipment. These leases meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases," which defines a capital lease generally as one that transfers benefits and risks of ownership to the lessee. Capital lease payments are reflected as debt service payments in the general fund in the basic financial statements. These expenditures are reflected as program/function expenditures on a budgetary basis.

The assets acquired through the capital leases is as follows:

	<u>Asset Value</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>
Administration Building	\$3,002,317	\$800,616	\$2,201,701
Telephone Lease	\$174,118	\$40,627	\$133,491

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

10. Long-Term Debt (continued)

The following is a schedule of the future long-term minimum lease payments required under the capital leases, and the present value of the minimum lease payments as of June 30, 2005:

<u>Fiscal Year Ended June 30</u>	<u>Total Payments</u>
2006	282,915
2007	283,958
2008	284,711
2009	278,841
2010	247,360
2011-2015	1,228,275
2016-2020	1,224,310
2021-2025	<u>1,468,676</u>
Total Minimum Lease Payments	5,299,046
Less: Amount Representing Interest	<u>(2,167,907)</u>
Present Value of Minimum Lease Payments	<u>\$3,131,139</u>

11. Risk Management

The District is exposed to various risks of loss related to torts, theft or, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters.

During fiscal year 2005, the District contracted with Indiana Insurance for general liability insurance, property and vehicle coverage. General liability insurance has coverage of \$1,000,000 single occurrence limit and a \$2,000,000 aggregate. Property insurance is at blanket value and generally has a \$5,000 deductible. Certain scheduled items (computers, software, cameras, instruments, etc.) have a \$1,000 deductible. The vehicle coverage has \$1,000,000 injury property damage, a medical payment of \$5,000 uninsured/underinsured \$50,000 and a comprehensive deductible of \$500 and a collision deductible of \$1,000. In addition, the District has an umbrella liability policy that provides an additional \$5,000,000 limit with a \$ 1,000 deductible. The superintendent, treasurer and board president are all bonded separately. Settled claims have not exceeded this coverage in any of the past three years. There have been no significant reductions in insurance coverage from last year.

The District elected to provide employee medical benefits through United Health Care. The Board picks up ninety percent of the monthly premium for certified employees and a scaled percentage based on hours worked for classified employees.

Dental benefits are provided through Superior Dental. The Board picks up ninety percent of the monthly premium for certified employees and a scaled percentage based on hours worked for classified employees.

The District provides life insurance to employees through Assurant Employee Benefits.

The District is a member of the Southwestern Ohio Educational Purchasing Council (SOEPC). The cooperative contracts with Comp Management to provide an insurance purchasing pool for workers compensation. The intent of the pool is to achieve the benefit of a reduced premium for the District by virtue of its grouping a representation with other participants in the pool. 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 pool. Each participant pays its workers compensation premium to the State based on the rate for the pool rather than its individual rate.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

11. Risk Management (continued)

Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the pool. A participant will then either receive money from or be required to contribute to the pool. This equity pooling arrangement insures that each participant shares equally in the overall performance of the pool. Participation in the pool is limited to school districts that can meet the pool's selection criteria. Comp Management provides administrative, cost control and actuarial services to the SOEPC.

12. Pension Plans

a. School Employees Retirement System

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing, multiple-employer public employee retirement system administered by the School Employees Retirement Board. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746, or by calling 614.222.5853.

Plan members are required to contribute 10% of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current rate is 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by SERS' Retirement Board. The District's contributions to SERS for the years ending June 30, 2005, 2004, and 2003 were \$2,115,655 \$2,079,746 and \$1,788,222, respectively, 66% has been contributed for fiscal year 2005 and 100% for the fiscal years 2004 and 2003. \$724,688 represented the unpaid contribution for fiscal year 2005.

b. State Teachers Retirement System

The District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing, multiple-employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3371, or by calling 614.227.4090.

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 DB Plan. DC and Combined Plan members will transfer to the DB Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

12. Pension Plans (continued)

A DB or Combined Plan member with five or more years service credit 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.

Plan members are required to contribute 10% of their annual covered salary and the District is required to contribute 14% for 2005, 13% was the portion used to fund pension obligations. The contribution rates are established by STRS upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. The District's contributions to STRS for the years ending June 30, 2005, 2004, and 2003 were \$4,536,521, \$4,097,228, and \$3,967,027 respectively; 86% has been contributed for the fiscal year 2005 and 100% for the fiscal years 2003 and 2002. \$615,864 represents the unpaid contribution for the fiscal year 2005.

c. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement system or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 2005, two members of the Board of Education has elected Social Security. The District's liability is 6.2% of wages paid.

13. Post-employment Benefits

The District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System, and to retired non-certificated employees and their dependents through the School Employees Retirement System. Benefits include hospitalization, physician's fees, prescription drugs, and partial reimbursement of monthly Medicare premiums. Benefit provisions and the obligations to contribute are established by the Systems based on authority granted by State statute. Both systems are on a pay as you go basis.

The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the Retirement Board allocated employer contributions equal to 1% of covered payroll to the Health Care Stabilization Fund. For the District, this amount equaled \$148,180 during fiscal 2005.

For the year ended June 30, 2004, the most recent year available, net health care costs paid by STRS were \$ 68,739,000 and eligible benefit recipients totaled 111,853.

For SERS, coverage is made available to service retirees with ten or more years of qualifying service credit, disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service credit up to a maximum of 75% of the premium.

After the allocation for basic benefits, the remainder of the employer's 14% contribution is allocated to providing health care benefits. At June 30, 2004, the most recent year available, the health care allocation is 4.91%. For the District, this amount equaled \$ 409,352 during fiscal year 2005. 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 as been established as \$27,400. The surcharge, 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. 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 Retirement System's net assets available for payment of health care benefits was \$300.8 million. The number of retirees and covered dependents currently receiving benefits is approximately 62,000.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

14. Set Aside Calculations and Fund Reserves

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

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

	<u>Textbooks</u>	<u>Capital Acquisition</u>
Set-aside cash balance as of June 30, 2004	\$0	\$0
Current year set-aside requirements	1,011,086	1,011,086
Prior year carryover	(4,190,028)	(11,306,142)
Current year offsets	0	(744,710)
Qualifying disbursements	<u>(1,339,592)</u>	<u>(2,320,985)</u>
Total	<u>\$(4,518,534)</u>	<u>\$(13,360,651)</u>
Cash balance carried forward to FY 2006	<u>\$(4,518,534)</u>	<u>\$(12,050,852)</u>

The District had qualifying disbursements and prior year carryover balances that reduced the textbooks and capital acquisition set-aside amounts below zero. These negative amounts may be used to reduce the set-aside requirements of future years.

15. Contingencies

a. Grants

The District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits should become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District at June 30, 2005.

b. Litigation

There are currently matters in litigation with the District as defendant. It is the opinion of management that the potential claims against the District not covered by insurance would not materially affect the financial statements.

Beavercreek City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

15. Contingencies (continued)

c. State School Funding Decision

On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school funding plan is unconstitutional.

The Supreme Court relinquished jurisdiction over the case and directed "...the Ohio General Assembly to enact a school funding scheme that is thorough and efficient...". The District is currently unable to determine what effect, if any, this decision will have on its future State funding and its financial operations.

16. Jointly Governed Organizations

a. *Southwestern Ohio Educational Purchasing Council (SOEPC)*

The Southwestern Ohio Educational Purchasing Council (SOEPC) is a purchasing council made up of 118 public school districts in 17 counties in southwestern Ohio. The purpose of the council is to obtain prices for quality merchandise and services commonly used by schools. All member districts are obligated to pay all fees, charges, or other assessments as established by the SOEPC.

Each member district has one voting representative. Title to any and all equipment, furniture and supplies purchased by the SOEPC is held in trust for the member districts. Any district withdrawing from the SOEPC shall forfeit its claim to any and all SOEPC assets. One year prior notice is necessary for withdrawal from the group.

During this time, the withdrawing member is liable for all member obligations. Payments to SOEPC are made from the General Fund. During fiscal year 2005, the District paid \$10,070 to SOEPC. To obtain financial information, write to the Southwestern Ohio Educational Purchasing Council, Ken Swink, who serves as Director, 1831 Harshman Road, Dayton, Ohio 45424.

b. *Miami Valley Educational Computer Association (MVECA)*

The School District is a participant in the Miami Valley Educational Computer Association (MVECA) which is a computer consortium. MVECA is an association of 24 public school districts within the boundaries of Clark, Clinton, Fayette, Greene and Highland Counties and Cities of Springfield, Wilmington, Washington Court House, Xenia and Hillsboro. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts.

The governing board of MVECA consists of five Superintendents and two Treasurers of member school districts, with four of the five Superintendents and both Treasurers elected by a majority vote of all member school districts except the Greene County Career Center. The fifth Superintendent is from the Greene County Career Center. The School District paid MVECA \$39,839 for services provided during the year. Financial information can be obtained from Norma Stewart, Executive Director, at 330 East Enon Road, Yellow Springs, Ohio 45387.

c. *Greene County Career Center*

The Greene 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 of the seven participating school districts elected boards, which possesses its own budgeting and taxing authority. To obtain financial information, write to the Greene County Career Center, 2960 West Enon Road, Xenia, Ohio 45385-9545.

**COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS
AND SCHEDULES**

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditure for specified purposes. The following are descriptions of each Special Revenue Fund.

Nonmajor Special Revenue Funds

Food Service Fund

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

Uniform School Supply Fund

To account for the purchase and sale of school supplies as adopted by the Board of Education for use in all buildings throughout the District.

Public School Support Fund

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

Other Grant Fund

To account for state funds which are provided to assist the District with various programs.

Summer School Fund

To account for tuition/fees received for the operation of the summer school.

District Managed Student Activity Fund

To account for local funds generated to assist student activities, which are managed by District personnel.

Auxiliary Services Fund

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

Gifted Education Fund

To account for research and demonstration projects for the Gifted Pupil Program.

Non-major Special Revenue Funds (continued)

Management Information Systems Fund

To account for state funds which are provided for hardware and software development, or other costs associated with the requirements of the management information system.

Entry Year Programs Fund

To account for state funds provided to implement entry-year programs pursuant to Ohio Revised Code.

Data Communication Fund

To account for state funds appropriated for the Ohio Educational Computer Network Connections.

School-Net Professional Development Fund

To account for funds received under House Bill 117 to be used for locally held professional development and teacher training activities which are guided by Ohio's model competency based education programming or comparable models to support student achievement, including proficiency test performance.

Ohio Reads Fund

To account for state funds provided for developing and instituting programs to increase student reading comprehension skills.

Summer Intervention Fund

To account for state funds provided for the implementation of, or expansion of, summer remedial math, reading and science classes.

Other State Grants Fund

To account for state funds provided for miscellaneous state programs.

IDEA, Part B Grant Fund

To account for federal funds received for the purpose of assisting in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternate service patterns, and provision of full educational opportunities to handicapped children.

Title III, Limited English Proficiency Grant fund

To account for federal funds used to meet the educational needs of children of limited English proficiency.

Title I Grant Fund

To account for federal funds used to meet the special needs of educationally deprived children.

Title V – Innovative Education Programs Grant Fund

To account for federal funds used to assist State and local educational agencies in the reform of elementary and secondary education.

Non-major Special Revenue Funds (continued)

Title V – Innovative Education Programs Grant Fund

To account for federal funds used to assist State and local educational agencies in the reform of elementary and secondary education.

Drug Free Schools Grant Fund

To account for federal funds used for establishment, operations, and improvement of programs of drug abuse prevention, early intervention, rehabilitation, referral and education in schools.

IDEA Preschool Grant Fund

To account for revenues and expenditures made in conjunction with early childhood activities.

Improving Teacher Quality Grant Fund

To account for monies received under a federal grant to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants Fund

To account for federal funds provided for miscellaneous federal programs.

DEBT SERVICE FUND

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

Since there is only one Debt Service Fund and the level of budgetary control is not greater than that presented in the Basic Financial Statements, no individual fund information is presented.

CAPITAL PROJECTS FUNDS

The Capital Projects funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings and additions to existing buildings, or for major renovation projects. The following are descriptions of each of the Capital Projects Funds.

Permanent Improvement Fund

To account for all transactions related to acquiring, constructing, or improving such permanent improvements as are authorized by Chapter 5705 of the Ohio Revised Code.

Non-major Capital Project Fund

Building Fund

To account for all transactions related to special bond funds in the District. Proceeds from the same of bonds, except premium and accrued interest, are paid into this fund.

School Net Fund

To account for wiring to all classrooms in the State and to provide a computer workstation and related technology for every classroom.

FIDUCIARY FUNDS

Fiduciary are used to account for assets held by the District in a trustee capacity or as an agent for individuals, organizations, other governmental units, and/or other funds. The District's Fiduciary Funds include a Private-Purpose Trust Fund, and an Agency Fund. The following are descriptions of each of the District's Fiduciary Funds.

Private-Purpose Trust Fund

Special Trust Fund

To account for donations and maintenance on a land trust held by the District in a trustee capacity. Since there is only one Private-Purpose Trust Fund and the level of budgetary controls is not greater than that presented in the Basic Financial Statements, no individual fund information is presented.

Agency Fund

Beavercreek High School Scholarship Fund

To account for the resources that belongs to various outside entities. The funds in this account will be expended on scholarships as directed by these outside entities.

Student Managed Activities Fund

To account for the resources that belongs to the various student groups in the District. The funds account for sales and other revenue generating activities by student activity programs which have students involved in the management of the program.

Beavercreek City School District, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds (by fund type)
June 30, 2005

	<u>Nonmajor Special Revenue</u>	<u>Nonmajor Capital Projects</u>	<u>Total</u>
ASSETS:			
Equity in Pooled Cash and Cash Equivalents	\$ 1,587,622	\$ 20,929	\$ 1,608,551
Inventory Held for Resale	8,683	-	8,683
Materials and Supplies Inventory	2,746	-	2,746
Accrued Interest Receivable	1,452	54	1,506
Accounts Receivable	13,155	-	13,155
Intergovernmental Receivable	566,146	-	566,146
	<hr/>	<hr/>	<hr/>
<i>Total Assets</i>	<u>\$ 2,179,804</u>	<u>\$ 20,983</u>	<u>\$ 2,200,787</u>
LIABILITIES:			
Accounts Payable	\$ 115,816	\$ -	\$ 115,816
Accrued Wages and Benefits	204,576	-	204,576
Interfund Payable	70,000	-	70,000
Intergovernmental Payable	164,725	-	164,725
Compensated Absences Payable	14,935	-	14,935
	<hr/>	<hr/>	<hr/>
<i>Total Liabilities</i>	<u>570,052</u>	<u>-</u>	<u>570,052</u>
Equity:			
FUND BALANCES:			
Reserved:			
Reserved for Encumbrances	93,055	-	93,055
Reserved for Inventory	2,746	-	2,746
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	1,513,951	-	1,513,951
Capital Projects Funds	-	20,983	20,983
	<hr/>	<hr/>	<hr/>
<i>Total Fund Balances</i>	<u>1,609,752</u>	<u>20,983</u>	<u>1,630,735</u>
	<hr/>	<hr/>	<hr/>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 2,179,804</u>	<u>\$ 20,983</u>	<u>\$ 2,200,787</u>

Beavercreek City School District, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (by fund type)
For the Fiscal Year Ended June 30, 2005

	<u>Nonmajor Special Revenue</u>	<u>Nonmajor Capital Projects</u>	<u>Total</u>
REVENUES:			
Intergovernmental	\$ 3,630,060	\$ 59,640	\$ 3,689,700
Interest	15,930	1,549	17,479
Tuition and Fees	507,947	-	507,947
Extracurricular Activities	555,704	-	555,704
Gifts and Donations	69,972	-	69,972
Customer Sales and Services	1,686,818	-	1,686,818
Miscellaneous	3,104	-	3,104
<i>Total Revenues</i>	<u>6,469,535</u>	<u>61,189</u>	<u>6,530,724</u>
EXPENDITURES:			
Current:			
Instruction:			
Regular	849,742	59,640	909,382
Special	706,589	-	706,589
Other	10,007	-	10,007
Support Services:			
Pupils	235,262	-	235,262
Instructional Staff	596,088	-	596,088
Administration	170,526	-	170,526
Business	-	1,107	1,107
Operation and Maintenance of Plant	6,087	-	6,087
Pupil Transportation	757	-	757
Central	59,682	-	59,682
Operation of Non-Instructional Services:			
Food Service Operations	1,996,457	-	1,996,457
Community Services	1,069,839	-	1,069,839
Extracurricular Activities:			
Academic Oriented Activities	294,392	-	294,392
Sport Oriented Activities	214,509	-	214,509
School and Public Service Co-Curricular Activities	90	-	90
Capital Outlay:			
Building Improvement Services	-	104,670	104,670
Other Facilities Acquisition and Construction	-	91,343	91,343
<i>Total Expenditures</i>	<u>6,210,027</u>	<u>256,760</u>	<u>6,466,787</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>259,508</u>	<u>(195,571)</u>	<u>63,937</u>
<i>Net Change in Fund Balances</i>	259,508	(195,571)	63,937
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>1,350,244</u>	<u>216,554</u>	<u>1,566,798</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 1,609,752</u>	<u>\$ 20,983</u>	<u>\$ 1,630,735</u>

Beavercreek City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2005

	<u>Food Service Fund</u>	<u>Uniform School Supply Fund</u>	<u>Public School Support Fund</u>
ASSETS:			
Equity in Pooled Cash and Cash Equivalents	\$ 393,777	\$ 165,971	\$ 298,169
Inventory Held for Resale	8,683	-	-
Materials and Supplies Inventory	2,746	-	-
Accrued Interest Receivable	1,017	-	-
Accounts Receivable	-	12,855	300
Intergovernmental Receivable	62,723	-	-
<i>Total Assets</i>	<u>\$ 468,946</u>	<u>\$ 178,826</u>	<u>\$ 298,469</u>
LIABILITIES:			
Accounts Payable	\$ 41,945	\$ 11,757	\$ 9,810
Accrued Wages and Benefits	10,806	-	-
Interfund Payable	-	-	-
Intergovernmental Payable	71,406	-	6
Compensated Absences Payable	4,704	-	-
<i>Total Liabilities</i>	<u>128,861</u>	<u>11,757</u>	<u>9,816</u>
Equity:			
FUND BALANCES:			
Reserved:			
Reserved for Encumbrances	780	11,139	15,601
Reserved for Inventory	2,746	-	-
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	336,559	155,930	273,052
<i>Total Fund Balances</i>	<u>340,085</u>	<u>167,069</u>	<u>288,653</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 468,946</u>	<u>\$ 178,826</u>	<u>\$ 298,469</u>

<u>Other Grant Fund</u>	<u>Summer School Fund</u>	<u>District Managed Student Activity Fund</u>	<u>Auxiliary Services Fund</u>	<u>School-Net Professional Development Fund</u>	<u>Ohio Reads Fund</u>
\$ 2,054	\$ 50,584	\$ 421,348	\$ 168,164	\$ 902	\$ 11,199
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	435	-	-
-	-	-	-	-	-
-	-	-	-	-	11,167
<u>\$ 2,054</u>	<u>\$ 50,584</u>	<u>\$ 421,348</u>	<u>\$ 168,599</u>	<u>\$ 902</u>	<u>\$ 22,366</u>
\$ -	\$ 380	\$ 4,560	\$ 19,661	\$ -	\$ 5,138
-	-	-	97,030	400	3,000
-	-	-	-	-	10,000
1,492	10,855	76	24,637	17	2,544
189	-	-	1,365	-	-
<u>1,681</u>	<u>11,235</u>	<u>4,636</u>	<u>142,693</u>	<u>417</u>	<u>20,682</u>
-	1,293	9,006	19,912	-	4,517
-	-	-	-	-	-
<u>373</u>	<u>38,056</u>	<u>407,706</u>	<u>5,994</u>	<u>485</u>	<u>(2,833)</u>
<u>373</u>	<u>39,349</u>	<u>416,712</u>	<u>25,906</u>	<u>485</u>	<u>1,684</u>
<u>\$ 2,054</u>	<u>\$ 50,584</u>	<u>\$ 421,348</u>	<u>\$ 168,599</u>	<u>\$ 902</u>	<u>\$ 22,366</u>

Continued

Beavercreek City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)
June 30, 2005

	<u>Summer</u> <u>Intervention</u> <u>Fund</u>	<u>Other State</u> <u>Grants Fund</u>	<u>IDEA, Part B</u> <u>Grant Fund</u>
ASSETS:			
Equity in Pooled Cash and Cash Equivalents	\$ 5,260	\$ 10,663	\$ 31,502
Inventory Held for Resale	-	-	-
Materials and Supplies Inventory	-	-	-
Accrued Interest Receivable	-	-	-
Accounts Receivable	-	-	-
Intergovernmental Receivable	10,032	-	221,398
<i>Total Assets</i>	<u>\$ 15,292</u>	<u>\$ 10,663</u>	<u>\$ 252,900</u>
LIABILITIES:			
Accounts Payable	\$ -	\$ 1,443	\$ 11,477
Accrued Wages and Benefits	-	-	61,649
Interfund Payable	-	-	15,000
Intergovernmental Payable	834	947	37,109
Compensated Absences Payable	-	477	5,565
<i>Total Liabilities</i>	<u>834</u>	<u>2,867</u>	<u>130,800</u>
Equity:			
FUND BALANCES:			
Reserved:			
Reserved for Encumbrances	2,383	4,046	17,432
Reserved for Inventory	-	-	-
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	12,075	3,750	104,668
<i>Total Fund Balances</i>	<u>14,458</u>	<u>7,796</u>	<u>122,100</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 15,292</u>	<u>\$ 10,663</u>	<u>\$ 252,900</u>

<u>Title III - Limited English Proficiency Grant Fund</u>	<u>Title I Grant Fund</u>	<u>Title V - Innovative Education Programs Grant Fund</u>	<u>Drug Free Schools Grant Fund</u>	<u>IDEA Preschool Grant Fund</u>	<u>Improving Teacher Quality Grant Fund</u>
\$ 1,211	\$ 2,130	\$ 7,725	\$ 336	\$ 6,421	\$ 7,268
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
711	29,747	-	12,704	-	82,293
<u>\$ 1,922</u>	<u>\$ 31,877</u>	<u>\$ 7,725</u>	<u>\$ 13,040</u>	<u>\$ 6,421</u>	<u>\$ 89,561</u>
\$ -	\$ -	\$ 5,871	\$ 199	\$ 3,410	\$ 63
134	24,873	481	76	6,127	-
-	5,000	5,000	-	5,000	-
210	4,711	91	1,035	1,348	249
-	727	-	-	-	-
344	35,311	11,443	1,310	15,885	312
-	-	792	-	2,829	3,277
-	-	-	-	-	-
1,578	(3,434)	(4,510)	11,730	(12,293)	85,972
1,578	(3,434)	(3,718)	11,730	(9,464)	89,249
<u>\$ 1,922</u>	<u>\$ 31,877</u>	<u>\$ 7,725</u>	<u>\$ 13,040</u>	<u>\$ 6,421</u>	<u>\$ 89,561</u>

Continued

Beavercreek City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)
June 30, 2005

	<u>Miscellaneous Federal Grants Fund</u>	<u>Total Nonmajor Special Revenue</u>
ASSETS:		
Equity in Pooled Cash and Cash Equivalents	\$ 2,938	\$ 1,587,622
Inventory Held for Resale	-	8,683
Materials and Supplies Inventory	-	2,746
Accrued Interest Receivable	-	1,452
Accounts Receivable	-	13,155
Intergovernmental Receivable	135,371	566,146
	<u>135,371</u>	<u>566,146</u>
<i>Total Assets</i>	<u>\$ 138,309</u>	<u>\$ 2,179,804</u>
LIABILITIES:		
Accounts Payable	\$ 102	\$ 115,816
Accrued Wages and Benefits	-	204,576
Interfund Payable	30,000	70,000
Intergovernmental Payable	7,158	164,725
Compensated Absences Payable	1,908	14,935
	<u>39,168</u>	<u>570,052</u>
<i>Total Liabilities</i>	<u>39,168</u>	<u>570,052</u>
Equity:		
FUND BALANCES:		
Reserved:		
Reserved for Encumbrances	48	93,055
Reserved for Inventory	-	2,746
Unreserved, Undesignated, Reported in:		
Special Revenue Funds	99,093	1,513,951
	<u>99,093</u>	<u>1,513,951</u>
<i>Total Fund Balances</i>	<u>99,141</u>	<u>1,609,752</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 138,309</u>	<u>\$ 2,179,804</u>

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Beavercreek City School District, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2005

	<u>Food Service</u> <u>Fund</u>	<u>Uniform</u> <u>School Supply</u> <u>Fund</u>	<u>Public School</u> <u>Support Fund</u>
REVENUES:			
Intergovernmental	\$ 245,764	\$ -	\$ -
Interest	9,934	-	-
Tuition and Fees	-	463,574	-
Extracurricular Activities	-	-	217,827
Gifts and Donations	-	3,319	34,763
Customer Sales and Services	1,686,818	-	-
Miscellaneous	-	-	-
<i>Total Revenues</i>	<u>1,942,516</u>	<u>466,893</u>	<u>252,590</u>
EXPENDITURES:			
Current:			
Instruction:			
Regular	-	413,520	10,585
Special	-	-	1,103
Other	-	-	-
Support Services:			
Pupils	-	-	-
Instructional Staff	-	-	7,725
Administration	-	-	-
Operation and Maintenance of Plant	-	-	3,428
Pupil Transportation	-	-	554
Central	-	-	-
Operation of Non-Instructional Services:			
Food Service Operations	1,996,457	-	-
Community Services	-	-	5,900
Extracurricular Activities:			
Academic Oriented Activities	-	-	212,182
Sport Oriented Activities	-	-	-
School and Public Service Co-Curricular Activities	-	-	-
<i>Total Expenditures</i>	<u>1,996,457</u>	<u>413,520</u>	<u>241,477</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(53,941)</u>	<u>53,373</u>	<u>11,113</u>
<i>Net Change in Fund Balances</i>	(53,941)	53,373	11,113
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>394,026</u>	<u>113,696</u>	<u>277,540</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 340,085</u>	<u>\$ 167,069</u>	<u>\$ 288,653</u>

<u>Other Grant Fund</u>	<u>Summer School Fund</u>	<u>District Managed Student Activity Fund</u>	<u>Auxiliary Services Fund</u>	<u>Gifted Identification Fund</u>	<u>Management Information Systems Fund</u>
\$ 33,000	\$ -	\$ -	\$ 910,099	\$ 18,393	\$ 22,964
-	-	-	5,996	-	-
-	44,373	-	-	-	-
-	-	337,877	-	-	-
-	-	31,890	-	-	-
-	-	-	-	-	-
-	-	3,104	-	-	-
<u>33,000</u>	<u>44,373</u>	<u>372,871</u>	<u>916,095</u>	<u>18,393</u>	<u>22,964</u>
284	42,890	-	-	-	-
34,795	-	-	-	18,393	-
-	10,007	-	-	-	-
191	-	-	-	-	28
-	-	-	-	-	-
-	10,337	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	24,302
-	-	-	-	-	-
-	-	-	984,547	-	-
-	-	82,210	-	-	-
-	-	214,509	-	-	-
-	-	90	-	-	-
<u>35,270</u>	<u>63,234</u>	<u>296,809</u>	<u>984,547</u>	<u>18,393</u>	<u>24,330</u>
<u>(2,270)</u>	<u>(18,861)</u>	<u>76,062</u>	<u>(68,452)</u>	<u>-</u>	<u>(1,366)</u>
(2,270)	(18,861)	76,062	(68,452)	-	(1,366)
<u>2,643</u>	<u>58,210</u>	<u>340,650</u>	<u>94,358</u>	<u>-</u>	<u>1,366</u>
<u>\$ 373</u>	<u>\$ 39,349</u>	<u>\$ 416,712</u>	<u>\$ 25,906</u>	<u>\$ -</u>	<u>\$ -</u>

Beavercreek City School District, Ohio
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>Entry Year</u> <u>Programs Fund</u>	<u>Data</u> <u>Communication</u> <u>Fund</u>	<u>School-Net</u> <u>Professional</u> <u>Development</u> <u>Fund</u>
REVENUES:			
Intergovernmental	\$ 19,800	\$ 24,000	\$ 4,140
Interest	-	-	-
Tuition and Fees	-	-	-
Extracurricular Activities	-	-	-
Gifts and Donations	-	-	-
Customer Sales and Services	-	-	-
Miscellaneous	-	-	-
<i>Total Revenues</i>	<u>19,800</u>	<u>24,000</u>	<u>4,140</u>
EXPENDITURES:			
Current:			
Instruction:			
Regular	-	-	3,255
Special	-	-	-
Other	-	-	-
Support Services:			
Pupils	-	-	400
Instructional Staff	19,800	-	-
Administration	-	-	-
Operation and Maintenance of Plant	-	-	-
Pupil Transportation	-	-	-
Central	-	35,380	-
Operation of Non-Instructional Services:			
Food Service Operations	-	-	-
Community Services	-	-	-
Extracurricular Activities:			
Academic Oriented Activities	-	-	-
Sport Oriented Activities	-	-	-
School and Public Service Co-Curricular Activities	-	-	-
<i>Total Expenditures</i>	<u>19,800</u>	<u>35,380</u>	<u>3,655</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>(11,380)</u>	<u>485</u>
<i>Net Change in Fund Balances</i>	-	(11,380)	485
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>-</u>	<u>11,380</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 485</u>

<u>Ohio Reads Fund</u>	<u>Summer Intervention Fund</u>	<u>Other State Grants Fund</u>	<u>IDEA, Part B Grant Fund</u>	<u>Title III - Limited English Proficiency Grant Fund</u>	<u>Title I Grant Fund</u>
\$ 45,994	\$ 129,671	\$ 73,459	\$ 1,330,460	\$ 32,196	\$ 171,429
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
45,994	129,671	73,459	1,330,460	32,196	171,429
47,515	103,922	13,145	-	-	-
-	72	8,721	428,294	27,119	172,920
-	-	-	-	-	-
-	-	51,942	167,746	-	-
-	16,149	-	421,637	-	-
-	-	-	132,353	-	-
-	-	-	-	-	-
-	-	203	-	-	-
-	-	-	-	-	-
-	-	-	60,939	-	2,841
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
47,515	120,143	74,011	1,210,969	27,119	175,761
(1,521)	9,528	(552)	119,491	5,077	(4,332)
(1,521)	9,528	(552)	119,491	5,077	(4,332)
3,205	4,930	8,348	2,609	(3,499)	898
\$ 1,684	\$ 14,458	\$ 7,796	\$ 122,100	\$ 1,578	\$ (3,434)

Continued

Beavercreek City School District, Ohio
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>Title V - Innovative Education Programs Grant Fund</u>	<u>Drug Free Schools Grant Fund</u>	<u>IDEA Preschool Grant Fund</u>
REVENUES:			
Intergovernmental	\$ 30,932	\$ 17,829	\$ 30,628
Interest	-	-	-
Tuition and Fees	-	-	-
Extracurricular Activities	-	-	-
Gifts and Donations	-	-	-
Customer Sales and Services	-	-	-
Miscellaneous	-	-	-
<i>Total Revenues</i>	<u>30,932</u>	<u>17,829</u>	<u>30,628</u>
EXPENDITURES:			
Current:			
Instruction:			
Regular	-	5,758	-
Special	3,038	-	12,134
Other	-	-	-
Support Services:			
Pupils	-	13,676	1,279
Instructional Staff	25,972	-	-
Administration	-	-	27,836
Operation and Maintenance of Plant	-	-	-
Pupil Transportation	-	-	-
Central	-	-	-
Operation of Non-Instructional Services:			
Food Service Operations	-	-	-
Community Services	7,451	2,622	-
Extracurricular Activities:			
Academic Oriented Activities	-	-	-
Sport Oriented Activities	-	-	-
School and Public Service Co-Curricular Activities	-	-	-
<i>Total Expenditures</i>	<u>36,461</u>	<u>22,056</u>	<u>41,249</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(5,529)</u>	<u>(4,227)</u>	<u>(10,621)</u>
<i>Net Change in Fund Balances</i>	(5,529)	(4,227)	(10,621)
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>1,811</u>	<u>15,957</u>	<u>1,157</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ (3,718)</u>	<u>\$ 11,730</u>	<u>\$ (9,464)</u>

<u>Improving Teacher Quality Grant Fund</u>	<u>Miscellaneous Federal Grants Fund</u>	<u>Total Non- major Special Revenue</u>
\$ 176,555	\$ 312,747	\$ 3,630,060
-	-	15,930
-	-	507,947
-	-	555,704
-	-	69,972
-	-	1,686,818
-	-	3,104
<u>176,555</u>	<u>312,747</u>	<u>6,469,535</u>
-	208,868	849,742
-	-	706,589
-	-	10,007
-	-	235,262
104,805	-	596,088
-	-	170,526
-	2,659	6,087
-	-	757
-	-	59,682
-	-	1,996,457
4,659	880	1,069,839
-	-	294,392
-	-	214,509
-	-	90
<u>109,464</u>	<u>212,407</u>	<u>6,210,027</u>
<u>67,091</u>	<u>100,340</u>	<u>259,508</u>
67,091	100,340	259,508
<u>22,158</u>	<u>(1,199)</u>	<u>1,350,244</u>
<u>\$ 89,249</u>	<u>\$ 99,141</u>	<u>\$ 1,609,752</u>

Beavercreek City School District, Ohio
Balance Sheet
Nonmajor Capital Projects Fund
June 30, 2005

	<u>Building Fund</u>
ASSETS:	
Equity in Pooled Cash and Cash Equivalents	\$ 20,929
Accrued Interest Receivable	<u>54</u>
<i>Total Assets</i>	<u><u>\$ 20,983</u></u>
Equity:	
FUND BALANCES:	
Unreserved, Undesignated, Reported in:	
Capital Projects Funds	<u>\$ 20,983</u>
<i>Total Fund Balances</i>	<u>20,983</u>
<i>Total Liabilities and Fund Balances</i>	<u><u>\$ 20,983</u></u>

Beavercreek City School District, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Project Funds
For the Fiscal Year Ended June 30, 2005

	<u>Building Fund</u>	<u>School Net Fund</u>	<u>Total Nonmajor Capital Projects</u>
REVENUES:			
Intergovernmental	\$ -	\$ 59,640	\$ 59,640
Interest	1,549	-	1,549
<i>Total Revenues</i>	<u>1,549</u>	<u>59,640</u>	<u>61,189</u>
EXPENDITURES:			
Current:			
Instruction:			
Regular	-	59,640	59,640
Support Services:			
Business	1,107	-	1,107
Capital Outlay:			
Building Improvement Services	104,670	-	104,670
Other Facilities Acquisition and Construction	91,343	-	91,343
<i>Total Expenditures</i>	<u>197,120</u>	<u>59,640</u>	<u>256,760</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(195,571)</u>	<u>-</u>	<u>(195,571)</u>
<i>Net Change in Fund Balances</i>	(195,571)	-	(195,571)
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>216,554</u>	<u>-</u>	<u>216,554</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 20,983</u>	<u>\$ -</u>	<u>\$ 20,983</u>

Beavercreek City School District, Ohio
Combining Statements of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2005

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Beavercreek High School Scholarship Fund				
ASSETS:				
Equity in Pooled Cash and Cash Equivalents	\$ -	\$ 48,758	\$ 42,502	\$ 6,256
Total Assets	<u>\$ -</u>	<u>\$ 48,758</u>	<u>\$ 42,502</u>	<u>\$ 6,256</u>
LIABILITIES:				
Undistributed Monies	\$ -	\$ 6,256	\$ -	\$ 6,256
Total Liabilities	<u>\$ -</u>	<u>\$ 6,256</u>	<u>\$ -</u>	<u>\$ 6,256</u>
Student Managed Activities Fund				
ASSETS:				
Equity in Pooled Cash and Cash Equivalents	\$ 131,715	\$ 243,772	\$ 225,608	\$ 149,879
Total Assets	<u>\$ 131,715</u>	<u>\$ 243,772</u>	<u>\$ 225,608</u>	<u>\$ 149,879</u>
LIABILITIES:				
Due to Students	\$ 131,715	\$ 18,164	\$ -	\$ 149,879
Total Liabilities	<u>\$ 131,715</u>	<u>\$ 18,164</u>	<u>\$ -</u>	<u>\$ 149,879</u>
Totals				
ASSETS:				
Equity in Pooled Cash and Cash Equivalents	\$ 131,715	\$ 292,530	\$ 268,110	\$ 156,135
Total Assets	<u>\$ 131,715</u>	<u>\$ 292,530</u>	<u>\$ 268,110</u>	<u>\$ 156,135</u>
LIABILITIES:				
Undistributed Monies	\$ -	\$ 6,256	\$ -	\$ 6,256
Due to Students	131,715	18,164	-	149,879
Total Liabilities	<u>\$ 131,715</u>	<u>\$ 24,420</u>	<u>\$ -</u>	<u>\$ 156,135</u>

**INDIVIDUAL FUND SCHEDULES OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET
(NON-GAAP BASIS) AND ACTUAL**

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Food Service Fund				
Total Revenues and Other Sources	\$ 1,745,500	\$ 1,745,500	\$ 1,906,760	\$ 161,260
Total Expenditures and Other Uses	<u>1,894,690</u>	<u>2,044,690</u>	<u>1,940,061</u>	<u>104,629</u>
Net Change in Fund Balances	(149,190)	(299,190)	(33,301)	265,889
Fund Balance, July 1	383,640	383,640	383,640	
Prior Year Encumbrances Appropriated	<u>710</u>	<u>710</u>	<u>710</u>	
Fund Balance, June 30	<u>\$ 235,160</u>	<u>\$ 85,160</u>	<u>\$ 351,049</u>	<u>265,889</u>
Uniform School Supply Fund				
Total Revenues and Other Sources	\$ 502,065	\$ 505,605	\$ 471,303	\$ (34,302)
Total Expenditures and Other Uses	<u>555,671</u>	<u>562,711</u>	<u>419,486</u>	<u>143,225</u>
Net Change in Fund Balances	(53,606)	(57,106)	51,817	108,923
Fund Balance, July 1	81,940	81,940	81,940	
Prior Year Encumbrances Appropriated	<u>10,606</u>	<u>10,606</u>	<u>10,606</u>	
Fund Balance, June 30	<u>\$ 38,940</u>	<u>\$ 35,440</u>	<u>\$ 144,363</u>	<u>\$ 108,923</u>
Public School Support Fund				
Total Revenues and Other Sources	\$ 274,739	\$ 297,422	\$ 253,990	\$ (43,432)
Total Expenditures and Other Uses	<u>441,875</u>	<u>480,174</u>	<u>260,845</u>	<u>219,329</u>
Net Change in Fund Balances	(167,136)	(182,752)	(6,855)	175,897
Fund Balance, July 1	267,315	267,315	267,315	
Prior Year Encumbrances Appropriated	<u>12,306</u>	<u>12,306</u>	<u>12,306</u>	
Fund Balance, June 30	<u>\$ 112,485</u>	<u>\$ 96,869</u>	<u>\$ 272,766</u>	<u>\$ 175,897</u>

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Other Grant Fund				
Total Revenues and Other Sources	\$ 33,000	\$ 33,000	\$ 33,000	\$ -
Total Expenditures and Other Uses	<u>37,862</u>	<u>37,862</u>	<u>35,809</u>	<u>2,053</u>
Net Change in Fund Balances	(4,862)	(4,862)	(2,809)	2,053
Fund Balance, July 1	-	-	-	
Prior Year Encumbrances Appropriated	<u>4,862</u>	<u>4,862</u>	<u>4,862</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,053</u>	<u>\$ 2,053</u>
Summer School Fund				
Total Revenues and Other Sources	\$ 85,300	\$ 85,300	\$ 44,373	\$ (40,927)
Total Expenditures and Other Uses	<u>88,266</u>	<u>88,266</u>	<u>61,062</u>	<u>27,204</u>
Net Change in Fund Balances	(2,966)	(2,966)	(16,689)	(13,723)
Fund Balance, July 1	65,242	65,242	65,242	
Prior Year Encumbrances Appropriated	<u>359</u>	<u>359</u>	<u>359</u>	
Fund Balance, June 30	<u>\$ 62,635</u>	<u>\$ 62,635</u>	<u>\$ 48,912</u>	<u>\$ (13,723)</u>
District Managed Student Activity Fund				
Total Revenues and Other Sources	\$ 334,875	\$ 346,315	\$ 372,871	\$ 26,556
Total Expenditures and Other Uses	<u>610,987</u>	<u>618,537</u>	<u>324,223</u>	<u>294,314</u>
Net Change in Fund Balances	(276,112)	(272,222)	48,648	320,870
Fund Balance, July 1	319,162	319,162	319,162	
Prior Year Encumbrances Appropriated	<u>40,716</u>	<u>40,716</u>	<u>40,716</u>	
Fund Balance, June 30	<u>\$ 83,766</u>	<u>\$ 87,656</u>	<u>\$ 408,526</u>	<u>\$ 320,870</u>

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Auxiliary Services Fund				
Total Revenues and Other Sources	\$ -	\$ 915,869	\$ 915,869	\$ -
Total Expenditures and Other Uses	<u>227,013</u>	<u>1,142,882</u>	<u>1,014,292</u>	<u>128,590</u>
Net Change in Fund Balances	(227,013)	(227,013)	(98,423)	128,590
Fund Balance, July 1	1,503	1,503	1,503	
Prior Year Encumbrances Appropriated	<u>225,510</u>	<u>225,510</u>	<u>225,510</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 128,590</u>	<u>\$ 128,590</u>
Gifted Education Fund				
Total Revenues and Other Sources	\$ 9,500	\$ 18,393	\$ 18,393	\$ -
Total Expenditures and Other Uses	<u>9,500</u>	<u>18,393</u>	<u>18,393</u>	<u>-</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance, July 1	-	-	-	
Prior Year Encumbrances Appropriated	<u>-</u>	<u>-</u>	<u>-</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Mangement Information Systems Fund				
Total Revenues and Other Sources	\$ -	\$ 22,964	\$ 22,964	\$ -
Total Expenditures and Other Uses	<u>2,877</u>	<u>25,841</u>	<u>25,841</u>	<u>-</u>
Net Change in Fund Balances	(2,877)	(2,877)	(2,877)	-
Fund Balance, July 1	-	-	-	
Prior Year Encumbrances Appropriated	<u>2,877</u>	<u>2,877</u>	<u>2,877</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Entry Year Programs Fund				
Total Revenues and Other Sources	\$ -	\$ 19,800	\$ 19,800	\$ -
Total Expenditures and Other Uses	-	19,800	19,800	-
Net Change in Fund Balances	-	-	-	-
Fund Balance, July 1	-	-	-	
Prior Year Encumbrances Appropriated	-	-	-	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Data Communication Fund				
Total Revenues and Other Sources	\$ 24,000	\$ 24,000	\$ 24,000	\$ -
Total Expenditures and Other Uses	35,380	35,380	35,380	-
Net Change in Fund Balances	(11,380)	(11,380)	(11,380)	-
Fund Balance, July 1	-	-	-	
Prior Year Encumbrances Appropriated	11,380	11,380	11,380	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School-Net Professional Development Fund				
Total Revenues and Other Sources	\$ 4,140	\$ 4,140	\$ 4,140	\$ -
Total Expenditures and Other Uses	4,140	4,140	3,238	-
Net Change in Fund Balances	-	-	902	-
Fund Balance, July 1	-	-	-	
Prior Year Encumbrances Appropriated	-	-	-	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 902</u>	<u>\$ -</u>

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Ohio Reads Fund				
Total Revenues and Other Sources	\$ 51,668	\$ 51,668	\$ 44,827	\$ (6,841)
Total Expenditures and Other Uses	<u>57,711</u>	<u>57,711</u>	<u>49,317</u>	<u>8,394</u>
Net Change in Fund Balances	(6,043)	(6,043)	(4,490)	1,553
Fund Balance, July 1	-	-	-	
Prior Year Encumbrances Appropriated	<u>6,043</u>	<u>6,043</u>	<u>6,043</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,553</u>	<u>\$ 1,553</u>
Summer Intervention Fund				
Total Revenues and Other Sources	\$ 129,886	\$ 129,672	\$ 119,639	\$ (10,033)
Total Expenditures and Other Uses	<u>139,711</u>	<u>139,497</u>	<u>126,586</u>	<u>12,911</u>
Net Change in Fund Balances	(9,825)	(9,825)	(6,947)	2,878
Fund Balance, July 1	239	239	239	
Prior Year Encumbrances Appropriated	<u>9,586</u>	<u>9,586</u>	<u>9,586</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,878</u>	<u>\$ 2,878</u>
Other State Grants Fund				
Total Revenues and Other Sources	\$ 63,458	\$ 73,458	\$ 73,458	\$ -
Total Expenditures and Other Uses	<u>74,985</u>	<u>84,985</u>	<u>79,809</u>	<u>5,176</u>
Net Change in Fund Balances	(11,527)	(11,527)	(6,351)	5,176
Fund Balance, July 1	-	-	-	
Prior Year Encumbrances Appropriated	<u>11,527</u>	<u>11,527</u>	<u>11,527</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,176</u>	<u>\$ 5,176</u>

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
IDEA, Part B Grant Fund				
Total Revenues and Other Sources	\$ 1,434,994	\$ 1,443,994	\$ 1,222,595	\$ (221,399)
Total Expenditures and Other Uses	<u>1,527,694</u>	<u>1,536,694</u>	<u>1,312,702</u>	<u>223,992</u>
Net Change in Fund Balances	(92,700)	(92,700)	(90,107)	2,593
Fund Balance, July 1	1,466	1,466	1,466	
Prior Year Encumbrances Appropriated	<u>91,234</u>	<u>91,234</u>	<u>91,234</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,593</u>	<u>\$ 2,593</u>
Title III - Limited English Proficiency Grant Fund				
Total Revenues and Other Sources	\$ 30,093	\$ 38,442	\$ 37,731	\$ (711)
Total Expenditures and Other Uses	<u>31,468</u>	<u>39,817</u>	<u>37,894</u>	<u>1,923</u>
Net Change in Fund Balances	(1,375)	(1,375)	(163)	1,212
Fund Balance, July 1	315	315	315	
Prior Year Encumbrances Appropriated	<u>1,060</u>	<u>1,060</u>	<u>1,060</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,212</u>	<u>\$ 1,212</u>
Title I Grant Fund				
Total Revenues and Other Sources	\$ 191,168	\$ 190,193	\$ 160,446	\$ (29,747)
Total Expenditures and Other Uses	<u>235,030</u>	<u>234,055</u>	<u>202,181</u>	<u>31,874</u>
Net Change in Fund Balances	(43,862)	(43,862)	(41,735)	2,127
Fund Balance, July 1	482	482	482	
Prior Year Encumbrances Appropriated	<u>43,380</u>	<u>43,380</u>	<u>43,380</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,127</u>	<u>\$ 2,127</u>

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Title V - Innovative Education Programs Grant Fund				
Total Revenues and Other Sources	\$ 44,590	\$ 44,590	\$ 44,648	\$ 58
Total Expenditures and Other Uses	<u>51,285</u>	<u>51,285</u>	<u>50,280</u>	<u>1,005</u>
Net Change in Fund Balances	(6,695)	(6,695)	(5,632)	1,063
Fund Balance, July 1	585	585	585	
Prior Year Encumbrances Appropriated	<u>6,110</u>	<u>6,110</u>	<u>6,110</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,063</u>	<u>\$ 1,063</u>
Drug Free Schools Grant Fund				
Total Revenues and Other Sources	\$ 25,215	\$ 25,215	\$ 21,799	\$ (3,416)
Total Expenditures and Other Uses	<u>30,586</u>	<u>30,586</u>	<u>27,032</u>	<u>3,554</u>
Net Change in Fund Balances	(5,371)	(5,371)	(5,233)	138
Fund Balance, July 1	1,351	1,351	1,351	
Prior Year Encumbrances Appropriated	<u>4,020</u>	<u>4,020</u>	<u>4,020</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 138</u>	<u>\$ 138</u>
IDEA Preschool Grant Fund				
Total Revenues and Other Sources	\$ 44,577	\$ 49,606	\$ 40,320	\$ (9,286)
Total Expenditures and Other Uses	<u>51,966</u>	<u>56,995</u>	<u>47,529</u>	<u>9,466</u>
Net Change in Fund Balances	(7,389)	(7,389)	(7,209)	180
Fund Balance, July 1	308	308	308	
Prior Year Encumbrances Appropriated	<u>7,081</u>	<u>7,081</u>	<u>7,081</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 180</u>	<u>\$ 180</u>

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

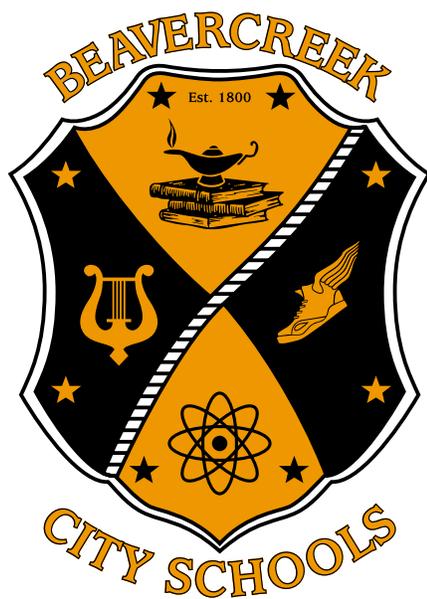
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Improving Teacher Quality Grant Fund				
Total Revenues and Other Sources	\$ 186,397	\$ 185,077	\$ 102,785	\$ (82,292)
Total Expenditures and Other Uses	<u>235,498</u>	<u>234,178</u>	<u>147,945</u>	<u>86,233</u>
Net Change in Fund Balances	(49,101)	(49,101)	(45,160)	3,941
Fund Balance, July 1	1,430	1,430	1,430	
Prior Year Encumbrances Appropriated	<u>47,671</u>	<u>47,671</u>	<u>47,671</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,941</u>	<u>\$ 3,941</u>
Miscellaneous Federal Grants Fund				
Total Revenues and Other Sources	\$ 113,634	\$ 343,609	\$ 208,238	\$ (135,371)
Total Expenditures and Other Uses	<u>113,913</u>	<u>343,888</u>	<u>205,732</u>	<u>138,156</u>
Net Change in Fund Balances	(279)	(279)	2,506	2,785
Fund Balance, July 1	37	37	37	
Prior Year Encumbrances Appropriated	<u>242</u>	<u>242</u>	<u>242</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,785</u>	<u>\$ 2,785</u>
Debt Service Fund				
Total Revenues and Other Sources	\$ 5,571,115	\$ 5,571,115	\$ 5,556,667	\$ (14,448)
Total Expenditures and Other Uses	<u>5,569,697</u>	<u>5,569,697</u>	<u>5,567,491</u>	<u>2,206</u>
Net Change in Fund Balances	1,418	1,418	(10,824)	(12,242)
Fund Balance, July 1	876,709	876,709	876,709	
Prior Year Encumbrances Appropriated	<u>-</u>	<u>-</u>	<u>-</u>	
Fund Balance, June 30	<u>\$ 878,127</u>	<u>\$ 878,127</u>	<u>\$ 865,885</u>	<u>\$ (12,242)</u>

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Permanent Improvement Fund				
Total Revenues and Other Sources	\$ 1,715,000	\$ 2,065,000	\$ 2,217,507	\$ 152,507
Total Expenditures and Other Uses	<u>3,310,000</u>	<u>3,660,000</u>	<u>3,129,660</u>	<u>530,340</u>
Net Change in Fund Balances	(1,595,000)	(1,595,000)	(912,153)	682,847
Fund Balance, July 1	1,597,669	1,597,669	1,597,669	
Prior Year Encumbrances Appropriated	<u>825,702</u>	<u>825,702</u>	<u>825,702</u>	
Fund Balance, June 30	<u>\$ 828,371</u>	<u>\$ 828,371</u>	<u>\$ 1,511,218</u>	<u>\$ 682,847</u>
Building Fund				
Total Revenues and Other Sources	\$ -	\$ -	\$ 1,694	\$ 1,694
Total Expenditures and Other Uses	<u>216,353</u>	<u>216,353</u>	<u>197,120</u>	<u>19,233</u>
Net Change in Fund Balances	(216,353)	(216,353)	(195,426)	20,927
Fund Balance, July 1	42,327	42,327	42,327	
Prior Year Encumbrances Appropriated	<u>174,026</u>	<u>174,026</u>	<u>174,026</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,927</u>	<u>\$ 20,927</u>
School Net Fund				
Total Revenues and Other Sources	\$ -	\$ 59,640	\$ 59,640	\$ -
Total Expenditures and Other Uses	<u>-</u>	<u>59,640</u>	<u>59,640</u>	<u>-</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance, July 1	-	-	-	
Prior Year Encumbrances Appropriated	<u>-</u>	<u>-</u>	<u>-</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



S T A T I S T I C A L S E C T I O N



STATISTICAL TABLES

The following unaudited statistical tables reflect social and economic data, financial trends and fiscal capacity of the District.

Table 1

Beavercreek City School District, Ohio
 General Fund Revenues by Source
 Last Ten Fiscal Years (1)

Fiscal Year	2005	2004	2003	2002	2001 (1)	2000 (1)	1999	1998	1997	1996
Taxes	\$ 43,166,173	\$ 39,658,105	\$ 32,127,848	\$ 30,599,761	\$ 25,877,825	\$ 27,987,059	\$ 27,555,682	\$ 25,336,523	\$ 23,237,639	\$ 21,091,745
Intergovernmental	\$ 16,959,756	16,831,538	15,603,494	15,099,768	14,433,101	13,810,457	14,047,606	13,277,555	12,907,500	12,478,457
Tuition and Fees	\$ 507,137	494,707	614,089	388,536	483,946	455,001	138,744	93,084	151,257	145,266
Interest	\$ 650,351	419,738	243,240	358,748	417,786	509,505	877,694	452,000	273,153	199,398
Miscellaneous	\$ 186,550	345,842	454,309	176,203	103,431	72,052	3,209,025	71,167	121,424	59,719
Total Revenues	\$ 61,469,967	\$ 57,749,930	\$ 49,042,980	\$ 46,623,016	\$ 41,316,089	\$ 42,834,074	\$ 45,828,751	\$ 39,230,329	\$ 36,690,973	\$ 33,974,585

Source: Beavercreek City School District records.

(1) The District did not prepare GAAP basis financial statements in these fiscal years, therefore, cash basis figures were used.

Table 2

Beavercreek City School District, Ohio
General Fund Expenditures by Function
Last Ten Fiscal years (1)

Fiscal Year	2005	2004	2003	2002	2001 (1)	2000 (1)	1999	1998	1997	1996
Regular Instruction	\$ 23,981,462	\$ 22,070,208	\$ 21,512,984	\$ 20,750,772	\$ 19,176,419	\$ 22,474,628	\$ 20,147,086	\$ 16,948,764	\$ 18,244,061	\$ 17,432,457
Special Instruction	\$ 5,148,594	4,847,255	4,710,317	4,290,130	4,278,206	3,306,570	2,896,253	2,487,611	2,241,329	2,100,542
Vocational Instruction	\$ 315,257	307,661	342,543	281,931	193,963	125,223	109,952	113,538	151,793	74,565
Other Instruction	\$ 652,206	424,399	646,551	840,167	869,531	746,950	754,103	625,993	629,348	655,659
Support Services - Pupils	\$ 3,666,146	3,261,581	3,043,561	3,100,779	2,810,964	2,661,554	2,625,260	2,386,720	2,419,980	2,280,938
Support Services - Instructional Staff	\$ 3,025,362	2,893,030	2,878,690	2,234,998	2,130,463	2,127,256	2,078,058	2,183,057	1,801,014	1,691,504
Board of Education	\$ 90,838	80,212	77,481	84,787	26,410	28,660	43,311	24,833	35,893	46,463
Administration	\$ 2,866,212	2,924,304	2,587,544	2,556,630	2,756,477	3,714,931	3,294,660	2,561,883	2,306,610	2,242,816
Fiscal	\$ 1,408,222	1,275,496	1,082,553	1,115,892	1,285,634	841,780	797,438	761,837	569,855	641,866
Business	\$ 453,637	429,860	146,597	152,942	147,805	204,453	199,555	392,351	388,936	301,316
Plant Operation and Maintenance	\$ 5,375,036	5,526,641	5,172,771	4,840,543	4,533,112	5,239,668	5,069,447	3,610,990	3,261,749	2,972,160
Pupil Transportation	\$ 3,156,540	2,701,431	2,588,471	2,528,861	2,265,826	2,570,387	2,143,229	2,367,259	2,533,945	1,993,313
Central	\$ 858,494	757,182	533,302	606,932	568,077	707,203	523,925	363,198	470,776	391,357
Non-Instructional Services	\$ 1,172	-	-	-	-	-	-	-	-	-
Extracurricular Activities	\$ 664,585	675,338	611,842	650,242	643,915	649,146	666,125	562,053	564,490	598,657
Capital Outlay	\$ 53,461	53,205	17,598	36,414	229,220	39,689	187,668	34,126	304,033	10,232
Debt Service	\$ 534,879	569,070	249,074	537,279	-	-	67,111	80,320	52,520	310,218
Total Expenditures	\$ 52,252,103	\$ 48,796,873	\$ 46,201,879	\$ 44,609,299	\$ 41,916,022	\$ 45,438,098	\$ 41,603,181	\$ 35,504,533	\$ 35,976,332	\$ 33,744,063

Source: Beavercreek City School District records.

(1) The District did not prepare GAAP basis financial statements in these fiscal years, therefore, cash basis figures were used.

Beavercreek City School District, Ohio
Property Tax Levies and Collections
Last Ten Collection (Calendar) Years

Table 3

Collection Year	Tax Levied	Current Tax Collections	Percent Collected	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Tax Levied
2004	\$ 48,179,568	\$ 46,646,423	96.82%	\$ 1,533,135	3.18%
2003	\$ 41,800,185	\$ 40,628,506	97.20%	\$ 2,183,965	5.22%
2002	\$ 41,306,350	\$ 38,826,274	94.00%	\$ 747,578	1.81%
2001	\$ 35,701,178	\$ 34,888,051	97.72%	\$ 657,373	1.84%
2000	\$ 37,165,728	\$ 34,660,798	93.26%	\$ 628,645	1.69%
1999	\$ 34,232,270	\$ 33,056,796	96.57%	\$ 461,135	1.35%
1998	\$ 33,782,425	\$ 32,543,739	96.33%	\$ 231,278	0.68%
1997	\$ 33,439,130	\$ 33,220,349	99.35%	(1)	N/A
1996	\$ 33,248,167	\$ 33,013,352	99.29%	(1)	N/A
1995	\$ 23,165,672	\$ 22,298,435	96.26%	(1)	N/A

Source: Greene County Auditor

(1) Information could not practically be obtained.

Table 4

Beavercreek City School District, Ohio

Assessed and Estimated Actual Values of Taxable Property

Last Ten Collection (Calendar) years

Tax Year	Real Property		Public Utilities Personal		Tangible Personal Property		Total	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2004	\$ 1,214,379,690	\$ 3,469,656,257	\$ 35,983,100	\$ 102,808,857	\$ 70,996,956	\$ 202,848,446	\$ 1,321,359,746	\$ 3,775,313,560
2003	\$ 1,177,230,410	\$ 3,363,515,457	\$ 37,108,390	\$ 106,023,971	\$ 73,070,575	\$ 208,773,071	\$ 1,287,409,375	\$ 3,678,312,500
2002	\$ 1,152,325,110	\$ 3,292,357,457	\$ 36,161,510	\$ 103,318,600	\$ 69,839,614	\$ 279,358,456	\$ 1,258,326,234	\$ 3,675,034,513
2001	\$ 1,042,097,790	\$ 2,977,422,257	\$ 33,827,070	\$ 96,648,771	\$ 76,033,145	\$ 149,882,636	\$ 1,151,958,005	\$ 3,223,953,664
2000	\$ 1,001,536,450	\$ 2,861,532,714	\$ 47,890,150	\$ 136,829,000	\$ 80,000,544	\$ 122,366,692	\$ 1,129,427,144	\$ 3,120,728,406
1999	\$ 964,956,670	\$ 2,748,447,629	\$ 54,120,160	\$ 154,629,029	\$ 77,885,384	\$ 186,432,788	\$ 1,096,962,214	\$ 3,089,509,446
1998	\$ 914,497,790	\$ 2,612,850,829	\$ 52,138,770	\$ 148,967,914	\$ 77,012,015	\$ 229,377,768	\$ 1,043,648,575	\$ 2,991,196,511
1997	\$ 890,729,340	\$ 2,544,940,971	\$ 52,083,210	\$ 148,809,171	\$ 75,108,354	\$ 287,041,532	\$ 1,017,920,904	\$ 2,980,791,674
1996	\$ 878,467,500	\$ 2,509,907,143	\$ 48,196,560	\$ 137,704,457	\$ 71,760,383	\$ 300,433,416	\$ 998,424,443	\$ 2,948,045,016
1995	\$ 750,776,840	\$ 2,145,076,686	\$ 45,335,440	\$ 129,529,829	\$ 57,344,442	\$ 308,048,060	\$ 853,456,722	\$ 2,582,654,575

Source: Greene County Auditor.

Beavercreek City School District, Ohio
Property Tax Rates (Per \$1,000 of Assessed Valuation)
Last Ten Collection (Calendar) Years

Table 5

Collection Year	Beavercreek City School District	City of Beavercreek	Beavercreek Township	Greene County Career Center	Greene County	Total
2005	48.40	13.10	16.05	3.45	10.95	91.95
2004	49.00	13.10	16.05	3.45	9.72	91.32
2003	43.50	12.95	16.05	3.45	9.98	85.93
2002	45.40	12.50	19.05	3.45	9.98	90.38
2001	42.12	12.00	19.05	3.45	10.63	87.25
2000	42.60	12.00	19.35	3.45	9.38	86.78
1999	42.00	12.00	19.35	3.45	9.08	85.88
1998	42.90	12.00	16.35	3.45	9.08	83.78
1997	43.00	12.00	16.35	3.45	9.08	83.88
1996	42.50	12.70	16.35	3.45	9.08	84.08

Source: Greene County Auditor.

Beavercreek City School District, Ohio
*Ratio of Net General Bonded Debt to Assessed Value
and Net Bonded Debt Per Capita
Last Ten Fiscal Years*

Table 6

Fiscal Year	Population (1)	Total Assessed Value (2)	Gross Bonded Debt	Less Debt Service Fund (3)	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value (%)	Net Bonded Debt Per Capita
2005	37,964	\$ 1,321,359,746	\$ 32,830,000	\$ 873,362	\$ 31,956,638	2.42%	842
2004	37,984	\$ 1,287,409,375	\$ 33,495,000	\$ 876,707	\$ 32,618,293	2.53%	859
2003	37,984	\$ 1,258,326,234	\$ 34,060,000	\$ 815,963	\$ 33,244,037	2.64%	875
2002	37,984	\$ 1,151,958,005	\$ 34,445,000	\$ 265,576	\$ 34,179,424	2.97%	900
2001	37,984	\$ 1,129,427,144	\$ 36,220,000	\$ 530,541	\$ 35,689,459	3.16%	940
2000	37,984	\$ 1,096,962,214	\$ 37,820,000	\$ -	\$ 37,820,000	3.45%	996
1999	33,626	\$ 1,043,648,575	\$ 39,130,000	\$ 580,957	\$ 38,549,043	3.69%	1,146
1998	33,626	\$ 1,017,920,904	\$ 40,435,000	\$ 2,742	\$ 40,432,258	3.97%	1,202
1997	33,626	\$ 998,424,443	\$ 41,550,000	\$ 103,932	\$ 41,446,068	4.15%	1,233
1996	33,626	\$ 853,456,722	\$ 42,420,000	\$ 43,308,254	\$ -	0.00%	-

(1) City of Beavercreek. Based on most current Federal Census.

(2) Greene County Auditor

(3) Beavercreek City School District records. Beginning in fiscal year 2002, the District prepared GAAP basis financial statements. Cash basis figures were used prior to fiscal year 2001.

Beavercreek City School District, Ohio
Computation of Legal Debt Margin
June 30, 2005

Table 7

Assessed Valuation of District		<u>\$ 1,321,359,746</u>
<u>Overall Direct Debt Limitation:</u>		
Direct Debt Limitation - 9% of Assessed Valuation		118,922,377
Amount available in Debt Service Fund		873,362
Gross Indebtedness	28,200,000	
Less: Debt Exempt from Limitation	<u>-</u>	
Debt Subject to 9% Limitation		<u>28,200,000</u>
Legal Debt Margin Within 9% Limitation		<u>\$ 147,995,739</u>
<u>Unvoted Direct Debt Limitation:</u>		
Unvoted Debt Limitation - 0.1% of Assessed Valuation		\$ 1,321,360
Amount available in Debt Service Fund Related to Unvoted Debt		-
Gross Indebtedness Authorized by the Board	-	
Less: Debt Exempt from Limitation	<u>-</u>	
Debt Subject to 0.1% Limitation		<u>-</u>
Legal Debt Margin Within 0.1% Limitation		<u>\$ 1,321,360</u>
<u>Energy Conservation Bond Limitation:</u>		
Debt Limitation - 0.9% of Assessed Valuation		\$ 11,892,238
Energy Conservation Notes Authorized by the Board		<u>(235,000)</u>
Legal Debt Margin Within 0.9% Limitation		<u>\$ 11,657,238</u>

Source: Beavercreek City School District records.

Beavercreek City School District, Ohio
Computation of Direct and Overlapping Debt
 June 30, 2005

Table 8

	General Obligation Bonded Debt	Percentage Applicable to the District (1)	Amount Applicable to the District
Governmental Unit:			
Direct:			
Beavercreek City School District	<u>\$ 33,065,000</u>	100.00%	<u>\$ 33,065,000</u>
Overlapping:			
Greene County	14,452,600	41.56%	6,006,501
Montgomery County	31,601,600	0.28%	88,484
City of Beavercreek	14,518,455	100.00%	14,518,455
City of Fairborn	10,758,610	10.76%	1,157,626
City of Kettering	6,594,595	1.32%	87,049
City of Riverside	4,399,000	7.40%	325,526
Beavercreek Township	475,000	99.36%	471,960
Sugarcreek Township	1,375,000	0.49%	6,738
Miami Valley Regional Transit Authority	<u>10,210,000</u>	0.28%	<u>28,588</u>
Total Overlapping	<u>94,384,860</u>		<u>22,690,927</u>
Total Direct and Overlapping Debt	<u>\$ 127,449,860</u>		<u>\$ 55,755,927</u>

Source: Ohio Municipal Advisory Council.

(1) - Percentage derived by comparing subdivision's valuation within the School District compared to the total valuation within School District.

Beavercreek City School District, Ohio
*Ratio of Annual Debt Service Expenditures
for General Bonded Debt to Total General Fund Expenditures
Last Ten Fiscal Years (1)*

Table 9

Fiscal Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures (%)
2005	\$ 665,000	\$ 1,928,582	\$ 2,593,582	\$ 52,252,103	5.00%
2004	\$ 565,000	\$ 1,957,678	\$ 2,522,678	\$ 48,796,873	5.17%
2003	\$ 385,000	\$ 1,979,573	\$ 2,364,573	\$ 46,201,879	5.12%
2002	\$ 1,775,000	\$ 2,027,825	\$ 3,802,825	\$ 44,609,299	8.52%
2001	\$ 1,600,000	\$ 2,102,119	\$ 3,702,119	\$ 41,916,022	8.83%
2000	\$ 1,310,000	\$ 2,164,429	\$ 3,474,429	\$ 45,438,098	7.65%
1999	\$ 1,165,000	\$ 2,215,822	\$ 3,380,822	\$ 41,603,181	8.13%
1998	\$ 1,115,000	\$ 2,262,323	\$ 3,377,323	\$ 35,504,533	9.51%
1997	\$ 870,000	\$ 2,685,852	\$ 3,555,852	\$ 35,976,332	9.88%
1996	\$ 140,000	\$ 19,250	\$ 159,250	\$ 33,744,063	0.47%
1995	\$ 140,000	\$ 26,950	\$ 166,950	\$ 34,513,682	0.48%

Source: Beavercreek City School District records.

(1) The District did not prepare GAAP statements in fiscal years 1995, 2000 and 2001, therefore, cash basis figures were used.

Beavercreek City School District, Ohio
Demographic Statistics
Last Ten Fiscal Years

Table 10

Fiscal Year	Population (1)	Unemployment Rate Greene County (2)
2005	37,984	4.90%
2004	37,984	4.90%
2003	37,984	5.30%
2002	37,984	4.70%
2001	37,984	3.40%
2000	37,984	3.60%
1999	33,626	3.60%
1998	33,626	3.60%
1997	33,626	3.60%
1996	33,626	4.20%

(1) City of Beavercreek. Based on most current Federal Census.

(2) U.S. Department Labor Statistics. Estimated unemployment rate for civilian labor force in Greene County. Not seasonally adjusted. Adjusted to incorporate revised intercensal population controls for the 1990's.

Beavercreek City School District, Ohio
Construction, Bank Deposits and Real Property Values
Last Ten Calendar Years

Table 11

Calendar Year	Number of Residential Housing Permits (1)	Valuation of Construction (1)	Bank Deposits (2)	Real Property Values
2004	1,192	\$ 222,505,000	\$ 1,148,000,000	\$ 1,177,230,410
2003	1,158	\$ 160,579,000	\$ 1,173,000,000	\$ 1,152,325,110
2002	907	\$ 139,927,000	\$ 1,157,000,000	\$ 1,042,097,790
2001	947	\$ 122,168,000	\$ 1,143,000,000	\$ 1,001,536,450
2000	860	\$ 96,110,000	\$ 1,115,000,000	\$ 964,956,670
1999	1,062	\$ 111,593,000	\$ 1,083,000,000	\$ 914,497,790
1998	1,514	\$ 117,071,000	\$ 1,063,000,000	\$ 890,729,340
1997	963	\$ 73,605,000	\$ 1,058,000,000	\$ 878,467,500
1996	757	\$ 78,549,000	\$ 1,101,000,000	\$ 750,776,840
1995	944	\$ 110,461,000	\$ 1,094,000,000	\$ 708,018,590

(1) Ohio Department of Development. Amounts reported include all of Greene County as information specific to the District is not readily available.

(2) Federal Deposit Insurance Corporation. Amount are as of June 30 and include all of Greene County as information specific to the District is not maintained.

(3) Information not readily available.

Beavercreek City School District, Ohio
Principal Taxpayers - Real and Public Utility Personal Property
 December 31, 2004

Table 12

Name of Taxpayer	Total Assessed Valuation	Percent of Total Assessed Valuation (1)
MFC Beavercreek LLC	\$ 36,456,110	2.76%
Dayton Power and Light	\$ 23,540,060	1.78%
Elano Industries	\$ 8,503,950	0.64%
MV-RGII	\$ 8,357,250	0.63%
Ohio Bell Telephone	\$ 7,027,420	0.53%
EL Apartments	\$ 6,507,250	0.49%
Continental 44 Fund	\$ 6,395,270	0.48%
Mallard Landing Apts., LLC	\$ 5,849,230	0.44%
Meijer Stores Limited Partners	\$ 5,807,290	0.44%
Wares Delaware Corporation	\$ 5,624,610	0.43%
SubTotal	\$ 114,068,440	8.62%
All Other Taxpayers	\$ 1,207,291,306	91.38%
Total Assessed Valuation	\$ 1,321,359,746	100.00%

Source: Greene County Auditor.

(1) Percent of total assessed valuation based on collection year 2004.

Beavercreek City School District, Ohio
 Other Demographic Statistics
 Last Ten Calendar Years

Table 13

Year	Enrollment (1)	Valuation Per Pupil (1)	Average Personal Income Federal AGI (2)	Median Personal Income State (2)	Average Teacher Salary (1)	Graduation Rate (1)	Pupil/Teacher Ratio (1)
2004	6,840	(3)	(3)	(3)	\$ 51,259	95.0%	20.1
2003	6,507	\$ 185,129	\$ 60,970	\$ 45,831	\$ 50,268	93.3%	19.3
2002	6,500	\$ 191,893	\$ 59,764	\$ 45,894	\$ 48,213	94.1%	19.1
2001	6,540	\$ 172,360	\$ 59,482	\$ 45,345	\$ 47,917	90.1%	19.2
2000	6,272	\$ 167,482	\$ 60,075	\$ 46,124	\$ 46,466	95.1%	18.9
1999	6,704	\$ 163,278	\$ 57,675	\$ 44,977	\$ 45,793	91.4%	19.6
1998	6,759	\$ 155,523	\$ 55,435	\$ 45,447	\$ 44,527	91.1%	20.7
1997	(3)	\$ 150,966	\$ 52,956	\$ 41,725	\$ 42,882	91.6%	21.6
1996	(3)	\$ 119,231	\$ 49,386	\$ 38,723	\$ 43,049	87.9%	(3)
1995	(3)	\$ 106,820	\$ 47,111	\$ 37,353	\$ 40,590	89.3%	(3)
1994	(3)	\$ 98,925	\$ 44,177	\$ 35,493	\$ 37,951	(3)	(3)
1993	(3)	(3)	\$ 43,308	\$ 35,388	(3)	(3)	(3)

- (1) State Department of Education.
- (2) State Department of Taxation.
- (3) Information not readily available.



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BEAVERCREEK CITY SCHOOL DISTRICT

GREENE COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
DECEMBER 30, 2005**