

Athens City School District

Athens County, Ohio

Single Audit

July 1, 2008 through June 30, 2009

Fiscal Year Audited Under GAGAS: 2009



Balestra, Harr & Scherer, CPAs, Inc.

528 South West St, P.O. Box 687, Piketon, Ohio 45661 Phone: 740.289.4131 Fax: 740.289.3639



Mary Taylor, CPA
Auditor of State

Board of Education
Athens City School District
25 South Plains Road
The Plains, Ohio 45780

We have reviewed the *Independent Auditor's Report* of the Athens City School District, Athens County, prepared by Balestra, Harr & Scherer, CPAs, Inc., for the audit period July 1, 2008 through June 30, 2009. 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 Athens City School District is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

March 9, 2010

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**ATHENS CITY SCHOOL DISTRICT
ATHENS COUNTY**

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Athens City School District
Athens County

Schedule of Federal Awards Receipts and Expenditures
For the Year Ended June 30, 2009

Federal Grantor/ Pass Through Grantor/ Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Disbursements
United States Department of Agriculture				
<i>Passed through Ohio Department of Education</i>				
<i>Nutrition Cluster:</i>				
National School Breakfast Program	05PU	10.553	\$ 112,322	\$ 112,322
School Lunch Program	LLP4	10.555	365,497	365,497
<i>Total Nutrition Cluster</i>			<u>477,819</u>	<u>477,819</u>
Total United States Department of Agriculture			<u>477,819</u>	<u>477,819</u>
United States Department of Education				
<i>Passed through Ohio Department of Education</i>				
<i>Special Education Cluster:</i>				
Special Education Grants to States	6BSF	84.027	612,677	607,595
Special Education Preschool Grants	PGS1	84.173	4,974	10,017
Total Special Education Cluster			<u>617,651</u>	<u>617,612</u>
Title I Grants to Local Education Agencies	C1S1	84.010	581,424	586,779
Safe and Drug Free Schools and Communities State Grants	DRS1	84.186	9,756	9,561
Twenty-First Century Community Learning Centers	T1S1	84.287	196,969	204,514
State Grants for Innovative Programs	C2S1	84.298	2,218	1,072
Education Technology State Grants	TJS1	84.318	8,553	7,570
Improving Teacher Quality State Grant	TRS1	84.367	131,166	212,278
Total United States Department of Education			<u>1,547,737</u>	<u>1,639,386</u>
Total Federal Financial Assistance			<u>\$ 2,025,556</u>	<u>\$ 2,117,205</u>

See Notes to Schedule of Federal Awards Receipts and Expenditures.

**ATHENS CITY SCHOOL DISTRICT
ATHENS COUNTY**

**NOTES TO SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

NOTE A- SIGNIFICANT ACCOUNTING POLICIES

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



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

Members of the Board
Athens City School District
25 South Plains Road
The Plains, Ohio 45780

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Athens City School District, Athens County, Ohio (the District), as of and for the year ended June 30, 2009 and have issued our report thereon dated December 22, 2009 where in we indicated that the District implemented GASB Statements No. 49, No. 52, No. 55 and No. 56. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our audit procedures for expressing our opinions on the financial statements, but not to opine on the effectiveness of the District's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the District's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the District's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the District's internal control will not prevent or detect a material financial statement misstatement.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all internal control deficiencies that might be significant deficiencies or material weakness. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

Compliance and Other Matters

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

We noted certain noncompliance and other matters reported to the District in a separate letter dated December 22, 2009.

We intend this report solely for the information and use of the management, the Board of Education, and federal awarding agencies and pass-through entities. We intend it for not one other than these specified parties.

A handwritten signature in cursive script that reads "Balestra, Harr & Scherer". The signature is written in black ink on a light-colored background.

Balestra, Harr & Scherer, CPAs, Inc.
December 22, 2009



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

Members of the Board
Athens City School District
25 South Plains Road
The Plains, Ohio 45780

Compliance

We have audited the compliance of Athens City School District, Athens County, Ohio (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that apply to each of its major federal programs for the year ended June 30, 2009.

The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

Internal Control Over Compliance (continued)

A control deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that the District's internal control will not prevent or detect more-than-inconsequential noncompliance with a federal program compliance requirement.

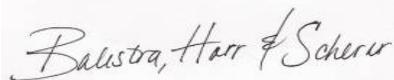
A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the District's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Federal Awards Expenditures

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the District as of and for the year ended June 30, 2009, and have issued our report thereon dated December 22, 2009 wherein we indicated that the District implemented GASB Statements No. 49, No. 52, No. 55 and No.56. Our audit was preformed to from opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying Schedule of Federal Awards Receipts and Expenditures provides additional information 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. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Balestra, Harr & Scherer, CPAs, Inc.
December 22, 2009

**ATHENS CITY SCHOOL DISTRICT
ATHENS COUNTY**

*SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 SECTION .505
FOR THE FISCAL YEAR ENDED JUNE 30, 2009*

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any significant internal control deficiencies reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any material weaknesses reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any significant internal control deficiencies reported for major federal programs?	No
(d)(1)(iv)	Were there any material weaknesses reported for major federal programs?	No
(d)(1)(v)	Type of Major Program's Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under section .510?	No
(d)(1)(vii)	Major Programs (list):	Title I Grants to Local Educational Agencies: CFDA# 84.010 Special Education Cluster: CFDA# 84.027 & 84.173
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	No

**ATHENS CITY SCHOOL DISTRICT
ATHENS COUNTY**

*SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 SECTION .505
(CONTINUED)*

FOR THE FISCAL YEAR ENDED JUNE 30, 2009

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

Finding Number	None
CFDA Title and Number	
Federal Award Number/Year	
Federal Agency	
Pass-Through Agency	



Independent Auditor's Report on Applying Agreed-Upon Procedures

Athens City School District
Athens County
25 South Plains Road
The Plains, Ohio 45780

To the Board of Education:

Ohio Rev. Code Section 117.53 states "the auditor of state shall identify whether the school district or community school has adopted an anti-harassment policy in accordance with Section 3313.666 of the Revised Code. This determination shall be recorded in the audit report. The auditor of state shall not prescribe the content or operation of any anti-harassment policy adopted by a school district or community school."

Accordingly, we have performed the procedures enumerated below, which were agreed to by the Board, solely to assist the Board in evaluating whether Athens City School District (the District) has adopted an anti-harassment policy in accordance with Ohio Rev. Code Section 3313.666. Management is responsible for complying with this requirement. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Board. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

1. We noted the Board adopted an anti-harassment policy at its meeting on July 17, 2008.
2. We read the policy, noting it included the following requirements from the Ohio Rev. Code Section 3313.666(B)
 - 1) A statement prohibiting harassment, intimidation, or bullying of any student on school property or at school-sponsored events;
 - 2) A definition of harassment, intimidation, or bullying that includes the definition in division (A) of Ohio Rev. Code Section 3313.66;
 - 3) A procedure for reporting prohibited incidents;
 - 4) A requirement that school personnel report prohibited incidents of which they are aware to the school principal or other administrator designated by the principal;
 - 5) A requirement that parents or guardians of any student involved in a prohibited incident be notified and, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended, have access to any written reports pertaining to the prohibited incident;
 - 6) A procedure for documenting any prohibited incident that is reported;

- 7) A procedure for responding to and investigating any reported incident;
- 8) A strategy for protecting a victim from additional harassment, intimidation, or bullying, and from retaliation following a report;
- 9) A disciplinary procedure for any student guilty of harassment, intimidation, or bullying, which shall not infringe on any student's rights under the first amendment to the Constitution of the United States;
- 10) A requirement that the district administration semiannually provide the president of the district board a written summary of all reported incidents and post the summary on its web site, if the district has a web site, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended.

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the anti-harassment policy. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board and is not intended to be and should not be used by anyone other than this specified party.



Balestra, Harr & Scherer, CPAs, Inc.

December 22, 2009

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ending June 30, 2009



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ATHENS CITY SCHOOL DISTRICT

25 South Plains Road – The Plains, Ohio 45780

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Comprehensive Annual Financial Report
of the
Athens City School District
The Plains, Ohio

For the fiscal year ended
June 30, 2009

Board of Education

Scott Nisley.....President
Bruce Nottke.....Vice-President
Jeffrey Dill, PhD.....Member
Roger Brown.....Member
Catherine Cordingley.....Member

Superintendent of Schools

Carl D. Martin

Issued by the Treasurer's Office

Bryan M. Bunting, CGFM
Treasurer/CFO



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ATHENS CITY SCHOOL DISTRICT

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ATHENS CITY SCHOOL DISTRICT



INTRODUCTORY SECTION

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ATHENS CITY SCHOOL DISTRICT

www.athenscity.k12.oh.us

Carl D. Martin
Superintendent

Bryan M. Bunting CGFM
Treasurer



25 South Plains Road
The Plains, Ohio 45780

Voice: (740) 797-4506
Fax: (740) 797-9146

December 23, 2009

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

The Athens City School District (the District) is pleased to submit to you the Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2009. This CAFR is prepared in accordance with generally accepted accounting principles (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

The District is responsible for the accuracy of the data presented and the completeness and fairness of this presentation. We believe the data presented is accurate in all material aspects and that all disclosures necessary to enable the reader to acquire the maximum understanding of the District's financial activity are included herein.

Copies of this report will be widely distributed throughout the District. A copy will be sent to all school buildings, the Chamber of Commerce, the Athens County Public Library, financial institutions, other governmental agencies, and posted to the District web site. Electronic versions will be available to all other interested parties.

THE DISTRICT AND ITS FACILITIES

The District was established in the mid 1800's and was consolidated in 1964 with the Plains Local School District and the Chauncey Local School District. It is located in Athens County, and includes the City of Athens, the Village of Chauncey and portions of the Townships of Athens, Canaan, Dover, and Waterloo. Athens is the county seat of Athens County with a population of approximately 32,700 residents. The District is the 167th largest in the State of Ohio (among 614 school districts) in terms of enrollment.

Located 75 miles southeast of Columbus, Athens is home to Ohio University, the first university in the Northwest Territory founded in 1804. The University's main campus College Green is on the National Register of Historic Places and includes Cutler Hall, a National Historic Landmark, built in 1816. Each quarter, the University adds over 27,000 students to the City's population

The Athens City School District is one of five K-12 public school districts in Athens County. With 2,870 pupils (including preschool and open enrollment), it has the largest enrollment in the county but is geographically one of the smallest school districts in the county encompassing only 58 square miles. The District operates 7 educational facilities, a Maintenance facility, a Transportation/Bus Garage, and a central administration building that also houses the District's Technology department and Talented and Gifted program director.

School	Grade	Enrollment
Chauncey Elementary	PreK-6	195
East Elementary	K-6	300
Morrison Elementary	K-6	410
The Plains Elementary	PreK-6	398
West Elementary	PreK-6	288
Athens Middle School	7-8	390
Athens High School	9-12	889

The District provides preschool programs and all-day kindergarten classes. The District serves lunches to 43% of the student population daily. Approximately 37% of the District's student body qualify for free or reduced priced lunches. Chauncey and The Plains Elementary schools are identified as Title I buildings and provide free and reduced lunches to 59% of their combined student population. These two school facilities plus West Elementary, Morrison Elementary, and the Middle School also offer breakfast programs. In these five buildings, 44% are eligible for Free and Reduced, and 51% of the total student population participates in this program.

ORGANIZATION OF THE DISTRICT

The Board of Education of the Athens City School District (the Board) is a five-member body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, and ensures that all other general laws of the State of Ohio are followed in the expenditure of the District's tax dollars, and approves the annual appropriation resolution and tax budget. A list of the current Board members as of June 30, 2009 is included on page xiii.

The Superintendent is the chief executive officer of the District and is responsible directly to the Board for all operations of the District. Carl D. Martin was initially employed as Superintendent effective February 1995. Mr. Martin retired effective December 31, 1998 but returned to the position in July 2000. Mr. Martin's contract extends through July 31, 2011.

The Treasurer is the chief financial officer of the District and is responsible directly to the Board for all financial operations, investments, custody of all District funds and assets and serves as secretary to the Board. Mr. Bryan M. Bunting was appointed Treasurer effective August 1, 1998. Mr. Bunting's contract extends through July 31, 2010.

ECONOMIC CONDITION AND OUTLOOK

The District's largest employer is Ohio University, which employs 4,023 total employees with more than 1,075 full-time and 750 part-time faculty employees who live in or around the District. In fact, four of the five largest employers in the county are government operations, Ohio University, Athens County, Hocking College, and the Athens City School District itself. The University has an enrollment of more than 28,000 students. The University also provides land for taxable retail operations and has become the District's largest real estate taxpayer. This has provided a foundation of stability for the District. Ohio University's total net assets were more than \$545.6 million with total operating expenditures for the 2008 fiscal year in excess of \$524.0 million dollars. The University has an on-going facility plan which means each year they complete a number of construction and renovation projects. According to their June 30, 2008 financial report, the University has "cumulative costs associated with capital projects continuing after the fiscal year ended June 30, 2008" totaling approximately \$24.6 million. Their 2008 annual report also estimates that future capital commitments for which funding has been identified total more than \$54.0 million.

Athens County's largest private employers include Wal-Mart, O'Bleness Memorial Hospital, Kroger Co., Diagnostic Hybrids, and Health Recovery Services. New commercial operations continue to open in and around the area of the previous year growth. Another hotel and restaurant opened in 2009 as well as smaller commercial operations. The University Mall added one more major retail store, Dunham Sports, and has ongoing talks with at least one other "big-box" store. The recently renovated Athens Mall includes Sears, AT&T, and others in place or yet to open in 2010. These provide additional property tax revenue and employment to area residents. The City of Athens continues infrastructure upgrades including additional traffic lanes, water, sewer, and electric service that has and will continue to entice new business to the area. Areas of the City beyond this east corridor are now being explored for commercial development.

The District, along with many other public school systems in the state, relies heavily on local property tax as a primary source of funds. Ohio law limits the growth in real estate tax revenues by reducing millage as assessed values increase following re-appraisals. Consequently, revenues generated from each levy remain relatively constant. As a result, the District must periodically seek additional funding from its taxing constituents. While statewide, voters have proved reluctant to increase their property taxes, the Athens City School District has received positive support from its taxpayers on more than 89% of all tax levies and 100% of all bond issues since 1964. The average passage rate for those ballot issues was 58%. The District's management is very appreciative of this support but is constantly searching for ways to provide a more efficient means of doing business while at the same time continuing to provide excellent educational services. Evidence of this is supported by the fact the District operates more than 47 grants generating approximately \$3.3 million in funding. These grants have provided funds to implement entry-year teacher programs, school-to-work programs, and prevention programs for drugs, alcohol and violence, as well as Professional Development Grants that have increased the competency of staff and provided research based models for instructional change.

EMPLOYEE RELATIONS

The District has 420 employees (full and part time) of which 228 are certificated (including school psychologists and counselors), 174 are classified, and 18 administrative. Certificated employees, including teachers and educational specialists, are represented for collective bargaining purposes by the Athens Education Association (AEA), an affiliate of the Ohio Education Association (OEA). Classified employees, including bus drivers, food service, custodial, maintenance, and clerical staff, are represented for collective bargaining purposes by the American Federation of State, County, and Municipal Employees (AFSCME) Local #1846. Educational Aides are also represented for collective bargaining purposes by the American Federation of State, County, and Municipal Employees (AFSCME) Local #1846, but under a separate negotiated agreement.

In December 2006, the Board successfully concluded negotiations with the AEA on a three year agreement for wages and fringe benefits. Wage agreements reached for the three year period January 15, 2008 through January 15, 2011 included a 4.0% wage increase retroactive to January 1, 2008, a 3.5% increase effective January 2009, and a 3.0% increase effective January 2010.

During the summer of 2009, the Board successfully concluded negotiations with the ASFCME employees on a three-year agreement for wages and fringe benefits. Wage agreements for that bargaining unit for the three year period September 1, 2009 through August 31, 2010 included hourly wage increases of \$.85 effective September 2009, \$.30 in September 2010, and \$.30 in September 2011.

During the summer of 2007, the Board successfully concluded negotiations with the ASFCME educational aide employees on a three-year agreement for wages and fringe benefits. Wage agreements for that bargaining unit for the three year period September 1, 2007 through August 31, 2010, included hourly wage increases of \$.45 effective September 2007, and \$.40 effective September 2008 and September 2009.

SERVICES PROVIDED

The Athens City School System is vitally concerned with its educational program. The Board views education as a lifelong process and believes that education is a key element in the realization of a successful and satisfying life. High academic expectations have been set forth for our students. The District pursues opportunities for the students to be involved in cooperative efforts with colleges and universities. We believe that the education of youth grows out of an interaction of the school, the home and the community. The educational process should provide each student with the opportunity for success, personal growth and accomplishment. The District provides equal support to students throughout the District. To address populations who have special needs, or who are academically at-risk, the District obtains supplemental funds. Two elementary schools are eligible to receive Title I services school-wide.

Children entering kindergarten are assessed to determine their developmental levels, socially and academically. Results of assessments are used to design program offerings. All the District's elementary schools operate full-day kindergarten programs. The kindergarten program includes readiness skills in mathematics, reading, and language arts. Handwriting, science, and social studies concepts are also an integral part of daily activities.

In primary grades K-3, attention is focused upon each child mastering the basic skills necessary for sustained progress in reading, written composition, math, writing, science, social studies, health, and handwriting. Literacy collaborative programs provide in-depth language arts instruction. Each child is also introduced to music, art, physical education, and computer technology.

Children in the intermediate grades 4-6 continue to build upon these basic skills and expand into higher order thinking skills. Written composition, problem solving, critical thinking skills and reading comprehension are stressed. Physical education, health, art, and music including band are also an integral part of the elementary curriculum. Each elementary building has a library with full-time or part-time staff. Students are scheduled weekly into the library to acquire knowledge and to practice using the library to seek information and obtain reading and reference material.

In addition to basic knowledge, life skills of the everyday world are stressed. These include developing a positive self-image, a concern for good health, safety and physical activity, and opportunities to explore some introductory activities relating to careers and the world of work. Staff members strive to help students develop the virtues of integrity, courage, discipline and the love of lifelong learning.

Athens High School is a unique four-year comprehensive high school accredited by the North Central Association of Secondary Schools and Colleges and the Ohio Department of Education. Athens High School requires 22 units of credits to graduate. The school offers an impressive list of curricular and co-curricular programs. Over 130 courses are available including 14 advanced placement courses. Students also are eligible to take courses on the Ohio University and Hocking College campus and receive both high school credit and college credit for said courses. Students who want to enter the work force directly from high school can enter Tri-County Joint Vocational School or stay at Athens High School and work with vocational instructors. Tri-County's articulation agreements with Ohio University and Hocking College allow students in the Tech Prep program to enter these institutions with a stronger academic background and earn an enhanced associate degree or continue in a baccalaureate program.

Athens High School has 26 clubs; Student Council, Key, National Honor Society, Arena, Broadcasting, Drama, Ecology, FCCLA/HERO, Interact, French, Masquers, Thespians, Matrix, Mock Trial, Model United Nations, Spanish, Art Club, Multi-cultural Club, STARS, Marching Band, Concert Band, Summer Band, Silks, Jazz Band, Pep Band, Mixed Chorus, and Symphonic Choir. Students engage in 15 sporting activities; cross-country (girls and boys), football, soccer (girls and boys), tennis (girls and boys), volleyball, golf (girls and boys), wrestling, swimming (girls and boys), baseball, basketball (girls and boys), softball, and track (girls and boys). Cheerleading squads engage in competition as well as provide school support. The Athens High School drama productions, choirs, instrumental music groups, marching band, flag corps, and competition cheerleaders have received many state and national awards.

The District's special education programs are broad and comprehensive. Approximately 16% of the student population has an Individualized Education Plan (IEP). A Talented and Gifted Program is available to qualified students. Programs and services are provided at the elementary, middle, and high school levels for gifted students. The District has developed a comprehensive gifted education plan. Special programs for the multiple disabled, cognitively disabled, emotionally disabled, orthopedically impaired, learning disabled, speech and/or hearing impaired, are provided for students who meet the requirements.

TECHNOLOGY

The mission of the technology program at Athens City Schools is to provide a standardized, reliable, efficient, and cost effective infrastructure of technology resources that supports and enhances student education and district administration. The District recognizes that technology is an integral tool in the education process and is committed to providing and maintaining quality services and programs.

The District maintains a District Technology Plan maintained by the District Technology Council, a group representing each school building and the community. The District's objective is the maintenance of existing technology services, with constant evaluation of emerging technology solutions, and a strict adherence to budgetary issues.

TEACHER PROFESSIONAL DEVELOPMENT

Peer Teacher Mentor Program - The District provides an opportunity for a new teacher to be paired with an experienced teacher as a critical friend. This is a very non-threatening way for teachers to exchange ideas, receive assistance, and improve teaching skills.

New Teacher Orientation - New employees are given a special welcoming orientation to the District and community by administrators of city, county, and district. Pairing new teachers with seasoned teachers provides a support system and promotes assimilation into the District family.

Technology - Both the District Continuous Improvement Plan and the District Technology Plan outline goals and action plans that call for integrating technology into teacher instruction and student learning. Professional Development for teachers is an important component in accomplishing these goals. Student access to hardware and software and lessons that incorporate technology is essential to student competence in this area. The Office of Curriculum provided a series of training in-services for training building technology facilitators and classroom teachers and will be planning a continued professional development opportunities.

This is an ongoing activity in the District. Each curricular area is revised to insure that state-of-the-art practices and programs are available for students. The District closely follows the Ohio Department of Education's model curriculums and standards to achieve this goal. Additionally, the curriculum development process model mandates a data-driven professional development plan based on student performance, the integration of technology, and establishing student assessment procedures and practices. Any revisions and adoptions will use current local performance data obtained through competency and proficiency testing of students to determine curricular needs. Content of instruction and instructional practices is carefully examined and analyzed in light of the data generated. Particular emphasis has been given to differentiating professional development on a building and program basis while still addressing the needs of the District.

COMMUNITY, STAFF, AND STUDENT INVOLVEMENT

The Board believes that the best interests of this District are served when citizens, students and professional school people work together toward school improvement.

Community participation in the affairs of the schools is important if the District and the community are to maintain mutual confidence and respect and work together to improve the quality of education for students. The Board endeavors to identify the wishes of the community and to be responsive to those wishes. All citizens are encouraged to express ideas, concerns and judgments about the schools to the school administration, the staff, and to the Board.

The District involves the efforts of many people and functions best when all personnel are informed of the District's major activities and concerns. The Board invites an exchange of ideas and pertinent information among all elements of the District and has developed a Continuous Improvement Plan utilizing this philosophy of representative involvement. Morale is enhanced when employees are assured that their voices are willingly heard by those in positions of authority.

Students share responsibility for developing a climate in the school that is conducive to learning. Through participation in the decision-making process, students are an important resource for the improvement of the school, the educational system and the community. Periodically, students are asked to review school policies, rules and regulations.

MAJOR INITIATIVES AND EVENTS - FISCAL YEAR 2009

Facility Management

The District completed and adopted a *Facility Master Plan* with the assistance of the Ohio School Facility Commission (OSFC) and other professionals in FY2004. The district began an update of that plan in FY2009 with the help of the Quandt Group Inc. This update will attempt to get many expenses from the renovation project begun in FY2000 and facility work completed since that project to count toward the District share of any OSFC project which may be possible in the near future. A comprehensive review of all District roofs was completed in 2006 and identified buildings by section that need addressed. The report included a prioritized list of each roof/section. By the end of FY2009, more than 95% of the roof projects identified in the report have been repaired or replaced. Additionally, other permanent improvements were made which included electrical upgrades, renovations to doors and windows, and additional security cameras.

Technology

The Information Technology (IT) Department starts with the continuation of the annual replacement plan which established a 5 year life cycle and a 5:1 ratio between students and computers. More than 150 new computers were installed during the summer of 2008 leading into FY2009. The District's internet provider is working to obtain money from the federal stimulus package, ARRA, which may provide a fiber optic connection between buildings that would greatly increase our bandwidth. The increased bandwidth would open possibilities of combining both hardware and software applications. This would in turn reduce District cost and provide additional resources for instruction. New technologies are being reviewed and tested within various District buildings.

Report Cards

New Ohio law now calls for each Ohio District to receive a performance accountability rating based on 30 performance standards. Athens City Schools have met 22 of the 30 performance standards for the 2008-2009 school-year. Based on the State's current ranking system, this score places the District in the Effective category. The District also achieved a *Performance Index* of 94.8. This score is up from 93.2 in 2007-2008. The District will continue to work with staff to increase student performance and thus increase the number of standards met.

Comprehensive Annual Financial Report

The District prepared their tenth Comprehensive Annual Financial Report (CAFR) for fiscal year 2009. All reports prior to this year have received the Certificate of Achievement from the Government Finance Officers Association. We believe that our current report also conforms to the Certificate of Achievement program requirements.

Academic and Student Group Awards

Athens High School's class of 2009 had 5 students qualify as National Merit Scholars. There were also 4 students who were recognized as National Merit Finalists. Since 1984, one-hundred and thirteen (113) Athens High School graduates have been named National Merit Scholars and 154 more have earned commended status. Six of Athens High School class of 2009 graduates received recognition and scholarships from the J. Warren McClure Athens Education Foundation.

Consolidated Local Plan

The District Consolidated Local Plan provides the foundation for maximizing efficient use of dollars generated through state and federal funds. The following **federal grants** are managed by the Curriculum Director and Special Education Director by processing an electronic application which logically integrates the individual objectives and action plans in order to leverage use of the funds. The electronic application supports flexibility of budget and program development and revisions. As a result, purchase of materials and equipment for student instruction and professional development opportunities for teaching staff are increased.

<u>Grant</u>	<u>Award Amount</u>	<u>Description of Grant</u>
Title I	\$599,048	This grant targets our 2 schools who demonstrate that they are serving an economically disadvantaged student population that exceeds 20.6% of the school's total student population.
Title II-A	\$181,459	Based on research findings that smaller class size is correlated to student success, the funds from this grant are ear-marked for class size reduction, especially in the primary grades.
Title II-D	\$5,419	Funds are designated for professional development of educational staff and the encouragement of technology and mathematics and science education.
Title IV	\$12,257	Focus for this grant is on cultivating a safe, drug-free climate within our schools, underscoring the educational mission to have students make good life decisions and feel safe in their environment.
Title V	\$2,238	<i>An Innovative Assistance Program</i> , funds from this have helped support new and creative educational applications.
Title VI-B	\$510,492	Funds are allocated to align systems of intervention and special education with scientifically based research curriculum, instruction and assessment and with the state's academic content standards. Provides tutoring and other focused supplemental supports for children.
21 st Century	\$196,969	Funding is designed to provide after school enrichment programs to students who are economically, socially, and/or educationally most at risk.
ELI	\$67,910	Funding is designed to provide after school enrichment programs to students who are economically, socially, and/or educationally most at risk.
ECSE	\$15,855	Funding is designed to provide tutoring and other focused supplemental supports for children most at risk in reading and mathematics.
Total	<u><u>\$1,591,647</u></u>	

MAJOR INITIATIVES FOR THE FUTURE

Permanent Improvements

The District intends to continue with annual maintenance issues and improvement projects. The summer of 2009 completed the scheduled roof repairs in accordance with the comprehensive plan completed in FY2006. The District is updating its Master Facility Plan and has begun the process with the OSFC to qualify completed renovations toward a future state facility project. Ongoing minor repairs and regular maintenance continues to be funded by the District Permanent Improvement Fund.

Curriculum Development and Meeting the Requirements of New State Standards

The District is nearing the end of the development of the proposed standards in each of the major discipline areas. Teachers from Athens City Schools sit on state development committees in language arts, social studies, science, fine arts, music, and foreign language. As State standards and courses of study have been finalized the District has revised the local courses of study accordingly. Content of instruction and instructional practices are carefully examined and analyzed in light of performance data generated from local evaluations, norm-referenced short cycle assessments, and State achievement and value added measures. All efforts are directed to increase student performance and become an *Excellent* category school district. To achieve that goal a District Continuous Improvement Plan serves as a decision-making tool.

Technology Upgrades

The Information Technology (IT) Department starts with the continuation of the annual replacement plan and the purchase of more than 150 new computers including servers, switches, and wiring upgrades. The IT department will focus on combining the District's eight individual LAN's into a single network for the entire District, use of Thin-Clients as a lower cost and more efficient alternative our annual purchase of computers, and virtual software applications. The District internet provider is seeking federal funding to provide a fiber backbone which would greatly increase bandwidth and allow for consolidation of both hardware and software.

FINANCIAL INFORMATION

Internal Controls

The 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 adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management. Management believes the internal controls adequately meet the above objectives.

Federal and State Assistance

As a recipient of federal and state financial assistance, the District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the District.

Budgetary Controls

The District maintains its accounts, appropriations, and other financial record in accordance with the procedures established and prescribed by the Auditor of State. The objective of these budgetary controls is to ensure compliance with the legal provisions embodied in the annual appropriation resolution approved by the Board of Education. Activities of all funds are included in the annual appropriation resolution. Budget deadlines may be established to allow for budget amendments prior to year end. These final amendments allow actual amounts on the budgetary basis to agree with the adopted budget. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level of expenditure. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year end are carried forward to succeeding years and are not re-appropriated. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

Financial Condition

This is the seventh year the District has prepared financial statements following *GASB Statement No. 34, "Basic Financial Statements - Management's Discussion and Analysis - for State and Local Governments."* *GASB Statement No. 34* creates basic financial statements for reporting on the District financial activities as follows:

Government-wide financial statements - These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by many businesses.

Fund financial statements - These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

Statements of budgetary comparisons - These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As a part of this reporting model, management is responsible for preparing a Management Discussion and Analysis of the District. This discussion is located in the financial section of this report following the audit opinion, and provides an assessment of the District finances for fiscal year 2009.

Debt Administration

The Bond Retirement Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest and related costs. The payment of interest on general obligation short-term notes payable is accounted for in the fund that receives the proceeds from the debt. All debt, except for the energy conservation notes, is supported through voter approved tax levies.

At June 30, 2009, the District had outstanding bond issues of \$12,695,000. Under current State statutes, the District's general obligation bonded debt issuances are subject to a legal limitation based on 9% of the total value of real and personal property. At June 30, 2009, the District's legal limitation was slightly more than \$45.9 million placing District general obligation debt well below the legal limit.

Risk Management

The District continues to protect its assets through a comprehensive insurance program. A schedule of insurance in force at June 30, 2009 is included in the Notes to the Financial Statements Section of this report.

Cash Management

The District believes that appropriate cash management activities are integral to the District's overall financial well-being. Forecasting of receipts and expenditures, cash budgeting and on-going variance analysis allow prudent optimization of investment maturities and interest income. Total interest earned during the fiscal year 2009 was \$429,465.

The program's efficiency is enhanced using direct deposits and wire transfers to accelerate the availability of investment balances; cash budgeting and the use of controlled disbursements to control expenditures; and the use of appropriate portfolio management techniques to maximize earnings.

Additionally in FY2009 the District fully implemented a program through its financial institutions whereby an electronic file is transmitted with each check run for both payroll and accounts payable containing specific information regarding each transaction. The financial institutions use this file to verify each warrant presented for payment. If the warrant fails to exactly match the District file, the bank will refuse payment. This greatly reduces the District risk of fraudulent warrants clearing their accounts. It has also provided enhancements to District reconciliation process by eliminating encoding errors and providing electronic files for clearing of warrants.

This portfolio program, which aggregates the excess cash of substantially all funds for investment purchases, adheres to the following priorities: assuring the safety of all invested principal, providing needed liquidity to meet the District's obligations on a timely basis, and earning a market rate of return over budgetary and economic cycles.

The securities and maturities utilized are authorized by the Ohio Revised Code, Section 135.14, 135.42 and 135.45 as amended. The District approaches investment selection in two ways: (1) it purchases eligible securities which mature at specific times to pay known obligations of the District (maturity matching); and (2) it diversifies other maturities over the permissible investment horizon, given cash flow forecasts and market conditions, by constructing a "laddered" configuration.

During fiscal year 2009, the District purchased certificates of deposit, and U.S. Treasury and Agency/Instrumentality securities permitted by the Ohio Revised Code. It also used the State Treasurer's Star Ohio account for short-term investments. The District does not invest in derivative securities nor engage in leverage. It utilizes yield curve analysis and relative value approaches for investment selection. All investments are transacted competitively, using three bids/offers from eligible banks and dealer firms.

The District follows the procedures permitted by Ohio law regarding the safekeeping of deposits and investments. Deposits are generally secured by the Federal Deposit Insurance Corporation and a pool of eligible investments, not in the District's name, held by depository institutions or at their Federal Reserve Bank account for the District. The Governmental Accounting Standards Board, using strict standards of deposit segregation, refers to these latter deposits as "uncollateralized." The State of Ohio does not require that this criteria be met.

OTHER INFORMATION

Independent Audit

State statutes require an annual audit by independent accountants. The Auditor of State conducted the District's audit from fiscal year 1999 to fiscal year 2003. In fiscal year 2004, the Auditor of State contracted the District's audit to a private independent public accounting firm for a three year period. A new three year contract was awarded by the Auditor of State beginning FY2008. In addition to meeting the requirements set forth in State statutes, the audit also was designed to meet the requirements of the Federal Single Audit Act Amendments of 1996 and related OMB Circular A-133. The independent auditor's report on the basic financial statements and combining statements and individual fund schedules is included in the financial section of this report.

GFOA Certificate Of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Athens City School District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2008. This was the ninth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

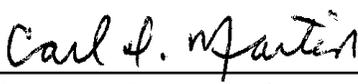
Acknowledgments

The preparation and publication of this Comprehensive Annual Financial Report on a timely basis could not have been possible without the cooperation of the entire Central Office and Treasurer's Office staff. A special note of appreciation is extended to J. L. Uhrig & Associates for their aid in preparing this report.

Finally, this report would not have been possible without the continued support of the Board of Education who values quality financial information that helps to make quality decisions. Without their leadership and commitment to excellence this report would not be possible.



Bryan M. Bunting, Treasurer/CFO



Carl D. Martin, Superintendent

List of Principal Officers

BOARD OF EDUCATION

President	Scott Nisley	January 1, 2008 to December 31, 2011
Vice President	Bruce Nottke	January 1, 2006 to December 31, 2009
Board Member	Jeffrey Dill, PhD	January 1, 2006 to December 31, 2009
Board Member	Roger Brown	January 1, 2008 to December 31, 2011
Board Member	Catherine Cordingley	January 1, 2006 to December 31, 2009

CENTRAL OFFICE ADMINISTRATIVE STAFF

Superintendent	Carl D. Martin
Treasurer	Bryan M. Bunting, CGFM
Business Manager	David McAllister
Director of Curriculum	Tom Parsons
Director of Special Services	Jeremy Yehl
Director of Technology	Stephen Gunderson

TREASURER'S OFFICE STAFF

Assistant Treasurer – Accounts Payable	Shirley Porter
Assistant Treasurer – Purchase Orders/Food Service	Ginny Steward
Assistant Treasurer – Budget/Grants/Receipts	Anita Alloway
Assistant Treasurer – Insurance/Payroll	Lis Michael
Assistant Treasurer – Payroll	Lisa McQuade

CENTRAL OFFICE SUPPORT STAFF

Superintendent Secretary	Judy Stanley
Business Manager Secretary	Denise Boal
Director of Curriculum Secretary	Debbie Lewis
Director of Special Services Secretary	Linda McAllister

BUILDING ADMINISTRATORS and SECRETARY

High School	Mike Meek Secretary – Brenda Hamilton
Middle School.....	Paul Grippa Secretary – Janet Lowes
Chauncey Elementary	Peggy Williams Secretary – Amy Carder
East Elementary	Denny Boger Secretary – Linda Pierce
Morrison Elementary	John Gordon Secretary – Linda Bennett
The Plains Elementary	Kacey Cottrill Secretary – Madelon Armstrong
West Elementary.....	Joan Linscott Secretary – Judy Deardorf

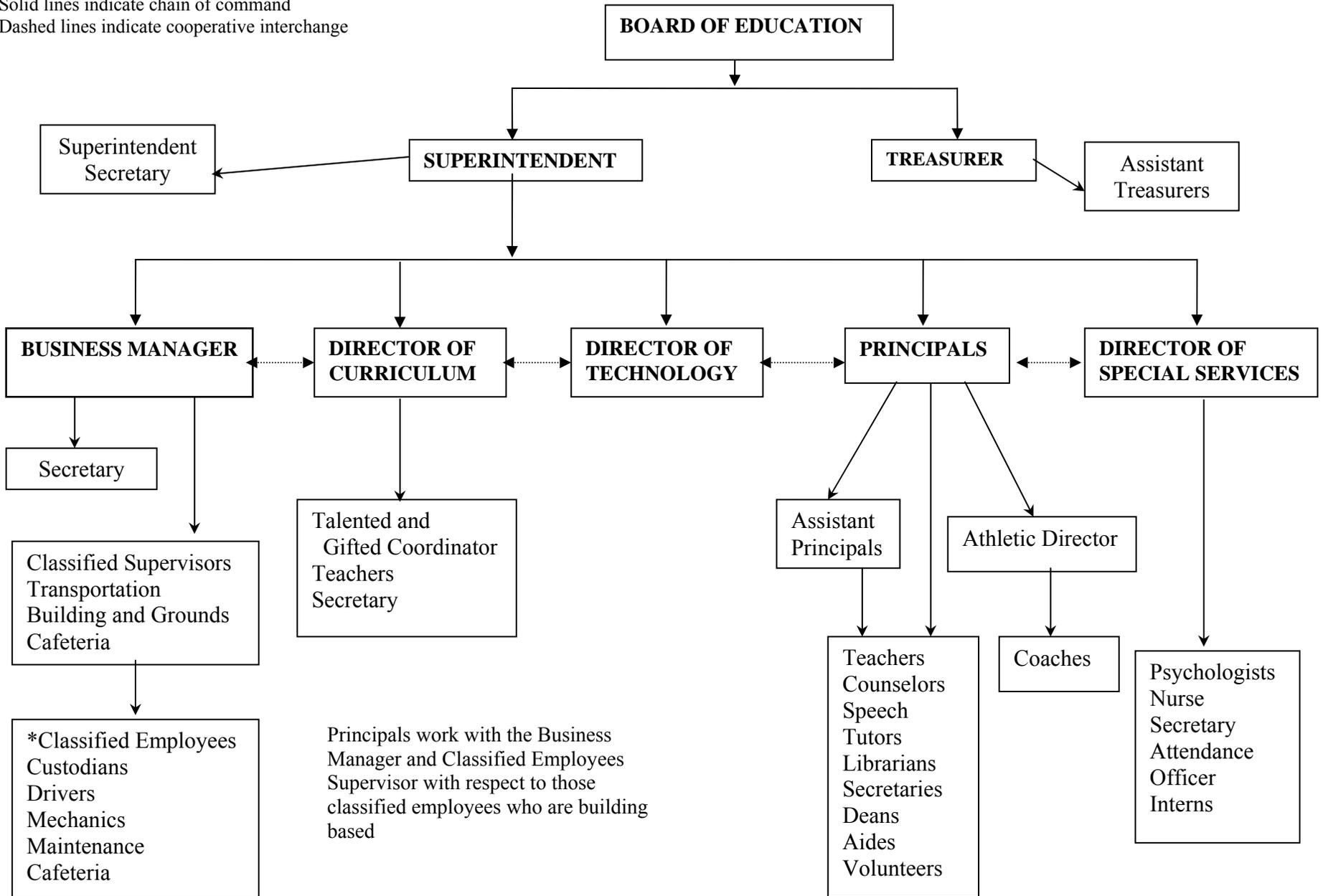
OTHER ADMINISTRATORS

Maintenance Supervisor.....	Larry Douglas
Transportation Supervisor.....	Robert Meek
Food Service Supervisor	Tammy Dicken

ATHENS CITY SCHOOL DISTRICT ORGANIZATIONAL CHART
For the Year Ended June 30, 2009

Solid lines indicate chain of command
 Dashed lines indicate cooperative interchange

AX



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Athens City School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2008

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.



A handwritten signature in black ink, appearing to read "M. L. Post".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Enow".

Executive Director

ATHENS CITY SCHOOL DISTRICT



FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Members of the Board
Athens City School District
25 South Plains Road
The Plains, Ohio 45780

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Athens City School District (the District), Athens County, Ohio as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

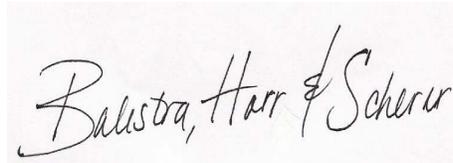
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2009, and the respective changes in financial position and where applicable, cash flows, thereof, and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2009, 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, grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules 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. We did not subject the introductory section and statistical section to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

As described in Note 3, the District has implemented Governmental Accounting Standards Board (GASB) Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, GASB Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments*, GASB Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, and GASB Statement No. 56, *Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing standards*.



Balestra, Harr & Scherer CPAs, Inc.
December 22, 2009

ATHENS CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
(Unaudited)

The discussion and analysis of the Athens City School District's financial performance provides an overview and analysis of the District's financial activities for the fiscal year ended June 30, 2009. The intent of this discussion and analysis is to look at the District's financial performance as a whole. Readers should also review our letter of transmittal, notes to the basic financial statements and the financial statements themselves to enhance their understanding of the School District's financial performance.

Financial Highlights

- ▶ The assets of Athens City School District exceeded its liabilities at June 30, 2009 by \$23.6 million. Of this amount, \$9.9 million may be used to meet the District's ongoing financial obligations. The remaining amount represents the difference between capital assets and related debt and net asset amounts restricted for specific purposes.
- ▶ In total, net assets of governmental activities increased by \$2.4 million, which represents an increase of 11.20% from 2008.
- ▶ General revenues accounted for \$28.4 million or 76.98% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$8.5 million or 23.02% of total revenues of \$36.9 million.
- ▶ The District had \$34.6 million in expenses related to governmental activities; only \$8.5 million of these expenses were offset by program specific charges for services and sales, grants or contributions. General revenues (primarily taxes and grants and entitlements) of \$28.4 million were adequate to cover the balance of governmental programs.
- ▶ The District recognizes three major governmental funds: the General Fund, the Bond Retirement Fund, and the Permanent Improvement Fund. In terms of dollars received and spent, the General Fund is significantly larger than all the other funds of the District combined. The General Fund had \$29.3 million in revenues and \$27.2 million in expenditures in fiscal year 2009.
- ▶ The District also recognizes the self-insurance fund activity as a governmental activity and a proprietary fund. The activity for fiscal year 2009 was \$5.1 million in revenue and \$5.4 million in expenses. Net assets at June 30, 2009 for the self-insurance fund decreased \$256,446.

Using this Annual Report

This annual report consists of a series of financial statements and notes to those statements. These statements are presented following the requirements of GASB Statement No. 34, and are organized so the reader can understand Athens City School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: the government-wide financial statements, fund financial statements and notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
(Unaudited)

Reporting the District as a Whole

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector business. 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.

The Statement of Net Assets presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases and decreases in net assets are important because they serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating. The cause of this change may be the result of several factors, some financial and some not. Nonfinancial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required but unfunded educational programs, and other factors. Ultimately, the District's goal is to provide services to our students, not to generate profits as commercial entities do.

The Statement of Activities presents information showing how the government's net assets changed during the recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

In both of the government-wide financial statements, the District activities are shown as Governmental Activities. All of the District's programs and services are reported here including instructional services, support services and operation of non-instructional services. These services are funded primarily by taxes, tuition and fees, and intergovernmental revenues including federal and state grants and other shared revenues.

Reporting the District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the General, Bond Retirement, and Permanent Improvement.

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into one of three categories: governmental funds, proprietary funds and fiduciary funds.

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(Unaudited)

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term requirements.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Proprietary Fund

The District maintains only one proprietary fund, which is an internal service fund. Since the internal service fund operates on a break-even, cost-reimbursement basis, the District reports it as a proprietary fund using the full accrual basis of accounting. The internal service fund is included with governmental activities on the government-wide financial statements.

Fiduciary Funds

The District's fiduciary funds are the private purpose trust and agency funds. We exclude these activities from the District's other financial statements because the District cannot use these assets to finance its operations. Private purpose trust funds are held in a trustee capacity for individuals, private organizations, or other governments while agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Fiduciary funds use the accrual basis of accounting.

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.

ATHENS CITY SCHOOL DISTRICT
Management's Discussion and Analysis
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(Unaudited)

Government-Wide Financial Analysis

Recall that the *Statement of Net Assets* provides the perspective of the District as a whole, showing assets, liabilities, and the difference between them (net assets). Table 1 provides a summary of the District's net assets for 2009 compared to fiscal year 2008:

Table 1
Net Assets

	<u>Governmental Activities</u>	
	<u>2009</u>	<u>2008</u>
Assets		
Current and Other Assets	\$43,601,123	\$40,059,572
Capital Assets, Net	20,666,370	21,307,963
Total Assets	<u>64,267,493</u>	<u>61,367,535</u>
Liabilities		
Long-Term Liabilities	15,577,858	16,368,015
Other Liabilities	25,072,041	23,759,930
Total Liabilities	<u>40,649,899</u>	<u>40,127,945</u>
Net Assets		
Invested in Capital Assets, Net of Related Debt	6,735,851	6,958,111
Restricted	7,014,279	6,328,804
Unrestricted	9,867,464	7,952,675
Total Net Assets	<u>\$23,617,594</u>	<u>\$21,239,590</u>

Current assets increased by \$3,541,551 from fiscal year 2008 due primarily to the net effects of increases in property taxes receivable, income taxes receivable and in cash and cash equivalents.

Capital assets decreased \$641,593 due to current year depreciation expense.

Current (other) liabilities increased \$1,312,111 primarily due to an increase in accrued wages and benefits.

Long-term liabilities decreased by \$790,157 due to principal retirement on debt obligations.

The District's largest portion of net assets is unrestricted. This accounts for 41.78% of net assets. These net assets represent resources that may be used to meet the District's ongoing obligations to its students and creditors.

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The District's next largest portion of net assets is restricted net assets. This accounts for 29.70% of net assets. The restricted net assets are subject to external restrictions on how they may be used.

The District's smallest portion of net assets is related to amounts invested in capital assets, net of related debt. This accounts for 28.52% of net assets. The District used these capital assets to provide service to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to pay these liabilities.

At the end of the current fiscal year, the District is able to report positive balances in all three categories of net assets, both for the District as a whole, as well as for its separate governmental activities. The same was true for the prior year.

Table 2 shows the changes in net assets for fiscal year 2009 compared to changes for fiscal year 2008.

Table 2
Changes in Net Assets

	<u>Governmental Activities</u>	
	<u>2009</u>	<u>2008</u>
<u>Revenues:</u>		
<i>Program Revenue:</i>		
Charges for Services and Sales	\$3,200,070	\$2,809,963
Operating Grants and Contributions	5,305,700	5,015,510
Capital Grants and Contributions	0	18,122
<i>General Revenue:</i>		
Property Taxes	16,105,592	15,789,028
Income Taxes	2,983,038	3,298,754
Unrestricted Grants and Entitlements	8,418,895	7,738,957
Gain on Sale of Capital Assets	0	14,932
Payments in Lieu of Taxes	441,147	148,701
Investment Earnings	429,465	712,179
Miscellaneous	72,006	49,963
Total Revenues	36,955,913	35,596,109

(Continued)

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Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
(Unaudited)

Table 2
Changes in Net Assets

	<u>Governmental Activities</u>	
	2009	2008
<u>Expenses:</u>		
<i>Program Expenses:</i>		
<i>Instruction:</i>		
Regular	15,652,902	14,593,578
Special	3,653,542	3,223,201
Vocational	343,739	289,528
Student Intervention Services	362,017	295,882
<i>Support Services:</i>		
Pupil	1,386,740	1,085,787
Instructional Staff	1,929,428	1,744,564
Board of Education	87,678	114,815
Administration	1,907,707	1,890,289
Fiscal	717,860	661,973
Business	610,723	603,907
Operation and Maintenance of Plant	3,725,763	3,500,974
Pupil Transportation	1,919,536	1,654,666
Central	200,597	167,721
<i>Operation of Non-Instructional Services:</i>		
Food Service	869,551	843,310
Other	300	22,370
Extracurricular Activities	526,387	461,995
Interest and Fiscal Charges	683,439	694,924
<i>Total Expenses</i>	<u>34,577,909</u>	<u>31,849,484</u>
<i>Change in Net Assets</i>	2,378,004	3,746,625
Net Assets – Beginning of Year	<u>21,239,590</u>	<u>17,492,965</u>
Net Assets – End of Year	<u>\$23,617,594</u>	<u>\$21,239,590</u>

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The District had program revenue increases of \$662,175 and increases in general revenues of \$697,629. The increase in program revenue is due to increases in charges for services and operating grants and contributions. The general revenue increase is primarily due to increases in property taxes and unrestricted grants and entitlements.

The total expenses for governmental activities increased \$2,728,425 or 8.57% as a result of the District's budget cuts and monitoring of expenses.

Governmental Activities

Over the past several fiscal years, the District has remained in stable financial condition. This has been accomplished through strong voter support and good fiscal management. The District is heavily dependent on property taxes and, like most Ohio schools, is hampered by a lack of revenue growth. Property taxes made up 43.58% of the total revenue for governmental activities in fiscal year 2009.

The Ohio Legislature passed H.B. 920 (1976) and changed the way property taxes function in State. The overall revenue generated by a levy will not increase solely as a result of inflation. As an example, the District would receive from a home valued at \$100,000 and taxed at 1.0 mill, \$35.00 annually. If three years later the home were reappraised and the value increased to \$200,000 (and this increase in value is comparable to other property owners) the effective tax rate would become 0.5 mill and the District would still receive \$35.00 annually. This causes a district to regularly return to the voters to maintain a constant level of service. However, a district cannot drop below 20 effective mills for operating purposes. Once a district falls to the 20 mill minimum, the type of levy passed becomes more important since all levy types do not count toward the 20 mill minimum. Athens City Schools has had their operating levies reduced by a significant amount over time. The District is now at the 20 mill minimum for residential and agricultural property but slightly above the minimum for commercial and industrial property.

The District's 2.9 mill Permanent Improvement Levy is an important piece of the financial picture. It funds not only facility maintenance and upkeep issues but also provides the bulk of the District's technology needs and a large percentage of the State's set-aside requirements for both textbooks and instructional materials and capital improvements. The 5-year levy was first passed by District voters in 1991 and has been approved three times, the last time in May 2006 with a 66% approval.

The District has only one non-continuing levy for operational expenses. This is a 5-year, \$3.2 million dollar "Emergency Levy" which first passed in 2004 and was renewed in November 2008. An emergency levy differs from a traditional property tax levy in that it is passed for a specified dollar amount rather than a millage tax rate. Once the dollar amount is determined, the county auditor sets the millage tax rate each year that will generate that dollar amount in tax revenue. In 2004 the millage tax rate was 7.78 mills but has been estimated by the County Auditor to be below 7.0 mills upon renewal. An emergency levy also does not count toward the 20 mill minimum for schools.

The District allowed its only other non-continuing property tax levy, a 5-year-5.8 mills levy first passed in 1994 and replaced twice, to expire at the end of calendar year 2007. In November 2006 the voters passed a 1% Income Tax with the District promise to allow the 5.8 levy to expire. The new 1% income tax applies only to earned income of District residents and is estimated to bring in approximately \$2.9 million annually. Retirement, disability, and investment income are examples of income excluded from the tax. This reduces the burden on our senior citizens and others who may be less able to pay.

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Instruction accounts for 57.88% of governmental activities program expenses. Support services expenses make up 36.11% of governmental activities program expenses. The Statement of Activities shows the cost of program services and charges for services and grants offsetting those services.

Table 3 shows, for governmental activities, the total cost of services and the net cost of services for fiscal year 2009 compared with fiscal year 2008. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 3
Net Cost of Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2009	2008	2009	2008
<i>Program Expenses:</i>				
Instruction	\$20,012,200	\$18,402,189	\$13,858,872	\$12,896,628
Support Services	12,486,032	11,424,696	10,994,122	10,002,426
Operation of Non-Instructional Services	869,851	865,680	68,569	9,134
Extracurricular Activities	526,387	461,995	467,137	402,777
Interest and Fiscal Charges	683,439	694,924	683,439	694,924
Total Expenses	\$34,577,909	\$31,849,484	\$26,072,139	\$24,005,889

The District's Funds

The District's governmental funds are accounted for using the modified accrual basis of accounting. (See Note 2 for discussion of significant accounting policies). All governmental funds had total revenues of \$36.8 million and expenditures of \$34.5 million.

Total governmental funds fund balances increased by \$2.3 million. The increase in fund balance for the year was most significant in the General Fund, which increased \$1,836,071, as a result of the increase in intergovernmental revenue. The Bond Retirement Fund had an increase of \$274,440 in fund balance due to revenues exceeding expenditures for the fiscal year. The fund balance in the Permanent Improvement Fund increased \$349,692 due to a decrease in expenditures for fiscal year 2009.

The District should remain stable in fiscal years 2010 through 2012. However, projections beyond fiscal year 2012 show the District may be unable to meet inflationary cost increases in the long-term without additional tax levies or a meaningful change in state funding of public schools as directed by the Ohio Supreme Court.

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Budget Highlights - General Fund

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

During the course of fiscal year 2009, the District amended its General Fund budget several times. The District uses a modified site-based budget technique that is designed to control site budgets while providing building administrators and supervisors' flexibility for site management.

The District prepares and monitors a detailed cashflow plan for the General Fund. Actual cashflow is compared to monthly and year-to-date estimates, and a monthly report is prepared for top management and the Board of Education.

For the General Fund, the final budget basis revenue was \$28,820,105 representing a \$1,417,004 increase from the original budget estimates of \$27,403,101. The final budget reflected a 5.17% increase from the original budgeted amount. Most of this difference was due to the District's conservative budgeting for property tax, intergovernmental, and tuition and fees revenue on the original budget. For the General Fund, the final budget basis expenditures were \$26,657,791 representing a decrease of \$357,471 from the original budget. The difference is the result of the District's attempts to control spending during the fiscal year.

Debt Administration and Capital Assets

Debt Administration

At June 30, 2009, the District had \$12.7 million in bonds outstanding with \$650,000 due within one year. Table 4 summarizes bonds outstanding for fiscal year 2009 compared to fiscal year 2008. More detailed information concerning the District's debt can be found in Note 15 of the notes to the basic financial statements.

Table 4
Outstanding Debt, Governmental Activities at Year End

Purpose	2009	2008
Facility Construction Bonds (Refunding)	\$8,820,000	\$8,950,000
Facility Renovation Bonds	3,875,000	4,365,000
Total	<u>\$12,695,000</u>	<u>\$13,315,000</u>

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Capital Assets

At the end of fiscal year 2009, the District had \$46.6 million invested in capital assets for its governmental activities. That total carries an accumulated depreciation of \$26.0 million. Table 5 shows fiscal year 2009 balances compared to fiscal year 2008. More detailed information concerning the District's capital assets can be found in Note 10 of the notes to the basic financial statements.

Table 5
Capital Assets & Accumulated Depreciation at Year End

	<u>Governmental Activities</u>	
	2009	2008
<i>Nondepreciable Capital Assets:</i>		
Land	\$1,519,380	\$1,519,380
<i>Depreciable Capital Assets:</i>		
Land Improvements	2,986,642	2,986,642
Buildings and Improvements	36,229,596	35,797,590
Furniture, Fixtures and Equipment	2,055,626	1,986,655
Vehicles	2,475,805	2,545,939
Library and Textbooks	1,399,405	1,399,405
<i>Total Capital Assets</i>	46,666,454	46,235,611
<i>Less Accumulated Depreciation:</i>		
Land Improvements	2,199,099	2,110,924
Buildings and Improvements	19,104,809	18,235,341
Furniture, Fixtures and Equipment	1,774,945	1,709,244
Vehicles	1,521,826	1,472,734
Library and Textbooks	1,399,405	1,399,405
<i>Total Accumulated Depreciation</i>	26,000,084	24,927,648
Capital Assets, Net	\$20,666,370	\$21,307,963

ATHENS CITY SCHOOL DISTRICT
Management's Discussion and Analysis
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Current Issues

Athens City School District is considered a mid-wealth district. It is financially stable, and has been over the past several years. As indicated in the preceding financial information, the District is heavily dependent on property taxes. Property tax revenue does not increase solely as a result of inflation. Therefore, in the long-term, the current program and staffing levels will be dependent on increased funding to meet inflation. Careful financial planning and the renewal of a \$3.2 million emergency levy in November of 2008 and passage of a 1% Income Tax in November of 2006 permitted the District to provide a quality education for our students.

The Ohio Legislature biennial budget for 2010 and 2011 included a major change in the method used to fund Ohio schools. Gone is the per pupil amount applied to all students in each district in favor of a comprehensive method that uses teacher to pupil ratios and funding of several key items that the State feels is necessary for an adequate education such as technology, maintenance and operations, and talented and gifted funds to name a few. Another major shift is the phasing down of the presumed local share, or charge-off, from 23 mills of local property valuation. In 2010 and 2011 the charge-off applied to each districts local property value will be 22 mills, that drops to 21 mills in 2012 and 2013, and then to 20 mills in 2014 and beyond. The State Legislature also extended the "hold harmless" provision of the state funding the revenue lost due to the elimination of local tax on tangible personal property through 2013. In calendar year 2004, the base year for determining the "hold harmless" amount, Athens City School District had a \$24 million tangible personal property valuation which generated approximately \$1.2 million tax dollars annually.

Athens County underwent the six-year property tax reappraisal in 2008. The District's average real estate property value increased by almost 11% for residential property and 18% for commercial property. Typical residential reappraisal value increases have historically been between 18% and 20%. Property tax revenue has been adjusted to account for the slowdown in the economic and housing markets.

The Governor and State Legislature have been able to maintain school funding during the current economic problems. They accomplished this in large part due to the federal stimulus funds allocated to Ohio. However, traditional annual increases are unlikely. The new school funding method included in the 2010-2011 state budget does have some biennial increases providing the economy does not force further cuts statewide. Even with an improving economy and a change in the school funding method, the Athens City School District will have to rely in large part to the continued support of the local taxpayers to maintain their high level of education. The District revenue projections reflect a flat funding level from the state over the next several fiscal years.

Athens City School District does not anticipate any meaningful growth or loss in revenue as a result of these changes in the short term. Based on these factors, the Board of Education and the administration of the District must maintain careful financial planning and prudent fiscal management in order to preserve the financial stability of the District, especially after FY2013 when the phase-out of the Tangible Personal Property Tax begins heading toward a reduction of more than \$1.2 million in local revenue.

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Part of the District's financial planning includes a constant watch on the sales ratios for Residential housing. Knowing the trend of home sales versus the value used by the county for tax purposes gives an ongoing picture of what the next property re-appraisal will be for forecasting tax revenue. Through the months since the 2008 re-appraisal was completed the county is seeing reduced value for homes under \$50,000 in value but increased values on property above \$100,000 in value. The average home value in the Athens City School District is above \$100,000 which means we may still see growth and increased tax revenue while others will not be so fortunate. While new construction has slowed, the homes being built in several subdivisions continue to be upscale in both style and price. Ohio University continues to work with private developers on student housing options off campus as an alternative to their dormitory and resident halls. These may be constructed as profit making ventures with the property remaining tax-exempt.

The City continues with improvements to streets and utilities which spawned development on the east side. New commercial enterprises such as a Wal-Mart Superstore, Ruby Tuesday's restaurant, a Staples office retailer, and Lowe's Hardware Superstore opened in 2004 and 2006. Two new major hotels were opened in late in 2008 and early 2009. Additionally, small commercial enterprises have opened during 2009 and the renovations of the University Mall bring hope of a revival of that facility. One major "big-box" was added to the mall in 2009 with other contracts being considered for 2010. Most of the new construction falls within an area that is under a Tax Increment Financing (TIF) agreement between the City of Athens and the District. The District began receiving an "In Lieu of Tax" payment from the City that closely approximates the tax payment which would have been made by the commercial property owners. However, since the TIF area will be considered tax-exempt property, the property valuation will not be used by the State Department of Education when determining deduction from the District's funding amounts from FY2006 through the end of the 30 year TIF agreement.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it received. If you have any questions about this report or need additional information contact Bryan M. Bunting, Chief Financial Officer of Athens City School Board of Education, 25 South Plains Road, The Plains, OH 45780 or e-mail at mbunting@athenscity.k12.oh.us.

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ATHENS CITY SCHOOL DISTRICT

Statement of Net Assets

June 30, 2009

	Governmental Activities
<u>Assets:</u>	
Equity in Pooled Cash, Cash Equivalents and Investments	\$18,620,718
Investments	1,248,165
Property Taxes Receivable	22,273,905
Income Taxes Receivable	1,021,877
Intergovernmental Receivable	235,058
Prepaid Items	44,825
Inventory Held for Resale	9,696
Materials and Supplies Inventory	7,378
<i>Restricted Assets:</i>	
Equity in Pooled Cash and Cash Equivalents	16,311
Deferred Charges	123,190
Nondepreciable Capital Assets	1,519,380
Depreciable Capital Assets, Net	19,146,990
<i>Total Assets</i>	<u>64,267,493</u>
<u>Liabilities:</u>	
Accounts Payable	92,859
Accrued Wages and Benefits	2,775,329
Contracts Payable	80,479
Intergovernmental Payable	1,127,131
Accrued Interest Payable	48,216
Claims Payable	462,030
Unearned Revenue	20,455,934
Matured Compensated Absences Payable	30,063
<i>Long-Term Liabilities:</i>	
Due within One Year	911,283
Due in More Than One Year	14,666,575
<i>Total Liabilities</i>	<u>40,649,899</u>
<u>Net Assets:</u>	
Invested in Capital Assets, Net of Related Debt	6,735,851
<i>Restricted for:</i>	
Capital Outlay	3,322,849
Debt Service	3,071,120
Other Purposes	620,310
Unrestricted	9,867,464
<i>Total Net Assets</i>	<u><u>\$23,617,594</u></u>

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2009

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
<u>Governmental Activities:</u>				
<i>Instruction:</i>				
Regular	\$15,652,902	\$2,815,158	\$1,425,892	(\$11,411,852)
Special	3,653,542	3,510	1,614,983	(2,035,049)
Vocational	343,739	0	55,179	(288,560)
Student Intervention Services	362,017	0	238,606	(123,411)
<i>Support Services:</i>				
Pupil	1,386,740	8,846	119,433	(1,258,461)
Instructional Staff	1,929,428	902	508,912	(1,419,614)
Board of Education	87,678	0	0	(87,678)
Administration	1,907,707	2,120	84,423	(1,821,164)
Fiscal	717,860	0	0	(717,860)
Business	610,723	0	0	(610,723)
Operation and Maintenance of Plant	3,725,763	0	0	(3,725,763)
Pupil Transportation	1,919,536	0	703,910	(1,215,626)
Central	200,597	1,330	62,034	(137,233)
<i>Operation of Non-Instructional Services:</i>				
Food Services	869,551	309,879	491,403	(68,269)
Other	300	0	0	(300)
Extracurricular Activities	526,387	58,325	925	(467,137)
Interest and Fiscal Charges	683,439	0	0	(683,439)
<i>Total Governmental Activities</i>	\$34,577,909	\$3,200,070	\$5,305,700	(26,072,139)
 <u>General Revenues:</u>				
<i>Property Taxes Levied for:</i>				
General Purposes				13,460,513
Debt Service				1,413,518
Capital Outlay				1,231,561
<i>Income Taxes Levied for:</i>				
General Purposes				2,983,038
Grants and Entitlements not Restricted to Specific Programs				8,418,895
Payments in Lieu of Taxes				441,147
Investment Earnings				429,465
Miscellaneous				72,006
<i>Total General Revenues</i>				28,450,143
Change in Net Assets				2,378,004
<i>Net Assets at Beginning of Year</i>				21,239,590
<i>Net Assets at End of Year</i>				\$23,617,594

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT

Balance Sheet

Governmental Funds

June 30, 2009

	General	Bond Retirement	Permanent Improvement	Other Governmental Funds	Total Governmental Funds
<u>Assets:</u>					
Equity in Pooled Cash, Cash Equivalents and Investments	\$8,100,033	\$2,821,755	\$3,253,892	\$1,382,087	\$15,557,767
Property Taxes Receivable	19,224,048	1,620,626	1,429,231	0	22,273,905
Income Taxes Receivable	1,021,877	0	0	0	1,021,877
Intergovernmental Receivable	0	0	0	235,058	235,058
Interfund Receivable	136,395	0	0	0	136,395
Prepaid Items	44,825	0	0	0	44,825
Materials and Supplies Inventory	0	0	0	7,378	7,378
Inventory Held for Resale	0	0	0	9,696	9,696
<u>Restricted Assets:</u>					
Equity in Pooled Cash and Cash Equivalents	16,311	0	0	0	16,311
Total Assets	\$28,543,489	\$4,442,381	\$4,683,123	\$1,634,219	\$39,303,212
<u>Liabilities and Fund Balances:</u>					
<u>Liabilities:</u>					
Accounts Payable	\$45,304	\$0	\$12,874	\$34,681	\$92,859
Accrued Wages and Benefits	2,385,513	0	0	389,816	2,775,329
Contracts Payable	0	0	80,479	0	80,479
Intergovernmental Payable	793,150	0	0	333,981	1,127,131
Interfund Payable	0	0	0	136,395	136,395
Deferred Revenue	18,236,237	1,511,369	1,334,724	0	21,082,330
Matured Compensated Absences Payable	0	0	0	30,063	30,063
Total Liabilities	21,460,204	1,511,369	1,428,077	924,936	25,324,586
<u>Fund Balances:</u>					
Reserved for Encumbrances	11,103	0	114,495	20,335	145,933
Reserved for Property Taxes	987,811	109,257	94,507	0	1,191,575
Reserved for Bus Purchases	16,311	0	0	0	16,311
<u>Unreserved, Undesignated, Reported in:</u>					
General Fund	6,068,060	0	0	0	6,068,060
Special Revenue Funds	0	0	0	670,826	670,826
Debt Service Fund	0	2,821,755	0	0	2,821,755
Capital Projects Funds	0	0	3,046,044	18,122	3,064,166
Total Fund Balances	7,083,285	2,931,012	3,255,046	709,283	13,978,626
Total Liabilities and Fund Balances	\$28,543,489	\$4,442,381	\$4,683,123	\$1,634,219	\$39,303,212

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2009*

Total Governmental Funds Balances	\$13,978,626
 <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.	20,666,370
Some of the District's receivables will be collected after fiscal year-end, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds. These receivables consist of:	
Property taxes	626,396
Unamortized issuance costs represent deferred charges which do not provide current financial resources and are therefore not reported in the funds.	123,190
Some liabilities are not due and payable in the current period and therefore are not reported in the funds. These liabilities consist of:	
General obligation bonds	(12,695,000)
Accretion on bonds	(253,843)
Premium on bonds issued	(973,978)
Accrued interest on bonds	(48,216)
Compensated absences	<u>(1,655,037)</u>
Total liabilities that are not reported in the funds	(15,626,074)
An internal service fund is used by management to charge the costs of insurance activities to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.	<u>3,849,086</u>
<i>Net Assets of Governmental Activities</i>	<u><u>\$23,617,594</u></u>

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2009

	General	Bond Retirement	Permanent Improvement	Other Governmental Funds	Total Governmental Funds
<u>Revenues:</u>					
Property Taxes	\$13,295,674	\$1,403,393	\$1,215,739	\$0	\$15,914,806
Income Taxes	2,983,038	0	0	0	2,983,038
Intergovernmental	9,549,077	186,575	183,568	3,791,724	13,710,944
Interest	343,410	0	77,930	0	421,340
Tuition and Fees	2,714,559	0	0	89,849	2,804,408
Extracurricular Activities	0	0	0	85,783	85,783
Rent	3,621	0	0	0	3,621
Charges for Services	0	0	0	309,879	309,879
Payments in Lieu of Taxes	441,147	0	0	0	441,147
Contributions and Donations	0	0	0	13,651	13,651
Miscellaneous	57,176	0	0	11,209	68,385
<i>Total Revenues</i>	<u>29,387,702</u>	<u>1,589,968</u>	<u>1,477,237</u>	<u>4,302,095</u>	<u>36,757,002</u>
<u>Expenditures:</u>					
<i>Current:</i>					
<i>Instruction:</i>					
Regular	12,735,113	0	275,618	1,696,411	14,707,142
Special	2,619,075	0	2,339	954,790	3,576,204
Vocational	338,655	0	0	0	338,655
Student Intervention Services	20,858	0	30,500	309,223	360,581
<i>Support Services:</i>					
Pupil	1,214,094	0	0	157,074	1,371,168
Instructional Staff	1,387,979	0	15,708	537,672	1,941,359
Board of Education	86,729	0	0	0	86,729
Administration	1,836,047	0	2,450	96,105	1,934,602
Fiscal	649,848	45,838	48,461	0	744,147
Business	617,299	0	0	0	617,299
Operation and Maintenance of Plant	3,454,964	0	292,469	6,932	3,754,365
Pupil Transportation	1,736,707	0	54,942	24,711	1,816,360
Central	123,506	0	157	75,269	198,932
Operation of Non-Instructional Services	300	0	0	877,966	878,266
Extracurricular Activities	379,786	0	34,620	73,413	487,819
Capital Outlay	1,931	0	370,281	1,451	373,663
<i>Debt Service:</i>					
Principal Retirement	0	620,000	0	0	620,000
Interest and Fiscal Charges	0	649,690	0	0	649,690
<i>Total Expenditures</i>	<u>27,202,891</u>	<u>1,315,528</u>	<u>1,127,545</u>	<u>4,811,017</u>	<u>34,456,981</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>2,184,811</u>	<u>274,440</u>	<u>349,692</u>	<u>(508,922)</u>	<u>2,300,021</u>
<u>Other Financing Sources (Uses):</u>					
Transfer In	0	0	0	348,740	348,740
Transfer Out	(348,740)	0	0	0	(348,740)
<i>Total Other Financing Sources (Uses)</i>	<u>(348,740)</u>	<u>0</u>	<u>0</u>	<u>348,740</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	1,836,071	274,440	349,692	(160,182)	2,300,021
<i>Fund Balances at Beginning of Year</i>	<u>5,247,214</u>	<u>2,656,572</u>	<u>2,905,354</u>	<u>869,465</u>	<u>11,678,605</u>
<i>Fund Balances at End of Year</i>	<u><u>\$7,083,285</u></u>	<u><u>\$2,931,012</u></u>	<u><u>\$3,255,046</u></u>	<u><u>\$709,283</u></u>	<u><u>\$13,978,626</u></u>

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
June 30, 2009*

Net Change in Fund Balances - Total Governmental Funds \$2,300,021

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.

Capital Outlay	640,855	
Depreciation	<u>(1,282,448)</u>	
Total		(641,593)

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

Property taxes	190,786
----------------	---------

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 620,000

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 2,778

Bond issuance costs are reported as expenditures in the governmental funds when due, but in the statement of activities these costs are accrued as deferred charges. (7,699)

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Compensated absences	198,985	
Accretion on bonds	(89,702)	
Premium on bonds issued	<u>60,874</u>	
Total expenditures not reported in the funds		170,157

An internal service fund is used by management to charge the costs of insurance to individual funds. The net revenue of the internal service fund is reported as governmental activities. (256,446)

Change in Net Assets of Governmental Activities \$2,378,004

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$12,330,000	\$12,641,928	\$12,641,928	\$0
Income Taxes	3,015,000	3,077,734	3,077,734	0
Intergovernmental	9,186,900	9,549,077	9,549,077	0
Interest	501,372	334,579	347,207	12,628
Tuition and Fees	2,325,260	2,714,611	2,714,611	0
Rent	5,330	3,621	3,621	0
Payments in Lieu of Taxes	0	441,147	441,147	0
Miscellaneous	39,239	57,408	57,408	0
<i>Total Revenues</i>	27,403,101	28,820,105	28,832,733	12,628
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular	12,595,116	12,520,706	12,520,706	0
Special	2,630,997	2,583,383	2,583,383	0
Vocational	302,763	319,228	319,228	0
Student Intervention Services	148,713	31,325	31,325	0
<i>Support Services:</i>				
Pupils	1,120,942	1,166,419	1,166,419	0
Instructional Staff	1,203,299	1,320,417	1,320,417	0
Board of Education	110,827	88,066	88,066	0
Administration	1,971,956	1,744,744	1,744,744	0
Fiscal	551,481	640,000	638,005	1,995
Business	635,669	616,413	616,413	0
Operation and Maintenance of Plant	3,405,436	3,390,713	3,389,473	1,240
Pupil Transportation	1,840,182	1,711,031	1,711,031	0
Central	118,192	123,024	123,024	0
Operation of Non-Instructional Services	316	300	300	0
Extracurricular Activities	360,770	384,120	384,120	0
Capital Outlay	18,603	17,902	17,902	0
<i>Total Expenditures</i>	27,015,262	26,657,791	26,654,556	3,235
<i>Excess of Revenues Over (Under) Expenditures</i>	387,839	2,162,314	2,178,177	15,863
<u>Other Financing Sources (Uses):</u>				
Proceeds from the Sale of Capital Assets	1,894	0	0	0
Advances In	0	68,954	68,954	0
Transfers Out	(375,000)	(348,740)	(348,740)	0
Advances Out	(72,000)	(63,875)	(63,875)	0
<i>Total Other Financing Sources (Uses)</i>	(445,106)	(343,661)	(343,661)	0
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses</i>	(57,267)	1,818,653	1,834,516	15,863
<i>Fund Balance at Beginning of Year</i>	6,013,958	6,013,958	6,013,958	0
Prior Year Encumbrances Appropriated	179,105	179,105	179,105	0
<i>Fund Balance at End of Year</i>	\$6,135,796	\$8,011,716	\$8,027,579	\$15,863

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT

Statement of Net Assets

Proprietary Fund

June 30, 2009

	<u>Governmental Activities</u>
	<u>Internal Service</u>
<u>Assets:</u>	
<i>Current Assets:</i>	
Equity in Pooled Cash and Cash Equivalents	\$3,062,951
Investments	<u>1,248,165</u>
<i>Total Current Assets</i>	<u>4,311,116</u>
<u>Liabilities:</u>	
<i>Current Liabilities:</i>	
Claims Payable	<u>462,030</u>
<i>Total Current Liabilities</i>	<u>462,030</u>
<u>Net Assets:</u>	
Unrestricted	<u><u>\$3,849,086</u></u>

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
*Statement of Revenues,
Expenses and Change in Net Assets
Proprietary Fund
For the Fiscal Year Ended June 30, 2009*

	Governmental Activities
	Internal Service
<u>Operating Revenues:</u>	
Charges for Services	\$5,154,812
<u>Operating Expenses:</u>	
Purchased Services	697,308
Claims	4,720,936
Other	1,139
<i>Total Operating Expenses</i>	5,419,383
<i>Operating Income</i>	(264,571)
<u>Nonoperating Revenue:</u>	
Interest	8,125
<i>Change in Net Assets</i>	(256,446)
<i>Net Assets at Beginning of Year</i>	4,105,532
<i>Net Assets at End of Year</i>	\$3,849,086

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT

Statement of Cash Flows

Proprietary Fund

For the Fiscal Year Ended June 30, 2009

	<u>Governmental Activities</u>
	<u>Internal Service</u>
<u>Increase (Decrease) in Cash and Cash Equivalents:</u>	
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Interfund Services Provided	\$5,154,812
Cash Payments for Goods and Services	(697,308)
Cash Payments to Other Sources	(1,139)
Cash Payments for Claims	<u>(4,639,115)</u>
<i>Net Cash from Operating Activities</i>	<u>(182,750)</u>
<u>Cash Flows from Investing Activities:</u>	
Cash Payments for the Purchase of Investments	(749,750)
Cash Received from Interest on Investment Activities	<u>8,125</u>
<i>Net Cash from Investing Activities</i>	<u>(741,625)</u>
<i>Net Decrease in Cash and Cash Equivalents</i>	(924,375)
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>3,987,326</u>
<i>Cash and Cash Equivalents End of Year</i>	<u><u>\$3,062,951</u></u>
 <u>Reconciliation of Operating Income (Loss)</u>	
<u>to Net Cash from Operating Activities:</u>	
Operating (Loss)	(\$264,571)
 <u>Adjustments to Reconcile Operating Income (Loss)</u>	
<u>to Net Cash from Operating Activities:</u>	
<i>Increase (Decrease) in Liabilities:</i>	
Claims Payable	<u>81,821</u>
Total Adjustments	<u>81,821</u>
<i>Net Cash from Operating Activities</i>	<u><u>(\$182,750)</u></u>

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT

Statement of Fiduciary Net Assets

Fiduciary Funds

June 30, 2009

	Private Purpose Trust	Agency
	<u> </u>	<u> </u>
<u>Assets:</u>		
Equity in Pooled Cash, Cash Equivalents and Investments	\$51,139	\$82,470
	<u> </u>	<u> </u>
<u>Liabilities:</u>		
Due to Students	0	82,470
	<u> </u>	<u> </u>
<u>Net Assets:</u>		
Unrestricted	\$51,139	\$0
	<u> </u>	<u> </u>

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
Statement of Change in Fiduciary Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2009

	Private Purpose Trust
<u>Additions</u>	\$0
<u>Deductions:</u>	
Payments in Accordance with Trust	388
<i>Change in Net Assets</i>	(388)
<i>Net Assets at Beginning of Year</i>	51,527
<i>Net Assets at End of Year</i>	\$51,139

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

Description of the School District

Athens City School District (the District) is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The District operates under a locally-elected Board form of government consisting of five members elected at-large for staggered four year terms. The District provides educational services as authorized by state statute and/or federal guidelines.

The District was established in the mid 1800's and in 1960 the District was consolidated with the portion of the Athens Local School District located in the City of Athens. The District was consolidated in 1964 with the Plains Local School District and the Chauncey Local School District. The District serves an area of approximately 58 square miles. It is located in Athens County, and includes the City of Athens and portions of the Village of Chauncey and the Townships of Athens, Canaan, Dover, and Waterloo. The District is the 167th largest in the State of Ohio (among 614 school districts) in terms of enrollment. It is staffed by 174 non-certificated employees, 228 certificated full-time teaching personnel and 18 administrative employees who provide services to 2,870 students and other community members. The District currently operates 7 instructional buildings, 1 administrative building, 1 maintenance facility and 1 garage.

Reporting Entity

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the District consists of all funds, departments, boards, and agencies that are not legally separate from the District. For Athens City School District, this includes general operations, food service, and student related activities of the District.

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

The District is associated with four organizations, three of which are defined as jointly governed organizations and one as an insurance purchasing pool. These organizations are the Southeast Ohio Voluntary Education Cooperative, the Tri-County Career Center, the Coalition of Rural and Appalachian Schools and the Ohio School Boards Association Worker's Compensation Group Rating Plan. These organizations are presented in Notes 18 and 19 to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The 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 more significant of the District's accounting policies are described below.

A. Basis of Presentation

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

Government-Wide Financial Statements

The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities. The District has no business-type activities.

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

Fund Financial Statements

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

B. Fund Accounting

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

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

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

Governmental Funds

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

The following are the District's major governmental funds:

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

Bond Retirement Fund- This fund is used to account for financial resources accumulated for the payment of general long-term debt principal, interest and related costs.

Permanent Improvement Fund- This fund is used to account for financial resources to be used for the acquisition, construction or improvement of capital facilities.

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

Proprietary Fund

The proprietary fund focus is on the determination of the change in net assets, financial position and cash flows and is classified as internal service. The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the District, or to other governments, on a cost reimbursement basis. The only internal service fund of the District accounts for a self-insurance program which provides medical and prescription drug benefits to employees.

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. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's fiduciary funds include one private purpose trust fund that accounts for unclaimed monies; and an agency fund which is used to account for student managed activities.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

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

C. Measurement Focus

Government-Wide Financial Statements

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

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balance 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.

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 and the financial statements of the fiduciary fund are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Nonexchange 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. "Measurable" means the amount of the transaction can be determined, and "available" means that the resources are collectible 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 the accrual basis, revenue from property taxes and income taxes are recognized in the fiscal year for which the taxes are levied (See Notes 7 and 8). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

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

Unearned/Deferred Revenue

Unearned/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, 2009, but which were levied to finance fiscal year 2010 operations, have been recorded as unearned/deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as unearned/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 measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

E. Cash, Cash Equivalents and Investments

To improve cash management, cash received by the District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the District records. Each fund's interest in the pool is presented as "Equity in Pooled Cash, Cash Equivalents and Investments" on the financial statements.

During the fiscal year 2009, the District's investments were limited to the Federal Securities and State Treasury Asset Reserve of Ohio (STAROhio). Except for non-participating investment contracts, investments are reported at fair value which is based on quoted market prices. STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investments the investment could be sold for on June 30, 2009.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2009 amounted to \$343,410 which includes \$174,606 assigned from other District funds.

For purpose of the statement of cash flows, the proprietary portion of equity in pooled cash, cash equivalents and investments is considered to be liquid because each fund's portion of the pool can be accessed without prior notice or penalty.

F. Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

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

On fund financial statements, inventories of governmental funds are stated at cost. Cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of supplies held for resale. The cost of inventory items is recorded as an expenditure in the governmental fund types when consumed or used.

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2009, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

H. Restricted Assets

Assets are reported as restricted when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors or laws of other governments or imposed by enabling legislation. Restricted assets in the General Fund include amounts restricted for bus purchases and amounts required by statute to be set-aside by the District to create a reserve for budget stabilization. See Note 17 for additional information regarding set-asides.

I. Capital Assets

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

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

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>Estimated Lives</u>
Land Improvements	20 years
Buildings and Improvements	20 - 50 years
Furniture, Fixtures and Equipment	5 - 20 years
Vehicles	10 years
Books and Educational Media	5 years

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

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

J. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "Interfund Receivable" and "Interfund Payable". These amounts are eliminated in the governmental activities column of the statement of net assets.

K. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributed to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payments in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the District's termination policy. The District records a liability for accumulated unused sick leave for classified and certified employees and administrators who are 45 years of age or older and have at least 10 years of service with the District.

The entire compensated absence liability is reported on the government-wide financial statements.

On the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund from which the employees will be paid.

L. Accrued Liabilities and Long-Term Liabilities

All payables, accrued liabilities and long-term liabilities 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 judgements, compensated absences, special termination of benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment in the current year. Bonds and other long-term liabilities are recognized as a liability on the fund financial statements when due.

M. Net Assets

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

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

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

Net assets restricted for other purposes are primarily from federal and state grants reported in the Special Revenue Funds. Of the District's \$7,014,279 restricted net assets, none are restricted by enabling legislation.

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

N. Fund Balance Reserves

The District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, property taxes, budget stabilization, and bus purchases.

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The reserve for budget stabilization represents money required to be set-aside by statute to protect against cyclical changes in revenues and expenditures.

O. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the District, these revenues are charges for services for the self-insurance program. Operating expenses are necessary costs incurred to provide the self-insurance service that is the primary activity of that fund.

P. Interfund Transactions

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures in the purchaser funds. Flows of cash or goods from one 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 to the funds that initially paid for them are not presented on the financial statements.

Interfund transfers within the governmental activities are eliminated on the government-wide statements.

Q. 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. For fiscal year 2009, the District reported no extraordinary or special items.

R. Estimates

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

ATHENS CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009*

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

S. Budgetary Process

All funds, other than the agency fund, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level. The District Treasurer has been authorized to allocate Board appropriations to the function and object level within each fund and function.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2009.

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

NOTE 3- NEW GASB PRONOUNCEMENTS

For fiscal year 2009, the District implemented GASB Statement No. 49, "Accounting and Financial Reporting for Pollution Remediation Obligations, and GASB Statement No. 52, "Land and Other Real Estate Held as Investments by Endowments", and GASB No. 55, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments", and GASB Statements No. 56, "Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards". The implementation of GASB Statement No. 49, 52, 55 and 56 had no effect on the disclosure requirements and there was no effect on the prior period fund balances of the District.

NOTE 4 - ACCOUNTABILITY

The following fund had a deficit fund balance as of June 30, 2009 :

<i>Nonmajor Special Revenue Fund:</i>	
Food Service	\$40,494
Title VI-B	130,366

The deficit in these funds is the result of the application of generally accepted accounting principles and the requirement to accrue liabilities when incurred. The General Fund is liable for any deficit in these funds and provides operating transfers when cash is required, not when accruals occur. These deficits do not exist on the cash basis.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balance.
4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

The following tables summarize the adjustments necessary to reconcile the GAAP and budgetary basis statements for the General Fund.

<u>Net Change in Fund Balance</u>	
GAAP Basis	\$1,836,071
<i>Adjustments:</i>	
Revenue Accruals	(554,969)
Expenditure Accruals	387,049
Encumbrances	161,286
Other Sources (Uses)	<u>5,079</u>
Budget Basis	<u><u>\$1,834,516</u></u>

NOTE 6 - 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.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)

Inactive deposits are public deposits that the Board has identified as not required for use within the current two year period of designation of depositories. Inactive deposits must be either 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 moneys.

Interim moneys are those moneys 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 accounts including passbook accounts.

Public depositories must give security for all public funds on deposit. Protection of the School 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 may 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 fair 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 fair value 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 (STAROhio);
7. Certain banker's acceptances and commercial paper notes for a period not to exceed one hundred eighty days from the date of purchase in an amount not to exceed twenty-five percent of interim monies available for investment at any time; and
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)

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 qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The following information classifies deposits by categories of risk as defined in GASB Statement No. 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements" and GASB Statement No. 40, "Deposit and Investment Risk Disclosures."

At fiscal year end, the District had \$2,000 in undeposited cash on hand which is included on the balance sheet and statement of net assets of District as part of "Equity in Pooled Cash, Cash Equivalents and Investments."

Deposits: Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned. All deposits are collateralized with eligible securities. 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.

As of June 30, 2009, all of the District's bank balance of \$12,535,731 was either covered by Federal Deposit Insurance or collateral was held by the pledging banks trust department not in the District's name.

Investments: As of June 30, 2009, the District had the following investments and maturities:

Investment Type	Fair Value	Less Than One Year	One to Five Years
STAROhio	\$1,838,287	\$1,838,287	\$0
Federal Home Loan Bank Bonds	996,847	0	996,847
Federal Farm Credit Bank Discount Notes	2,649,219	1,642,571	1,006,648
Federal Home Loan Mortgage Corporation Notes	1,999,750	250,000	1,749,750
Totals	<u>\$7,484,103</u>	<u>\$3,730,858</u>	<u>\$3,753,245</u>

Interest Rate Risk: Interest rate risk is the risk, that changes in interest rates will adversely affect the fair value of an investment. 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: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District limits its investments to those authorized by state statute in its investment policy. Standard and Poor's has assigned STAROhio a rating of "AAAm" and both the Federal Home Loan Bank Bonds and Federal Home Loan Mortgage Corporation Notes "AAA". Rating disclosure is not required for the U.S. Treasury Notes.

ATHENS CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009*

NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)

Custodial Credit Risk: For investments, custodial credit risk is the risk that, in the event of the failure of the counter party, the District will not be able to recover the value of its investments or collateral securities in the possession of an outside party. District policy provides that investments be held in the name of the District. All of the District's investments are held in the name of the District.

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District's policy minimizes concentration of credit risk by diversifying assets by issuer as necessary. The District's investments in STAROhio, Federal Home Loan Bank Bonds, Federal Farm Credit Bank Discount Notes and Federal Home Loan Mortgage Corporation Notes were 27%, 13%, 37% and 26%, respectively, of the District's total investments.

NOTE 7 - PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31, of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property is required to be revalued every six years. Public utility property taxes are assessed on tangible personal property at 88 percent of true value (with certain exceptions) and on real property at 35 percent of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31. Tangible personal property assessments are 6.25 percent for 2008 and zero for 2009 of true value for capital assets and 24 percent of true value for inventory.

Real property taxes are paid by taxpayers annually or semi-annually. If paid annually, payment is due December 31, unless extended; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20, unless extended. Under certain circumstances, State statute permits earlier or later payment dates to be established.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20.

The District receives property taxes from Athens County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2009 are available to finance fiscal year 2009 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents the June 2009 personal property tax settlement, delinquent taxes outstanding and real property, tangible personal property, and public utility taxes which become measurable as of June 30, 2009. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The total amount available as an advance at June 30, 2009 was \$1,191,574 and is recognized as revenue. Of this total amount, \$987,811 was available to the General Fund, \$109,257 was available to the Bond Retirement Fund, and \$94,507 was available to the Permanent Improvement Fund.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 7 - PROPERTY TAXES -(Continued)

The assessed values upon which the fiscal year 2009 taxes were collected are:

	2008 Second- Half Collections		2009 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$408,820,500	91.74%	\$480,101,240	95.72%
Public Utility Personal	20,940,180	4.70%	21,489,860	4.28%
Tangible Personal Property	15,874,254	3.56%	0	0.00%
Total Assessed Value	<u>\$445,634,934</u>	<u>100.00%</u>	<u>\$501,591,100</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$66.00		\$66.00	

NOTE 8 - SCHOOL INCOME TAXES

The District currently benefits from a 1.00% income tax, which is assessed on earned income only for all residents of the District. The District apportions all the proceeds to the General Fund. During fiscal year 2009, the District received \$2,983,038 from the school income tax.

NOTE 9 - RECEIVABLES

Receivables at June 30, 2009 consisted of property taxes, accounts (student fees), interfund, interest, and intergovernmental grants. 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 principal items of intergovernmental receivables follows:

Governmental Activities:	
<u>Nonmajor Special Revenue Funds:</u>	
Food Service	\$68,954
Title I	97,672
Other Federal Support	68,432
Total Nonmajor Special Revenue Funds	<u>235,058</u>
Total Intergovernmental Receivables	<u>\$235,058</u>

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 10 - CAPITAL ASSETS

Capital asset governmental activity for the fiscal year ended June 30, 2009 was as follows:

Asset Category	Balance at July 1, 2008	Transfers/ Additions	Transfers/ Deletions	Balance at June 30, 2009
<i>Nondepreciable Capital Assets:</i>				
Land	\$1,519,380	\$0	\$0	\$1,519,380
Total Nondepreciable Capital Assets	1,519,380	0	0	1,519,380
<i>Depreciable Capital Assets:</i>				
Land Improvements	2,986,642	0	0	2,986,642
Buildings and Improvements	35,797,590	492,623	(60,617)	36,229,596
Furniture, Fixtures and Equipment	1,986,655	72,747	(3,776)	2,055,626
Vehicles	2,545,939	75,485	(145,619)	2,475,805
Library and Textbooks	1,399,405	0	0	1,399,405
Total Depreciable Capital Assets	44,716,231	640,855	(210,012)	45,147,074
Total Capital Assets	46,235,611	640,855	(210,012)	46,666,454
<i>Accumulated Depreciation:</i>				
Land Improvements	(2,110,924)	(88,175)	0	(2,199,099)
Buildings and Improvements	(18,235,341)	(930,085)	60,617	(19,104,809)
Furniture, Fixtures and Equipment	(1,709,244)	(69,477)	3,776	(1,774,945)
Vehicles	(1,472,734)	(194,711)	145,619	(1,521,826)
Library and Textbooks	(1,399,405)	0	0	(1,399,405)
Total Accumulated Depreciation	(24,927,648)	(1,282,448)	210,012	(26,000,084)
Total Net Capital Assets	\$21,307,963	(\$641,593)	\$0	\$20,666,370

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 10 - CAPITAL ASSETS - (Continued)

Depreciation expense was charged to governmental functions as follow:

<i>Instruction:</i>	
Regular	\$983,827
Special	2,853
Vocational	555
<i>Support Services:</i>	
Instructional Staff	2,192
Board of Education	836
Administration	7,468
Fiscal	1,137
Operation and Maintenance	34,361
Pupil Transportation	195,645
Central	258
Operation of Non-Instructional Services	8,269
Extracurricular Activities	45,047
	<hr/>
Total Depreciation Expense	<u><u>\$1,282,448</u></u>

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 11 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2009, the District contracted with Reed and Baur Insurance Agency of Athens, Ohio for liability insurance, property insurance, fleet and inland marine insurance through the Indiana Insurance and Mathews Insurance for boiler and machinery insurance. Coverages provided are as follows:

Building and Contents - replacement cost (90% co-insurance)	\$69,448,109
Boiler and Machinery (\$1000 deductible)	10,000,000
Automobile Liability (\$500 deductible for collision and comprehensive)	1,000,000
Uninsured Motorists (\$500 deductible for collision and comprehensive) Each Accident	100,000
General Liability:	
Per Occurrence (per location)	1,000,000
Aggregate Limit (per location)	2,000,000
Umbrella Liability:	
Per Occurrence (per location)	1,000,000
Aggregate Limit (per location)	1,000,000
Self Insured Retention	10,000

Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no significant change in coverage from last year.

For fiscal year 2009 the District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (the "Plan"), an insurance purchasing pool (Note 19). The intent of the Plan is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the Plan. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the Plan. Each participant pays its workers' compensation premium to the State based on the rate for the Plan rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the Plan. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the Plan. Participation in the Plan is limited to school districts that can meet the Plan's selection criteria. The firm Gates McDonald & Co. provides administrative, cost control and actuarial services to the Plan.

The District provides a limited health insurance program for its employees. Premiums are paid directly to a third party administrator, Anthem Blue Cross/Blue Shield, out of the District's Employee Benefits Self-Insurance Internal Service Fund. Anthem Blue Cross/Blue Shield services all claims submitted by employees. The Internal Service Fund presented in the financial statements reflects the premiums paid by the same funds that pay the employees' salaries. The premiums paid into the Internal Service Fund are used for claims, claim reserves and administrative costs. An excess coverage insurance policy covers individual claims in excess of \$100,000 per employee per year.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 11 - RISK MANAGEMENT - (Continued)

The District also provides prescription drug insurance to its employees through a self-insured program. The third party administrator, Anthem reviews and pays claims for both certified and classified employees.

The claims liability of \$462,030 reported at June 30, 2009 is based on an estimate provided by the third party administrators and the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for unpaid claim costs, including estimates of costs related to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in claims activity for the past two fiscal years are as follows:

<u>Fiscal Year</u>	<u>Balance at Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claims Payments</u>	<u>Balance at End of Year</u>
2008	\$312,183	\$4,320,497	\$4,252,471	\$380,209
2009	380,209	4,720,936	4,639,115	462,030

NOTE 12 - DEFINED BENEFIT PENSION PLANS

School Employees Retirement System

The District contributes to the School Employees Retirement System (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 State statute, Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available 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 (800) 878-5853. It is also posted on SERS' website, www.ohsers.org, under *Employers/Audit Resources*.

Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current rate is 14 percent 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 2009, 9.09 percent of the 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 statutory maximum amounts, by the SERS Retirement Board. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2009, 2008 and 2007 were \$505,970, \$436,638, and \$624,559, respectively; 54.11 percent has been contributed for fiscal year 2009 and 100 percent for the fiscal years 2008 and 2007. \$232,187 representing the unpaid contribution for fiscal year 2009, is recorded as a liability in the financial statements.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

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 Ohio is a statewide retirement plan for licensed teachers and other faculty members employed in the public schools of Ohio or any school, community school, college, university, institution or other agency controlled, managed and supported, in whole or in part, by the state or any political subdivision thereof.

Plan Options - New members have a choice of three retirement plan options. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. 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. Contributions into the DC and Combined Plan are credited to member accounts as employers submit their payroll information to STRS Ohio, generally on a biweekly basis. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan.

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

DC Plan Benefits - Benefits are established under Section 3307.80 to 3307.89 of the Revised Code. For members who select the DC Plan, all member contributions and employer contributions at a rate of 10.5% are placed in an investment account. The member determines how to allocate the member and employer money among various investment choices. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump-sum withdrawal. Employer contributions into members' accounts are vested after the first anniversary of the first day of paid services. 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.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

Combined Plan Benefits - Member contributions are allocated by the member, and employer contributions are used to fund a defined benefit payment. A member's defined benefit is determined by multiplying 1% of the member's final average salary by the member's years of service credit. The defined benefit portion of the Combined Plan payment is payable to a member of or after age 60. The defined contribution portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50.

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

Benefits are increased annually by 3% of the original base amount for Defined Benefit Plan participants.

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

A Defined Benefit 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. A death benefit of \$1,000 is payable to the beneficiary of each deceased retired member who participated in the Defined Benefit Plan. Death benefit coverage up \$2,000 can be purchased by participants in the DB, DC, or Combined Plans. Various other benefits are available to member's beneficiaries.

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

For the fiscal year ended June 30, 2009, 2008, and 2007, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. Contribution rates are established by STRS Ohio, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers.

The School District's contributions for pension obligations to STRS Ohio for fiscal years ended June 30, 2009, 2008, and 2007 were \$795,262, \$814,064, and \$779,848, respectively; 84 percent of the required contribution has been made for fiscal year 2009 and 100 percent of the required contribution has been made for fiscal years 2008 and 2007. \$129,127 represents the unpaid contribution for fiscal year 2009 and is recorded as a liability within the respective funds.

STRS Ohio issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3771 or by calling (888) 227-7877, or by visiting the STRS Ohio website at www.strsoh.org.

ATHENS CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009*

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 2009, no members of the Board of Education have elected Social Security. The boards liability is 6.2 percent of wages paid.

NOTE 13 - POSTEMPLOYMENT BENEFITS

State Teacher Retirement System

STRS Ohio administers a pension plan that is comprised of: A defined benefit plan; a self-directed defined contribution plan; and a combined plan which is a hybrid of the defined benefit and defined contribution plan. Ohio law authorizes STRS Ohio to offer a cost-sharing, multiple employer health care plan. STRS Ohio provides access to health care coverage to eligible retirees who participated in the defined benefit or the combined plans. Coverage under the current program includes hospitalization, physicians' fees, prescription drugs, and reimbursement of monthly Medicare Part B premiums. Pursuant to Section 3307 of the Ohio Revised Code, the Retirement Board has discretionary authority over how much, if any, of the associated health care costs will be absorbed by STRS Ohio. All benefit recipients, for the most recent year, pay a portion of the health care cost in the form of a monthly premium.

STRS Ohio issues a stand-alone financial report. Interested parties can view the most recent *Comprehensive Annual Financial Report* at www.strsoh.org or obtain a copy by calling (888)227-7877.

Under Ohio law, funding for postemployment health care may be deducted from employer contributions. Of the 14 percent employer contribution rate, 1 percent of covered payroll was allocated to post-employment health care for the years ended June 30, 2009, 2008 and 2007. The 14 percent contribution is the maximum rate allowed under Ohio law. The Districts' contributions allocated to fund postemployment health care benefits for the years ended June 30, 2009, 2008 and 2007 were \$141,445, \$131,282, and \$127,374 respectively; 100 percent has been contributed for years 2009, 2008, and 2007.

School Employees Retirement System

In addition to a cost-sharing, multiple-employer defined benefit pension plan, the School Employees Retirement System (SERS) administers two post employment benefit plans.

Medicare Part B Plan

The Medicare B plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Ohio Revised Code 3309.69. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B premium for the calendar year 2009 was \$96.40; SERS' reimbursement to retirees was \$45.50.

The Retirement Board, acting with the advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare B Fund. For fiscal years 2009, 2008, and 2007, the actuarially required allocation was 0.75 percent, 0.66 percent, and 0.68 percent. For the District, contributions for the years ended June 30, 2009, 2008, and 2007, were \$5,399, \$4,108, and \$4,412, which equaled the required contributions for those years.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 13 - POSTEMPLOYMENT BENEFITS - (Continued)

Health Care Plan

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

The Health Care Fund was established under, and is administered in accordance with Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14% contribution to the Health Care Fund. For the year ended June 30, 2009, the health care allocation is 4.16%. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2009, the minimum compensation level was established at \$35,800. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. Athens City School District contributions assigned to health care for the years ended June 30, 2009, 2008, and 2007 were \$299,067, \$269,291, and \$219,466, respectively.

The SERS Retirement Board establishes the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending on the plan selected, qualified years of service, Medicare eligibility, and retirement status.

The financial reports of SERS' Health Care and Medicare B plans are included in its *Comprehensive Annual Financial Report*. The report can be obtained by contacting SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling toll free (800) 878-5853. It is also posted on SERS' website at www.ohsers.org under *Forms and Publications*.

NOTE 14 - EMPLOYEE BENEFITS

Compensated Absences

The criteria for determining vested vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn ten to twenty-five days of vacation per year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees upon termination of employment. Teachers and administrators who work less than 260 days per year do not earn vacation time.

Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of 290 days for aides and 320 for all other classified employees and 260 for certified employees. Upon retirement, payment is made for one-fourth of accrued, but unused sick leave credit up to a maximum of 72 days for aides and 75 days for all other classified employees and 65 days for certified employees.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 14 - EMPLOYEE BENEFITS - (Continued)

Dental, Vision, and Life Insurance

Dental insurance coverage is provided through Core Source, Inc. Vision insurance is provided by the District through Vision Services Plus (VSP), Inc. The employees share the cost of the monthly premium with the Board, which varies with employees depending on the terms of the union contract.

The District provides life insurance and accidental death and dismemberment insurance to all employees through Guardian, in the amount of \$25,000 for classified employees, \$25,000 for certified employees, \$50,000 for administrators, \$150,000 for the Superintendent, \$100,000 for the Business Manager, and \$100,000 for the Treasurer.

Retirement Incentive

On January 16, 1999, the District Board of Education approved a Retirement Incentive Program. Participation is open to members of the Athens Education Association the year in which the member first attains thirty years of service credit with the STRS. Such members must retire at the end of the first year of eligibility (June 30) in order to receive the retirement incentive. The Board has elected to make the retirement incentive a lump sum payment of \$20,000 for full-time employees and a prorated amount for part-time employees. Members who do not retire in the first year of eligibility will not receive the retirement incentive. The retirement incentive program is a part of the negotiated union contract. As of June 30, 2009, there was no retirement incentive recorded as a fund liability by the District.

NOTE 15 - LONG-TERM LIABILITIES

The changes in the District's long-term liabilities during fiscal year 2009 were as follows:

	Issue Date	Interest Rate	Principal Outstanding at July 1, 2008	Additions	Deletions	Principal Outstanding at June 30, 2009	Amount Due in One Year
<u>Governmental Activities:</u>							
Renovation Bonds	2000	6.01%	\$4,365,000	\$0	\$490,000	\$3,875,000	\$515,000
Refunding Bonds							
Term Bonds	2005	4.24%	8,810,000	0	130,000	8,680,000	135,000
Capital Appreciation Bonds			140,000	0	0	140,000	0
Accretion on Capital Appreciation Bonds			164,141	89,702	0	253,843	0
Issuance Premium on Bonds			1,034,852	0	60,874	973,978	60,874
Compensated Absences			1,854,022	627,726	826,711	1,655,037	200,409
Total Governmental Activities Long-Term Liabilities			<u>\$16,368,015</u>	<u>\$717,428</u>	<u>\$1,507,585</u>	<u>\$15,577,858</u>	<u>\$911,283</u>

Renovations General Obligation Bonds - In 2000, Athens City School District issued voted general obligation bonds in the amount of \$16,400,000 for the purpose of renovating the Middle School, High School and smaller projects at several other facilities. The bonds were issued for a twenty-four year period with final maturity at December 1, 2017. The proceeds from the sale of these bonds were recorded in the Building Fund. These bonds are retired through the Bond Retirement Fund using tax revenues.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 15 - LONG-TERM LIABILITIES - (Continued)

Refunding General Obligation Bonds - The 1993 Series Refunding General Obligation Bonds were issued for the purpose of providing the funds necessary to advance refund \$3,305,000 of School Improvement Bonds, Series 1990 that were originally issued for \$5,000,000. The proceeds of the refunding were deposited in an irrevocable trust with Bank One Trust Company to provide for all future debt service payments. The payment to the escrow agent resulted in an in-substance defeasance of the 1990 Series bonds. As a result, the liability for the 1990 Series bonds was removed as a liability of the District. During fiscal year 2001, the defeased 1990 series bonds in the amount of \$3,305,000 were fully retired by the escrow agent. The 1990 series bonds were issued for the purpose of constructing, furnishing and equipping a new elementary school and other buildings and facilities for school purposes. During fiscal year 2005, the District issued \$2,335,000 of general obligation bonds for the current refunding of \$2,355,000 of the 1993 series bonds. The 1993 series bonds were fully retired from the proceeds of the 2005 current refunding bonds. The refunding bonds are retired through the Bond Retirement Fund using tax revenues.

Principal and interest requirements to retire renovation bonds and 2000 renovation bonds outstanding at June 30, 2009, are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$515,000	\$230,805	\$745,805
2011	545,000	202,049	747,049
2012	0	187,198	187,198
2013	0	187,198	187,198
2014	640,000	165,918	805,918
2015-2017	2,175,000	222,940	2,397,940
Total	<u>\$3,875,000</u>	<u>\$1,196,108</u>	<u>\$5,071,108</u>

Refunding General Obligation Bonds - During fiscal year 2005, the District issued \$3,305,000 of general obligation bonds for the current refunding of \$9,305,000 of the 2000 series bonds. The \$1,217,474 premium on the issuance of the refunding bonds is netted against this new debt and will be amortized over the life of this new debt, which has the same remaining life of the refunded debt of 20 years with a final maturity of December 1, 2024. The refunding was undertaken to reduce total future debt service payments. The refunding resulted in an economic gain of \$554,389 and a reduction of \$856,312 in future debt service payments. The refunding bonds are retired through the Bond Retirement Fund using tax revenues.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 15 - LONG-TERM LIABILITIES - (Continued)

The term bonds maturing on December 1, 2024 (fiscal year 2025) are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed plus accrued interest to the date of redemption, on December 1, in the fiscal years and respective principal amounts as follows:

Fiscal Year Ended	Amount
2010	\$135,000
2011	140,000
2012	685,000
2013	0
2014	105,000
2015	110,000
2016	115,000
2017	120,000
2018	0
2019	905,000
2020	940,000
2021	1,000,000
2022	1,030,000
2023	1,080,000
2024	1,130,000
2025	1,185,000
	<u>\$8,680,000</u>

Term bonds maturing on or after December 1, 2015, are subject to optional redemption, in whole or in part on any date at the option of the issuer on or after December 1, 2005, as follows:

Redemption Dates (Date Inclusive)	Redemption Prices
December 1, 2005 through November 30, 2015	101%
December 1, 2015 and thereafter	100%

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 15 - LONG-TERM LIABILITIES - (Continued)

The capital appreciation bonds are not subject to a mandatory sinking fund or optional redemption prior to stated maturity. The capital appreciation bonds will mature in fiscal years 2013 and 2018. The maturity amount of the bonds is \$1,620,000. For fiscal year 2009, \$89,702 was accreted on the capital appreciation bonds.

Principal and interest requirements to retire the 2005 refunding bonds outstanding at June 30, 2009, are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Term Bonds</u>	<u>Capital Appreciation Bonds</u>	<u>Interest</u>	<u>Total</u>
2010	135,000	0	387,897	522,897
2011	140,000	0	383,422	523,422
2012	685,000	0	368,985	1,053,985
2013	0	715,000	971,996	1,686,996
2014	105,000	0	355,028	460,028
2015-2019	1,250,000	905,000	2,564,856	4,719,856
2020-2024	5,180,000	0	927,685	6,107,685
2025	1,185,000	0	26,189	1,211,189
Total	<u>\$8,680,000</u>	<u>\$1,620,000</u>	<u>\$5,986,058</u>	<u>\$16,286,058</u>

The above amortization table excludes the amortization of the issuance premium on the bonds.

The compensated absences are paid from the fund from which the respective employees' salaries are paid. Most of the District's employees are paid from the General Fund, with the remainder being paid from the Food Service, Disadvantaged Pupil Impact Aid, Title VI-B and Title I Funds.

The District's overall legal debt margin was \$36,045,420 with an unvoted debt margin of \$501,591 at June 30, 2009.

ATHENS CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009*

NOTE 16 - INTERFUND ACTIVITY

As of June 30, 2009, receivables and payables that resulted from various interfund transactions were as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$136,395	\$0
<i>Nonmajor Special Revenue Funds:</i>		
Food Service	0	63,875
Title VI-B	0	18,126
Other Federal Support	0	54,394
Total Nonmajor Special Revenue Funds	<u>0</u>	<u>136,395</u>
Total	<u><u>\$136,395</u></u>	<u><u>\$136,395</u></u>

All balances are scheduled to be collected in the subsequent year. All balances resulted from the time between the dates that (1) interfund goods and services are provided, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The balance of \$136,395 due to the General Fund from the funds listed is a result of advances made to these funds by the General Fund, that were not repaid as of June 30, 2009.

	<u>Transfers To</u>
<u>Transfers From</u>	<u>Nonmajor Special Revenue</u>
General	<u><u>\$348,740</u></u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them, to the fund that statute or budget requires to expend them, and (2) move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. The total of \$348,740 is the result of transfers from the General Fund to the Food Service Fund in the amount of \$48,740 and to the Termination Benefits Fund in the amount of \$300,000, to subsidize those programs.

ATHENS CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009*

NOTE 17 - STATUTORY SET-ASIDES

The following changes occurred in the District's set-aside reserve accounts during fiscal year 2009:

	<u>Textbooks</u>	<u>Capital Improvements</u>	<u>Budget Stabilization</u>	<u>Totals</u>
Set-Aside Balance as of June 30, 2008	\$0	\$0	\$10,928	\$10,928
Current Year Set-Aside Requirement	466,250	466,250	0	932,500
Prior Year Carry Over	(283,325)	0	0	(283,325)
Qualifying Disbursements	<u>(534,743)</u>	<u>(1,461,586)</u>	<u>(10,928)</u>	<u>(2,007,257)</u>
Total	<u>(351,818)</u>	<u>(995,336)</u>	<u>0</u>	<u>(1,347,154)</u>
Set-Aside Balance	<u>(\$351,818)</u>	<u>\$0</u>	<u>\$0</u>	
Total Restricted Assets				<u>\$0</u>

Although the District can have qualifying disbursements during the year that exceed the current year set-aside requirements in both the textbook and capital improvement reserve accounts, only the excess in the textbook reserve account can be carried forward to offset future years' textbook set-aside requirements. Each reserve must be represented by restricted cash at year-end and carried forward to be used for the same purposes in future years.

NOTE 18 - JOINTLY GOVERNED ORGANIZATIONS

Southeast Ohio Voluntary Education Cooperative (SEOVEC)

Southeast Ohio Voluntary Education Cooperative, is a jointly governed organization created as a regional council of governments pursuant to State statutes. SEOVEC has 35 participants consisting of 26 school districts and 9 county boards of education. SEOVEC provides financial accounting services, educational management information, and cooperative purchasing services to member districts. Each member district pays a fee annually for services provided by SEOVEC. SEOVEC is governed by a governing board which is selected by the member districts. Each district has one vote in all matters, and each member district's control over budgeting and financing of SEOVEC is limited to its voting authority and any representation it may have on the governing board. SEOVEC operates with its own Treasurer. The continued existence of SEOVEC is not dependent on the District's continued participation and no equity interest exists. SEOVEC has no outstanding debt. Financial statements for SEOVEC can be obtained from the Southeast Ohio Voluntary Education Cooperative, 221 North Columbus Road, Athens, Ohio 45701. The District made payments of \$49,003 to SEOVEC in fiscal year 2009.

Tri-County Career Center

The Tri-County Career Center is a jointly governed organization providing vocational services to its eight member Districts. The Center is governed by a board of education comprised of eleven members appointed by the participating schools. The board controls the financial activity of the Center and reports to the Ohio Department of Education and the Auditor of State of Ohio. The continued existence of the Center is not dependent on the District's continued participation and no equity interest exists. During fiscal year 2009, the District made no contributions to the Center. Financial information can be obtained from the Tri-County Career Center, 15676 State Route 691, Nelsonville, Ohio 45764.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2009

NOTE 18 - JOINTLY GOVERNED ORGANIZATIONS - (Continued)

Coalition of Rural and Appalachian Schools

The Coalition of Rural and Appalachian Schools is a jointly governed organization including over 100 school districts in southeastern Ohio. The Coalition is operated by a Board which is composed of fourteen members. The board members are composed of one superintendent from each county elected by the school districts within that county. The Council provides various inservice for school district administrative personnel; gathers of data regarding conditions of education in the region; cooperates with other professional groups to assess and develop programs designed to meet the needs of member districts; and provides staff development programs for school district personnel. The Council is not dependent on the continued participation of the District and the District does not maintain an equity interest in or financial responsibility for the Council. The District made no significant payments for membership in fiscal year 2009.

NOTE 19 - INSURANCE PURCHASING POOL

Ohio School Boards Association Worker's Compensation Group Rating Plan

The District participates in the Ohio School Boards Association Worker's Compensation Group Rating Program (GRP), and insurance purchasing pool. The GRP's business and affairs are conducted by a three member Board of directors consisting of the President, the President Elect and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the program. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

NOTE 20 - CONTINGENCIES

Grants

The District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2009.

Litigation

The District is party to legal proceedings. The District is of the opinion that the ultimate disposition of claims will not have a material effect, if any, on the financial condition of the District.

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

ATHENS CITY SCHOOL DISTRICT
Description of Funds

SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for the proceeds of specific revenue sources (other than amounts related to expendable trusts or major capital projects) that are legally restricted by law and administrative action to expenditures for specified purposes. The following are descriptions of the District's nonmajor special revenue funds:

Nonmajor Special Revenue Funds

Food Service

A fund used to account for the financial transactions related to the food service operations of the District.

Uniform School Supplies

A fund used to account for the purchase and sale of school supplies as adopted by the Board of Education for use in the District. Profits derived from sales are used for school purposes or activities in connection with the school.

Other Local Support

A fund used to account for the proceeds of specific revenue sources, except for state and federal grants, that are legally restricted to expenditures for specified purposes. These sources include Martha Jennings Holden Grant, General PRC Grant, Trisolini Gallery Shop Grant, Betty Hoty Fuller Foundation, Phi Beta Phi, Public School Support and other miscellaneous local support.

Termination Benefits

A fund used to account for monies accumulated for paying termination benefits.

District Managed Student Activities

To account for student activity programs which have student participation in the activity, but do not have student management of the programs.

Poverty Based Aid

A fund used to account for monies received for poverty based assistance as part of the state foundation system.

Ohio Reads

A fund used to account for grant monies that are used to coordinate volunteers and administer a program to improve reading skills.

ATHENS CITY SCHOOL DISTRICT
Description of Funds

Nonmajor Special Revenue Funds (Continued)

Other State Support

A fund used to account for various restricted monies received from State agencies which are not classified elsewhere. This state funding includes: Auxiliary Services Grant, Teacher Development Grant, Gifted Children Grant, Management Information Systems, Preschool Grant, Entry Year Program Grant, Disadvantaged Pupil Impact Aid, OneNet Program, School Net Professional Development Grant, Summer School Subsidy, Extended Learning Opportunities Program and other miscellaneous state grants.

Title VI-B

A fund used to account for programs to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels.

Title I

A fund used to account for financial assistance provided to State and local educational agencies to meet the special needs of educationally deprived children.

Other Federal Support

A fund used to account for monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere. This federal funding includes: Title III Grant, Title V Grant, Drug Free Schools Grant, EHA Preschool Grant for the Handicapped, Title II-A Grant, 21st Century Grant, Title VI-R Grant, Title II-D Grant, Early Learning Initiative Grant, and other miscellaneous federal grants.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the financing and acquisition or construction of major capital assets or facilities, such as new school buildings or additions to existing buildings, or for major renovation projects, other than those financed by proprietary funds or trust funds. The following is a description of the District's nonmajor capital projects funds.

Nonmajor Capital Projects Funds

Building

A fund used to account for the receipts and expenditures related to all special bond funds in the District, including the proceeds from the sale of the bonds, notes or certificates of indebtedness. Expenditures of the fund represent the costs of acquiring and improving capital facilities including real property.

School Net Plus

A fund used to account for the receipts and expenditures related to providing wiring to all classrooms for a computer workstation and the related technology.

ATHENS CITY SCHOOL DISTRICT

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Assets:</u>			
Equity in Pooled Cash, Cash Equivalents and Investments	\$1,363,965	\$18,122	\$1,382,087
Intergovernmental Receivable	235,058	0	235,058
Materials and Supplies Inventory	7,378	0	7,378
Inventory Held for Resale	9,696	0	9,696
<i>Total Assets</i>	<u>\$1,616,097</u>	<u>\$18,122</u>	<u>\$1,634,219</u>
<u>Liabilities and Fund Balances:</u>			
<u>Liabilities:</u>			
Accounts Payable	\$34,681	\$0	\$34,681
Accrued Wages and Benefits	389,816	0	389,816
Intergovernmental Payable	333,981	0	333,981
Interfund Payable	136,395	0	136,395
Matured Compensated Absences Payable	30,063	0	30,063
<i>Total Liabilities</i>	<u>924,936</u>	<u>0</u>	<u>924,936</u>
<u>Fund Balances:</u>			
Reserved for Encumbrances	20,335	0	20,335
<i>Unreserved, Undesignated, Reported in:</i>			
Special Revenue Funds	670,826	0	670,826
Capital Projects Funds	0	18,122	18,122
<i>Total Fund Balances</i>	<u>691,161</u>	<u>18,122</u>	<u>709,283</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$1,616,097</u>	<u>\$18,122</u>	<u>\$1,634,219</u>

ATHENS CITY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Revenues:</u>			
Intergovernmental	\$3,791,724	\$0	\$3,791,724
Tuition and Fees	89,849	0	89,849
Extracurricular Activities	85,783	0	85,783
Charges for Services	309,879	0	309,879
Contributions and Donations	13,651	0	13,651
Miscellaneous	11,209	0	11,209
<i>Total Revenues</i>	<u>4,302,095</u>	<u>0</u>	<u>4,302,095</u>
<u>Expenditures:</u>			
<i>Current:</i>			
<i>Instruction:</i>			
Regular	1,696,411	0	1,696,411
Special	954,790	0	954,790
Student Intervention Services	309,223	0	309,223
<i>Support Services:</i>			
Pupil	157,074	0	157,074
Instructional Staff	537,672	0	537,672
Administration	96,105	0	96,105
Operation and Maintenance of Plant	6,932	0	6,932
Pupil Transportation	24,711	0	24,711
Central	75,269	0	75,269
Operation of Non-Instructional Services	877,966	0	877,966
Extracurricular Activities	73,413	0	73,413
Capital Outlay	0	1,451	1,451
<i>Total Expenditures</i>	<u>4,809,566</u>	<u>1,451</u>	<u>4,811,017</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(507,471)</u>	<u>(1,451)</u>	<u>(508,922)</u>
<u>Other Financing Sources:</u>			
Transfers In	348,740	0	348,740
<i>Total Other Financing Sources</i>	<u>348,740</u>	<u>0</u>	<u>348,740</u>
<i>Net Change in Fund Balances</i>	(158,731)	(1,451)	(160,182)
<i>Fund Balances at Beginning of Year</i>	<u>849,892</u>	<u>19,573</u>	<u>869,465</u>
<i>Fund Balances at End of Year</i>	<u><u>\$691,161</u></u>	<u><u>\$18,122</u></u>	<u><u>\$709,283</u></u>

ATHENS CITY SCHOOL DISTRICT
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2009

	Food School Service	Uniform Supplies	Other Local Support	Termination Benefits	District Managed Activities
<u>Assets:</u>					
Equity In Pooled Cash, Cash Equivalents and Investments	\$3,823	\$33,833	\$228,699	\$492,686	\$37,110
Intergovernmental Receivable	68,954	0	0	0	0
Materials and Supplies Inventory	7,378	0	0	0	0
Inventory Held for Resale	9,696	0	0	0	0
<i>Total Assets</i>	<u>\$89,851</u>	<u>\$33,833</u>	<u>\$228,699</u>	<u>\$492,686</u>	<u>\$37,110</u>
<u>Liabilities and Fund Balances:</u>					
<u>Liabilities:</u>					
Accounts Payable	\$0	\$460	\$4,772	\$0	\$1,439
Accrued Wages and Benefits	38,814	0	7,812	0	0
Intergovernmental Payable	27,656	0	13,053	0	0
Interfund Payable	63,875	0	0	0	0
Matured Compensated Absences Payable	0	0	0	30,063	0
<i>Total Liabilities</i>	<u>130,345</u>	<u>460</u>	<u>25,637</u>	<u>30,063</u>	<u>1,439</u>
<u>Fund Balances:</u>					
Reserved for Encumbrances	3,611	293	633	0	160
<i>Unreserved, Undesignated, Reported in:</i>					
Special Revenue Funds	(44,105)	33,080	202,429	462,623	35,511
<i>Total Fund Balances</i>	<u>(40,494)</u>	<u>33,373</u>	<u>203,062</u>	<u>462,623</u>	<u>35,671</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$89,851</u>	<u>\$33,833</u>	<u>\$228,699</u>	<u>\$492,686</u>	<u>\$37,110</u>

Poverty Based Aid	Ohio Reads	Other State Support	Title VI-B	Title I	Other Federal Support	Total Nonmajor Special Revenue Funds
\$269,001	\$0	\$62,660	\$0	\$73,549	\$162,604	\$1,363,965
0	0	0	0	97,672	68,432	235,058
0	0	0	0	0	0	7,378
0	0	0	0	0	0	9,696
<u>\$269,001</u>	<u>\$0</u>	<u>\$62,660</u>	<u>\$0</u>	<u>\$171,221</u>	<u>\$231,036</u>	<u>\$1,616,097</u>
\$600	\$0	533	\$5,778	\$19,270	\$1,829	\$34,681
177,486	0	6,552	82,668	50,525	25,959	389,816
62,903	0	48,254	23,794	12,900	145,421	333,981
0	0	0	18,126	0	54,394	136,395
0	0	0	0	0	0	30,063
<u>240,989</u>	<u>0</u>	<u>55,339</u>	<u>130,366</u>	<u>82,695</u>	<u>227,603</u>	<u>924,936</u>
0	0	0	541	8,865	6,232	20,335
28,012	0	7,321	(130,907)	79,661	(2,799)	670,826
28,012	0	7,321	(130,366)	88,526	3,433	691,161
<u>\$269,001</u>	<u>\$0</u>	<u>\$62,660</u>	<u>\$0</u>	<u>\$171,221</u>	<u>\$231,036</u>	<u>\$1,616,097</u>

ATHENS CITY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2009

	Food Service	Uniform School Supplies	Other Local Support	Termination Benefits	District Managed Activities
<u>Revenues:</u>					
Intergovernmental	\$491,403	\$0	\$180,213	\$0	\$0
Tuition and Fees	0	73,720	16,129	0	0
Extracurricular Activities	0	0	23,948	0	61,835
Charges for Services	309,879	0	0	0	0
Contributions and Donations	0	0	12,726	0	925
Miscellaneous	5,839	0	0	0	5,370
<i>Total Revenues</i>	<u>807,121</u>	<u>73,720</u>	<u>233,016</u>	<u>0</u>	<u>68,130</u>
<u>Expenditures:</u>					
<i>Current:</i>					
<i>Instruction:</i>					
Regular	0	59,232	73,474	137,377	0
Special	0	0	0	0	3,560
Student Intervention Services	0	0	0	0	0
<i>Support Services:</i>					
Pupil	0	7,903	2,246	0	0
Instructional Staff	0	0	11,887	0	0
Administration	0	0	1,740	0	0
Operation and Maintenance of Plant	0	0	3,532	0	0
Pupil Transportation	0	0	0	0	0
Central	0	0	42,305	0	0
Operation of Non-Instructional Services	877,966	0	0	0	0
Extracurricular Activities	0	0	0	0	73,413
<i>Total Expenditures</i>	<u>877,966</u>	<u>67,135</u>	<u>135,184</u>	<u>137,377</u>	<u>76,973</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(70,845)	6,585	97,832	(137,377)	(8,843)
<u>Other Financing Sources:</u>					
Transfers In	48,740	0	0	300,000	0
<i>Total Other Financing Sources (Uses)</i>	<u>48,740</u>	<u>0</u>	<u>0</u>	<u>300,000</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	(22,105)	6,585	97,832	162,623	(8,843)
<i>Fund Balances (Deficits) at Beginning of Year</i>	(18,389)	26,788	105,230	300,000	44,514
<i>Fund Balances (Deficits) at End of Year</i>	<u>(\$40,494)</u>	<u>\$33,373</u>	<u>\$203,062</u>	<u>\$462,623</u>	<u>\$35,671</u>

Poverty Based Aid	Ohio Reads	Other State Support	Title VI-B	Title I	Other Federal Support	Total Nonmajor Special Revenue Funds
\$1,395,637	\$0	\$180,752	\$510,493	\$575,849	\$457,377	\$3,791,724
0	0	0	0	0	0	89,849
0	0	0	0	0	0	85,783
0	0	0	0	0	0	309,879
0	0	0	0	0	0	13,651
0	0	0	0	0	0	11,209
<u>1,395,637</u>	<u>0</u>	<u>180,752</u>	<u>510,493</u>	<u>575,849</u>	<u>457,377</u>	<u>4,302,095</u>
1,005,303	0	72,470	0	0	348,555	1,696,411
0	0	0	504,440	446,790	0	954,790
129,074	0	180,149	0	0	0	309,223
62,046	0	0	57,135	18,756	8,988	157,074
346,461	0	13,956	100,454	40,752	24,162	537,672
0	0	0	0	32,981	61,384	96,105
3,400	0	0	0	0	0	6,932
0	0	154	0	0	24,557	24,711
15,046	0	17,918	0	0	0	75,269
0	0	0	0	0	0	877,966
0	0	0	0	0	0	73,413
<u>1,561,330</u>	<u>0</u>	<u>284,647</u>	<u>662,029</u>	<u>539,279</u>	<u>467,646</u>	<u>4,809,566</u>
(165,693)	0	(103,895)	(151,536)	36,570	(10,269)	(507,471)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>348,740</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>348,740</u>
(165,693)	0	(103,895)	(151,536)	36,570	(10,269)	(158,731)
193,705	0	111,216	21,170	51,956	13,702	849,892
<u>\$28,012</u>	<u>\$0</u>	<u>\$7,321</u>	<u>(\$130,366)</u>	<u>\$88,526</u>	<u>\$3,433</u>	<u>\$691,161</u>

ATHENS CITY SCHOOL DISTRICT

Combining Balance Sheet

Nonmajor Capital Projects Funds

June 30, 2009

	<u>Building</u>	<u>SchoolNet Plus</u>	<u>Total Nonmajor Capital Projects Funds</u>
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	<u>\$0</u>	<u>\$18,122</u>	<u>\$18,122</u>
<i>Liabilities</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Fund Balances:</u>			
<i>Unreserved, Undesignated, Reported in:</i>			
Capital Projects Funds	<u>0</u>	<u>18,122</u>	<u>18,122</u>
<i>Total Fund Balances</i>	<u>0</u>	<u>18,122</u>	<u>18,122</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$0</u>	<u>\$18,122</u>	<u>\$18,122</u>

ATHENS CITY SCHOOL DISTRICT
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Capital Projects Funds
 For the Fiscal Year Ended June 30, 2009

	Building	SchoolNet Plus	Total Nonmajor Capital Projects Funds
Revenues	\$0	\$0	\$0
<u>Expenditures:</u>			
Capital Outlay	1,451	0	1,451
<i>Total Expenditures</i>	1,451	0	1,451
<i>Net Change in Fund Balances</i>	(1,451)	0	(1,451)
<i>Fund Balances at Beginning of Year</i>	1,451	18,122	19,573
<i>Fund Balances at End of Year</i>	\$0	\$18,122	\$18,122

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Property Taxes	\$12,330,000	\$12,641,928	\$12,641,928	\$0
Income Taxes	3,015,000	3,077,734	3,077,734	0
Intergovernmental	9,186,900	9,549,077	9,549,077	0
Interest	501,372	334,579	347,207	12,628
Tuition and Fees	2,325,260	2,714,611	2,714,611	0
Rent	5,330	3,621	3,621	0
Payment in Lieu of Taxes	0	441,147	441,147	0
Miscellaneous	39,239	57,408	57,408	0
Total Revenues	27,403,101	28,820,105	28,832,733	12,628
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Regular</i>				
Salaries	8,328,082	7,967,251	7,967,251	0
Fringe Benefits	2,903,016	3,078,780	3,078,780	0
Purchased Services	1,241,321	1,350,057	1,350,057	0
Materials and Supplies	113,371	123,547	123,547	0
Other	5,698	25	25	0
Capital Outlay	3,628	1,046	1,046	0
Total Regular Instruction	12,595,116	12,520,706	12,520,706	0
<i>Special</i>				
Salaries	1,845,131	1,760,697	1,760,697	0
Fringe Benefits	629,608	638,059	638,059	0
Purchased Services	129,215	160,730	160,730	0
Materials and Supplies	17,346	18,464	18,464	0
Capital Outlay	9,697	5,433	5,433	0
Total Special Instruction	2,630,997	2,583,383	2,583,383	0
<i>Vocational</i>				
Salaries	189,064	196,583	196,583	0
Fringe Benefits	64,422	72,904	72,904	0
Purchased Services	1,450	575	575	0
Materials and Supplies	24,708	24,978	24,978	0
Capital Outlay	23,119	24,188	24,188	0
Total Vocational Instruction	302,763	319,228	319,228	0
<i>Student Intervention Services</i>				
Salaries	108,205	22,296	22,296	0
Fringe Benefits	40,508	6,483	6,483	0
Materials and Supplies	0	2,546	2,546	0
Total Other Instruction	148,713	31,325	31,325	0
Total Instruction	15,677,589	15,454,642	15,454,642	0
<i>Support Services:</i>				
<i>Pupils</i>				
Salaries	703,635	743,982	743,982	0
Fringe Benefits	240,378	273,930	273,930	0
Purchased Services	96,131	76,955	76,955	0
Materials and Supplies	11,661	11,948	11,948	0
Other	69,137	59,604	59,604	0
Total Pupils	1,120,942	1,166,419	1,166,419	0

(Continued)

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Instructional Staff				
Salaries	703,343	748,507	748,507	0
Fringe Benefits	484,234	559,619	559,619	0
Purchased Services	4,050	3,236	3,236	0
Materials and Supplies	8,887	6,834	6,834	0
Capital Outlay	2,785	2,221	2,221	0
Total Instructional Staff	1,203,299	1,320,417	1,320,417	0
Board of Education				
Salaries	9,186	7,500	7,500	0
Fringe Benefits	1,525	1,238	1,238	0
Purchased Services	75,595	63,701	63,701	0
Other	24,521	15,332	15,332	0
Capital Outlay	0	295	295	0
Total Board of Education	110,827	88,066	88,066	0
Administration				
Salaries	1,337,372	1,166,715	1,166,715	0
Fringe Benefits	603,069	561,564	561,564	0
Purchased Services	24,289	11,364	11,364	0
Materials and Supplies	5,142	4,766	4,766	0
Other	1,105	0	0	0
Capital Outlay	979	335	335	0
Total Administration	1,971,956	1,744,744	1,744,744	0
Fiscal				
Salaries	319,624	316,889	316,889	0
Fringe Benefits	131,289	134,463	134,463	0
Purchased Services	52,536	52,347	52,347	0
Materials and Supplies	8,467	9,573	7,578	1,995
Other	35,935	126,728	126,728	0
Capital Outlay	3,630	0	0	0
Total Fiscal	551,481	640,000	638,005	1,995
Business				
Salaries	138,619	135,453	135,453	0
Fringe Benefits	51,527	50,940	50,940	0
Purchased Services	3,294	3,167	3,167	0
Materials and Supplies	701	1,000	1,000	0
Other	438,728	425,853	425,853	0
Capital Outlay	2,800	0	0	0
Total Business	635,669	616,413	616,413	0
Operation and Maintenance of Plant				
Salaries	1,357,822	1,375,251	1,375,230	21
Fringe Benefits	699,984	731,694	731,694	0
Purchased Services	1,001,259	1,030,299	1,030,299	0
Materials and Supplies	320,371	227,826	226,607	1,219
Other	26,000	25,643	25,643	0
Total Operation and Maintenance of Plant	3,405,436	3,390,713	3,389,473	1,240

(Continued)

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Pupil Transportation				
Salaries	684,706	635,478	635,478	0
Fringe Benefits	622,476	605,479	605,479	0
Purchased Services	36,000	14,363	14,363	0
Materials and Supplies	442,000	397,633	397,633	0
Other	20,000	17,262	17,262	0
Capital Outlay	35,000	40,816	40,816	0
Total Pupil Transportation	<u>1,840,182</u>	<u>1,711,031</u>	<u>1,711,031</u>	<u>0</u>
Central				
Salaries	67,307	72,184	72,184	0
Fringe Benefits	23,736	28,944	28,944	0
Purchased Services	21,000	19,905	19,905	0
Materials and Supplies	3,149	1,739	1,739	0
Capital Outlay	3,000	252	252	0
Total Central	<u>118,192</u>	<u>123,024</u>	<u>123,024</u>	<u>0</u>
Total Support Services	<u>10,957,984</u>	<u>10,800,827</u>	<u>10,797,592</u>	<u>3,235</u>
<i>Operation of Non-Instructional Services:</i>				
Food Service Operations				
Salaries	311	296	296	0
Fringe Benefits	5	4	4	0
Total Food Service Operations	<u>316</u>	<u>300</u>	<u>300</u>	<u>0</u>
Total Operation of Non-Instructional Services	<u>316</u>	<u>300</u>	<u>300</u>	<u>0</u>
<i>Extracurricular Activities:</i>				
Academic Oriented Activities				
Salaries	60,317	61,198	61,198	0
Fringe Benefits	13,194	15,699	15,699	0
Total Academic Oriented Activities	<u>73,511</u>	<u>76,897</u>	<u>76,897</u>	<u>0</u>
Sport Oriented Activities				
Salaries	223,149	232,115	232,115	0
Fringe Benefits	54,485	61,233	61,233	0
Purchased Services	9,625	13,875	13,875	0
Total Sport Oriented Activities	<u>287,259</u>	<u>307,223</u>	<u>307,223</u>	<u>0</u>
Total Extracurricular Activities	<u>360,770</u>	<u>384,120</u>	<u>384,120</u>	<u>0</u>
<i>Capital Outlay:</i>				
Building Improvement Services				
Purchased Services	18,603	17,902	17,902	0
Total Building Improvement Services	<u>18,603</u>	<u>17,902</u>	<u>17,902</u>	<u>0</u>
Total Capital Outlay	<u>18,603</u>	<u>17,902</u>	<u>17,902</u>	<u>0</u>
Total Expenditures	<u>27,015,262</u>	<u>26,657,791</u>	<u>26,654,556</u>	<u>3,235</u>
Excess of Revenues Over (Under) Expenditures	387,839	2,162,314	2,178,177	15,863
<i>Other Financing Sources:</i>				
Advances In	0	68,954	68,954	0
Proceeds from Sale of Capital Assets	1,894	0	0	0
Transfers Out	(375,000)	(348,740)	(348,740)	0
Advances Out	(72,000)	(63,875)	(63,875)	0
Total Other Financing Sources	<u>(445,106)</u>	<u>(343,661)</u>	<u>(343,661)</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(57,267)	1,818,653	1,834,516	15,863
Fund Balance at Beginning of Year	6,013,958	6,013,958	6,013,958	0
Prior Year Encumbrances Appropriated	<u>179,105</u>	<u>179,105</u>	<u>179,105</u>	<u>0</u>
Fund Balance at End of Year	<u>\$6,135,796</u>	<u>\$8,011,716</u>	<u>\$8,027,579</u>	<u>\$15,863</u>

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
Bond Retirement Debt Service Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Positive (Negative)
<u>Revenues:</u>				
Property Taxes	\$1,544,440	\$1,332,947	\$1,332,947	\$0
Intergovernmental	193,560	186,575	186,575	0
<i>Total Revenues</i>	<u>1,738,000</u>	<u>1,519,522</u>	<u>1,519,522</u>	<u>0</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Support Services:</i>				
Fiscal				
Other	55,000	45,838	45,838	0
<i>Debt Service:</i>				
Principal Retirement	620,000	620,000	620,000	0
Interest and Fiscal Charges	649,690	649,690	649,690	0
<i>Total Expenditures</i>	<u>1,324,690</u>	<u>1,315,528</u>	<u>1,315,528</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	413,310	203,994	203,994	0
Fund Balance at Beginning of Year	<u>2,617,762</u>	<u>2,617,762</u>	<u>2,617,762</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$3,031,072</u></u>	<u><u>\$2,821,756</u></u>	<u><u>\$2,821,756</u></u>	<u><u>\$0</u></u>

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Permanent Improvement Capital Projects Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Property Taxes	\$1,211,329	\$1,151,471	\$1,151,471	\$0
Intergovernmental	147,196	183,568	183,568	0
Interest	104,869	74,774	77,930	3,156
<i>Total Revenues</i>	<u>1,463,394</u>	<u>1,409,813</u>	<u>1,412,969</u>	<u>3,156</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Materials and Supplies	17,428	68,360	68,360	0
Capital Outlay	79,713	207,756	207,756	0
Total Regular	<u>97,141</u>	<u>276,116</u>	<u>276,116</u>	<u>0</u>
Special				
Capital Outlay	4,890	2,339	2,339	0
Student Intervention Services				
Materials and Supplies	35,000	30,500	30,500	0
Total Instruction	<u>137,031</u>	<u>308,955</u>	<u>308,955</u>	<u>0</u>
<i>Support Services:</i>				
Instructional Staff				
Materials and Supplies	12,797	13,201	13,201	0
Capital Outlay	3,000	2,650	2,650	0
Total Instructional Staff	<u>15,797</u>	<u>15,851</u>	<u>15,851</u>	<u>0</u>
Administration				
Capital Outlay	0	2,450	2,450	0
Fiscal				
Purchased Services	5,000	2,624	2,624	0
Other	60,000	35,220	35,220	0
Capital Outlay	15,000	10,617	10,617	0
Total Fiscal	<u>80,000</u>	<u>48,461</u>	<u>48,461</u>	<u>0</u>
Operation and Maintenance of Plant				
Purchased Services	253,003	379,143	379,143	0
Materials and Supplies	0	7,638	7,638	0
Capital Outlay	918	3,795	3,795	0
Total Operation and Maintenance of Plant	<u>253,921</u>	<u>390,576</u>	<u>390,576</u>	<u>0</u>
Pupil Transportation				
Capital Outlay	111,800	55,192	55,192	0
Central				
Purchased Services	500	157	157	0
Total Support Services	<u>462,018</u>	<u>512,687</u>	<u>512,687</u>	<u>0</u>

(Continued)

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Permanent Improvement Capital Projects Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<i>Operation of Non-Instructional Services:</i>				
Food Service Operation				
Materials and Supplies	4,500	0	0	0
Capital Outlay	2,500	0	0	0
Total Operation of Non-Instructional Services	7,000	0	0	0
<i>Extracurricular Activities:</i>				
Academic Oriented Activities				
Capital Outlay	0	22,698	22,698	0
Sport Oriented Activities				
Purchased Services	12,000	12,100	12,100	0
Total Extracurricular Activities	12,000	34,798	34,798	0
<i>Capital Outlay:</i>				
Architecture and Engineering Services				
Purchased Services	30,000	37,670	37,670	0
Building Improvement Services				
Purchased Services	58,408	60,198	60,198	0
Capital Outlay	423,788	468,695	468,695	0
Total Building Improvement Services	482,196	528,893	528,893	0
Total Capital Outlay	512,196	566,563	566,563	0
Total Expenditures	1,130,245	1,423,003	1,423,003	0
Excess of Revenues Over (Under) Expenditures	333,149	(13,190)	(10,034)	3,156
<u>Other Financing Sources:</u>				
Insurance Recoveries	2,357	0	0	0
Total Other Financing Sources	2,357	0	0	0
Excess of Revenue and Other Financing Sources Over (Under) Expenditures	335,506	(13,190)	(10,034)	3,156
Fund Balance at Beginning of Year	2,665,581	2,665,581	2,665,581	0
Prior Year Encumbrances Appropriated	390,497	390,497	390,497	0
Fund Balance at End of Year	\$3,391,584	\$3,042,888	\$3,046,044	\$3,156

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Food Service Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$441,078	\$491,403	\$491,403	\$0
Charges for Services	347,928	309,879	309,879	0
Contributions and Donations	2	0	0	0
Miscellaneous	14,305	5,839	5,839	0
<i>Total Revenues</i>	803,313	807,121	807,121	0
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Operation of Non-Instructional Services:</i>				
Food Service				
Salaries	270,856	254,908	254,908	0
Fringe Benefits	210,261	207,686	207,686	0
Purchased Services	6,381	6,515	6,515	0
Materials and Supplies	391,122	392,674	392,674	0
Other	2,000	137	137	0
Community Services:				
Other	6,500	0	0	0
Total Operation of Non-Instructional Services	887,120	861,920	861,920	0
<i>Total Expenditures</i>	887,120	861,920	861,920	0
Excess of Revenues Over (Under) Expenditures	(83,807)	(54,799)	(54,799)	0
<u>Other Financing Sources:</u>				
Advances In	72,000	63,875	63,875	0
Transfers In	75,000	48,740	48,740	0
Advances Out	0	(68,954)	(68,954)	0
<i>Total Other Financing Source</i>	147,000	43,661	43,661	0
Excess of Revenues and Other Financing Sources Over Over (Under) Expenditures	63,193	(11,138)	(11,138)	0
Fund Balance at Beginning of Year	6,548	6,548	6,548	0
Prior Year Encumbrances Appropriated	4,808	4,808	4,808	0
Fund Balance at End of Year	\$74,549	\$218	\$218	\$0

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Uniform School Supplies Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Tuition and Fees	\$69,797	\$73,720	\$73,720	\$0
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Regular</i>				
Materials and Supplies	64,528	58,946	58,946	0
Other	250	808	808	0
Total Regular	<u>64,778</u>	<u>59,754</u>	<u>59,754</u>	<u>0</u>
<i>Support Services:</i>				
<i>Pupils</i>				
Materials and Supplies	0	7,903	7,903	0
Total Expenditures	<u>64,778</u>	<u>67,657</u>	<u>67,657</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	5,019	6,063	6,063	0
Fund Balance at Beginning of Year	25,796	25,796	25,796	0
Prior Year Encumbrances Appropriated	<u>1,219</u>	<u>1,219</u>	<u>1,219</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$32,034</u></u>	<u><u>\$33,078</u></u>	<u><u>\$33,078</u></u>	<u><u>\$0</u></u>

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Other Local Support Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$0	\$180,213	\$180,213	\$0
Tuition and Fees	10,624	19,538	16,129	(3,409)
Extracurricular Activities	22,512	23,948	23,948	0
Contributions and Donations	7,791	12,726	12,726	0
Total Revenues	40,927	236,425	233,016	(3,409)
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Purchased Services	3,827	24,040	24,031	9
Materials and Supplies	21,205	15,777	12,635	3,142
Other	7,059	3,474	3,474	0
Capital Outlay	35,009	44,218	37,985	6,233
Total Regular Instruction	67,100	87,509	78,125	9,384
<i>Support Services:</i>				
Pupils				
Purchased Services	520	2,520	2,000	520
Materials and Supplies	0	2,200	249	1,951
Other	47	47	0	47
Total Pupils	567	4,767	2,249	2,518
Instructional Staff				
Purchased Services	16,214	29,314	16,163	13,151
Materials and Supplies	0	2,247	0	2,247
Total Instructional Staff	16,214	31,561	16,163	15,398
Board of Education				
Purchased Services	138	138	0	138
Administration				
Materials and Supplies	3,802	584	584	0
Capital Outlay	4,725	1,156	1,156	0
Total Administration	8,527	1,740	1,740	0
Operation and Maintenance of Plant				
Materials and Supplies	0	5,600	3,532	2,068
Pupil Transportation				
Purchased Services	53	53	0	53
Central				
Salaries	0	21,234	20,925	309
Fringe Benefits	0	3,813	3,558	255
Purchased Services	0	0	0	0
Total Central	0	25,047	24,483	564
Total Support Services	25,499	68,906	48,167	20,739
Total Expenditures	92,599	156,415	126,292	30,123
Excess of Revenues Over (Under) Expenditures	(51,672)	80,010	106,724	26,714
Fund Balance at Beginning of Year	115,863	115,863	115,863	0
Prior Year Encumbrances Appropriated	938	938	938	0
Fund Balance at End of Year	\$65,129	\$196,811	\$223,525	\$26,714

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Termination Benefits Special Revenue Fund
For the Fiscal Year Ended June 30, 2009*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Salaries	250,000	250,000	107,314	142,686
Total Regular Instruction	<u>250,000</u>	<u>250,000</u>	<u>107,314</u>	<u>142,686</u>
Special				
Salaries	50,000	50,000	0	50,000
Total Special Instruction	<u>50,000</u>	<u>50,000</u>	<u>0</u>	<u>50,000</u>
<i>Total Expenditures</i>	<u>300,000</u>	<u>300,000</u>	<u>107,314</u>	<u>192,686</u>
Excess of Revenues Over (Under) Expenditures	(300,000)	(300,000)	(107,314)	192,686
<u>Other Financing Sources:</u>				
Transfers In	300,000	300,000	300,000	0
<i>Total Other Financing Sources</i>	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>	<u>0</u>
Excess of Revenue and Other Financing Sources Over (Under) Expenditures	0	0	192,686	192,686
Fund Balance at Beginning of Year	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$300,000</u></u>	<u><u>\$300,000</u></u>	<u><u>\$492,686</u></u>	<u><u>\$192,686</u></u>

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
District Managed Student Activities Special Revenue Fund
For the Fiscal Year Ended June 30, 2009*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Extracurricular Activities	\$46,550	\$61,835	\$61,835	\$0
Contributions and Donations	0	925	925	0
Miscellaneous	750	5,370	5,370	0
<i>Total Revenues</i>	<u>47,300</u>	<u>68,130</u>	<u>68,130</u>	<u>0</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Special</i>				
Purchased Services	0	3,560	3,560	0
 <i>Extracurricular Activities:</i>				
<i>Academic Oriented Activities</i>				
Purchased Services	50	405	405	0
Materials and Supplies	25	2,091	2,091	0
Other	232	0	0	0
<i>Total Academic Oriented Extracurricular Activities</i>	<u>307</u>	<u>2,496</u>	<u>2,496</u>	<u>0</u>
 <i>Sport Oriented Activities</i>				
Purchased Services	30,186	39,071	39,071	0
Materials and Supplies	21,157	26,289	26,289	0
Other	4,400	2,664	2,664	0
Capital Outlay	3,039	3,983	3,983	0
<i>Total Sport Oriented Extracurricular Activities</i>	<u>58,782</u>	<u>72,007</u>	<u>72,007</u>	<u>0</u>
<i>Total Extracurricular Activities</i>	<u>59,089</u>	<u>74,503</u>	<u>74,503</u>	<u>0</u>
<i>Total Expenditures</i>	<u>59,089</u>	<u>78,063</u>	<u>78,063</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	(11,789)	(9,933)	(9,933)	0
Fund Balance at Beginning of Year	43,330	43,330	43,330	0
Prior Year Encumbrances Appropriated	<u>2,114</u>	<u>2,114</u>	<u>2,114</u>	<u>0</u>
Fund Balance at End of Year	<u>\$33,655</u>	<u>\$35,511</u>	<u>\$35,511</u>	<u>\$0</u>

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Poverty Based Aid Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$1,443,447	\$1,395,637	\$1,395,637	\$0
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Salaries	274,916	682,088	692,818	(10,730)
Fringe Benefits	0	244,496	256,920	(12,424)
Total Regular Instruction	<u>274,916</u>	<u>926,584</u>	<u>949,738</u>	<u>(23,154)</u>
Student Intervention Services				
Salaries	0	73,068	73,068	0
Fringe Benefits	0	38,112	38,411	(299)
Total Student Intervention Services	<u>0</u>	<u>111,180</u>	<u>111,479</u>	<u>(299)</u>
Total Instruction	<u>274,916</u>	<u>1,037,764</u>	<u>1,061,217</u>	<u>(23,453)</u>
<i>Support Services:</i>				
Pupils				
Salaries	0	32,419	32,419	0
Fringe Benefits	0	27,934	28,235	(301)
Total Pupils	<u>0</u>	<u>60,353</u>	<u>60,654</u>	<u>(301)</u>
Instructional Staff				
Salaries	0	159,813	159,813	0
Fringe Benefits	0	161,372	163,101	(1,729)
Materials and Supplies	11,425	11,265	11,265	0
Total Instructional Staff	<u>11,425</u>	<u>332,450</u>	<u>334,179</u>	<u>(1,729)</u>
Operation and Maintenance of Plant				
Purchased Services	<u>0</u>	<u>3,500</u>	<u>3,400</u>	<u>100</u>
Central				
Purchased Services	15,046	15,046	15,046	0
Total Central	<u>15,046</u>	<u>15,046</u>	<u>15,046</u>	<u>0</u>
Total Support Services	<u>26,471</u>	<u>411,349</u>	<u>413,279</u>	<u>(2,030)</u>
<i>Total Expenditures</i>	<u>301,387</u>	<u>1,449,113</u>	<u>1,474,496</u>	<u>(25,184)</u>
Excess of Revenues Over (Under) Expenditures	1,142,060	(53,476)	(78,859)	(25,383)
Fund Balance at Beginning of Year	322,816	322,816	322,816	0
Prior Year Encumbrances Appropriated	<u>12,021</u>	<u>12,021</u>	<u>12,021</u>	<u>0</u>
Fund Balance at End of Year	<u>\$1,476,897</u>	<u>\$281,361</u>	<u>\$255,978</u>	<u>(\$25,383)</u>

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Ohio Reads Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$641	\$641	\$0	(\$641)
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Salaries	111	111	0	111
Fringe Benefits	17	17	0	17
Purchased Services	124	124	0	124
Materials and Supplies	198	198	0	198
Other	191	191	0	191
Total Regular Instruction	<u>641</u>	<u>641</u>	<u>0</u>	<u>641</u>
<i>Total Expenditures</i>	<u>641</u>	<u>641</u>	<u>0</u>	<u>641</u>
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)
 Other State Support Special Revenue Fund
 For the Fiscal Year Ended June 30, 2009*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$53,733	\$180,752	\$180,752	0
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Salaries	0	39,490	35,632	3,858
Fringe Benefits	0	21,025	20,969	56
Purchased Services	0	0	1,015	(1,015)
Materials and Supplies	1,759	8,021	3,593	4,428
Other	0	0	0	0
Capital Outlay	8,726	9,147	8,726	421
Total Regular Instruction	10,485	77,683	69,935	7,748
Student Intervention Services				
Purchased Services	183,626	180,160	180,160	0
Total Student Intervention Services	183,626	180,160	180,160	0
<i>Support Services:</i>				
Instructional Staff				
Salaries	17,702	0	0	0
Fringe Benefits	8,792	0	0	0
Purchased Services	5,653	8,561	8,408	153
Materials and Supplies	1,486	4,077	4,077	0
Capital Outlay	236	1,469	1,469	0
Total Instructional Staff	33,869	14,107	13,954	153
Pupil Transportation				
Purchased Services	234	154	154	0
Central				
Purchased Services	2,976	21,208	17,918	3,290
Total Expenditures	231,190	293,312	282,121	11,191
Excess of Revenues Over (Under) Expenditures	(177,457)	(112,560)	(101,369)	11,191
Fund Balance at Beginning of Year	83,840	83,840	83,840	0
Prior Year Encumbrances Appropriated	33,438	33,438	33,438	0
Fund Balance at End of Year	(\$60,179)	\$4,718	\$15,909	\$11,191

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
Title VI-B Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$115,739	\$612,678	\$612,678	\$0
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Special</i>				
Salaries	17,360	65,042	334,455	(269,413)
Fringe Benefits	18,089	104,654	137,680	(33,026)
Purchased Services	963	0	0	0
Total Special Instruction	<u>36,412</u>	<u>169,696</u>	<u>472,135</u>	<u>(302,439)</u>
<i>Support Services:</i>				
<i>Pupils</i>				
Salaries	36,334	100,526	41,214	59,312
Fringe Benefits	21,955	55,494	12,209	43,285
Total Pupils	<u>58,289</u>	<u>156,020</u>	<u>53,423</u>	<u>102,597</u>
<i>Instructional Staff</i>				
Salaries	0	8,060	52,671	(44,611)
Fringe Benefits	0	3,401	42,706	(39,305)
Purchased Services	5,393	0	0	0
Total Instructional Staff	<u>5,393</u>	<u>11,461</u>	<u>95,377</u>	<u>(83,916)</u>
<i>Total Expenditures</i>	<u>100,094</u>	<u>337,177</u>	<u>620,935</u>	<u>(283,758)</u>
Excess of Revenues Over (Under) Expenditures	15,645	275,501	(8,257)	(283,758)
Fund Balance at Beginning of Year	(22,618)	(22,618)	(22,618)	0
Prior Year Encumbrances Appropriated	<u>6,973</u>	<u>6,973</u>	<u>6,973</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$259,856</u>	<u>(\$23,902)</u>	<u>(\$283,758)</u>

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Title I Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$694,871	\$599,043	\$581,424	(\$17,619)
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Special				
Salaries	35,062	201,854	250,066	(48,212)
Fringe Benefits	53,115	128,514	82,592	45,922
Purchased Services	0	11,000	10,720	280
Materials and Supplies	0	84,000	79,126	4,874
Capital Outlay	0	16,000	10,958	5,042
Total Special Instruction	88,177	441,368	433,462	7,906
<i>Support Services:</i>				
Pupils				
Purchased Services	130	14,194	14,194	0
Materials and Supplies	0	6,002	4,183	1,819
Total Pupils	130	20,196	18,377	1,819
Instructional Staff				
Salaries	2,264	26,686	11,852	14,834
Fringe Benefits	0	9,072	5,058	4,014
Purchased Services	0	37,058	19,936	17,122
Materials and Supplies	0	19,634	4,999	14,635
Total Instructional Staff	2,264	92,450	41,845	50,605
Administration				
Salaries	3,296	22,208	20,688	1,520
Fringe Benefits	2,457	11,182	10,861	321
Purchased Services	0	1,000	392	608
Total Administration	5,753	34,390	31,941	2,449
Total Support Services	8,147	147,036	92,163	54,873
<i>Total Expenditures</i>	96,324	588,404	525,625	62,779
Excess of Revenues Over (Under) Expenditures	598,547	10,639	55,799	45,160
Fund Balance at Beginning of Year	(15,192)	(15,192)	(15,192)	0
Prior Year Encumbrances Appropriated	4,808	4,808	4,808	0
Fund Balance at End of Year	\$588,163	\$255	\$45,415	\$45,160

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Other Federal Support Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$573,392	\$485,809	\$421,383	(\$64,426)
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Salaries	17,987	128,138	116,712	11,426
Fringe Benefits	0	34,036	53,440	(19,404)
Purchased Services	67,672	253,643	253,538	105
Materials and Supplies	3,918	0	0	0
Total Regular Instruction	89,577	415,817	423,690	(7,873)
Special				
Capital Outlay	2,602	0	0	0
Total Special Instruction	2,602	0	0	0
Total Instruction	92,179	415,817	423,690	(7,873)
<i>Support Services:</i>				
Pupils				
Purchased Services	600	10,333	9,588	745
Total Pupils	600	10,333	9,588	745
Instructional Staff				
Salaries	0	7,454	11,334	(3,880)
Fringe Benefits	0	6,548	4,736	1,812
Purchased Services	888	10,814	7,970	2,844
Materials and Supplies	228	580	334	246
Total Instructional Staff	1,116	25,396	24,374	1,022
Administration				
Purchased Services	0	61,384	61,384	0
Pupil Transportation				
Purchased Services	0	11,693	11,693	0
Other	0	18,270	18,270	0
Total Pupil Transportation	0	29,963	29,963	0
Total Support Services	1,716	127,076	125,309	1,767
Total Expenditures	93,895	542,893	548,999	(6,106)
Excess of Revenues Over (Under) Expenditures	479,497	(57,084)	(127,616)	(70,532)
Fund Balance at Beginning of Year	(13,489)	(13,489)	(13,489)	0
Prior Year Encumbrances Appropriated	102,519	102,519	102,519	0
Fund Balance at End of Year	\$568,527	\$31,946	(\$38,586)	(\$70,532)

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Building Capital Projects Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures:</u>				
<i>Capital Outlay:</i>				
Building Improvement Services				
Capital Outlay	<u>1,451</u>	<u>1,451</u>	<u>1,451</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,451</u>	<u>1,451</u>	<u>1,451</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	(1,451)	(1,451)	(1,451)	0
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances Appropriated	<u>1,451</u>	<u>1,451</u>	<u>1,451</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
SchoolNet Plus Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	\$0	\$0	\$0	\$0
<u>Expenditures</u>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	18,122	18,122	18,122	0
Fund Balance at End of Year	<u>\$18,122</u>	<u>\$18,122</u>	<u>\$18,122</u>	<u>\$0</u>

ATHENS CITY SCHOOL DISTRICT
Description of Funds

INTERNAL SERVICE FUND

The Internal Service Fund is used to account for the financing of services provided by one department to other departments of the District on a cost-reimbursement basis. The following is a Description of the District's nonmajor internal service fund.

Employee Benefits Self-Insurance

A fund used to account for health and prescription drug self-insurance revenues and expenses. Since this is the only internal service fund, no combining statements for the internal service fund are presented.

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenses, and
Changes in Fund Equity - Budget and Actual (Budget Basis)
Employee Benefits Self-Insurance Internal Service Fund
For the Fiscal Year Ended June 30, 2009*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Charges for Services	\$5,066,781	\$4,777,273	\$5,154,812	\$377,539
<i>Total Revenues</i>	<u>5,066,781</u>	<u>4,777,273</u>	<u>5,154,812</u>	<u>377,539</u>
<u>Expenses:</u>				
Purchased Services	0	4,000	2,624	1,376
Claims	5,239,277	5,299,277	5,333,799	(34,522)
Other	2,317	4,317	1,139	3,178
<i>Total Expenses</i>	<u>5,241,594</u>	<u>5,307,594</u>	<u>5,337,562</u>	<u>(29,968)</u>
Operating Income (Loss)	(174,813)	(530,321)	(182,750)	347,571
<u>Nonoperating Revenues:</u>				
Interest	77,674	8,125	8,125	0
<i>Total Nonoperating Revenues</i>	<u>77,674</u>	<u>8,125</u>	<u>8,125</u>	<u>0</u>
Excess of Revenues Over (Under) Expenses	(97,139)	(522,196)	(174,625)	347,571
Fund Equity at Beginning of Year	<u>4,485,741</u>	<u>4,485,741</u>	<u>4,485,741</u>	<u>0</u>
Fund Equity at End of Year	<u><u>\$4,388,602</u></u>	<u><u>\$3,963,545</u></u>	<u><u>\$4,311,116</u></u>	<u><u>\$347,571</u></u>

ATHENS CITY SCHOOL DISTRICT
Description of Funds

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These include private purpose trust and agency funds.

Private Purpose Trust Fund

Private Purpose Trust Funds are used to report escheat property and all other trust arrangements under which principal and income benefit individuals, private organizations, or other governments.

Unclaimed Monies

To account for monies which have yet to be claimed by their rightful owners. These monies include outstanding checks that are over one year old.

Agency Fund

Agency Funds are used to account for assets held by the District in a purely custodial capacity.

Student Managed Activities

A fund used to account for those student activity programs which have student participation in the activity and have student involvement in the management of the program.

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Unclaimed Monies Private Purpose Trust Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures:</u>				
Payment in Accordance with Trust Agreements	<u>5,000</u>	<u>5,000</u>	<u>388</u>	<u>4,612</u>
<i>Total Expenditures</i>	<u>5,000</u>	<u>5,000</u>	<u>388</u>	<u>4,612</u>
Excess of Revenues Over (Under) Expenditures	(5,000)	(5,000)	(388)	4,612
Fund Balance at Beginning of Year	<u>51,527</u>	<u>51,527</u>	<u>51,527</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$46,527</u></u>	<u><u>\$46,527</u></u>	<u><u>\$51,139</u></u>	<u><u>\$4,612</u></u>

ATHENS CITY SCHOOL DISTRICT
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2009

	<u>July 1, 2008</u> Balance	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2009</u> Balance
<u>Student Activity Fund</u>				
<u>Assets:</u>				
Equity Pooled in Cash and Cash Equivalents	<u>\$91,704</u>	<u>\$116,173</u>	<u>\$125,407</u>	<u>\$82,470</u>
<u>Liabilities:</u>				
Due to Students	<u>\$91,704</u>	<u>\$116,173</u>	<u>\$125,407</u>	<u>\$82,470</u>

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ATHENS CITY SCHOOL DISTRICT



STATISTICAL SECTION

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Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	93 - 99
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source(s), the property tax (and the income tax).	100 - 108
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	109 - 112
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	113 - 115
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	116 - 119

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The School District implemented GASB Statement 34 in fiscal year 2002; schedules presenting government-wide information include information beginning in that fiscal year.

ATHENS CITY SCHOOL DISTRICT

Net Assets by Component

Last Eight Fiscal Years

June 30, 2009

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Invested in Capital Assets, Net of Related Debt	\$8,409,636	\$7,324,505	\$6,553,026	\$5,156,884	\$7,101,713	\$6,458,995	\$6,958,111	\$6,735,851
Restricted for:								
Capital Projects	3,743,476	3,495,507	3,640,336	3,634,799	3,439,769	2,887,943	2,958,786	3,322,849
Debt Service	2,195,489	2,432,745	3,749,539	3,049,491	2,076,548	2,464,074	2,783,778	3,071,120
Other Purposes	526,828	610,453	571,302	723,608	663,460	592,779	586,240	620,310
Unrestricted (Deficit)	<u>7,271,101</u>	<u>5,725,156</u>	<u>4,569,634</u>	<u>4,906,623</u>	<u>4,888,125</u>	<u>5,183,895</u>	<u>7,952,675</u>	<u>9,867,464</u>
Total Net Assets	<u><u>\$22,146,530</u></u>	<u><u>\$19,588,366</u></u>	<u><u>\$19,083,837</u></u>	<u><u>\$17,471,405</u></u>	<u><u>\$18,169,615</u></u>	<u><u>\$17,587,686</u></u>	<u><u>\$21,239,590</u></u>	<u><u>\$23,617,594</u></u>

ATHENS CITY SCHOOL DISTRICT
Changes in Net Assets of Governmental Activities
Last Eight Fiscal Years
June 30, 2009

	2002	2003	2004	2005	2006	2007	2008	2009
Expenses								
Regular Instruction	\$11,572,314	\$13,358,975	\$13,564,316	\$13,662,796	\$14,178,578	\$15,026,568	\$14,593,578	\$15,652,902
Special Instruction	2,957,157	3,293,884	3,344,419	3,540,251	3,393,969	3,498,510	3,223,201	3,653,542
Vocational Instruction	344,768	404,661	401,449	399,059	256,282	307,970	289,528	343,739
Student Intervention Services	0	0	0	7,068	10,221	18,611	295,882	362,017
Pupil Support	1,032,824	1,119,257	1,160,088	1,486,340	1,315,904	1,269,746	1,085,787	1,386,740
Instructional Staff Support	1,095,832	1,349,741	1,437,682	1,537,961	1,635,083	1,741,938	1,744,564	1,929,428
Board of Education	116,184	101,298	120,421	102,567	116,190	100,408	114,815	87,678
Administration	1,489,063	1,596,823	1,817,458	1,877,535	1,841,002	1,869,748	1,890,289	1,907,707
Fiscal	695,109	697,172	717,844	743,760	909,318	852,201	661,973	717,860
Business	137,296	147,822	161,459	157,231	166,720	203,064	603,907	610,723
Operation and Maintenance of Plant	3,154,576	3,488,661	3,319,257	3,062,608	3,756,393	4,090,802	3,500,974	3,725,763
Pupil Transportation	1,483,104	1,719,696	1,719,827	1,898,101	1,722,528	2,158,755	1,654,666	1,919,536
Central	141,277	155,459	137,756	160,082	195,915	200,975	167,721	200,597
Operation of Food Services	919,570	775,953	786,109	794,515	834,670	929,162	843,310	869,551
Other Non-Instructional Services	483,935	86,389	2,284	1,834	13,077	4,810	22,370	300
Extracurricular Activities	422,720	440,005	459,851	455,234	500,172	455,568	461,995	526,387
Interest and Fiscal Charges	1,393,441	1,376,510	1,417,716	2,282,367	625,872	769,066	625,504	683,439
Total Expenses	27,439,170	30,112,306	30,567,936	32,169,309	31,471,894	33,497,902	31,780,064	34,577,909
Program Revenues								
Charges for Services								
Regular Instruction	69,568	60,693	66,599	96,889	2,269,227	2,287,936	2,399,190	2,815,158
Special Instruction	174,290	141,015	1,965,444	2,042,278	0	0	0	3,510
Pupil Support	0	0	0	0	57	749	7,996	8,846
Instructional Staff Support	0	0	0	6,178	8,059	499	395	902
Administration Support	0	0	0	2,058	4,001	5,427	0	2,120
Pupil Transportation	9,200	12,915	0	0	0	0	0	0
Central	0	0	0	0	0	0	1,678	1,330
Operation and Maintenance of Plant	0	290,035	0	0	0	335,176	0	0
Operation of Food Service	292,962	0	319,825	315,983	350,560	0	342,785	309,879
Extracurricular Activities	73,075	97,664	87,401	100,120	88,675	66,609	57,919	58,325
Operating Grants and Contributions								
Regular Instruction	143,241	199,718	2,308,489	960,597	215,458	1,165,862	1,438,977	1,425,892
Special Instruction	565,705	590,832	1,343,634	1,841,012	1,443,815	1,465,936	1,462,338	1,614,983
Vocational Instruction	0	0	0	38,639	38,995	50,204	59,979	55,179
Student Intervention Services	0	0	0	0	0	0	126,955	238,606
Pupil Support	0	0	119,363	575,623	53,537	158,187	108,089	119,433
Instructional Staff Support	63,892	57,579	8,722	405,881	57,415	668,021	538,356	508,912
Administration	99,830	0	190,181	67,209	50,428	15,834	31,135	84,423
Fiscal	0	65,647	0	2,958	0	0	0	0
Business	0	0	0	0	0	0	5,740	0
Operation and Maintenance of Plant	0	0	167,108	0	0	0	0	0
Pupil Transportation	0	0	629,950	629,863	670,745	653,958	669,750	703,910
Central	35,392	35,386	41,263	44,328	35,163	65,898	59,131	62,034
Operation of Food Service	287,411	348,626	381,511	426,992	446,030	441,861	513,761	491,403
Extracurricular Activities	4,160	1,702	393	12,940	16,094	3,121	1,299	925

(continued)

ATHENS CITY SCHOOL DISTRICT
Changes in Net Assets of Governmental Activities (continued)
Last Eight Fiscal Years
June 30, 2009

	2002	2003	2004	2005	2006	2007	2008	2009
Capital Grants and Contributions								
Regular Instruction	\$9,000	\$42,384	\$0	\$81,624	\$0	\$0	\$18,122	\$0
Vocational Instructin	0	44,408	0	0	0	0	0	0
Operation and Maintenance of Plant	0	0	0	21,281	0	0	0	0
Pupil Transportation	0	0	0	26,602	0	0	0	0
Extracurricular Activities					0	0	0	
Total Program Revenues	1,818,726	1,901,812	7,629,883	7,569,548	5,748,259	7,385,278	7,825,473	8,505,770
Net Expense	(25,620,444)	(28,210,494)	(22,938,053)	(24,599,761)	(25,723,635)	(26,112,624)	(23,954,591)	(26,072,139)
General Revenues								
Property Taxes Levied for:								
General Purposes	9,798,612	9,912,789	10,490,268	12,036,724	14,127,682	13,629,210	13,084,533	13,460,513
Debt Service	1,949,691	2,126,839	2,373,389	1,778,189	1,443,662	1,484,806	1,513,731	1,413,518
Capital Outlay	827,863	900,739	952,625	909,036	963,223	1,072,450	1,190,764	1,231,561
Income Taxes	0	0	0	0	0	186,249	3,298,754	2,983,038
Grants and Entitlements not								
Restricted to Specific Programs	10,606,940	10,136,396	8,292,211	7,619,010	8,775,371	7,731,693	7,738,957	8,418,895
Payments in Lieu of Taxes	0	0	19,629	153,841	123,188	554,421	148,701	441,147
Gain on Sale of Capital Assets	14,896	30,800	0	0	0	0	14,932	0
Tuition and Fees	1,460,118	1,602,753	0	0	0	0	0	0
Unrestricted Contributions	6,102	9,676	4,491	0	0	0	0	0
Investment Earnings	331,695	712,396	195,455	237,517	423,812	698,487	712,179	429,465
Miscellaneous	179,594	133,150	106,456	123,505	63,054	78,658	49,963	72,006
Total General Revenues	25,175,511	25,565,538	22,434,524	22,857,822	25,919,992	25,435,974	27,752,514	28,450,143
Extraordinary Item								
Stock Received from Demutualization	7,528,879	0	0	0	0	0	0	0
Change in Net Assets	\$7,083,946	(\$2,644,956)	(\$503,529)	(\$1,741,939)	\$196,357	(\$676,650)	\$3,797,923	\$2,378,004

Note: The extraordinary item during fiscal year 2002 is the result of the sale of Anthem Insurance Company stock. The Company converted from a mutual insurance company to a stock insurance company, and a policy holder the District was entitled to receive Anthem stock as compensation which was in turn sold for the revenue recorded by the District.

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ATHENS CITY SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Ten Fiscal Years
June 30, 2009

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Fund										
Reserved	\$799,129	\$872,361	\$872,806	\$746,596	\$741,014	\$723,265	\$548,472	\$564,388	\$359,471	\$1,015,225
Unreserved	1,230,842	1,851,436	2,061,070	1,450,522	2,145,784	1,414,789	1,811,035	1,971,605	4,887,743	6,068,060
<i>Total General Fund</i>	<u>2,029,971</u>	<u>2,723,797</u>	<u>2,933,876</u>	<u>2,197,118</u>	<u>2,886,798</u>	<u>2,138,054</u>	<u>2,359,507</u>	<u>2,535,993</u>	<u>5,247,214</u>	<u>7,083,285</u>
All Other Governmental Funds										
Reserved	1,833,622	3,888,332	986,290	426,708	639,481	310,220	202,777	444,678	361,965	338,594
Unreserved, Undesignated, Reported in:										
Special Revenue Funds	331,690	638,981	522,921	591,004	137,146	148,680	(32,868)	424,466	767,962	670,826
Debt Service Funds	1,638,676	1,567,837	2,049,083	2,638,685	3,561,264	3,268,766	1,869,720	2,224,541	2,617,761	2,821,755
Capital Projects Funds	13,919,617	2,077,519	2,921,291	3,207,265	3,172,261	3,519,659	3,335,944	2,470,164	2,683,703	3,064,166
<i>Total All Other Governmental Funds</i>	<u>17,723,605</u>	<u>8,172,669</u>	<u>6,479,585</u>	<u>6,863,662</u>	<u>7,510,152</u>	<u>7,247,325</u>	<u>5,375,573</u>	<u>5,563,849</u>	<u>6,431,391</u>	<u>6,895,341</u>
<i>Total Governmental Funds</i>	<u>\$19,753,576</u>	<u>\$10,896,466</u>	<u>\$9,413,461</u>	<u>\$9,060,780</u>	<u>\$10,396,950</u>	<u>\$9,385,379</u>	<u>\$7,735,080</u>	<u>\$8,099,842</u>	<u>\$11,678,605</u>	<u>\$13,978,626</u>

ATHENS CITY SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
June 30, 2009

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Revenues										
Property Taxes	\$11,477,352	\$12,284,150	\$12,568,005	\$12,844,780	\$13,743,291	\$14,575,215	\$16,407,865	\$16,390,961	\$15,864,471	\$15,914,806
Income Taxes	0	0	0	0	0	0	0	186,249	3,298,754	2,983,038
Intergovernmental	9,996,725	11,800,676	12,305,056	11,400,721	13,104,365	12,510,583	11,823,440	12,845,511	12,811,242	13,710,944
Interest	868,367	1,415,796	331,695	397,426	184,687	201,111	364,738	623,972	638,554	421,340
Tuition and Fees	873,132	1,037,603	1,701,216	1,816,751	2,032,043	2,120,912	2,252,515	2,267,998	2,386,287	2,804,408
Extracurricular Activities	129,924	121,089	113,665	123,742	116,288	126,611	117,504	93,222	80,891	85,783
Contributions and Donations	17,189	15,240	30,262	21,378	22,784	42,051	36,711	20,687	20,716	13,651
Charges for Services	0	0	292,962	290,035	319,825	315,983	350,560	335,176	342,785	309,879
Rentals	7,585	3,588	11,105	11,590	12,888	8,914	6,572	11,259	5,277	3,621
Payments in Lieu of Taxes	0	0	0	0	19,629	153,841	123,188	554,421	148,701	441,147
Miscellaneous	161,581	147,810	139,859	106,221	64,682	114,591	56,482	67,399	44,686	68,385
<i>Total Revenues</i>	<i>23,531,855</i>	<i>26,825,952</i>	<i>27,493,825</i>	<i>27,012,644</i>	<i>29,620,482</i>	<i>30,169,812</i>	<i>31,539,575</i>	<i>33,396,855</i>	<i>35,642,364</i>	<i>36,757,002</i>
Expenditures										
Current:										
Instruction:										
Regular	8,614,364	9,806,160	10,651,944	10,769,274	11,218,814	12,700,867	13,212,771	13,821,226	13,723,111	14,707,142
Special	2,621,727	3,230,941	2,953,117	3,048,914	3,042,025	3,536,609	3,415,176	3,451,568	3,227,160	3,576,204
Vocational	313,166	358,621	343,891	381,196	367,322	381,780	274,446	326,679	286,608	338,655
Student Intervention Services	13,103	1,702	0	0	0	7,068	10,221	18,703	294,880	360,581
Support Services:										
Pupil	885,572	1,027,245	1,032,612	1,058,231	1,071,610	1,454,743	1,328,110	1,286,663	1,130,303	1,371,168
Instructional Staff	626,901	861,034	1,000,600	1,147,170	1,313,184	1,541,978	1,621,563	1,718,141	1,735,769	1,941,359
Board of Education	51,116	97,760	116,622	100,901	120,422	101,844	115,304	100,604	113,614	86,729
Administration	1,318,456	1,502,434	1,497,980	1,446,894	1,672,606	1,797,209	1,851,320	1,910,091	1,792,023	1,934,602
Fiscal	560,218	616,589	657,001	640,797	687,824	755,936	872,955	882,676	647,462	744,147
Business	105,617	110,840	138,004	142,610	148,554	163,604	168,877	177,577	610,659	617,299
Operation and Maintenance of Plant	2,273,582	2,402,812	2,645,547	2,654,639	2,943,676	3,209,712	3,755,493	4,086,165	3,634,522	3,754,365
Pupil Transportation	1,281,289	1,253,025	1,363,065	1,385,216	1,397,670	1,826,419	1,869,536	1,997,719	1,820,564	1,816,360
Central	127,912	130,865	127,306	149,992	130,060	163,914	196,460	205,314	166,590	198,932
Operation of Non-Instructional Services	0	0	892,808	799,724	752,722	804,615	836,516	911,829	863,253	878,266
Extracurricular Activities	342,570	326,935	382,501	388,006	407,551	425,927	463,628	432,825	414,808	487,819
Capital Outlay	2,574,029	11,923,859	5,074,462	1,833,136	1,032,287	16,873	182,330	432,596	342,858	373,663
Debt Service:										
Principal Retirement	545,000	820,000	455,460	447,947	2,979,118	987,448	2,285,000	565,000	595,000	620,000
Interest and Fiscal Charges	549,155	1,198,863	1,395,507	1,382,244	1,420,490	2,368,324	730,168	706,717	681,337	649,690
Issuance Costs	0	0	0	0	0	153,987	0	0	0	0
<i>Total Expenditures</i>	<i>22,803,777</i>	<i>35,669,685</i>	<i>30,728,427</i>	<i>27,776,891</i>	<i>30,705,935</i>	<i>32,398,857</i>	<i>33,189,874</i>	<i>33,032,093</i>	<i>32,080,521</i>	<i>34,456,981</i>

ATHENS CITY SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
June 30, 2009

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<i>Excess of Revenues Over (Under) Expenditures</i>	\$728,078	(\$8,843,733)	(\$3,234,602)	(\$764,247)	(\$1,085,453)	(\$2,229,045)	(\$1,650,299)	\$364,762	\$3,561,843	\$2,300,021
Other Financing Sources (Uses)										
Sale of Capital Assets	0	9,749	14,896	35,122	0	0	0	0	1,875	0
Proceeds from Sale of Bonds	16,400,000	0	0	0	0	0	0	0	0	0
Insurance Recoveries	0	0	0	0	0	0	0	0	15,045	0
Refunding Bonds Issued	0	0	0	0	0	9,305,000	0	0	0	0
Proceeds of Refunding Bonds	0	0	0	0	2,335,000	0	0	0	0	0
Payment to Refund Bond Escrow Agent	0	0	0	0	0	(9,305,000)	0	0	0	0
Premium on Debt Issuance	0	0	0	0	0	1,217,474	0	0	0	0
Premium on Bonds Issued	0	0	0	0	86,623	0	0	0	0	0
Transfers In	0	490,541	201,000	243,754	0	24,643	84,137	0	455,562	348,740
Transfers Out	(125,000)	(637,541)	(201,000)	(243,754)	0	(24,643)	(84,137)	0	(455,562)	(348,740)
<i>Total Other Financing Sources (Uses)</i>	16,275,000	(137,251)	14,896	35,122	2,421,623	1,217,474	0	0	16,920	0
Extraordinary Item:										
Stock Received from Demutualization	0	0	1,882,220	0	0	0	0	0	0	0
<i>Net Change in Fund Balances</i>	\$17,003,078	(\$8,980,984)	(\$1,337,486)	(\$729,125)	\$1,336,170	(\$1,011,571)	(\$1,650,299)	\$364,762	\$3,578,763	\$2,300,021
Ratio of Debt Service as a Percentage of Noncapital Expenditures	5.41%	8.50%	7.22%	7.05%	14.83%	10.84%	9.13%	3.90%	4.11%	3.75%

ATHENS CITY SCHOOL DISTRICT
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Collection Year	Real Property			Tangible Personal Property				Total			Weighted Average Tax Rate
	Assessed Value		Estimated Actual Value	Public Utility		General Business		Assessed Value	Estimated Actual Value	Ratio	
	Residential/Agricultural	Commercial/Industrial/PU		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value				
2000	\$197,290,880	\$88,446,750	\$816,393,229	\$26,617,680	\$30,247,364	\$22,056,469	\$106,470,720	\$334,411,779	\$953,111,312	35.09%	31.91
2001	202,022,610	89,144,900	831,907,171	26,776,310	30,427,625	23,500,232	107,105,240	341,444,052	969,440,036	35.22%	31.19
2002	206,187,250	89,452,380	844,684,657	22,391,140	25,444,477	23,319,149	89,564,560	341,349,919	959,693,694	35.57%	30.82
2003	254,203,450	103,097,810	1,020,860,743	22,930,390	26,057,261	23,566,052	91,721,560	403,797,702	1,138,639,564	35.46%	30.24
2004	255,866,250	106,636,680	1,035,722,657	23,265,910	26,438,534	24,843,744	93,063,640	410,612,584	1,155,224,831	35.54%	27.67
2005	258,942,540	104,487,470	1,038,371,457	24,169,380	27,465,205	25,073,212	96,677,520	412,672,602	1,162,514,182	35.50%	27.71
2006	282,989,230	116,333,170	1,140,921,143	26,766,620	30,416,614	25,034,896	107,066,480	451,123,916	1,278,404,237	35.29%	35.44
2007	287,026,650	113,156,060	1,143,379,171	25,945,580	29,483,614	17,890,464	103,782,320	444,018,754	1,276,645,105	34.78%	33.30
2008	292,080,470	116,740,030	1,168,058,571	20,940,180	23,795,659	15,874,254	83,760,720	445,634,934	1,275,614,950	34.93%	30.59
2009	332,564,370	147,529,940	1,371,698,029	21,489,860	24,420,295	8,623,220	85,959,440	510,207,390	1,482,077,764	34.43%	26.56

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax is being phased out beginning in 2006. The listing percentage is 18.75 percent for tax year 2006, 12.5 percent for tax year 2007, 6.25 percent for tax year 2008 and zero for tax year 2009.

The Weighted Average Tax Rate represents operational levies only.

Source: Ohio Department of Taxation

ATHENS CITY SCHOOL DISTRICT

Property Tax Rates

(per \$1,000 of assessed value)

Last Ten Years

Athens Township (A01)

Collection Year	Athens City School District	Athens County	Tri-County Joint Career Center	Athens Township	Total Full Rate	Total Residential/ Agriculture Effective Rate	Total Commercial/ Industrial Effective Rate
2000	64.60	18.55	3.30	8.20	94.65	55.755979	61.208002
2001	64.60	18.55	3.30	8.20	94.65	56.710329	62.119860
2002	64.60	18.55	3.30	8.20	94.65	58.173659	63.584096
2003	64.60	18.80	3.30	8.20	94.90	53.861848	61.423461
2004	64.60	18.80	3.30	8.20	94.90	53.903483	61.317746
2005	69.78	18.80	3.30	6.70	98.58	59.412205	66.927683
2006	69.49	20.30	3.30	6.70	99.79	59.300197	66.459368
2007	69.52	20.30	3.30	6.70	99.82	59.925045	68.110019
2008	63.76	20.30	3.30	6.70	94.06	59.042369	63.206268
2009	61.72	20.30	3.30	6.70	92.02	55.188860	55.458365

Athens Township - City of Athens (A02)

Collection Year	Athens City School District	Athens County	Tri-County Joint Career Center	City of Athens	Athens Township	Total Full Rate	Total Residential/ Agriculture Effective Rate	Total Commercial/ Industrial Effective Rate
2000	64.60	18.55	3.30	2.60	0.30	89.35	53.255867	58.542443
2001	64.60	18.55	3.30	2.60	0.30	89.35	54.213092	59.454460
2002	64.60	18.55	3.30	2.60	0.30	89.35	55.679583	60.921219
2003	64.60	18.80	3.30	2.60	0.30	89.60	50.691695	57.778373
2004	64.60	18.80	3.30	2.60	0.30	89.60	50.728681	57.692136
2005	69.78	18.80	3.30	2.60	0.30	94.78	55.820893	63.224987
2006	69.49	20.30	3.30	2.60	0.30	95.99	55.975578	62.956533
2007	69.52	20.30	3.30	2.60	0.30	96.02	56.618703	64.566010
2008	63.76	20.30	3.30	2.60	0.03	89.99	55.737092	59.662899
2009	61.72	20.30	3.30	2.60	0.03	87.95	52.172203	52.194144

Note: The Athens City School District consists of eight taxing districts:

- A01 Athens Township
- A02 Athens Township - City of Athens
- A04 Athens Township - The Plains Fire District
- E02 Canaan Township
- E03 Canaan Township - City of Athens
- G01 Dover Township
- G02 Dover Township - Village of Chauncey
- N02 Waterloo Township

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

ATHENS CITY SCHOOL DISTRICT

*Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years*

Athens Township - The Plains Fire District (A04)

Collection Year	Athens City School District	Athens County	Tri-County Joint Career Center	The Plains Fire District	Athens Township	Total Full Rate	Total Residential/ Agriculture Effective Rate	Total Commercial/ Industrial Effective Rate
2000	64.60	18.55	3.30	4.00	8.20	98.65	59.956295	65.887433
2001	64.60	18.55	3.30	4.00	8.20	98.65	60.888887	66.798762
2002	64.60	18.55	3.30	4.00	8.20	98.65	62.347988	68.247927
2003	64.60	18.80	3.30	4.00	8.20	98.90	56.877365	64.994188
2004	64.60	18.80	3.30	4.00	8.20	98.90	56.924643	64.885480
2005	69.78	18.80	3.30	3.50	6.70	102.08	62.036397	70.044686
2006	69.49	20.30	3.30	3.50	6.70	103.29	61.768504	69.346896
2007	69.52	20.30	3.30	3.50	6.70	103.32	62.578241	71.384284
2008	63.76	20.30	3.30	3.50	6.70	97.56	61.696082	66.481027
2009	61.72	20.30	3.30	3.50	6.70	95.52	57.673188	58.592013

Canaan Township (E02)

Collection Year	Athens City School District	Athens County	Tri-County Joint Career Center	Canaan Township	Total Full Rate	Total Residential/ Agriculture Effective Rate	Total Commercial/ Industrial Effective Rate
2000	64.60	18.55	3.30	6.60	93.05	56.115695	61.676778
2001	64.60	18.55	3.30	6.60	93.05	57.067981	62.693727
2002	64.60	18.55	3.30	6.60	93.05	59.305377	64.594136
2003	64.60	18.80	3.30	6.60	93.30	53.877320	61.329580
2004	64.60	18.80	3.30	6.60	93.30	53.923556	61.169246
2005	69.78	18.80	3.30	7.60	99.48	60.012848	67.924987
2006	69.49	20.30	3.30	7.60	100.69	59.834813	66.981209
2007	69.52	20.30	3.30	7.60	100.72	61.052371	69.266010
2008	63.76	20.30	3.30	7.60	94.96	60.359554	64.359217
2009	61.72	20.30	3.30	7.60	92.92	56.242214	55.356666

Note: The Athens City School District consists of eight taxing districts:

- A01 Athens Township
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- A04 Athens Township - The Plains Fire District
- E02 Canaan Township
- E03 Canaan Township - City of Athens
- G01 Dover Township
- G02 Dover Township - Village of Chauncey
- N02 Waterloo Township

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

ATHENS CITY SCHOOL DISTRICT

*Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years*

Canaan Township - City of Athens (E03)

Collection Year	Athens City School District	Athens County	Tri-County Joint Career Center	City of Athens	Canaan Township	Total Full Rate	Total Residential/ Agriculture Effective Rate	Total Commercial/ Industrial Effective Rate
2000	64.60	18.55	3.30	2.40	4.70	93.55	56.615695	62.176778
2001	64.60	18.55	3.30	2.40	4.70	93.55	57.567981	63.193727
2002	64.60	18.55	3.30	2.40	4.70	93.55	59.805715	65.094136
2003	64.60	18.80	3.30	2.40	4.70	93.80	54.377320	61.829580
2004	64.60	18.80	3.30	2.40	4.70	93.80	54.423556	61.669246
2005	69.78	18.80	3.30	2.40	5.70	99.98	60.512848	68.429870
2006	69.49	20.30	3.30	2.40	5.70	101.19	60.334813	67.481209
2007	69.52	20.30	3.30	2.40	5.70	101.22	61.552371	69.766010
2008	63.76	20.30	3.30	2.40	5.70	95.46	60.859554	64.859217
2009	61.72	20.30	3.30	2.40	5.70	93.42	56.742214	55.856666

Dover Township (G01)

Collection Year	Athens City School District	Athens County	Tri-County Joint Career Center	Dover Township	Total Full Rate	Total Residential/ Agriculture Effective Rate	Total Commercial/ Industrial Effective Rate
2000	64.60	18.55	3.30	8.70	95.15	57.722326	63.406713
2001	64.60	18.55	3.30	8.70	95.15	59.728240	65.070822
2002	64.60	18.55	3.30	8.70	95.15	61.175868	66.538118
2003	64.60	18.80	3.30	11.20	97.90	57.607682	65.217816
2004	64.60	18.80	3.30	11.20	97.90	57.929292	65.347525
2005	69.78	18.80	3.30	11.20	103.08	63.024514	73.114369
2006	69.49	20.30	3.30	11.20	104.29	62.618758	69.999672
2007	69.52	20.30	3.30	8.70	101.82	61.330527	69.520334
2008	63.76	20.30	3.30	8.70	96.06	60.447246	64.617237
2009	61.72	20.30	3.30	8.70	94.02	56.496130	57.005898

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- E03 Canaan Township - City of Athens
- G01 Dover Township
- G02 Dover Township - Village of Chauncey
- N02 Waterloo Township

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

ATHENS CITY SCHOOL DISTRICT

*Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years*

Dover Township - Village of Chauncey (G02)

Collection Year	Athens City School District	Athens County	Tri-County Joint Career Center	Village of Chauncey	Dover Township	Total Full Rate	Total Residential/ Agriculture Effective Rate	Total Commercial/ Industrial Effective Rate
2000	64.60	18.55	3.30	7.90	3.30	97.65	59.919503	65.574419
2001	64.60	18.55	3.30	7.90	3.30	97.65	62.354574	67.656663
2002	64.60	18.55	3.30	7.90	3.30	97.65	63.813636	69.132517
2003	64.60	18.80	3.30	7.90	5.80	100.40	59.382383	67.451832
2004	64.60	18.80	3.30	7.90	5.80	100.40	59.817088	67.581528
2005	69.78	18.80	3.30	7.90	5.80	105.58	64.916072	73.114369
2006	69.49	20.30	3.30	2.90	5.80	101.79	60.859320	68.058353
2007	69.52	20.30	3.30	7.90	3.30	104.32	64.567213	72.579015
2008	63.76	20.30	3.30	7.90	3.30	98.56	63.684866	67.675909
2009	61.72	20.30	3.30	7.90	3.30	96.52	59.578636	60.149544

Waterloo Township (N02)

Collection Year	Athens City School District	Athens County	Tri-County Joint Career Center	Waterloo Township	Total Full Rate	Total Residential/ Agriculture Effective Rate	Total Commercial/ Industrial Effective Rate
2000	64.60	18.55	3.30	9.90	96.35	58.978506	64.117153
2001	64.60	18.55	3.30	9.90	96.35	60.165682	65.327257
2002	64.60	18.55	3.30	9.90	96.35	61.579783	66.794016
2003	64.60	18.80	3.30	9.90	96.60	55.708064	63.386606
2004	64.60	18.80	3.30	9.90	96.60	55.744979	63.300369
2005	69.78	18.80	3.30	9.90	101.78	60.842498	68.854259
2006	69.49	20.30	3.30	9.90	102.99	60.408076	68.133558
2007	69.52	20.30	3.30	9.90	103.02	61.054314	69.743035
2008	63.76	20.30	3.30	9.90	97.26	60.496486	65.031093
2009	61.72	20.30	3.30	9.90	95.22	56.288589	57.027685

Note: The Athens City School District consists of eight taxing districts:

- A01 Athens Township
- A02 Athens Township - City of Athens
- A04 Athens Township - The Plains Fire District
- E02 Canaan Township
- E03 Canaan Township - City of Athens
- G01 Dover Township
- G02 Dover Township - Village of Chauncey
- N02 Waterloo Township

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

ATHENS CITY SCHOOL DISTRICT
Property Tax Levies and Collections (1)
Last Ten Years

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Tax Levy
1999	\$11,028,914	\$10,641,196	96.48%	\$421,432	\$11,062,678	100.31%	\$565,254	5.13%
2000	12,690,846	12,315,346	97.04%	420,680	12,736,026	100.36%	571,684	4.50%
2001	13,089,931	12,297,066	93.94%	166,803	12,463,869	95.22%	609,497	4.66%
2002	13,654,139	11,713,239	85.79%	415,260	12,128,499	88.83%	718,292	5.26%
2003	15,102,050	14,583,677	96.57%	522,417	15,106,094	100.03%	822,474	5.45%
2004	15,381,743	13,285,612	86.37%	205,609	13,491,221	87.71%	747,497	4.86%
2005	15,485,990	14,943,670	96.50%	367,375	15,311,045	98.87%	922,442	5.96%
2006	16,254,562	15,427,198	94.91%	478,391	15,905,589	97.85%	1,271,415	7.82%
2007	16,974,868	16,536,257	97.42%	692,636	17,228,893	101.50%	974,960	5.74%
2008	16,952,774	16,222,007	95.69%	779,906	17,001,913	100.29%	472,470	2.79%

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (2) The 2009 information cannot be presented because all collections have not been made by June 30, 2009
- (3) The County does not identify delinquent tax collections by tax year.

ATHENS CITY SCHOOL DISTRICT

Principal Taxpayers

Real Estate Tax

Current Year and Nine Years Ago

Name of Taxpayer	Type of Business	Collection Year 2009 (1)	
		Assessed Value	Percent of Real Property Assessed Value
Ohio University	Retail Sales	\$12,380,230	2.58%
AAC Athens LLC	Apartments	7,413,890	1.54%
Southeast Ohio Management Company	Retail Sales	5,110,840	1.06%
Sheltering Arms Hospital	Hospital	3,288,670	0.69%
McCoady Properties Ltd.	Various	2,341,470	0.49%
Inn-Ohio of Athens, Inc.	Motel	2,235,170	0.47%
City of Athens	Various	2,150,930	0.45%
TS Tech North America Inc.	Manufacturing	1,804,370	0.38%
Diversified Properties of Athens	Apartments	1,704,330	0.35%
36 South Court Investors LLC	Apartments	1,680,120	0.35%
Total		\$40,110,020	8.35%
Total Assessed Valuation		\$480,094,310	

Name of Taxpayer	Type of Business	Collection Year 2000 (1)	
		Assessed Value	Percent of Real Property Assessed Value
Ohio University	Retail Sales	\$5,845,170	2.05%
University Mall Associates	Retail Sales	4,444,910	1.56%
AAC Athens LLC	Apartments	3,779,450	1.32%
Inn-Ohio of Athens, Inc.	Motel	1,812,330	0.63%
City of Athens	Various	1,575,760	0.55%
Bromley Athens LLC Ltd	Apartments	1,418,570	0.50%
Southeast Development Co. 2	Apartments	1,286,810	0.45%
Hickory Creek of Athens, Inc.	Nursing Home	1,261,790	0.44%
Diversified Properties	Grocery Store	1,132,260	0.40%
TS Trim Industries Inc.	Automotive Parts Mfg.	992,100	0.35%
Total		\$23,549,150	8.24%
Total Assessed Valuation		\$285,737,630	

(1) The amounts presented represent the assessed values upon which 2009 and 2000 collections were based.

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

ATHENS CITY SCHOOL DISTRICT

Principal Taxpayers

Tangible Personal Property Tax

Current Year and Nine Years Ago

Name of Taxpayer	Type of Business	Collection Year 2009 (1) (2)	
		Assessed Value	Percent of Tangible Personal Property Assessed Value
Verizon North, Inc.	Communications	\$813,150	9.43%
New Par	Communications	179,500	2.08%
Alltel Communications of Ohio	Communications	201,480	2.34%
New Cingular Wireless PCS LLC	Communications	124,040	1.44%
T Mobile Central LLC	Communications	74,690	0.87%
Ohio Telephone & Telegraph	Communications	68,780	0.80%
Horizon Personal Comm. LLC	Communications	27,140	0.31%
Zayo Bandwidth Central LLC	Communications	13,600	0.16%
Sprint Nextel Corp.	Communications	10,570	0.12%
TWC Digital Phone LLC	Communications	10,120	0.12%
Total		\$1,523,070	17.66%
Total Assessed Valuation		\$8,623,220	

Name of Taxpayer	Type of Business	Collection Year 2000 (1) (2)	
		Assessed Value	Percent of Tangible Personal Property Assessed Value
TS Trim Industries Inc.	Automotive Parts Mfg.	\$1,981,410	8.98%
Don Wood Fors-Lincoln-Mercury Inc.	Automobiles Sales & Service	1,360,120	6.17%
Athens Mold & Machine Inc.	Machine Shop	570,030	2.58%
K Mart Corp.	Retail	562,380	2.55%
Taylor Motors	Automobiles Sales & Service	452,820	2.05%
Ames Merchandising Inc.	Retail	436,830	1.98%
Kroger Company	Grocery	411,790	1.87%
J C Penny Company Inc.	Retail	383,330	1.74%
Elder Beerman Stores Corp.	Retail	374,330	1.70%
On Call Medical Associates	Medical	345,512	1.57%
Total		\$6,878,552	31.19%
Total Assessed Valuation		\$22,056,469	

(1) The amounts presented represent the assessed values upon which 2009 and 2000 collections were based.

(2) Prior to Collection Year 2009 Business Tangible Personal Property was taxed locally. All that remains in this tax category is Telephone and Communication Personal Property

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

ATHENS CITY SCHOOL DISTRICT

Principal Taxpayers

Public Utilities Tax

Current Year and Nine Years Ago

Name of Taxpayer	Type of Business	Collection Year 2009 (1)	
		Assessed Value	Percent of Public Utility Personal Property Assessed Value
Columbus Southern Power	Electricity	\$14,441,270	67.20%
Tennessee Gas Pipeline Co.	Natural Gas	2,485,150	11.56%
Texas Eastern Transmission	Natural Gas	1,336,430	6.22%
Columbia Gas of Ohio Inc.	Natural Gas	1,050,340	4.89%
Columbia Gas Transmission	Natural Gas	1,767,910	8.23%
Norfolk Southern	Transportations	200,420	0.93%
Ohio Power Co.	Electricity	176,270	0.82%
Buckeye Rural Electric	Electricity	30,460	0.14%
Southeastern Natural Gas Co.	Natural Gas	1,370	0.01%
Buckeye Power Inc.	Electricity	240	0.00%
Total		<u>\$21,489,860</u>	<u>100.00%</u>
Total Assessed Valuation		<u>\$21,489,860</u>	

Name of Taxpayer	Type of Business	Collection Year 2000 (1)	
		Assessed Value	Percent of Public Utility Personal Property Assessed Value
Columbus Southern Power	Electricity	\$13,178,670	49.51%
GTE North Inc.	Communications	5,833,320	21.92%
Columbia Gas of Ohio Inc.	Natural Gas	3,017,180	11.34%
Texas Eastern Transmission	Natural Gas	1,093,390	4.11%
Tennessee Gas Pipeline Co.	Natural Gas	866,570	3.26%
Ohio Telephone & Telegraph	Communications	792,050	2.98%
Consolidated Rail Corp.	Transportation	704,880	2.65%
Columbia Gas Transmission	Natural Gas	403,180	1.51%
Orange County Cellular	Communications	145,330	0.55%
Ohio Power Company	Electricity	131,250	0.49%
Total		<u>\$26,165,820</u>	<u>98.32%</u>
Total Assessed Valuation		<u>\$26,617,680</u>	

(1) The amounts presented represent the assessed values upon which 2009 and 2000 collections were based

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

ATHENS CITY SCHOOL DISTRICT
Ratio of Debt
to Assessed Value and Debt per Capita
Last Ten Fiscal Years

Fiscal Year	Population (1)	Assessed Value of Taxable Property (2)	General Bonded Debt			General Debt				
			General Bonded Debt Outstanding	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita	General Bonded Debt Outstanding	HB 264 Debt	Total Debt	Ratio of General Debt to Estimated Actual Value	General Debt Per Capita
2000	32,721	\$334,411,779	\$19,319,973	5.78%	\$590.45	\$19,319,973	\$175,000	\$19,494,973	5.83%	\$595.79
2001	32,596	341,444,052	18,684,973	5.47%	573.23	18,684,973	185,000	18,869,973	5.53%	578.90
2002	32,596	341,349,919	18,424,513	5.40%	565.24	18,424,513	195,000	18,619,513	5.45%	571.22
2003	33,790	403,797,702	18,176,566	4.50%	537.93	18,176,566	200,000	18,376,566	4.55%	543.85
2004	33,790	410,612,584	17,747,449	4.32%	525.23	17,747,449	215,000	17,962,449	4.37%	531.59
2005	33,790	412,672,602	16,620,000	4.03%	491.86	16,620,000	0	16,620,000	4.03%	491.86
2006	33,790	451,123,916	14,335,000	3.18%	424.24	14,335,000	0	14,335,000	3.18%	424.24
2007	33,790	444,018,754	13,910,000	3.13%	411.66	13,910,000	0	13,910,000	3.13%	411.66
2008	33,790	445,634,934	13,315,000	2.99%	394.05	13,315,000	0	13,315,000	2.99%	394.05
2009	33,790	510,207,390	12,695,000	2.49%	375.70	12,695,000	0	12,695,000	2.49%	375.70

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Sources: (1) U.S. Bureau of Census, Census of Population
2000 Federal Census

(2) Ohio Department of Taxation - Collection Year

ATHENS CITY SCHOOL DISTRICT
Ratio of Annual Debt Service Expenditures for
General Obligation Bonded Debt To Total General Fund Expenditures
Last Ten Fiscal Years

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures	Ratio Debt Service to General Fund Expenditures (Percentage)
2000	\$370,000	\$153,582	\$523,582	\$17,422,381	3.01%
2001	635,000	1,099,065	1,734,065	19,179,237	9.04%
2002	260,460	1,370,137	1,630,597	20,314,792	8.03%
2003	247,947	1,366,651	1,614,598	20,831,388	7.75%
2004	409,118	1,363,380	1,772,498	21,451,979	8.26%
2005	1,272,552	1,019,733	2,292,285	23,740,736	9.66%
2006	2,285,000	730,168	3,015,168	24,670,213	12.22%
2007	565,000	706,717	1,271,717	25,630,290	4.96%
2008	595,000	681,337	1,276,337	25,200,403	5.06%
2009	620,000	649,690	1,269,690	27,202,891	4.67%

Source: School District Fund Financial Statements

ATHENS CITY SCHOOL DISTRICT
*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
June 30, 2009*

Jurisdiction	Net General Obligation Bonded Debt Outstanding (1)	Percentage Applicable To School District	Amount Applicable To School District
<u>Direct Debt:</u>			
Athens City School District	\$12,695,000	100.0%	\$12,695,000
<u>Overlapping Debt:</u>			
Athens County	1,275,000	54.8% (2)	\$698,700
City of Athens	5,185,000	98.0% (3)	5,081,300
Total Direct and Overlapping Debt			<u>\$18,475,000</u>

Source: Ohio Municipal Advisory Council

- (1) Includes all general obligation bonded debt, not general obligation notes.
- (2) Percentage of County's valuation within the School District compared to the total valuation of the County.
- (3) Percentage of City's valuation within the School District compared to the total valuation of the City.

ATHENS CITY SCHOOL DISTRICT
Computation of Legal Debt Margin
Last Ten Fiscal Years

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Tax Valuation	\$334,411,779	\$341,444,052	\$341,349,919	\$403,797,702	\$410,612,584	\$412,672,602	\$451,123,916	\$444,018,754	\$445,634,934	\$510,207,390
Debt Limit - 9% of Taxable Valuation (1)	\$30,097,060	\$30,729,965	\$30,721,493	\$36,341,793	\$36,955,133	\$37,140,534	\$40,601,152	\$39,961,688	\$40,107,144	\$45,918,665
Amount of Debt Applicable to Debt Limit										
General Obligation Bonds	19,319,973	18,684,973	18,424,513	18,176,566	17,747,449	16,620,000	14,335,000	13,910,000	13,315,000	12,695,000
Less Amount Available in Debt Service	(1,707,620)	(1,654,485)	(2,152,841)	(2,638,685)	(3,561,263)	(3,268,767)	(1,869,721)	(2,224,541)	(2,617,762)	(2,821,755)
Amount of Debt Subject to Limit	17,612,353	17,030,488	16,271,672	15,537,881	14,186,186	13,351,233	12,465,279	11,685,459	10,697,238	9,873,245
Legal Debt Margin	\$12,484,707	\$13,699,477	\$14,449,821	\$20,803,912	\$22,768,947	\$23,789,301	\$28,135,873	\$28,276,229	\$29,409,906	\$36,045,420
Legal Debt Margin as a Percentage of the Debt Limit	41.48%	44.58%	47.03%	57.25%	61.61%	64.05%	69.30%	70.76%	73.33%	78.50%
Unvoted Debt Limit - .10% of Taxable Valuation (1)	\$334,412	\$341,444	\$341,350	\$403,798	\$410,613	\$412,673	\$451,124	\$444,019	\$445,635	\$510,207
Amount of Debt Subject to Limit	0	0	0	0	0	0	0	0	0	0
Unvoted Legal Debt Margin	\$334,412	\$341,444	\$341,350	\$403,798	\$410,613	\$412,673	\$451,124	\$444,019	\$445,635	\$510,207
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Source: Ohio Department of Taxation and School District Financial Records

(1) Ohio Bond Law sets a limit of 9% for overall debt and 1/10 of 1% for unvoted debt.

Note: The amount of debt presented as subject to the limit should be the balances used to compute the margin as specified by statute, i.e. the gross balances, not amounts that are net of premiums or discounts. On deep discount or capital appreciation bonds, this would be the original issue amount.

Note: The definition of tax valuation for the purpose of calculating the debt margin was modified by H.B. 530, effective 3/30/06, to exclude tangible personal property used in business, telephone or telegraph property, interchange telecommunications company property, or personal property owned or leased by a railroad company and used in railroad operations.

ATHENS CITY SCHOOL DISTRICT

Demographic and Economic Statistics

Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>Unemployment Rate (2)</u>	<u>Personal Income (3)</u>	<u>Per Capital Personal Income</u>
2000	32,596	5.30%	\$384,268,026	\$11,789
2001	32,596	4.80%	385,379,159	11,823
2002	32,596	5.80%	403,778,171	12,387
2003	33,790	6.10%	383,046,787	11,336
2004	33,790	6.30%	400,624,424	11,856
2005	33,790	6.00%	422,654,278	12,508
2006	33,790	6.40%	441,950,195	13,079
2007	33,790	6.70%	467,983,086	13,850
2008	33,790	6.80%	N/A	N/A
2009	33,790	8.90%	N/A	N/A

Sources:

(1) Ohio Municipal Advisory Council

(2) U.S. Department of Labor. Data is for Athens County.
Statistic is not available by school district.

(3) Ohio Department of Taxation

Note:

The 2008 and 2009 Personal Income information was not available

ATHENS CITY SCHOOL DISTRICT

Principal Employers

Current Year and Nine Years Ago

Employer	Nature of Business	2009			2000		
		Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment
Ohio University	Education	4,023	1	13.64%	Data Not Available		
Athens County Government	Government	611	2	2.07%			
O'Bleness Memorial Hospital	Health Care	470	4	1.59%			
Wal-Mart	Retail	428	5	1.45%			
Athens City School District	Education	420	5	1.42%			
Athens City Government	Government	255	6	0.86%			
Health Recovery Services	Health Care	175	7	0.59%			
Diagnostic Hybrids, Inc.	Manufacturing	160	8	0.54%			
Athens Messenger	Newspaper	115	9	0.39%			
Kroger Company	Retail	102	10	0.35%			
Total		<u>6,759</u>		<u>22.91%</u>	<u> </u>		<u> </u>
Total Employment within the School District		<u>29,500</u>			<u> </u>		

Source: Athens Area Chamber of Commerce

ATHENS CITY SCHOOL DISTRICT

Personal Income

Last Ten Years

<u>Calendar Year (1)</u>	<u>Number of Income Tax Returns</u>	<u>Number of Personal Exemptions</u>	<u>Total Federal Adjusted Gross Income</u>	<u>Average Federal Adjusted Gross Income</u>	<u>Rank Among Ohio Schools (2)</u>
1998	9,408	17,286	\$346,564,759	\$36,837	237
1999	9,585	17,414	361,112,962	37,675	248
2000	9,883	17,816	384,268,026	38,882	246
2001	10,103	18,025	385,379,159	38,145	268
2002	10,195	18,355	403,778,171	39,606	227
2003	9,987	17,924	383,046,787	38,355	283
2004	10,021	17,876	400,624,424	39,978	294
2005	9,991	17,872	422,654,278	42,304	267
2006	9,990	17,703	441,950,195	44,239	267
2007	10,214	17,931	467,983,086	45,818	273

Source: Ohio Department of Taxation

(1) The 2008 Income Tax information was not available.

(2) 614 Total Ohio Public K-12 School Districts

ATHENS CITY SCHOOL DISTRICT
School District Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Teaching Staff:										
Elementary (K-6) Classroom Teachers	115.60	112.10	108.80	108.80	107.80	94.00	92.00	92.00	94.20	94.20
Secondary (7-12) Classroom Teachers	81.20	81.20	81.50	82.50	81.50	80.50	79.50	79.50	75.50	76.50
Special /Vocational Education Teachers	34.00	35.50	39.00	39.00	40.00	51.90	51.90	52.10	47.20	47.20
Pupil Support Services:										
Secretarial/Office Support Staff	21.50	22.50	22.50	22.50	21.50	21.00	21.00	21.00	21.50	21.50
Guidance/Counselors	5.00	5.00	5.00	5.00	5.00	5.00	5.00	6.00	6.00	6.00
Librarians/Audio Visual	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Psychologists	3.00	3.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Nurses	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Educational Aides	49.50	55.50	60.50	63.50	65.60	69.00	69.00	69.00	64.00	69.00
Administrators/Supervisors:										
Elementary (K-6)	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Secondary (7-12)	4.00	4.00	4.00	3.00	4.00	4.00	4.00	4.00	4.00	2.00
Central/Districtwide	9.00	9.00	9.00	9.00	9.00	10.00	10.00	9.00	10.00	10.00
Operation of Plant:										
Custodians	24.50	24.50	24.50	24.50	25.50	25.00	25.00	26.00	26.50	26.50
Maintenance	6.00	6.00	6.00	5.00	5.00	4.00	4.00	4.00	4.00	5.00
Pupil Transportation:										
Bus Drivers	29.00	30.00	28.00	29.50	29.50	30.00	30.00	33.00	31.00	31.00
Mechanics	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Food Service Program:										
Elementary (K-6)	15.00	15.00	15.00	15.00	12.20	12.00	12.00	9.50	9.50	10.80
Secondary (7-12)	6.50	6.50	6.50	6.50	6.50	6.50	6.50	7.40	7.40	7.40
Total	<u>412.80</u>	<u>418.80</u>	<u>421.30</u>	<u>424.80</u>	<u>424.10</u>	<u>423.90</u>	<u>420.90</u>	<u>423.50</u>	<u>411.80</u>	<u>418.10</u>

Method: Using 1.0 for each full-time employee and an appropriate fraction for each part-time and seasonal employee. The count is performed on September 1 of each year.

Source: Ohio Department of Education and Athens City School District Financial Records.

ATHENS CITY SCHOOL DISTRICT
Operating Statistics & Cost to Educate A Graduate
Last Thirteen Fiscal Years

Fiscal Year	Grade	Number Of Graduates (1)	Average Daily Membership (ADM) (2)	ADM Percentage Change	Cost per Pupil (3)		Teaching Staff	Pupil/Teacher Ratio (4)	% of Students Qualifying for Free or Reduced Lunch Program
					District Average	State Average			
1997	Kindergarten	225	2,793	N/A	\$5,889	\$5,557	222.6	19.1	n/a
1998	1st Grade	242	2,705	-3.15%	6,116	5,673	218.6	18.5	n/a
1999	2nd Grade	234	2,966	9.65%	6,681	6,642	221.8	17.8	n/a
2000	3rd Grade	235	2,823	-4.82%	6,972	7,057	230.8	17.1	n/a
2001	4th Grade	235	2,757	-2.34%	7,832	7,591	228.8	16.9	n/a
2002	5th Grade	233	2,544	-7.73%	8,608	8,073	229.3	15.9	n/a
2003	6th Grade	209	2,481	-2.48%	8,713	8,441	230.3	14.3	n/a
2004	7th Grade	205	2,482	0.04%	8,999	8,768	229.3	15.3	36%
2005	8th Grade	194	2,408	-2.98%	9,617	9,048	226.4	15.8	35%
2006	9th Grade	204	2,423	0.61%	10,337	9,356	223.4	15.9	34%
2007	10th Grade	214	2,430	0.30%	10,295	9,586	223.6	16.0	33%
2008	11th Grade	220	2,423	-0.29%	10,757	9,939	216.9	16.5	33%
2009	12th Grade	198	2,582	6.56%	10,580	10,184	217.9	13.6	37%
					<u>\$111,396</u>	<u>\$105,915</u>			

(1) Athens High School Guidance Department

(2) Ohio Department of Education Final Fiscal-Year-End SF3 Report. This number does not include Open Enrollment students from other districts.

(3) Ohio Department of Education "District School Report Card"

(4) Ohio Department of Education Interactive Data Web Site

ATHENS CITY SCHOOL DISTRICT

Miscellaneous Statistics

June 30, 2009

Year of Establishment	Established in the Mid 1800's Consolidated with The Plains and Chauncey School Districts in 1964
Form of Government	Locally-elected five member Board
Number of Employees:	
Certificated	227.9
Non-Certificated	173.2
Administrative	18.0
Area - square miles	58 Square Miles
State Funded Average Daily Membership	2,582
Cost per Pupil	\$10,580
Average Number of Years Teaching Experience	15.3 Years
Percentage of Teaching Staff Holding a Master's Degree	76.8% Master or Higher

<u>Building</u>	<u>Grades Level</u>	<u>Enrollment (1)</u>	<u>Capacity (2)</u>	<u>Percentage of Capacity</u>	<u>Number of Regular Teachers (3)</u>	<u>Pupil/ Teacher Ratio (4)</u>	<u>Year Building Completed</u>	<u>Date of Additions</u>
Athens High School	9 - 12	889	1,200	74.08%	56.6	15.6 :1	1968	2002
Athens Middle School	7 & 8	390	675	57.78%	38	10.3 :1	1923	1936, 1956 1973, 2002
Chauncey Elementary	PS - 6	195	500	39.00%	22.4	8.7 :1	1964	1978
East Elementary	PS - 6	300	600	50.00%	21	14.3 :1	1956	1980
Morrison Elementary	PS - 6	410	650	63.08%	27.4	15.0 :1	1979	-
The Plains Elementary	PS - 6	398	650	61.23%	31.5	12.6 :1	1990	-
West Elementary	PS - 6	<u>288</u>	<u>400</u>	72.00%	<u>21</u>	13.7 :1	1956	1978
District Totals		2,870	4,675	61.39%	217.9	13.1 :1		

- (1) Total Enrollment - All Students including Special Education - as of June 30th
- (2) Based on Ohio School Facility Commission standard class size of 25 students
- (3) Includes Regular Classroom Teachers, Vocational Teachers, Special Education Teachers, Specialist Teachers, and Counselors
- (4) Building Average with exclusions listed above

ATHENS CITY SCHOOL DISTRICT

Standardized Test Results

June 30, 2009

	<u>Athens High School</u>	<u>State Mean</u>	<u>National Mean</u>
<u>S.A.T.</u>			
Critical Reading	600	537	501
Mathematics	601	546	515
Writing	580	523	493
<u>A.C.T.</u>			
English	24.8	21.1	20.6
Mathematics	24.5	21.4	21.0
Reading	25.8	22.2	21.4
Science	23.2	21.7	20.9
Composite	24.7	21.7	21.1

Ohio Public School Report Card Data:

	<u>Athens City Schools</u>	<u>Similar Districts *</u>	<u>State Average</u>
<u>3rd Grade Achievement Test</u>			
Reading	78.4	84.8	77.4
Mathematics	73.9	88.3	81.3
<u>4th Grade Achievement Test</u>			
Reading	81.2	87.7	82.0
Mathematics	77.7	86.1	78.4
Writing	82.2	89.5	84.4
<u>5th Grade Achievement Test</u>			
Reading	78.4	80.0	72.0
Mathematics	65.5	71.7	62.3
Science	80.4	80.5	70.6
Social Studies	65.5	70.6	61.6
<u>6th Grade Achievement Test</u>			
Reading	82.5	86.9	81.3
Mathematics	71.9	82.7	75.2
<u>7th Grade Achievement Test</u>			
Reading	82.9	84.0	76.6
Mathematics	73.5	81.0	74.3
Writing	84.7	86.0	80.5
<u>8th Grade Achievement Test</u>			
Reading	75.5	80.1	72.4
Mathematics	64.7	78.6	70.6
Science	66.5	73.2	62.8
Social Studies	61.0	62.9	51.1
<u>10th Grade Ohio Graduation Test</u>			
Reading	86.5	89.4	84.5
Writing	84.0	87.7	81.4
Mathematics	90.8	93.1	89.7
Science	84.1	83.8	76.0
Social Studies	88.3	88.5	81.6
<u>11th Grade Ohio Graduation Test</u>			
Reading	90.4	95.1	92.8
Writing	90.0	93.0	88.4
Mathematics	90.8	95.6	93.2
Science	87.3	90.5	84.2
Social Studies	89.9	92.8	88.6
<u>Attendance Rate (All Grades)</u>	94.7	95.1	94.3
<u>Graduation Rate</u>	99.5	94.2	84.6

* Determined by the Ohio Dept. of Education based on demographic, socioeconomic, and geographic factors.



Mary Taylor, CPA
Auditor of State

ATHENS CITY SCHOOL DISTRICT

ATHENS 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
MARCH 23, 2010