

**ANTHONY WAYNE LOCAL  
SCHOOL DISTRICT**

SUPPLEMENTAL REPORTS

FOR THE FISCAL YEAR ENDED  
JUNE 30, 2005

**TONY SWARTZ, CPA, TREASURER/CFO**





**Auditor of State  
Betty Montgomery**

Board of Education  
Anthony Wayne Local School District  
Whitehouse, Ohio

We have reviewed the *Independent Auditor's Report* of the Anthony Wayne Local School District, Lucas County, prepared by Julian and 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 Anthony Wayne Local School District is responsible for compliance with these laws and regulations.

A handwritten signature in cursive script that reads "Betty Montgomery".

BETTY MONTGOMERY  
Auditor of State

March 24, 2006

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**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
Supplemental Reports**

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## **Julian & Grube, Inc.**

*Serving Ohio Local Governments*

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

### **Independent Auditors' Report on Supplementary Schedule of Receipts and Expenditures of Federal Awards**

Board of Education  
Anthony Wayne Local School District  
9565 Bucher Road  
P.O. Box 2487  
Whitehouse, Ohio 43571

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Anthony Wayne Local School District as of and for the fiscal year ended June 30, 2005, and have issued our report thereon dated January 19, 2006. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Anthony Wayne Local 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.*

Julian & Grube, Inc.  
January 19, 2006

ANTHONY WAYNE LOCAL 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	(D) CASH FEDERAL RECEIPTS	OTHER FEDERAL RECEIPTS	(D) CASH FEDERAL DISBURSEMENTS	OTHER FEDERAL DISBURSEMENTS
<b>U.S. DEPARTMENT OF AGRICULTURE PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION:</b>						
<b>Nutrition Cluster:</b>						
(A),(B) Food Donation Program	10.550	N/A	\$ -	\$ 62,093	\$ -	\$ 62,093
(A),(C) National School Lunch Program	10.555	048207-LL-P4-2004	27,841	-	27,841	-
(A),(C) National School Lunch Program	10.555	048207-LL-P4-2005	78,393	-	78,393	-
<b>Total U.S. Department of Agriculture and Nutrition Cluster</b>			<u>106,234</u>	<u>62,093</u>	<u>106,234</u>	<u>62,093</u>
<b>U.S. DEPARTMENT OF EDUCATION PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION:</b>						
Title I - Grants to Local Educational Agencies	84.010	048207-C1-S1-2004	-	-	205	-
Title I - Grants to Local Educational Agencies	84.010	048207-C1-S1-2005	57,894	-	85,737	-
<b>Total Title I - Grants to Local Educational Agencies</b>			<u>57,894</u>	<u>-</u>	<u>85,942</u>	<u>-</u>
(E) Special Education: Grants to States	84.027	048207-6B-SF-2002-P	(397)	-	-	-
Special Education: Grants to States	84.027	048207-6B-SF-2004	170,130	-	23,434	-
Special Education: Grants to States	84.027	048207-6B-SF-2005	277,073	-	380,478	-
<b>Total Special Education: Grants to States</b>			<u>446,806</u>	<u>-</u>	<u>403,912</u>	<u>-</u>
Safe and Drug-Free Schools	84.186	048207-DR-S1-2004	4,511	-	2,120	-
Safe and Drug-Free Schools	84.186	048207-DR-S1-2005	10,347	-	12,510	-
<b>Total Safe and Drug Free Schools</b>			<u>14,858</u>	<u>-</u>	<u>14,630</u>	<u>-</u>
State Grants for Innovative Programs	84.298	048207-C2-S1-2004	28,075	-	-	-
State Grants for Innovative Programs	84.298	048207-C2-S1-2005	16,531	-	15,972	-
<b>Total State Grants for Innovative Programs</b>			<u>44,606</u>	<u>-</u>	<u>15,972</u>	<u>-</u>
(F) Technology Literacy Challenge Grant Funds	84.318	048207-TJ-S1-2004	(207)	-	-	-
Technology Literacy Challenge Grant Funds	84.318	048207-TJ-S1-2005	2,317	-	2,525	-
<b>Total Technology Literacy Challenge Grant Funds</b>			<u>2,110</u>	<u>-</u>	<u>2,525</u>	<u>-</u>
Improving Teacher Quality	84.367	048207-TR-S1-2004	29,861	-	12,824	-
Improving Teacher Quality	84.367	048207-TR-S1-2005	67,808	-	78,894	-
<b>Total Improving Teacher Quality</b>			<u>97,669</u>	<u>-</u>	<u>91,718</u>	<u>-</u>
<b>Total U.S. Department of Education</b>			<u>663,943</u>	<u>-</u>	<u>614,699</u>	<u>-</u>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES PASSED THROUGH THE OHIO DEPARTMENT OF MENTAL RETARDATION AND DEVELOPMENTAL DISABILITIES:</b>						
State Children's Insurance Program	93.767	N/A	1,589	-	1,589	-
Medical Assistance Program	93.778	N/A	127,789	-	127,789	-
<b>Total U.S. Department of Health and Human Services</b>			<u>129,378</u>	<u>-</u>	<u>129,378</u>	<u>-</u>
<b>Total Federal Financial Assistance</b>			<u>\$ 899,555</u>	<u>\$ 62,093</u>	<u>\$ 850,311</u>	<u>\$ 62,093</u>

- (A) Included as part of "Nutrition Grant Cluster" in determining major programs.  
(B) The Food Donation Program is a non-cash, in kind, federal grant. Commodities are valued at fair market prices.  
(C) Commingled with state and local revenue from sales of lunches; assumed expenditures were made on a first-in, first-out basis.  
(D) This schedule was prepared on the cash basis of accounting.  
(E) Amount repaid to the Ohio Department of Education based on expiration of period of availability.  
(F) Amount of \$207 transferred to the next grant year based on Ohio Department of Education administrative action.



## **Julian & Grube, Inc.**

*Serving Ohio Local Governments*

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

### **Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basic Financial Statements Performed in Accordance With *Government Auditing Standards***

Board of Education  
Anthony Wayne Local School District  
9565 Bucher Road  
P.O. Box 2487  
Whitehouse, Ohio 43571

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Anthony Wayne Local School District (the "District") as of and for the fiscal year ended June 30, 2005, which collectively comprise the Anthony Wayne Local School District's basic financial statements and have issued our report thereon dated January 19, 2006. As disclosed in Note 3 to the financial statements, the District implemented GASB Technical Bulletin 2004-2, "Recognition of Pension and Other Postemployment Benefit Expenditures/Expenses and Liabilities by Cost-Sharing Employers" for the fiscal year ended June 30, 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 Anthony Wayne Local 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. However, we noted other matters involving the internal control over financial reporting that we have reported to management of the Anthony Wayne Local School District in a separate letter dated January 19, 2006.



Board of Education  
Anthony Wayne Local School District

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Anthony Wayne Local 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 the 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*. However, we noted a certain matter that we reported to the management of Anthony Wayne Local School District in a separate letter dated January 19, 2006.

This report is intended solely for the information and use of the management and Board of Education of Anthony Wayne Local School District, 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." with a small flourish at the end.

Julian & Grube, Inc.  
January 19, 2006



## **Julian & Grube, Inc.**

*Serving Ohio Local Governments*

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

### **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  
Anthony Wayne Local School District  
9565 Bucher Road  
P.O. Box 2487  
Whitehouse, Ohio 43571

#### Compliance

We have audited the compliance of the Anthony Wayne Local School District (the “District”) with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement that are applicable to its major federal program for the fiscal year ended June 30, 2005. As disclosed in Note 3 to the financial statements, the District implemented GASB Technical Bulletin 2004-2, “Recognition of Pension and Other Postemployment Benefit Expenditures/Expenses and Liabilities by Cost-Sharing Employers” for the fiscal year ended June 30, 2005. Anthony Wayne Local 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 the Anthony Wayne Local School District’s management. Our responsibility is to express an opinion on the Anthony Wayne Local 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 Anthony Wayne Local 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 Anthony Wayne Local School District’s compliance with those requirements.

Board of Education  
Anthony Wayne Local School District

In our opinion, Anthony Wayne Local 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 the Anthony Wayne Local 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 the Anthony Wayne Local 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 for the information of the management and Board of Education of the Anthony Wayne Local School District, 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.  
January 19, 2006

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO  
JUNE 30, 2005**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133 § .505**

<b>1. SUMMARY OF AUDITOR'S RESULTS</b>
--

<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>	Special Education: Grants to States; CFDA#: 84.027
<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

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO  
JUNE 30, 2005**

**SCHEDULE OF FINDINGS  
*OMB CIRCULAR A-133 § .505***

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

None

**3. FINDINGS FOR FEDERAL AWARDS**

None

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO  
JUNE 30, 2004**

**SCHEDULE OF PRIOR AUDIT FINDINGS  
*OMB CIRCULAR A-133 § .505***

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected?</u>	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid
2004-AWLSD-001	Ohio Revised Code Section 5705.39	Yes	N/A
2004-AWLSD-002	Ohio Revised Code Section 5705.10	Yes	N/A

**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT**

OF THE

**ANTHONY WAYNE LOCAL  
SCHOOL DISTRICT**

FOR THE

**FISCAL YEAR ENDED JUNE 30, 2005**

**PREPARED BY  
TREASURER'S DEPARTMENT  
ANTHONY SWARTZ, CPA, TREASURER/CFO**

**9565 BUCHER ROAD  
P.O. BOX 2487**

**WHITEHOUSE, OHIO 43571**

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# INTRODUCTORY SECTION

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**ANTHONY WAYNE SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

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# Anthony Wayne Local Schools

Lucas County

Anthony Wayne Administrative Center  
9565 Bucher Rd., PO Box 2487, Whitehouse, Ohio 43571  
Phone: 419-877-5377 FAX: 419-877-9352  
www.a-wayne.k12.oh.us

January 19, 2006

Board of Education Members and Citizens of the Anthony Wayne Local School District:

Superintendent  
Randy J. Hardy, Ed.S.

Treasurer  
Anthony Swartz, CPA

Assistant  
Superintendent  
Amy E. Miller, M.P.A.

Executive Director of  
Curriculum & Instruction  
Richard Heintschel, M. Ed.

Director of  
Special Education  
Mary Thompson, M. Ed.

Director of  
Technology  
Linda Hertzfeld, M. Ed.

Director of  
Communications  
Susan Cross, B.A.

Business Manager  
Legal Counsel  
Charles Burns, Esq.

As the Superintendent and Treasurer of the Anthony Wayne Local School District (the "District"), we are pleased to submit to you the first Comprehensive Annual Financial Report (CAFR) issued by the District. This report provides full disclosure of the financial operation of the District for the fiscal year ended June 30, 2005. This CAFR, which includes an opinion from Julian & Grube, Inc., who performed the District's audit, conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. This report will provide the taxpayers of the District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be made available to the major taxpayers, the public library, financial rating services, and other interested parties.

The comprehensive annual financial report is presented in three sections as follows:

1. **Introductory Section** - This section contains a Letter of Transmittal, List of Principal Officers, Organizational Chart of the District, Certificate of Achievement for Excellence in Financial Reporting and Certificate of Excellence in Financial Reporting.
2. **Financial Section** - This section begins with the Independent Accountants' Report, the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the District's financial position and operating results, the Combining Statements by Fund Type, and other schedules providing detailed information relative to the Basic Financial Statements.
3. **Statistical Section** - This section presents selected financial and demographic information, generally presented on a multi-year basis.

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that the adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are being met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from their implementation; and (2) the valuation of costs and benefits requires estimates and judgements by management.

State statute requires an annual audit by independent accountants. The private firm, Julian & Grube, Inc. conducted the audit. The audit has been conducted in accordance with generally accepted auditing standards including a review of internal accounting controls and tests of compliance with federal and state laws and regulations. The Independent Accountants' Report is included in this CAFR.

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 the 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.

This transmittal letter is designed to provide historical information about the District, as well as compliment the required Management's Discussion and Analysis (MD&A). Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements. The District's MD&A, which focuses on the government-wide statements, can be found immediately following the Independent Accountants' Report.

### ***General Introduction to the District***

The District covers 76.8 square miles in southwestern Lucas County. Founded in 1950, the District has eleven separate jurisdictions across nine zip codes including the communities of Monclova Township, Providence Township, Waterville Township, and Middleton Township in Wood County, and the villages of Waterville and Whitehouse, along with small parts of the surrounding area.

The District ranks as the 106<sup>th</sup> largest in the State of Ohio among 613 public school districts and is the 4<sup>th</sup> largest of the 8 school districts located within Lucas County in terms of total enrollment. As of January 2005, 4,083 students were enrolled in the District's six schools. Buildings include Anthony Wayne High School (grades 9-12), Anthony Wayne Junior High School (grades 7-8), Fallen Timbers Middle School (grades 5-6), Monclova Primary School (grades K-4), Waterville Primary School (grades K-4), and Whitehouse Primary School (grades K-4). The District also operates a transportation center, an administration building, and a maintenance/resource center.

The District employs 180 non-certified staff members and 253 certificated staff members. The certified staff members include 17 administrators and 236 full-time and part-time teachers. Of the 236-member teaching staff, 48% have at least a master's degree. The District faculty averages 18 years of teaching experience. Currently the District has 1 teacher who has attained National Board Certification. Classroom teachers at all levels are supported by specialists in reading, technology, art, music and physical education. The District's Pupil Personnel Services include school health and psychological services, pupil appraisal, counseling and guidance services, and speech-language and hearing services at all levels.

The School District provides educational services in the best setting possible for all students in remedial, general, or advanced programs.

The School District provides a full range of educational programs and services. These include elementary and secondary curriculum offerings at the remedial, general, college preparatory, and vocational levels; and a broad range of co-curricular and extra curricular activities, adult and community education offerings. Curriculum is based on state and national standards for each specific subject area and grade level.

Special education services range from short-term intervention in core subject areas such as reading and math to long term specialized services in highly specialized classrooms for both learning and physically disabled students. Services and buildings are in compliance with federal, state, and local legislation for individuals with disabilities.

Advanced education services include gifted education programs for elementary aged children and advanced or "honors" coursework for students in junior and senior high school.

The District also provides comprehensive, high quality guidance and counseling services for students K-12. Services include academic guidance as well as clinical counseling in individual or group sessions as needed.

The District is nationally recognized as a leader in the integration of technology into the curriculum in all subject areas and at all grade levels. Computer to student ratios are about one computer for every one-and-a-half students in both traditional lab settings as well as in the classroom.



In addition, all certified staff members are issued computers each year and non-certified staff members have access to computers. In short, computers have become so integrated into the learning cycle that they are considered necessary educational tools much the same as textbooks, chalkboards, and the like.

Internet access is provided via a Wide Area Network (WAN) with 100% fiber connectivity and Local Area Networks (LAN) provide for sharing of data and software. In addition, all buildings and classrooms are set up for wireless connectivity.

### ***The Reporting Entity and Services Provided***

The District has reviewed its reporting 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 the District (the primary government) and its component units. A complete discussion of the District's reporting entity is provided in Note 2 to the basic financial statements.

The Villages of Whitehouse and Waterville, and Monclova, and Providence Townships have all been excluded from the accompanying financial statements. Each of these entities operates independently, with its own separate budget, taxing power and sources of revenue. The Northwest Ohio Computer Association (NWOCA) and the Penta County Joint Vocational School are reported as jointly governed organizations.

The Anthony Wayne Board of Education is a body politic and corporate charges with the responsibility of managing and controlling affairs of the District and is, with the District, governed by laws of the State. The Board is comprised of five members elected for overlapping four calendar year terms.

The Superintendent is the chief administrative officer of the District, responsible for both education and support operations. The Treasurer is the chief financial officer of the District, responsible for maintaining records of all financial matters, issuing warrants in payment of liabilities incurred by the District, acting as custodian of all District funds, and investing idle funds as specified by Ohio law.

### ***Budgetary Controls***

In addition to the internal control structure mentioned above, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Activities of all funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level for all funds. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

Unencumbered amounts lapse at year-end. A complete description of the District's Budgetary Process can be found in Note 2.E. to the basic financial statements.

## **ECONOMIC CONDITIONS**

### ***Local Economy***

Although the Anthony Wayne community started out as a largely rural area, it has grown to include a well balanced residential, industrial, and business base.

The District's general area is served by diversified transportation facilities. Immediate access is available to several State and U.S. highways, including St. Rt. 64, St. Rt. 295, U.S. 24, I-75 and I-475.

General Growth Properties, Inc. is currently finalizing plans for a large mall project located in the District, with an estimated cost of \$98,400,000. Construction has started as the infrastructure is currently being installed. The company along with the City of Maumee is currently negotiating a Tax Incremental Financing Plan, TIF, with the District. The TIF will have a significant positive financial impact on the District at an estimated amount of \$30,000,000 over 30 years. It is sure to generate a great deal of additional growth in the surrounding areas.

Finally, there are a number of smaller commercial, retail, and industrial projects that have been granted zoning approval that will be coming on line in the years to come. These will all be a welcome and important part of the future financial stability of the District, and will complement the large residential/agricultural tax base of the Anthony Wayne Local Schools.

Major commercial banks with offices within the District include National City, Fifth Third, First Federal Savings of Delta, Sky Bank, Huntington Bank, and Key Bank.

One daily newspaper serves the District. The District falls within the local broadcast area of five network television stations and 22 local AM and FM radio stations.

Within commuting distance are several public and private two-year and four-year colleges and universities providing a wide range of educational facilities, including Bowling Green State University, the University of Toledo, Lourdes College, and Owens Community College.

A number of hospitals and several adult and adolescent residential treatment centers are located in the area of the District.

Lucas County provides numerous golf, tennis, and swimming facilities all accessible to residents of the District.

There are many cultural activities available in northwest Ohio including the Toledo Museum of Art, COSI, the Toledo Zoo, the Toledo Botanical Gardens, the Toledo Area Metro Parks, the Toledo Ballet, the Toledo Symphony, the Toledo Repertoire Theater, and the Toledo Opera. The community is also home to the Toledo Mud Hens AAA baseball team and the Toledo Storm Hockey team.

### ***Long-Term Financial Planning***

The District prepares a five-year financial forecast annually for use as a tool for long range planning. The five-year forecast contains projected local and state revenues, spending patterns within each area of the budget, and cash balances in the District's operating fund. The five-year forecast provides early warning signs of potential financial problems.

The District uses the five-year forecast to provide a basis for making financial decisions, including the construction of the annual budget, adjustments to staffing levels, collective bargaining, and the placement of tax levies on the ballot. Specific examples of recent decisions resulting from long range planning are the construction of a building addition that did not require any additional millage and adding new programs and staffing as enrollment and the economy allow. The steady growth in property tax collections has allowed the District to continue operations without the need for additional property tax millage.

### ***Major Initiatives for the Year***

In 2004/05, Anthony Wayne Schools earned its fourth consecutive "Excellent" rating from the state of Ohio for meeting 22/23 state indicators on the state's Local Report Card. This is the state's highest educational rating with only about 11% of Ohio's 613 public school districts earning this distinction.

In response to continued high growth rates (about 150 – 200 new students per year for the past three consecutive years), the District held a series of community forums to discuss long-range facilities planning. These meetings were well attended and community comments are helping the District to develop a strategy for managing its facilities to house students. District officials estimate that the District can absorb about 250-500 additional students in its current facilities, assuming that they all enter at the right grade levels and at the right time. The District, however, commissioned a Facilities Planning Study by an outside agency, the findings of which will be presented during the 2005/06 school year, to determine how best to handle what it anticipates will be a 6,500 student school district with about 500 students at each grade level K-12. These results are expected to echo the District's own research.

Regardless of the outcome of the Facilities Planning Study, the District has been directed by the Board of Education to further research the construction of a new high school and realignment of grade levels K-8. A final facilities plan is expected to be recommended during the 2005/06 school year.

### ***Major Initiatives for the Future***

The District's major academic initiative is its efforts to maintain its current "Excellent" state rating and to begin to fulfill its stated academic goals for student learning from its long range strategic plan. To accomplish both of these goals, the administration and teaching staff are further integrating technology into the classroom experience. The District is also continuing to modify its strategies to help students progress from grade level to grade level with success. As part of this process, the District is working to continue challenging the highest achievers while at the same time reducing the gap between the highest and lowest performing students. This is occurring in the midst of the state's recent changes in state report card criteria, which continue to require more testing with greater frequency.

One of the District's major financial initiatives is maintaining healthy fund balances in the midst of decreasing state funding and increasing enrollment. The District has set aside funds for permanent improvements and has been developing both short and long term spending plans for all capital expenses. This has existed to some extent to date, but with monies being set aside from the General Fund specifically in a Permanent Improvement Fund, the District can plan more efficiently.

The District's most obvious external initiative for the future is the development of its Facilities Plan. In short, the District cannot continue its current high levels of academic excellence and service without making significant changes to its facilities to handle current and anticipated enrollment increases. No specific dates for facilities expansion were determined by the Board of Education in 2004/05; however, district officials anticipate that a construction timeline will mirror the growth projections from demographics studies.

### ***AWARDS AND ACKNOWLEDGEMENTS***

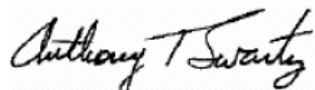
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Anthony Wayne Local School District for its comprehensive annual financial report for the fiscal year ended June 30, 2004. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principals and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The District has also received a Certificate of Excellence in Financial Reporting in School Districts from the Association of School Business Officials (ASBO) for the District's comprehensive annual financial report for the fiscal year ended June 30, 2004. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to ASBO to determine its eligibility for another certificate.

The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated services of the Treasurer's office staff and various administrators and employees of the District. Our consultant, Julian & Grube, Inc., provided us with expert technical assistance in all phases of preparing the report. The assistance of the Lucas County Auditor's office in providing information is also appreciated. Finally, we wish to acknowledge the cooperation of the team from Julian & Grube, Inc., who conducted a thorough audit of our finances.

In closing, without the leadership and support of the Board of Education of the District, preparation of this report would not have been possible.

Respectfully,



Anthony Swartz, CPA  
Treasurer/CFO



Randy J. Hardy, Ed.S.  
Superintendent

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

PRINCIPAL OFFICERS  
JUNE 30, 2005

**BOARD OF EDUCATION**

Donald Atkinson	President
Douglas Zimmerman	Vice - President
Gary Roser	Member
Cynthia A. Box	Member
John W. Rozic	Member

**SUPERINTENDENT**

Randy J. Hardy, Ed. S.

**TREASURER/CFO**

Anthony T. Swartz, CPA, RSFBO

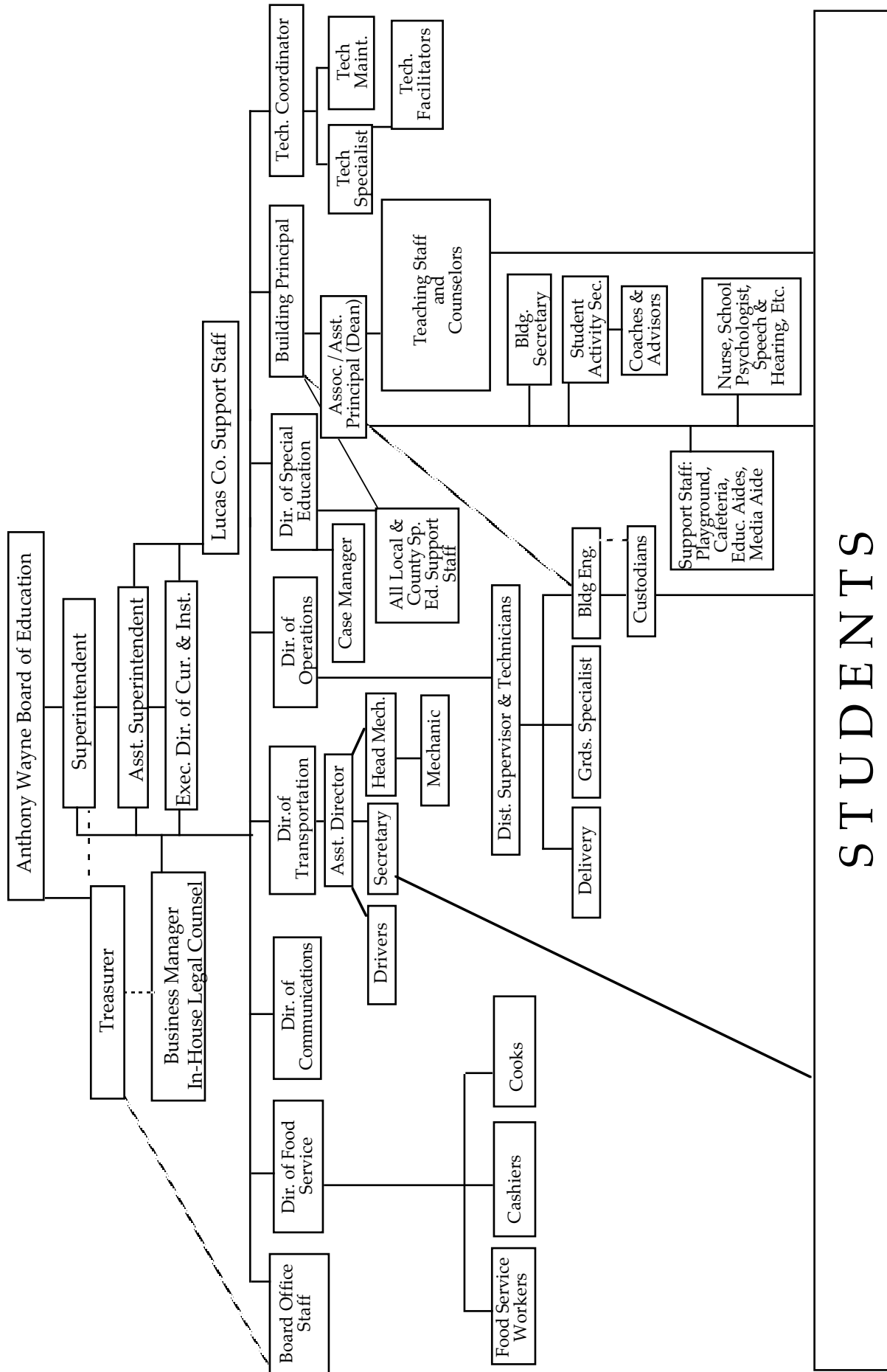
**ASSISTANT SUPERINTENDENT**

Amy E. Miller, M.P.A.

**ADMINISTRATIVE STAFF**

Richard Heintschel, M.Ed.	Executive Director of Curriculum & Instruction
Mary Thompson, M. Ed.	Director of Special Education
Linda Hertzfeld, M.Ed.	Director of Technology
Susan Cross, B.A.	Director of Communications
Charles Burns, Esq.	Business Manager/Legal Counsel

# ANTHONY WAYNE LOCAL SCHOOLS ORGANIZATIONAL CHART



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Anthony Wayne Local  
School District, Ohio

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

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



*Nancy L. Ziehl*

President

*Jeffrey R. Emer*

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**Anthony Wayne Local 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

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# FINANCIAL SECTION

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**Julian & Grube, Inc.**  
*Serving Ohio Local Governments*

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditor's Report

Board of Education  
Anthony Wayne Local School District  
9565 Bucher Road  
P.O. Box 2487  
Whitehouse, Ohio 43571

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Anthony Wayne Local School District, Lucas 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 Anthony Wayne Local 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 financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Anthony Wayne Local School District, Lucas County, Ohio, as of June 30, 2005, and the respective changes in financial position thereof 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.

As disclosed in Note 3 to the financial statements, the District implemented GASB Technical Bulletin 2004-2, "Recognition of Pension and Other Postemployment Benefit Expenditures/Expenses and Liabilities by Cost-Sharing Employers" for the fiscal year ended June 30, 2005.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 19, 2006, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Independent Auditor's Report  
Anthony Wayne Local School District  
Page Two

The management's discussion and analysis on pages F3 through F12 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 supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund statements, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor funds 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.  
January 19, 2006

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005  
UNAUDITED**

The management's discussion and analysis of the Anthony Wayne Local School District's ("the District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2005. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, the basic financial statements and the notes to the basic financial statements to enhance their understanding of the District's financial performance.

**Financial Highlights**

Key financial highlights for 2005 are as follows:

- In total, net assets of governmental activities decreased \$467,493 which represents a 9.40% decrease from 2004.
- General revenues accounted for \$31,549,986 in revenue or 90.57% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$3,284,440 or 9.43% of all revenues. The District had total revenues of \$34,834,426.
- The District had \$35,301,919 in expenses related to governmental activities; only \$3,284,440 of these expenses was offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$31,549,986 were not adequate to provide for these programs.
- The District's major governmental funds are the general fund and debt service fund. The general fund had \$29,069,403 in revenues and \$29,330,126 in expenditures. During fiscal 2005, the general fund's deficit fund balance increased \$253,593 from \$2,192,441 to \$2,446,034.
- The debt service fund had \$4,972,907 in revenues and other financing sources and \$4,969,671 in expenditures. During fiscal 2005, the debt service fund's deficit fund balance decreased \$3,236 from \$536,982 to \$533,746.

**Using this Comprehensive Annual Financial Report (CAFR)**

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

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

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005  
UNAUDITED

**Reporting the District as a Whole**

***Statement of Net Assets and the Statement of Activities***

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2005?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include *all assets, liabilities, revenues and expenses* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the Statement of Net Assets and the Statement of Activities, the Governmental Activities include the District's programs and services, including instruction, support services, operation and maintenance of plant, pupil transportation, extracurricular activities, and food service operations.

The District's statement of net assets and statement of activities can be found on pages F13-F14 of this report.

**Reporting the District's Most Significant Funds**

***Fund Financial Statements***

The analysis of the District's major governmental funds begins on page F9. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the general fund and debt service fund.

***Governmental Funds***

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial assets* than can readily be converted to cash. The governmental fund financial statements provide a detailed *short-term* view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental *activities* (reported in the Statement of Net Assets and the Statement of Activities) and governmental *funds* is reconciled in the basic financial statements. The basic governmental fund financial statements can be found on pages F15-F19 of this report.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005  
UNAUDITED

***Reporting the District's Fiduciary Responsibilities***

The District is the trustee, or fiduciary, for its scholarship programs. This activity is presented as a private-purpose trust fund. The District also acts in a trustee capacity as an agent for individuals. These activities are reported in an agency fund. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets on pages F20 and F21. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

***Notes to the Basic Financial Statements***

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages F22-F50 of this report.

**The District as a Whole**

The Statement of Net Assets provides the perspective of the District as a whole.

The table below provides a summary of the District's net assets for 2005 and 2004.

	<b>Net Assets</b>	
	Governmental Activities 2005	Governmental Activities 2004
<b><u>Assets</u></b>		
Current and other assets	\$ 25,443,964	\$ 27,831,504
Capital assets	<u>27,365,131</u>	<u>25,971,295</u>
Total assets	<u>52,809,095</u>	<u>53,802,799</u>
<b><u>Liabilities</u></b>		
Current liabilities	25,962,185	25,549,591
Long-term liabilities	<u>32,285,335</u>	<u>33,224,140</u>
Total liabilities	<u>58,247,520</u>	<u>58,773,731</u>
<b><u>Net Assets</u></b>		
Invested in capital assets, net of related debt	(1,361,877)	(1,034,738)
Restricted	896,565	1,018,991
Unrestricted (deficit)	<u>(4,973,113)</u>	<u>(4,955,185)</u>
Total net assets	<u>\$ (5,438,425)</u>	<u>\$ (4,970,932)</u>

Over time, net assets can serve as a useful indicator of a government's financial position. At June 30, 2005, the District's liabilities exceeded assets by \$5,438,425. At year-end, restricted net assets were \$896,565.

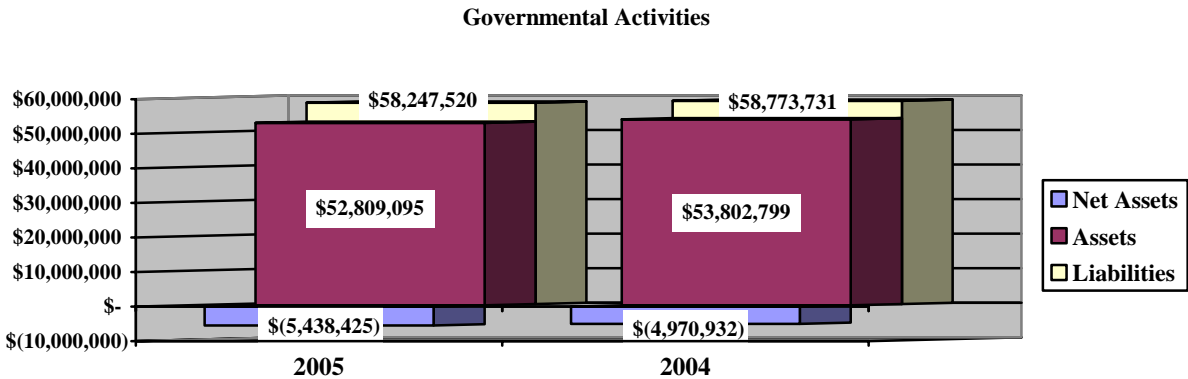
At year-end, capital assets represented 51.81% of total assets. Capital assets include land, land improvements, buildings and improvements, furniture and equipment and vehicles. Capital assets, net of related debt to acquire the assets at June 30, 2005, were a deficit of \$1,361,877.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005  
UNAUDITED**

These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$896,565, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net assets is a deficit of \$4,973,113.



The table below shows the change in net assets for fiscal year 2005 and 2004.

**Change in Net Assets**

	Governmental Activities 2005	Governmental Activities 2004
<b>Revenues</b>		
Program revenues:		
Charges for services and sales	\$ 1,868,967	\$ 1,759,593
Operating grants and contributions	1,384,918	1,060,203
Capital grants and contributions	30,555	-
General revenues:		
Property taxes	22,107,251	17,876,169
Grants and entitlements	9,306,227	9,250,022
Investment earnings	104,487	55,339
Other	32,021	80,522
<b>Total revenues</b>	<b>34,834,426</b>	<b>30,081,848</b>



**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005  
UNAUDITED**

**Change in Net Assets**

	<u>Governmental Activities 2005</u>	<u>Governmental Activities 2004</u>
<b><u>Expenses</u></b>		
Program expenses:		
Instruction:		
Regular	\$ 16,074,086	\$ 14,675,777
Special	1,952,094	1,964,377
Vocational	271,095	241,204
Support services:		
Pupil	1,278,985	1,116,212
Instructional staff	903,928	927,593
Board of education	770,875	1,036,956
Administration	2,249,559	2,156,726
Fiscal	825,061	750,919
Business	164,751	108,338
Operations and maintenance	4,657,508	3,950,069
Pupil transportation	2,265,808	1,870,685
Central	112,896	48,533
Operations of non-instructional services	17,474	53,378
Food service operations	1,047,981	899,768
Extracurricular activities	967,146	957,185
Intergovernmental pass through	100,392	102,236
Interest and fiscal charges	<u>1,642,280</u>	<u>1,528,902</u>
Total expenses	<u>35,301,919</u>	<u>32,388,858</u>
Change in net assets	(467,493)	(2,307,010)
Net assets at beginning of year	<u>(4,970,932)</u>	<u>(2,663,922)</u>
Net assets at end of year	<u>\$ (5,438,425)</u>	<u>\$ (4,970,932)</u>

**Governmental Activities**

Net assets of the District's governmental activities decreased \$467,493. Total governmental expenses of \$35,301,919 were offset by program revenues of \$3,284,440 and general revenues of \$31,549,986. Program revenues supported 9.30% of the total governmental expenses.

The primary sources of revenue for governmental activities are derived from property taxes and grants and entitlements. These revenue sources represent 90.18% of total governmental revenue. Real estate property is reappraised every six years

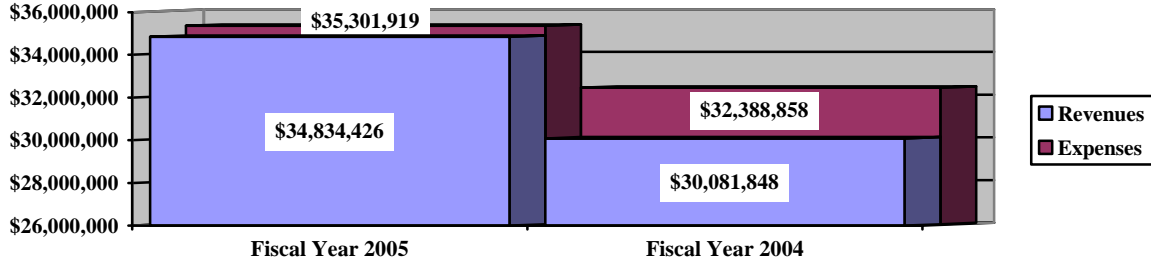
The largest expense of the District is for instructional programs. Instruction expenses totaled \$18,297,275 or 51.83% of total governmental expenses for fiscal 2005.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005  
UNAUDITED**

The graph below presents the District's governmental activities revenue and expenses for fiscal year 2005 and 2004.

**Governmental Activities - Revenues and Expenses**



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

**Governmental Activities**

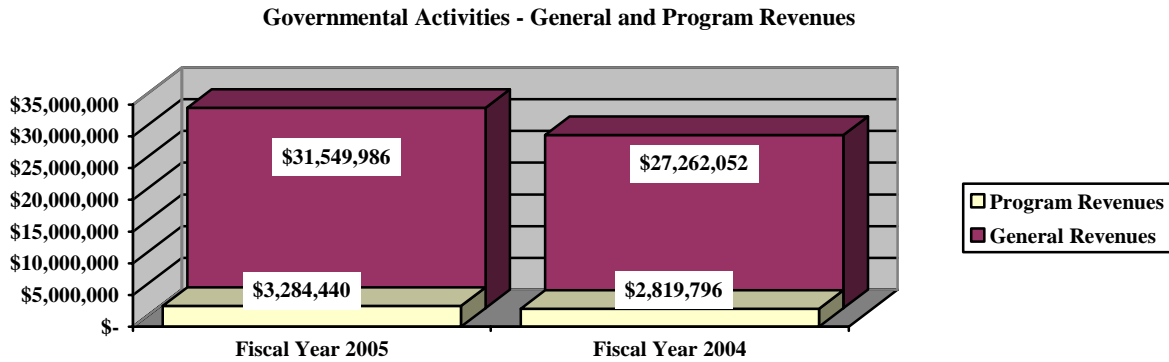
	Total Cost of Services <u>2005</u>	Net Cost of Services <u>2005</u>	Total Cost of Services <u>2004</u>	Net Cost of Services <u>2004</u>
<b>Program expenses</b>				
Instruction:				
Regular	\$ 16,074,086	\$ 15,082,361	\$ 14,675,777	\$ 13,988,136
Special	1,952,094	1,827,214	1,964,377	1,749,040
Vocational	271,095	271,095	241,204	241,204
Support services:				
Pupil	1,278,985	973,255	1,116,212	929,028
Instructional staff	903,928	882,335	927,593	878,958
Board of education	770,875	757,853	1,036,956	1,036,956
Administration	2,249,559	2,192,768	2,156,726	2,125,976
Fiscal	825,061	825,061	750,919	750,919
Business	164,751	164,751	108,338	108,338
Operations and maintenance	4,657,508	4,530,460	3,950,069	3,950,069
Pupil transportation	2,265,808	2,205,422	1,870,685	1,870,207
Central	112,896	80,140	48,533	16,685
Operations of non-instructional services	17,474	(53,310)	53,378	(111,299)
Food service operations	1,047,981	48,817	899,768	(41,968)
Extracurricular activities	967,146	586,977	957,185	547,911
Intergovernmental pass through	100,392	-	102,236	-
Interest and fiscal charges	<u>1,642,280</u>	<u>1,642,280</u>	<u>1,528,902</u>	<u>1,528,902</u>
<b>Total expenses</b>	<u>\$ 35,301,919</u>	<u>\$ 32,017,479</u>	<u>\$ 32,388,858</u>	<u>\$ 29,569,062</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005  
UNAUDITED**

The dependence upon tax and other general revenues for governmental activities is apparent, 93.90% of instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 90.70%. The District's taxpayers, as a whole, are by far the primary support for District's students.

The graph below presents the District's governmental activities revenue for fiscal year 2005 and 2004.



**The District's Funds**

The District's governmental funds (as presented on the balance sheet on page 15) reported a combined fund deficit balance of \$1,889,945, which is lower than last year's fund balance total of \$1,071,491. The June 30, 2004 fund balances have been restated as described in Note 3.A. to the basic financial statements. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2005 and 2004.

	Fund Balance Deficit <u>June 30, 2005</u>	Restated Fund Balance Deficit <u>June 30, 2004</u>	Increase (Decrease)
General	\$ (2,446,034)	\$ (2,192,441)	\$ (253,593)
Debt Service	(533,746)	(536,982)	3,236
Other Governmental	<u>1,089,835</u>	<u>3,800,914</u>	<u>(2,711,079)</u>
Total	<u>\$ (1,889,945)</u>	<u>\$ 1,071,491</u>	<u>\$ (2,961,436)</u>

**General Fund**

The District's general fund deficit increased \$253,593. The increase in fund deficit can be attributed to expenditures only increasing 2.46% but still being more than revenue increases of 12.26%. The table that follows assists in illustrating the financial activities and fund balance of the general fund.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005  
UNAUDITED**

	2005	Restated 2004	Percentage
	<u>Amount</u>	<u>Amount</u>	<u>Change</u>
<b><u>Revenues</u></b>			
Taxes	\$ 19,407,860	\$ 16,325,351	18.88 %
Tuition	334,308	334,407	(0.03) %
Earnings on investments	100,342	42,146	138.08 %
Intergovernmental	9,013,181	9,026,099	(0.14) %
Other revenues	<u>213,712</u>	<u>167,244</u>	27.78 %
 Total	 <u>\$ 29,069,403</u>	 <u>\$ 25,895,247</u>	 12.26 %
<b><u>Expenditures</u></b>			
Instruction	\$ 16,815,705	\$ 15,541,077	8.20 %
Support services	11,542,222	11,305,965	2.09 %
Extracurricular activities	507,915	482,387	5.29 %
Facilities acquisition and construction	93,615	187,174	(49.99) %
Capital outlay	-	1,110,498	(100.00) %
Debt service	<u>370,669</u>	<u>-</u>	100.00 %
 Total	 <u>\$ 29,330,126</u>	 <u>\$ 28,627,101</u>	 2.46 %

***Debt Service Fund***

The debt service fund had \$4,972,907 in revenues and other financing sources and \$4,969,671 in expenditures. During fiscal 2005, the debt service fund's deficit fund balance decreased \$3,236 from \$536,982 to \$533,746.

***General Fund Budgeting Highlights***

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

During the course of fiscal 2005, the District amended its general fund budget numerous times. For the general fund, final budgeted revenues and other financing sources were \$29,657,295, which was higher than the original budgeted revenues estimate of \$26,224,428. Actual revenues and other financing sources for fiscal 2005 was \$29,657,295. This equals the final budgeted revenues.

General fund original appropriations (appropriated expenditures plus other financing uses) of \$28,765,520 were increased to \$30,087,194 in the final budget. The actual budget basis expenditures and other financing uses for fiscal year 2005 totaled \$30,087,194, which was equal to the final budget appropriations.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005  
UNAUDITED

**Capital Assets and Debt Administration**

***Capital Assets***

At the end of fiscal 2005, the District had \$27,365,131 invested in land, land improvements, buildings and improvements, furniture and equipment, vehicles and construction in progress. This entire amount is reported in governmental activities. The following table shows fiscal 2005 balances compared to 2004:

	<b>Capital Assets at June 30</b>	
	<b>(Net of Depreciation)</b>	
	<u>Governmental Activities</u>	
	<u>2005</u>	<u>2004</u>
Land	\$ 1,628,060	\$ 1,388,844
Land improvements	255,070	386,025
Building and improvements	22,464,206	20,573,618
Furniture and equipment	1,175,131	1,276,433
Vehicles	1,842,664	1,934,662
Construction in progress	<u>-</u>	<u>411,713</u>
Total	<u>\$ 27,365,131</u>	<u>\$ 25,971,295</u>

Total additions to capital assets for 2005 were \$2,725,490 and total disposals were \$2,636 (net of accumulated depreciation). The District recorded \$1,329,018 in depreciation expense for fiscal 2005.

See Note 8 to the basic financial statements for additional information on the District's capital assets.

***Debt Administration***

At June 30, 2005, the District had \$26,080,996 in general obligation bonds outstanding. Of this total, \$790,000 is due within one year and \$25,290,996 is due within greater than one year. The following table summarizes the bonds outstanding.

	<u>Governmental</u>	<u>Governmental</u>
	<u>Activities</u>	<u>Activities</u>
	<u>2005</u>	<u>2004</u>
General obligation bonds:		
Term	\$ 12,965,000	\$ 13,415,000
Capital appreciation	909,489	909,489
Accreted interest	1,691,507	1,367,088
Refunding	<u>10,515,000</u>	<u>10,805,000</u>
Total	<u>\$ 26,080,996</u>	<u>\$ 26,496,577</u>

See Note 10 to the basic financial statements for additional information on the District's debt administration.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005  
UNAUDITED**

**Current Financial Related Activities**

The District has continued to maintain the highest standards of service to our students, parents and community. The District is always presented with challenges and opportunities. National events economically affect the District and the surrounding area. However, the District has a relatively small percentage of personal property tax base and collections and therefore is not affected negatively, to the degree of most districts during times of economic downturns.

The District has a strong financial outlook. The Board of Education and administration closely monitor its revenues and expenditures in accordance with its financial forecast. Overall, the District continues to perform at the highest level determined by the State of Ohio, which is measured by a defined set of proficiency criteria. Our most recent state report card shows the district students achieving 18 out of 18 with an "Excellent" rating.

As the preceding information shows, the District heavily depends on its property taxpayers. At present, the local taxpayers support represents approximately 70% of the total revenues of the District. Our communities' support was recently measured by one most outstanding accomplishment, in May of 2003 the community passed a \$3 million, 4.85 mill emergency operating levy. The support of this issue demonstrates the strong belief of parents and community members that their schools are one of the highest priorities and one of the most important public institutions in their communities. It was the first operating levy asked for in over 11 years.

The District communicates to its residents through a newsletter that is published and mailed to over 8,000 residences at least 9 times per year. They work to keep the taxpayers informed as they rely upon their support for the major part of its operations, and will continue to work diligently to plan expenses, staying carefully within the District's five-year financial plan. State law generally retards the growth of income generated by local levies rendering revenue relatively constant. This lack of revenue growth normally forces the District to come back to the voters from time to time and ask for additional financial support. However, the District's general operating millage will no longer be rolled back as the District's operating millage has now dropped to the 20 mill floor. This is the lowest possible collection point for property tax collections allowed by law.

The District is also going through a period of tremendous growth. The student population has grown in the last three years at the rate of 160 students, 175 students and 200 students respectfully. It appears that there is no end in sight to the growth, and in fact we will probably see more rapid growth in the future. The rapid growth is also seen in the assessed property valuation of the District. The District went from an assessed valuation of approximately \$703,000,000 in 2003 to an assessed valuation of approximately \$757,500,000 in 2004 and approximately \$820,670,000 in 2005. Part of this increase from 2002 to 2003 was a result of the triennial update of property values in the District and the continued growth of new construction, primarily in the area of new homes. The increase from 2004 to 2005 was a result of the continued growth of new construction, primarily in the area of new homes.

As a result, all of the District's financial abilities will be called upon to meet the challenges the future will bring. It is imperative the District's Board and management team continue to carefully and prudently plan in order to provide the resources required to meet the student's desired needs over the next several years. The current 5-year forecast tends to paint a stable picture over the next five years. However, it should be pointed out that the forecast and its results could change in a very short time period during the next five years.

**Contacting the District's Financial Management**

This financial report is designed to provide our citizen's taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Mr. Anthony Swartz, Treasurer, Anthony Wayne Local School District, 9565 Bucher Rd., P.O. Box 2487, Whitehouse, Ohio 43571.

**BASIC  
FINANCIAL STATEMENTS**

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

STATEMENT OF NET ASSETS  
JUNE 30, 2005

		<u>Governmental Activities</u>
<b>Assets:</b>		
Equity in pooled cash and cash equivalents. . . . .	\$	1,697,404
Cash with escrow agent . . . . .		98,353
Receivables:		
Taxes . . . . .		23,307,578
Accounts . . . . .		811
Intergovernmental . . . . .		285,735
Accrued interest . . . . .		10,518
Materials and supplies inventory . . . . .		43,565
Capital assets:		
Land . . . . .		1,628,060
Depreciable capital assets, net. . . . .		25,737,071
Capital assets, net . . . . .		<u>27,365,131</u>
 Total assets. . . . .		 <u>52,809,095</u>
<b>Liabilities:</b>		
Accounts payable. . . . .		10,662
Contracts payable. . . . .		11,795
Retainage payable. . . . .		98,353
Accrued wages and benefits . . . . .		3,112,879
Pension obligation payable. . . . .		738,253
Intergovernmental payable . . . . .		237,945
Deferred revenue . . . . .		21,608,469
Accrued interest payable . . . . .		143,829
Long-term liabilities:		
Due within one year. . . . .		4,672,039
Due in more than one year. . . . .		27,613,296
Total liabilities . . . . .		<u>58,247,520</u>
<b>Net Assets:</b>		
Invested in capital assets, net of related debt. . . . .		(1,361,877)
Restricted for:		
Capital projects . . . . .		695,842
State funded programs. . . . .		11,494
Federally funded programs . . . . .		60,876
Student activities . . . . .		93,655
Other purposes . . . . .		34,698
Unrestricted (deficit) . . . . .		<u>(4,973,113)</u>
 Total net assets . . . . .	 \$	 <u><u>(5,438,425)</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS.



**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets
Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
<b>Governmental activities:</b>					
Instruction:					
Regular . . . . .	\$ 16,074,086	\$ 526,222	\$ 434,948	\$ 30,555	\$ (15,082,361)
Special . . . . .	1,952,094	-	124,880	-	(1,827,214)
Vocational . . . . .	271,095	-	-	-	(271,095)
Support services:					
Pupil . . . . .	1,278,985	-	305,730	-	(973,255)
Instructional staff . . . . .	903,928	-	21,593	-	(882,335)
Board of education . . . . .	770,875	-	13,022	-	(757,853)
Administration . . . . .	2,249,559	15,699	41,092	-	(2,192,768)
Fiscal . . . . .	825,061	-	-	-	(825,061)
Business . . . . .	164,751	-	-	-	(164,751)
Operations and maintenance . . . . .	4,657,508	-	127,048	-	(4,530,460)
Pupil transportation . . . . .	2,265,808	60,386	-	-	(2,205,422)
Central . . . . .	112,896	-	32,756	-	(80,140)
Operation of non-instructional services . . . . .	17,474	62,447	8,337	-	53,310
Food service operations . . . . .	1,047,981	824,044	175,120	-	(48,817)
Extracurricular activities . . . . .	967,146	380,169	-	-	(586,977)
Intergovernmental pass-through . . . . .	100,392	-	100,392	-	-
Interest and fiscal charges . . . . .	1,642,280	-	-	-	(1,642,280)
<b>Total governmental activities . . . . .</b>	<b><u>\$ 35,301,919</u></b>	<b><u>\$ 1,868,967</u></b>	<b><u>\$ 1,384,918</u></b>	<b><u>\$ 30,555</u></b>	<b><u>(32,017,479)</u></b>
<b>General Revenues:</b>					
Property taxes levied for:					
General purposes . . . . .					19,611,658
Debt service . . . . .					1,872,450
Capital projects . . . . .					623,143
Grants and entitlements not restricted to specific programs . . . . .					9,306,227
Investment earnings . . . . .					104,487
Miscellaneous . . . . .					32,021
<b>Total general revenues . . . . .</b>					<b><u>31,549,986</u></b>
Change in net assets . . . . .					(467,493)
<b>Net assets at beginning of year . . . . .</b>					<b><u>(4,970,932)</u></b>
<b>Net assets at end of year . . . . .</b>					<b><u>\$ (5,438,425)</u></b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2005

	<u>General</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 465,967	\$ -	\$ 1,196,739	\$ 1,662,706
Cash with escrow agent . . . . .	-	-	98,353	98,353
Receivables:				
Taxes . . . . .	20,767,118	1,919,717	620,743	23,307,578
Accounts . . . . .	811	-	-	811
Intergovernmental . . . . .	-	-	285,735	285,735
Accrued interest . . . . .	10,518	-	-	10,518
Interfund loans . . . . .	837,848	-	-	837,848
Materials and supplies inventory . . . . .	29,962	-	13,603	43,565
Restricted assets:				
Equity in pooled cash and cash equivalents . . . . .	34,698	-	-	34,698
Total assets . . . . .	<u>\$ 22,146,922</u>	<u>\$ 1,919,717</u>	<u>\$ 2,215,173</u>	<u>\$ 26,281,812</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 9,524	\$ -	\$ 1,138	\$ 10,662
Contracts payable . . . . .	-	-	11,795	11,795
Retainage payable . . . . .	-	-	98,353	98,353
Accrued wages and benefits . . . . .	3,021,468	-	91,411	3,112,879
Compensated absences payable . . . . .	219,253	-	-	219,253
Pension obligation payable. . . . .	692,395	-	45,858	738,253
Intergovernmental payable. . . . .	228,807	-	9,138	237,945
Interfund loans . . . . .	-	579,861	257,987	837,848
Deferred revenue. . . . .	20,421,509	1,873,602	609,658	22,904,769
Total liabilities . . . . .	<u>24,592,956</u>	<u>2,453,463</u>	<u>1,125,338</u>	<u>28,171,757</u>
<b>Fund Balances:</b>				
Reserved for encumbrances . . . . .	206,120	-	275,106	481,226
Reserved for materials and supplies inventory. . . . .	29,962	-	13,603	43,565
Reserved for property tax unavailable for appropriation . . . . .	272,115	31,298	13,079	316,492
Reserved for BWC refunds. . . . .	34,698	-	-	34,698
Unreserved:				
Designated for budget stabilization . . . . .	547,582	-	-	547,582
Undesignated (deficit), reported in:				
General fund . . . . .	(3,536,511)	-	-	(3,536,511)
Special revenue funds. . . . .	-	-	331,189	331,189
Debt service fund . . . . .	-	(565,044)	-	(565,044)
Capital projects funds. . . . .	-	-	456,858	456,858
Total fund balances (deficit) . . . . .	<u>(2,446,034)</u>	<u>(533,746)</u>	<u>1,089,835</u>	<u>(1,889,945)</u>
Total liabilities and fund balances . . . . .	<u>\$ 22,146,922</u>	<u>\$ 1,919,717</u>	<u>\$ 2,215,173</u>	<u>\$ 26,281,812</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET ASSETS OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2005

<b>Total governmental fund balances (deficit)</b>		\$ (1,889,945)
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		27,365,131
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Taxes	\$ 1,274,941	
Intergovernmental revenue	10,841	
Accrued interest	<u>10,518</u>	
Total		1,296,300
In the statement of activities interest is accrued on outstanding bonds, whereas in governmental funds, interest expenditures are reported when due.		(143,829)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences	(1,647,567)	
General obligation bonds payable	(26,080,996)	
General obligation notes payable	(2,945,000)	
Lease purchases payable	(705,000)	
Capital lease obligation	<u>(687,519)</u>	
Total		<u>(32,066,082)</u>
<b>Net assets of governmental activities</b>		<u><u>\$ (5,438,425)</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT)  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>General</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues:</b>				
From local sources:				
Taxes . . . . .	\$ 19,407,860	\$ 1,792,625	\$ 576,864	\$ 21,777,349
Tuition . . . . .	334,308	-	-	334,308
Transportation fees . . . . .	525	-	-	525
Charges for services. . . . .	-	-	824,044	824,044
Earnings on investments. . . . .	100,342	-	2,916	103,258
Extracurricular. . . . .	-	-	380,139	380,139
Classroom materials and fees . . . . .	83,858	-	108,031	191,889
Other local revenues. . . . .	129,329	-	354,620	483,949
Intergovernmental - state. . . . .	8,942,782	222,442	279,630	9,444,854
Intergovernmental - federal . . . . .	70,399	-	1,114,317	1,184,716
Total revenues. . . . .	<u>29,069,403</u>	<u>2,015,067</u>	<u>3,640,561</u>	<u>34,725,031</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	14,715,455	-	656,937	15,372,392
Special. . . . .	1,820,447	-	109,197	1,929,644
Vocational. . . . .	279,803	-	-	279,803
Support services:				
Pupil. . . . .	1,003,101	-	270,493	1,273,594
Instructional staff . . . . .	862,920	-	22,954	885,874
Board of education . . . . .	756,759	-	14,116	770,875
Administration. . . . .	2,287,361	-	53,165	2,340,526
Fiscal . . . . .	784,563	27,627	6,143	818,333
Business . . . . .	98,199	-	79,788	177,987
Operations and maintenance. . . . .	3,705,534	-	-	3,705,534
Pupil transportation . . . . .	1,975,103	-	196,884	2,171,987
Central. . . . .	68,682	-	39,418	108,100
Operation of non-instructional services . . . . .	-	-	13,845	13,845
Food service operations . . . . .	-	-	1,002,295	1,002,295
Extracurricular activities. . . . .	507,915	-	378,738	886,653
Facilities acquisition and construction . . . . .	93,615	-	3,236,590	3,330,205
Intergovernmental pass through . . . . .	-	-	100,392	100,392
Debt service:				
Principal retirement . . . . .	337,884	3,685,000	146,141	4,169,025
Interest and fiscal charges . . . . .	32,785	1,257,044	24,976	1,314,805
Total expenditures . . . . .	<u>29,330,126</u>	<u>4,969,671</u>	<u>6,352,072</u>	<u>40,651,869</u>
Excess of revenues under expenditures . . . . .	<u>(260,723)</u>	<u>(2,954,604)</u>	<u>(2,711,511)</u>	<u>(5,926,838)</u>
<b>Other financing sources:</b>				
Sale of notes . . . . .	-	2,945,000	-	2,945,000
Premium on sale of notes . . . . .	-	12,840	-	12,840
Total other financing sources . . . . .	<u>-</u>	<u>2,957,840</u>	<u>-</u>	<u>2,957,840</u>
Net change in fund balances . . . . .	(260,723)	3,236	(2,711,511)	(2,968,998)
<b>Fund balances (deficit)</b>				
at beginning of year (restated). . . . .	(2,192,441)	(536,982)	3,800,914	1,071,491
Increase in reserve for inventory . . . . .	7,130	-	432	7,562
Fund balances (deficit) at end of year. . . . .	<u>\$ (2,446,034)</u>	<u>\$ (533,746)</u>	<u>\$ 1,089,835</u>	<u>\$ (1,889,945)</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, 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** \$ (2,968,998)

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

Governmental funds report capital outlays as expenditures. However, on 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 capital outlays exceeds depreciation expense in the current period.

Capital asset additions	\$ 2,725,490	
Current year depreciation	(1,329,018)	
Total		1,396,472

Governmental funds only report the gain from the disposal of capital assets to the extent proceeds are received from the sale. On the statement of activities, a gain or loss is reported for each disposal. (2,636)

Governmental funds report expenditures for inventory when purchased. However, on the statement of activities, they are reported as an expense when consumed. 7,562

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

Taxes	329,902	
Intergovernmental revenue	(221,736)	
Accrued interest	1,229	
Total		109,395

Repayment of bond and lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net assets. 4,169,025

Sale of notes are recorded as revenue in the funds, however, on the statement of activities, they are not reported as revenues as they increase the liabilities on the statement of net assets. (2,945,000)

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, interest is expensed when due.

Accrued interest	(15,896)	
Accreted interest	(324,419)	
Total		(340,315)

Some expenses reported on the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 107,002

**Change in net assets of governmental activities** \$ (467,493)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Taxes . . . . .	\$ 17,457,199	\$ 19,579,996	\$ 19,579,996	\$ -
Tuition . . . . .	304,576	341,613	337,900	(3,713)
Transportation fees . . . . .	426	478	525	47
Earnings on investments . . . . .	86,652	97,189	97,189	-
Classroom materials and fees . . . . .	67,916	76,175	83,858	7,683
Other local revenues . . . . .	124,296	139,410	140,018	608
Intergovernmental - State . . . . .	8,068,012	9,049,084	9,046,187	(2,897)
Intergovernmental - Federal . . . . .	115,351	129,378	129,378	-
Total revenues . . . . .	<u>26,224,428</u>	<u>29,413,323</u>	<u>29,415,051</u>	<u>1,728</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	14,430,865	14,673,588	14,673,588	-
Special . . . . .	1,752,465	1,781,941	1,781,941	-
Vocational . . . . .	245,878	250,014	250,014	-
Support services:				
Pupil . . . . .	989,974	1,006,625	1,006,625	-
Instructional staff . . . . .	836,645	850,717	850,717	-
Board of education . . . . .	746,006	758,554	758,554	-
Administration . . . . .	2,231,873	2,269,412	2,269,412	-
Fiscal . . . . .	833,577	847,597	847,597	-
Business . . . . .	100,389	102,077	102,077	-
Operations and maintenance . . . . .	3,679,151	3,741,033	3,741,033	-
Pupil transportation . . . . .	2,232,624	2,270,176	2,270,176	-
Central . . . . .	63,169	64,231	64,231	-
Extracurricular activities . . . . .	495,860	504,200	504,200	-
Facilities acquisition and construction . . . . .	127,044	129,181	129,181	-
Total expenditures . . . . .	<u>28,765,520</u>	<u>29,249,346</u>	<u>29,249,346</u>	<u>-</u>
Excess of revenues over (under) expenditures . . . . .	<u>(2,541,092)</u>	<u>163,977</u>	<u>165,705</u>	<u>1,728</u>
<b>Other financing sources (uses):</b>				
Refund of prior year expenditures . . . . .	-	14,158	12,203	(1,955)
Advances in . . . . .	-	226,925	226,925	-
Advances (out) . . . . .	-	(837,848)	(837,848)	-
Sale of capital assets . . . . .	-	2,889	3,116	227
Total other financing sources (uses) . . . . .	<u>-</u>	<u>(593,876)</u>	<u>(595,604)</u>	<u>(1,728)</u>
Net change in fund balance . . . . .	(2,541,092)	(429,899)	(429,899)	-
<b>Fund balance at beginning of year . . . . .</b>	44,549	44,549	44,549	-
<b>Prior year encumbrances appropriated . . . . .</b>	682,020	682,020	682,020	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ (1,814,523)</u>	<u>\$ 296,670</u>	<u>\$ 296,670</u>	<u>\$ -</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
JUNE 30, 2005

	<b>Private-Purpose Trust</b>	
	<b>Scholarship</b>	<b>Agency</b>
<b>Assets:</b>		
Equity in pooled cash and cash equivalents. . . . .	\$ 54,340	\$ 84,690
Total assets . . . . .	54,340	\$ 84,690
<b>Liabilities:</b>		
Intergovernmental payable . . . . .	-	\$ 8,639
Due to students . . . . .	-	76,051
Total liabilities . . . . .	-	\$ 84,690
<b>Net Assets:</b>		
Held in trust for scholarships . . . . .	54,340	
Total net assets . . . . .	\$ 54,340	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<b>Private-Purpose Trust</b>
	<b>Scholarship</b>
<b>Additions:</b>	
Gifts and contributions. . . . .	\$ 5,050
Total additions. . . . .	5,050
<b>Deductions:</b>	
Scholarships awarded . . . . .	8,008
Change in net assets . . . . .	(2,958)
<b>Net assets at beginning of year . . . . .</b>	<b>57,298</b>
<b>Net assets at end of year. . . . .</b>	<b>\$ 54,340</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS.



**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT**

The Anthony Wayne Local School District (the "District") is located in Southwestern Lucas County including all of the Village of Whitehouse, Ohio, and portions of surrounding townships. The District serves an area of approximately 76.8 square miles.

The District is organized under Sections 2 and 3, Article VI of the Constitution of the State of Ohio. Under such laws, there is no authority for a school district to have a charter or adopt local laws. The legislative power of the District is vested in the Board of Education, consisting of five members elected at large for staggered four year terms.

The District ranks as the 102<sup>nd</sup> largest by enrollment among the 613 public school districts in the state. It currently operates 3 elementary schools, 1 middle school, and 1 comprehensive high school. The District employs 170 non-certified and 254 certified (including administrative) full-time and part-time employees to provide services to approximately 4,026 students in grades K through 12 and various community groups.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**A. Reporting Entity**

The reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units". The reporting entity is composed of the primary government, component units and other organization that are included to ensure that the basic financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, foods service, preschool and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organizations' government board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise have access to the organizations 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 that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Based upon the application of these criteria, the District has no component units. The basic financial statements of the reporting entity include only those of the District (the primary government). The following organizations are described due to their relationship to the District:

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

*JOINTLY GOVERNED ORGANIZATIONS*

Penta County Career Center

The Career Center is a separate body politic and corporate, established by the Ohio Revised Code (ORC) to provide vocational and special education needs of the students. The school accepts non-tuition students from the District as a member school, however, it is considered a separate political subdivision and is not considered to be part of the District.

Northwest Ohio Computer Association (NWOCA)

The District is a participant with 28 other school districts in a jointly governed organization to operate NWOCA. NWOCA was formed for the purpose of providing computer services. NWOCA is governed by a board of directors consisting of the superintendents of the member school districts. The degree of control exercised by any participating school district is limited to its representation on the board. The District does not have an ongoing financial interest or responsibility in NWOCA.

**B. Fund Accounting**

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary. The District has no proprietary funds.

*GOVERNMENTAL FUNDS*

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

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

*Debt Service Fund* - The debt service fund is used to account for the accumulation of resources and payment of general obligation bond and principal and interest from governmental resources when the government is obligated in some manner for payment. It is also used to account for the accumulation of resources and payment of general obligation bonds and notes payable.

Other governmental funds of the District are used to account for (a) financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those financed by and trust funds; and (b) for grants and other resources whose use is restricted to a particular purpose.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

*FIDUCIARY FUNDS*

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

**C. Basis of Presentation and Measurement Focus**

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. Interfund services provided and used are not eliminated in the process of consolidation.

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 or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues of the District.

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the District are included on the statement of net assets.

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 nonmajor funds are aggregated into one column. Fiduciary funds are reported by fund type.

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

The private-purpose trust fund is reported using the economic resources measurement focus. Agency funds do not report a measurement focus as they do not report operations.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**D. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Fiduciary funds also use the accrual basis of accounting.

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

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

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available as an advance, interest, tuition, grants, student fees and rentals.

Deferred Revenue - Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of June 30, 2005, but which were levied to finance fiscal year 2006 operation, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the Statement of Revenues, Expenditures and Changes in Fund Balances as an expenditure with a like amount reported as intergovernmental revenue.

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

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**E. Budgets**

The District is required by state statute to adopt an annual appropriated cash basis budget for all funds. The specific timetable for is as follows:

1. Prior to January 15 of the preceding year, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.
2. By no later than January 20, the board-adopted budget is filed with the Lucas County Budget Commission for tax rate determination. The Lucas County Budget Commission waived the tax budget filing requirement for the fiscal year 2005.
3. 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 Certificated of Estimated Resources. The revised budget then serves as a basis for the appropriation measure. On or about July 1, the Certificate is amended to include any unencumbered balances from the preceding year as reported by the District Treasurer. The Certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported in the budgetary statement reflect the amounts set forth in the original and final Amended Certificate issued for fiscal year 2005.
4. By July 1, 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. State statute permits a temporary appropriation to be effective until no later than October 1 of each year. Although the legal level of budgetary control was established at the fund level of expenditures, the District has elected to present budgetary statement comparisons at the fund and function level of expenditures. Resolution appropriations 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 total.
5. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education.
6. Formal budgetary integration is employed as a management control device during the year for all funds consistent with the general obligation bond indenture and other statutory provisions. All funds completed the year within the amount of their legally authorized cash basis appropriation.
7. Appropriation amounts are as originally adopted, or as amended by the Board of Education through the year by supplemental appropriations which either reallocated or increased the original appropriated amounts. All supplemental appropriations were legally enacted by the Board during fiscal 2005. All amounts reported in the budgetary statement reflect the original and final appropriations legally enacted by the Board.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

8. Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be reappropriated. Expenditures may not legally exceed budgeted appropriations at the fund level.

**F. Cash and Investments**

To improve cash management, cash received by the District other than cash with escrow agent is pooled in a central bank account. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the basic financial statements.

During fiscal year 2005, investments were limited to federal agency securities, a U.S. Government money market fund and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio). Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices.

The District has invested funds in STAR Ohio during fiscal year 2005. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the state to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on June 30, 2005.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. The Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2005 amounted to \$100,342, which includes \$80,014 assigned from other District funds.

For presentation on the basic financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

An analysis of the District's investment account at year-end is provided in Note 4.

**G. Inventory**

On government-wide and fund financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when purchased. Inventories are accounted for using the purchases method.

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

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

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**H. Capital Assets**

General capital assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

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

All reported capital assets except land and construction in progress 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>Governmental Activities Estimated Lives</u>
Land improvements	5 - 20 years
Buildings and improvements	20 - 50 years
Furniture and equipment	5 - 20 years
Vehicles	5 - 10 years

**I. Interfund Balances**

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

**J. Compensated Absences**

Compensated absences of the District consist of vacation leave and severance liability to the extent that payments to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the District and the employee.

In accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences", a liability for vacation leave is accrued if a) the employees' rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. A liability for severance is accrued using the vesting method; i.e., the liability is based on the sick leave accumulated at the balance sheet date by those employees who are currently eligible to receive termination (severance) payments, as well as those employees expected to become eligible in the future. For purposes of establishing a liability for severance on employees expected to become eligible to retire in the future, age fifty seven or greater with two years of service, age fifty two or greater with seven years of service or any age with twenty seven years of service were considered expected to become eligible to retire in accordance with GASB Statement No. 16.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

The total liability for vacation and severance payments has been calculated using pay rates in effect at June 30, 2005, and reduced to the maximum payment allowed by labor contract and/or statute, plus any additional salary related payments.

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.

**K. Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

**L. Fund Reserves/Designations**

Reserved fund balances indicate that portion of fund equity which is not available for current appropriation or is legally segregated for a specific use. Designated fund balance indicates that portion of fund equity for which management has an intended use of the resources. Fund balances are reserved for encumbrances, materials and supplies inventory, tax advance unavailable for appropriation and Bureau of Workers' Compensation (BWC) refunds. The unreserved portions of fund equity reflected for the governmental funds are available for use within the specific purposes of those funds. The reserve for tax revenue unavailable for appropriation represents taxes recognized as revenue under GAAP but not available for appropriations under state statute. The amount set-aside by the School Board for budget stabilization is reported as a designation of fund balance in the general fund.

**M. 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 improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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



**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**N. Estimates**

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

**O. Restricted Assets**

Restricted assets in the general fund represent cash and cash equivalents that are restricted in use by state statute. See Note 17 for detail.

**P. Interfund Activity**

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

**Q. Nonpublic Schools**

Within the boundaries of the District, Lial Catholic operates as a private school. State legislation provides funding to this parochial school. The District receives the money and then disburses the money to the Lucas County, ESC. These transactions are reported as a governmental activity of the District.

**R. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. The District did not have any extraordinary or special items during fiscal 2005.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE**

**A. Change in Accounting Principals**

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 modified 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 modified 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 GASB Statement No. 40 did not have an effect on the financial statements of the District, however additional note disclosure can be found in Note 4. The implementation of GASB Technical Bulletin No. 2004-2 had the following effect on the fund balances of the major and non-major funds of the District as they were previously reported as of June 30, 2004:

	<u>General</u>	<u>Debt Service</u>	<u>Nonmajor</u>	<u>Total</u>
Fund Balances, June 30, 2004	\$ (1,924,867)	\$ (536,982)	\$ 3,817,338	\$ 1,355,489
GASB Technical Bulletin No. 2004-2	<u>(267,574)</u>	<u>-</u>	<u>(16,424)</u>	<u>(283,998)</u>
Restated Fund Balance, June 30, 2004	<u>\$ (2,192,441)</u>	<u>\$ (536,982)</u>	<u>\$ 3,800,914</u>	<u>\$ 1,071,491</u>

**B. Deficit Fund Balances**

Fund balances at June 30, 2005 included the following individual fund deficits:

	<u>Deficit</u>
<u>Major Funds</u>	
General Fund	\$ 2,446,034
Debt Service	533,746
<u>Nonmajor Funds</u>	
Ohio Reads	109
Summer Intervention	12,599
Title I	1,592
Improving Teacher Quality	7,359

These funds complied with Ohio state law, which does not permit a cash basis deficit at year-end. The general fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances result from adjustments for accrued liabilities.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 4 - DEPOSITS AND INVESTMENTS**

State statutes classify monies held by the District into three categories.

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

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

Interim deposits are deposits of interim monies. Interim moneys are 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. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time: and,

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

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

**A. Cash with Escrow Agent**

At fiscal year-end, the District had \$98,353 in cash and cash equivalents held by Fifth Third Bank in relation construction on the Administration Building and Monclova Elementary. This amount is included on the Balance Sheet and Statement of Net Assets as "Cash with Escrow Agent".

**B. Cash on Hand**

At year-end, the District had \$7,289 in undeposited cash on hand which is included on the financial statements of the District as part of "Equity in Pooled Cash and Cash Equivalents."

**C. Deposits with Financial Institutions**

At June 30, 2005, the carrying amount of all District deposits was \$130,023. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of June 30, 2005, \$398,452 of the District's bank balance of \$598,452 was exposed to custodial risk as discussed below, while \$200,000 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.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

**D. Investments**

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

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>		
		<u>6 months or less</u>	<u>7 to 12 months</u>	<u>13 to 18 months</u>
FHLB	\$ 396,581	\$ -	\$ 297,581	\$ 99,000
FNMA	249,533	249,533	-	-
FHLMC	347,512	248,590	98,922	-
STAR Ohio	701,247	701,247	-	-
U.S. Government money market	4,249	4,249	-	-
	<u>\$ 1,699,122</u>	<u>\$ 1,203,619</u>	<u>\$ 396,503</u>	<u>\$ 99,000</u>

The weighted average maturity of investments is .32 years.

*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, except for STAR Ohio, were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services, respectively. Standard & Poor's has assigned STAR Ohio an AAAM money market rating.

*Concentration of Credit Risk:* 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>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FHLB	\$ 396,581	23.34%
FNMA	249,533	14.69%
FHLMC	347,512	20.45%
STAR Ohio	701,247	41.27%
U.S. Government money market	4,249	0.25%
	<u>\$ 1,699,122</u>	<u>100.00%</u>

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

**E. Reconciliation of Cash and Investment to the Statement of Net Assets**

The following is a reconciliation of cash and investments as reported in the footnote above to cash and investments as reported on the statement of net assets as of June 30, 2005:

<u>Cash and Investments per footnote</u>	
Carrying amount of deposits	\$ 130,023
Investments	1,699,122
Cash with escrow agent	98,353
Cash on hand	<u>7,289</u>
Total	<u>\$ 1,934,787</u>
<u>Cash and investments per Statement of Net Assets</u>	
Governmental activities	\$ 1,795,757
Private-purpose trust fund	54,340
Agency funds	<u>84,690</u>
Total	<u>\$ 1,934,787</u>

**NOTE 5 - INTERFUND TRANSACTIONS**

Interfund balances at June 30, 2005 as reported on the fund statements, consist of the following individual interfund loans receivable and payable:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Debt Service Fund	\$ 579,861
General Fund	Nonmajor Governmental Funds	257,987

The primary purpose of the interfund balances is to cover costs in specific funds where revenues were not received by June 30. These interfund balances will be repaid once the anticipated revenues are received. All interfund balances are expected to be repaid within one year.

Interfund balances between governmental funds are eliminated on the government-wide financial statements; therefore, no internal balances at June 30, 2005 are reported on the Statement of Net Assets.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 6 - PROPERTY TAXES**

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

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the District. Real property tax revenue received in calendar 2005 represents collections of calendar year 2004 taxes. Real property taxes received in calendar year 2005 were levied after April 1, 2004, on the assessed value listed as of January 1, 2004, the lien date. Assessed values for real property taxes are established by state law at thirty-five percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, state statute permits alternate payment dates to be established.

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

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

The District receives property taxes from Lucas, Fulton, and Wood Counties. These County Auditors periodically advance to the District its portion of the taxes collected. Second-half real property tax payments collected by the Counties by June 30, 2005, are available to finance fiscal year 2005 operations. The amount available to be advanced can vary based on the date tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are 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 of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

The amount available as an advance at June 30, 2005 was \$272,115 in the general fund, \$31,298 in the debt service fund and \$13,079 in the permanent improvement fund. This amount has been recorded as revenue. The amount available as an advance at June 30, 2004 was \$420,713 in the general fund, \$20,996 in the debt service fund and \$3,749 in the permanent improvement fund.

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

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 6 - PROPERTY TAXES - (Continued)**

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

	2004 Second Half Collections		2005 First Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 635,214,030	90.32	\$ 686,092,240	90.57
Public utility personal	18,068,900	2.57	19,787,870	2.61
Tangible personal property	<u>49,998,307</u>	<u>7.11</u>	<u>51,617,356</u>	<u>6.82</u>
Total	<u>\$ 703,281,237</u>	<u>100.00</u>	<u>\$ 757,497,466</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation	\$ 71.40		\$ 71.40	

**NOTE 7 - RECEIVABLES**

Receivables at June 30, 2005 consisted of taxes, accounts (billings for user charged services and student fees), accrued 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 the items of receivables reported on the Statement of Net Assets follows:

**Governmental Activities:**

Taxes	\$ 23,307,578
Accounts	811
Intergovernmental	285,735
Accrued interest	<u>10,518</u>
Total	<u>\$ 23,604,642</u>

Receivables have been disaggregated on the face of the basic financial statements. All receivables are expected to be collected within subsequent years.



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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 8 - CAPITAL ASSETS**

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

	<u>Balance 06/30/04</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 06/30/05</u>
<b>Governmental Activities:</b>				
<i>Capital assets, not being depreciated:</i>				
Land	\$ 1,388,844	\$ 239,216	\$ -	\$ 1,628,060
Construction in progress	411,713	-	(411,713)	-
Total capital assets, not being depreciated	<u>1,800,557</u>	<u>239,216</u>	<u>(411,713)</u>	<u>1,628,060</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	2,104,866	57,725	-	2,162,591
Building and improvements	30,454,857	2,497,369	-	32,952,226
Furniture and equipment	2,058,722	146,009	(6,084)	2,198,647
Vehicles	3,434,406	196,884	-	3,631,290
Total capital assets, being depreciated	<u>38,052,851</u>	<u>2,897,987</u>	<u>(6,084)</u>	<u>40,944,754</u>
<i>Less: accumulated depreciation:</i>				
Land improvements	(1,718,841)	(188,680)	-	(1,907,521)
Building and improvements	(9,881,239)	(606,781)	-	(10,488,020)
Furniture and equipment	(782,289)	(244,675)	3,448	(1,023,516)
Vehicles	(1,499,744)	(288,882)	-	(1,788,626)
Total accumulated depreciation	<u>(13,882,113)</u>	<u>(1,329,018)</u>	<u>3,448</u>	<u>(15,207,683)</u>
Governmental activities capital assets, net	<u>\$ 25,971,295</u>	<u>\$ 1,808,185</u>	<u>\$ (414,349)</u>	<u>\$ 27,365,131</u>

Depreciation expense was charged to governmental functions as follows:

<u>Instruction:</u>	
Regular	\$ 804,522
Special	32,241
Vocational	7,951
<u>Support Services:</u>	
Instructional staff	2,917
Administration	8,739
Fiscal	2,000
Business	4,015
Operations and maintenance	50,158
Pupil transportation	290,335
Central	1,901
Non-instructional	3,629
Extracurricular activities	80,493
Food service operations	40,117
Total depreciation expense	<u>\$ 1,329,018</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

**NOTE 9 - CAPITALIZED LEASES - LESSEE DISCLOSURE**

- A. In prior years, the District entered into capitalized leases for buses and two capitalized leases for computer equipment. These lease agreements meet the criteria of a capital lease as defined by FASB Statement No. 13, “Accounting for Leases”, which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service expenditures in the financial statements for the governmental funds. These expenditures are reported as regular, pupil transportation, and operations and maintenance and function expenditures on the budgetary statements.

Capital assets consisting of vehicles and equipment have been capitalized in the amount of \$438,315 and \$774,498, respectively. These amounts represents the present value of the minimum lease payments at the time of acquisition. A corresponding liability is recorded in the government-wide financial statements. During fiscal 2005, principal and interest payments of \$177,884 and \$15,837, respectively, were paid from the general fund and principal and interest payments of \$146,141 and \$24,976, respectively, were paid from the permanent improvement fund (a nonmajor governmental fund).

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

<u>Fiscal Year Ending June 30,</u>	<u>Amount</u>
2006	\$ 364,838
2007	<u>364,837</u>
Total minimum lease payments	729,675
Less amount representing interest	<u>(42,156)</u>
Total	<u>\$ 687,519</u>

**B. Lease Purchase Obligation**

In a prior fiscal year, the District entered into a lease-purchase agreement with the Rickenbacker Port Authority (through the OASBO Expanded Asset Pooled Financing Program) for the purchase of school buses. US Bank has been designated as trustee for the agreement. The source of revenue to fund the principal and interest payments are general operating revenue of the District. During fiscal 2004, the District refinanced the lease for an additional \$336,000, for a total of \$865,000.

A liability in the amount of the present value of minimum lease payments has been recorded in the Government-wide Financial Statement. During fiscal 2005, principal and interest payments of \$160,000 and 16,948, respectively, were paid from the general fund.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 9 - CAPITALIZED LEASES - LESSEE DISCLOSURE – (Continued)**

The following is a summary of the District's future minimum annual payments to termination of the lease-purchase agreement:

<u>Fiscal Year Ending</u>	<u>Payments</u>
2006	\$ 194,305
2007	194,686
2008	193,795
2009	<u>194,659</u>
Total	777,445
Less interest	<u>(72,445)</u>
Present value	<u>\$ 705,000</u>

In conjunction with the lease-purchase agreement, the District entered into an escrow agreement with US Bank whereby acts as escrow agent for the funds received under the lease-purchase agreement. Under the escrow agreement, the District authorizes and directs US Bank to make disbursements to pay the project costs from the amount deposited with the escrow agent. The escrow agreement terminates upon termination of the lease-purchase agreement. The balance in this account was zero at June 30, 2005.

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LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 10 - LONG-TERM OBLIGATIONS**

A. The District's long-term obligations during the year consist of the following:

	Balance at <u>June 30, 2004</u>	<u>Additions</u>	<u>Deletions</u>	Balance at <u>June 30, 2005</u>	Amounts Due Within <u>One Year</u>
<b>General obligation bonds:</b>					
<u>Series 1993, refunding</u>					
Current interest bonds	\$ 520,000	\$ -	\$ (165,000)	\$ 355,000	\$ 170,000
Capital appreciation bonds	129,790	-	-	129,790	-
Accreted interest	445,737	85,624	-	531,361	-
<u>Series 1995, facilities improvement</u>					
Current interest bonds	650,000	-	(305,000)	345,000	345,000
Capital appreciation bonds	299,704	-	-	299,704	-
Accreted interest	696,884	146,694	-	843,578	-
<u>Series 2000, facilities improvement</u>					
Current interest bonds	7,580,000	-	(45,000)	7,535,000	45,000
Capital appreciation bonds	340,000	-	-	340,000	-
Accreted interest	117,919	39,419	-	157,338	-
<u>Series 2001, refunding</u>					
Current interest bonds	10,285,000	-	(125,000)	10,160,000	130,000
Capital appreciation bonds	139,995	-	-	139,995	-
Accreted interest	106,548	52,682	-	159,230	-
<u>Series 2001, facilities improvement</u>					
Current interest bonds	5,185,000	-	(100,000)	5,085,000	100,000
Total G.O. Bonds	<u>26,496,577</u>	<u>324,419</u>	<u>(740,000)</u>	<u>26,080,996</u>	<u>790,000</u>
Other long-term obligations:					
Capital leases payable	1,011,544	-	(324,025)	687,519	336,964
Lease purchase payable	865,000	-	(160,000)	705,000	166,000
Note payable	<u>2,945,000</u>	<u>2,945,000</u>	<u>(2,945,000)</u>	<u>2,945,000</u>	<u>2,945,000</u>
Total other long-term obligations	<u>4,821,544</u>	<u>2,945,000</u>	<u>(3,429,025)</u>	<u>4,337,519</u>	<u>3,447,964</u>
Compensated absences:					
Severance	1,706,843	155,350	(210,195)	1,651,998	219,253
Vacation leave	<u>199,176</u>	<u>214,822</u>	<u>(199,176)</u>	<u>214,822</u>	<u>214,822</u>
Total compensated absences	<u>1,906,019</u>	<u>370,172</u>	<u>(409,371)</u>	<u>1,866,820</u>	<u>434,075</u>
Total	<u>\$ 33,224,140</u>	<u>\$ 3,639,591</u>	<u>\$ (4,578,396)</u>	<u>\$ 32,285,335</u>	<u>\$ 4,672,039</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)**

- B.** In July of 1993, the District issued general obligation refunding bonds (Series 1993, Refunding Bonds). These bonds are general obligations of the District, for which its full faith and credit is pledged for repayment. On the fund financial statements, payments of principal and interest relating to these bonds are recorded as expenditures in the debt service fund. On the government-wide financial statements, principal payments reduce the liability reported on the statement of net assets. The source of payment is derived from a current 2.80 (average) mill bonded debt tax levy.

This issue is comprised of current interest bonds, present value \$355,000 at June 30, 2005, and capital appreciation bonds, par value \$1,325,000. The capital appreciation bonds mature each December 1, 2007 through 2013, (average interest 14.17%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The present value (as of issue date) reported on the statement of net assets at June 30, 2005 was \$129,790. Total accreted interest of \$531,361 has been included on the statement of net assets at June 30, 2005.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2013.

- C.** In 1995, the District issued general obligation bonds (Series 1995, Facilities Improvement Bonds). These bonds were partially refunded in September of 2001 (see Note 10.E.). The non-refunded bonds are general obligations of the District, for which its full faith and credit is pledged for repayment. On the fund financial statements, payments of principal and interest relating to these bonds are recorded as expenditures in the debt service fund. On the government-wide financial statements, principal payments reduce the liability reported on the statement of net assets. The source of payment is derived from a current 2.80 (average) mill bonded debt tax levy.

This issue is comprised of current interest bonds, present value \$345,000 at June 30, 2005 and capital appreciation bonds, par value \$2,770,000. The capital appreciation bonds mature each December 1, 2009 through 2013, (average interest 14.25%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The present value (as of issue date) reported on the statement of net assets at June 30, 2005 was \$299,704. Total accreted interest of \$843,578 has been included on the statement of net assets at June 30, 2005.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2013.

- D.** On October 1, 2000, the District issued \$8,000,000 in general obligation bonds (Series 2000, School Facilities Improvement Bonds). These bonds are general obligations of the District, for which its full faith and credit is pledged for repayment. On the fund financial statements, payments of principal and interest relating to these bonds are recorded as expenditures in the debt service fund. On the government-wide financial statements, principal payments reduce the liability reported on the statement of net assets. The source of payment is derived from a current 2.80 (average) mill bonded debt tax levy.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)**

This issue was comprised of current interest bonds, present value \$7,535,000 at June 30, 2005, and capital appreciation bonds, par value \$1,055,000. The capital appreciation bonds mature each December 1, 2012 through 2015, (effective interest 8.4311%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The present value (as of issue date) reported on the statement of net assets at June 30, 2005 was \$340,000. Total accreted interest of \$157,338 has been included on the statement of net assets at June 30, 2005.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2030.

- E.** In September of 2001, the District issued general obligation refunding bonds (Series 2001, Refunding Bonds). These bonds refunded callable portion of the Series 1995 issue. These bonds are general obligations of the District, for which its full faith and credit is pledged for repayment. On the fund financial statements, payments of principal and interest relating to these bonds are recorded as expenditures in the debt service fund.

On the government-wide financial statements, principal payments reduce the liability reported on the statement of net assets.

This issue was comprised of current interest bonds, present value \$10,160,000 at June 30, 2005, and capital appreciation bonds, par value \$2,270,005. The capital appreciation bonds mature each December 1, 2014 through 2016, (effective interests 21.218% - 21.541%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The present value (as of issue date) reported on the statement of net assets at June 30, 2005 was \$139,995. Total accreted interest of \$159,230 has been included on the statement of net assets at June 30, 2005.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2016.

- F.** On November 27, 2001, the District issued \$5,750,000 in general obligation bonds (Series 2001, School Facilities Construction and Improvement Bonds). These bonds are general obligations of the District, for which its full faith and credit is pledged for repayment. On the fund financial statements, payments of principal and interest relating to these bonds are recorded as expenditures in the debt service fund. On the government-wide financial statements, principal payments reduce the liability reported on the statement of net assets. The issue consists of current interest bonds, par value \$5,750,000, with interest rates ranging from 3.00% to 5.50%.
- G.** On January 27, 2004, the District issued \$2,945,000 in Facilities Notes in anticipation of the issuance of bonds for the purpose of constructing, renovating and improving facilities, and acquiring land. The notes bear an accrued interest rate of 2.00% and mature on August 2, 2005.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

**NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)**

**H.** Principal and interest requirements to retire the long-term obligations are as follows:

Year Ended	Current Interest Bonds			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2006	\$ 790,000	\$ 1,171,374	\$ 1,961,374	\$ -	\$ -	\$ -
2007	855,000	1,136,827	1,991,827	-	-	-
2008	745,000	1,101,340	1,846,340	185,000	-	185,000
2009	800,000	1,072,141	1,872,141	190,000	-	190,000
2010	385,000	1,048,343	1,433,343	700,000	-	700,000
2011-2015	1,680,000	4,995,244	6,675,244	4,560,000	-	4,560,000
2016-2020	5,045,000	4,338,631	9,383,631	1,925,000	-	1,925,000
2021-2025	8,825,000	2,420,334	11,245,334	-	-	-
2026-2030	3,595,000	721,823	4,316,823	-	-	-
2031-2031	760,000	28,262	788,262	-	-	-
Total	<u>\$ 23,480,000</u>	<u>\$ 18,034,319</u>	<u>\$ 41,514,319</u>	<u>\$ 7,560,000</u>	<u>\$ -</u>	<u>\$ 7,560,000</u>

**I. Legal Debt Margin**

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District.

The effects of these debt limitations at June 30, 2005 are a voted debt margin of \$39,560,030 and an unvoted debt margin of \$757,497.

**NOTE 11 - OTHER EMPLOYEE BENEFITS**

**A. Compensated Absences**

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and state laws. Classified employees earn ten to twenty-two days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers do not earn vacation time.

Each employee earns sick leave at the rate of one and one-fourth days per month. Upon retirement, payment to certified employees is made for 26.7 percent of the total sick leave accumulation, up to a maximum accumulation of seventy days. Classified employees are paid for 25 percent of the first 200 accumulated days, 33 percent for each day over 200 and one day for each year of service over 20 years. An employee receiving such payment must meet the retirement provisions set by STRS and SERS.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 11 - OTHER EMPLOYEE BENEFITS – (Continued)**

**B. Insurance Benefits**

The District provides life insurance and accidental death and dismemberment insurance in the amount of \$50,000 to certified employees. For classified employees, group term life insurance is provided in the amount of \$50,000 employees under contract for thirty-five hours or more per week, \$20,000 for classified employees under contract for twenty to thirty-four hours per week, and \$10,000 for employees working less than twenty hours per week.

**NOTE 12 - RISK MANAGEMENT**

The District does not have a "self-insurance" fund with formalized risk management programs. The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, injuries to employees and natural disasters.

During fiscal year 2005, The District purchased from Indiana Insurance Company, general liability insurance, which carried a \$1 million per occurrence/\$3 million annual aggregate limitation.

Fleet and property/casualty insurance are purchased through commercial carriers and traditionally funded, as are all benefit plans offered to employees.

Settled claims resulting from these risks have not exceeded the commercial insurance coverage in any of the past three fiscal years. There has not been a significant reduction in amounts of insurance coverage from fiscal 2004.

The District has elected to provide employee medical/surgical benefits through Aetna HMO, a fully funded program. The District provides dental insurance through Core Source, a fully funded program. The District also provides life insurance through the National Administrative Schools Insurance Fund.

Post employment health care is provided to plan participants or their beneficiaries through the respective retirement systems discussed in Note 14. As such, no funding provisions are required by the District.

*WORKERS' COMPENSATION*

The District uses the firm of Sheakley Uniservice, Inc. to provide administrative support for claims processing, and to assist the District in compliance with Bureau of Workers Compensation and Industrial Commission regulations. The District purchases its workers compensation coverage from the Bureau of Workers' Compensation.



**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 13 - DEFINED BENEFIT PENSION PLANS**

**A. School Employees Retirement System**

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing, multiple-employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. The 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 District rate is 14% of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. For fiscal year 2005, 10.57% of annual covered salary was the portion used to fund pension obligations. For fiscal year 2004, 9.09% of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The adequacy of the contribution rates is determined annually. The District's required contributions to SERS for the fiscal years ended June 30, 2005, 2004, and 2003 were \$637,243, \$573,305 and \$544,100, respectively; 50.26% has been contributed for fiscal year 2005 and 100% for the fiscal years 2004 and 2003. \$316,968, represents the unpaid contribution for fiscal year 2005 and is recorded as a liability within the respective funds.

**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 retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided 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. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3371, by calling (614) 227-4090, or by visiting the STRS website at [www.strsoh.org](http://www.strsoh.org).

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

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)**

A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

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 District rate is 14% of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. For fiscal years 2005 and 2004, 13% of annual covered salary was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employee contributions. The District's required contributions to STRS for the fiscal years ended June 30, 2005, 2004, and 2003 were \$1,963,700, \$1,834,726, and \$1,729,940, respectively; 82.18% has been contributed for fiscal year 2005 and 100% for the fiscal years 2004 and 2003. \$350,020 represents the unpaid contribution for fiscal year 2005 and is recorded as a liability within the respective funds. Contributions to the DC and Combined Plans for fiscal 2005 were \$25,063 made by the District and \$61,474 made by plan members.

**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 Systems/State Teachers Retirement System. As of June 30, 2005, certain members of the Board of Education have elected Social Security. The District's liability is 6.2% of wages paid.

**NOTE 14 - POSTEMPLOYMENT BENEFITS**

The District provides comprehensive health care benefits to retired teachers and their dependents through STRS, and to retired non-certified employees and their dependents through SERS. Benefits include hospitalization, physicians' fees, prescription drugs, and partial reimbursement of monthly Medicare Part B premiums. Benefit provisions and the obligations to contribute are established by STRS and SERS based on authority granted by state statute. Both STRS and SERS are funded 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 employer contribution rate, currently 14% of covered payroll. For fiscal year 2005, the State Teachers Retirement Board allocated employer contributions equal to 1% of covered payroll to the Health Care Stabilization Fund. For the District, this amount equaled \$140,264 during fiscal 2005.

STRS pays health care benefits from the Health Care Stabilization Fund. The balance in the Health Care Stabilization Fund was \$3.1 billion at June 30, 2004 (the latest information available). For the fiscal year ended June 30, 2004 (the latest information available), net health care costs paid by STRS were \$268.739 million and STRS had 111,853 eligible benefit recipients.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 14 - POSTEMPLOYMENT BENEFITS - (Continued)**

For SERS, coverage is made available to service retirees with 10 or more years of qualifying service credit, and disability and survivor benefit recipients. Effective January 1, 2004, all retirees and beneficiaries are required to pay a portion of their health care premium. The portion is based on years of service, Medicare eligibility and retirement status. A safety net is in place for retirees whose household income falls below federal poverty levels. Premiums are reduced by 50% for those who apply.

For fiscal year 2005, employer contributions to fund health care benefits were 3.43% of covered payroll. 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 year 2005, the minimum pay has been established at \$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.

The target level for the health care reserve is 150% of annual health care expenses, before premium deduction. Gross expenses for health care at June 30, 2004 (the latest information available) were \$223.444 million and the target level was \$335.2 million. At June 30, 2004, (the latest information available) SERS had net assets available for payment of health care benefits of \$300.8 million and SERS had approximately 62,000 participants receiving health care benefits. For the District, the amount to fund health care benefits, including surcharge, equaled \$220,971 during the 2005 fiscal year.

**NOTE 15 - BUDGETARY BASIS OF ACCOUNTING**

While 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 and disbursements.

The Statement of Revenue, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to a reservation of fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis).

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 15 - BUDGETARY BASIS OF ACCOUNTING – (Continued)**

The adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis for the general fund is as follows:

**Net Change in Fund Balance**

	<u>General Fund</u>
Budget basis	\$ (429,899)
Net adjustment for revenue accruals	(345,648)
Net adjustment for expenditure accruals	(286,900)
Net adjustment for other sources/uses	595,604
Adjustment for encumbrances	<u>206,120</u>
GAAP basis	<u>\$ (260,723)</u>

**NOTE 16 - CONTINGENCIES**

**A. Grants**

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the District. However in the opinion of management, any such disallowed claims will not have a material effect on the financial position of the District.

**B. Litigation**

The District is a party to legal proceedings seeking damages or injunctive relief generally incidental to its operations and spending projects. The District management is of the opinion that disposition of the claim and legal proceedings will not have a material effect, if any, on the financial condition of the District.

**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.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE 17 - STATUTORY RESERVES**

The District is required by state law to set-aside certain general fund revenue amounts, as defined by statute, into various reserves. These reserves are calculated and presented on a cash basis. During the fiscal year ended June 30, 2005, the reserve activity was as follows:

	Textbooks/ Instructional <u>Materials</u>	Capital <u>Acquisition</u>	BWC <u>Refunds</u>	Budget Stabilization <u>Designated</u>
Set-aside cash balance as of June 30, 2004	\$ (697,115)	\$ (10,551,621)	\$ 34,698	\$ 547,582
Current year set-aside requirement	541,210	541,210	-	-
Qualifying disbursements	<u>(883,549)</u>	<u>(4,727,071)</u>	<u>-</u>	<u>-</u>
Total	<u>\$ (1,039,454)</u>	<u>\$ (14,737,482)</u>	<u>\$ 34,698</u>	<u>\$ 547,582</u>
Balance carried forward to FY 2006	<u>\$ (1,039,454)</u>	<u>\$ (10,551,621)</u>	<u>\$ 34,698</u>	<u>\$ 547,582</u>

Monies representing BWC refunds that were received prior to April 10, 2001, have been shown as a restricted asset and reserved fund balance in the general fund since allowable expenditures are restricted by state statute. The Board of Education resolved to maintain the budget reserve, which will be shown as designated fund balance in the general fund. The District is still required by state law to maintain the textbook reserve and the capital acquisition reserve. The District had qualifying disbursements during the year that reduced the set-aside amounts below zero for the textbooks/instructional materials reserve. These extra amounts may be used to reduce the set-aside requirement for future years. The negative amount is therefore presented as being carried forward to the next fiscal year. The capital acquisition reserve had debt related offsets that may be carried forward to future years. Excess qualifying disbursements may not be carried forward.

A schedule of the governmental fund restricted assets at June 30, 2005 follows:

Amount restricted for BWC refunds	<u>\$ 34,698</u>
Total restricted assets	<u>\$ 34,698</u>
Amount designated for budget stabilization	<u>\$ 547,582</u>

**NOTE 18 – SUBSEQUENT EVENT**

The District renewed the Tax Anticipation Note due August 2, 2005 in the amount of \$2,945,000. The new maturity date is August 2, 2006.

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COMBINING STATEMENTS  
AND INDIVIDUAL FUND SCHEDULES

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT**

**INDIVIDUAL FUND SCHEDULES  
FUND DESCRIPTIONS - GOVERNMENTAL**

**GENERAL FUND**

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

**SPECIAL REVENUE FUNDS**

The special revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes. The title of each special revenue fund is descriptive of the activities accounted for therein. The nonmajor special revenue funds are:

**Nonmajor Special Revenue Funds**

***Food Service***

This fund is used to record financial transactions related to food service operations.

***Special Trust***

This fund is used to account for trust agreements in which principal and income are used to support District programs.

***Uniform School Supplies***

This fund accounts for the purchase and sale of school supplies for use in the District. Profits derived from such sales are used for school purposes or activities connected with the school.

***Public School Support***

A fund provided to account for special local revenue sources, other than taxes or expendable trusts (i.e., profits from vending machines) that are restricted to expenditures for specified purposes approved by board resolution. Such expenditures may include curricular and extra-curricular related purchases.

***District Managed Student Activity***

A fund provided to account for those student activity programs which have student participation in the activity, but do not have student management of the programs. This fund includes the athletic programs and the drama program.

***Auxiliary Services***

A fund used to account for monies which provide services and materials to pupils attending non-public schools within the school district.

***Management Information Systems***

A fund provided to account for state funds provided to assist the district in implementing a staff, student and financial reporting system as mandated by the Omnibus Education Reform Act of 1989.

***Data Communication***

A fund provided to account for money for Ohio Educational Computer Network Connections.

***SchoolNet Professional Development***

A fund provided to account for state funds received to provide professional development programs related to technology.



**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
FUND DESCRIPTIONS - GOVERNMENTAL**

**Nonmajor Special Revenue Funds (Continued)**

***Ohio Reads***

A fund provided to account for monies use to develop reading skills funded by the State of Ohio, Department of Education.

***Summer Intervention***

A fund used to account for student intervention services satisfying criteria defined in division (E) of section 3313.608 of the Revised Code.

***IDEA Part B Grant Fund***

To account for grants to assist states in providing an appropriate public education to all children with disabilities.

***Title I***

To account for funds which are to: 1) establish or improve programs designed to meet the special needs of migratory agricultural workers or migratory fishers' and 2) enable State education agencies to coordinate their state migrant education programs and local projects with similar programs and projects in other states, including the transfer of school records or other information about migratory children.

***Title VI***

A fund which accounts for Federal funds which consolidates various programs into a single authorization used in accordance with the educational needs and priorities of the District.

***Drug Free School Grant***

A fund which accounts for Federal funds used to establish, operate, and improve local programs of drug abuse prevention, early intervention, rehabilitation referral, and education in the District.

***Telecommunications***

A fund used to account for a federal grant which is paid directly to the telecommunication service provider.

***Improving Teacher Quality***

A fund which accounts for Federal funds used to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

***Miscellaneous Federal Grants***

To account for federal grants not classified elsewhere.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
FUND DESCRIPTIONS - GOVERNMENTAL**

**Major Debt Service Fund**

Debt service funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest and certain long-term obligations from governmental resources when the government is obligated in some manner for payment. It is also used to account for the accumulation of resources and payment of general obligation notes payable, as required by Ohio Law. The major debt service fund is:

***Debt Service***

A fund provided for the retirement of serial bonds and short term loans. All revenue derived from general or special levies, either within or exceeding the ten-mill limitation, which is levied for debt charges on bonds or loans, shall be paid into this fund.

**Nonmajor Capital Projects Fund**

Capital project funds are established to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds). The nonmajor capital projects fund is:

***Permanent Improvement***

To account for the acquisition, construction, or improvement of capital facilities.

***Building***

To account for transactions associated with building construction and improvements.

***SchoolNet Equipment***

To account for transactions associated with equipping all classrooms with computers and related technology.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
DEBT SERVICE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b>Debt Service Fund</b>				
Total Revenues and Other Sources	\$ 1,832,769	\$ 5,546,419	\$ 5,546,419	\$ -
Total Expenditures and Other Uses	<u>1,958,495</u>	<u>4,969,671</u>	<u>4,969,671</u>	<u>-</u>
Net Change in Fund Balances	(125,726)	576,748	576,748	-
Fund Balance, July 1	(576,748)	(576,748)	(576,748)	-
Prior Year Encumbrances Appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ (702,474)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2005

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents. . . . .	\$ 564,236	\$ 632,503	\$ 1,196,739
Receivables:			
Taxes. . . . .	-	620,743	620,743
Intergovernmental . . . . .	285,735	-	285,735
Materials and supplies inventory . . . . .	13,603	-	13,603
<b>Total assets.</b> . . . . .	<u>\$ 863,574</u>	<u>\$ 1,253,246</u>	<u>\$ 2,116,820</u>
<b>Liabilities:</b>			
Accounts payable. . . . .	\$ 1,138	\$ -	\$ 1,138
Contracts payable. . . . .	-	11,795	11,795
Accrued wages and benefits . . . . .	91,411	-	91,411
Pension obligation payable. . . . .	45,858	-	45,858
Intergovernmental payable . . . . .	9,138	-	9,138
Interfund loans payable . . . . .	257,987	-	257,987
Deferred revenue . . . . .	10,841	598,817	609,658
<b>Total liabilities.</b> . . . . .	<u>416,373</u>	<u>610,612</u>	<u>1,026,985</u>
<b>Fund balances:</b>			
Reserved for encumbrances. . . . .	102,409	172,697	275,106
Reserved for materials and supplies inventory . . .	13,603	-	13,603
Reserved for property tax unavailable for appropriation. . . . .	-	13,079	13,079
Unreserved-undesignated reported in:			
Special revenue funds . . . . .	331,189	-	331,189
Capital projects fund. . . . .	-	456,858	456,858
<b>Total fund balances</b> . . . . .	<u>447,201</u>	<u>642,634</u>	<u>1,089,835</u>
<b>Total liabilities and fund balances</b> . . . . .	<u>\$ 863,574</u>	<u>\$ 1,253,246</u>	<u>\$ 2,116,820</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT)  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Capital Projects Fund</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues:</b>			
From local sources:			
Taxes . . . . .	\$ -	\$ 576,864	\$ 576,864
Charges for services . . . . .	824,044	-	824,044
Earnings on investments . . . . .	2,916	-	2,916
Extracurricular . . . . .	380,139	-	380,139
Classroom materials and fees. . . . .	108,031	-	108,031
Other local revenues . . . . .	329,620	25,000	354,620
Intergovernmental - state . . . . .	178,471	101,159	279,630
Intergovernmental - federal . . . . .	1,114,317	-	1,114,317
Total revenues . . . . .	2,937,538	703,023	3,640,561
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular . . . . .	626,382	30,555	656,937
Special . . . . .	109,197	-	109,197
Support services:			
Pupil . . . . .	270,493	-	270,493
Instructional staff. . . . .	22,954	-	22,954
Board of Education. . . . .	14,116	-	14,116
Administration . . . . .	53,165	-	53,165
Fiscal. . . . .	-	6,143	6,143
Business . . . . .	-	79,788	79,788
Pupil transportation . . . . .	-	196,884	196,884
Central . . . . .	39,418	-	39,418
Operation of non-instructional services. . . . .	114,237	-	114,237
Food service operations. . . . .	1,002,295	-	1,002,295
Extracurricular activities . . . . .	378,738	-	378,738
Facilities acquisition and construction . . . . .	207,647	3,028,943	3,236,590
Debt service:			
Principal retirement . . . . .	-	146,141	146,141
Interest and fiscal charges . . . . .	-	24,976	24,976
Total expenditures . . . . .	2,838,642	3,513,430	6,352,072
Net change in fund balances . . . . .	98,896	(2,810,407)	(2,711,511)
<b>Fund balances at beginning of year (restated) . . . . .</b>	347,873	3,453,041	3,800,914
<b>Increase in reserve for inventory. . . . .</b>	432	-	432
<b>Fund balances at end of year . . . . .</b>	<b>\$ 447,201</b>	<b>\$ 642,634</b>	<b>\$ 1,089,835</b>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2005

	<u>Food Service</u>	<u>Special Trust</u>	<u>Uniform School Supplies</u>	<u>Public School Support</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 96,759	\$ 177,045	\$ 15,968	\$ 86,268
Receivables:				
Intergovernmental . . . . .	17,257	-	-	-
Materials and supplies inventory . . . . .	13,603	-	-	-
Total assets. . . . .	<u>\$ 127,619</u>	<u>\$ 177,045</u>	<u>\$ 15,968</u>	<u>\$ 86,268</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ -	\$ -	\$ -	\$ -
Accrued wages and benefits . . . . .	63,505	-	-	-
Pension obligation payable. . . . .	31,552	-	-	-
Intergovernmental payable . . . . .	4,591	-	-	-
Interfund loans payable . . . . .	-	-	-	-
Deferred revenue. . . . .	-	-	-	-
Total liabilities. . . . .	<u>99,648</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>				
Reserved for encumbrances . . . . .	-	4,050	-	-
Reserved for materials and supplies inventory . . . . .	13,603	-	-	-
Unreserved-undesignated (deficit) . . . . .	14,368	172,995	15,968	86,268
Total fund balances (deficit). . . . .	<u>27,971</u>	<u>177,045</u>	<u>15,968</u>	<u>86,268</u>
Total liabilities and fund balances. . . . .	<u>\$ 127,619</u>	<u>\$ 177,045</u>	<u>\$ 15,968</u>	<u>\$ 86,268</u>

<u>District Managed Student Activity</u>	<u>Management Information Systems</u>	<u>Ohio Reads</u>	<u>Summer Intervention</u>	<u>IDEA Part B Grant Fund</u>	<u>Title I</u>
\$ 93,655	\$ 9,035	\$ -	\$ -	\$ 72,796	\$ -
-	2,459	-	32,050	180,619	27,843
-	-	-	-	-	-
<u>\$ 93,655</u>	<u>\$ 11,494</u>	<u>\$ -</u>	<u>\$ 32,050</u>	<u>\$ 253,415</u>	<u>\$ 27,843</u>
\$ -	\$ -	\$ -	\$ -	\$ 1,138	\$ -
-	-	-	10,485	8,351	-
-	-	-	1,156	11,444	794
-	-	109	959	2,061	798
-	-	-	32,049	176,202	27,843
-	-	-	-	4,417	-
-	-	109	44,649	203,613	29,435
18,152	-	-	-	71,211	-
-	-	-	-	-	-
<u>75,503</u>	<u>11,494</u>	<u>(109)</u>	<u>(12,599)</u>	<u>(21,409)</u>	<u>(1,592)</u>
<u>93,655</u>	<u>11,494</u>	<u>(109)</u>	<u>(12,599)</u>	<u>49,802</u>	<u>(1,592)</u>
<u>\$ 93,655</u>	<u>\$ 11,494</u>	<u>\$ -</u>	<u>\$ 32,050</u>	<u>\$ 253,415</u>	<u>\$ 27,843</u>

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**ANTHONY WAYNE LOCAL SCHOOL DISTRICT**  
**LUCAS COUNTY, OHIO**  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 JUNE 30, 2005

	<u>Title VI</u>	<u>Drug Free School Grant</u>	<u>Telecommunications</u>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents. . . . .	\$ 560	\$ 2,810	\$ 3,714
Receivables:			
Intergovernmental . . . . .	-	2,163	-
Materials and supplies inventory . . . . .	-	-	-
Total assets. . . . .	<u>\$ 560</u>	<u>\$ 4,973</u>	<u>\$ 3,714</u>
<b>Liabilities:</b>			
Accounts payable. . . . .	\$ -	\$ -	\$ -
Accrued wages and benefits . . . . .	-	-	-
Pension obligation payable. . . . .	-	-	-
Intergovernmental payable . . . . .	-	-	-
Interfund loans payable . . . . .	-	4,973	-
Deferred revenue. . . . .	-	-	-
Total liabilities. . . . .	<u>-</u>	<u>4,973</u>	<u>-</u>
<b>Fund balances:</b>			
Reserved for encumbrances . . . . .	560	2,810	-
Reserved for materials and supplies inventory . . . . .	-	-	-
Unreserved-undesignated (deficit) . . . . .	-	(2,810)	3,714
Total fund balances (deficit). . . . .	<u>560</u>	<u>-</u>	<u>3,714</u>
Total liabilities and fund balances. . . . .	<u>\$ 560</u>	<u>\$ 4,973</u>	<u>\$ 3,714</u>



<b>Improving Teacher Quality</b>	<b>Miscellaneous Federal Grants</b>	<b>Total Nonmajor Special Revenue Funds</b>
\$ 3,243	\$ 2,383	\$ 564,236
20,753	2,591	285,735
-	-	13,603
<u>\$ 23,996</u>	<u>\$ 4,974</u>	<u>\$ 863,574</u>
\$ -	\$ -	\$ 1,138
9,070	-	91,411
912	-	45,858
620	-	9,138
14,329	2,591	257,987
6,424	-	10,841
<u>31,355</u>	<u>2,591</u>	<u>416,373</u>
3,243	2,383	102,409
-	-	13,603
(10,602)	-	331,189
<u>(7,359)</u>	<u>2,383</u>	<u>447,201</u>
<u>\$ 23,996</u>	<u>\$ 4,974</u>	<u>\$ 863,574</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Food Service</u>	<u>Special Trust</u>	<u>Uniform School Supplies</u>	<u>Public School Support</u>
<b>Revenues:</b>				
From local sources:				
Charges for services . . . . .	\$ 824,044	\$ -	\$ -	\$ -
Earnings on investments . . . . .	2,916	-	-	-
Extracurricular . . . . .	-	-	-	115,217
Classroom materials and fees. . . . .	-	-	108,031	-
Other local revenues . . . . .	-	251,848	25	15,729
Intergovernmental - state . . . . .	3,133	-	-	-
Intergovernmental - federal . . . . .	171,987	-	-	-
Total revenues . . . . .	<u>1,002,080</u>	<u>251,848</u>	<u>108,056</u>	<u>130,946</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular. . . . .	-	184,609	113,083	-
Special . . . . .	-	-	-	-
Support services:				
Pupil . . . . .	-	-	-	-
Instructional staff. . . . .	-	-	-	-
Board of Education. . . . .	-	-	-	-
Administration . . . . .	-	7,303	-	13,829
Central . . . . .	-	-	-	-
Operation of non-instructional services. . . . .	-	13,352	-	-
Food service operations. . . . .	1,002,295	-	-	-
Extracurricular activities . . . . .	-	-	-	101,520
Facilities acquisition and construction . . . . .	-	207,175	-	-
Intergovernmental pass through . . . . .	-	-	-	-
Total expenditures. . . . .	<u>1,002,295</u>	<u>412,439</u>	<u>113,083</u>	<u>115,349</u>
Net change in fund balances. . . . .	(215)	(160,591)	(5,027)	15,597
<b>Fund balances (deficit)</b>				
at beginning of year (restated). . . . .	27,754	337,636	20,995	70,671
Increase in reserve for inventory. . . . .	432	-	-	-
<b>Fund balances (deficit) at end of year . . . . .</b>	<u>\$ 27,971</u>	<u>\$ 177,045</u>	<u>\$ 15,968</u>	<u>\$ 86,268</u>

<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>	<u>Management Information Systems</u>	<u>Data Communication</u>	<u>School Net Professional Development</u>	<u>Ohio Reads</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
264,922	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	100,392	14,756	18,000	4,140	6,000
-	-	-	-	-	-
<u>264,922</u>	<u>100,392</u>	<u>14,756</u>	<u>18,000</u>	<u>4,140</u>	<u>6,000</u>
-	-	-	-	4,871	6,036
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	20,853	18,565	-	-
306	-	-	-	-	-
-	-	-	-	-	-
277,218	-	-	-	-	-
-	-	-	-	-	-
-	100,392	-	-	-	-
<u>277,524</u>	<u>100,392</u>	<u>20,853</u>	<u>18,565</u>	<u>4,871</u>	<u>6,036</u>
(12,602)	-	(6,097)	(565)	(731)	(36)
106,257	-	17,591	565	731	(73)
-	-	-	-	-	-
<u>\$ 93,655</u>	<u>\$ -</u>	<u>\$ 11,494</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (109)</u>

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**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT)  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Summer Intervention</u>	<u>IDEA Part B Grant Fund</u>	<u>Title I</u>	<u>Title VI</u>
<b>Revenues:</b>				
From local sources:				
Charges for services . . . . .	\$ -	\$ -	\$ -	\$ -
Earnings on investments . . . . .	-	-	-	-
Extracurricular . . . . .	-	-	-	-
Classroom materials and fees. . . . .	-	-	-	-
Other local revenues . . . . .	-	-	-	-
Intergovernmental - state . . . . .	32,050	-	-	-
Intergovernmental - federal . . . . .	54,862	623,405	85,737	44,606
<b>Total revenues . . . . .</b>	<b>86,912</b>	<b>623,405</b>	<b>85,737</b>	<b>44,606</b>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular. . . . .	84,919	-	85,028	14,065
Special . . . . .	-	109,197	-	-
Support services:				
Pupil . . . . .	-	257,983	-	-
Instructional staff. . . . .	-	530	2,441	2,519
Board of Education. . . . .	-	-	-	-
Administration . . . . .	-	32,033	-	-
Central . . . . .	-	-	-	-
Operation of non-instructional services. . . . .	-	-	-	187
Food service operations. . . . .	-	-	-	-
Extracurricular activities . . . . .	-	-	-	-
Facilities acquisition and construction . . . . .	-	472	-	-
Intergovernmental pass through . . . . .	-	-	-	-
<b>Total expenditures. . . . .</b>	<b>84,919</b>	<b>400,215</b>	<b>87,469</b>	<b>16,771</b>
Net change in fund balances. . . . .	1,993	223,190	(1,732)	27,835
<b>Fund balances (deficit)</b>				
at beginning of year (restated). . . . .	(14,592)	(173,388)	140	(27,275)
Increase in reserve for inventory. . . . .	-	-	-	-
<b>Fund balances (deficit) at end of year . . . . .</b>	<b>\$ (12,599)</b>	<b>\$ 49,802</b>	<b>\$ (1,592)</b>	<b>\$ 560</b>

<u>Drug Free School Grant</u>	<u>Telecommunications</u>	<u>Improving Teacher Quality</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ 824,044
-	-	-	-	2,916
-	-	-	-	380,139
-	-	-	-	108,031
-	62,018	-	-	329,620
-	-	-	-	178,471
17,021	-	111,998	4,701	1,114,317
17,021	62,018	111,998	4,701	2,937,538
2,120	64,707	64,419	2,525	626,382
-	-	-	-	109,197
12,510	-	-	-	270,493
-	-	17,464	-	22,954
-	-	14,116	-	14,116
-	-	-	-	53,165
-	-	-	-	39,418
-	-	-	-	13,845
-	-	-	-	1,002,295
-	-	-	-	378,738
-	-	-	-	207,647
-	-	-	-	100,392
14,630	64,707	95,999	2,525	2,838,642
2,391	(2,689)	15,999	2,176	98,896
(2,391)	6,403	(23,358)	207	347,873
-	-	-	-	432
\$ -	\$ 3,714	\$ (7,359)	\$ 2,383	\$ 447,201

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Food Service</b>				
Total revenues and other sources . . . . .	\$ 875,691	\$ 933,421	\$ 933,421	\$ -
Total expenditures and other uses. . . . .	<u>879,966</u>	<u>927,745</u>	<u>927,745</u>	<u>-</u>
Net change in fund balances. . . . .	(4,275)	5,676	5,676	-
Fund balance at beginning of year. . . . .	91,083	91,083	91,083	-
Prior year encumbrances appropriated. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 86,808</u>	<u>\$ 96,759</u>	<u>\$ 96,759</u>	<u>\$ -</u>
<b>Special Trust</b>				
Total revenues and other sources . . . . .	\$ 228,411	\$ 277,655	\$ 277,655	\$ -
Total expenditures and other uses. . . . .	<u>14,581</u>	<u>416,489</u>	<u>416,489</u>	<u>-</u>
Net change in fund balances. . . . .	213,830	(138,834)	(138,834)	-
Fund balance at beginning of year. . . . .	311,829	311,829	311,829	-
Prior year encumbrances appropriated. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 525,659</u>	<u>\$ 172,995</u>	<u>\$ 172,995</u>	<u>\$ -</u>
<b>Uniform School Supplies</b>				
Total revenues and other sources . . . . .	\$ 113,670	\$ 108,056	\$ 108,056	\$ -
Total expenditures and other uses. . . . .	<u>125,682</u>	<u>113,083</u>	<u>113,083</u>	<u>-</u>
Net change in fund balances. . . . .	(12,012)	(5,027)	(5,027)	-
Fund balance at beginning of year. . . . .	20,709	20,709	20,709	-
Prior year encumbrances appropriated. . . . .	<u>286</u>	<u>286</u>	<u>286</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 8,983</u>	<u>\$ 15,968</u>	<u>\$ 15,968</u>	<u>\$ -</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Public School Support</b>				
Total revenues and other sources . . . . .	\$ 153,098	\$ 130,946	\$ 130,946	\$ -
Total expenditures and other uses. . . . .	<u>147,552</u>	<u>115,349</u>	<u>115,349</u>	<u>-</u>
Net change in fund balances. . . . .	5,546	15,597	15,597	-
Fund balance at beginning of year. . . . .	70,314	70,314	70,314	-
Prior year encumbrances appropriated. . . . .	<u>357</u>	<u>357</u>	<u>357</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 76,217</u>	<u>\$ 86,268</u>	<u>\$ 86,268</u>	<u>\$ -</u>
<b>District Managed Student Activity</b>				
Total revenues and other sources . . . . .	\$ 281,041	\$ 264,952	\$ 264,952	\$ -
Total expenditures and other uses. . . . .	<u>295,559</u>	<u>295,706</u>	<u>295,706</u>	<u>-</u>
Net change in fund balances. . . . .	(14,518)	(30,754)	(30,754)	-
Fund balance at beginning of year. . . . .	99,250	99,250	99,250	-
Prior year encumbrances appropriated. . . . .	<u>7,007</u>	<u>7,007</u>	<u>7,007</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 91,739</u>	<u>\$ 75,503</u>	<u>\$ 75,503</u>	<u>\$ -</u>
<b>Auxiliary Services</b>				
Total revenues and other sources . . . . .	\$ 99,638	\$ 100,392	\$ 100,392	\$ -
Total expenditures and other uses. . . . .	<u>-</u>	<u>100,392</u>	<u>100,392</u>	<u>-</u>
Net change in fund balances. . . . .	99,638	-	-	-
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 99,638</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Management Information Systems</b>				
Total revenues and other sources . . . . .	\$ 13,848	\$ 12,297	\$ 12,297	\$ -
Total expenditures and other uses. . . . .	<u>40,076</u>	<u>20,853</u>	<u>20,853</u>	<u>-</u>
Net change in fund balances. . . . .	(26,228)	(8,556)	(8,556)	-
Fund balance at beginning of year. . . . .	10,465	10,465	10,465	-
Prior year encumbrances appropriated. . . . .	<u>7,126</u>	<u>7,126</u>	<u>7,126</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ (8,637)</u>	<u>\$ 9,035</u>	<u>\$ 9,035</u>	<u>\$ -</u>
<b>Data Communication</b>				
Total revenues and other sources . . . . .	\$ 18,000	\$ 18,000	\$ 18,000	\$ -
Total expenditures and other uses. . . . .	<u>18,576</u>	<u>18,576</u>	<u>18,576</u>	<u>-</u>
Net change in fund balances. . . . .	(576)	(576)	(576)	-
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	<u>576</u>	<u>576</u>	<u>576</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>School Net Professional Development</b>				
Total revenues and other sources . . . . .	\$ 4,140	\$ 4,140	\$ 4,140	\$ -
Total expenditures and other uses. . . . .	<u>4,870</u>	<u>4,871</u>	<u>4,871</u>	<u>-</u>
Net change in fund balances. . . . .	(730)	(731)	(731)	-
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	<u>731</u>	<u>731</u>	<u>731</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Ohio Reads</b>				
Total revenues and other sources . . . . .	\$ 6,000	\$ 6,000	\$ 6,000	\$ -
Total expenditures and other uses. . . . .	-	6,000	6,000	-
Net change in fund balances. . . . .	6,000	-	-	-
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	-	-	-	-
Fund balance at end of year . . . . .	<u>\$ 6,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Summer Intervention</b>				
Total revenues and other sources . . . . .	\$ 86,201	\$ 86,911	\$ 86,911	\$ -
Total expenditures and other uses. . . . .	117,602	86,911	86,911	-
Net change in fund balances. . . . .	(31,401)	-	-	-
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	-	-	-	-
Fund balance at end of year . . . . .	<u>\$ (31,401)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>IDEA Part B Grant Fund</b>				
Total revenues and other sources . . . . .	\$ 753,135	\$ 623,405	\$ 623,405	\$ -
Total expenditures and other uses. . . . .	1,189,445	646,392	646,392	-
Net change in fund balances. . . . .	(436,310)	(22,987)	(22,987)	-
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	23,434	23,434	23,434	-
Fund balance at end of year . . . . .	<u>\$ (412,876)</u>	<u>\$ 447</u>	<u>\$ 447</u>	<u>\$ -</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Title I</b>				
Total revenues and other sources . . . . .	\$ 87,526	\$ 85,737	\$ 85,737	\$ -
Total expenditures and other uses. . . . .	<u>87,731</u>	<u>85,942</u>	<u>85,942</u>	<u>-</u>
Net change in fund balances. . . . .	(205)	(205)	(205)	-
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	<u>205</u>	<u>205</u>	<u>205</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Title V</b>				
Total revenues and other sources . . . . .	\$ 44,606	\$ 44,606	\$ 44,606	\$ -
Total expenditures and other uses. . . . .	<u>17,331</u>	<u>45,406</u>	<u>45,406</u>	<u>-</u>
Net change in fund balances. . . . .	27,275	(800)	(800)	-
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	<u>800</u>	<u>800</u>	<u>800</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 28,075</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Drug Free School Grant</b>				
Total revenues and other sources . . . . .	\$ 19,831	\$ 19,831	\$ 19,831	\$ -
Total expenditures and other uses. . . . .	<u>12,467</u>	<u>21,951</u>	<u>21,951</u>	<u>-</u>
Net change in fund balances. . . . .	7,364	(2,120)	(2,120)	-
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	<u>2,120</u>	<u>2,120</u>	<u>2,120</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 9,484</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Telecommunications</b>				
Total revenues and other sources . . . . .	\$ 60,066	\$ 62,018	\$ 62,018	\$ -
Total expenditures and other uses. . . . .	<u>60,000</u>	<u>64,707</u>	<u>64,707</u>	<u>-</u>
Net change in fund balances. . . . .	66	(2,689)	(2,689)	-
Fund balance at beginning of year. . . . .	6,403	6,403	6,403	-
Prior year encumbrances appropriated. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 6,469</u>	<u>\$ 3,714</u>	<u>\$ 3,714</u>	<u>\$ -</u>
<b>Improving Teacher Quality</b>				
Total revenues and other sources . . . . .	\$ 125,307	\$ 111,998	\$ 111,998	\$ -
Total expenditures and other uses. . . . .	<u>82,105</u>	<u>117,442</u>	<u>117,442</u>	<u>-</u>
Net change in fund balances. . . . .	43,202	(5,444)	(5,444)	-
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	<u>5,444</u>	<u>5,444</u>	<u>5,444</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 48,646</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Miscellaneous Federal Grants</b>				
Total revenues and other sources . . . . .	\$ 6,228	\$ 4,908	\$ 4,908	\$ -
Total expenditures and other uses. . . . .	<u>2,317</u>	<u>5,115</u>	<u>5,115</u>	<u>-</u>
Net change in fund balances. . . . .	3,911	(207)	(207)	-
Fund balance at beginning of year. . . . .	207	207	207	-
Prior year encumbrances appropriated. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 4,118</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS, OHIO**

BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUND  
JUNE 30, 2005

	<b>Permanent Improvement</b>	<b>Building</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents. . .	\$ 592,409	\$ 40,094	\$ 632,503
Receivables:			
Property taxes . . . . .	620,743	-	620,743
Total assets. . . . .	\$ 1,213,152	\$ 40,094	\$ 1,253,246
<b>Liabilities:</b>			
Contracts payable. . . . .	\$ -	\$ 11,795	\$ 11,795
Deferred revenue. . . . .	598,817	-	598,817
Total liabilities. . . . .	598,817	11,795	610,612
<b>Fund balances:</b>			
Reserved for encumbrances . . . . .	142,323	30,374	172,697
Reserved for tax revenue unavailable for appropriation . . . . .	13,079	-	13,079
Unreserved-undesignated . . . . .	458,933	(2,075)	456,858
Total fund balances . . . . .	614,335	28,299	642,634
Total liabilities and fund balances. . . . .	\$ 1,213,152	\$ 40,094	\$ 1,253,246

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Permanent Improvement</u>	<u>Building</u>	<u>SchoolNet</u>	<u>Total Nonmajor Capital Projects Funds</u>
<b>Revenues:</b>				
From local sources:				
Taxes . . . . .	\$ 576,864	\$ -	\$ -	\$ 576,864
Other local revenues . . . . .	25,000	-	-	25,000
Intergovernmental - state . . . . .	70,604	-	30,555	101,159
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues . . . . .	672,468	-	30,555	703,023
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	-	-	30,555	30,555
Support services:				
Fiscal . . . . .	6,143	-	-	6,143
Business . . . . .	64,878	14,910	-	79,788
Pupil transportation . . . . .	196,884	-	-	196,884
Facilities acquisition and construction . . . . .	261,782	2,767,161	-	3,028,943
Debt service:				
Principal retirement . . . . .	146,141	-	-	146,141
Interest and fiscal charges . . . . .	24,976	-	-	24,976
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures . . . . .	700,804	2,782,071	30,555	3,513,430
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balances . . . . .	(28,336)	(2,782,071)	-	(2,810,407)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances, July 1 . . . . .</b>	<b>642,671</b>	<b>2,810,370</b>	<b>-</b>	<b>3,453,041</b>
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances, June 30 . . . . .</b>	<b>\$ 614,335</b>	<b>\$ 28,299</b>	<b>\$ -</b>	<b>\$ 642,634</b>
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**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Permanent Improvement</b>				
Total revenues and other sources . . . . .	\$ 174,983	\$ 654,291	\$ 654,291	\$ -
Total expenditures and other uses. . . . .	<u>763,015</u>	<u>848,800</u>	<u>848,800</u>	<u>-</u>
Net change in fund balances. . . . .	(588,032)	(194,509)	(194,509)	-
Fund balance at beginning of year. . . . .	513,073	513,073	513,073	-
Prior year encumbrances appropriated. . . . .	<u>131,522</u>	<u>131,522</u>	<u>131,522</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 56,563</u>	<u>\$ 450,086</u>	<u>\$ 450,086</u>	<u>\$ -</u>
<b>Building</b>				
Total revenues and other sources . . . . .	\$ -	\$ -	\$ -	\$ -
Total expenditures and other uses. . . . .	<u>3,021,244</u>	<u>2,800,650</u>	<u>2,800,650</u>	<u>-</u>
Net change in fund balances. . . . .	(3,021,244)	(2,800,650)	(2,800,650)	-
Fund balance at beginning of year. . . . .	1,434,452	1,434,452	1,434,452	-
Prior year encumbrances appropriated. . . . .	<u>1,375,918</u>	<u>1,375,918</u>	<u>1,375,918</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ (210,874)</u>	<u>\$ 9,720</u>	<u>\$ 9,720</u>	<u>\$ -</u>
<b>School Net</b>				
Total Revenues and Other Sources	\$ 30,555	\$ 30,555	\$ 30,555	\$ -
Total Expenditures and Other Uses	<u>30,555</u>	<u>30,555</u>	<u>30,555</u>	<u>-</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance, July 1	-	-	-	-
Prior Year Encumbrances Appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT**

**COMBINING STATEMENTS - NONMAJOR FIDUCIARY FUNDS**

**Fiduciary Funds**

The trust fund is used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds.

The agency funds are used to account for assets held by the District as an agent for individuals, private organizations, other governments and/or other funds.

**Private-Purpose Trust**

***Scholarship Trust***

A fund provided to account for monies set aside from endowments for scholarships for students enrolled in the District. The principal and income from such a fund may be expended.

**Agency**

***District Agency***

A fund used to account for those assets held by a school district as an agent for individuals, private organization, other governmental units, and/or other funds.

***Student Managed Activity***

An agency fund provided to account for those student activity programs which have student participation in the activity and have students involved in the management of the program. This fund typically includes those student activities which consist of a student body, student president, student treasurer and faculty advisor.

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Scholarship Trust</b>				
Total Revenues and Other Sources	\$ 3,831	\$ 5,050	\$ 5,050	\$ -
Total Expenditures and Other Uses	<u>16,548</u>	<u>11,808</u>	<u>11,808</u>	<u>-</u>
Net Change in Fund Balances	(12,717)	(6,758)	(6,758)	-
Fund balance at beginning of year	49,758	49,758	49,758	-
Prior year encumbrances appropriated	<u>7,540</u>	<u>7,540</u>	<u>7,540</u>	<u>-</u>
Fund balance at end of year	<u>\$ 44,581</u>	<u>\$ 50,540</u>	<u>\$ 50,540</u>	<u>\$ -</u>



**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS, OHIO**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
ALL AGENCY FUNDS  
JUNE 30, 2005

	<b>Beginning Balance July 1, 2004</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance June 30, 2005</b>
<b>District Agency</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 7,862	\$ 8,639	\$ 7,862	\$ 8,639
Total assets . . . . .	<u>\$ 7,862</u>	<u>\$ 8,639</u>	<u>\$ 7,862</u>	<u>\$ 8,639</u>
<b>Liabilities:</b>				
Due to other governments . . . . .	\$ 7,862	\$ 8,639	\$ 7,862	\$ 8,639
Total liabilities. . . . .	<u>\$ 7,862</u>	<u>\$ 8,639</u>	<u>\$ 7,862</u>	<u>\$ 8,639</u>
<b>Student Managed Activity</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 77,779	\$ 76,051	\$ 77,779	\$ 76,051
Total assets . . . . .	<u>\$ 77,779</u>	<u>\$ 76,051</u>	<u>\$ 77,779</u>	<u>\$ 76,051</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 655	\$ -	\$ 655	\$ -
Due to students . . . . .	77,124	76,051	77,124	76,051
Total liabilities. . . . .	<u>\$ 77,779</u>	<u>\$ 76,051</u>	<u>\$ 77,779</u>	<u>\$ 76,051</u>
<b>Total Agency Funds</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 85,641	\$ 84,690	\$ 85,641	\$ 84,690
Total assets . . . . .	<u>\$ 85,641</u>	<u>\$ 84,690</u>	<u>\$ 85,641</u>	<u>\$ 84,690</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 655	\$ -	\$ 655	\$ -
Due to other governments . . . . .	7,862	8,639	7,862	8,639
Due to students . . . . .	77,124	76,051	77,124	76,051
Total liabilities. . . . .	<u>\$ 85,641</u>	<u>\$ 84,690</u>	<u>\$ 85,641</u>	<u>\$ 84,690</u>

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# STATISTICAL SECTION

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**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SUMMARY OF EXPENSES/EXPENDITURES AND OTHER FINANCING USES BY  
FUNCTION - GENERAL GOVERNMENTAL FUNDS\*  
LAST TEN FISCAL YEARS

	2005		2004		2003	
	Full Accrual	Modified Accrual	Full Accrual	Modified Accrual	Full Accrual	Modified Accrual
<b>Instruction:</b>						
Regular	\$ 16,074,086	\$ 15,372,382	\$ 14,675,777	\$ 13,943,929	\$ 14,462,832	\$ 13,269,658
Special	1,952,094	1,929,644	1,964,377	1,911,982	1,876,491	1,871,098
Vocational	271,095	279,803	241,204	231,585	267,779	264,105
Other instruction	-	-	-	-	-	-
Total instruction	18,297,275	17,581,829	16,881,358	16,087,496	16,607,102	15,404,861
<b>Support Services:</b>						
Pupils	1,278,985	1,273,594	1,116,212	1,128,826	865,910	858,530
Instructional staff	903,928	885,874	927,593	897,341	970,686	1,011,365
Board of education	770,875	770,875	1,036,956	1,036,212	725,946	724,070
Administration	2,249,559	2,340,526	2,156,726	2,120,915	1,981,859	1,951,423
Fiscal	825,061	818,333	750,919	672,045	501,798	498,653
Business	164,751	177,987	108,338	96,820	82,821	87,455
Operations and maintenance	4,657,508	3,705,534	3,950,069	3,585,726	3,577,083	3,368,707
Pupil transportation	2,265,808	2,171,987	1,870,685	1,813,352	1,406,743	2,097,671
Central	112,896	108,100	48,533	57,007	35,041	35,041
Total support services	13,229,371	12,252,810	11,966,031	11,408,244	10,147,887	10,632,915
Operation of non-instructional services	17,474	13,845	53,378	14,732	160,977	156,589
Food service operations	1,047,981	1,002,295	899,768	899,517	768,633	783,972
Extracurricular activities	967,146	886,653	957,185	879,929	814,680	782,566
Facilities acquisition and construction	-	3,330,205	-	808,204	-	3,123,921
Capital outlay	-	-	-	1,110,498	-	-
Intergovernmental	100,392	100,392	102,236	102,236	-	-
Debt service	1,642,280	5,483,830	1,528,902	2,072,912	1,485,741	2,274,511
Total expenditures	35,301,919	40,651,859	32,388,858	33,383,768	29,985,020	33,159,335
Other financing uses	-	-	-	-	-	180,000
<b>Total expenditures and other financing uses</b>	<b>\$ 35,301,919</b>	<b>\$ 40,651,859</b>	<b>\$ 32,388,858</b>	<b>\$ 33,383,768</b>	<b>\$ 29,985,020</b>	<b>\$ 33,339,335</b>

Source: School District Financial Records

\* For fiscal years 2003-2004 includes general, special revenue, debt service, and capital projects funds.

For fiscal years 1995-2002 includes general, special revenue, debt service, capital projects, and expendable trust funds.

<b>2002</b>	<b>2001</b>	<b>2000</b>	<b>1999</b>	<b>1998</b>	<b>1997</b>	<b>1996</b>
<b>Modified Accrual</b>	<b>Modified Accrual</b>	<b>Modified Accrual</b>	<b>Modified Accrual</b>	<b>Modified Accrual</b>	<b>Modified Accrual</b>	<b>Modified Accrual</b>
\$ 11,994,047	\$ 11,894,420	\$ 10,752,387	\$ 10,265,102	\$ 9,625,022	\$ 9,007,556	\$ 8,690,025
1,802,280	1,796,567	1,367,709	1,444,059	1,383,931	1,327,467	1,317,158
285,370	283,561	315,516	277,476	238,133	205,989	232,892
-	-	-	-	723	822	768
<u>14,081,697</u>	<u>13,974,548</u>	<u>12,435,612</u>	<u>11,986,637</u>	<u>11,247,809</u>	<u>10,541,834</u>	<u>10,240,843</u>
736,917	922,186	835,513	818,465	718,960	581,220	605,903
973,514	438,486	435,242	422,444	399,678	402,330	343,725
661,833	799,306	745,142	555,101	469,018	380,356	323,464
1,779,089	1,844,828	1,713,498	1,444,547	1,479,038	1,193,131	1,450,768
569,265	427,138	430,011	496,183	415,551	424,517	912,589
-	-	-	-	-	-	-
3,001,632	3,167,658	2,742,258	2,773,603	2,559,749	2,115,390	2,001,583
1,545,184	1,975,569	1,779,809	1,110,049	1,685,014	1,532,806	1,449,189
25,298	10,122	6,162	7,815	26,630	2,462	14,042
<u>9,292,732</u>	<u>9,585,293</u>	<u>8,687,635</u>	<u>7,628,207</u>	<u>7,753,638</u>	<u>6,632,212</u>	<u>7,101,263</u>
167,081	133,643	115,591	111,035	99,272	109,862	90,407
-	-	-	-	-	-	-
688,377	683,661	659,833	724,447	663,759	573,443	490,997
6,718,404	6,379,028	579,818	527,196	493,049	9,750,210	6,240,995
394,075	514,277	11,331	86,129	-	887	328,959
-	-	-	-	-	-	-
1,955,872	2,286,952	1,272,470	1,256,671	1,311,341	1,050,207	14,676,164
<u>33,298,238</u>	<u>33,557,402</u>	<u>23,762,290</u>	<u>22,320,322</u>	<u>21,568,868</u>	<u>28,658,655</u>	<u>39,169,628</u>
273,515	984,602	-	770,320	7,637	1,069,870	250,000
<u>\$ 33,571,753</u>	<u>\$ 34,542,004</u>	<u>\$ 23,762,290</u>	<u>\$ 23,090,642</u>	<u>\$ 21,576,505</u>	<u>\$ 29,728,525</u>	<u>\$ 39,419,628</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SUMMARY OF REVENUES AND OTHER FINANCING SOURCES - GENERAL GOVERNMENTAL FUNDS\*  
LAST TEN FISCAL YEARS

	2005		2004		2003	
	Full Accrual	Modified Accrual	Full Accrual	Modified Accrual	Full Accrual	Modified Accrual
<b>Program revenues:</b>						
Charges for services	\$ 1,868,967	N/A	\$ 1,759,593	N/A	\$ 1,757,112	N/A
Operating grants and contributions	1,384,918	N/A	1,060,203	N/A	889,377	N/A
Capital grants and contributions	30,555	N/A	-	N/A	27,520	N/A
Total program revenues	3,284,440	N/A	2,819,796	N/A	2,674,009	N/A
<b>General revenues:</b>						
Taxes	22,107,251	\$ 21,777,349	17,876,169	\$ 17,866,352	15,256,462	\$ 15,561,106
Tuition	-	334,308	-	334,407	-	461,365
Earning on investments	104,487	103,258	55,339	46,050	96,770	96,770
Extracurricular	-	380,139	-	401,428	-	351,187
Classroom materials and fees	-	191,889	-	172,668	-	-
Other local revenues	32,021	1,308,518	80,522	1,131,665	192,112	1,310,641
Other revenue	-	-	-	-	-	-
Intergovernmental	9,306,227	10,629,570	9,250,022	10,035,366	8,531,787	9,168,208
Total general revenues	31,549,986	34,725,031	27,262,052	29,987,936	24,077,131	26,949,277
Other financing sources	-	2,957,840	-	4,068,490	-	985,759
<b>Total revenue and other financing sources</b>	\$ 34,834,426	\$ 37,682,871	\$ 30,081,848	\$ 34,056,426	\$ 26,751,140	\$ 27,935,036

Source: School District Financial Records

\* For fiscal years 2003-2004 includes general, special revenue, debt service, and capital projects funds.

For fiscal years 1995-2002 includes general, special revenue, debt service, capital projects, and expendable trust funds



<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
<u>Modified Accrual</u>	<u>Modified Accrual</u>	<u>Modified Accrual</u>	<u>Modified Accrual</u>	<u>Modified Accrual</u>	<u>Modified Accrual</u>	<u>Modified Accrual</u>
N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A
\$ 16,409,406	\$ 13,996,136	\$ 14,239,687	\$ 15,320,266	\$ 13,361,623	\$ 11,996,266	\$ 11,014,599
70,314	274,985	116,041	73,962	115,657	142,763	248,688
396,521	1,321,954	564,949	391,988	376,530	831,254	1,231,400
316,609	-	298,466	327,092	-	-	-
-	-	-	-	-	-	-
520,407	899,992	365,315	389,918	861,595	543,076	1,071,085
-	-	-	-	2,450	-	-
9,497,530	8,647,496	8,396,558	7,669,632	6,969,007	6,534,236	6,152,061
<u>27,210,787</u>	<u>25,140,563</u>	<u>23,981,016</u>	<u>24,172,858</u>	<u>21,686,862</u>	<u>20,047,595</u>	<u>19,717,833</u>
<u>6,417,588</u>	<u>9,632,039</u>	<u>11,331</u>	<u>856,491</u>	<u>8,078</u>	<u>1,069,870</u>	<u>14,275,084</u>
<u>\$ 33,628,375</u>	<u>\$ 34,772,602</u>	<u>\$ 23,992,347</u>	<u>\$ 25,029,349</u>	<u>\$ 21,694,940</u>	<u>\$ 21,117,465</u>	<u>\$ 33,992,917</u>

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

REAL ESTATE, PUBLIC UTILITIES, TAX LEVIES AND COLLECTIONS  
LAST TEN YEARS

<u>Collection Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>% of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>% of Total Collection to Levy</u>
2005	\$ 25,773,420	\$ 24,571,634	95.34%	\$ 639,354	\$ 25,210,988	97.82%
2004	22,729,073	22,195,379	97.65%	564,575	22,759,954	100.14%
2003	17,829,752	17,236,199	96.67%	585,535	17,821,734	99.96%
2002	16,883,622	16,335,246	96.75%	1,056,145	17,391,391	103.01%
2001	16,818,887	16,595,092	98.67%	689,104	17,284,196	102.77%
2000	15,701,448	15,302,781	97.46%	383,568	15,686,349	99.90%
1999	15,700,490	13,960,178	88.92%	2,519,420	16,479,598	104.96%
1998	14,656,715	12,771,754	87.14%	362,036	13,133,790	89.61%
1997	13,992,812	13,594,092	97.15%	252,054	13,846,146	98.95%
1996	13,098,027	12,671,151	96.74%	483,183	13,154,334	100.43%

Note: Taxes are assessed and collected on a calendar year schedule, thus 2003 values are the basis for 2004 collections.

Source: Office of the County Auditor, Lucas County, Ohio

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**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS**

<b>Collection Year</b>	<b>Real Property</b>		<b>Personal Property</b>		<b>Public Utility</b>	
	<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>Assessed Value</b>	<b>Estimated Actual Value</b>
2005	\$ 686,082,240	\$ 1,960,234,971	\$ 51,617,356	\$ 206,469,424	\$ 19,787,870	\$ 79,151,480
2004	635,214,030	1,814,897,229	49,998,307	199,993,228	18,068,900	72,275,600
2003	551,862,820	1,576,750,914	49,346,647	197,386,588	19,193,390	76,773,560
2002	518,390,910	1,481,116,886	53,683,230	214,732,920	18,260,260	73,041,040
2001	485,539,490	1,387,255,686	50,225,173	200,900,692	26,065,310	104,261,240
2000	366,485,340	1,047,100,971	45,793,313	183,173,252	27,221,980	108,887,920
1999	342,255,340	977,872,400	45,562,589	182,250,356	26,751,720	107,006,880
1998	325,760,450	930,744,143	45,480,928	181,923,712	27,407,090	109,628,360
1997	274,292,000	783,691,429	37,996,504	151,986,016	26,366,930	105,467,720
1996	259,965,730	742,759,229	34,101,714	136,406,856	28,174,500	112,698,000

Source: Office of the County Auditor, Lucas County, Ohio

**Total**

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<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>%</b>
\$ 757,487,466	\$ 2,245,855,875	34%
703,281,237	2,087,166,057	34%
620,402,857	1,850,911,062	34%
590,334,400	1,768,890,846	33%
561,829,973	1,692,417,618	33%
439,500,633	1,339,162,143	33%
414,569,649	1,267,129,636	33%
398,648,468	1,222,296,215	33%
338,655,434	1,041,145,165	33%
322,241,944	991,864,085	32%

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**PRINCIPAL PROPERTY TAXPAYERS  
2004 TAX YEAR COLLECTION YEAR 2005**

		<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
<b>Real Estate</b>			
1.	Spartan Chemical	\$ 5,380,630	0.71%
2.	Sylvania Church of God	4,034,280	0.53%
3.	Manville	3,693,800	0.49%
4.	George Issac Properties/Issac Land Investment	2,434,630	0.32%
5.	Browning Masonic Community	1,464,390	0.19%
6.	Heilmann Farms	1,350,590	0.18%
7.	Toledo Investment Association	1,253,530	0.17%
8.	YMBK at Beaver Creek LTD	1,225,500	0.16%
9.	American Can Packaging	1,098,970	0.15%
10.	Katim Leasing	1,073,280	0.14%
<b>Tangible Personal Property</b>			
1.	Johns Manville International	16,902,660	2.23%
2.	Johns Manville International	6,134,400	0.81%
3.	Rexam Beverage Can Co.	4,187,100	0.55%
4.	Spartan Chemical Co.	3,119,510	0.41%
5.	Clapp Dico Corporation	2,752,860	0.36%
6.	Linde Gas LLC	2,004,490	0.26%
7.	Metal Forming & Coining	1,997,230	0.26%
8.	Dana Corporation	1,652,370	0.22%
9.	Johns Manville International	1,062,280	0.14%
10.	Parker Hannifan Corp.	902,580	0.12%
	All Others	<u>693,762,386</u>	<u>91.59%</u>
	Total Assessed Valuation as of 1st half of collection calendar 2005	<u>\$ 757,487,466</u>	<u>100.00%</u>

Source: Office of the County Auditor, Lucas County, Ohio  
(This is the most current information available)

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMPUTATION OF LEGAL DEBT MARGIN  
JUNE 30, 2005

Assessed Valuation at of 1st half collection calendar 2005	\$ 757,497,466
<b>Voted Debt Margin</b>	
Bonded Debt Limit - 9% of Assessed Valuation as adjusted	68,174,772
Amount of Debt Applicable to Debt Limit (2)	26,080,996
Voted Debt Margin	\$ 42,093,776
<b>Unvoted Debt Margin</b>	
Bonded Debt Limit - .10% of Assessed Valuation	\$ 757,497
Amount of Debt Applicable to Debt Limit	-
Unvoted Debt Margin	\$ 757,497

(1) Section 133.06 of the Ohio Revised Code provides that the principal amount of both voted and unvoted general obligation debt of a school district, exclusive of exempt debt, may not exceed nine percent of the total value of all property in the school district as listed and assessed for taxation.

(2) Outstanding debt provided in Note 10 of the Notes to the Financial Statements.

Source: Office of the Treasurer, Anthony Wayne Local School District

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**RATIO OF NET GENERAL OBLIGATION BONDED DEBT  
TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA  
LAST TEN FISCAL YEARS**

<b>Tax Year</b>	<b>Estimated Population (1)</b>	<b>Assessed Value Real &amp; Personal Property (2)</b>	<b>General Bonded Debt (3)</b>	<b>Ratio Bonded Debt to Assessed Value (%)</b>	<b>Net Bonded Debt Per Capita</b>
2005	19,573	\$ 757,497,466	\$ 26,080,996	3.44%	1,332
2004	21,510	703,281,237	26,496,577	3.77%	1,232
2003	21,091	620,402,857	27,054,266	4.36%	1,283
2002	20,671	590,334,400	27,617,075	4.68%	1,336
2001	20,177	561,829,973	21,574,441	3.84%	1,069
2000	19,765	439,500,633	13,849,494	3.15%	701
1999	18,329	414,569,649	14,274,494	3.44%	779
1998	18,161	398,648,468	14,654,494	3.68%	807
1997	17,998	338,655,434	14,994,494	4.43%	833
1996	17,775	322,241,944	15,104,494	4.69%	850

- Notes:
- (1) Estimates from the U.S. Census Bureau.
  - (2) Assessed value is based on the 2004 tax year for the 2005 collection year.
  - (3) General bonded debt prepared by the Anthony Wayne Local School District.

Source: Office of the Treasurer, Anthony Wayne Local School District



**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**RATIO OF ANNUAL GENERAL OBLIGATION BONDED DEBT SERVICE EXPENDITURES  
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>General Obligation Bonded Debt Service</b>			<b>Total General Governmental Expenditures (1)</b>	<b>Ratio of General Obligation Bonded Debt Service to Total General Governmental Expenditures</b>
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>		
2005	\$ 740,000	\$ 1,201,117	\$ 1,941,117	\$ 40,651,859	4.77%
2004	840,000	1,232,912	2,072,912	33,383,768	6.21%
2003	905,072	1,244,865	2,149,937	33,159,335	6.48%
2002	500,000	1,170,770	1,670,770	33,298,238	5.02%
2001	295,000	1,183,231	1,478,231	33,557,402	4.41%
2000	425,000	753,163	1,178,163	23,762,290	4.96%
1999	380,000	770,249	1,150,249	22,320,322	5.15%
1998	340,000	784,965	1,124,965	21,568,868	5.22%
1997	110,000	793,828	903,828	28,658,655	3.15%
1996	210,000	888,449	1,098,449	39,169,628	2.80%

Source: Office of the Treasurer, Anthony Wayne Local School District

(1) Does not include other financing uses

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
JUNE 30, 2005**

<u>Jurisdiction</u>	<u>General Obligation Debt</u>	<u>Percent Applicable to School District</u>	<u>Amount Applicable to School District</u>
<b>Direct:</b>			
Anthony Wayne Local School District	\$ 26,080,996	100.00%	\$ 26,080,996
Village of Waterville	2,210,000	100.00%	2,210,000
Village of Whitehouse	2,125,000	100.00%	2,125,000
Total Direct	<u>30,415,996</u>		<u>30,415,996</u>
<b>Overlapping:</b>			
Lucas County	32,471,087	8.51%	2,763,290
Wood County	9,110,000	0.49%	44,639
City of Maumee	20,665,000	7.62%	1,574,673
Swan Creek Township	160,000	0.50%	800
Penta County Career Center Joint Vocational School District	2,615,000	13.99%	365,839
Total Overlapping	<u>65,021,087</u>		<u>4,749,241</u>
Grand total direct and overlapping	<u>\$ 95,437,083</u>		<u>\$ 35,165,237</u>

Source: Ohio Municipal Advisory Council

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

DEMOGRAPHIC STATISTICS  
ENROLLMENT DATA  
LAST TEN YEARS

<b>School Year</b>	<b>Enrollment K - 12</b>	<b>Enrollment Increase (Decrease)</b>	<b>Percent Increase (Decrease)</b>
2004-05	4,026	151	3.90%
2003-04	3,875	167	4.50%
2002-03	3,708	161	4.54%
2001-02	3,547	64	1.84%
2000-01	3,483	33	0.96%
1999-00	3,450	178	5.44%
1998-99	3,272	0	0.00%
1997-98	3,272	(116)	-3.42%
1996-97	3,388	75	2.26%
1995-96	3,313	58	1.78%

Source: Office of the Treasurer, Anthony Wayne Local School District

**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**TEACHER EDUCATION AND EXPERIENCE  
AS OF JUNE 30, 2005**

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	27	11.07%
5-Year Degree	80	32.79%
Bachelor's Degree + 15	8	3.28%
Master's Degree	81	33.20%
Master's Degree + 15	<u>47</u>	<u>19.26%</u>
Total	<u><u>243</u></u>	<u><u>99.59%</u></u>

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0-5 Years	81	33.20%
6-10 Years	44	18.03%
11-15 Years	25	10.25%
16-20 Years	25	10.25%
21-25 Years	23	9.43%
26-40 Years	<u>45</u>	<u>18.44%</u>
Total	<u><u>243</u></u>	<u><u>99.59%</u></u>

Source: School District Records



**Auditor of State  
Betty Montgomery**

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**ANTHONY WAYNE LOCAL SCHOOL DISTRICT  
LUCAS 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  
APRIL 6, 2006**