

FAIRFIELD CITY SCHOOL DISTRICT

Single Audit Reports

Year Ended June 30, 2009



Mary Taylor, CPA
Auditor of State

Board of Education
Fairfield City School District
211 Donald Drive
Fairfield, Ohio 45014

We have reviewed the *Independent Auditors' Report* of the Fairfield City School District, Butler County, prepared by Clark, Schaefer, Hackett & Co., 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 Fairfield City School District is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

February 3, 2010

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Fairfield City School District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2009

<u>Federal Grantor/Program Title</u>	<u>Pass-Through Entity Number</u>	<u>Federal CFDA Number</u>	<u>Federal Revenues</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Agriculture:</u> <i>(Passed through Ohio Department of Education)</i>				
Team Nutrition	n/a	10.574	\$ -	600
Nutrition Cluster:				
<i>Non-Cash Assistance (Food Distribution):</i>				
National School Lunch Program	n/a	10.555	165,693	165,693
<i>Cash Assistance:</i>				
School Breakfast Program	05PU-2009	10.553	109,989	109,989
National School Lunch Program	LLP4-2009	10.555	785,040	785,040
<i>Cash Assistance Subtotal</i>			<u>895,029</u>	<u>895,029</u>
Nutrition Cluster Total			<u>1,060,722</u>	<u>1,060,722</u>
Total U.S. Department of Agriculture			<u>1,060,722</u>	<u>1,061,322</u>
<u>U.S. Department of Education:</u>				
American History Grant	n/a	84.215	363,509	362,325
<i>(Passed through Princeton City School District)</i>				
American History Grant	n/a	84.215	14,803	16,086
			<u>378,312</u>	<u>378,411</u>
<i>(Passed through Ohio Department of Education)</i>				
Title I Grants to Local Educational Agencies	C1S1-2008	84.010	8,088	51,143
Title I Grants to Local Educational Agencies	C1S1-2009	84.010	668,088	820,096
			<u>676,176</u>	<u>871,239</u>
Special Education Cluster:				
Special Education - Grants to States	6BSF-2008	84.027	391,754	377,683
Special Education - Grants to States	6BSF-2009	84.027	1,624,173	1,868,759
Special Education - Preschool Grants	PGS1-2008	84.173	25,478	4,971
Special Education - Preschool Grants	PGS1-2009	84.173	23,061	27,043
Special Education - Preschool Grants (Child Outcomes Support Grant)	PGD1-2009	84.173	2,334	2,334
Special Education Cluster Total			<u>2,066,800</u>	<u>2,280,790</u>
Safe and Drug-Free Schools and Communities	DRS1-2008	84.186	5,752	250
Safe and Drug-Free Schools and Communities	DRS1-2009	84.186	52,879	60,205
			<u>58,631</u>	<u>60,455</u>
State Grants for Innovative Programs	C2S1-2008	84.298	124	124
State Grants for Innovative Programs	C2S1-2009	84.298	7,826	7,819
			<u>7,950</u>	<u>7,943</u>
Education Technology State Grants	TJS1-2008	84.318	3,579	-
Education Technology State Grants	TJS1-2009	84.318	5,324	5,443
			<u>8,903</u>	<u>5,443</u>
English Language Acquisition Grants	T3S1/T3S2-2008	84.365	24,444	870
English Language Acquisition Grants	T3S1/T3S2-2009	84.365	32,367	71,292
			<u>56,811</u>	<u>72,162</u>

(Continued)

Fairfield City School District
 Schedule of Expenditures of Federal Awards
 Year Ended June 30, 2009

<u>Federal Grantor/Program Title</u>	<u>Pass-Through Entity Number</u>	<u>Federal CFDA Number</u>	<u>Federal Revenues</u>	<u>Federal Expenditures</u>
Improving Teacher Quality State Grants	TRS1-2008	84.367	38,661	16,070
Improving Teacher Quality State Grants	TRS1-2009	84.367	184,867	205,781
			<u>223,528</u>	<u>221,851</u>
Total U.S. Department of Education			\$ <u>3,477,111</u>	<u>3,898,294</u>
 <u>U.S. Department of Homeland Security:</u>				
<i>(Passed through Ohio Department of Public Safety)</i>				
Disaster Assistance	n/a	97.036	\$ <u>18,337</u>	<u>18,337</u>
Total Federal Awards			\$ <u>4,556,170</u>	<u>4,977,953</u>

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS:

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The schedule of expenditures of federal awards is a summary of the activity of the School District's federal award programs. The schedule has been prepared on the cash basis of accounting.

NOTE B - FOOD DONATION

Nonmonetary assistance is reported in the schedule at the entitlement value of the commodities received and disbursed.

NOTE C - NUTRITION CLUSTER

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

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Education
Fairfield City School District:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Fairfield City School District (the "School District") as of and for the year ended June 30, 2009, which collectively comprise the School District's basic financial statements and have issued our report thereon dated December 23, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the School 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 the normal course of 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 entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

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 deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance And Other Matters

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

We noted certain matters that we reported to management of the School District in a separate letter dated December 23, 2009.

This report is intended solely for the information and use of the School District's management, the Board of Education, others within the entity, the Ohio Auditor of State and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
December 23, 2009

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

To the Board of Education
Fairfield City School District:

Compliance

We have audited the compliance of the Fairfield City School District (the "School District") with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The School District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the School District's management. Our responsibility is to express an opinion on the School District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *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 obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the School District's compliance with those requirements.

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

Internal Control Over Compliance

The management of the School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the School District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 School District's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program 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 noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material compliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the 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 Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School District, as of and for the year ended June 30, 2009, and have issued our report thereon dated December 23, 2009. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the School District's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the School District's management, the Board of Education, others within the entity, the Ohio Auditor of State and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Clark, Schaefer, Harkett & Co.

Cincinnati, Ohio
December 23, 2009

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued:	unqualified
Internal control over financial reporting:	
• Material weakness(es) identified?	none
• Significant deficiency(ies) identified not considered to be material weaknesses?	none
Noncompliance material to the financial statements noted?	none

Federal Awards

Internal control over major programs:	
• Material weakness(es) identified?	none
• Significant deficiency(ies) identified not considered to be material weaknesses?	none
Type of auditors’ report issued on compliance for major programs:	unqualified
Any audit findings that are required to be reported in accordance with 510(a) of Circular A-133?	no

Identification of major programs:

- Nutrition Cluster:*
 - CFDA 10.553 – School Breakfast Program*
 - CFDA 10.555 – National School Lunch Program*
- CFDA 84.215 – The Teaching American History Grant*

Dollar threshold to distinguish between Type A and Type B Programs:	\$300,000
Auditee qualified as low-risk auditee?	yes

Section II – Financial Statement Findings

None.

Section III – Federal Award Findings and Questioned Costs

None.

Section IV – Summary of Prior Audit Findings and Questioned Costs

None.

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Board of Education
Fairfield City School District:

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 Fairfield 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 December 20, 2007.
2. We read the policy, noting it included the following requirements from 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 3313.666;
 - (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 these specified parties.

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
December 23, 2009

Fairfield City School District Fairfield, Ohio



Comprehensive Annual Financial Report

For the Fiscal Year Ended
June 30, 2009

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**Fairfield City School District
Fairfield, Ohio**

**Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30, 2009**

**Prepared By:
Office Of The Treasurer
Nancy Lane, Treasurer**

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2008-2009 **Ohio**
Local Report Card

EXCELLENT
District Rating

Awarded by the **Ohio** State Board
of Education

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2008-2009 **Ohio**
Local Report Card

EXCELLENT
District Rating

Awarded by the **Ohio** State Board
of Education

INTRODUCTORY SECTION





Fairfield City Schools

Treasurer's Office

211 Donald Drive • Fairfield, Ohio 45014-3095
Phone (513) 829-6300 • Fax (513) 829-0148

December 23, 2009

TO THE CITIZENS AND BOARD OF EDUCATION OF THE FAIRFIELD CITY SCHOOL DISTRICT:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Fairfield City School District (District) for the fiscal year ended June 30, 2009. This report, prepared by the Treasurer's office, includes an opinion from the Clark, Schaefer, Hackett and Co. and conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. This report was prepared in conformance with generally accepted accounting principals as set forth by the Governmental Accounting Standards Board (GASB). This report will provide the taxpayers of the Fairfield City School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be available upon request to taxpayers, financial rating services, banking institutions and other interested parties.

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

The District provides a full range of programs and services for its students and citizens. These include elementary and secondary course offerings at the general, vocational and college preparatory levels; as well as a broad range of co-curricular and extra-curricular activities to compliment the students' curricular program.

In addition to these general activities, the District acts as the fiscal agent for State funds distributed to non-public parochial schools located within the District boundaries. This activity is included in the District's reporting entity as Auxiliary Services, a special revenue fund, because the District has administrative involvement in the programs. The schools served are: Fairfield Educational Building, Hamilton-Middletown 7th Day Adventist, Lavalley, Sacred Heart and Cincinnati Christian. While these organizations are similar in operations and services provided, each is distinct and separate entities whose financial statements are not included in this report.

ECONOMIC CONDITION AND OUTLOOK

The District is located in Southwestern Ohio between the cities of Cincinnati and Dayton. The District is located in Butler County, Ohio, along the Interstate 75 corridor, which is one of the fastest growing areas in population and in job creation in the State of Ohio. In addition, new water and sewer construction has opened up vacant parcels for new residential and light industrial development in the district. Housing and per capita income levels are very favorable relative to the state with per capita income growth outpacing the state during the last census period.

The District is continually challenged by the responsibility bestowed upon it by the community at large. The District is always striving to provide the very best opportunities to every student, while carefully guarding the District's resources.

THE DISTRICT AND ITS FACILITIES

The District serves an area of 37.9 square miles, encompassing the City of Fairfield and Fairfield Township. The total District population has increased from 38,707 in 1980 to 49,373 in 1990 to 57,902 in 2000 according to census information.

The District also operates a variety of other facilities, including: a central administration building, a maintenance building, a bus compound, and several sports fields.

In 1994, the District passed a 44.4 million dollar bond issue, which was used to build a new high school, a new elementary school and make additions to existing elementary schools.

During the 2008-2009 school year, the District served 10,196 students enrolled in 1 kindergarten center, 5 elementary schools, 1 intermediate school, 1 middle school, 1 freshman school and 1 comprehensive high school. This enrollment increased by 79 students from the 2007-2008 school year. The preliminary enrollment for the 2009-2010 school year is 10,268 an increase of 72 students.

ORGANIZATION OF THE SCHOOL DISTRICT

The Board of Education of the Fairfield City School District is a five member body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code. The Board: (1) serves as the taxing authority, contracting body and policy maker, (2) ensures that all the general laws of the State of Ohio are followed in the expenditures of the District's tax dollars, (3) approves the annual appropriation resolution and tax budget.

The Board members represent a cross section of professions in the community. The board members on June 30, 2009, were as follows:

<u>Board Member</u>	<u>Term</u>	<u>Years on Board</u>
Mrs. Diana Bailey	01/01/08 – 12/31/10	1.5
Mr. Arnold Engel	01/01/06 – 12/31/09	3.5
Mr. Jerome Kearns	01/01/08 – 12/31/10	1.5
Dr. Mark Morris	01/01/06 – 12/31/09	3.5
Mr. Dan Murray	01/01/06 – 12/31/09	3.5

The Superintendent is the chief executive officer of the District, responsible directly to the Board for all educational and support operations. Mrs. Catherine Milligan was appointed as Superintendent on July 1, 2007. Effective August 1, 2008, the Board awarded Mrs. Milligan a three year contract. Mrs. Milligan received a B.S. Degree from Baldwin Wallace College and M. Ed. degrees from Miami University and the College of Mount St. Joseph. Prior to being named Superintendent, Mrs. Milligan served the District in various teaching and administrative positions from 1973 until her retirement as Assistant Superintendent in 2002.

The Treasurer is the chief financial officer of the District, responsible directly to the Board for maintaining all financial records, issuing all payments, maintaining custody of all District funds and assets and investing idle funds as specified by Ohio Law. Mrs. Nancy Lane was appointed Treasurer on January 6, 2005. Her contract expires at the Organizational Meeting in January 2011. Mrs. Lane received her B.A. degree from Wilmington College and had been employed by the District as the Payroll Supervisor since July 1996.

EMPLOYEE RELATIONS

The District has 1,140 full and part-time employees. This number has increased slightly over the past few years as various programs and services have been expanded to meet the changing needs of students and the community. There are two organizations representing the certificated and classified employees. The District's administrative employees are not currently represented.

The Fairfield Classroom Teachers Association (FCTA), an affiliate of the Ohio Education Association (OEA), represents all certificated employees of the District. The collective bargaining agreement between the FCTA and the District will expire on August 31, 2010.

Classified employees are represented by the Ohio Association of Public School Employees (OAPSE), an affiliate of the American Federation of State, County and Municipal Employees (AFSCME). There are four local chapters of OAPSE. Chapter 205 represents the bus drivers and chauffeurs. Chapter 378 represents clerks, secretaries, educational assistants, and data entry personnel. Chapter 568 represents cooks, custodians, crossing guards, electricians, maintenance, and food service aides. Chapter 727 represents head cooks and head custodians. Chapters 205, 378 and 568 negotiate as one unit, while Chapter 727 negotiates separately with the Board. The collective bargaining agreements with all four chapters will expire on June 30, 2011.

MAJOR CURRENT AND FUTURE INITIATIVES

Interest Based and Traditional Bargaining

The District continues to utilize interest-based collective bargaining to negotiate the master contract with the Fairfield Classroom Teachers' Association. Traditional bargaining is being used with the four OAPSE chapters. There have now been three three-year master contracts successfully bargained with each of the classified unions and four three-year master contracts with the FCTA. The bargaining teams were trained and facilitated by the Federal Mediation and Conciliation Services. The district has been asked to present at the national Federal Mediation and Conciliation Services conference regarding its success with this process.

Strategic Plan

The District's third 5-year Strategic Plan, for 2006-2010, was adopted by the Board of Education at the June 16, 2006, board meeting. The new district-wide vision statement is as follows: excellence, preparation for life, opportunities for all. The plan is expected to be monitored by a steering committee that is comprised of staff, parents and community members. This steering committee meets approximately four times per year and gathers information from five action teams: Instruction, Community Connectedness, Family Ownership, Facilities, and Innovations.

Relevant Financial Policies

In June of 2006, the State legislature passed House Bill 66. House Bill 66 phases out the tax on tangible personal property of general business, telephone and telecommunications companies, and railroads. The tax on general business and railroad property began being phased out in 2007 and will be eliminated by 2009. The tax on telephone and telecommunication property will begin being phased out in 2009 and will be eliminated by 2011. The tax is being phased out by reducing the assessment rate on the property each year. In the first five years, the District will be reimbursed fully for the lost revenue; in the following seven years, the reimbursements will be phased out.

Curriculum Initiatives

Fairfield City Schools met 27 out of 30 indicators on the Ohio Assessment Tests. Having not met 5th grade math, 8th grade Science and 8th grade Social Studies established some of the initial curriculum goals for the year. The District began the Ohio Improvement process so many discussions occurred about the data and subgroups that were related to the areas mentioned above. Members of the Curriculum Dept. worked collaboratively with the departments involved to develop plans to address math, science and social studies. The District created the District Leadership Plan (DLT) and all ten of our buildings created their Building Leadership Plans (BLT) by June 2009.

With regards to student performance, the Coordinators of Gifted Services realigned the testing program for gifted identification so that the data collected for identification was also gathered at grade levels which were looking for student achievement and ability data that would be nationally normed. The Coordinators also worked with the gifted teams to involve students in the STEP program, which is a student enterprise system sponsored by the Economics Dept. of the University of Cincinnati. In addition, we created and supported the signing ceremonies at the high school for top academic rankings and students accepted for their exceptional work in the arts.

The Curriculum Department continued to purchase and implement new Language Arts programs, including intervention programs for grades k-12. In addition, an intense effort was launched to provide professional development in reading for the special education teachers. While they understand the behaviors of their students, they are sometimes weak in content areas, particularly in the reading process. Our math instructional specialist continued to follow the implementation of the Comprehensive Math Program for grades 7 and 8 and to analyze the 5th grade math program.

The science instructional specialist worked with science teachers to analyze the science program in grades 6-12 and collaborated with the high school science department to develop new science electives, such as the “Going Green” class offered in the Program of Studies book in December. The social studies program was supported by the Secondary Curriculum Director through his involvement in the Teaching American History consortium #4 for grades 5-8. In addition to the consortium, the social studies intervention program was analyzed in the Middle School to determine its effectiveness.

The Math Task force worked to develop the sequence and selection of math classes to meet our students’ needs and the changing requirements of the state. In addition, one of the special education teachers for math and one of the English teachers worked together with the curriculum department to create a course that would be tailored to the special needs students. That course will be offered for the first time the fall semester in 2009-2010.

Our District has been very involved in Racial Equity work through the Miami University consortium. During the 2008-2009 school year, the second cohort, composed mainly of building principals, began their journey. Professional development on racial equity remained a common thread throughout our ten buildings and district office. The ESL instructional specialist offered new parent programs to our ESL parents, such as “How to Select and Apply for Colleges”. The first District ESL program was created to help support our outstanding ESL students who will be graduating from our high school and have been accepted into a college program.

Fairfield City Schools will develop the Master Teacher Program, which is required by the state. The Curriculum Department has also established a wider variety of professional development opportunities, including Ashland credit for teachers seeking to become Master Teachers.

The District continued its membership in the High AIMS consortium, as well as the Hamilton County and Butler County Educational Service Centers to stay informed of the changes in education and legislation and to have networking opportunities with our peers and neighboring districts. These networks continue to provide support for our decisions and planning.

2008-2009 was the first year that Instructional Specialists were added to support the Special Education teachers. They were a phenomenal addition to the program as many special education teachers have specific needs that aren't addressed in the mainstream professional development. With the new intervention programs provided and the spectrum of special education needs, the instructional specialists worked individually with the teachers and in small groups to tailor the most effective and appropriate programs.

In addition to providing professional development for the teachers, the Curriculum Department provided professional development for the administrators and the Board of Education. We continued to distribute a Curriculum newsletter on a regular basis and parent programs to keep everyone informed of the curriculum issues.

FINANCIAL INFORMATION

The District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. The Budgetary basis accounting differs from generally accepted accounting principles [GAAP] as promulgated by the Governmental Accounting Standards Board [GASB].

INTERNAL ACCOUNTING AND BUDGETARY CONTROL

In developing the District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

At the beginning of each fiscal year, the Board adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. Appropriations are monitored, changed and amended/adopted on a monthly basis.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the fund level. All purchase order requests must be approved by the individual program managers and certified by the Treasurer; necessary funds are then encumbered and purchase orders are released to vendors.

The basis of accounting and the various funds utilized by the District are fully described in the notes to the basic financial statements. Additional information on the District's budgetary accounts can also be found in the notes to the required supplementary information.

CASH MANAGEMENT

The Board has an aggressive cash management program which consists of expediting the receipt of revenues and prudently investing available cash in obligations collateralized by the United States Government, or the State of Ohio issued instruments or insured by the Federal Deposit Insurance Corporation [FDIC]. The total amount of earnings on investments was \$427,065 for the year ended June 30, 2009.

The cash management program is designed to minimize cash on hand and maximize investment holdings. All investments are spread among available investment options to insure maximum interest rates. For more information on the cash management of the District see Note 3 in the Notes to the Basic Financial Statements.

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 Note 13 in the Notes to the Basic Financial Statements.

INDEPENDENT AUDIT

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. Clark, Schaefer, Hackett and Company performed the audit for the fiscal year ended June 30, 2009. The auditor's unqualified opinion rendered on the District's basic financial statements is included in the financial section of this Comprehensive Annual Financial Report.

AWARDS

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 District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2008. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

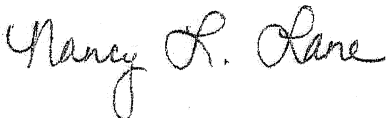
ASBO Certificate of Excellence

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence on Financial Reporting for the fiscal year ended June 30, 2008, to the District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2008, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials. Management believes the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2009, will again conform to ASBO's principles and standards as well, and will be submitted to ASBO for review.

ACKNOWLEDGEMENTS

The preparation of this report was made possible by the dedication and efforts of the entire staff of the Treasurer's Office. The support and commitment to excellence by the Fairfield Board of Education and the citizens of the District was vital to the successful issuance of this report and the continuing efforts being made to improve our financial management and reporting.

Respectfully Submitted,



Nancy L. Lane
Treasurer



Catherine D. Milligan
Superintendent

Fairfield City School District, Ohio
List Of Principal Officials
June 30, 2009

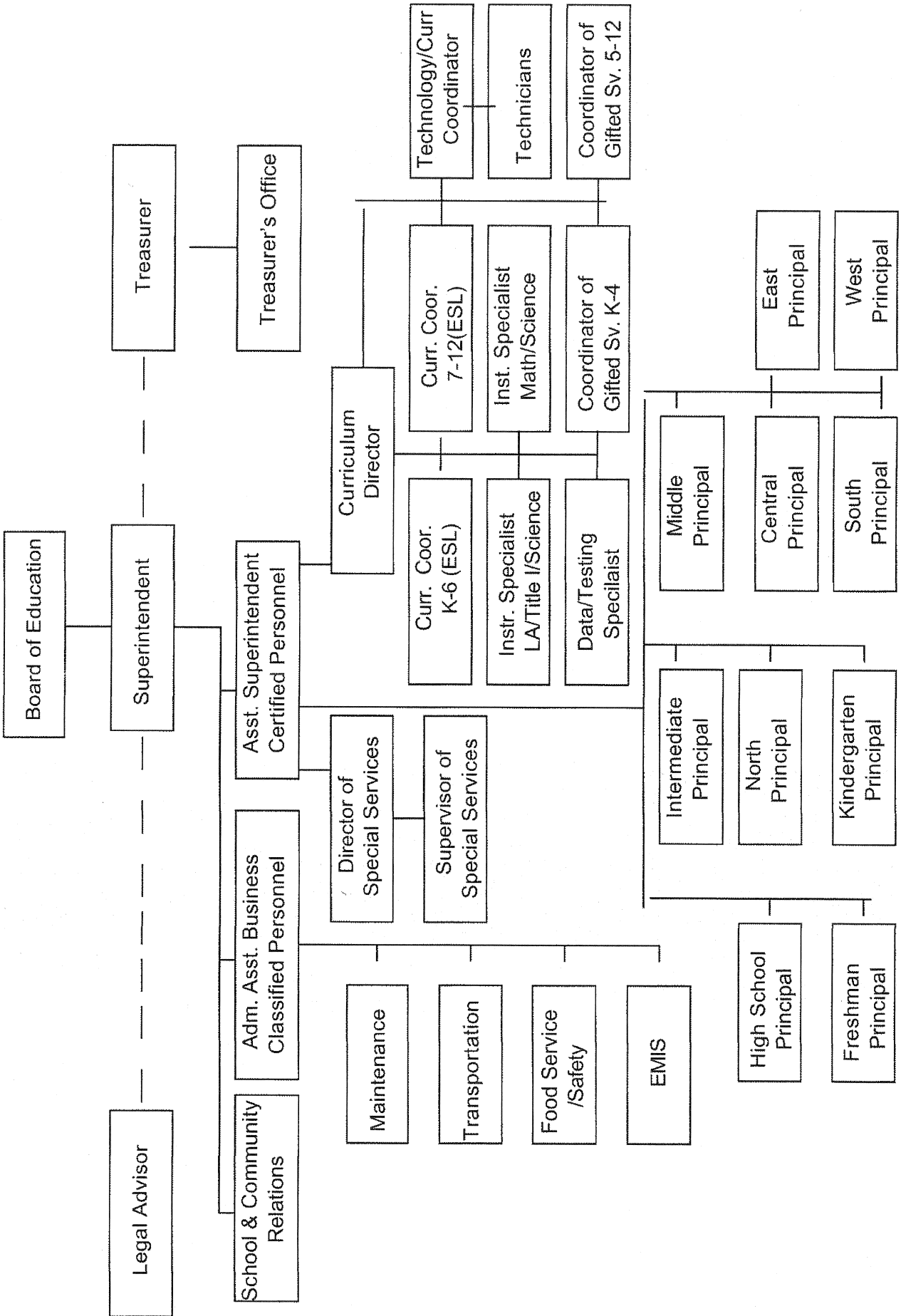
Board Of Education

President	Jerome Kearns
Vice President	Dan Murray
Board Member	Arnold Engel
Board Member	Diana Bailey
Board Member	Mark Morris

Administrative Officials

Superintendent	Mrs. Catherine D. Milligan
Assistant Superintendent	Mr. Paul Otten
Treasurer	Mrs. Nancy L. Lane
Business Director	Mr. Chad Lewis
Curriculum Director	Mrs. Bonnie Fitzharris

FAIRFIELD CITY SCHOOL DISTRICT
Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Fairfield 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. R. T.", positioned above the title "President".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer", positioned above the title "Executive Director".

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

FAIRFIELD CITY SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2008

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

Angela Petrucci

President

John D. Mueser

Executive Director

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

To the Board of Education
Fairfield City School District:

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

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Fairfield City School District as of June 30, 2009, and the respective changes in financial position thereof 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 23, 2009 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and the budgetary comparison information on pages 3 through 11 and 46 through 48, respectively, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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f. 513.241.1212

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School 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. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
December 23, 2009

Fairfield City School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
(Unaudited)

The discussion and analysis of Fairfield City School District's financial performance provides an overall review 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 the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

Financial Highlights

Key financial highlights for 2009 are as follows:

- Net assets of governmental activities increased \$31,380 which represents a less than 1% increase from 2008.
- General revenues accounted for \$76,854,264 in revenue or 85% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$13,035,874 or 15% of total revenues of \$89,890,138 .
- The District had \$89,858,758 in expenses related to governmental activities; \$13,035,874 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$76,854,264 were also used to provide for these programs.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

Government-wide Financial Statements

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the questions, "How did we do financially during 2009?" The Government-wide Financial Statements answers this question. These statements include *all assets* and *liabilities* using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's *net assets* and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position has improved or diminished. The causes of this change may be the result of many factors, both financial and non-financial. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the Government-wide Financial Statements, the overall financial position of the District is presented in the following manner:

- Governmental Activities – Most of the District's programs and services are reported here including instruction, support services, operation of non-instructional services, extracurricular activities and interest and fiscal charges.

Fund Financial Statements

The analysis of the District's major funds begins on the balance sheet. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds.

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

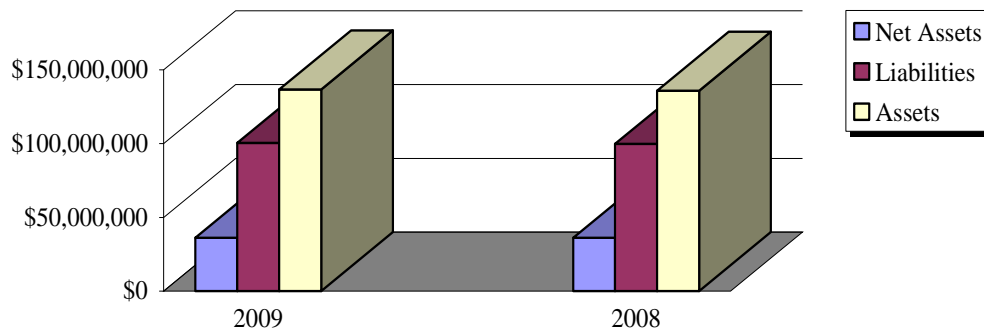
Fiduciary Funds Fiduciary Funds are used to account for resources held for the benefits of parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

The District as a Whole

As stated previously, the Statement of Net Assets looks at the District as a whole. Table 1 provides a summary of the District's net assets for fiscal year 2009 compared to fiscal year 2008:

Table 1
Net Assets

	Governmental Activities	
	2009	2008
Assets:		
Current and Other Assets	\$75,382,883	\$74,100,747
Capital Assets	61,230,243	61,753,621
Total Assets	136,613,126	135,854,368
Liabilities:		
Other Liabilities	60,510,923	58,764,882
Long-Term Liabilities	39,957,096	40,975,759
Total Liabilities	100,468,019	99,740,641
Net Assets:		
Invested in Capital Assets, Net of Related Debt	30,902,284	29,477,654
Restricted	3,521,430	4,459,138
Unrestricted	1,721,393	2,176,935
Total Net Assets	\$36,145,107	\$36,113,727



Over time, net assets can serve as a useful indicator of a government's financial position. At June 30, 2009, the District's assets exceeded liabilities by \$36,145,107 .

At year-end, capital assets represented 45% of total assets. Capital assets include land, buildings and improvements, and equipment. Capital assets, net of related debt to acquire the assets at June 30, 2009, was \$30,902,284. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$3,521,430 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

Net assets of governmental activities remained relatively consistent from 2008 to 2009. Current assets increased from 2008 to 2009 mainly due to an increase in taxes receivable. Total liabilities increased mainly due to an increase in unearned revenue. Investments in capital assets net of debt increased from the prior year due to the decrease in the debt related to the capital assets.

Table 2 shows the changes in net assets for fiscal years 2009 and 2008.

Table 2
Changes in Net Assets

	Governmental Activities	
	2009	2008
Revenues:		
Program Revenues		
Charges for Services and Sales	\$5,227,473	\$5,372,240
Operating Grants and Contributions	7,681,121	7,170,760
Capital Grants and Contributions	127,280	63,346
General Revenues		
Property Taxes	42,665,090	46,090,741
Grants and Entitlements not Restricted to Specific Programs	30,971,560	29,692,522
Other	3,217,614	2,836,899
Total Revenues	89,890,138	91,226,508
Program Expenses		
Instruction	48,193,394	45,547,460
Support Services:		
Pupil and Instructional Staff	11,008,792	9,798,486
School Administrative, General		
Administration, Fiscal and Business	7,705,797	7,769,958
Operations and Maintenance	7,730,684	7,454,299
Pupil Transportation	5,663,189	6,959,582
Central	153,552	148,655
Operation of Non-Instructional Services	5,428,613	5,352,173
Extracurricular Activities	1,723,683	1,629,087
Interest and Fiscal Charges	2,251,054	1,776,143
Total Program Expenses	89,858,758	86,435,843
Change in Net Assets	31,380	4,790,665
Net Assets Beginning of Year	\$36,113,727	\$31,323,062
Net Assets End of Year	\$36,145,107	\$36,113,727

Of the total governmental activities revenues of \$89,890,138, \$13,035,874 is from program revenue. This means that the government relies on general revenues to fund the majority of the cost of services provided to the citizens. Of those general revenues, \$42,665,090 (56%) comes from property tax levies and \$30,971,560 (40%) is from state funding. This District's operations are reliant upon its property tax levy and the state's foundation program.

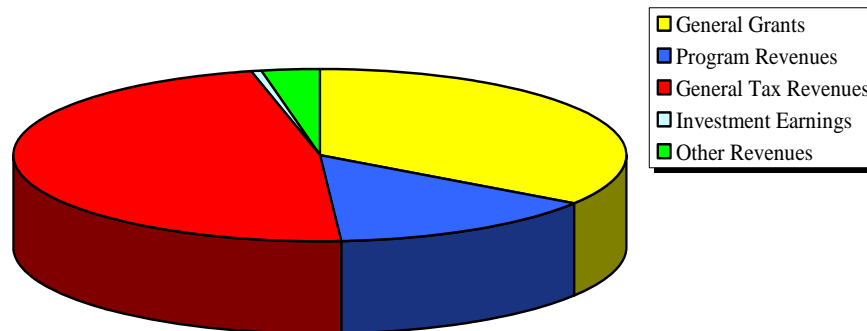
The District revenues are mainly from two sources. Property taxes levied for general, debt service and capital projects purposes and grants and entitlements comprised 82% of the District's revenues for governmental activities.

The District depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

Thus Ohio districts do not collect additional property tax revenue on the increased value of homes that is due to appreciation and must regularly return to the voters to maintain a constant level of service. Property taxes made up 47% of revenue for governmental activities for the District in fiscal year 2009.

**Governmental Activities
Revenue Sources**

		<u>Percentage</u>
General Grants	\$30,971,560	34.45%
Program Revenues	13,035,874	14.50%
General Tax Revenues	42,665,090	47.46%
Investment Earnings	427,065	0.48%
Other Revenues	<u>2,790,549</u>	<u>3.11%</u>
Total Revenue Sources	<u><u>\$89,890,138</u></u>	<u><u>100.00%</u></u>



Instruction comprises 54% of governmental program expenses. Support services expenses were 36% of governmental program expenses. All other program expenses including interest expense were 10%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

Property tax revenue decreased in 2009 compared to 2008 mainly due to the phase out of the tangible personal property tax. Instruction, pupil and instructional staff expenses increased over the prior year due to increases of personnel costs and general inflationary factors. Overall, the change in net assets was less than 1%.

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for government activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2009	2008	2009	2008
Instruction	\$48,193,394	\$45,547,460	(\$43,202,386)	(\$40,976,657)
Support Services:				
Pupil and Instructional Staff	11,008,792	9,798,486	(9,514,916)	(8,114,898)
School Administrative, General				
Administration, Fiscal and Business	7,705,797	7,769,958	(7,529,631)	(7,552,684)
Operations and Maintenance	7,730,684	7,454,299	(7,499,428)	(7,232,477)
Pupil Transportation	5,663,189	6,959,582	(5,286,943)	(6,662,732)
Central	153,552	148,655	(149,538)	(146,478)
Operation of Non-Instructional Services	5,428,613	5,352,173	(14,748)	(62,819)
Extracurricular Activities	1,723,683	1,629,087	(1,374,240)	(1,304,609)
Interest and Fiscal Charges	2,251,054	1,776,143	(2,251,054)	(1,776,143)
Total Expenses	<u>\$89,858,758</u>	<u>\$86,435,843</u>	<u>(\$76,822,884)</u>	<u>(\$73,829,497)</u>

The District's Funds

The District has one major governmental fund: the General Fund. Assets of the general fund comprised \$66,360,027 (87%) of the total \$76,503,058 governmental funds assets.

General Fund: Fund balance at June 30, 2009 was \$9,537,859, an increase in fund balance of \$295,616 from 2008. The primary reason for the increase in fund balance was the District's ability to keep revenues consistent with prior year, while keeping increases in expenditures in balance.

General Fund Budgeting Highlights

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

During the course of fiscal year 2009, the District amended its general fund budget at times, however none were significant. The District's budgeting systems are designed to tightly control total site budgets but provide flexibility for site management. During the course of the year, the District revised the budget in an attempt to deal with unexpected changes in revenues and expenditures.

For the General Fund, the final budgeted revenue was \$74,866,696 and the original budgeted revenue was \$72,111,300. The difference was \$2,755,396. Of this difference, most was due to a conservative estimate of grant revenue.

The District's final budgeted revenue and expenditures when compared to the actual revenue and expenditures did not have any significant variances. The District's ending unobligated actual fund balance for the General fund was \$15,562,927.

Capital Assets and Long-Term Obligations

Capital Assets

At the fiscal year end, the District had \$61,230,243 invested in land, buildings and improvements, and equipment. Table 4 shows fiscal year 2009 balances compared to fiscal year 2008:

Table 4
Capital Assets at Year End
(Net of Depreciation)

	Governmental Activities	
	2009	2008
Land	\$3,803,351	\$3,803,351
Buildings and Improvements	53,971,646	54,620,337
Equipment	3,455,246	3,329,933
Total Net Capital Assets	<u>\$61,230,243</u>	<u>\$61,753,621</u>

Overall, capital assets decreased due to depreciation expense being greater than current fiscal year additions.

See note 6 in the notes to the basic financial statements for further details on the District's capital assets.

Long-Term Obligations

At June 30, 2009, the District had \$30,327,959 in bonds and capital leases outstanding, \$2,357,123 due within one year. Table 5 summarizes bonds outstanding.

Table 5
Outstanding Debt at Year End

	Governmental Activities	
	2009	2008
General Obligation Bonds:		
1994 School Improvement I	\$3,000,000	\$3,000,000
1997 Refunding	120,151	249,814
2001 School Improvement Refunding	26,780,841	28,630,841
Capital Leases:	<u>426,967</u>	<u>395,312</u>
Total Bonds and Capital Leases	<u><u>\$30,327,959</u></u>	<u><u>\$32,275,967</u></u>

See notes 7 and 9 in the notes to the basic financial statements for further details on the District's outstanding debt.

For the Future

Externally, the Ohio Supreme Court found the State of Ohio in March 1997, to be operating an unconstitutional educational system, one that was neither "adequate" nor "equitable." Since 1997, the State has directed its tax revenue growth toward school districts with little property tax wealth. In May of 2000, the Ohio Supreme Court again ruled that, while the State had made some progress, the current funding system for schools is far too dependent on property taxes which are inherently not "equitable" nor "adequate". The Court directed the Governor and the legislature to address the fundamental issues creating the inequities. In 2001, the Ohio legislature crafted a school-funding program to address the Court's concerns.

In June of 2005, the State legislature passed House Bill 66. House Bill 66 phases out the tax on tangible personal property of general business, telephone, and telecommunications companies, and railroads. The tax on general business and railroad property began being phased out in 2006 and will be eliminated by 2009. The tax on telephone and telecommunication property will begin being phased out in 2009 and will be eliminated by 2011. The tax is being phased out by reducing the assessment rate on the property each year. In the first five years, school districts are being reimbursed fully for the lost revenue; in the following seven years, the reimbursements are phased out.

This scenario requires management to plan carefully and prudently to provide the resources to meet student needs over the next several years.

With no major increases in state funding projected, the District must increase revenues by submitting an operating levy to the community in the near future. At this time, the Board has not set the date and amount for the levy. Even though the District is projecting a slight increase in enrollment, the need for increased revenues is projected for fiscal year 2010. This increased funding will be needed to provide all students a quality education. Financially, the future of the District is not without challenges. Management must diligently plan future expenditures.

The District has committed itself to financial excellence for many years. The District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1993 and the GFOA Budget Award since 1993.

All of the District's financial abilities will be needed to meet the challenges of the future. With careful planning and monitoring of the District's finances, the District's management is confident that the District can continue to provide a quality education for our students and provide a secure financial future.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Nancy Lane, Treasurer/CFO at Fairfield City School District, 211 Donald Drive, Fairfield, Ohio 45014.

Fairfield City School District, Ohio
Statement of Net Assets
June 30, 2009

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$21,164,832
Restricted Cash and Investments	203,843
Receivables:	
Taxes	52,897,346
Accounts	74,401
Interest	37,448
Intergovernmental	985,340
Inventory	19,673
Nondepreciable Capital Assets	3,803,351
Depreciable Capital Assets, Net	<u>57,426,892</u>
 Total Assets	 <u>136,613,126</u>
Liabilities:	
Accounts Payable	741,753
Accrued Wages and Benefits	9,173,095
Accrued Interest Payable	364,862
Unearned Revenue	50,231,213
Long-Term Liabilities:	
Due Within One Year	3,003,872
Due In More Than One Year	<u>36,953,224</u>
 Total Liabilities	 <u>100,468,019</u>
Net Assets:	
Invested in Capital Assets, Net of Related Debt	30,902,284
Restricted for:	
Debt Service	1,999,993
Capital Projects	1,298,085
Set-Aside	203,843
Other Purposes	19,509
Unrestricted	<u>1,721,393</u>
 Total Net Assets	 <u><u>\$36,145,107</u></u>

See accompanying notes to the basic financial statements.

Fairfield City School District, Ohio
Statement of Activities
For the Fiscal Year Ended June 30, 2009

	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities:					
Instruction:					
Regular	\$36,952,726	\$616,966	\$461,084	\$0	(\$35,874,676)
Special	9,080,447	390,817	3,418,524	0	(5,271,106)
Vocational	376,840	0	20,581	0	(356,259)
Other	1,783,381	0	83,036	0	(1,700,345)
Support Services:					
Pupil	3,863,216	81,954	1,127,962	0	(2,653,300)
Instructional Staff	7,145,576	0	283,960	0	(6,861,616)
General Administration	27,451	0	0	0	(27,451)
School Administration	6,202,855	0	149,250	0	(6,053,605)
Fiscal	1,319,062	0	0	0	(1,319,062)
Business	156,429	0	26,916	0	(129,513)
Operations and Maintenance	7,730,684	148,829	82,427	0	(7,499,428)
Pupil Transportation	5,663,189	276	248,690	127,280	(5,286,943)
Central	153,552	0	4,014	0	(149,538)
Operation of Non-Instructional Services	5,428,613	3,639,188	1,774,677	0	(14,748)
Extracurricular Activities	1,723,683	349,443	0	0	(1,374,240)
Interest and Fiscal Charges	2,251,054	0	0	0	(2,251,054)
Total Governmental Activities	\$89,858,758	\$5,227,473	\$7,681,121	\$127,280	(76,822,884)

General Revenues:

Property Taxes Levied for:

General Purposes	38,210,260
Debt Service Purposes	3,503,389
Capital Projects Purposes	951,441
Grants and Entitlements not Restricted to Specific Programs	30,971,560
Payment in Lieu of Taxes	1,405,131
Unrestricted Contributions	649,813
Investment Earnings	427,065
Other Revenues	735,605

Total General Revenues 76,854,264

Change in Net Assets 31,380

Net Assets Beginning of Year 36,113,727

Net Assets End of Year \$36,145,107

See accompanying notes to the basic financial statements.

Fairfield City School District, Ohio
Balance Sheet
Governmental Funds
June 30, 2009

	General	Other Governmental Funds	Total Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$16,350,816	\$4,814,016	\$21,164,832
Restricted Cash and Investments	203,843	0	203,843
Receivables:			
Taxes	48,637,551	4,259,795	52,897,346
Accounts	10,273	64,128	74,401
Interest	37,369	79	37,448
Intergovernmental	0	985,340	985,340
Interfund	1,120,175	0	1,120,175
Inventory	0	19,673	19,673
Total Assets	66,360,027	10,143,031	76,503,058
Liabilities and Fund Balances:			
Liabilities:			
Accounts Payable	479,659	262,094	741,753
Accrued Wages and Benefits	8,495,176	677,919	9,173,095
Compensated Absences	504,182	0	504,182
Interfund Payable	0	1,120,175	1,120,175
Deferred Revenue	47,343,151	4,245,875	51,589,026
Total Liabilities	56,822,168	6,306,063	63,128,231
Fund Balances:			
Reserved for Encumbrances	690,544	391,791	1,082,335
Reserved for Inventory	0	19,673	19,673
Reserved for Property Tax Advances	1,250,618	128,982	1,379,600
Reserved for Set-Aside	203,843	0	203,843
Unreserved, Undesignated, Reported in:			
General Fund	7,392,854	0	7,392,854
Special Revenue Funds	0	(96,773)	(96,773)
Debt Service Funds	0	2,115,078	2,115,078
Capital Projects Funds	0	1,278,217	1,278,217
Total Fund Balances	9,537,859	3,836,968	13,374,827
Total Liabilities and Fund Balances	\$66,360,027	\$10,143,031	\$76,503,058

See accompanying notes to the basic financial statements.

Fairfield City School District, Ohio
 Reconciliation of Total Governmental Fund Balance to
 Net Assets of Governmental Activities
 June 30, 2009

Total Governmental Fund Balance		\$13,374,827
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		61,230,243
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Delinquent Property Taxes	1,242,751	
Intergovernmental	<u>115,062</u>	
		1,357,813
In the statement of net assets interest payable is accrued when incurred, whereas in the governmental funds interest is reported as a liability only when it will require the use of current financial resources.		(364,862)
Some liabilities reported in the statement of net assets do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds.		
Compensated Absences	<u>(9,124,955)</u>	
		(9,124,955)
Long-term liabilities, are not due and payable in the current period and therefore are not reported in the funds.		<u>(30,327,959)</u>
Net Assets of Governmental Activities		<u>\$36,145,107</u>

See accompanying notes to the basic financial statements.

Fairfield City School District, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2009

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Taxes	\$37,808,039	\$4,782,131	\$42,590,170
Revenue in Lieu of Taxes	1,405,131	0	1,405,131
Tuition and Fees	1,007,783	0	1,007,783
Investment Earnings	425,528	1,537	427,065
Intergovernmental	32,857,388	6,119,330	38,976,718
Extracurricular Activities	117,494	312,879	430,373
Charges for Services	0	3,640,758	3,640,758
Other Revenues	1,171,178	362,800	1,533,978
Total Revenues	74,792,541	15,219,435	90,011,976
Expenditures:			
Current:			
Instruction:			
Regular	34,921,779	1,278,210	36,199,989
Special	7,296,543	1,641,963	8,938,506
Vocational	89,895	0	89,895
Other	1,783,381	0	1,783,381
Support Services:			
Pupil	2,319,273	1,612,887	3,932,160
Instructional Staff	5,751,373	288,608	6,039,981
General Administration	27,451	0	27,451
School Administration	6,067,648	176,469	6,244,117
Fiscal	1,233,767	68,415	1,302,182
Business	124,108	26,916	151,024
Operations and Maintenance	7,763,794	19,887	7,783,681
Pupil Transportation	5,235,095	5,633	5,240,728
Central	148,153	2,028	150,181
Operation of Non-Instructional Services	0	5,357,561	5,357,561
Extracurricular Activities	1,463,034	285,660	1,748,694
Capital Outlay	404,520	503,058	907,578
Debt Service:			
Principal Retirement	271,878	2,080,650	2,352,528
Interest and Fiscal Charges	0	2,056,855	2,056,855
Total Expenditures	74,901,692	15,404,800	90,306,492
Excess of Revenues Over (Under) Expenditures	(109,151)	(185,365)	(294,516)
Other Financing Sources (Uses):			
Issuance of Capital Leases	404,520	0	404,520
Proceeds from Sale of Capital Assets	247	0	247
Total Other Financing Sources (Uses)	404,767	0	404,767
Net Change in Fund Balance	295,616	(185,365)	110,251
Fund Balance Beginning of Year	9,242,243	4,022,333	13,264,576
Fund Balance End of Year	\$9,537,859	\$3,836,968	\$13,374,827

See accompanying notes to the basic financial statements.

Fairfield City School District, Ohio
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended June 30, 2009

Net Change in Fund Balance - Total Governmental Funds		\$110,251
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital asset additions 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 of the difference between capital asset additions and depreciation in the current period.		
Capital assets used in governmental activities	1,364,032	
Depreciation Expense	<u>(1,883,274)</u>	(519,242)
Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. The amount of the proceeds must be removed and the gain or loss on the disposal of capital assets must be recognized. This is the amount of the difference between the proceeds and the gain or loss.		
		(4,136)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Delinquent Property Taxes	74,920	
Intergovernmental	<u>(196,758)</u>	(121,838)
Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		
		2,352,528
In the statement of activities interest expense is accrued when incurred, whereas in governmental funds an interest expenditure is reported when due.		
		(194,199)
Some expenses 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.		
Compensated Absences		(1,187,464)
Proceeds from capital leases are an other financing source in the funds, but a capital lease issuance increases long-term liabilities in the statement of net assets.		
		<u>(404,520)</u>
Change in Net Assets of Governmental Activities		<u><u>\$31,380</u></u>

See accompanying notes to the basic financial statements.

Fairfield City School District, Ohio
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2009

	Private Purpose Trust	Agency
	<u> </u>	<u> </u>
Assets:		
Equity in Pooled Cash and Investments	\$4,358	\$238,767
Receivables:		
Accounts	0	1,410
Interest	<u>2</u>	<u>0</u>
Total Assets	<u>4,360</u>	<u>240,177</u>
Liabilities:		
Accounts Payable	0	20,593
Other Liabilities	<u>0</u>	<u>219,584</u>
Total Liabilities	<u>0</u>	<u>\$240,177</u>
Net Assets:		
Held in Trust	<u>4,360</u>	
Total Net Assets	<u>\$4,360</u>	

See accompanying notes to the basic financial statements.

Fairfield City School District, Ohio
Statement of Changes in Fiduciary Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2009

	Private Purpose Trust
Additions:	
Donations	\$1,456
Investment Earnings	24
Total Additions	<u>1,480</u>
Deductions:	
Scholarships	<u>1,130</u>
Total Deductions	<u>1,130</u>
Change in Net Assets	350
Net Assets Beginning of Year	<u>4,010</u>
Net Assets End of Year	<u><u>\$4,360</u></u>

See accompanying notes to the basic financial statements.

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2008-2009 **Ohio**
Local Report Card

EXCELLENT
District Rating

Awarded by the **Ohio** State Board
of Education

Fairfield City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2009

NOTE 1 - DESCRIPTION OF THE DISTRICT

The Fairfield City School District operates under current standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code.

The District operates under a locally elected five member Board form of government and provides educational services as authorized by its charter or further mandated by state and/or federal agencies. This Board controls the District's instructional and support facilities staffed by approximately 494 non-certificated personnel and approximately 646 certificated full time teaching and administrative personnel to provide services to students and other community members.

The District is the 17th largest in the State of Ohio (among 613 Districts) in terms of enrollment (ADM) and the 2nd largest in Butler County. It currently operates 1 kindergarten center, 5 elementary schools (serving grades 1 - 4), 1 intermediate school (serving grades 5-6), 1 middle school (serving grades 7 - 8), 1 freshman school (serving grade 9), and 1 comprehensive high school (serving grades 10 - 12). The District services an area of 38 square miles.

REPORTING ENTITY

The reporting entity is comprised of the primary government, which consists of all funds, departments, boards and agencies that are not legally separate from the 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.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (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 most significant of the District's accounting policies are described below.

MEASUREMENT FOCUS

Government-wide Financial Statements

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

The government-wide 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. Fiduciary Funds are not included in entity-wide statements.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program 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 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 governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements

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

The private purpose trust is reported using the economic resources measurement focus.

FUND ACCOUNTING

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories governmental and fiduciary.

Governmental Funds

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 is the District's major governmental fund:

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

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 School 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 custodian in nature (assets equal liabilities) and do not involve measurement of results of operations. The District has two agency funds. The agency fund (student activities) is used to account for assets and liabilities generated by student managed activities. The fund accounts for sales and other revenue generating activities by student activity programs, which have students involved in the management of the program. The agency fund (unclaimed monies) is used to account for funds that belong to others as a result of outstanding checks over one year old. The District's only trust fund is a private purpose trust which accounts for scholarship programs for students.

BASIS OF ACCOUNTING

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Fiduciary funds also use the accrual basis of accounting. Differences in the actual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues – Exchange and Non-exchange Transactions

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

Nonexchange transactions, in which the District receives value without directly giving equal value in return, included property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from 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 year end: property taxes available for advance, grants and interest.

Deferred Revenue

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

Property taxes for which there is an enforceable legal claim as of June 30, 2009, but which were levied to finance fiscal year 2010 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Unearned Revenue

Unearned revenue represents amounts under the accrual basis of accounting for which asset recognition criteria have been met, but for which revenue recognition criteria have not yet been met because such amounts have not yet been earned.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

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

EQUITY IN POOLED CASH AND INVESTMENTS

Cash received by the District is pooled for investment purposes. Interest in the pool is presented as “Equity in Pooled Cash and Investments” on the financial statements.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposits and repurchase agreements are reported at cost.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue during fiscal year 2009 credited to the General Fund amounted to \$425,528 and \$1,537 credited to Other Governmental Funds.

INVENTORY

Inventories are presented at cost on a first in, first out basis and are expended/expensed when used. Inventory consists of food held for resale and consumable supplies.

CAPITAL ASSETS

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of one thousand dollars (\$1,000). The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets are depreciated, except land. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is allocated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	10 - 50 years
Equipment	5 - 10 years

COMPENSATED ABSENCES

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable 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 entire compensated absence liability is reported on the government-wide financial statements.

For governmental fund financial statements, the expenditures for unpaid compensated absences are recognized when due. The related liability is recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. Compensated absences are reported in governmental funds only if they have matured.

The District's policies regarding compensated absences are determined by the state laws and/or negotiated agreements. In summary, the policies are as follows:

<u>Vacation</u>	<u>Certified</u>	<u>Administrators</u>	<u>Non-Certificated</u>
How earned	Not Eligible	Not Eligible	10-25 days for each Service year depending on length of service.
Maximum Accumulation	Not Applicable	Not Applicable	25 days
Vested	Not Applicable	Not Applicable	As Earned
Termination Entitlement	Not Applicable	Not Applicable	Paid upon Termination
<u>Sick Leave</u>			
How Earned	1 1/4 days per month of employment (15 days per year)	1 1/4 days per month of employment (15 days per year)	1 1/4 days per month of employment (15 days per year)
Maximum Accumulation	330 days according to bargaining agreements	360 days	330 days according to bargaining agreements
Vested	As Earned	As Earned	As Earned
Termination Entitlement	Per Contract	Per Contract	Per Contract

NET ASSETS

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

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. Of the District's \$3,521,430 in restricted net assets, none were restricted by enabling legislation.

INTERFUND ACTIVITY

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

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

As a general rule the effect of interfund (internal) activity has been eliminated from the government-wide statement of activities. The interfund services provided and used are not eliminated in the process of consolidation.

FUND EQUITY

Reserved fund balances indicate a portion of fund equity which is not available for current appropriation or is legally segregated for a specific use. Fund balances are reserved for encumbrances, inventory, budgetary set-asides and property tax advances. The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The unreserved portion of fund equity, reflected for the Governmental Funds, is available for use within the specific purpose of those funds.

ESTIMATES

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

RESTRICTED ASSETS

Restricted assets in the general fund represent equity in pooled cash and investments set aside to establish a budget stabilization reserve. A corresponding fund balance reserve has also been established.

NOTE 3 - EQUITY IN POOLED CASH AND INVESTMENTS

The District maintains a cash and investment pool used by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "Equity in Pooled Cash and Investments."

State statute requires the classification of monies held by the District into three categories:

Active Monies - Those monies required to be kept in a "cash" or "near cash" status for immediate use by the District. Such monies must by law be maintained either as cash in the District treasury, in depository accounts payable or withdrawable on demand.

Inactive Monies – Those monies not required for use within the current two year period of designated depositories. Ohio law permits inactive monies to be deposited or invested as certificates of deposit maturing not later than the end of the current period of designated depositories, or as savings or deposit accounts, including, but not limited to passbook accounts.

Interim Monies – Those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Ohio law permits interim monies to be invested or deposited in the following securities:

- (1) Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.
- (2) Bonds notes, debentures, or other obligations or securities issued by any federal governmental agency.
- (3) No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.
- (4) Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificates of deposit maturing not more than one year from date of deposit, or by savings or deposit accounts, including, but limited to, passbook accounts.
- (5) Bonds, and other obligations of the State of Ohio.
- (6) The Ohio State Treasurer's investment pool (STAR Ohio).
- (7) Commercial paper and banker's acceptances which meet the requirements established by Ohio Revised Code, Sec. 135.142.
- (8) Under limited circumstances, corporate debt interests in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation, 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 moneys deposited with the institution.

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

Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy for deposits is any balance not covered by depository insurance will be collateralized by the financial institutions with pledged securities. As of June 30, 2009, \$16,370,521 of the District's bank balance of \$16,870,521 was exposed to custodial risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name.

Ohio Revised Code Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of specific securities. Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that all times the total value of the securities so pledged is at least equal to 105% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance.

Investments

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

	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
Money Market Funds	\$90,485	0.00
Federal Home Loan Bank	254,368	0.82
Federal Home Loan Bank - Discount Note	1,395,350	0.80
Federal Home Loan Mortgage	1,641,220	1.38
Federal Home Loan Mortgage - Discount Note	338,860	0.75
Fannie Mae	263,147	0.93
Fannie Mae - Discount Note	44,978	0.30
U.S. Treasury Bill	343,864	0.85
Discount Commercial Paper	623,402	0.42
	<u>\$4,995,674</u>	
Portfolio Weighted Average Maturity		0.93

Interest rate risk - In accordance with the investment policy, the District manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to three years.

Credit Risk – It is the District’s policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have the highest credit quality rating issued by nationally recognized statistical rating organizations. The District’s investments in Federal Home Loan Bank, Federal Home Loan Bank - Discount Note, Federal Home Loan Mortgage, Federal Home Loan Mortgage - Discount Note, Fannie Mae, and Fannie Mae - Discount Note were rated AAA by Standard & Poor’s and Fitch Ratings and Aaa by Moody’s Investors Service. Discount Commercial Paper was rated A-1+ by Standard & Poor’s and Fitch Ratings and P-1 by Moody’s Investors Service. Money Market Funds are not rated.

Concentration of credit risk – The District’s investment policy allows investments in Federal Agencies or Instrumentalities. The District has invested 2% of the District’s investments in Money Market Funds, 5% in Federal Home Loan Bank, 28% in Federal Home Loan Bank - Discount Note, 33% in Federal Home Loan Mortgage, 7% in Federal Home Loan Mortgage - Discount Note, 5% in Fannie Mae, 7% in U.S. Treasury Notes, 1% in Fannie Mae - Discount Note and 12% in Discount Commercial Paper.

Custodial credit risk is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All of the District’s securities are registered in the name of the District.

NOTE 4 - PROPERTY TAXES

Real property taxes collected in 2009 were levied after April 1, 2008 on the assessed values as of January 1, 2008, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. A re-evaluation of real property is required to be completed no less than every six years, with a statistical update ever third year. The most recent re-evaluation was completed in January 2008.

Tangible personal property tax is assessed on equipment and inventory held by businesses. Tangible property is assessed at 25 percent of true value (as defined). Each business was eligible to receive a \$10,000 exemption in assessed value which was reimbursed by the State.

The tangible personal property tax will phase out over a four-year period starting with tax year 2006 and ending with no tax due in 2009. This phase-out applies to most businesses and includes furniture and fixtures, machinery and equipment and inventory. New manufacturing machinery and equipment first reportable on the 2006 and subsequent year returns is not subject to the personal property tax.

Real property taxes are payable annually or semi-annually. In 2009, if paid annually, payment was due by January 20th. If paid semi-annually, the first payment (at least 1/2 amount billed) was due January 20th with the remainder due on June 20th.

The County Auditor remits portions of the taxes collected to all taxing districts with periodic settlements of real and public utility property taxes in February and August and tangible personal property taxes in June and October. The District records billed but uncollected property taxes as receivables at their estimated net realizable value.

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

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable at June 30, 2009. Delinquent property taxes collected within 60 days are included as a receivable and tax revenue as of June 30, 2009 on the fund statements. The entire amount of delinquent taxes receivable is recognized as a revenue on the government-wide financial statements. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is available to finance current year operations. The receivable is, therefore, offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2009, was \$1,250,618 for General Fund, \$128,982 for Other Governmental Funds, and is recognized as revenue, with a corresponding reserve to fund balance since the Board did not appropriate these receivables for fiscal year 2009 operations.

The assessed value, by property classification, upon which taxes collected in 2009 were based as follows:

	<u>Amount</u>
Tangible and Public Utility Personal	\$99,942,221
Real Estate	<u>1,454,762,810</u>
Total	<u><u>\$1,554,705,031</u></u>

NOTE 5 – RECEIVABLES

Receivables at June 30, 2009, consisted of taxes, accounts (rent and student fees), intergovernmental, interest and interfund. 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:

Other Governmental Funds:	<u>Amounts</u>
Public School Pre-School	\$13,357
School Security	28,851
Title VI B Pre-School	488,828
Title III	50,333
Title VI	723
Title I	296,814
Drug Free Schools	15,051
Pre-School Disabilities	6,173
Classroom Size Reduction	56,348
Miscellaneous Federal	28,862
Total	<u><u>\$985,340</u></u>

NOTE 6 - CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$3,803,351	\$0	\$0	\$3,803,351
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	69,153,081	170,587	0	69,323,668
Equipment	<u>23,980,785</u>	<u>1,193,445</u>	<u>2,394,762</u>	<u>22,779,468</u>
Totals at Historical Cost	<u>96,937,217</u>	<u>1,364,032</u>	<u>2,394,762</u>	<u>95,906,487</u>
Less Accumulated Depreciation:				
Buildings and Improvements	14,532,744	819,278	0	15,352,022
Equipment	<u>20,650,852</u>	<u>1,063,996</u>	<u>2,390,626</u>	<u>19,324,222</u>
Total Accumulated Depreciation	<u>35,183,596</u>	<u>1,883,274</u>	<u>2,390,626</u>	<u>34,676,244</u>
Governmental Activities Capital Assets, Net	<u>\$61,753,621</u>	<u>(\$519,242)</u>	<u>\$4,136</u>	<u>\$61,230,243</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:		
Regular		\$744,835
Special		111,290
Vocational		286,945
Support Services:		
Pupil		24,347
Instructional Staff		47,919
School Administration		46,269
Fiscal		2,086
Business		3,015
Operations and Maintenance		103,616
Pupil Transportation		391,991
Central		3,371
Operation of Non-Instructional Services		102,455
Extracurricular Activities		15,135
Total Depreciation Expense		<u>\$1,883,274</u>

NOTE 7 - LONG-TERM LIABILITIES

The change in the District’s long-term obligations during the year consist of the following:

	Interest Rate	Beginning Balance	Issued	Retired	Ending Balance	Due In One Year
Governmental Activities:						
Bonds:						
1994 School Improvement I	7.3157%	\$3,000,000	\$0	\$0	\$3,000,000	\$0
1997 Refunding	6.5702%	249,814	0	129,663	120,151	120,151
2001 School Improvement Refunding	4.8600%	28,630,841	0	1,850,000	26,780,841	2,145,000
Total Bonds		31,880,655	0	1,979,663	29,900,992	2,265,151
Capital Lease		395,312	404,520	372,865	426,967	91,972
Total Long Term Debt		32,275,967	404,520	2,352,528	30,327,959	2,357,123
Compensated Absences		8,699,792	1,838,248	908,903	9,629,137	646,749
Total Governmental Activities		<u>\$40,975,759</u>	<u>\$2,242,768</u>	<u>\$3,261,431</u>	<u>\$39,957,096</u>	<u>\$3,003,872</u>

General obligation bonds will be paid from the debt service fund. Compensated absences will be paid from the fund from which the person is paid (usually general and special revenue funds). Capital lease obligations will be paid from the general fund and permanent improvement fund.

The following is a summary of the District’s future annual debt service requirements for general obligations:

Fiscal Year Ending June 30	General Obligation Bonds		
	Principal	Interest	Total
2010	\$2,265,151	\$752,220	\$3,017,371
2011	2,340,000	1,437,894	3,777,894
2012	877,711	3,011,983	3,889,694
2013	860,030	3,224,963	4,084,993
2014	828,100	3,327,194	4,155,294
2015-2019	15,000,000	4,183,265	19,183,265
2020-2021	7,730,000	423,282	8,153,282
Total	<u>\$29,900,992</u>	<u>\$16,360,801</u>	<u>\$46,261,793</u>

NOTE 8 - PRIOR YEAR DEFEASANCE OF DEBT

In prior years, the District defeased certain general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included on the District’s financial statements. On June 30, 2009, \$31.725 million of bonds outstanding are considered defeased.

NOTE 9 - CAPITAL LEASES

The District in prior years has entered into a capital lease for computer equipment and copiers. During the current fiscal year, the District entered into another lease for copiers.

The lease for the computers meet the criteria of capital lease as defined by statement of Financial Accounting Standards No. 13 “Accounting for Leases”, which defines a capital lease generally as one that transfers benefits and risks of ownership to the lessee. Capital lease payments for the current and prior year copiers will be made from the General Fund and computer equipment will be made from the Permanent Improvement Fund.

The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of fiscal year end.

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Principal</u>
2010	\$91,972
2011	121,972
2012	80,904
2013	80,904
2014	52,588
Total Minimum Lease Payments	<u>\$428,340</u>
Amount Representing Interest	<u>(1,373)</u>
Present Value of Minimum Lease Payments	<u><u>\$426,967</u></u>

Capital assets acquired under capital leases in accordance with Statement of Financial Accounting Standards No. 13 are as follows:

Equipment	\$739,659
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NOTE 10 - PENSION PLANS

SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO

Plan Description

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement, disability, and survivor benefits; annual cost-of-living adjustments; and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report 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 *Employers/Audit Resources*.

Funding Policy

Plan members are required to contribute 10% of their annual covered salary and District is required to contribute 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocates the employer contribution rate among four of the funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care fund) of the System. For fiscal year ending June 30, 2009, the allocation to pension and death benefits is 9.09%. The remaining 4.91% of the 14% employer contribution rate is allocated to the Health Care and Medicare B Funds. The District's contributions to SERS for the years ended June 30, 2009, 2008, and 2007 were \$1,934,328, \$1,845,012, and \$1,808,784, respectively; 46% has been contributed for fiscal year 2009 and 100% for fiscal years 2008 and 2007.

STATE TEACHERS RETIREMENT SYSTEM OF OHIO

Plan Description

The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple employer public employee retirement system. 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. Additional information or copies of STRS Ohio's *Comprehensive Annual Financial Report* can be requested by writing to STRS Ohio, 275 E. Broad Street, Columbus, OH 43215-3771, by calling toll-free 1-888-227-7877, or by visiting the STRS Ohio web site at www.strsoh.org.

Plan Options

New members have a choice of three retirement plan options. In addition to the Defined Benefit (DB) Plan, new members are offered a Defined Contribution (DC) Plan and a Combined Plan. The DC Plan allows members to allocate all their member contributions and employer contributions equal to 10.5% of earned compensation among various investment choices. The

Combined Plan offers features of the DC Plan and DB Plan. In the Combined Plan, member contributions are allocated to investment choices 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 Plan 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 DB 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; or (iii) 30 years of service credit regardless of age. The annual retirement allowance, payable for life, is the greater of 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 three 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 for 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 Sections 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 service. 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.

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 on 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.

Eligible faculty of Ohio's public colleges and universities may choose to enroll in either STRS Ohio or an alternative retirement plan (ARP) offered by their employer. Employees have 120 days from their employment date to select a retirement plan.

A retiree of STRS Ohio or another Ohio public retirement system is eligible for reemployment as a teacher following the elapse of two months from the date of retirement. Contributions are made by the reemployed member and employer during the reemployment. Upon termination of reemployment or age 65, whichever comes later, the retiree is eligible for an annuity benefit or equivalent lump-sum payment in addition to the original retirement allowance. A reemployed 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 DB Plan participants.

The DB 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 hospitalizations, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. By Ohio law, health care benefits are not guaranteed.

A DB or Combined Plan member with five or more years' credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of 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 DB Plan. Death benefit coverage up to \$2,000 can be purchased by participants in the DB, DC or Combined Plans. Various other benefits are available to members' beneficiaries.

Funding Policy

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.

Contribution requirements and the contributions actually made for the fiscal year ended June 30, 2009, were 10% of covered payroll for members and 14% for employers. The District's contributions to STRS for the years ended June 30, 2009, 2008, and 2007 were \$5,328,288, \$5,891,994, and \$5,508,275, respectively; 84% has been contributed for fiscal year 2009 and 100% for fiscal years 2008 and 2007.

NOTE 11 - POST EMPLOYMENT BENEFITS

SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO

Plan Description

In addition to a cost-sharing multiple-employer defined benefit pension plan, the School Employees Retirement System of Ohio (SERS) administers two postemployment 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 (ORC) 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 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 year 2009, the actuarially required allocation was .75%. District contributions for the year ended June 30, 2009, 2008 and 2007 were \$103,624, \$89,615 and \$89,147, respectively, which equaled the required contributions each year.

Health Care Plan

ORC 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 ORC provides the statutory authority to fund SERS' postemployment benefits through employer contributions. Active members do not make contributions to the postemployment benefit plans.

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. At June 30, 2009, the health care allocation was 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. The District contributions assigned to health care for the years ended June 30, 2009, 2008, and 2007 were \$574,771, \$437,531, and \$441,860, 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 *Employers/Audit Resources*.

STATE TEACHERS RETIREMENT SYSTEM OF OHIO

Plan Description

STRS Ohio administers a pension plan that is comprised of: a Defined Benefit Plan; a self-directed Defined Contribution Plan and a Combined Plan that is a hybrid of the Defined Benefit and the Defined Contribution Plan.

Ohio law authorized 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 Combined Plans. Coverage under the current program includes hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums.

Pursuant to 3307 of the 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 costs 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* by visiting www.strsoh.org or by requesting a copy by calling toll-free 1-888-227-7877.

Funding Policy

Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14% employer contributions rate, 1% of covered payroll was allocated to post-employment health care for the year ended June 30, 2009, 2008 and 2007. The 14% employer contribution rate is the maximum rate established under Ohio law. The District contributions for the years ended June 30, 2009, 2008, and 2007 were \$380,592, \$420,857, and \$393,448, respectively.

NOTE 12 - CONTINGENT LIABILITIES

GRANTS

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and 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 effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District as of June 30, 2009.

LITIGATION

The District is involved in two lawsuits. Although the outcome of the lawsuits are not presently determinable, in the opinion of the District, these matters will not have a material adverse affect on the financial condition of the District.

District management estimates that all other potential claims, not covered by insurance of the District, resulting from all other litigation would not materially affect the financial statements of the District.

NOTE 13 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During the fiscal year, the District contracted with Ohio Casualty for property and general liability insurance and boiler and machinery insurance.

General liability is protected by Ohio Casualty with \$1,000,000 each occurrence, \$2,000,000 aggregate limit. Vehicles are covered by Ohio Casualty with a \$500 deductible. Public officials bond insurance is provided by Brower Insurance Company. The Treasurer is covered by a bond in the amount of \$20,000. The District has elected to provide employee medical and dental benefits through Butler Health Plan. The employees share the cost of the monthly premium for the coverage with the Board.

There were no significant reductions in insurance coverage from the prior year. Also, there were no settlements that exceeded insurance coverage for the past three fiscal years.

NOTE 14 - JOINTLY GOVERNED ORGANIZATIONS

Southwestern Ohio Computer Association

Southwestern Ohio Computer Association (SWOCA) is a jointly governed organization among a three county consortium of school districts. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts. Each of the governments of these schools supports SWOCA based upon a per pupil charge dependent upon the software package utilized. SWOCA is governed by a Board of Directors consisting of the superintendents and treasurers of member school districts. The degree of control exercised by any participating school district is limited to its representation on the Board. The Board consists of one representative from each of the participating 34 school districts.

Butler Technology and Career Development Schools

The Butler Technology and Career Development Schools is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of one representative from the participating school district's elected board, which possesses its own budgeting and taxing authority. Accordingly, the Butler Technology and Career Development School is not part of the District and its operations are not included as part of the reporting entity.

NOTE 15 – ACCOUNTABILITY

The following funds had a deficit in fund balance:

<u>Other Governmental Funds:</u>	
School Security	\$4,271
Title VI B Pre-school	144,571
Title I	59,011
Title III	2
Title VI	13,751
Pre-school Disabilities	4,849
Classroom Size Reduction	7,847
Food Service	85,433
Latchkey	246,639

The deficit in fund balance was primarily due to accruals in GAAP. The general fund is liable for any deficit in these funds and will provide transfers when cash is required not when accruals occur.

NOTE 16 - STATUTORY RESERVES

The School District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by year-end or offset by similar restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years.

For fiscal year ended June 30, 2009, the School District was no longer required to set aside funds in the budget reserve set-aside, with the exception of refund monies received from the Bureau of Workers' Compensation, which must be spent for specified purposes.

The following cash basis information describes the change in the year-end set-aside amounts for textbooks and capital acquisition. Disclosure of the information is required by State statute.

	<u>Textbooks</u>	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>
Set Aside Reserve Balance as of June 30, 2008	(\$513,479)	\$0	\$203,843
Current Year Set Aside Requirements	1,464,714	1,464,714	0
Qualified Disbursements	(1,586,047)	(1,405,477)	0
Current Year Offsets	0	(30,364,196)	0
Set Aside Reserve Balance as of June 30, 2009	<u>(\$634,812)</u>	<u>(\$30,304,959)</u>	<u>\$203,843</u>
Restricted Cash as of June 30, 2009	<u>\$0</u>	<u>\$0</u>	<u>\$203,843</u>
Carried Forward as of June 30, 2009	<u>(\$634,812)</u>		

Although the School District had offsets and qualifying disbursements during the year that reduced the set-aside amounts to below zero for textbooks and capital acquisition, only the amount for the textbooks set-aside may be used to reduce the set-aside requirement of future years. For capital acquisition, the negative amount was a result of a bond issuance, which will be used to offset set-aside requirements in future years.

Am. Sub. Senate Bill 345 amended ORC Section 5705.29 effectively eliminating the requirement for the District to establish and maintain a budget stabilization reserve. By resolution, the Board can eliminate the reserve in accordance with the Act. As of June 30, 2009, the Board had not acted on the Senate Bill requirements to eliminate the reserve balance.

NOTE 17 - INTERFUND TRANSACTIONS

Interfund transactions at June 30, 2009, consisted of the following interfund receivables and interfund payables:

	Interfund	
	<u>Receivable</u>	<u>Payable</u>
General Fund	\$1,120,175	\$0
Other Governmental Funds	<u>0</u>	<u>1,120,175</u>
Total All Funds	<u>\$1,120,175</u>	<u>\$1,120,175</u>

Interfund balance/transfers are used to 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 unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budget authorizations; to segregate and to return money to the fund from which it was originally provided once a project is completed.

REQUIRED SUPPLEMENTARY INFORMATION

2008-2009 **Ohio**
Local Report Card

EXCELLENT
District Rating

Awarded by the **Ohio** State Board
of Education

Fairfield City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2009

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$38,396,000	\$37,650,206	\$37,650,206	\$0
Revenue in lieu of taxes	758,166	1,587,507	1,587,507	0
Tuition and Fees	1,058,500	1,005,873	1,005,873	0
Investment Earnings	900,000	446,710	446,710	0
Intergovernmental	30,309,900	32,857,388	32,857,388	0
Extracurricular Activities	114,900	117,474	117,474	0
Other Revenues	573,834	1,201,538	1,201,538	0
Total Revenues	72,111,300	74,866,696	74,866,696	0
Expenditures:				
Current:				
Instruction:				
Regular	35,077,005	35,019,019	35,019,019	0
Special	7,004,659	7,318,468	7,318,468	0
Vocational	91,068	88,924	88,924	0
Other	1,580,761	1,795,523	1,795,523	0
Support Services:				
Pupil	2,326,930	2,313,147	2,313,147	0
Instructional Staff	5,543,337	5,930,504	5,930,504	0
General Administration	18,123	27,588	27,588	0
School Administration	5,971,747	6,153,284	6,153,284	0
Fiscal	1,345,098	1,242,689	1,242,689	0
Business	323,377	133,604	133,604	0
Operations and Maintenance	8,024,670	8,180,524	8,180,524	0
Pupil Transportation	5,628,275	5,824,646	5,824,646	0
Central	150,118	152,217	152,217	0
Extracurricular Activities	1,301,463	1,473,020	1,473,020	0
Debt Service:				
Principal Retirement	84,484	84,484	84,484	0
Total Expenditures	74,471,115	75,737,641	75,737,641	0
Excess of Revenues Over (Under) Expenditures	(2,359,815)	(870,945)	(870,945)	0
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	0	247	247	0
Advances In	436,807	436,807	436,807	0
Advances (Out)	0	(1,120,175)	(1,120,175)	0
Total Other Financing Sources (Uses)	436,807	(683,121)	(683,121)	0
Net Change in Fund Balance	(1,923,008)	(1,554,066)	(1,554,066)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	17,116,993	17,116,993	17,116,993	0
Fund Balance End of Year	\$15,193,985	\$15,562,927	\$15,562,927	\$0

See accompanying notes to the required supplementary information.

Fairfield City School District, Ohio
Notes to the Required Supplementary Information
For The Year Fiscal Ended June 30, 2009

NOTE 1 - BUDGETARY PROCESS

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriations 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 amount that the Board of Education may appropriate. The appropriation resolution is Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Board. The legal level of control has been established by Board at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education. During the course of fiscal 2009, the District amended its budget at several times, however none were significant.

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

The appropriation resolution is subject to amendment by the Board throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Board during the year. At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriation. Encumbered appropriations are carried forward to the succeeding fiscal year and are not reappropriated.

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 is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Combined Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

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

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

Net Change in Fund Balance

	<u>General</u>
GAAP Basis	\$295,616
Revenue Accruals	74,155
Expenditure Accruals	147,171
Issuance of Debt	(404,520)
Advances In	436,807
Advances Out	(1,120,175)
Encumbrances	(983,120)
Budget Basis	<u><u>(\$1,554,066)</u></u>

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COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

2008-2009 **Ohio**
Local Report Card

EXCELLENT
District Rating

Awarded by the **Ohio** State Board
of Education

FUND DESCRIPTIONS

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS: Special Revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

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

SPRING RECOGNITION: To account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

EXTRACURRICULAR STUDENT ACTIVITIES: To account for those student activity programs which have student participation in the activity but do not have student management in the programs. This fund includes athletic programs as well as the band, cheerleaders, flag corps and other similar types of activities.

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

MANAGEMENT INFORMATION: To account for state funds which are provided to assist the District in implementing a staff, student and financial system as mandated by the Omnibus Education Reform Act of 1989.

PUBLIC SCHOOL PRE-SCHOOL: To account for state funds to assist school districts in paying the cost of pre-school programs.

ENTRY YEAR GRANT: To account for state funds provided for entry year programs.

SCHOOLNET ONENET: To account for state funds related to the District's SchoolNet OneNet program.

SCHOOLNET PROFESSIONAL DEVELOPMENT: To account for a limited number of professional development subsidy grants.

OHIO READS: To account for state funds, which are designated reading.

SCHOOL SECURITY: To account for state funds provided for security of equipment.

TITLE VI B PRE-SCHOOL: To account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels; assist in the training of teachers, supervisors and other specialist in providing educational services to the handicapped.

TITLE III: Federal grant used to account for federal monies provided to support the District's ESL population.

TITLE I: To account for federal funds for services provided to meet special educational needs of educationally deprived children.

TITLE VI: To account for federal funds to provide programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; programs to enhance personal excellence of students and student achievement.

DRUG FREE SCHOOLS: To account for federal funds used for establishment, operation and improvement of programs of drug abuse prevention, early intervention, rehabilitation referral and education in schools.

PRE-SCHOOL DISABILITIES: This program, Section 619 of Public Law 99-457, addresses the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

CLASSROOM SIZE REDUCTION: To account for federal funds to be used for classroom size reduction.

MISCELLANEOUS FEDERAL: To account for federal funds related to Goals 2000, Raising the Bar and the Assistive Technology Infusion programs.

FOOD SERVICE: To account for all revenues and expenses related to the provision of food services, including breakfast and lunch, for the District students and staff.

UNIFORM SCHOOL SUPPLY: To account for the purchase and sale of school supplies as adopted by the Board of Education for use in all schools of the District.

LATCHKEY: To account for all revenues and expenses related to the operation of the Latchkey Program for the District students.

NUTRITION EDUCATION & TRAINING PROGRAM: To account for funds related to the operation of the nutrition education & training program for the District.

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

CAPITAL PROJECTS FUND: The Capital Projects Fund is used to account for the financial resources to be used for the acquisition or construction of major capital facilities.

PERMANENT IMPROVEMENT: To account for all transactions related to improvements to existing District facilities.

Fairfield City School District, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$1,395,719	\$2,115,078	\$1,303,219	\$4,814,016
Receivables:				
Taxes	0	4,259,795	0	4,259,795
Accounts	64,128	0	0	64,128
Interest	79	0	0	79
Intergovernmental	985,340	0	0	985,340
Inventory	19,673	0	0	19,673
Total Assets	2,464,939	6,374,873	1,303,219	10,143,031
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	256,960	0	5,134	262,094
Accrued Wages and Benefits	677,919	0	0	677,919
Interfund Payable	1,120,175	0	0	1,120,175
Deferred Revenue	115,062	4,130,813	0	4,245,875
Total Liabilities	2,170,116	4,130,813	5,134	6,306,063
Fund Balances:				
Reserved for Encumbrances	371,923	0	19,868	391,791
Reserved for Inventory	19,673	0	0	19,673
Reserved for Property Tax Advances	0	128,982	0	128,982
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	(96,773)	0	0	(96,773)
Debt Service Funds	0	2,115,078	0	2,115,078
Capital Projects Funds	0	0	1,278,217	1,278,217
Total Fund Balances	294,823	2,244,060	1,298,085	3,836,968
Total Liabilities and Fund Balances	\$2,464,939	\$6,374,873	\$1,303,219	\$10,143,031

Fairfield City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2009

	Public School Support	Spring Recognition	Extracurricular Student Activities	Auxiliary Services	Management Information
Assets:					
Equity in Pooled Cash and Investments	\$240,683	\$39,517	\$26,889	\$150,626	\$0
Receivables:					
Accounts	9,389	3,755	478	0	0
Interest	0	0	0	69	0
Intergovernmental	0	0	0	0	0
Inventory	0	0	0	0	0
Total Assets	250,072	43,272	27,367	150,695	0
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	10,861	4,152	3,727	63,659	0
Accrued Wages and Benefits	0	0	0	57,034	0
Interfund Payable	0	5,335	0	0	0
Deferred Revenue	0	0	0	0	0
Total Liabilities	10,861	9,487	3,727	120,693	0
Fund Balances:					
Reserved for Encumbrances	27,701	6,143	1,439	34,655	0
Reserved for Inventory	0	0	0	0	0
Unreserved, Undesignated, Reported in: Special Revenue Funds	211,510	27,642	22,201	(4,653)	0
Total Fund Balances	239,211	33,785	23,640	30,002	0
Total Liabilities and Fund Balances	\$250,072	\$43,272	\$27,367	\$150,695	\$0

Public School Pre-School	Entry Year Grant	SchoolNet OneNet	SchoolNet Professional Development	Ohio Reads	School Security
\$0	\$0	\$0	\$64	\$0	\$3,350
0	0	0	0	0	0
0	0	0	0	0	0
13,357	0	0	0	0	28,851
0	0	0	0	0	0
<u>13,357</u>	<u>0</u>	<u>0</u>	<u>64</u>	<u>0</u>	<u>32,201</u>
0	0	0	0	0	0
0	0	0	0	0	16,719
0	0	0	0	0	10,221
0	0	0	0	0	9,532
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>36,472</u>
0	0	0	0	0	831
0	0	0	0	0	0
<u>13,357</u>	<u>0</u>	<u>0</u>	<u>64</u>	<u>0</u>	<u>(5,102)</u>
<u>13,357</u>	<u>0</u>	<u>0</u>	<u>64</u>	<u>0</u>	<u>(4,271)</u>
<u>\$13,357</u>	<u>\$0</u>	<u>\$0</u>	<u>\$64</u>	<u>\$0</u>	<u>\$32,201</u>

Continued

Fairfield City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2009

	Title VI B Pre-School	Title III	Title I	Title VI	Drug Free Schools
Assets:					
Equity in Pooled Cash and Investments	\$10,504	\$899	\$11,843	\$49	\$4,383
Receivables:					
Accounts	0	0	0	0	0
Interest	0	0	0	0	0
Intergovernmental	488,828	50,333	296,814	723	15,051
Inventory	0	0	0	0	0
Total Assets	499,332	51,232	308,657	772	19,434
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	12,017	0	4,811	53	1,462
Accrued Wages and Benefits	376,788	0	135,691	13,701	0
Interfund Payable	255,098	39,826	163,857	46	8,532
Deferred Revenue	0	11,408	63,309	723	6,890
Total Liabilities	643,903	51,234	367,668	14,523	16,884
Fund Balances:					
Reserved for Encumbrances	0	900	7,037	0	2,921
Reserved for Inventory	0	0	0	0	0
Unreserved, Undesignated, Reported in: Special Revenue Funds	(144,571)	(902)	(66,048)	(13,751)	(371)
Total Fund Balances	(144,571)	(2)	(59,011)	(13,751)	2,550
Total Liabilities and Fund Balances	\$499,332	\$51,232	\$308,657	\$772	\$19,434

Pre-School Disabilities	Classroom Size Reduction	Miscellaneous Federal	Food Service	Uniform School Supply	Latchkey
\$0	\$10,714	\$7,410	\$383,987	\$489,152	\$15,649
0	0	0	7,890	20,661	21,955
0	0	0	10	0	0
6,173	56,348	28,862	0	0	0
0	0	0	19,673	0	0
<u>6,173</u>	<u>67,062</u>	<u>36,272</u>	<u>411,560</u>	<u>509,813</u>	<u>37,604</u>
0	4,835	825	135,357	11,594	3,607
7,040	18,645	0	0	0	52,301
3,982	31,625	11,682	361,636	0	228,335
0	19,804	3,396	0	0	0
<u>11,022</u>	<u>74,909</u>	<u>15,903</u>	<u>496,993</u>	<u>11,594</u>	<u>284,243</u>
0	5,877	6,224	250,343	15,199	12,653
0	0	0	19,673	0	0
<u>(4,849)</u>	<u>(13,724)</u>	<u>14,145</u>	<u>(355,449)</u>	<u>483,020</u>	<u>(259,292)</u>
<u>(4,849)</u>	<u>(7,847)</u>	<u>20,369</u>	<u>(85,433)</u>	<u>498,219</u>	<u>(246,639)</u>
<u>\$6,173</u>	<u>\$67,062</u>	<u>\$36,272</u>	<u>\$411,560</u>	<u>\$509,813</u>	<u>\$37,604</u>

Continued

Fairfield City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2009

	Nutrition Education & Training Program	Total Nonmajor Special Revenue Funds
Assets:		
Equity in Pooled Cash and Investments	\$0	\$1,395,719
Receivables:		
Accounts	0	64,128
Interest	0	79
Intergovernmental	0	985,340
Inventory	0	19,673
Total Assets	0	2,464,939
Liabilities and Fund Balances:		
Liabilities:		
Accounts Payable	0	256,960
Accrued Wages and Benefits	0	677,919
Interfund Payable	0	1,120,175
Deferred Revenue	0	115,062
Total Liabilities	0	2,170,116
Fund Balances:		
Reserved for Encumbrances	0	371,923
Reserved for Inventory	0	19,673
Unreserved, Undesignated, Reported in: Special Revenue Funds	0	(96,773)
Total Fund Balances	0	294,823
Total Liabilities and Fund Balances	\$0	\$2,464,939

Fairfield City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues:				
Taxes	\$0	\$3,692,770	\$1,089,361	\$4,782,131
Investment Earnings	1,537	0	0	1,537
Intergovernmental	5,546,757	433,089	139,484	6,119,330
Extracurricular Activities	312,879	0	0	312,879
Charges for Services	3,640,758	0	0	3,640,758
Other Revenues	362,800	0	0	362,800
Total Revenues	9,864,731	4,125,859	1,228,845	15,219,435
Expenditures:				
Current:				
Instruction:				
Regular	693,749	0	584,461	1,278,210
Special	1,641,963	0	0	1,641,963
Support Services:				
Pupil	1,612,887	0	0	1,612,887
Instructional Staff	288,608	0	0	288,608
School Administration	176,469	0	0	176,469
Fiscal	0	52,679	15,736	68,415
Business	26,916	0	0	26,916
Operations and Maintenance	19,887	0	0	19,887
Pupil Transportation	5,633	0	0	5,633
Central	2,028	0	0	2,028
Operation of Non-Instructional Services	5,357,561	0	0	5,357,561
Extracurricular Activities	285,660	0	0	285,660
Capital Outlay	0	0	503,058	503,058
Debt Service:				
Principal Retirement	0	1,979,663	100,987	2,080,650
Interest and Fiscal Charges	0	2,047,956	8,899	2,056,855
Total Expenditures	10,111,361	4,080,298	1,213,141	15,404,800
Net Change in Fund Balance	(246,630)	45,561	15,704	(185,365)
Fund Balance Beginning of Year	541,453	2,198,499	1,282,381	4,022,333
Fund Balance End of Year	\$294,823	\$2,244,060	\$1,298,085	\$3,836,968

Fairfield City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2009

	Public School Support	Spring Recognition	Extracurricular Student Activities	Auxiliary Services	Management Information
Revenues:					
Investment Earnings	\$0	\$0	\$0	\$1,498	\$0
Intergovernmental	0	0	0	724,704	26,916
Extracurricular Activities	80,930	0	231,949	0	0
Charges for Services	1,570	0	0	0	0
Other Revenues	250,583	83,267	28,950	0	0
Total Revenues	333,083	83,267	260,899	726,202	26,916
Expenditures:					
Current:					
Instruction:					
Regular	0	92,304	0	0	0
Special	0	0	0	0	0
Support Services:					
Pupil	308,435	0	0	0	0
Instructional Staff	0	2,233	0	0	0
School Administration	0	0	0	0	0
Business	0	0	0	0	26,916
Operations and Maintenance	1,017	533	0	0	0
Pupil Transportation	1,036	0	0	0	0
Central	0	0	0	0	0
Operation of Non-Instructional Services	0	0	0	788,968	0
Extracurricular Activities	0	0	285,660	0	0
Total Expenditures	310,488	95,070	285,660	788,968	26,916
Net Change in Fund Balance	22,595	(11,803)	(24,761)	(62,766)	0
Fund Balance Beginning of Year	216,616	45,588	48,401	92,768	0
Fund Balance End of Year	\$239,211	\$33,785	\$23,640	\$30,002	\$0

Public School Pre-School	Entry Year Grant	SchoolNet OneNet	SchoolNet Professional Development	Ohio Reads	School Security
\$0	\$0	\$0	\$0	\$0	\$0
0	14,700	30,000	2,970	0	112,612
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	14,700	30,000	2,970	0	112,612
0	15,415	30,000	0	835	0
17,691	0	0	0	0	0
0	0	0	0	0	121,832
0	0	0	2,988	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
17,691	15,415	30,000	2,988	835	121,832
(17,691)	(715)	0	(18)	(835)	(9,220)
31,048	715	0	82	835	4,949
\$13,357	\$0	\$0	\$64	\$0	(\$4,271)

Continued

Fairfield City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2009

	Title VI B Pre-School	Title III	Title I	Title VI	Drug Free Schools
Revenues:					
Investment Earnings	\$0	\$0	\$0	\$0	\$0
Intergovernmental	2,133,429	71,292	903,294	7,950	14,562
Extracurricular Activities	0	0	0	0	0
Charges for Services	0	0	0	0	0
Other Revenues	0	0	0	0	0
Total Revenues	2,133,429	71,292	903,294	7,950	14,562
Expenditures:					
Current:					
Instruction:					
Regular	0	51,485	0	9,005	9,734
Special	826,832	0	797,440	0	0
Support Services:					
Pupil	1,124,324	0	19,240	0	0
Instructional Staff	61,259	14,634	81,859	0	0
School Administration	176,469	0	0	0	0
Business	0	0	0	0	0
Operations and Maintenance	0	0	0	0	0
Pupil Transportation	0	0	4,597	0	0
Central	0	0	0	0	2,028
Operation of Non-Instructional Services	41,399	5,175	3,743	53	250
Extracurricular Activities	0	0	0	0	0
Total Expenditures	2,230,283	71,294	906,879	9,058	12,012
Net Change in Fund Balance	(96,854)	(2)	(3,585)	(1,108)	2,550
Fund Balance Beginning of Year	(47,717)	0	(55,426)	(12,643)	0
Fund Balance End of Year	(\$144,571)	(\$2)	(\$59,011)	(\$13,751)	\$2,550

Pre-School Disabilities	Classroom Size Reduction	Miscellaneous Federal	Food Service	Uniform School Supply	Latchkey
\$0	\$0	\$0	\$39	\$0	\$0
36,540	224,746	267,274	975,768	0	0
0	0	0	0	0	0
0	0	0	2,348,603	575,421	715,164
0	0	0	0	0	0
<u>36,540</u>	<u>224,746</u>	<u>267,274</u>	<u>3,324,410</u>	<u>575,421</u>	<u>715,164</u>
2,333	103,686	378,352	0	0	0
0	0	0	0	0	0
39,056	0	0	0	0	0
0	120,191	5,444	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	18,337	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	4,045	50,730	3,104,661	510,787	847,750
0	0	0	0	0	0
<u>41,389</u>	<u>227,922</u>	<u>452,863</u>	<u>3,104,661</u>	<u>510,787</u>	<u>847,750</u>
(4,849)	(3,176)	(185,589)	219,749	64,634	(132,586)
0	(4,671)	205,958	(305,182)	433,585	(114,053)
<u>(\$4,849)</u>	<u>(\$7,847)</u>	<u>\$20,369</u>	<u>(\$85,433)</u>	<u>\$498,219</u>	<u>(\$246,639)</u>

Continued

Fairfield City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2009

	Nutrition Education & Training Program	Total Nonmajor Special Revenue Funds
Revenues:		
Investment Earnings	\$0	\$1,537
Intergovernmental	0	5,546,757
Extracurricular Activities	0	312,879
Charges for Services	0	3,640,758
Other Revenues	0	362,800
Total Revenues	0	9,864,731
Expenditures:		
Current:		
Instruction:		
Regular	600	693,749
Special	0	1,641,963
Support Services:		
Pupil	0	1,612,887
Instructional Staff	0	288,608
School Administration	0	176,469
Business	0	26,916
Operations and Maintenance	0	19,887
Pupil Transportation	0	5,633
Central	0	2,028
Operation of Non-Instructional Services	0	5,357,561
Extracurricular Activities	0	285,660
Total Expenditures	600	10,111,361
Net Change in Fund Balance	(600)	(246,630)
Fund Balance Beginning of Year	600	541,453
Fund Balance End of Year	\$0	\$294,823

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Public School Support Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$81,074	\$81,074	\$0
Charges for Services	1,570	1,570	0
Other Revenues	247,877	247,877	0
Total Revenues	330,521	330,521	0
Expenditures:			
Current:			
Support Services:			
Pupil	342,149	342,149	0
Operations and Maintenance	1,017	1,017	0
Pupil Transportation	1,036	1,036	0
Total Expenditures	344,202	344,202	0
Net Change in Fund Balance	(13,681)	(13,681)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	220,210	220,210	0
Fund Balance End of Year	\$206,529	\$206,529	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Spring Recognition Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$81,362	\$81,362	\$0
Total Revenues	81,362	81,362	0
Expenditures:			
Current:			
Instruction:			
Regular	104,196	104,196	0
Support Services:			
Instructional Staff	2,233	2,233	0
Operations and Maintenance	1,620	1,620	0
Total Expenditures	108,049	108,049	0
Excess of Revenues Over (Under) Expenditures	(26,687)	(26,687)	0
Other Financing Sources (Uses):			
Advances In	5,335	5,335	0
Total Other Financing Sources (Uses)	5,335	5,335	0
Net Change in Fund Balance	(21,352)	(21,352)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	51,238	51,238	0
Fund Balance End of Year	\$29,886	\$29,886	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Extracurricular Student Activities Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$231,899	\$231,899	\$0
Other Revenues	28,950	28,950	0
Total Revenues	260,849	260,849	0
Expenditures:			
Current:			
Extracurricular Activities	294,058	294,058	0
Total Expenditures	294,058	294,058	0
Net Change in Fund Balance	(33,209)	(33,209)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	55,468	55,468	0
Fund Balance End of Year	\$22,259	\$22,259	\$0

Fairfield City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2009

	Auxiliary Services Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$1,429	\$1,429	\$0
Intergovernmental	724,784	724,784	0
Total Revenues	726,213	726,213	0
Expenditures:			
Current:			
Instruction:			
Operation of Non-Instructional Services	821,887	821,887	0
Total Expenditures	821,887	821,887	0
Excess of Revenues Over (Under) Expenditures	(95,674)	(95,674)	0
Other Financing Sources (Uses):			
Transfers In	48,473	48,473	0
Transfers (Out)	(48,473)	(48,473)	0
Total Other Financing Sources (Uses)	0	0	0
Net Change in Fund Balance	(95,674)	(95,674)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	177,034	177,034	0
Fund Balance End of Year	\$81,360	\$81,360	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Management Information Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$26,916	\$26,916	\$0
Total Revenues	26,916	26,916	0
Expenditures:			
Current:			
Support Services:			
Business	26,916	26,916	0
Total Expenditures	26,916	26,916	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Public School Pre-School Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Special	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Entry Year Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$31,500	\$31,500	\$0
Total Revenues	31,500	31,500	0
Expenditures:			
Current:			
Instruction:			
Regular	15,415	15,415	0
Total Expenditures	15,415	15,415	0
Excess of Revenues Over (Under) Expenditures	16,085	16,085	0
Other Financing Sources (Uses):			
Advances (Out)	(16,085)	(16,085)	0
Total Other Financing Sources (Uses)	(16,085)	(16,085)	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	SchoolNet OneNet Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$30,000	\$30,000	\$0
Total Revenues	30,000	30,000	0
Expenditures:			
Current:			
Instruction:			
Regular	41,483	41,483	0
Total Expenditures	41,483	41,483	0
Net Change in Fund Balance	(11,483)	(11,483)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	11,483	11,483	0
Fund Balance End of Year	\$0	\$0	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	SchoolNet Professional Development Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,970	\$2,970	\$0
Total Revenues	2,970	2,970	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	3,465	3,465	0
Total Expenditures	3,465	3,465	0
Net Change in Fund Balance	(495)	(495)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	559	559	0
Fund Balance End of Year	\$64	\$64	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Ohio Reads Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	835	835	0
Total Expenditures	835	835	0
Net Change in Fund Balance	(835)	(835)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	835	835	0
Fund Balance End of Year	\$0	\$0	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	School Security Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$93,293	\$93,293	\$0
Total Revenues	93,293	93,293	0
Expenditures:			
Current:			
Support Services:			
Pupil	116,682	116,682	0
Total Expenditures	116,682	116,682	0
Excess of Revenues Over (Under) Expenditures	(23,389)	(23,389)	0
Other Financing Sources (Uses):			
Advances In	10,221	10,221	0
Total Other Financing Sources (Uses)	10,221	10,221	0
Net Change in Fund Balance	(13,168)	(13,168)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	15,687	15,687	0
Fund Balance End of Year	\$2,519	\$2,519	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Title VI B Pre-School Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,015,927	\$2,015,927	\$0
Total Revenues	<u>2,015,927</u>	<u>2,015,927</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Special	798,842	798,842	0
Support Services:			
Pupil	1,172,190	1,172,190	0
Instructional Staff	63,607	63,607	0
School Administration	181,850	181,850	0
Operation of Non-Instructional Services	<u>40,473</u>	<u>40,473</u>	<u>0</u>
Total Expenditures	<u>2,256,962</u>	<u>2,256,962</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(241,035)</u>	<u>(241,035)</u>	<u>0</u>
Other Financing Sources (Uses):			
Advances In	255,098	255,098	0
Advances (Out)	<u>(49,321)</u>	<u>(49,321)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>205,777</u>	<u>205,777</u>	<u>0</u>
Net Change in Fund Balance	(35,258)	(35,258)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>35,250</u>	<u>35,250</u>	<u>0</u>
Fund Balance End of Year	<u><u>(\$8)</u></u>	<u><u>(\$8)</u></u>	<u><u>\$0</u></u>

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Title III Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$56,812	\$56,812	\$0
Total Revenues	<u>56,812</u>	<u>56,812</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	52,321	52,321	0
Support Services:			
Instructional Staff	15,568	15,568	0
Operation of Non-Instructional Services	5,175	5,175	0
Total Expenditures	<u>73,064</u>	<u>73,064</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(16,252)</u>	<u>(16,252)</u>	<u>0</u>
Other Financing Sources (Uses):			
Advances In	39,826	39,826	0
Advances (Out)	(26,495)	(26,495)	0
Total Other Financing Sources (Uses)	<u>13,331</u>	<u>13,331</u>	<u>0</u>
Net Change in Fund Balance	(2,921)	(2,921)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>2,921</u>	<u>2,921</u>	<u>0</u>
Fund Balance End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Title I Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$676,176	\$676,176	\$0
Total Revenues	<u>676,176</u>	<u>676,176</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Special	766,642	766,642	0
Support Services:			
Pupil	23,914	23,914	0
Instructional Staff	84,194	84,194	0
Pupil Transportation	4,597	4,597	0
Operation of Non-Instructional Services	<u>3,743</u>	<u>3,743</u>	<u>0</u>
Total Expenditures	<u>883,090</u>	<u>883,090</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(206,914)</u>	<u>(206,914)</u>	<u>0</u>
Other Financing Sources (Uses):			
Advances In	163,857	163,857	0
Advances (Out)	<u>(2,788)</u>	<u>(2,788)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>161,069</u>	<u>161,069</u>	<u>0</u>
Net Change in Fund Balance	(45,845)	(45,845)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>45,840</u>	<u>45,840</u>	<u>0</u>
Fund Balance End of Year	<u><u>(\$5)</u></u>	<u><u>(\$5)</u></u>	<u><u>\$0</u></u>

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Title VI Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$7,950	\$7,950	\$0
Total Revenues	7,950	7,950	0
Expenditures:			
Current:			
Instruction:			
Regular	7,821	7,821	0
Operation of Non-Instructional Services	177	177	0
Total Expenditures	7,998	7,998	0
Excess of Revenues Over (Under) Expenditures	(48)	(48)	0
Other Financing Sources (Uses):			
Advances In	46	46	0
Advances (Out)	(113)	(113)	0
Total Other Financing Sources (Uses)	(67)	(67)	0
Net Change in Fund Balance	(115)	(115)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	111	111	0
Fund Balance End of Year	(\$4)	(\$4)	\$0

Fairfield City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2009

	Drug Free Schools Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$11,903	\$11,903	\$0
Total Revenues	11,903	11,903	0
Expenditures:			
Current:			
Instruction:			
Regular	12,655	12,655	0
Support Services:			
Central	2,028	2,028	0
Operation of Non-Instructional Services	250	250	0
		0	
Total Expenditures	14,933	14,933	0
Excess of Revenues Over (Under) Expenditures	(3,030)	(3,030)	0
Other Financing Sources (Uses):			
Advances In	8,532	8,532	0
Advances (Out)	(5,752)	(5,752)	0
Total Other Financing Sources (Uses)	2,780	2,780	0
Net Change in Fund Balance	(250)	(250)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	250	250	0
Fund Balance End of Year	\$0	\$0	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Pre-School Disabilities Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$50,873	\$50,873	\$0
Total Revenues	50,873	50,873	0
Expenditures:			
Current:			
Instruction:			
Regular	2,333	2,333	0
Support Services:			
Pupil	32,016	32,016	0
Total Expenditures	34,349	34,349	0
Excess of Revenues Over (Under) Expenditures	16,524	16,524	0
Other Financing Sources (Uses):			
Advances In	3,982	3,982	0
Advances (Out)	(20,506)	(20,506)	0
Total Other Financing Sources (Uses)	(16,524)	(16,524)	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Classroom Size Reduction Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$223,528	\$223,528	\$0
Total Revenues	223,528	223,528	0
Expenditures:			
Current:			
Instruction:			
Regular	101,544	101,544	0
Support Services:			
Instructional Staff	123,976	123,976	0
Operation of Non-Instructional Services	7,043	7,043	0
Total Expenditures	232,563	232,563	0
Excess of Revenues Over (Under) Expenditures	(9,035)	(9,035)	0
Other Financing Sources (Uses):			
Advances In	31,625	31,625	0
Advances (Out)	(23,574)	(23,574)	0
Total Other Financing Sources (Uses)	8,051	8,051	0
Net Change in Fund Balance	(984)	(984)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	986	986	0
Fund Balance End of Year	\$2	\$2	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Miscellaneous Federal Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$452,280	\$452,280	\$0
Total Revenues	452,280	452,280	0
Expenditures:			
Current:			
Instruction:			
Regular	378,411	378,411	0
Support Services:			
Instructional Staff	5,444	5,444	0
Operations and Maintenance	18,337	18,337	0
Operation of Non-Instructional Services	56,954	56,954	0
Total Expenditures	459,146	459,146	0
Excess of Revenues Over (Under) Expenditures	(6,866)	(6,866)	0
Other Financing Sources (Uses):			
Advances In	11,681	11,681	0
Advances (Out)	(4,872)	(4,872)	0
Total Other Financing Sources (Uses)	6,809	6,809	0
Net Change in Fund Balance	(57)	(57)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	417	417	0
Fund Balance End of Year	\$360	\$360	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Food Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$29	\$29	\$0
Intergovernmental	914,023	914,023	0
Charges for Services	2,354,301	2,354,301	0
Total Revenues	3,268,353	3,268,353	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	3,506,232	3,506,232	0
Total Expenditures	3,506,232	3,506,232	0
Excess of Revenues Over (Under) Expenditures	(237,879)	(237,879)	0
Other Financing Sources (Uses):			
Advances In	361,636	361,636	0
Advances (Out)	(215,445)	(215,445)	0
Total Other Financing Sources (Uses)	146,191	146,191	0
Net Change in Fund Balance	(91,688)	(91,688)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	91,693	91,693	0
Fund Balance End of Year	\$5	\$5	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Uniform School Supply Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Charges for Services	\$584,331	\$584,331	\$0
Total Revenues	584,331	584,331	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	525,345	525,345	0
Total Expenditures	525,345	525,345	0
Net Change in Fund Balance	58,986	58,986	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	409,861	409,861	0
Fund Balance End of Year	\$468,847	\$468,847	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Latchkey Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Charges for Services	\$709,724	\$709,724	\$0
Total Revenues	709,724	709,724	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	890,895	890,895	0
Total Expenditures	890,895	890,895	0
Excess of Revenues Over (Under) Expenditures	(181,171)	(181,171)	0
Other Financing Sources (Uses):			
Advances In	228,336	228,336	0
Advances (Out)	(71,857)	(71,857)	0
Transfers In	33,714	33,714	0
Transfers (Out)	(33,714)	(33,714)	0
Total Other Financing Sources (Uses)	156,479	156,479	0
Net Change in Fund Balance	(24,692)	(24,692)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	24,696	24,696	0
Fund Balance End of Year	\$4	\$4	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Nutrition Education & Training Program Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	600	600	0
Total Expenditures	600	600	0
Net Change in Fund Balance	(600)	(600)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	600	600	0
Fund Balance End of Year	\$0	\$0	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$3,674,049	\$3,674,049	\$0
Intergovernmental	433,089	433,089	0
Total Revenues	4,107,138	4,107,138	0
Expenditures:			
Current:			
Support Services:			
Fiscal	52,679	52,679	0
Debt Service:			
Principal Retirement	1,979,663	1,979,663	0
Interest and Fiscal Charges	2,047,956	2,047,956	0
Total Expenditures	4,080,298	4,080,298	0
Net Change in Fund Balance	26,840	26,840	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2,088,238	2,088,238	0
Fund Balance End of Year	\$2,115,078	\$2,115,078	\$0

Fairfield City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2009

	Permanent Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$1,162,386	\$1,162,386	\$0
Intergovernmental	139,484	139,484	0
Total Revenues	<u>1,301,870</u>	<u>1,301,870</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	734,986	734,986	0
Support Services:			
Fiscal	15,736	15,736	0
Capital Outlay	538,453	538,453	0
Debt Service:			
Principal Retirement	100,987	100,987	0
Interest and Fiscal Charges	8,899	8,899	0
Total Expenditures	<u>1,399,061</u>	<u>1,399,061</u>	<u>0</u>
Net Change in Fund Balance	(97,191)	(97,191)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>1,375,408</u>	<u>1,375,408</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$1,278,217</u></u>	<u><u>\$1,278,217</u></u>	<u><u>\$0</u></u>

FUND DESCRIPTIONS

NONMAJOR FUNDS

FIDUCIARY FUNDS: Fiduciary fund types are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental unites and/or other funds.

PRIVATE PURPOSE TRUST: To account for donations received by the District in a trustee capacity for scholarships. (No combining statements District has only one fund).

AGENCY FUND – UNCLAIMED MONIES: To account for funds that belong to others as a result of outstanding checks over one year old.

AGENCY FUND – STUDENT ACTIVITY: To account for assets and liabilities generated by student managed activities. The fund accounts for sales and other revenue generating activities by student activity programs, which have students involved in the management of the program.

Fairfield City School District, Ohio
Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2009

	Unclaimed Monies			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$35,793	\$6,521	\$0	\$42,314
Total Assets	<u>35,793</u>	<u>6,521</u>	<u>0</u>	<u>42,314</u>
Liabilities:				
Other Liabilities	35,793	6,521	0	42,314
Total Liabilities	<u>\$35,793</u>	<u>\$6,521</u>	<u>\$0</u>	<u>\$42,314</u>

	Student Activity			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$151,001	\$301,214	\$255,762	\$196,453
Receivables:				
Accounts	17,892	1,410	17,892	1,410
Total Assets	<u>168,893</u>	<u>302,624</u>	<u>273,654</u>	<u>197,863</u>
Liabilities:				
Accounts Payable	5,517	20,593	5,517	20,593
Other Liabilities	163,376	282,031	268,137	177,270
Total Liabilities	<u>\$168,893</u>	<u>\$302,624</u>	<u>\$273,654</u>	<u>\$197,863</u>

	Total All Agency Funds			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$186,794	\$307,735	\$255,762	\$238,767
Receivables:				
Accounts	17,892	1,410	17,892	1,410
Total Assets	<u>204,686</u>	<u>309,145</u>	<u>273,654</u>	<u>240,177</u>
Liabilities:				
Accounts Payable	5,517	20,593	5,517	20,593
Other Liabilities	199,169	288,552	268,137	219,584
Total Liabilities	<u>\$204,686</u>	<u>\$309,145</u>	<u>\$273,654</u>	<u>\$240,177</u>

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2008-2009 **Ohio**
Local Report Card

EXCELLENT
District Rating

Awarded by the **Ohio** State Board
of Education

STATISTICAL SECTION



STATISTICAL SECTION

This part of the 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 District's overall financial health.

CONTENTS

Financial Trends - These schedules contain trend information to help the reader understand how the District's financial position has changed over time.

Revenue Capacity - These schedules contain information to help the reader understand and assess the factors affecting the District's ability to generate its most significant local revenue source(s), the property tax (and the income tax).

Debt Capacity - These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Economic and Demographic Information - These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

Operation Information - These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

Sources - Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 in fiscal year 2003; schedules presenting government-wide information include information beginning in that fiscal year.

Fairfield City School District, Ohio
 Net Assets by Component
 Last Seven Fiscal Years (1)
 (accrual basis of accounting)
 Schedule 1

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Governmental Activities							
Invested in Capital Assets, Net of Related Debt	\$20,902,211	\$21,570,632	\$22,908,188	\$24,317,899	\$26,245,449	\$29,477,654	\$30,902,284
Restricted	2,438,988	2,867,558	2,659,736	4,440,838	4,570,706	4,459,138	3,521,430
Unrestricted	(5,332,637)	(8,474,935)	(7,651,687)	(3,947,260)	506,907	2,176,935	1,721,393
Total Net Assets	\$18,008,562	\$15,963,255	\$17,916,237	\$24,811,477	\$31,323,062	\$36,113,727	\$36,145,107

Source: District Records

(1) - The district began to report accrual information when it implemented GASB Statement 34 in 2003

Fairfield City School District, Ohio
Expenses, Program Revenues and Net (Expense)/Revenue
Last Seven Fiscal Years (1)
(acrual basis of accounting)
Schedule 2

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Expenses							
Governmental Activities:							
Instruction	\$41,503,349	\$43,328,693	\$42,058,146	\$42,123,037	\$43,856,265	\$45,547,460	\$48,193,394
Pupil	3,416,375	3,478,770	3,480,637	3,621,552	3,684,731	3,876,054	3,863,216
Instructional Staff	3,841,480	5,144,223	4,698,600	4,965,046	5,620,960	5,922,432	7,145,576
General Administration	28,263	16,609	19,433	26,619	19,313	17,135	27,451
School Administration	4,973,469	5,338,349	5,351,477	5,186,685	5,965,687	6,012,534	6,202,855
Fiscal	1,168,919	1,310,808	1,356,920	1,261,085	1,326,001	1,412,813	1,319,062
Business	329,539	353,440	338,799	361,273	339,852	327,476	156,429
Operation and Maintenance	6,887,083	6,759,627	6,666,556	8,855,622	7,690,945	7,454,299	7,730,684
Pupil Transportation	4,409,121	5,451,797	5,227,177	5,288,352	5,513,928	6,959,582	5,663,189
Central	167,298	142,874	90,831	116,583	117,993	148,655	153,552
Operation of Non-Instructional Services	786,815	4,443,516	4,865,039	4,583,566	5,497,353	5,352,173	5,428,613
Extracurricular Activities	1,730,593	1,601,544	1,294,759	1,474,640	1,549,636	1,629,087	1,723,683
Interest and Fiscal Charges	2,280,456	2,184,076	2,077,167	1,964,883	1,847,061	1,776,143	2,251,054
Total Expenses	71,522,760	79,554,326	77,525,541	79,828,943	83,029,725	86,435,843	89,858,758
Program Revenues							
Governmental Activities:							
Charges for Services							
Instruction	645,341	961,488	843,709	780,632	879,400	1,120,611	1,007,783
Pupil	125,167	1,289,446	53,779	53,442	77,193	81,480	81,954
Instructional Staff	765	40,701	0	0	0	0	0
Operation and Maintenance	117,850	133,527	174,391	137,930	146,716	136,637	148,829
Pupil Transportation	61	630	882	106	301	237	276
Operation of Non-Instructional Services	0	0	3,284,501	3,411,037	3,654,573	3,708,797	3,639,188
Extracurricular Activities	100,394	1,036,141	289,023	324,079	307,011	324,478	349,443
Operating Grants and Contributions	2,999,253	4,031,923	4,609,654	4,573,108	6,880,980	7,170,760	7,681,121
Capital Grants and Contributions	371,354	69,562	155,397	104,394	167,006	63,346	127,280
Total Program Revenues	4,360,185	7,563,418	9,411,336	9,384,728	12,113,180	12,606,346	13,035,874
Net (Expense)/Revenue	(\$67,162,575)	(\$71,990,908)	(\$68,114,205)	(\$70,444,215)	(\$70,916,545)	(\$73,829,497)	(\$76,822,884)

Source: District Records

(1) - The district began to report accrual information when it implemented GASB Statement 34 in 2003

Fairfield City School District, Ohio
 General Revenues and Total Change in Net Assets
 Last Seven Fiscal Years (1)
 (accrual basis of accounting)
 Schedule 3

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Net (Expense)/Revenue	(\$67,162,575)	(\$71,990,908)	(\$68,114,205)	(\$70,444,215)	(\$70,916,545)	(\$73,829,497)	(\$76,822,884)
General Revenues and Other Changes in Net Assets							
Governmental Activities:							
Taxes							
Property Taxes Levied for General Purposes	29,958,722	32,751,029	34,987,263	40,201,504	40,308,060	39,598,190	38,210,260
Property Taxes Levied for Debt Service Purposes	3,542,027	3,443,929	3,213,058	3,621,206	3,696,292	3,930,692	3,503,389
Property Taxes Levied for Capital Projects Purposes	876,679	1,735,554	2,265,014	2,576,990	2,483,049	2,561,859	951,441
Grants and Entitlements Not Restricted to Specific Programs	28,186,225	28,957,635	28,196,910	29,087,081	28,214,761	29,692,522	30,971,560
Payment in Lieu of Taxes	376,955	1,216,215	683,216	791,423	994,346	1,143,259	1,405,131
Unrestricted Contributions	0	0	0	0	0	2,225	649,813
Investment Earnings	256,118	142,386	205,894	617,638	1,018,113	997,999	427,065
Refunds and Reimbursements	0	0	0	0	0	5,478	0
Other Revenues	660,548	1,267,747	515,832	443,613	713,509	687,938	735,605
Total General Revenues	63,857,274	69,514,495	70,067,187	77,339,455	77,428,130	78,620,162	76,854,264
Change in Net Assets	(\$3,305,301)	(\$2,476,413)	\$1,952,982	\$6,895,240	\$6,511,585	\$4,790,665	\$31,380

Source: District Records

(1) - The district began to report accrual information when it implemented GASB Statement 34 in 2003

Fairfield City School District, Ohio
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Schedule 4

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Fund										
Reserved	\$5,013,447	\$5,705,976	\$2,189,574	\$1,387,739	\$1,446,879	\$1,604,568	\$1,214,637	\$1,238,468	\$1,781,241	\$2,145,005
Unreserved	962,236	1,630,683	3,357,823	933,099	(3,129,833)	(2,628,419)	1,665,233	5,941,990	7,461,002	7,392,854
Total General Fund	5,975,683	7,336,659	5,547,397	2,320,838	(1,682,954)	(1,023,851)	2,879,870	7,180,458	9,242,243	9,537,859
All Other Governmental Funds										
Reserved	671,198	850,368	337,703	234,687	1,065,208	1,153,071	751,404	723,666	575,142	540,446
Unreserved, Reported in:										
Special Revenue Funds	562,197	723,835	842,403	442,509	870,359	584,676	850,756	148,794	357,151	(96,773)
Debt Service Funds	1,113,160	2,210,212	1,898,083	1,981,092	1,717,392	1,761,462	1,933,867	2,033,186	2,088,238	2,115,078
Capital Project Funds	(1,297,975)	(1,087,023)	(715,259)	(233,900)	(786,058)	(197,591)	849,752	1,560,668	1,001,802	1,278,217
Total All Other Governmental Funds	\$1,048,580	\$2,697,392	\$2,362,930	\$2,424,388	\$2,866,901	\$3,301,618	\$4,385,779	\$4,466,314	\$4,022,333	\$3,836,968

Source: District Records

Fairfield City School District, Ohio
 Governmental Funds Revenues
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 5

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Revenues:										
Taxes	\$26,355,842	\$33,800,513	\$29,569,175	\$33,896,678	\$36,600,251	\$41,269,469	\$45,958,652	\$46,479,452	\$45,898,035	\$42,590,170
Revenue in Lieu of Taxes	0	0	0	0	0	0	791,423	994,346	1,143,259	1,405,131
Tuition and Fees	737,369	634,581	330,711	626,921	804,328	843,709	780,632	879,400	1,120,611	1,007,783
Investment Earnings	838,703	984,299	466,820	256,118	142,386	205,894	617,638	1,018,113	997,999	427,065
Intergovernmental	24,670,990	26,951,947	30,062,525	32,096,869	33,082,542	32,921,716	33,673,083	35,178,537	36,871,440	38,976,718
Extracurricular Activities	254,512	239,826	248,135	245,129	247,177	344,551	377,780	384,960	403,341	430,373
Charges for Services	0	0	0	0	2,280,253	3,284,501	3,548,814	3,654,573	3,711,767	3,640,758
Other Revenues	1,019,383	1,468,651	1,233,622	1,042,748	2,620,610	1,346,320	649,210	860,317	832,163	1,533,978
Total Revenues	\$53,876,799	\$64,079,817	\$61,910,988	\$68,164,463	\$75,777,547	\$80,216,160	\$86,397,232	\$89,449,698	\$90,978,615	\$90,011,976

Source: District Records

Fairfield City School District, Ohio
 Governmental Funds Expenditures and Debt Service Ratio
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 6

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Instruction	\$30,311,134	\$33,211,989	\$35,088,673	\$39,560,090	\$40,829,325	\$40,131,380	\$41,776,394	\$42,356,936	\$44,341,081	\$47,011,771
Pupil	2,802,856	2,832,868	2,841,695	3,341,899	3,489,144	3,351,415	3,682,891	3,695,433	3,929,101	3,932,160
Instructional Staff	2,892,821	3,280,604	3,594,709	3,807,828	5,020,642	4,648,400	4,982,688	5,587,977	5,955,506	6,039,981
General Administration	26,607	34,753	16,742	28,263	16,609	19,433	26,619	19,313	17,135	27,451
School Administration	3,935,390	4,450,744	4,347,554	4,927,439	5,330,936	5,374,172	5,304,798	5,965,911	5,977,666	6,244,117
Fiscal	997,086	1,010,075	1,111,352	1,158,176	1,301,736	1,400,212	1,248,272	1,294,636	1,373,566	1,302,182
Business	214,558	310,803	303,342	306,891	342,420	344,165	348,585	353,825	328,471	151,024
Operation and Maintenance	5,733,525	6,242,870	6,122,779	6,770,366	6,719,235	6,390,886	8,948,519	7,719,362	7,578,498	7,783,681
Pupil Transportation	3,694,962	3,758,922	3,785,348	5,002,869	4,980,290	4,892,542	5,067,358	5,471,039	7,094,859	5,240,728
Central	151,564	129,012	152,527	163,255	140,618	89,054	119,389	114,962	146,385	150,181
Operation of Non-Instructional Services	441,103	619,118	481,477	825,416	4,180,304	4,714,290	4,551,228	5,582,868	5,235,079	5,357,561
Extracurricular Activities	1,337,934	1,365,182	1,430,422	1,736,373	1,592,845	1,287,028	1,485,249	1,546,327	1,607,860	1,748,694
Capital Outlay	1,409,575	345,025	331,938	0	1,826,604	1,702,522	130,068	1,337,450	1,440,328	907,578
Debt Service										
Principal Retirement	1,032,940	1,041,000	2,025,000	1,720,414	2,047,149	2,188,619	2,388,565	2,807,953	2,584,990	2,352,528
Interest and Fiscal Charges	3,060,189	2,167,204	2,401,670	2,293,264	2,192,115	2,086,146	1,974,910	1,856,279	1,750,561	2,056,855
Total Expenditures	\$58,042,244	\$60,800,169	\$64,035,228	\$71,642,543	\$80,009,972	\$78,620,264	\$82,035,533	\$85,710,271	\$89,361,086	\$90,306,492
Debt Service as a Percentage of Noncapital Expenditures	7.26%	5.32%	6.96%	5.70%	5.42%	5.54%	5.41%	5.54%	5.00%	4.96%

Source: District Records

Fairfield City School District, Ohio
 Other Financing Sources and Uses and Net Change in Fund Balances
 Governmental Funds,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 7

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Other Financing Sources (Uses)	\$163,202	\$0	\$0	\$310,036	\$256,795	\$0	\$550,429	\$640,742	\$0	\$404,520
Issuance of Capital Leases	0	38,245,781	0	0	0	0	0	0	0	0
Proceeds of Refunding Bonds	0	(38,245,781)	0	0	0	0	0	0	0	0
Payments to Refunded Bond Escrow Agent	0	33,187	0	0	0	0	0	0	0	0
Proceeds of Refunding Bonds - Premium	3,317	423	516	2,250	7,234	75,400	75,754	954	275	247
Proceeds from Sale of Capital Assets	5,463,611	3,932,401	2,906,306	1,904,643	799,745	449,565	451,623	447,398	13,268	0
Transfers In	(5,463,611)	(4,232,035)	(2,906,306)	(1,904,643)	(799,745)	(449,565)	(451,623)	(447,398)	(13,268)	0
Transfers (Out)										
Total Other Financing Sources (Uses)	166,519	(266,024)	516	312,286	264,029	75,400	626,183	641,696	275	404,767
Net Change in Fund Balances	(\$3,998,926)	\$3,013,624	(\$2,123,724)	(\$3,165,794)	(\$3,968,396)	\$1,671,296	\$4,987,882	\$4,381,123	\$1,617,804	\$110,251

Source: District Records

Fairfield City School District, Ohio
 Assessed Value and Actual Value of Taxable Property
 Last Ten Calendar Years
 Schedule 8

Calendar Year	Real Property	Tangible	Public	Total	Total	Total
	Assessed Value (1)	Personal Property Assessed Value (1)	Utilities Personal Assessed Value (1)	Assessed Value (1)	Estimated Actual Value	Direct Rate
1999	\$797,087,180	\$88,645,232	\$46,049,910	\$931,782,322	\$2,662,235,206	54.00
2000	891,492,700	95,496,050	46,448,790	1,033,437,540	2,952,678,686	54.00
2001	934,248,580	87,858,027	43,228,880	1,065,335,487	3,043,815,677	54.00
2002	974,458,300	97,874,411	32,940,510	1,105,273,221	3,157,923,489	54.00
2003	1,157,170,240	92,877,207	33,286,990	1,283,334,437	3,666,669,820	54.00
2004	1,190,539,390	95,963,033	33,773,000	1,320,275,423	3,772,215,494	54.00
2005	1,213,766,140	101,330,894	34,880,370	1,349,977,404	3,857,078,297	58.66
2006	1,314,161,003	109,712,328	37,765,448	1,461,638,779	4,176,110,797	58.60
2007	1,339,581,800	88,627,648	32,599,680	1,460,809,128	4,173,740,366	58.60
2008	1,363,966,000	68,842,420	29,802,560	1,462,610,980	4,178,888,514	58.60

Source: County Auditor

(1) - Assessed values shown in this schedule will not agree to amounts in the notes to the financial statements, since the schedules are shown on a calendar year basis, which is consistent with the method county auditors maintain this information

Note: 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 everything except inventories, which are assessed at 23 percent. Property is assessed annually.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed.

Fairfield City School District, Ohio
 Direct and Overlapping Property Tax Rates
 Last Ten Calendar Years
 Schedule 9

Calendar Year	District Direct Rates	Overlapping Rates				
		Butler County	City of Fairfield	Fairfield Township	Butler County Joint Vocational School	Fairfield Township Fire District
1999	54.00	8.00	5.00	7.00	1.93	0.00
2000	54.00	8.00	4.00	7.00	1.93	0.00
2001	54.00	8.00	5.94	13.00	1.93	0.00
2002	54.00	9.00	5.94	12.00	1.93	0.00
2003	54.00	9.00	5.94	12.00	1.93	0.00
2004	54.00	9.00	5.94	12.00	1.93	0.00
2005	58.66	8.74	5.94	7.19	1.93	5.00
2006	58.60	9.44	5.94	7.19	1.93	5.00
2007	58.60	10.95	5.94	7.19	1.93	5.00
2008	58.60	10.45	5.94	7.19	1.93	5.00

Source: County Auditor

Note: Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

Fairfield City School District, Ohio
Principal Property Tax Payers
Current and Four Calendar Years Ago (1)
Schedule 10

2008		
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Duke Energy	\$28,466,700	1.95%
Cincinnati Financial	19,309,990	1.32%
Sam Boymel TR	12,535,570	0.86%
Ohio Casualty Insurance	7,571,160	0.52%
Fath-Village Park Apt.	6,619,000	0.45%
Timber Hollow Apartments	5,752,010	0.39%
Osborne Joycew & Family	5,415,040	0.37%
TMG Camelot, Inc.	5,380,780	0.37%
Rajole LLC	5,352,500	0.37%
Penn Gargens Capital PRT	4,821,890	0.33%
	<u>\$101,224,640</u>	<u>6.93%</u>

2004		
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Cincinnati Gas and Electric	\$24,047,350	1.78%
Cincinnati Financial	29,708,460	2.20%
Sam Boymel TR	11,012,190	0.82%
Ohio Casualty Insurance	8,050,020	0.60%
Cincinnati Bell Telephone	7,527,310	0.56%
Fath-Village Park Apt.	7,317,110	0.54%
Alliance TP Portfolio LTD	5,243,500	0.39%
TGM Camelot Inc	5,009,330	0.37%
Teachers Retirement System	5,045,490	0.37%
Sisters of Mercy of Hamilton	11,873,720	0.88%
	<u>\$114,834,480</u>	<u>8.51%</u>

Source: County Auditor

(1) - Current and four calendar years ago information only available. Information from nine years prior is not available.

Fairfield City School District, Ohio
Property Tax Levies and Collections
Last Ten Calendar Years
Schedule 11

Calendar Year (1)	Taxes Levied for the Calendar Year	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1999	\$26,906,274	\$26,602,692	98.87%	\$719,216	\$27,321,908	101.54%
2000	29,675,294	29,465,697	99.29%	544,961	30,010,658	101.13%
2001	31,344,392	30,090,084	96.00%	769,186	30,859,270	98.45%
2002	31,800,460	30,919,285	97.23%	852,116	31,771,401	99.91%
2003	34,128,644	34,175,938	100.14%	962,068	35,138,006	102.96%
2004	36,880,825	35,653,905	96.67%	998,758	36,652,663	99.38%
2005	42,045,555	40,206,341	95.63%	1,047,051	41,253,392	98.12%
2006	45,102,342	42,920,843	95.16%	1,244,972	44,165,815	97.92%
2007	50,827,933	46,901,606	92.28%	1,441,525	48,343,131	95.11%
2008	50,143,831	43,460,945	86.67%	2,386,553	45,847,498	91.43%

Source: County Auditor

(1) - Per county auditor, amounts in earlier years based on fiscal years; amounts have been readjusted to reflect calendar year.

Fairfield City School District, Ohio
 Outstanding Debt by Type
 Last Ten Fiscal Years
 Schedule 12

Fiscal Year	Governmental Activities		Total Primary Government	Percentage of Personal Income (1)	Per Capita
	General Obligation Bonds	Capital Leases			
2000	\$47,325,814	\$253,569	\$47,579,383	0.50%	\$143
2001	46,280,655	0	46,280,655	0.48%	137
2002	44,255,655	0	44,255,655	0.45%	131
2003	42,650,655	194,622	42,845,277	0.42%	125
2004	40,795,655	259,268	41,054,923	0.38%	119
2005	38,780,655	85,649	38,866,304	0.35%	111
2006	36,585,555	442,513	37,028,068	0.32%	105
2007	34,090,655	770,302	34,860,957	0.29%	97
2008	31,880,655	395,312	32,275,967	N/A	89
2009	29,900,992	426,967	30,327,959	N/A	N/A

Source: District Records

N/A - Information not available

(1) - On the calendar year basis

Fairfield City School District, Ohio
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2009
 Schedule 13

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Butler County	\$61,743,087	18.40%	\$11,360,728
City of Fairfield	24,350,000	98.80%	24,057,800
Fairfield Township	8,690,000	99.17%	8,617,873
Butler Technology & Career Center Joint Vocational School	7,000,000	20.92%	1,464,400
Subtotal, Overlapping Debt	101,783,087		45,500,801
District Direct Debt	29,900,991	99.97%	29,892,021
Total Direct and Overlapping Debt	\$131,684,078		\$75,392,822

Source: Ohio Municipal Advisory Council

(1) - Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the School District by the total assessed valuation of the government.

Fairfield City School District, Ohio
 Legal Debt Margin Information
 Last Ten Fiscal Years
 Schedule 14

Legal Debt Margin Calculation for Fiscal Year 2009

Assessed value (1)	\$1,462,610,980
Debt limit (9% of assessed value)	131,634,988
Debt applicable to limit	<u>29,900,991</u>
Legal debt margin	<u>\$101,733,997</u>

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Debt Limit	\$83,860,409	\$93,009,379	\$95,880,194	\$99,474,590	\$115,500,099	\$118,824,788	\$121,497,966	\$131,547,490	\$131,472,822	\$131,634,988
Total Net Debt Applicable to Limit	47,325,814	46,280,655	45,255,655	42,650,655	40,795,655	38,780,655	36,585,655	36,585,655	31,880,655	29,900,991
Legal Debt Margin	<u>\$36,534,595</u>	<u>\$46,728,724</u>	<u>\$50,624,539</u>	<u>\$56,823,935</u>	<u>\$74,704,444</u>	<u>\$80,044,133</u>	<u>\$84,912,311</u>	<u>\$94,961,835</u>	<u>\$99,592,167</u>	<u>\$101,733,997</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	56.43%	49.76%	47.20%	42.88%	35.32%	32.64%	30.11%	27.81%	24.25%	22.72%

Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2009 is calendar year 2008)

Fairfield City School District, Ohio
 Demographic and Economic Statistics
 Last Ten Calendar Years
 Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
1999	330,751	\$9,087,357	\$27,475	3.3%
2000	333,698	9,547,252	28,608	3.2%
2001	336,629	9,729,127	28,881	3.2%
2002	339,071	9,938,473	29,273	4.5%
2003	341,909	10,285,549	30,014	4.5%
2004	345,119	10,844,563	31,332	4.3%
2005	348,655	11,080,584	31,662	5.2%
2006	353,386	11,707,628	33,130	5.6%
2007	357,888	12,114,458	33,848	5.1%
2008	360,765	N/A	N/A	6.5%

Sources:

- (1) - Population estimates provided by U.S. Census Bureau for Butler County
- (2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Butler County
- (3) - Per Capita Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Butler County
- (4) - Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor Market Information -- Annual Average

N/A - Information not available

Fairfield City School District, Ohio
Major Employers (1)
Current Fiscal Year and Fiscal Period One Year Ago (2)
Schedule 16

2009

Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
AK Steel Holding Corp	Mfg	(4)	(5)
Amylin Pharmaceuticals Inc	Mfg	(4)	(5)
Armor Holdings Inc	Mfg	(4)	(5)
Butler County Government	Govt	(4)	(5)
Cincinnati Financial Corp	Ins	(4)	(5)
Cornerstone Brands Inc	Trade	(4)	(5)
Fairfield City Bd of Ed	Govt	(4)	(5)
Ft Hamilton Memorial Hospital	Serv	(4)	(5)
Hamilton City Bd of Ed	Govt	(4)	(5)
Lakota Local Bd of Ed	Govt	(4)	(5)
Liberty Mutual/Ohio Casualty Corp	Ins	(4)	(5)
Mercy Regional Hospital	Serv	(4)	(5)
Miami University	Govt	(4)	(5)
Middletown Regional Health System	Serv	(4)	(5)

2008

Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Population
AK Steel Holding Corp	Mfg	(4)	(5)
Amylin Pharmaceuticals Inc	Mfg	(4)	(5)
Armor Holdings Inc	Mfg	(4)	(5)
Butler County Government	Govt	(4)	(5)
Cincinnati Financial Corp	Ins	(4)	(5)
Cornerstone Brands Inc	Trade	(4)	(5)
Fairfield City Bd of Ed	Govt	(4)	(5)
Ft Hamilton Memorial Hospital	Serv	(4)	(5)
Hamilton City Bd of Ed	Govt	(4)	(5)
Lakota Local Bd of Ed	Govt	(4)	(5)
Liberty Mutual/Ohio Casualty Corp	Ins	(4)	(5)
Mercy Regional Hospital	Serv	(4)	(5)
Miami University	Govt	(4)	(5)
Middletown Regional Health System	Serv	(4)	(5)

Source: Ohio Department of Development

(1) - For all of Butler County

(2) - Only current fiscal year and fiscal period one year ago information available. Information for fiscal period nine years ago not available.

(3) - Includes at minimum the ten largest employers for the county. In alphabetical order only.

(4) - The number of employees of each listed major employer was not available.

(5) - The employer's percentage of total employment for each major employer was not available.

Fairfield City School District, Ohio
 Full-Time Equivalent District Employees by Type
 Last Eight Fiscal Years (1)
 Schedule 17

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Instruction								
Regular Teaching	368.67	377.16	369.50	355.94	376.84	373.91	378.05	376.08
Special Education Teaching	69.80	70.62	73.52	73.03	83.40	83.40	88.67	76.00
Vocational Education Teaching	3.00	3.00	4.00	0.00	0.00	0.00	0.00	0.00
Tutor/Small Group Instructor	0.00	0.00	0.00	1.00	0.00	1.26	0.00	0.00
Educational Service Personnel Teacher	57.67	55.33	54.80	51.33	40.74	38.67	39.03	40.50
Supplemental Service Teacher (Special Education)	0.00	1.00	4.00	4.00	3.00	3.00	5.10	7.60
Gifted and Talented	0.00	0.00	0.00	0.00	0.00	0.00	0.00	7.00
Preschool Special Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6.00
Preschool Handicapped Itinerant	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.67
Total Instruction	499.14	507.11	505.82	485.30	503.98	500.24	510.85	513.85
Support Services								
Administrative Assistant	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Assistant Superintendent	1.00	2.00	1.00	1.00	1.00	0.00	0.00	1.00
Assistant Principal	15.00	13.00	15.00	14.00	15.00	15.00	15.00	14.00
Principals	9.00	9.00	10.00	10.00	10.00	10.00	10.00	10.00
Superintendent	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Supervisors/Directors	8.00	8.00	8.00	8.00	8.00	12.00	11.00	9.00
Treasurer	1.00	1.00	1.00	0.00	1.00	1.00	1.00	1.00
Coordinator	1.00	2.00	5.00	5.00	5.00	7.00	8.00	5.00
ESC Coordinator	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2.00
Curriculum Specialist	5.00	6.20	3.00	3.00	3.00	4.00	4.00	7.00
Counseling	11.33	11.33	12.50	11.00	11.00	10.75	10.75	10.75
Librarian/Media	7.00	7.00	7.00	6.50	6.50	6.50	6.50	4.00
Remedial Specialist	17.76	14.63	17.17	15.67	18.50	22.60	22.00	22.50
Psychologist	7.50	8.50	9.50	6.70	10.70	11.50	11.50	8.50
Publicity Relations	1.00	2.00	1.00	1.00	1.00	1.00	1.00	1.00
Registered Nursing	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00
Physical Therapist	0.00	1.00	1.00	1.00	1.40	1.40	1.40	1.50
Speech and Language Therapist	7.68	10.48	9.15	8.81	10.34	10.20	11.20	11.70
Occupational Therapist	1.00	1.00	1.20	1.20	1.20	1.80	1.80	1.40
Occupational Therapist Assistant	0.00	0.00	0.00	0.00	1.00	2.00	2.00	2.00
Intern Psychologist	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4.00
Computer Operating	0.00	0.00	0.00	0.00	5.00	5.00	5.00	1.00
Bookkeeping	1.00	1.00	1.00	1.00	1.00	2.00	2.00	1.00
Clerical	47.00	49.82	48.25	45.57	48.25	47.25	47.00	44.00
Messenger	0.00	1.00	1.00	1.00	1.00	0.00	0.00	0.00
Records Managing	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Teaching Aide	105.49	117.29	98.75	98.36	114.46	117.87	113.12	117.38

Source: State Department of Education

(1) - Only information for last eight fiscal years available from District records

Fairfield City School District, Ohio
 Full-Time Equivalent District Employees by Type
 Last Eight Fiscal Years (1)
 Schedule 17 (continued)

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Support Services (continued)								
Telephone Operator	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Other Office/Clerical	0.00	0.00	17.46	14.64	14.32	14.95	15.83	18.18
Electrician	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Other Crafts and Trades	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Dispatching	0.00	0.00	0.00	0.00	0.00	1.00	1.00	0.00
Vehicle Operator (other than busses)	6.45	7.39	7.60	8.00	7.94	6.76	7.76	7.64
Vehicle Operator (busses)	73.44	80.19	78.24	67.33	76.81	80.68	80.62	60.13
Custodian	82.69	88.32	80.94	77.94	82.94	83.94	80.94	79.00
Guard/Watchman	1.00	0.50	0.00	0.00	1.00	3.00	4.00	3.00
Monitoring	0.00	0.00	0.88	0.88	0.88	0.88	0.88	0.88
Groundskeeping	1.00	1.00	1.00	1.00	1.00	0.00	0.00	0.00
Attendant	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Professional - Other	0.00	0.00	0.00	0.00	0.00	1.00	1.00	1.00
Other Service Worker/Laborer	1.00	1.00	1.00	1.00	1.00	0.00	0.00	0.00
Total Support Services	433.34	464.65	457.64	429.60	480.24	501.08	496.30	469.56
Operation of Non-Instructional Services								
Food Service	38.12	50.00	38.82	38.05	37.42	38.29	38.86	40.89
Total Operation of Non-Instructional Services	38.12	50.00	38.82	38.05	37.42	38.29	38.86	40.89
Extracurricular Activities								
Athletic Trainer	1.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Extracurricular Activities	1.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00
Grand Total	971.60	1,022.76	1,002.28	952.95	1,021.64	1,059.61	1,046.01	1,024.30

Source: State Department of Education

(1) - Only information for last eight fiscal years available from District records

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2008-2009 **Ohio**
Local Report Card

EXCELLENT
District Rating

Awarded by the **Ohio** State Board
of Education

Fairfield City School District, Ohio
 Operating Statistics
 Last Ten Fiscal Years
 Schedule 18

Fiscal Year	Enrollment	Operating Expenditure (1)	Expenses (2)	Cost Per Pupil (3)	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2000	9,108	\$52,539,540	N/A	\$6,304	6.66%	N/A	N/A	N/A
2001	8,973	57,246,940	N/A	6,859	8.80%	N/A	N/A	N/A
2002	9,169	59,276,620	N/A	6,895	0.52%	491	19	7.90%
2003	9,239	67,628,865	\$71,522,760	7,584	9.99%	513	18	10.37%
2004	9,467	73,944,104	79,554,326	7,842	3.40%	508	19	12.20%
2005	9,575	72,642,977	77,525,541	7,662	(2.30%)	498	19	10.30%
2006	9,820	77,541,990	79,828,943	8,313	8.50%	506	19	11.90%
2007	10,045	79,708,589	83,029,725	7,882	(5.18%)	500	20	11.00%
2008	10,117	83,585,207	86,435,843	8,190	3.91%	513	20	18.50%
2009	10,196	84,989,531	89,858,758	8,585	4.82%	516	20	23.13%

Source: District Records

(1) - Operating Expenditure is Total Expenditures minus Capital Outlay and Debt Service from Schedule 6

(2) - Expenses is Total Expenses from Schedule 2

(3) - From Ohio Department of Education

N/A - Information not available

Fairfield City School District, Ohio
 School Building Information
 Last Ten Fiscal Years
 Schedule 19

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
School										
Elementary:										
Central Elementary (1929)										
Square feet	76,643	76,643	76,643	76,643	76,643	76,643	76,643	76,643	76,643	76,643
Capacity	663	663	663	663	663	663	663	663	663	663
Enrollment	558	547	541	543	559	581	593	612	615	610
Percent of Capacity (1)	84%	83%	82%	82%	84%	88%	89%	92%	93%	92%
North Elementary (1956)										
Square feet	80,440	80,440	80,440	80,440	80,440	80,440	80,440	80,440	80,440	80,440
Capacity	666	666	666	666	666	666	666	666	666	666
Enrollment	471	528	570	554	547	585	620	628	668	664
Percent of Capacity (1)	71%	79%	86%	83%	82%	88%	93%	94%	100%	100%
South Elementary (1972)										
Square feet	86,643	86,643	86,643	86,643	86,643	86,643	86,643	86,643	86,643	86,643
Capacity	747	747	747	747	747	747	747	747	747	747
Enrollment	590	560	550	502	500	505	473	478	496	488
Percent of Capacity (1)	79%	75%	74%	67%	67%	68%	63%	64%	66%	65%
West Elementary (1955)										
Square feet	77,081	77,081	77,081	77,081	77,081	77,081	77,081	77,081	77,081	77,081
Capacity	667	667	667	667	667	667	667	667	667	667
Enrollment	685	655	638	604	578	591	600	606	612	579
Percent of Capacity (1)	103%	98%	96%	91%	87%	89%	90%	91%	92%	87%
East Elementary (1996)										
Square feet	87,414	87,414	87,414	87,414	87,414	87,414	87,414	87,414	87,414	87,414
Capacity	756	756	756	756	756	756	756	756	756	756
Enrollment	468	460	460	587	618	616	637	658	634	595
Percent of Capacity (1)	62%	61%	61%	78%	82%	81%	84%	87%	84%	79%
Intermediate Junior High (1978)										
Square feet	159,478	159,478	159,478	159,478	159,478	159,478	159,478	159,478	159,478	159,478
Capacity	1,256	1,256	1,256	1,256	1,256	1,256	1,256	1,256	1,256	1,256
Enrollment	1,352	1,339	1,474	1,488	1,455	1,413	1,422	1,491	1,471	1,483
Percent of Capacity (1)	108%	107%	117%	118%	116%	113%	113%	119%	117%	118%

Source: District Records

(1) - Enrollment divided by Capacity

Fairfield City School District, Ohio
 School Building Information
 Last Ten Fiscal Years
 Schedule 19 (continued)

School	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Elementary (continued):										
Kindergarten Center (1977)										
Square feet	29,488	29,488	29,488	29,488	29,488	29,488	29,488	29,488	29,488	29,488
Capacity	472	472	472	472	472	472	472	472	472	472
Enrollment	331	333	367	358	386	350	413	433	400	346
Percent of Capacity (1)	70%	71%	78%	76%	82%	74%	88%	92%	85%	73%
Junior High School:										
Middle (1961)										
Square feet	154,897	154,897	154,897	154,897	154,897	154,897	154,897	154,897	154,897	154,897
Capacity	1,099	1,099	1,099	1,099	1,099	1,099	1,099	1,099	1,099	1,099
Enrollment	1,387	1,243	1,388	1,472	1,559	1,539	1,436	1,518	1,503	1,481
Percent of Capacity (1)	126%	113%	126%	134%	142%	140%	131%	138%	137%	135%
High School:										
Freshman Building (1952)										
Square feet	93,064	93,064	93,064	93,064	93,064	93,064	93,064	93,064	93,064	93,064
Capacity	557	557	557	557	557	557	557	557	557	557
Enrollment	704	733	759	726	751	819	669	813	799	768
Percent of Capacity (1)	126%	132%	136%	130%	135%	147%	120%	146%	143%	138%
Fairfield High School (1996)										
Square feet	330,978	330,978	330,978	330,978	330,978	330,978	330,978	330,978	330,978	330,978
Capacity	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Enrollment	1,902	1,949	1,960	1,966	2,009	1,982	1,844	2,375	2,460	2,459
Percent of Capacity (1)	95%	97%	98%	98%	100%	99%	92%	119%	123%	123%

Source: District Records

(1) - Enrollment divided by Capacity

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2008-2009 **Ohio**
Local Report Card

EXCELLENT
District Rating

Awarded by the **Ohio** State Board
of Education



Mary Taylor, CPA
Auditor of State

**FAIRFIELD CITY SCHOOL DISTRICT
BUTLER 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
FEBRUARY 16, 2010**