

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

SUPPLEMENTAL REPORTS

FOR THE FISCAL YEAR ENDED  
JUNE 30, 2009

**DAN GRISCOM, TREASURER**





Mary Taylor, CPA  
Auditor of State

Board of Education  
Pickerington Local School District  
90 E. Street  
Pickerington, Ohio 43147

We have reviewed the *Independent Auditor's Report* of the Pickerington Local School District, Fairfield County, prepared by Julian & Grube, Inc., for the audit period July 1, 2008 through June 30, 2009. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

*Mary Taylor*

Mary Taylor, CPA  
Auditor of State

January 20, 2010

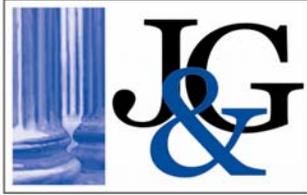
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**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

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

*Serving Ohio Local Governments*

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

### **INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS**

Board of Education  
Pickerington Local School District  
90 East Street  
Pickerington, Ohio 43147

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Pickerington Local School District, Fairfield County, Ohio, as of and for the fiscal year ended June 30, 2009, and have issued our report thereon dated December 10, 2009. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Pickerington Local School District's basic financial statements. The accompanying Schedule of Receipts and Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as whole.

*Julian & Grube, Inc.*

Julian & Grube, Inc.  
December 10, 2009

**PICKERINGTON LOCAL SCHOOL DISTRICT  
SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE	CFDA NUMBER	(F) PASS-THROUGH GRANT NUMBER	(A) CASH FEDERAL RECEIPTS	(A) CASH FEDERAL DISBURSEMENTS
<b>U.S. DEPARTMENT OF AGRICULTURE PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION:</b>				
<b>Nutrition Grant Cluster:</b>				
(C)(D) School Breakfast Program	10.553	2009	\$ 45,053	\$ 45,053
<b>Total School Breakfast Program</b>			<u>45,053</u>	<u>45,053</u>
(C)(D) National School Lunch Program	10.555	2009	770,278	770,278
(B)(D) National School Lunch Program - Food Donation	10.555	2009	274,354	274,354
<b>Total National School Lunch Program</b>			<u>1,044,632</u>	<u>1,044,632</u>
<b>Total U.S. Department of Agriculture and Nutrition Grant Cluster</b>			<u>1,089,685</u>	<u>1,089,685</u>
<b>U.S. DEPARTMENT OF EDUCATION PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION:</b>				
Title I Grants to Local Educational Agencies	84.010	2008	8,620	16,247
Title I Grants to Local Educational Agencies	84.010	2009	260,743	253,533
<b>Total Title I Grants to Local Educational Agencies</b>			<u>269,363</u>	<u>269,780</u>
Special Education_Grants to States	84.027	2008	282,660	432,251
Special Education_Grants to States	84.027	2009	1,273,673	1,252,136
<b>Total Special Education_Grants to States</b>			<u>1,556,333</u>	<u>1,684,387</u>
Safe and Drug-Free Schools and Communities_State Grants	84.186	2009	13,074	13,074
<b>Total Safe and Drug-Free Schools and Communities_State Grants</b>			<u>13,074</u>	<u>13,074</u>
Twenty-First Century Community Learning Center:	84.287	2009	176,375	169,204
<b>Total Twenty First Century Community Learning Centers Grants</b>			<u>176,375</u>	<u>169,204</u>
(E) State Grants for Innovative Programs	84.298	2008	18,672	18,672
State Grants for Innovative Programs	84.298	2009	9,883	9,163
<b>Total State Grants for Innovative Programs</b>			<u>28,555</u>	<u>27,835</u>
(G) Education Technology State Grants	84.318	2008	(32)	-
(G) Education Technology State Grants	84.318	2009	2,371	119
<b>Total Educational Technology State Grants</b>			<u>2,339</u>	<u>119</u>
(G) English Language Acquisition Grant:	84.365	2008	(953)	591
(G) English Language Acquisition Grant:	84.365	2009	55,474	54,566
<b>Total English Language Acquisition Grants</b>			<u>54,521</u>	<u>55,157</u>
(E)(G) Improving Teacher Quality State Grants	84.367	2008	(25,607)	-
(G) Improving Teacher Quality State Grants	84.367	2009	160,019	159,078
<b>Total Improving Teacher Quality State Grants</b>			<u>134,412</u>	<u>159,078</u>
<b>Total U.S. Department of Education</b>			<u>2,234,972</u>	<u>2,378,634</u>
<b>U. S. DEPARTMENT OF HOMELAND SECURITY PASSED THROUGH THE OHIO EMERGENCY MANAGEMENT AGENCY, DEPARTMENT OF PUBLIC SAFETY</b>				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	2008	6,899	6,899
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	2009	14,778	14,778
<b>Total Disaster Grant - Public Assistance (Presidentially Declared Distaters)</b>			<u>21,677</u>	<u>21,677</u>
<b>Total U.S. Department of Homeland Security</b>			<u>21,677</u>	<u>21,677</u>
<b>Total Federal Financial Assistance</b>			<u>\$ 3,346,334</u>	<u>\$ 3,489,996</u>

- Continued

**PICKERINGTON LOCAL SCHOOL DISTRICT  
SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

Notes to the Schedule of Receipts and Expenditures of Federal Awards:

- (A) This schedule was prepared on the cash basis of accounting.
- (B) The Food Donation Program is a non-cash, in kind, federal grant. Commodities are valued at entitlement value.
- (C) Commingled with state and local revenue from sales of lunches; assumed expenditures were made on a first-in, first-out basis.
- (D) Included as part of "Nutrition Grant Cluster" in determining major programs.
- (E) Amount of \$17,908 transferred from Improving Teacher Quality State Grants for State Grants to Innovative Programs based on Ohio Department of Education administrative action and transferability guidelines.
- (F) OAKS did not assign pass-through number for fiscal year 2009
- (G) The District generally must spend Federal assistance within 15 months of receipt (funds must be obligated by June 30th and spent by September 30th). However, with Ohio Department of Education ("ODE")'s approval, a District can transfer unspent Federal assistance to the succeeding year, thus allowing the District a total of 27 months to spend the assistance. Schools can document this by using special cost centers for each year's activity, and transferring the amounts ODE approves between the cost centers. During fiscal year 2009, the ODE authorized the following transfers:

Program Title	CFDA	Grant Year	Transfers	Transfers In
Education Technology State Grants	84.318	2008	\$ 32	
Education Technology State Grants	84.318	2009		\$ 32
English Language Acquisition Grants	84.365	2008	\$ 953	
English Language Acquisition Grants	84.365	2009		\$ 953
Improving Teacher Quality State Grants	84.367	2008	\$ 7,699	
Improving Teacher Quality State Grants	84.367	2009		\$ 7,699
			<u>\$ 8,684</u>	<u>\$ 8,684</u>



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

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

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

Board of Education  
Pickerington Local School District  
90 East Street  
Pickerington, Ohio 43147

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Pickerington Local School District, Fairfield County, Ohio, as of and for the fiscal year ended June 30, 2009, which collectively comprise Pickerington Local School District's basic financial statements and have issued our report thereon dated December 10, 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 Pickerington Local 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 Pickerington Local School District's internal control over financial reporting. Accordingly we do not express an opinion on the effectiveness of Pickerington Local 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 Pickerington Local School District'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 Pickerington Local School District's financial statements that is more than inconsequential will not be prevented or detected by Pickerington Local School District'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 Pickerington Local School District'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.

Board of Education  
Pickerington Local School District

Compliance and Other Matters

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

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

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

Julian & Grube, Inc.  
December 10, 2009



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

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

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

Board of Education  
Pickerington Local School District  
90 East Street  
Pickerington, OH 43147

Compliance

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

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

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

Board of Education  
Pickerington Local School District

Internal Control Over Compliance

The management of Pickerington Local School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Pickerington Local 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 Pickerington Local School District's internal control over compliance.

A control deficiency in Pickerington Local School District'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 Pickerington Local School District'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 Pickerington Local School District'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 noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by Pickerington Local School District's internal control.

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

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



Julian & Grube, Inc.  
December 10, 2009

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO  
JUNE 30, 2009**

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

<b>1. SUMMARY OF AUDITOR'S RESULTS</b>		
<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unqualified
<i>(d)(1)(ii)</i>	<i>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported material noncompliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weaknesses reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any significant deficiencies in internal control reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under §.510?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Programs (listed):</i>	Special Education Grants to States - CFDA #84.027
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: >\$300,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee?</i>	Yes

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

None.

**3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

None.



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

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

### **Independent Accountant's Report on Applying Agreed-Upon Procedures**

Pickerington Local School District  
Fairfield County  
90 East Street  
Pickerington, Ohio 43147

To the Board of Education:

Ohio Revised 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 Ohio 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 Pickerington Local School District has adopted an anti-harassment policy in accordance with Ohio Revised 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 April 16, 2007.
2. We read the policy, noting it included the following requirements from Ohio Revised 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 Revised 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 Ohio 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 of Education of Pickerington Local School District and is not intended to be and should not be used by anyone other than this specified party.

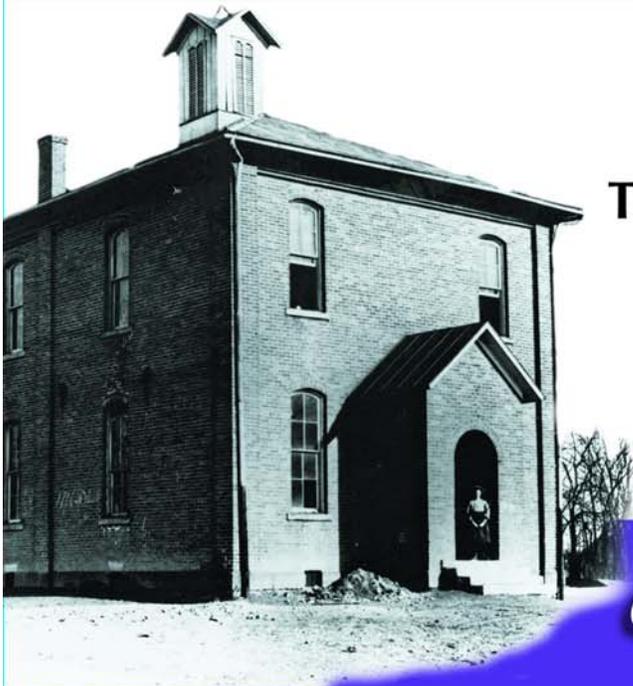
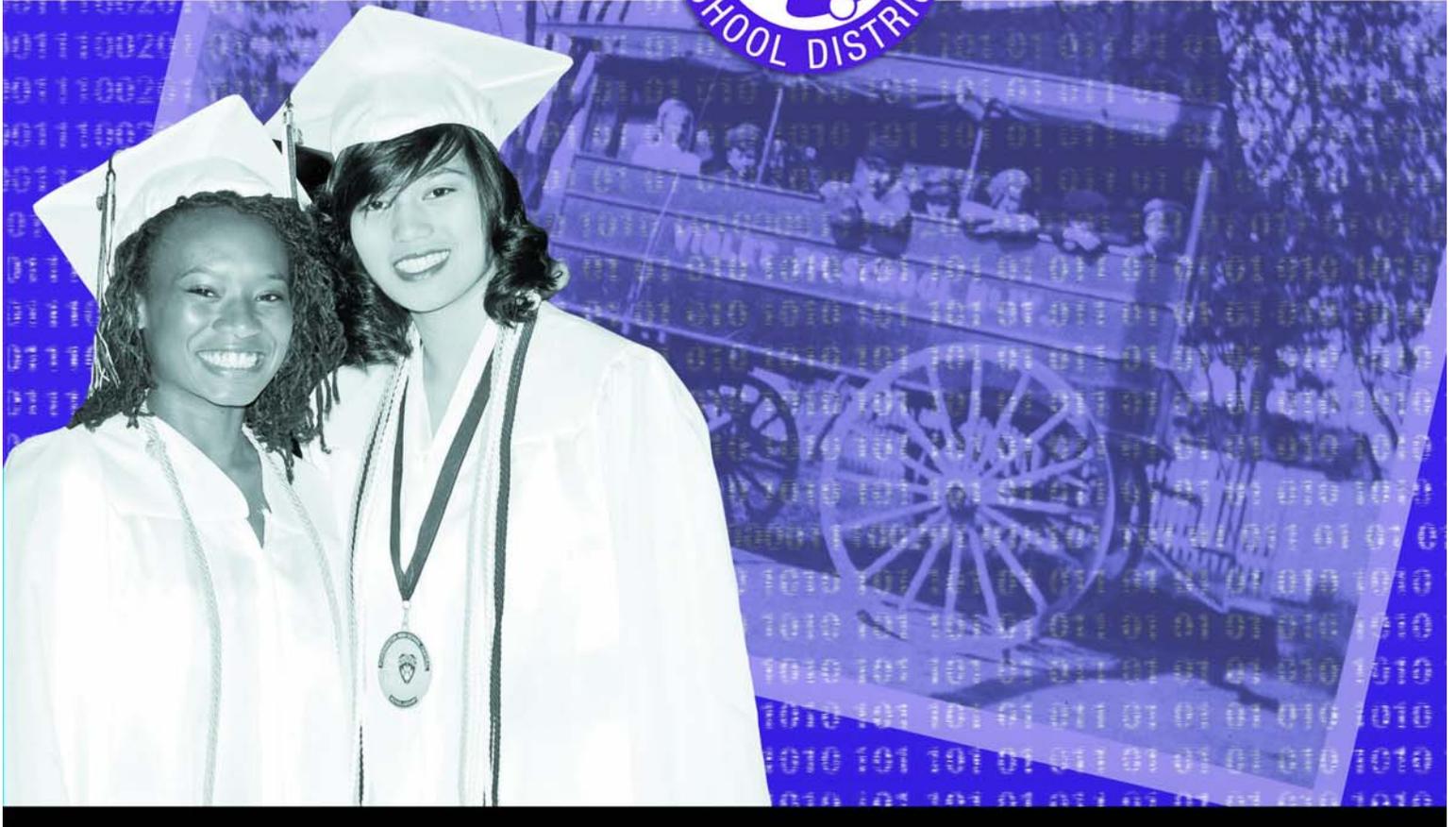


Julian & Grube, Inc.  
December 10, 2009

**Comprehensive Annual**



**Financial Report**



**The Pickerington Local School District**  
Comprehensive Annual Financial Report

Board of Education  
Pickerington Local School District  
Pickerington, Ohio  
For Fiscal Year Ended June 30, 2009

*Celebrating Excellence Since 1909*



COMPREHENSIVE  
ANNUAL FINANCIAL REPORT

OF THE

PICKERINGTON LOCAL  
SCHOOL DISTRICT

FOR THE

FISCAL YEAR ENDED JUNE 30, 2009

PREPARED BY  
TREASURER'S DEPARTMENT  
DAN GRISCOM, TREASURER

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# INTRODUCTORY SECTION

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**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

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PICKERINGTON LOCAL SCHOOL DISTRICT

Office of the Treasurer

90 East Street, Pickerington, Ohio 43147

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December 10, 2009

*To the Board of Education and the Citizens of the Pickerington Local School District:*

As the Treasurer of the Pickerington Local School District (the "District"), I am pleased to submit to you this Comprehensive Annual Financial Report (CAFR) issued by the District. The CAFR for the fiscal year ended June 30, 2009 is prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association (GFOA).

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

The basic financial statements of the District for the fiscal year ended June 30, 2009, were audited by Julian & Grube, Inc. whose opinion thereon is included at the beginning of the Financial Section of this report.

In addition to the financial audit a single audit was performed as required by the Single Audit Act Amendments of 1996 and the provisions of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". The single audit report is not included in the CAFR.

This transmittal letter is designed to provide historical information about the District, as well as complement the required Management's Discussion and Analysis (discussed below). Unless noted otherwise, the financial data in this transmittal letter is presented on the modified accrual basis of accounting. GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A).

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

## PROFILE OF THE DISTRICT

The District originated in the late 1800's, built its first building in 1907, and is a fiscally independent political subdivision in the State of Ohio. By statute the District operates under 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 to provide education services authorized by charter and further mandated by state and/or federal agencies. The District is in a suburb of Columbus, the state capital, and operated two high schools, two junior high schools, two middle schools, and five elementary schools as of June 30, 2009. The District had approximately 10,401 students enrolled during the 2008-09 school year.

The District provides a wide variety of educational and support services as mandated by State statute or public desires. These include regular and vocational instruction, special instructional programs for handicapped and gifted students, student guidance and health services, as well as extracurricular activities. The District has a reputation of academic excellence as witnessed by scores on standardized tests.

An elected five-member Board of Education serves as the taxing authority and policy maker for the District. The Board adopts the annual operating budget, tax budget, and approves all expenditures of District tax monies.

The Superintendent is the chief executive officer of the District, responsible to the Board for total educational and support operations. The Treasurer is the chief financial officer of the District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the District, acting as custodian of all District funds, and investing idle funds as permitted by Ohio law. Other Board-appointed officials, reporting to the Superintendent, include the Assistant Superintendent, the Director of Human Resources, the Director of Student Services and the building principals.

### Internal Control:

In developing and revising the District's accounting and internal control system, consideration is given to the adequacy of internal controls to provide reasonable but not absolute assurance regarding:

1. safeguarding of assets against loss from unauthorized use or disposition; and
2. keeping reliable financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

1. the cost of a control should not exceed the benefits likely to be derived; and
2. the evaluation of costs and benefits required estimates and judgments by management.

Management believes that the internal controls adequately meet the above objectives.

### Budgetary Controls:

In addition to the internal controls mentioned above, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Activities of all funds (except agency) are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Unencumbered amounts lapse at year-end. A complete description of the District's budgetary process can be found in Note 2.E. to the basic financial statements.

### Instructional Organization:

The District provides a wide variety of educational and support services. This includes regular and vocational instruction; special instructional programs for English as a second language (“ESL”), students with disabilities and gifted students; student guidance and health services; as well as extracurricular activities.

While rapid growth in student population has presented many challenges - providing student housing, maintaining appropriate class sizes, and additional efforts to ensure horizontal and vertical articulation of instruction - growth has also provided the District opportunities it otherwise might not have had.

The community has supported the District’s housing needs and the need for reorganization has resulted in grade level spans that have improved opportunities for students and enhanced instruction. In 1989, the District approved a bond issue that funded a state of the art high school for 1,800 students. As a result, grades 7 and 8 were relocated to the junior high (old high school building) and grade 5 was moved from each elementary building and relocated with the sixth grade to form a middle school resulting in the District’s present configuration of building spans – K-4, 5-6, 7-8, and 9-12.

More important than the physical improvements and adjustments is the fact that these organizational efforts resulted in a restructuring of both the 5-6 and 7-8 buildings. These facilities now operate in teams, or a “school-within-a-school” concept, which has enhanced instruction and provided numerous opportunities to pay closer attention to each student.

In November of 1997, the District passed another bond issue. This issue, coupled with a \$6.7 million interest-free State loan, supported the construction of two new middle schools (grades 5-6) and the renovation of the middle grade facility to serve as an additional elementary school. These two middle schools were built to facilitate the District’s teaming program.

August 2001 marked the reopening of our “East Street Facility” (previous middle school) as Heritage Elementary. This facility housed the District’s original K-12 school since 1907. It was closed for one year to enable contractors to complete an extensive renovation that was completed in fiscal year 2002.

Our community’s greatest building achievement was passed in November 2000. The District residents passed a \$77.5 million bond issue as well as a 3 mill-operating levy during its first attempt. These dollars were used to construct a Pickerington High School North and Lakeview Junior High School that opened in August of 2003.

The voters approved a \$59.9 million bond issue in fiscal year 2007 for the purpose of constructing a middle school and two elementary buildings. Construction was nearing completion at the end of fiscal year 2009. The three new buildings opened on schedule at the beginning of the 2009-10 school year.

In May 2009, the voters approved the extension of a classroom facilities maintenance levy. This approval enabled the District to qualify for \$50 million in state funds from the Ohio School Facilities Commission, which will be used for the renovation of five of the District’s oldest school buildings.

The District’s two high school facilities have supported enhanced computer usage and instruction, a growing broadcast journalism program, a satellite tech prep program through Eastland-Fairfield Career and Technical Schools, an expanded writing program, integrated instruction in algebra, chemistry, English and American history, as well as other program improvements in the arts.

While Pickerington High School Central and Pickerington High School North have well-deserved reputations of being two of the finest public high schools in Ohio, efforts have been made to identify and evaluate ways to better meet the needs and interests of students. Included in these efforts have been Success Academy (an intervention program for at-risk students), mentoring, internships, “double-blocking” of classes to enhance time usage, redefining requirements for honors classes, a review of the graduation requirements, an increase in athletic academic eligibility standards, and expansion of advanced placement course offerings.

## STUDENT ACHIEVEMENT

Scholastic Performance: For the 2008-2009 school year, the District met 29 out of 30 indicators on the Ohio Department of Education's Local Report Card for schools. In addition, the District increased its Performance Index to 101.8, met the federal Adequate Yearly Progress goals established by No Child Left Behind, and demonstrated Above Expected Growth in reading and mathematics with the Value-Added measure. Pickerington Local Schools earned the highest rating possible of Excellent with Distinction for the second consecutive year. The District graduated 97.7% of students for the 2007-2008 school year, exceeding the State requirement of 90%.

ACT/SAT Testing: The District's students outranked their State and national peers in 2008 on both the ACT and SAT tests. The District's students scored an average ACT composite score of 22.5 at PHS Central and 22.9 at PHS North, compared to an average ACT composite score of 21.7 for all Ohio students and a national average of 21.1. The District's students also scored an average SAT (verbal and math score) of 1,075 at PHS Central and 1,122 at PHS North.

Scholastic Achievement: The District's two high schools graduated a combined total of approximately 700 students in the spring of 2009. The 2009 class of graduating seniors earned over \$13 million in academic and athletic scholarships.

## MAJOR INITIATIVES AND PROGRAM ACCOMPLISHMENTS

Data Analysis: District and Building Leadership Teams analyze and disaggregate all test results, specifically Ohio Achievement Test results (administered to grades levels 3-8) and the Ohio Graduation Test by grade level, content area, and subgroups including standard, response type and item analysis. Teacher-leaders receive training on using data to inform instructional decisions in the classroom.

The District uses data to implement a Response to Intervention (RTI) model so that students who demonstrate below grade-level skills receive targeted assistance for improvement. Intervention is provided to struggling learners by both the classroom teacher and support staff, such as reading specialists and math coaches.

Professional Development: Job-embedded professional learning opportunities are provided to teaching staff with a growing emphasis to incorporate 21<sup>st</sup> Century skills. Building Core Teams analyze data to craft Continuous Improvement Plans (CIP). Professional development is provided to teams of teachers based on the instructional needs at the building, grade, or subject level. Instructional Coaches at grades K-6 assist teachers as they meet the needs of all students and implement differentiated instructional practices.

Gifted & Talented Programs: The District currently operates in-house programs for gifted and talented students at each elementary and grades 5 and 6 at the middle school. The program has been expanded to include even more students, and additional teachers. A gifted intervention specialist in each elementary building also allows time for these teachers to act as a gifted resource to all classroom teachers. There are also acceleration/enrichment opportunities for advanced students at the secondary level.

ELL Program: Students in grades K-12 with Limited English Proficiency are provided intervention programs through the District's ELL (English Language Learners) teachers. The proficiency of these students is tested regularly through state mandated testing; students phase out of the program as they obtain mastery of the English language as demonstrated on the Ohio Test of English Language Acquisition.

Foreign Languages: Eighth grade students are able to enroll in an elective study of German, Spanish, and French to complete a first year high school credit. American Sign Language is also offered at the high school. These additions have provided District students an opportunity to enroll in a fifth year of foreign language as seniors if they begin their foreign language studies at the junior high level.

High School Credit as an Option for Junior High Students: Junior High students have the option of earning High School credits for Algebra, Honors Algebra, Foreign Language, and Earth Science courses.

Arts Instruction: The District believes in the importance of providing opportunities for all its students to experience and excel in arts education. Music and visual arts teachers provide instruction to students K-12. Each K-6 building has its own music and visual arts teacher. All students at the junior high level are enrolled in a creative arts block. Beginning in the sixth grade at middle school, students have the opportunity to enroll in instrumental music (including a strings program). At the junior high this is expanded to include both vocal and instrumental music. Students enroll in visual, vocal and instrumental music and performing arts programs at the high school level.

Technology in Instruction: The District recognizes that technology has become an integral part of education. In addition, technology is a tool to facilitate the 21<sup>st</sup> Century skills for college and career readiness for all students. A comprehensive District plan embeds technology use into communication, instruction, intervention, data reporting and data analysis.

Currently, the District is improving communications with parents by providing on-line access to student's academic progress. The District also has a listserv that is utilized by principals and the District Director of Communications to keep parents informed about District news and events. Teachers have technology web pages and are providing on-line information about homework assignments.

There are four technology instructional coaches that work directly in buildings assisting teachers in technology/curriculum integration. The District created a Help Desk that makes technical services for teachers more efficient.

Expanded Summer School Opportunities: As discussions have occurred throughout the District on many instructional items, it has become apparent that either the school day or year must be increased. While this major restructuring will continue to be a topic of great debate, the District is moving toward the same end by expanding instructional opportunities to students via a comprehensive Summer Academy, which provides remedial classes in the summer and beyond the regular school day. During the summer, the District provides K-3 students intervention in both reading and math. Summer intervention is available for high school students in all content areas in preparation for retaking of the Ohio Graduation Test (OGT). High School students have the opportunity to earn Physical Education credit during summer months.

Intervention is provided for students in grades 1-6 during the regular school day through the Response to Intervention process.

In addition to summer programs, before and after school intervention is provided in each elementary for students who have failed to pass the third grade reading achievement test.

#### Comprehensive Continuous Improvement Plan:

The District annually completes a needs assessment and develops a CCIP (Comprehensive Continuous Improvement Plan) as required by the Ohio Department of Education, Office of Federal Programs in order to receive federal funds, commonly known as "Title" monies. There are three major goals established in this plan for our District including: Improving Student Achievement; Hiring of teachers who are Highly Qualified; and Development of Performance Assessments. Strategies and action steps that support this goal are developed to provide a structure for expending funds for the following programs - Title I (Disadvantaged), Title II-A (Improving Teacher Quality), Title II-D (Technology), Title III (Limited English Proficient), Title III (Immigrant), Title IV (Safe and Drug-Free Schools), Title V (Innovative Instructional Program), Part B - IDEA (Special Education). The District's current CCIP was approved by the Ohio Department of Education, Office of Federal Programs in September 2009.

Grants Programs: Staff members continue to seek grant funding to increase instructional and professional opportunities. Our District and staff has been awarded the 21<sup>st</sup> Century Learning Grant and also has been selected as an implementation site for the Ohio Performance Assessment Project in Math and Science.

The special education department has high expectations for its 1,066 identified special needs students and offers a full continuum of services that emphasizes meeting the unique needs of each student. Intensive training has been provided to selected individuals in order to help facilitate the implementation of scientifically research based reading and math programs in all classes. Training on best practices in an inclusion setting has been provided to both regular and special education teachers to help them differentiate instruction in order to meet the needs of all students and help them progress in the general curriculum and meet grade level indicators.

Roles and responsibilities of special education administrators and school psychologists have been adjusted to provide better coverage in the buildings for teachers and to assure compliance with State operating standards in the evaluation and IEP (Individualized Education Program) process.

Our 84 special education teachers are supported by strong, knowledgeable administrators and related service staff to allow them to effectively deliver appropriate services to their students in order to prepare them for State testing and ultimately independence after high school.

#### ECONOMIC CONDITION AND OUTLOOK

The District is located primarily in Fairfield County, with a small portion extending into Franklin County. The District covers approximately 37 square miles in and around the City of Pickerington. Located approximately 15 miles from downtown Columbus, Ohio, the District is largely rural/suburban in character and is considered a growing, middle-class suburb of Columbus. The Columbus area has maintained a strong economic climate, even during periods of recession. This is due to the fact that Columbus is the State capitol, and is national headquarters for many corporations and insurance companies. There are also a number of universities in the area which contribute to a stable local economy. This stability has contributed to the growth of the District.

In 1990, the community approved a school district income tax. It is anticipated that the income tax will continue to provide a better source of funding than the traditional property tax, because of its ability to grow as the District grows.

As can be seen in Note 9 of the financial statements, voters have routinely supported the District in its efforts to keep pace with increased student population.

Ohio House Bill 412 requires school districts to spend a certain portion of their revenues on specific categories of expenditures as specified in the law. In the event that the District does not meet the required expenditure level, the shortfall would be reserved and carried forward to the next fiscal year and would be expected to be spent in addition to any requirement for that fiscal year. Two categories of "set-asides" or reserves are pertinent to the District: the textbook and instructional materials set-aside and the capital acquisition set-aside. The set-asides for the textbook and instructional materials and the capital acquisition are required by State statute. For fiscal year 2009, the District had offsets and qualifying disbursements which well exceeded the required set-asides. Given the District's current and anticipated expenditure patterns and levels, the board expects to exceed these requirements for the foreseeable future.

#### AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Pickerington Local School District for its comprehensive annual financial report for the fiscal year ended June 30, 2008. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principals and applicable legal requirements.

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

The preparation of the CAFR was made possible by the diligence of the Treasurer's staff and the support of the Board of Education. Special thanks go to the Superintendent and the Assistant Treasurer of the District for their input and assistance in this project. In the financial area, as in the instructional area, the goal of excellence is always with us.

Respectfully submitted,

A handwritten signature in black ink that reads "Dan Griscom". The signature is written in a cursive, slightly slanted style.

Daniel C. Griscom

Treasurer

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**ELECTED OFFICIALS AND ADMINISTRATIVE STAFF**

JUNE 30, 2009

Board of Education Members

President  
Vice President  
Member  
Member  
Member

Mrs. Lori Sanders  
Mr. Lee Gray  
Mr. Wes Monhollen  
Mr. Clay Lopez  
Mrs. Lisa Reade

Appointed Officials

Superintendent  
Treasurer

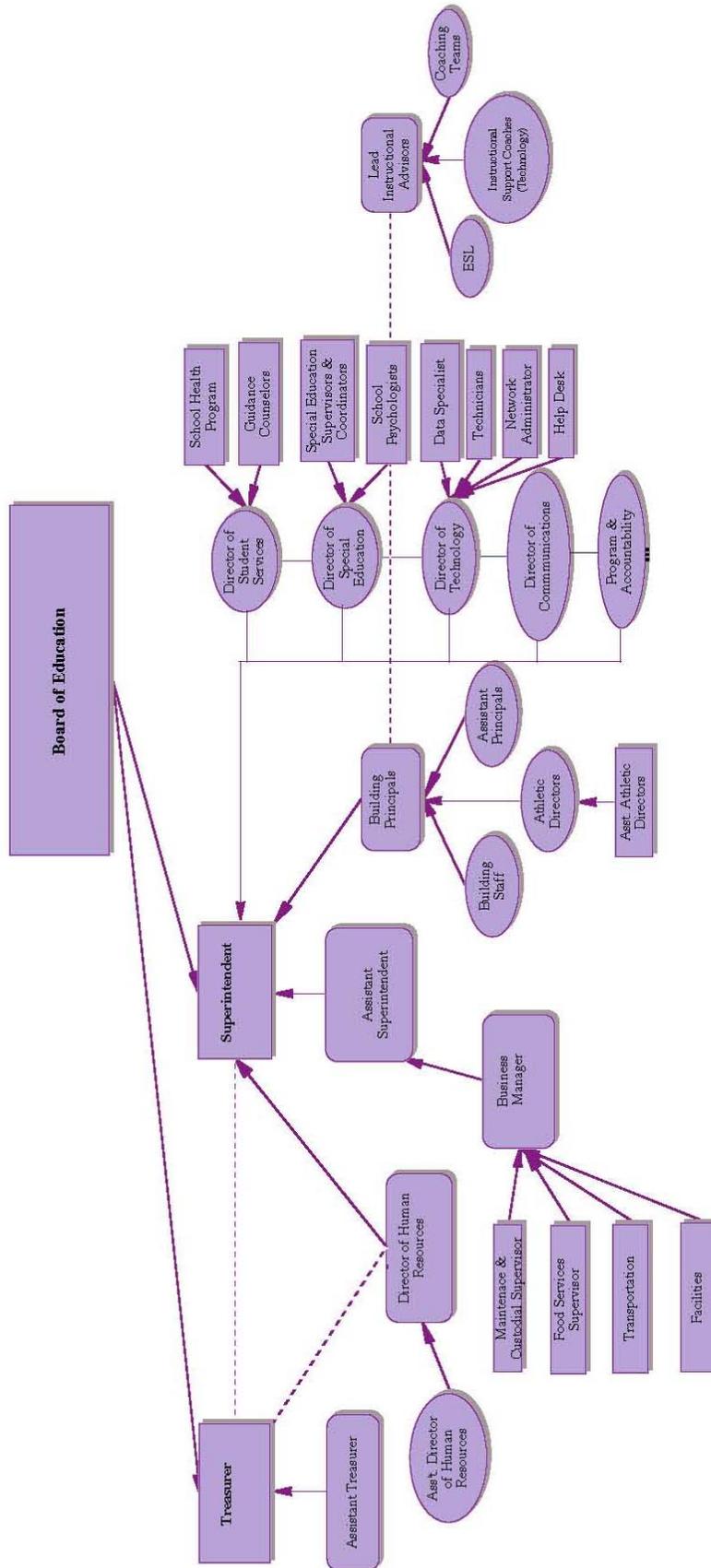
Dr. Karen Mantia  
Dan Griscom

Administrative Staff

Assistant Superintendent  
Director of Human Resources  
Director of Student Services  
Assistant Treasurer  
Business Manager  
Principal, Pickerington High School North  
Principal, Pickerington High School Central  
Principal, Lakeview Junior High School  
Principal, Ridgeview Junior High School  
Principal, Diley Middle School  
Principal, Toll Gate Middle School  
Principal, Harmon Middle School  
Principal, Fairfield Elementary School  
Principal, Heritage Elementary School  
Principal, Pickerington Elementary School  
Principal, Tussing Elementary School  
Principal, Violet Elementary School  
Principal, Toll Gate Elementary School  
Principal, Sycamore Creek Elementary School

James Sotlar  
Dr. Lawrence Mullins  
Michael Smith  
Keltah Houser-Siders  
W. Vince Utterback  
Cindi Goldhaber  
Scott Reeves  
Jeff Clark  
Charles Byers  
Heather Hedgepeth  
D. Mark Jones  
Gary Morrow  
Ruth Stickel  
David Toopes  
Jane Vazquez  
Jeannette Henson  
George Vickroy  
Kristi Motsch  
Sharon Caccimelio

# PICKERINGTON LOCAL SCHOOL DISTRICT ORGANIZATIONAL CHART



- Pickerington High School Central
- Pickerington High School North
- Lakeview Junior High
- Ridgeview Junior High
- Diley Middle School
- Harmon Middle School
- Tollgate Middle School
- Fairfield Elementary
- Heritage Elementary
- Pickerington Elementary
- Sycamore Elementary
- Tollgate Elementary
- Tussing Elementary
- Violet Elementary

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Pickerington Local 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.



President

Executive Director

## FINANCIAL SECTION

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

*Serving Ohio Local Governments*

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

### Independent Auditor's Report

Board of Education  
Pickerington Local School District  
90 East Street  
Pickerington, OH 43147

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

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

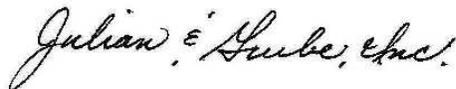
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Pickerington Local School District, Fairfield County, Ohio, as of June 30, 2009,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

Independent Auditor's Report  
Pickerington Local School District

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2009, on our consideration of Pickerington Local 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 is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Pickerington Local School District's basic financial statements. The introductory section, combining and individual nonmajor fund statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund 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 section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



Julian & Grube, Inc.  
December 10, 2009

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

The management's discussion and analysis of the Pickerington Local School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 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, the basic financial statements and the notes to the basic financial statements to enhance their understanding of the District's financial performance.

**Financial Highlights**

Key financial highlights for fiscal year 2009 are as follows:

- In total, net assets of governmental activities increased \$55,360,641 which represents a 205.36% increase from 2008.
- General revenues accounted for \$156,440,440 in revenue or 92.63% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$12,452,668 or 7.37% for total revenues of \$168,893,108.
- The District had \$113,532,467 in expenses related to governmental activities; only \$12,452,668 of these expenses were offset by program specific charges for services and sales, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted and restricted grants and entitlements) of \$156,440,440 were adequate to provide for these programs.
- The District's major governmental funds include the general, district debt service fund, the building fund and the classroom facilities fund. The general fund had \$92,278,075 in revenues and other financing sources and \$91,428,552 in expenditures. During fiscal year 2009, the general fund's balance increased \$849,523 from \$11,624,403 to \$12,473,926.
- The district debt service fund had \$14,421,040 in revenues and \$13,775,982 in expenditures. The district debt service fund's balance increased \$645,058 from \$15,114,548 to \$15,759,606.
- The building fund had \$557,595 in revenues and \$34,174,826 in expenditures. The building fund's balance decreased \$33,617,231 from \$43,825,243 to \$10,208,012.
- The classroom facilities fund had \$118,880 in revenues and \$2,230 in expenditures. The classroom facilities fund increased to a balance of \$116,650.

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

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

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

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)

**Reporting the District as a Whole**

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

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

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

In the statement of net assets and the statement of activities, the governmental activities include the District's programs and services, including instruction, support services, operation and maintenance, pupil transportation, extracurricular activities, and food service operations.

The District's statement of net assets and statement of activities can be found on pages F 15 - F 16 of this report.

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

***Fund Financial Statements***

The analysis of the District's major governmental funds begins on page F 10. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the general fund, district debt service fund, building fund and classroom facilities fund.

***Governmental Funds***

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial assets* than can readily be converted to cash. The governmental fund financial statements provide a detailed *short-term* view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental *activities* (reported in the statement of net assets and the statement of activities) and governmental *funds* is reconciled in the basic financial statements. The basic governmental fund financial statements can be found on pages F 17 – F 21 of this report.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)

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

The District acts in a trustee capacity as an agent for individuals. These activities are reported in an agency fund. All of the District's fiduciary activities are reported in a separate statement of fiduciary net assets on page F 22. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

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

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages F 23 – F 56 of this report.

**The District as a Whole**

The statement of net assets provides the perspective of the District as a whole.

The table below provides a summary of the District's net assets at June 30, 2009 and June 30, 2008.

	<b>Net Assets</b>	
	Governmental Activities <u>2009</u>	Governmental Activities <u>2008</u>
<b><u>Assets</u></b>		
Current and other assets	\$ 152,069,250	\$ 130,782,889
Capital assets, net	<u>156,062,081</u>	<u>126,358,212</u>
Total assets	<u>308,131,331</u>	<u>257,141,101</u>
<b><u>Liabilities</u></b>		
Current liabilities	51,143,249	50,545,988
Long-term liabilities	<u>174,669,669</u>	<u>179,637,341</u>
Total liabilities	<u>225,812,918</u>	<u>230,183,329</u>
<b><u>Net Assets</u></b>		
Invested in capital assets, net of related debt	8,765,183	7,887,455
Restricted	78,804,109	23,739,089
Unrestricted (deficit)	<u>(5,250,879)</u>	<u>(4,668,772)</u>
Total net assets	<u>\$ 82,318,413</u>	<u>\$ 26,957,772</u>

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 \$82,318,413. At fiscal year-end, restricted net assets were \$78,804,109.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

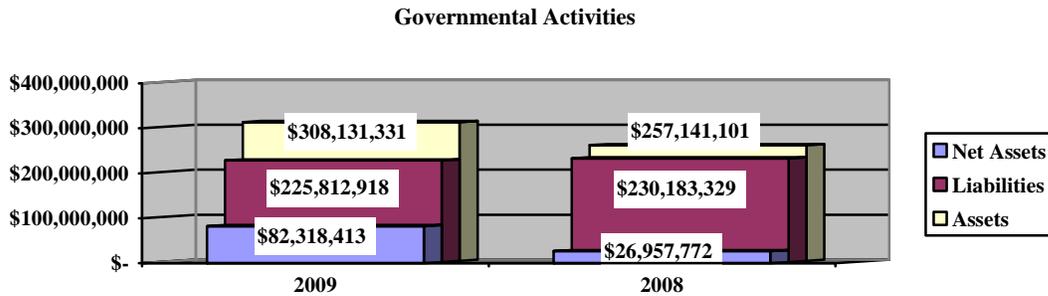
**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

Assets increased \$50,990,230 or 19.83%. This increase is primarily due the District being approved for an Ohio School Facilities Commission (OSFC) Project. The State approved the District for \$52,387,820 in funding to improve and renovate buildings in the District. Liabilities of the District decreased \$4,370,411 or 1.90%. This decrease can be attributed to the repayment of general obligation bonds during fiscal year 2009.

At fiscal year-end, capital assets represented 50.65% of total assets. Capital assets include land, land improvements, buildings and improvements, furniture and equipment, vehicles and construction-in-progress. Investments in capital assets, net of related debt to acquire the assets at June 30, 2009, were \$8,765,183. 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, \$78,804,109, represents resources that are subject to external restriction on how they may be used. Of this amount, \$57,012,411 is restricted for capital projects and \$16,531,402 is restricted for debt service. Net assets restricted for capital projects have increased \$52,631,930 due to the OSFC project. The remaining balance of unrestricted net assets is a deficit of \$5,250,879.

The graph below illustrates the District's assets, liabilities and net assets at June 30, 2009 and June 30, 2008.



The table below shows the change in net assets for fiscal years 2009 and 2008.

**Change in Net Assets**

	Governmental Activities 2009	Governmental Activities 2008
<b>Revenues</b>		
Program revenues:		
Charges for services and sales	\$ 4,892,717	\$ 4,577,839
Operating grants and contributions	7,477,582	6,298,365
Capital grants and contributions	82,369	44,517
General revenues:		
Property taxes	41,803,958	40,991,951
School district income taxes	12,707,691	12,722,150
Grants and entitlements not restricted	47,962,247	44,083,762
Grants and entitlements restricted for OSFC	52,387,820	-
Investment earnings	1,438,880	3,798,530
Other	139,844	378,571
<b>Total revenues</b>	<b>168,893,108</b>	<b>112,895,685</b>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)

**Change in Net Assets**

	Governmental Activities <u>2009</u>	Governmental Activities <u>2008</u>
<b><u>Expenses</u></b>		
Program expenses:		
Instruction:		
Regular	\$ 49,069,735	\$ 47,880,000
Special	7,847,020	7,249,632
Vocational	1,115,837	1,098,881
Other	2,824,261	2,413,847
Support services:		
Pupil	4,669,725	4,422,909
Instructional staff	6,755,547	5,837,143
Board of education	528,045	522,851
Administration	7,916,045	7,476,862
Fiscal	1,718,035	1,789,425
Business	624,827	44,051
Operations and maintenance	9,375,277	9,267,414
Pupil transportation	5,034,148	5,701,343
Central	176,045	162,150
Operation of non-instructional services:		
Food service operations	4,134,640	3,635,100
Other non-instructional services	72,379	65,316
Extracurricular activities	2,799,921	2,772,116
Interest and fiscal charges	<u>8,870,980</u>	<u>8,899,230</u>
Total expenses	<u>113,532,467</u>	<u>109,238,270</u>
Change in net assets	55,360,641	3,657,415
Net assets at beginning of year	<u>26,957,772</u>	<u>23,300,357</u>
Net assets at end of year	<u>\$ 82,318,413</u>	<u>\$ 26,957,772</u>

**Governmental Activities**

Net assets of the District's governmental activities increased \$55,360,641. Total governmental expenses of \$113,532,467 were offset by program revenues of \$12,452,668 and general revenues of \$156,440,440. Program revenues supported 10.97% of the total governmental expenses.

The primary sources of revenue for governmental activities are derived from property taxes, school district income taxes, and unrestricted and restricted grants and entitlements from the State of Ohio. These four revenue sources represent 91.69% of total governmental revenue. Real estate property is reappraised every six years.

Voters approved the school district income tax operating levy in May 1990. This is a continuing levy from which revenue has increased over the years due to the growth in the District.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

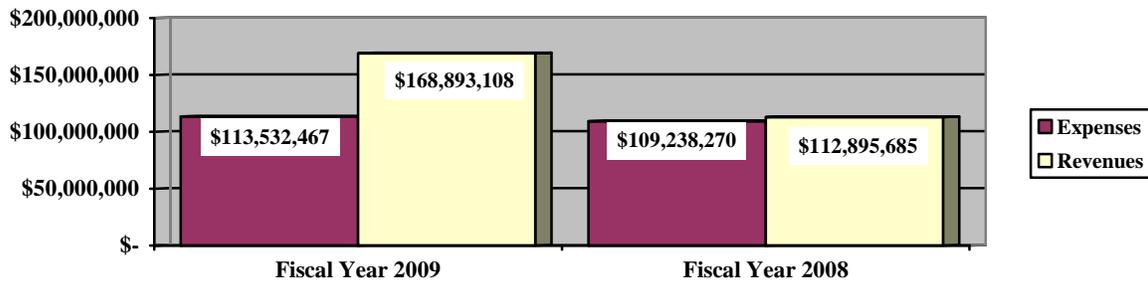
**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

Revenues increased \$55,997,423 or 49.60%. This increase is primarily due to the State granting the District \$52,387,820 for the OSFC project. Operating grants and contributions increased \$1,179,217 due to increases in State and federal funding in the food services fund (a nonmajor governmental fund) and the Title VI-B fund (a nonmajor governmental fund). The District also saw an approximate \$500,000 increase in special education foundation funding from the State. Unrestricted grants and entitlements increased \$3,878,485 due to increases in State funding.

Expenditures increased \$4,294,197 or 3.93%. The most significant increases were in the area of instruction expenses. This increase was the result of new teaching positions added throughout the District as well as scheduled teacher contract increases.

The graph below presents the District's governmental activities revenues and expenses for fiscal years 2009 and 2008.

**Governmental Activities - Revenues and Expenses**



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

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

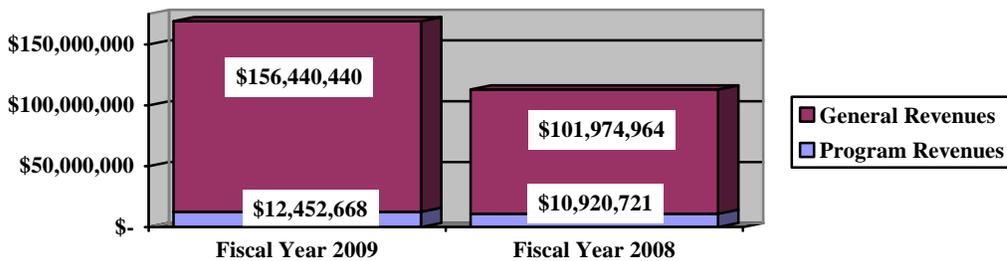
**Governmental Activities**

	Total Cost of Services <u>2009</u>	Net Cost of Services <u>2009</u>	Total Cost of Services <u>2008</u>	Net Cost of Services <u>2008</u>
<b>Program expenses</b>				
Instruction:				
Regular	\$ 49,069,735	\$ 47,625,473	\$ 47,880,000	\$ 46,487,221
Special	7,847,020	3,795,248	7,249,632	3,938,568
Vocational	1,115,837	951,381	1,098,881	951,593
Other	2,824,261	2,812,725	2,413,847	2,407,816
Support services:				
Pupil	4,669,725	4,062,557	4,422,909	3,908,926
Instructional staff	6,755,547	6,164,317	5,837,143	5,344,078
Board of education	528,045	528,045	522,851	522,851
Administration	7,916,045	7,747,870	7,476,862	7,359,863
Fiscal	1,718,035	1,718,035	1,789,425	1,757,119
Business	624,827	624,827	44,051	44,051
Operations and maintenance	9,375,277	9,262,402	9,267,414	9,183,803
Pupil transportation	5,034,148	4,730,217	5,701,343	5,456,431
Central	176,045	174,355	162,150	159,016
Operations of non-instructional services				
Food service operations	4,134,640	555,191	3,635,100	276,529
Other non-instructional services	72,379	20,584	65,316	(19,126)
Extracurricular activities	2,799,921	1,435,592	2,772,116	1,639,580
Interest and fiscal charges	<u>8,870,980</u>	<u>8,870,980</u>	<u>8,899,230</u>	<u>8,899,230</u>
Total expenses	<u>\$ 113,532,467</u>	<u>\$ 101,079,799</u>	<u>\$ 109,238,270</u>	<u>\$ 98,317,549</u>

The dependence upon tax and other general revenues for governmental activities is apparent, 90.68% of instruction activities are supported through taxes and other general revenues which includes State aid. For all governmental activities, general revenue support is 89.03%. The District's taxpayers and restricted and unrestricted grants and entitlements from the State of Ohio are the primary support for District's students.

The graph below presents the District's governmental activities revenue for fiscal years 2009 and 2008.

**Governmental Activities - General and Program Revenues**



**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)

**The District's Funds**

The District's governmental funds (as presented on the balance sheet on page F17) reported a combined fund balance of \$45,082,222, which is less than last year's total of \$77,038,801. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2009 and June 30, 2008.

	<u>Fund Balance</u> <u>June 30, 2009</u>	<u>Fund Balance</u> <u>June 30, 2008</u>	<u>Increase/</u> <u>(Decrease)</u>
General	\$ 12,473,926	\$ 11,624,403	\$ 849,523
District debt service	15,759,606	15,114,548	645,058
Building	10,208,012	43,825,243	(33,617,231)
Classroom facilities	116,650	-	116,650
Other governmental	<u>6,524,028</u>	<u>6,474,607</u>	<u>49,421</u>
Total	<u>\$ 45,082,222</u>	<u>\$ 77,038,801</u>	<u>\$ (31,956,579)</u>

The primary reason for the decrease in fund balance was expenditures from the building fund, for the construction of two elementary schools and one middle school. The schools opened in fall of 2009.

**General Fund**

The District's general fund balance increased \$849,523.

	<u>2009</u> <u>Amount</u>	<u>2008</u> <u>Amount</u>	<u>Change</u>	<u>Percentage</u> <u>Change</u>
<b><u>Revenues</u></b>				
Taxes	\$ 40,715,595	\$ 40,528,147	\$ 187,448	0.46 %
Tuition	422,997	408,019	14,978	3.67 %
Earnings on investments	855,758	1,789,578	(933,820)	(52.18) %
Intergovernmental	50,175,109	45,781,851	4,393,258	9.60 %
Other revenues	<u>108,454</u>	<u>157,248</u>	<u>(48,794)</u>	<u>(31.03) %</u>
Total	<u>\$ 92,277,913</u>	<u>\$ 88,664,843</u>	<u>\$ 3,613,070</u>	4.07 %
<b><u>Expenditures</u></b>				
Instruction	\$ 55,807,651	\$ 53,455,655	2,351,996	4.40 %
Support services	33,844,203	32,303,161	1,541,042	4.77 %
Extracurricular activities	1,558,133	1,476,382	81,751	5.54 %
Facilities acquisition and construction	<u>218,565</u>	<u>5,365</u>	<u>213,200</u>	3,973.90 %
Total	<u>\$ 91,428,552</u>	<u>\$ 87,240,563</u>	<u>\$ 4,187,989</u>	4.80 %

Overall revenues of the general fund increased \$3,613,070 or 4.07%. The most significant increase was in the area intergovernmental revenues. The increase of \$4,393,258 in intergovernmental revenues can be attributed to an increase of roughly \$3,700,000 increase in State foundation receipts and an increase of \$800,000 in tangible personal property tax reimbursement receipts. Earnings on investments decreased \$933,820 due to lower interest rates earned on investments compared to fiscal year 2008.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

Expenditures of the general fund increased \$4,187,989 or 4.80%. The most significant increases were in the areas of instruction and support services. These expenditures increased \$2,351,996 and \$1,541,042, respectively. These increases are primarily due to an increase in teachers and staff as well as scheduled contract increases in salaries.

***District Debt Service Fund***

The District's district debt service fund balance increased \$645,058. This increase in fund balance is due to revenues exceeding the scheduled principal and interest payments on bonds. The table that follows assists in illustrating the financial activities and fund balance of the district debt service fund.

	<u>2009 Amount</u>	<u>2008 Amount</u>	<u>Change</u>	<u>Percentage Change</u>
<b><u>Revenues</u></b>				
Taxes	\$ 12,767,981	\$ 13,048,708	\$ (280,727)	(2.15) %
Other local revenues	24,063	-	24,063	100.00 %
Intergovernmental	<u>1,628,996</u>	<u>1,537,039</u>	<u>91,957</u>	5.98 %
Total	<u>\$ 14,421,040</u>	<u>\$ 14,585,747</u>	<u>\$ (164,707)</u>	(1.13) %
<b><u>Expenditures</u></b>				
Support services	\$ 228,108	\$ 225,043	\$ 3,065	1.36 %
Debt service	<u>13,547,874</u>	<u>13,323,495</u>	<u>224,379</u>	1.68 %
Total	<u>\$ 13,775,982</u>	<u>\$ 13,548,538</u>	<u>\$ 227,444</u>	1.68 %

***Building Fund***

The District's building fund balance decreased \$33,617,231. The decrease in earnings on investments is due primarily to a decrease in investments as well as interest rates earned on those investments. The increase in facilities acquisition and construction expenditures is primarily due to costs associated with the construction of two elementary schools (Sycamore Elementary and Toll Gate Elementary) and one middle school (Toll Gate Middle). The table that follows assists in illustrating the financial activities and fund balance of the building fund.

	<u>2009 Amount</u>	<u>2008 Amount</u>	<u>Change</u>	<u>Percentage Change</u>
<b><u>Revenues</u></b>				
Earnings on investments	\$ 557,595	\$ 2,415,714	\$ (1,858,119)	(76.92) %
Miscellaneous	<u>-</u>	<u>150</u>	<u>(150)</u>	(100.00) %
Total	<u>\$ 557,595</u>	<u>\$ 2,415,864</u>	<u>\$ (1,858,269)</u>	(76.92) %
<b><u>Expenditures</u></b>				
Instructional	\$ 18,086	\$ -	\$ 18,086	100.00 %
Facilities acquisition and construction	<u>34,156,740</u>	<u>16,901,738</u>	<u>17,255,002</u>	102.09 %
Total	<u>\$ 34,174,826</u>	<u>\$ 16,901,738</u>	<u>\$ 17,273,088</u>	102.20 %

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)

***Classroom Facilities Fund***

The classroom facilities fund had \$118,880 in revenues and \$2,230 in expenditures. The District was approved late in fiscal year 2009 for an OSFC project to improve and renovate certain buildings in the District.

***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 did not amend the general fund's budgeted revenues. For the general fund, original and final budgeted revenues and other financing sources were \$91,698,600. Actual revenues and other financing sources for fiscal year 2009 were \$92,856,423. This represents a \$1,157,823 increase over final budgeted revenues. In accordance with State statute, estimated revenues are required to be amended if additional amounts are intended to be appropriated. This increase is due to changes in enrollment figures which effects tuition and intergovernmental estimates in the original and final budgeted amounts. This increase in revenue is also the result of the increases in assessed property values and State revenues.

General fund original and final appropriations (appropriated expenditures plus other financing uses) totaled \$94,267,409 and \$93,680,504, respectively. The actual budget basis expenditures for fiscal year 2009 totaled \$93,646,657, which was \$33,847 less than the final budget appropriations.

**Capital Assets and Debt Administration**

***Capital Assets***

At June 30, 2009, the District had \$156,062,081 invested in land, land improvements, buildings and improvements, furniture and equipment, vehicles, and construction-in-progress. This entire amount is reported in governmental activities. The following table shows June 30, 2009 balances compared to June 30, 2008 balances:

	<b>Capital Assets at June 30</b>	
	<b>(Net of Depreciation)</b>	
	<u>Governmental Activities</u>	
	<u>2009</u>	<u>2008</u>
Land	\$ 7,754,673	\$ 7,645,730
Construction-in-progress	50,924,298	17,435,869
Land improvements	8,137,713	7,921,473
Building and improvements	87,381,727	91,302,686
Furniture and equipment	1,289,372	1,469,165
Vehicles	<u>574,298</u>	<u>583,289</u>
Total	<u>\$ 156,062,081</u>	<u>\$ 126,358,212</u>

The total additions to capital assets for fiscal year 2009 were \$34,603,839. The primary source for additions is the ongoing construction of two elementary schools and one middle school. The overall increase in capital assets, net of depreciation, of \$29,703,869 is due to the recording of additions of \$34,603,839, depreciation in the amount of \$4,882,772 and disposals of \$17,198 (net of accumulated depreciation).

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)

See Note 7 to the basic financial statements for additional information on the District's capital assets.

***Debt Administration***

At June 30, 2009, the District had \$167,360,747 in general obligation bonds. Of this total, \$8,253,936 is due within one year and \$159,106,811 is due in greater than one year. The District also had \$1,309,602 outstanding for a lease purchase agreement issued during a prior fiscal year. Of this amount, \$66,376 is due within one year and \$1,243,226 is due in greater than one year.

In previous years, the District passed various tax levies, providing for facility improvements and additions to the District's building and debt service on behalf of the public library. The general obligation bonds are scheduled to mature in fiscal year 2029. Payment of principal and interest on the general obligation bonds is being made from the debt service fund.

**Outstanding Debt, at Year End**

	Governmental Activities <u>2009</u>	Governmental Activities <u>2008</u>
General obligation bonds	\$ 167,360,747	\$ 172,276,266
Lease purchase agreement	<u>1,309,602</u>	<u>1,371,821</u>
Total	<u>\$ 168,670,349</u>	<u>\$ 173,648,087</u>

See Note 9 to the basic financial statements for additional information on the District's debt administration.

**Current Financial Related Activity**

The District has continued to maintain the highest standards of service to students, parents, and community. The District is always presented with challenges and opportunities. National events economically affect the District and the surrounding area; the District has been impacted by lower growth in State foundation revenue, and the phasing out of personal property tax. At this same time, the District must determine how best to meet the mandates of *No Child Left Behind*.

The Board of Education and administration closely monitor the District's revenues and expenditures in accordance with its financial forecast. Overall, the District continues to perform at the highest level determined by the State of Ohio, which is measured by a defined set of proficiency criteria, including Ohio Achievement Test results, Ohio Graduation Test results, attendance rates and graduation rate.

The most recent State report card (for the 2008-09 school year) shows the District's students meeting 29 out of 30 criteria, as well as achieving two consecutive years of "adequate yearly progress" (AYP), which earned the District the State's highest rating of "excellent with distinction." The District was able to reach this goal while maintaining total expenditures per student at an amount well below the State average for comparable districts.

The District has experienced steadily increasing enrollment for many years, and increasing enrollment translates to both additional staffing and building needs. The District depends heavily on the State; approximately 51% of the (cash-basis) revenue of the general fund is received from the State. However, the State of Ohio is currently experiencing large budget shortfalls, so it is likely there will be increasing dependence on local sources of revenues. This comes at a time when the local economy is facing its share of challenges also, particularly from the slump in the housing market, and a lower rate of growth in personal income.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

The District also faces challenges in the areas of facilities and operations. Existing buildings need to be put on a permanent improvement cycle for renovation and repair. The District continues to experience rising health insurance costs and has taken steps to address these increases. Technology has continued to advance and the District has made great strides in terms of enhancing instruction by updating existing equipment; however, with the current budget constraints, the District continues to face challenges in terms of its technology replacement cycle. Due to increases in enrollment, the District is also addressing transportation needs of students. The District is constantly making improvements to bus routes and schedules in order to reduce fuel costs and avoid increasing driver pay hours.

The District passed a 5 mill replacement levy on November 6, 2007, for a continuing period of time. The tax collections, which began January 2008, are to be used for current operating expenses.

On March 4, 2008, District voters approved a 7.9 mill renewal levy, for a continuing period of time. The levy commences in tax year 2008 with collections beginning January 2009. The levy proceeds will be used for current operating expenses.

In May 2009, the voters approved the extension of a classroom facilities maintenance levy. This approval enabled the District to qualify for \$50 million in State funds from the Ohio School Facilities Commission, which will be used for the renovation of five of the District's oldest school buildings.

**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 Dan Griscom, Treasurer of Pickerington Local School District at 90 East Street, Pickerington, Ohio 43147.

**BASIC  
FINANCIAL STATEMENTS**

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

STATEMENT OF NET ASSETS  
JUNE 30, 2009

	<b>Governmental Activities</b>
<b>Assets:</b>	
Equity in pooled cash and cash equivalents . . .	\$ 44,748,105
Cash with fiscal agent . . . . .	21,881
Cash in segregated accounts. . . . .	654,360
Investments . . . . .	5,999,936
Receivables:	
Property taxes . . . . .	42,478,773
School district income taxes . . . . .	4,411,232
Accounts. . . . .	34,212
Intergovernmental . . . . .	52,438,803
Accrued interest . . . . .	177,080
Prepayments . . . . .	100,988
Materials and supplies inventory . . . . .	42,877
Unamortized bond issuance costs. . . . .	961,003
Capital assets:	
Land and construction-in-progress . . . . .	58,678,971
Depreciable capital assets, net . . . . .	97,383,110
Total capital assets, net . . . . .	156,062,081
Total assets. . . . .	308,131,331
 <b>Liabilities:</b>	
Accounts payable. . . . .	1,041,262
Contracts payable. . . . .	2,406,997
Retainage payable. . . . .	654,360
Accrued wages and benefits . . . . .	8,604,602
Pension obligation payable. . . . .	1,924,931
Intergovernmental payable . . . . .	432,227
Unearned revenue. . . . .	35,577,699
Matured bonds payable. . . . .	20,000
Matured interest payable . . . . .	1,881
Accrued interest payable . . . . .	479,290
Long-term liabilities:	
Due within one year. . . . .	8,911,086
Due in more than one year . . . . .	165,758,583
Total liabilities . . . . .	225,812,918
 <b>Net Assets:</b>	
Invested in capital assets, net of related debt. . . . .	8,765,183
Restricted for:	
Capital projects . . . . .	57,012,411
Debt service. . . . .	16,531,402
School facilities maintenance . . . . .	2,829,011
Locally funded programs. . . . .	521,555
State funded programs . . . . .	33,718
Federally funded programs. . . . .	19,642
Student activities . . . . .	397,213
Other purposes . . . . .	1,459,157
Unrestricted (deficit) . . . . .	(5,250,879)
Total net assets . . . . .	\$ 82,318,413

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	Expenses	Program Revenues			Net (Expense)
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
					Governmental Activities
<b>Governmental activities:</b>					
Instruction:					
Regular . . . . .	\$ 49,069,735	\$ 901,498	\$ 542,764	\$ -	\$ (47,625,473)
Special . . . . .	7,847,020	108,657	3,943,115	-	(3,795,248)
Vocational . . . . .	1,115,837	139	164,317	-	(951,381)
Other . . . . .	2,824,261	5,022	6,514	-	(2,812,725)
Support services:					
Pupil . . . . .	4,669,725	-	607,168	-	(4,062,557)
Instructional staff . . . . .	6,755,547	15,959	575,271	-	(6,164,317)
Board of education . . . . .	528,045	-	-	-	(528,045)
Administration . . . . .	7,916,045	885	167,290	-	(7,747,870)
Fiscal . . . . .	1,718,035	-	-	-	(1,718,035)
Business . . . . .	624,827	-	-	-	(624,827)
Operations and maintenance . . . . .	9,375,277	91,567	21,308	-	(9,262,402)
Pupil transportation . . . . .	5,034,148	-	221,562	82,369	(4,730,217)
Central . . . . .	176,045	-	1,690	-	(174,355)
Operation of non-instructional services:					
Food service operations . . . . .	4,134,640	2,568,292	1,011,157	-	(555,191)
Other non-instructional services . . . . .	72,379	-	51,795	-	(20,584)
Extracurricular activities . . . . .	2,799,921	1,200,698	163,631	-	(1,435,592)
Interest and fiscal charges . . . . .	8,870,980	-	-	-	(8,870,980)
<b>Totals . . . . .</b>	<b>\$ 113,532,467</b>	<b>\$ 4,892,717</b>	<b>\$ 7,477,582</b>	<b>\$ 82,369</b>	<b>(101,079,799)</b>

**General Revenues:**

Property taxes levied for:	
General purposes . . . . .	28,346,890
Special revenue . . . . .	370,320
Debt service . . . . .	13,086,748
School district income tax . . . . .	12,707,691
Grants and entitlements not restricted to specific programs . . . . .	47,962,247
Grants and entitlements restricted for	
Ohio School Facilities Commission . . . . .	52,387,820
Investment earnings . . . . .	1,438,880
Payment in lieu of taxes . . . . .	93,577
Miscellaneous . . . . .	46,267
<b>Total general revenues . . . . .</b>	<b>156,440,440</b>
Change in net assets . . . . .	55,360,641
<b>Net assets at beginning of year . . . . .</b>	<b>26,957,772</b>
<b>Net assets at end of year . . . . .</b>	<b>\$ 82,318,413</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2009

	<u>General</u>	<u>District Debt Service</u>	<u>Building</u>	<u>Classroom Facilities</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>						
Equity in pooled cash and cash equivalents . . .	\$ 16,805,020	\$ 14,466,121	\$ 6,551,489	\$ 118,880	\$ 6,783,911	\$ 44,725,421
Cash with fiscal agent . . . . .	-	21,881	-	-	-	21,881
Cash in segregated accounts . . . . .	-	-	654,360	-	-	654,360
Investments . . . . .	-	-	5,999,936	-	-	5,999,936
Receivables:						
Property taxes . . . . .	28,826,652	13,117,590	-	-	534,531	42,478,773
School district income taxes . . . . .	4,411,232	-	-	-	-	4,411,232
Accounts . . . . .	34,212	-	-	-	-	34,212
Intergovernmental . . . . .	50,983	-	-	52,387,820	-	52,438,803
Accrued interest . . . . .	117,427	-	59,653	-	-	177,080
Prepayments . . . . .	97,950	-	-	-	3,038	100,988
Materials and supplies inventory . . . . .	-	-	-	-	42,877	42,877
Restricted assets:						
Equity in pooled cash and cash equivalents . . . . .	22,684	-	-	-	-	22,684
Total assets . . . . .	<u>\$ 50,366,160</u>	<u>\$ 27,605,592</u>	<u>\$ 13,265,438</u>	<u>\$ 52,506,700</u>	<u>\$ 7,364,357</u>	<u>\$ 151,108,247</u>
<b>Liabilities:</b>						
Accounts payable . . . . .	\$ 991,025	\$ -	\$ -	\$ -	\$ 50,237	\$ 1,041,262
Contracts payable . . . . .	-	-	2,389,007	2,230	15,760	2,406,997
Retainage payable . . . . .	-	-	654,360	-	-	654,360
Accrued wages and benefits . . . . .	8,433,276	-	-	-	171,326	8,604,602
Compensated absences payable . . . . .	130,412	-	-	-	-	130,412
Pension obligation payable . . . . .	1,805,976	-	-	-	118,955	1,924,931
Intergovernmental payable . . . . .	421,589	-	8,409	-	2,229	432,227
Matured bonds payable . . . . .	-	20,000	-	-	-	20,000
Matured interest payable . . . . .	-	1,881	-	-	-	1,881
Deferred revenue . . . . .	1,966,463	837,590	5,650	52,387,820	34,131	55,231,654
Unearned revenue . . . . .	24,143,493	10,986,515	-	-	447,691	35,577,699
Total liabilities . . . . .	<u>37,892,234</u>	<u>11,845,986</u>	<u>3,057,426</u>	<u>52,390,050</u>	<u>840,329</u>	<u>106,026,025</u>
<b>Fund Balances:</b>						
Reserved for encumbrances . . . . .	1,519,442	-	5,573,135	-	518,112	7,610,689
Reserved for school bus purchase . . . . .	22,684	-	-	-	-	22,684
Reserved for materials and supplies inventory . . . . .	-	-	-	-	42,877	42,877
Reserved for property tax unavailable for appropriation . . . . .	2,842,507	1,293,485	-	-	52,709	4,188,701
Reserved for prepayments . . . . .	97,950	-	-	-	3,038	100,988
Reserved for debt service . . . . .	-	14,466,121	-	-	387,985	14,854,106
Reserved for termination benefits . . . . .	-	-	-	-	300,000	300,000
Unreserved:						
Designated for budget stabilization . . . . .	2,627,993	-	-	-	-	2,627,993
Undesignated, reported in:						
General fund . . . . .	5,363,350	-	-	-	-	5,363,350
Special revenue funds . . . . .	-	-	-	-	4,817,266	4,817,266
Capital projects funds . . . . .	-	-	4,634,877	116,650	402,041	5,153,568
Total fund balances . . . . .	<u>12,473,926</u>	<u>15,759,606</u>	<u>10,208,012</u>	<u>116,650</u>	<u>6,524,028</u>	<u>45,082,222</u>
Total liabilities and fund balances . . . . .	<u>\$ 50,366,160</u>	<u>\$ 27,605,592</u>	<u>\$ 13,265,438</u>	<u>\$ 52,506,700</u>	<u>\$ 7,364,357</u>	<u>\$ 151,108,247</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET ASSETS OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2009

<b>Total governmental fund balances</b>		\$ 45,082,222
<i>Amounts reported for governmental activities on the statement of net assets are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		156,062,081
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Property taxes receivable	\$ 2,712,373	
Accounts receivable	9,575	
Intergovernmental receivable	52,416,953	
Accrued interest receivable	92,753	
Total		55,231,654
Unamortized deferred charges are not recognized in the funds.		2,716,392
Unamortized premiums on bond issuances are not recognized in the funds.		(4,361,461)
Unamortized bond issuance costs are not recognized in the funds.		961,003
In the statement of activities interest is accrued on outstanding bonds, whereas in governmental funds, interest expenditures are reported when due.		(479,290)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
General obligation bonds	(167,360,747)	
Lease purchase obligation	(1,309,602)	
Compensated absences	(4,223,839)	
Total		(172,894,188)
<b>Net assets of governmental activities</b>		<b>\$ 82,318,413</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<b>General</b>	<b>District Debt Service</b>	<b>Building</b>	<b>Classroom Facilities</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Revenues:</b>						
From local sources:						
Property taxes . . . . .	\$ 28,007,904	\$ 12,767,981	\$ -	\$ -	\$ 516,680	\$ 41,292,565
Income taxes . . . . .	12,707,691	-	-	-	-	12,707,691
Tuition . . . . .	422,997	-	-	-	39,864	462,861
Charges for services . . . . .	-	-	-	-	2,568,292	2,568,292
Earnings on investments . . . . .	855,758	-	557,595	118,880	16,864	1,549,097
Classroom materials and fees . . . . .	-	-	-	-	479,304	479,304
Extracurricular . . . . .	-	-	-	-	987,737	987,737
Rental income . . . . .	57,210	-	-	-	335,471	392,681
Contributions and donations . . . . .	-	-	-	-	109,700	109,700
Services provided to other entities . . . . .	51,244	-	-	-	-	51,244
Other local revenues . . . . .	-	24,063	-	-	204,228	228,291
Intergovernmental - state . . . . .	50,175,109	1,628,996	-	-	186,741	51,990,846
Intergovernmental - federal . . . . .	-	-	-	-	3,236,286	3,236,286
<b>Total revenues . . . . .</b>	<b>92,277,913</b>	<b>14,421,040</b>	<b>557,595</b>	<b>118,880</b>	<b>8,681,167</b>	<b>116,056,595</b>
<b>Expenditures:</b>						
Current:						
Instruction:						
Regular . . . . .	44,717,890	-	18,086	-	1,052,512	45,788,488
Special . . . . .	7,191,939	-	-	-	480,622	7,672,561
Vocational . . . . .	1,094,097	-	-	-	5,067	1,099,164
Other . . . . .	2,803,725	-	-	-	13,856	2,817,581
Support services:						
Pupil . . . . .	3,820,338	-	-	-	647,119	4,467,457
Instructional staff . . . . .	5,834,661	-	-	-	646,372	6,481,033
Board of education . . . . .	521,685	-	-	-	1,000	522,685
Administration . . . . .	7,722,130	-	-	-	177,214	7,899,344
Fiscal . . . . .	1,484,136	228,108	-	-	9,227	1,721,471
Business . . . . .	618,494	-	-	-	-	618,494
Operations and maintenance . . . . .	8,707,301	-	-	-	57,030	8,764,331
Pupil transportation . . . . .	4,966,217	-	-	-	13,119	4,979,336
Central . . . . .	169,241	-	-	-	1,781	171,022
Operation of non-instructional services:						
Food service operations . . . . .	-	-	-	-	3,621,376	3,621,376
Other non-instructional services . . . . .	-	-	-	-	72,379	72,379
Extracurricular activities . . . . .	1,558,133	-	-	-	1,073,674	2,631,807
Facilities acquisition and construction . . . . .	218,565	-	34,156,740	2,230	382,829	34,760,364
Debt service:						
Principal retirement . . . . .	-	7,745,000	-	-	217,219	7,962,219
Interest and fiscal charges . . . . .	-	5,802,874	-	-	125,658	5,928,532
<b>Total expenditures . . . . .</b>	<b>91,428,552</b>	<b>13,775,982</b>	<b>34,174,826</b>	<b>2,230</b>	<b>8,598,054</b>	<b>147,979,644</b>
Excess (deficiency) of revenues over (under) expenditures . . . . .	849,361	645,058	(33,617,231)	116,650	83,113	(31,923,049)
<b>Other financing sources:</b>						
Sale of capital assets . . . . .	162	-	-	-	-	162
<b>Total other financing sources . . . . .</b>	<b>162</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>162</b>
Net change in fund balances . . . . .	849,523	645,058	(33,617,231)	116,650	83,113	(31,922,887)
<b>Fund balances at beginning of year . . . . .</b>	<b>11,624,403</b>	<b>15,114,548</b>	<b>43,825,243</b>	<b>-</b>	<b>6,474,607</b>	<b>77,038,801</b>
<b>Decrease in reserve for inventory . . . . .</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(33,692)</b>	<b>(33,692)</b>
<b>Fund balances at end of year . . . . .</b>	<b>\$ 12,473,926</b>	<b>\$ 15,759,606</b>	<b>\$ 10,208,012</b>	<b>\$ 116,650</b>	<b>\$ 6,524,028</b>	<b>\$ 45,082,222</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2009

**Net change in fund balances - total governmental funds** \$ (31,922,887)

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

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

Capital asset additions	\$ 34,603,839	
Current year depreciation	(4,882,772)	
<b>Total</b>		29,721,067

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (17,198)

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

Taxes	511,393	
Earnings on investments	(93,473)	
Rental income	2,738	
Intergovernmental	52,416,953	
<b>Total</b>		52,837,611

Governmental funds report expenditures for inventory when purchased, however, in the statement of activities they are reported as an expense when consumed. (33,692)

Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement net assets.

Bonds	7,900,000	
Lease purchase obligation	62,219	
<b>Total</b>		7,962,219

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in additional interest being reported in the statement of activities.

Decrease in accrued interest payable	15,017	
Accreted interest on "capital appreciation" bonds	(2,984,481)	
Amortization of bond issuance costs	(50,466)	
Amortization on bond premiums	229,903	
Amortization of deferred charges on refundings	(152,421)	
<b>Total</b>		(2,942,448)

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (244,031)

**Change in net assets of governmental activities** \$ 55,360,641

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Property taxes . . . . .	\$ 27,745,881	\$ 27,745,881	\$ 28,096,242	\$ 350,361
Income taxes . . . . .	12,965,668	12,965,668	13,129,391	163,723
Tuition. . . . .	417,722	417,722	422,997	5,275
Earnings on investments. . . . .	922,869	922,869	934,522	11,653
Rental income . . . . .	56,497	56,497	57,210	713
Services provided to other entities . . . . .	55,060	55,060	55,755	695
Intergovernmental - state . . . . .	49,527,284	49,527,284	50,152,687	625,403
Total revenues. . . . .	<u>91,690,981</u>	<u>91,690,981</u>	<u>92,848,804</u>	<u>1,157,823</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	45,014,219	44,733,905	44,721,619	12,286
Special. . . . .	7,185,754	7,141,007	7,140,019	988
Vocational. . . . .	1,113,100	1,106,169	1,105,045	1,124
Other. . . . .	2,893,545	2,875,526	2,875,426	100
Support services:				
Pupil. . . . .	3,908,880	3,884,539	3,882,524	2,015
Instructional staff . . . . .	5,965,762	5,928,612	5,928,460	152
Board of education . . . . .	556,006	552,544	552,182	362
Administration. . . . .	7,813,502	7,764,846	7,762,963	1,883
Fiscal . . . . .	1,525,950	1,516,448	1,516,134	314
Business . . . . .	627,114	623,209	623,119	90
Operations and maintenance. . . . .	8,907,681	8,852,211	8,850,024	2,187
Pupil transportation . . . . .	6,595,730	6,554,657	6,553,720	937
Central. . . . .	178,964	177,850	168,519	9,331
Extracurricular activities. . . . .	1,692,927	1,682,385	1,680,349	2,036
Facilities acquisition and construction. . . . .	269,648	267,969	267,930	39
Total expenditures . . . . .	<u>94,248,782</u>	<u>93,661,877</u>	<u>93,628,033</u>	<u>33,844</u>
Excess of expenditures over (under) revenues . . . . .	<u>(2,557,801)</u>	<u>(1,970,896)</u>	<u>(779,229)</u>	<u>1,191,667</u>
<b>Other financing sources (uses):</b>				
Refund of prior year expenditure. . . . .	7,457	7,457	7,457	-
Refund of prior year receipt . . . . .	(18,627)	(18,627)	(18,624)	3
Sale of assets . . . . .	162	162	162	-
Total other financing sources (uses) . . . . .	<u>(11,008)</u>	<u>(11,008)</u>	<u>(11,005)</u>	<u>3</u>
Net change in fund balance . . . . .	(2,568,809)	(1,981,904)	(790,234)	1,191,670
<b>Fund balance at beginning of year . . . . .</b>	14,169,504	14,169,504	14,169,504	-
<b>Prior year encumbrances appropriated . . . . .</b>	1,175,825	1,175,825	1,175,825	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ 12,776,520</u>	<u>\$ 13,363,425</u>	<u>\$ 14,555,095</u>	<u>\$ 1,191,670</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUND  
JUNE 30, 2009

	<b>Agency</b>
<b>Assets:</b>	
Equity in pooled cash and cash equivalents . . . . .	\$ 215,085
Total assets . . . . .	\$ 215,085
<b>Liabilities:</b>	
Accounts payable. . . . .	\$ 22,303
Deposits held and due to others . . . . .	53,330
Due to students . . . . .	139,452
Total liabilities . . . . .	\$ 215,085

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

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

The Pickerington Local School District (the "District") was organized in the late 1800's and is an independent political subdivision of the State of Ohio. The District is not reported as a Component Unit in any other governmental unit. The District is governed by a five-member Board of Education (the "Board") elected by the citizens of the District.

The District ranks as the 16<sup>th</sup> largest by enrollment among the 922 public school districts and community schools in the State. The District employs 330 non-certified, 684 certified and 62 administrative employees to provide services to approximately 10,401 students and community groups. The District provides regular, vocational and special instruction. The District also provides support services for the pupils, instructional staff, general and school administration, business and fiscal services, facilities acquisitions and construction services, operation and maintenance of plant, student transportation, food services, extracurricular activities and non-programmed services.

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

The basic financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities provided they do not conflict with or contradict GASB pronouncements. The District's significant accounting policies are described below.

**A. Reporting Entity**

The reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units". The reporting entity is composed of the primary government and component units. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, 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; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary governments financial statements incomplete or misleading. Based upon the application of these criteria, the District has no component units. The basic financial statements of the reporting entity include only those of the District (the primary government).

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

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

The following organizations are described due to their relationship to the District:

*JOINTLY GOVERNED ORGANIZATIONS*

Metropolitan Education Council (MEC)

MEC is a not-for-profit educational council whose primary purpose and objective is to contribute to the educational services available to school districts in Franklin County and surrounding areas by cooperative action membership. The governing board consists of a representative from each of the Franklin County districts. Districts outside of Franklin County are associate members and each county selects a single district to represent them on the Governing Board. MEC is its own fiscal agent.

Eastland-Fairfield Career and Technical Schools (Career Center)

The Career Center is a jointly governed organization. The District's Board of Education appoints one member of the seven-member Board of Education of the Career Center. However, the financial statements of the Career Center are not included within the District's reporting entity, as the District cannot impose its will and there is no financial benefit, financial burden relationship or related-party transactions between the District and the Career Center.

*PUBLIC ENTITY RISK POOLS*

Ohio School Boards Association Workers' Compensation Group Rating Plan

The District participates in a group rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP) was established through the Ohio School Boards Association (OSBA) as a group purchasing pool.

The GRP's business and affairs are conducted by a three member Board of Directors consisting of the President, the President-Elect, and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the GRP. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

Ohio School Plan

The Ohio School Plan (the "Plan") is a shared liability, property and fleet insurance risk pool which is governed by a board of thirteen school superintendents, business managers and treasurers. Harcum-Schuett, the insurance agency, has one board seat. OSBA, BASA and OASBO executive directors serve as ex-officio members. 450 educational entities are served by the Plan. The Plan's board elects officers for one year terms to serve as the Board of Directors. The assembly exercises control over the operation of the plan. All Plan revenues are generated from charges for services. For more information, write to the Ohio School Plan, Harcum-Schuett Insurance Agency, Inc., 246 Sycamore Street, Columbus, Ohio 43206.

**B. Fund Accounting**

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

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

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

*GOVERNMENTAL FUNDS*

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

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

*District debt service fund* - The District debt service fund is used to account all debt activity except the debt associated with the library which is accounted for in another nonmajor debt service fund.

*Building fund* - This fund used to account for monies received and expended in connection with the renovation and construction of District buildings.

*Classroom facilities fund* - The classroom facilities capital projects fund is used to account for financial resources and expenditures related to the school facilities construction project.

Other governmental funds of the District are used to account for (a) financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those accounted for in the building fund; (b) for food service and uniform school supplies operations; (c) for grants and other resources whose use is restricted to a particular purpose; and (d) for debt activity related to the Library bond issue.

*PROPRIETARY FUNDS*

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector. The District has no proprietary funds.

*FIDUCIARY FUNDS*

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. The District has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's agency funds accounts for student activities and amounts held for individuals and organizations.

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

*Government-wide Financial Statements* - The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

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

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the governmental activities of the District. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include amounts paid by the recipient of goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues of the District.

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

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

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

Agency funds do not report a measurement focus as they do not report operations.

**D. Basis of Accounting**

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

Revenues - Exchange and Nonexchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. 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.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

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

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 5).

Revenue from income taxes is recognized in the fiscal year in which the underlying exchange transaction occurred (See Note 16). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Unearned Revenue and Deferred Revenue - Unearned revenue and deferred revenue arise 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, and other revenues received in advance of the fiscal year for which they are intended to finance, have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements are met are recorded as deferred revenue.

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

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The entitlement value of donated commodities received during the year is reported as an expenditure with a like amount reported as intergovernmental revenue.

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

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

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

**E. Budgets**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The primary level of budgetary control is at the fund level of expenditures. Any budgetary modifications at this level may only be made by resolution of the Board of Education. Although the legal level of control has been established at the fund level of expenditures, the District has elected to present the budgetary statement for the general fund at the fund and function level of expenditures in the basic financial statements.

*Tax Budget* - Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased tax rates). By no later than January 20, the Board-adopted budget is filed with Fairfield County Budget Commission for rate determination.

*Estimated Resources* - By April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's certificate of estimated resources, which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported in the budgetary statements reflect the amounts in the original and final certificates of estimated resources issued during the fiscal year.

*Appropriations* - Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is enacted by the Board of Education. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution must be within the estimated resources as certified by the County Budget Commission and the total of expenditures may not exceed the appropriation totals at the legal level of control. Any revisions that alter the fund level must be approved by the Board of Education.

The Board may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. During the year, all supplemental appropriations were legally enacted.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

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

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

**F. Cash and Investments**

To improve cash management, cash received by the District other than cash with fiscal agent or cash in segregated accounts is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" and "investments" on the financial statements.

During fiscal year 2009, investments were limited to nonnegotiable certificates of deposits, federal agency securities and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio). Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as nonnegotiable certificates of deposit, are reported at cost.

The District has invested funds in STAR Ohio during fiscal year 2009. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's shares price which is the price the investment could be sold for on June 30, 2009.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund or the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2009 amounted to \$855,758, which includes \$212,326 assigned from other District funds.

For presentation on the basic financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments that are not part of the cash management pool with an initial maturity of more than three months are reported as investments.

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

**G. Inventory**

On government-wide and fund financial statements, purchased inventories are presented at the lower of cost or market and donated commodities are presented at their entitlement value. Inventories are recorded on a first-in, first-out basis and are expensed when used. On the fund financial statements, inventories are accounted for using the purchase method while they are accounted for using the consumption method for government-wide reporting.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

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

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

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

**H. Capital Assets**

General capital assets are those assets specifically related to governmental activities. These assets 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 deductions during the fiscal year. Donated capital assets are recorded at their fair market values as of the date received. During fiscal year 2009, the District maintained a capitalization threshold of \$5,000. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets except land and construction-in-progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Land improvements	20 years
Buildings and improvements	25 - 50 years
Furniture and equipment	5 - 20 years
Vehicles	6 - 10 years

**I. Interfund Balances**

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund loans receivable/payable". These amounts are eliminated in the governmental activities column on the statement of net assets. The District had no interfund loans receivable or payable at June 30, 2009.

**J. Unamortized Issuance Costs/Bond Premium and Discount/Accounting Gain or Loss**

On government-wide financial statements, issuance costs are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Unamortized issuance costs are recorded as a separate line item on the statement of net assets.

Bond premiums are deferred and accreted over the term of the bonds. Bond premiums are presented as an addition to the face amount of the bonds.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

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

For bond refundings resulting in the defeasance of debt reported in the government-wide financial statements, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as an addition to or reduction of the face amount of the new debt.

On the governmental fund financial statements, issuance costs and bond premiums are recognized in the current period. A reconciliation between the bonds face value and the amount reported on the statement of net assets is presented in Note 9.

**K. Compensated Absences**

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

In accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences", a liability for vacation leave is accrued if a) the employees' rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination (severance) payments. A liability for sick leave is accrued using the vesting method; i.e., the liability is based on the sick leave accumulated at the balance sheet date by those employees who are currently eligible to receive termination (severance) payments, as well as those employees expected to become eligible in the future. For purposes of establishing a liability for sick leave on employees expected to become eligible to retire in the future, all employees with at least 15 years of service at any age were considered expected to become eligible to retire in accordance with GASB Statement No. 16.

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at the balance sheet date, and reduced to the maximum payment allowed by labor contract and/or statute, plus any applicable additional salary related payments.

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

For governmental fund financial statements, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. The expenditures and liabilities related to these obligations are recognized in the governmental funds when they mature, for example, as a result of employee resignations and retirements. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

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

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

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

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

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

**M. Fund Balance Reserves and Designation**

The District reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, debt service, prepayments, bus purchases, materials and supplies inventory, termination benefits and property taxes unavailable for appropriation. The reserve for property taxes unavailable for appropriation represents taxes recognized as revenue under GAAP, but not available for appropriation under State statute. A fund balance designation is reported for amounts set-aside by the District for budget stabilization.

**N. Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consist of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The amount restricted for other purposes includes the balance reserved for school bus purchases and the following nonmajor governmental funds: food services, school trusts, uniform school supplies and termination benefits.

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

**O. Prepayments**

Certain payments to vendors reflect the costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. These items are reported as assets on the balance sheet using the consumption method. A current asset for the prepaid amounts is recorded at the time of the purchase and the expenditure/expense is reported in the year in which services are consumed.

**P. Estimates**

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

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

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

**Q. Restricted Assets**

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or laws of other governments or imposed by enabling legislation. At June 30, 2009, the District had \$22,684 in restricted assets, which is described in Note 17.

**R. Interfund Activity**

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the basic financial statements. The District had no interfund transfers during the fiscal year.

**S. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. The District had no extraordinary or special items during the fiscal year.

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE**

**Change in Accounting Principles**

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

GASB Statement No. 49 addresses accounting and financial reporting standards for pollution remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. The implementation of GASB Statement No. 49 did not have an effect on the financial statements of the District.

GASB Statement No. 52 establishes consistent standards for the reporting of land and other real estate held as investments by essentially similar entities. It requires endowments to report their land and other real estate investments at fair value. The implementation of GASB Statement No. 52 did not have an effect on the financial statements of the District.

GASB Statement No. 55 incorporates the hierarchy of generally accepted accounting principles (GAAP) for state and local governments into the GASB's authoritative literature. The implementation of GASB Statement No. 55 did not have an effect on the financial statements of the District.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)**

GASB Statement No. 56 incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance presented in the American Institute of Certified Public Accountants' (AICPA) Statements on Auditing Standards. The implementation of GASB Statement No. 56 did not have an effect on the financial statements of the District.

**NOTE 4 - DEPOSITS AND INVESTMENTS**

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

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

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

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use, but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

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

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

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

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

7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

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

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

**A. Cash with Fiscal Agent**

At fiscal year end, \$21,881 was on deposit with Huntington National Bank for matured bonds and interest payable. These funds are included in the total amount of "Deposits with Financial Institutions" below.

**B. Cash in Segregated Accounts**

At fiscal year end \$654,360 was maintained in a depository account that the District established for funds related to retainage set-aside for construction projects. This depository account is included in total amount of "Deposits with Financial Institutions" below.

**C. Deposits with Financial Institutions**

At June 30, 2009, the carrying amount of all District deposits was \$24,389,894. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of June 30, 2009, \$8,009,007 of the District's bank balance of \$24,509,007 was exposed to custodial risk as discussed below, while \$16,500,000 was covered by the FDIC.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

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

Custodial credit risk is the risk that, in the event of bank failure, the District's deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the District. The District has no deposit policy for custodial credit risk beyond the requirements of State statute. Although the securities were held by the pledging institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the District to a successful claim by the FDIC.

**D. Investments**

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

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>	
		<u>6 months or less</u>	<u>7 to 12 months</u>
FHLMC	\$ 1,013,930	\$ -	\$ 1,013,930
FHLB discount notes	999,936	999,936	-
STAR Ohio	<u>25,235,607</u>	<u>25,235,607</u>	<u>-</u>
Total	<u>\$ 27,249,473</u>	<u>\$ 26,235,543</u>	<u>\$ 1,013,930</u>

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

*Credit Risk:* The District's investments in federal securities were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services, respectively. Standard & Poor's has assigned STAR Ohio an AAAM money market rating. Ohio Law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard service rating. The District has no investment policy dealing with credit risk.

*Custodial Credit Risk:* For an investment, 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. The federal agency securities are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent but not in the District's name. The District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Treasurer or qualified trustee.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

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

*Concentration of Credit Risk:* The District places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2009:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FHLMC	\$ 1,013,930	3.72
FHLB discount notes	999,936	3.67
STAR Ohio	<u>25,235,607</u>	<u>92.61</u>
Total	<u>\$ 27,249,473</u>	<u>100.00</u>

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

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net assets as of June 30, 2009:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 24,389,894
Investments	<u>27,249,473</u>
Total	<u>\$ 51,639,367</u>
 <u>Cash and investments per statement of net assets</u>	
Governmental activities	\$ 51,424,282
Agency funds	<u>215,085</u>
Total	<u>\$ 51,639,367</u>

**NOTE 5 - PROPERTY TAXES**

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

Property taxes include amounts levied against all real property, public utility property and tangible personal (used in business) property located in the District. Real property tax revenues received in calendar year 2009 represent the collection of calendar year 2008 taxes. Real property taxes received in calendar year 2009 were levied after April 1, 2008, on the assessed values as of January 1, 2008, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Public utility property tax revenues received in calendar year 2009 represent the collection of calendar year 2008 taxes. Public utility real and tangible personal property taxes received in calendar year 2009 became a lien on December 31, 2007, were levied after April 1, 2008, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 5 - PROPERTY TAXES - (Continued)**

Tangible personal property tax revenues received in calendar year 2009 (other than public utility property) represent the collection of calendar year 2009 taxes levied against local and inter-exchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, and furniture and fixtures is no longer levied and collected. The October 2008 tangible personal property tax settlement was the last property tax settlement for general personal property taxes. Tangible personal property taxes received from telephone companies in calendar year 2009 were levied after October 1, 2008, on the value as of December 31, 2008. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the District prior to June 30.

The District receives property taxes from Fairfield and Franklin Counties. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2009, are available to finance fiscal year 2009 operations. The amount available as an advance at June 30, 2009 was \$2,842,507 in the general fund, \$1,293,485 in the District debt service fund, \$15,484 in the library debt service fund (a nonmajor governmental fund) and \$37,225 in the facilities maintenance fund (a nonmajor governmental fund). These amounts are recorded as revenue. The amount available for advance at June 30, 2008 was \$2,930,845 in the general fund, \$1,409,986 in the District debt service fund, \$16,269 in the library debt service fund (a nonmajor governmental fund) and \$38,987 in the facilities maintenance fund (a nonmajor governmental fund). The amount of second-half real property taxes available for advance at fiscal year end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2009 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to unearned revenue.

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

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 5 - PROPERTY TAXES - (Continued)**

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

	2008 Second Half Collections		2009 First Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 1,122,831,790	98.47	\$ 1,122,774,350	98.43
Public utility personal	12,640,160	1.11	12,697,600	1.11
Tangible personal property	<u>4,844,002</u>	<u>0.42</u>	<u>5,172,720</u>	<u>0.46</u>
Total	<u>\$ 1,140,315,952</u>	<u>100.00</u>	<u>\$ 1,140,644,670</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation for:				
General	\$66.70		\$66.70	
Bond	13.00		12.50	
Facilities maintenance	0.50		0.50	

**NOTE 6 - RECEIVABLES**

Receivables at June 30, 2009 consisted of taxes, accounts (billings for user charged services and student fees), accrued interest and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds. A summary of receivables reported on the statement of net assets follows:

**Governmental activities:**

Property taxes	\$ 42,478,773
School district income taxes	4,411,232
Accounts	34,212
Intergovernmental	52,438,803
Accrued interest	<u>177,080</u>
Total	<u>\$ 99,540,100</u>

Receivables have been disaggregated on the face of the basic financial statements. All receivables are expected to be collected within one year except for the OSFC grant of \$52,387,820 (a component of intergovernmental receivable) which will be collected over the term of the construction project.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 7 - CAPITAL ASSETS**

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

	Balance <u>June 30, 2008</u>	Additions	Deductions	Balance <u>June 30, 2009</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 7,645,730	\$ 108,943	\$ -	\$ 7,754,673
Construction in progress	17,435,869	33,488,429	-	50,924,298
Total capital assets, not being depreciated	<u>25,081,599</u>	<u>33,597,372</u>	-	<u>58,678,971</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	12,273,053	811,859	-	13,084,912
Building and improvements	136,295,512	-	-	136,295,512
Furniture and equipment	3,949,312	67,465	-	4,016,777
Vehicles	1,139,801	127,143	(34,396)	1,232,548
Total capital assets, being depreciated	<u>153,657,678</u>	<u>1,006,467</u>	<u>(34,396)</u>	<u>154,629,749</u>
<i>Less: accumulated depreciation</i>				
Land improvements	(4,351,580)	(595,619)	-	(4,947,199)
Building and improvements	(44,992,826)	(3,920,959)	-	(48,913,785)
Furniture and equipment	(2,480,147)	(247,258)	-	(2,727,405)
Vehicles	(556,512)	(118,936)	17,198	(658,250)
Total accumulated depreciation	<u>(52,381,065)</u>	<u>(4,882,772)</u>	<u>17,198</u>	<u>(57,246,639)</u>
Governmental activities capital assets, net	<u>\$ 126,358,212</u>	<u>\$ 29,721,067</u>	<u>\$ (17,198)</u>	<u>\$ 156,062,081</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:

Regular	\$ 3,206,828
Special	168,559
Vocational	25,341
Other	6,680

Support services:

Pupil	109,291
Instructional staff	241,908
Board of education	5,360
Administration	64,186
Fiscal	530
Operations and maintenance	260,953
Pupil transportation	144,362
Extracurricular activities	166,036
Food service operation	482,738
Total depreciation expense	<u>\$ 4,882,772</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 8 - LEASE PURCHASE AGREEMENT - LESSEE DISCLOSURE**

During a previous fiscal year, the District entered into a lease-purchase agreement with Fifth Third Bank. This lease meets the criteria of a lease-purchase as defined by FASB Statement No. 13, "Accounting for Leases", which defines a lease-purchase generally as one which transfers benefits and risks of ownership to the lessee. This lease was used to construct a bus/maintenance facility. At June 30, 2009, capital assets acquired by lease purchase have been capitalized under buildings and improvements in the amount of \$1,670,122. Accumulated depreciation of \$66,805 has been booked as of June 30, 2009 leaving a book value of \$1,603,317. Lease-purchase payments have been reflected as debt service expenditures from the other local grants fund (a nonmajor governmental fund). Principal and interest payments totaled \$62,219 and \$91,667, respectively.

The following is a schedule of the future long-term minimum lease payments required under the lease-purchase agreement and the present value of the minimum lease payments as of June 30, 2009.

<u>Fiscal Year Ending June 30,</u>	<u>Total</u>
2010	\$ 153,885
2011	153,885
2012	153,885
2013	153,885
2014	153,885
2015 - 2019	769,426
2020 - 2022	<u>461,634</u>
Total minimum lease payments	2,000,485
Less: amount representing interest	<u>(690,883)</u>
Present value of minimum lease payments	<u>\$ 1,309,602</u>

**NOTE 9 - LONG-TERM OBLIGATIONS**

**A. General Obligation Bonds**

The District has eight general obligation bond issues outstanding. These bonds were issued for general governmental activities, specifically; construction, and/or renovation of school buildings, and construction of a public library. These general obligation bonds are direct obligations of the District for which its full faith, credit and resources are pledged and payable from taxes levied on all taxable property in the school district. Accordingly, such unmatured obligations of the District are accounted for in the statement of net assets. Payments of principal and interest relating to these bonds are recorded as expenditures in the District's debt service fund. Public library refund bonds are being repaid from the library debt service fund (a nonmajor governmental fund).

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

The following is a summary of the District's general obligation bonds outstanding at June 30, 2009:

	<u>Balance</u> <u>June 30, 2008</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2009</u>
<b>General Obligation Bonds:</b>				
Series 1993, capital appreciation bonds	\$ 769,627	\$ -	\$ (168,874)	\$ 600,753
Series 1993, capital appreciation bonds accreted interest	6,625,533	1,104,136	(1,606,126)	6,123,543
Series 1994, current interest bonds	1,090,000	-	(530,000)	560,000
Series 1999, current interest bonds	2,400,000	-	(765,000)	1,635,000
Series 1999, capital appreciation bonds	599,708	-	-	599,708
Series 1999, capital appreciation bonds accreted interest	667,999	104,890	-	772,889
Series 2001, current interest bonds	5,770,000	-	(2,755,000)	3,015,000
Series 2001, capital appreciation bonds	14,664,893	-	-	14,664,893
Series 2001, capital appreciation bonds accreted interest	5,743,402	1,050,653	-	6,794,055
<b>Public Library Refunding Bonds:</b>				
Series 2002, current interest bonds	995,000	-	(155,000)	840,000
Series 2002, capital appreciation bonds	40,000	-	-	40,000
Series 2002, capital appreciation bonds accreted interest	42,943	11,573	-	54,516

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

	Balance			Balance
	<u>June 30, 2008</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2009</u>
<b>General Obligation Bonds:</b>				
Series 2004, current interest bonds	\$ 7,170,000	\$ -	\$ (65,000)	\$ 7,105,000
Series 2004, capital appreciation bonds	144,994	-	-	144,994
Series 2004, capital appreciation bonds accreted interest	111,884	42,041	-	153,925
Series 2006, current interest refunding bonds	60,910,000	-	(705,000)	60,205,000
Series 2006, capital appreciation bonds	5,109,907	-	-	5,109,907
Series 2006, capital appreciation bonds accreted interest	1,205,376	671,188	-	1,876,564
Series 2007, current interest bonds	<u>58,215,000</u>	<u>-</u>	<u>(1,150,000)</u>	<u>57,065,000</u>
Total general obligation bonds	<u>\$ 172,276,266</u>	<u>\$ 2,984,481</u>	<u>\$ (7,900,000)</u>	<u>\$ 167,360,747</u>

Series 1993 General Obligation Bonds - On March 15, 1993, the District issued general obligation bonds to provide funds for the construction of a new high school. The current interest bonds were refunded by the Series 2003 refunding general obligation bonds; however, the capital appreciation bonds are still outstanding.

This outstanding portion of the issue consists of capital appreciation bonds, par value \$600,753. The capital appreciation bonds mature on each December 1 beginning in 2009 through 2014. The capital appreciation bonds have stated interest rates ranging from 15.80% to 15.90% and mature at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity of the capital appreciation bonds is \$11,400,000. A total of \$6,123,543 in accreted interest on the capital appreciation bonds has been included on the statement of net assets at June 30, 2009.

Series 1994 General Obligation Bond - On February 1, 1994, the District issued current interest general obligation bonds to finance a new elementary school building, various additions to other school buildings and technology equipment District-wide. A portion of the current interest bonds were refunded by the Series 2004 refunding general obligation bonds. The remaining bonds bear an interest rate of 5.21% and mature on December 1, 2009.

Series 1999 General Obligation Bonds - On January 1, 1999, the District issued general obligation bonds to provide funds for acquiring and constructing two new middle schools, renovating the old middle school, furnishing and equipping the same, and providing related facilities, appurtenances, and site improvements, site acquisition and portable classrooms. A portion of the current interest bonds were refunded by the Series 2006 refunding general obligation bonds.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

At June 30, 2008, the remaining issue is comprised of both current interest bonds, par value \$3,135,000 and capital appreciation bonds, par value \$599,708. The interest rates on the current interest bonds range from 3.10% to 5.00%. The capital appreciation bonds mature on December 1, 2011 (stated interest 8.38%) and December 1, 2012 (stated interest 8.16%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity of the capital appreciation bonds is \$1,740,000. A total of \$772,889 in accreted interest on the capital appreciation bonds has been included on the statement of net assets at June 30, 2009.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated for the current interest bonds is December 1, 2010.

Series 2001 General Obligation Bonds - On November 1, 2001, the District issued \$77,499,893 in general obligation bonds to provide for constructing, furnishing and equipping a new high school building, new junior high school building, with related facilities, appurtenances, and site improvements thereto, and acquiring land for school purposes. A portion of the current interest bonds was refunded by the Series 2006 refunding general obligation bonds.

At June 30, 2009, the remaining issue is comprised of both current interest bonds, par value \$7,795,000, and capital appreciation bonds, par value \$14,664,893. The interest rates on the current interest bonds range from 3.00% to 5.25%. The capital appreciation bonds mature on each December 1 beginning in 2010 through 2016. The capital appreciation bonds have effective interest rates ranging from 5.14% to 5.15% and mature at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity of the capital appreciation bonds is \$26,880,000. A total of \$6,794,055 in accreted interest on the capital appreciation bonds has been included on the statement of net assets at June 30, 2009.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated on the current interest bonds is December 1, 2009.

Series 2002 Refunding General Obligation Bonds - On November 1, 2002, the District issued general obligation bonds (Series 2002 library improvement refunding bonds) to currently refund the callable portion of the Series 1992 library improvement general obligation bonds (principal \$1,880,000; interest rate 3.7%). The refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net assets.

The refunding issue is comprised of both current interest bonds, par value \$1,840,000, and capital appreciation bonds, par value \$40,000. The average interest rate on the current interest bonds is 3.08%. The capital appreciation bonds mature each December 1, 2015 and 2016 (stated interest 13.95%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity of the capital appreciation bonds is \$235,000. Total accreted interest of \$54,516 has been included on the statement of net assets.

The reacquisition price exceeded the net carrying amount of the old debt by \$37,600. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

Interest payments on the current interest bonds are due on June 1 and December 1 each year. The final maturity stated on the current interest bonds is December 1, 2014. The outstanding current interest bonds of \$840,000, capital appreciation bonds of \$40,000, deferred charges of \$18,318 and unamortized premiums of \$42,862 are not included in the calculation of invested in capital assets, net of related debt because the proceeds of these bonds were not used to purchase capital assets held by the District.

Series 2004 Refunding General Obligation Bonds - On May 1, 2004, the District issued general obligation bonds (Series 2004 Refunding Bonds) to advance refund the callable portion of the Series 1994 current interest general obligation bonds (principal \$7,500,000; interest rate 5.21%). The issuance proceeds of \$7,799,399 were used to purchase securities which were placed in an irrevocable trust to provide resources for all future debt service payments on the refunded debt. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net assets.

The refunding issue is comprised of both current interest bonds, par value \$7,355,000 and capital appreciation bonds, par value \$144,994. The average interest rate on the current interest bonds is 4.0%. The capital appreciation bonds mature December 1, 2016 (stated interest 14.60%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity of the capital appreciation bonds (as of issue date) reported on the statement of net assets at June 30, 2007 was \$845,000. Total accreted interest of \$153,925 has been included on the statement of net assets at June 30, 2009.

The reacquisition price exceeded the net carrying amount of the old debt by \$299,399. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

Interest payments on the current interest bonds are due on June 1 and December 1 each year. The final maturity stated in the issue is December 1, 2019.

Series 2006 Refunding General Obligation Bonds - On February 26, 2006, the District issued general obligation bonds (Series 2006 Refunding Bonds) to advance refund the callable portion of the Series.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

1999 current interest general obligation bonds (principal \$15,425,000; interest rate of 3.10% to 5.0%) and the Series 2001 current interest general obligation bonds (principal \$52,355,000; interest rate 3.0% to 5.25%). The issuance proceeds of \$67,779,907 were used to purchase securities which were placed in an irrevocable trust to provide resources for all future debt service payments on the refunded debt. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net assets.

The refunding issue is comprised of both current interest bonds, par value \$62,670,000, and capital appreciation bonds, par value \$5,109,907. The average interest rate on the current interest bonds is 4.0%. The capital appreciation bonds mature December 1, 2017, December 1, 2018 and December 1, 2019 (stated interest 9.55%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity of the capital appreciation bonds is \$16,780,000. Total accreted interest of \$1,876,564 has been included on the statement of net assets.

The reacquisition price exceeded the net carrying amount of the old debt by \$2,934,793. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

Interest payments on the current interest bonds are due on June 1 and December 1 each year. The final maturity stated on the current interest bonds is December 1, 2028.

Series 2007 General Obligation Bonds - On February 8, 2007, the District issued general obligation bonds in the amount of \$59,900,000. The issue is comprised of serial and term bonds with interest rates ranging from 4.00% to 5.00%. The bonds will be retired from the District debt service fund with revenue generated from a 3.8 mil tax levy. The bonds will be used for the purpose of constructing, furnishing and equipping two new elementary schools and a new middle school as well as renovating and repairing existing facilities and buildings and upgrading computer technology.

Interest payments on the current interest bonds are due on June 1 and December 1 each year. The final maturity stated in the issue is December 1, 2034. At June 30, 2009, there was \$6,338,484 in unspent proceeds of the Series 2007 general obligation bonds.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

**B.** The following is a summary of the future debt service requirements to maturity for the general obligation bonds:

Fiscal Year Ending June 30,	Current Interest Bonds			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2010	\$ 6,520,000	\$ 5,974,992	\$ 12,494,992	\$ 153,469	\$ 1,721,531	\$ 1,875,000
2011	3,640,000	5,360,585	9,000,585	2,563,932	3,621,068	6,185,000
2012	2,910,000	5,230,340	8,140,340	2,732,473	4,047,527	6,780,000
2013	3,010,000	5,113,389	8,123,389	2,315,595	3,704,405	6,020,000
2014	3,995,000	4,973,831	8,968,831	2,162,231	3,202,769	5,365,000
2015 - 2019	16,980,000	20,943,201	37,923,201	9,684,591	14,600,409	24,285,000
2020 - 2024	33,220,000	16,257,407	49,477,407	1,547,964	4,047,036	5,595,000
2025 - 2029	40,480,000	8,669,175	49,149,175	-	-	-
2030 - 2034	16,040,000	2,532,575	18,572,575	-	-	-
2035	3,630,000	77,137	3,707,137	-	-	-
<b>Total</b>	<b>\$ 130,425,000</b>	<b>\$ 75,132,632</b>	<b>\$ 205,557,632</b>	<b>\$ 21,160,255</b>	<b>\$ 34,944,745</b>	<b>\$ 56,105,000</b>

The difference in the amount due in one year in the schedule below in Note 9.C. and the amortization schedule above is \$141,064 of accreted interest which will accrete during fiscal year 2010.

**C.** During the fiscal year 2009, the following changes occurred in governmental activities long-term obligations:

	Balance Outstanding June 30, 2008	Additions	Reductions	Balance Outstanding June 30, 2009	Amounts Due in One Year
<b>Governmental activities:</b>					
<u>General Obligation Bonds:</u>					
General obligation bonds	\$ 172,276,266	\$ 2,984,481	\$ (7,900,000)	\$ 167,360,747	\$ 8,253,936
Total general obligation bonds payable	172,276,266	2,984,481	(7,900,000)	167,360,747	8,253,936
<u>Other Long-Term Obligations:</u>					
Lease Purchase	1,371,821	-	(62,219)	1,309,602	66,376
Compensated absences	4,266,703	1,163,754	(1,076,206)	4,354,251	590,774
Total other long-term obligations	5,638,524	1,163,754	(1,138,425)	5,663,853	657,150
Total governmental activities	\$ 177,914,790	\$ 4,148,235	\$ (9,038,425)	173,024,600	\$ 8,911,086
Less: Unamortized deferred charges on refundings				(2,716,392)	
Add: Unamortized premiums on refundings				4,361,461	
Total on statement of net assets				\$ 174,669,669	

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

Lease Purchase Agreement - The District entered a lease purchase agreement during fiscal year 2007 for the construction of a bus/maintenance facility. See Note 8 for details.

Compensated Absences - Compensated absences will be paid from the fund which the employees' salaries are paid which, for the District, is primarily the general fund and food service fund (a nonmajor governmental fund).

**D. Legal Debt Margin**

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation used in determining the District's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District's legal debt margin calculation excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property and personal property owned or leased by a railroad company and used in railroad operations.

The Ohio Revised Code further provides that when a Board of Education declares a resolution that the student population is not adequately served by existing facilities and that insufficient capacity exists within the 9 percent limit to finance additional facilities, the State Department of Education may declare that District a "special needs" District. This permits the incurrence of additional debt based upon projected 5-year growth of the school district's assessed valuation. The District was determined to be a "special needs" District on March 28, 1996 and confirmed on October 5, 2000 and again in October, 2006. In addition, the unvoted net debt of a school district cannot exceed 0.1 percent of the total assessed value of property. On June 30, 2009, the District had no unvoted debt.

**E. State Loans**

In 1979 and in 1999, respectively, the District received a \$2,500,000 and \$6,780,000 interest-free loan from the State of Ohio for the construction of classroom facilities. As of September 2000, S.B. 272 forgives the debt on State loan repayment. Under S.B. 272, districts like Pickerington, which are in the upper half of all Ohio districts in terms of assessed valuation per pupil, no longer are required to pay the State one-half of the half-mill being collected in connection with state-financed classroom facilities projects. S.B. 272 instead requires that all of the half-mill be retained by the school district and applied to repair and maintenance of the district's State projects. Since the District is not required to repay these State loans, no obligation is reported on the statement of net assets.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 10 - OTHER EMPLOYEE BENEFITS**

**Compensated Absences**

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn twelve to twenty days of vacation per year, with a maximum accrual of 45 to 60 days, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers do not earn vacation time.

Each employee earns sick leave at the rate of one and one-fourth days per month. Upon retirement, payment is made for twenty-five percent of the total sick leave accumulation, up to a maximum accumulation of 65 days for both certificated and classified employees. An employee receiving such payment must meet the retirement provisions set by STRS Ohio and SERS.

**NOTE 11 - RISK MANAGEMENT**

**A. Property and Liability**

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. The District participated in the Ohio School Plan Program beginning July 1, 2008. The program provides coverage for the group through excess liability for \$250,000,000. The following is the District's insurance coverage through the group purchasing program described in Note 2.A.:

Total policy coverage - includes the following:	
Property limit (\$1,000 deductible)	\$260,629,729
Boiler and Machinery (\$1,000 deductible)	100,000
Automobile liability (\$1,000 deductible)	4,000,000
Medical payments	5,000
Public Employee Dishonesty	100,000
General school district liability:	
Per occurrence	4,000,000
Total per year	6,000,000

Settled claims have not exceeded this commercial coverage in any of the past three years. There has not been a significant reduction in insurance coverage from the prior year.

**B. Group Health and Dental Insurance**

Health, life and dental group insurance is offered to employees as a fringe benefit. Employer and employee contributions to premium are determined by negotiated agreements with employee labor unions (currently, single coverage is 95% Board-paid and 5% employee-paid capped at \$15.00/month and family coverage is 90% Board-paid and 10% employee-paid capped at \$75.00/month).

In 2006, the District switched its dental benefits to Met Life. This is a fully funded plan in which the Board picks up no more than \$55.00 of the monthly premium, with employees paying the additional cost on a monthly basis through payroll deductions.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 11 - RISK MANAGEMENT - (Continued)**

Post employment health care is provided to plan participants or their beneficiaries through the respective retirement systems discussed in Note 13. As such, no funding provisions are required by the District.

**C. OSBA Group Workers' Compensation Rating Plan**

For fiscal year 2009, the District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 2.A.). The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate.

Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control and actuarial services to the GRP.

**NOTE 12 - PENSION PLANS**

**A. School Employees Retirement System**

Plan Description - The District contributes to the School Employees Retirement System (SERS), a cost-sharing, multiple-employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746. It is also posted on the SERS' Ohio website, [www.ohsers.org](http://www.ohsers.org), under *Forms and Publications*.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. For fiscal year 2009, 9.09 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2009, 2008 and 2007 were \$806,275, \$770,542 and \$770,848, respectively; 48.14 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 12 - PENSION PLANS - (Continued)**

**B. State Teachers Retirement System of Ohio**

Plan Description - The District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement plan. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Ohio website at [www.strsoh.org](http://www.strsoh.org).

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. 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. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

Funding Policy - For fiscal year 2009, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2009, 2008 and 2007 were \$6,491,643, \$6,275,519 and \$5,897,218, respectively; 84.28 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007. Contributions to the DC and Combined Plans for fiscal year 2009 were \$131,659 made by the District and \$239,333 made by the plan members.

**C. Social Security System**

Effective July 1, 1991, all employees not otherwise covered by the SERS/STRS Ohio have an option to choose Social Security or the SERS/STRS Ohio. As of June 30, 2009, certain members of the Board of Education have elected Social Security. The District's liability is 6.2 percent of wages paid.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 13 - POSTEMPLOYMENT BENEFITS**

**A. School Employees Retirement System**

Plan Description - The District participates in two cost-sharing, multiple employer postemployment benefit plans administered by the School Employees Retirement System (SERS) for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746.

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For 2009, 4.16 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2009, the actuarially determined amount was \$35,800.

Active employee members do not contribute to the Health Care Plan. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan selected, the number of qualified years of service, Medicare eligibility and retirement status.

The District's contributions for health care (including surcharge) for the fiscal years ended June 30, 2009, 2008, and 2007 were \$533,432, \$504,520 and \$396,209, respectively; 48.14 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For fiscal year 2009, this actuarially required allocation was 0.75 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2009, 2008, and 2007 were \$66,524, \$55,519 and \$52,418, respectively; 48.14 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

**B. State Teachers Retirement System of Ohio**

Plan Description - The District contributes to the cost sharing, multiple employer defined benefit Health Plan (the "Plan") administered by the State Teachers Retirement System of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS Ohio which may be obtained by visiting [www.strsoh.org](http://www.strsoh.org) or by calling (888) 227-7877.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 13 - POSTEMPLOYMENT BENEFITS - (Continued)**

Funding Policy - Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2009, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The District's contributions for health care for the fiscal years ended June 30, 2009, 2008, and 2007 were \$499,357, \$482,732 and \$453,632, respectively; 84.28 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

**NOTE 14 - BUDGETARY BASIS OF ACCOUNTING**

While 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 and disbursements.

The statement of revenues, expenditures and changes in fund balance - budget and actual (non-GAAP budgetary basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

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

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

**Net Change in Fund Balance**

	<u>General fund</u>
Budget basis	\$ (790,234)
Net adjustment for revenue accruals	(570,891)
Net adjustment for expenditure accruals	(58,948)
Net adjustment for other sources/uses	11,167
Adjustment for encumbrances	2,258,429
GAAP basis	\$ 849,523

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 15 - CONTINGENCIES**

**A. Grants**

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

**B. Litigation**

The District is involved in no material litigation as either plaintiff or defendant.

**NOTE 16 - SCHOOL DISTRICT INCOME TAX**

The District currently benefits from a 1% income tax, which is assessed on all residents of the District. In 2009, the District income tax generated \$12,707,691 in revenue. The District apportions all the proceeds to the general fund.

**NOTE 17 - STATUTORY RESERVES**

The District is required by State statute to annually set-aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at year end. These amounts must be carried forward to be used for the same purposes in future years. During the fiscal year ended June 30, 2009, the reserve activity was as follows:

	<u>Textbooks/ Instructional Materials</u>	<u>Capital Acquisition Reserve</u>
Set-aside balance as of June 30, 2008	\$ (4,490,149)	\$ (143,234,526)
Current year set-aside requirement	1,619,043	1,619,043
Qualifying disbursements	<u>(1,370,223)</u>	<u>(339,377)</u>
Total	<u>\$ (4,241,329)</u>	<u>\$ (141,954,860)</u>
Balance carried forward to fiscal year 2010	<u>\$ (4,241,329)</u>	<u>\$ (141,615,483)</u>

The District had qualifying disbursements during the fiscal year and prior years that reduced the set-aside amounts below zero for the textbooks/instructional materials. This negative amount is presented as being carried forward to the next fiscal year.

The District had offsets (both current year and prior year) and qualifying disbursements during the year that reduced the set-aside amounts below zero for the capital acquisition reserve. The negative amounts due to debt related offsets are being carried forward to the next fiscal year.

In addition to the above statutory reserves, the District also received monies restricted for school bus purchases.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 17 - STATUTORY RESERVES - (Continued)**

A schedule of the restricted assets at June 30, 2009 follows:

Amount restricted for school bus purchases	\$ 22,684
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In a previous year, the District's Board of Education elected to designate \$2,627,993 for budget stabilization. Unless repealed, these funds may only be spent on designated purposes relating to budget stabilization.

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**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 18 - CONTRACTUAL COMMITMENTS**

The District had the following contractual commitments outstanding at June 30, 2009 related to construction contracts:

Contractor	Total Contract	Amount Paid By June 30, 2009	Remaining Commitment
Central Fire Protection Co.	\$ 529,700	\$ (476,821)	\$ 52,879
Dunlop & Johnston, Inc.	3,701,450	(3,517,229)	184,221
Exterior Systems, Inc.	1,963,850	(1,932,649)	31,201
Fairfield County Utilities	317,554	(287,554)	30,000
General Temperature Control	3,500	(3,462)	38
George J. Igel Co.	1,378,783	(1,205,609)	173,174
Geotechnical Consultants, Inc.	237,500	(173,687)	63,813
Gutridge Plumbing, Inc.	6,292,854	(6,178,752)	114,102
Heapy Engineering	98,525	(86,529)	11,996
John Eramo & Sons, Inc.	1,399,889	(484,621)	915,268
Kleingers & Associates, Inc.	22,450	(22,450)	-
Krueger International	404,058	-	404,058
Lawhon & Associates	27,975	-	27,975
Legacy Commerical Flooring	112,230	(40,218)	72,012
Library Design Associates	272,478	-	272,478
Loveland Exavating of Columbus	390,346	(354,366)	35,980
Microman, Inc.	446,244	(422,837)	23,407
Netech	603,334	(360,639)	242,695
Performance Site Company	909,803	(349,367)	560,436
Petermann Plumbing & Heating, Inc.	2,048,775	(1,942,667)	106,108
Phoenix Masonry Ltd.	3,038,880	(2,949,336)	89,544
Prime Blueprints	92,758	(61,380)	31,378
Reliable Oil Equipment	22,067	-	22,067
Ruscilli Construction Co., Inc.	2,563,969	(2,216,000)	347,969
SHP Leading Design	3,178,673	(2,431,339)	747,334
Steveco, Inc.	1,347,000	(1,253,520)	93,480
TARRIER Steel Co., Inc.	2,676,826	(2,660,159)	16,667
Thomas & Marker Construction	7,712,911	(7,046,736)	666,175
Tom Sexton & Associates, Inc.	662,341	-	662,341
Vaughn Industries, LLC.	4,142,464	(3,945,970)	196,494
<b>Total</b>	<b>\$ 46,599,187</b>	<b>\$ (40,403,897)</b>	<b>\$ 6,195,290</b>

COMBINING STATEMENTS  
AND INDIVIDUAL FUND SCHEDULES

SUPPLEMENTARY INFORMATION

**PICKERINGTON LOCAL SCHOOLS  
FAIRFIELD COUNTY, OHIO**

**MAJOR FUNDS**

**General Fund**

The general fund is used to account for resources traditionally associated with a school district which are not required legally or by sound financial management to be accounted for in another fund. These activities include, but are not limited to, general instruction, pupil services, operation and maintenance of facilities, student transportation, and administration

Since there is only one general fund and the legal level of budgetary control is not greater than that presented in the basic financial statements, no additional financial statements are presented here.

**District Debt Service Fund**

A fund used to account for the accumulation of resources and payment of general obligation bond principal and interest and certain long-term obligations from governmental resources when the government is obligated in some manner for payment. It is also used to account for the accumulation of resources and payment of general obligation bonds payable, as required by Ohio Law.

**Building Fund**

This fund is used to account for monies received and expended in connection with the renovation and construction of District buildings.

**Classroom Facilities Fund**

This fund is used to account for financial resources and expenditures related to the school facilities construction project fund.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Over</u>
	<u>Original</u>	<u>Final</u>		
<b>District Debt Service</b>				
Total Revenues and Other Sources	\$ 13,643,000	\$ 13,737,635	\$ 14,537,542	\$ 799,907
Total Expenditures and Other Uses	<u>13,806,374</u>	<u>13,806,374</u>	<u>13,775,983</u>	<u>30,391</u>
Net Change in Fund Balances	(163,374)	(68,739)	761,559	830,298
Fund Balance, July 1	<u>13,704,562</u>	<u>13,704,562</u>	<u>13,704,562</u>	<u>-</u>
Fund Balance, June 30	<u><u>\$ 13,541,188</u></u>	<u><u>\$ 13,635,823</u></u>	<u><u>\$ 14,466,121</u></u>	<u><u>\$ 830,298</u></u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Over</u>
	<u>Original</u>	<u>Final</u>		
<b>Building</b>				
Total Revenues and Other Sources	\$ 650,000	\$ 767,452	\$ 765,661	\$ (1,791)
Total Expenditures and Other Uses	<u>46,411,042</u>	<u>46,411,042</u>	<u>42,545,263</u>	<u>3,865,779</u>
Net Change in Fund Balances	(45,761,042)	(45,643,590)	(41,779,602)	3,863,988
Fund Balance, July 1	11,474,346	11,474,346	11,474,346	-
Prior Year Encumbrances Appropriated	<u>34,911,042</u>	<u>34,911,042</u>	<u>34,911,042</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 624,346</u>	<u>\$ 741,798</u>	<u>\$ 4,605,786</u>	<u>\$ 3,863,988</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b>Classroom Facilities</b>				
Total Revenues and Other Sources	\$ -	\$ 118,880	\$ 118,880	\$ -
Total Expenditures and Other Uses	-	118,880	-	118,880
Net Change in Fund Balances	-	-	118,880	118,880
Fund Balance, July 1	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 118,880</u>	<u>\$ 118,880</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2009

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Debt Service Fund</u>	<u>Nonmajor Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 5,763,163	\$ 387,985	\$ 632,763	\$ 6,783,911
Receivables:				
Property taxes . . . . .	377,504	157,027	-	534,531
Prepayments. . . . .	3,038	-	-	3,038
Materials and supplies inventory . . . . .	42,877	-	-	42,877
Total assets. . . . .	<u>\$ 6,186,582</u>	<u>\$ 545,012</u>	<u>\$ 632,763</u>	<u>\$ 7,364,357</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ 50,237	\$ -	\$ -	\$ 50,237
Contracts payable. . . . .	15,760	-	-	15,760
Accrued wages and benefits . . . . .	171,326	-	-	171,326
Pension obligation payable. . . . .	118,955	-	-	118,955
Intergovernmental payable . . . . .	2,229	-	-	2,229
Deferred revenue. . . . .	24,104	10,027	-	34,131
Unearned revenue . . . . .	316,175	131,516	-	447,691
Total liabilities. . . . .	<u>698,786</u>	<u>141,543</u>	<u>-</u>	<u>840,329</u>
<b>Fund balances:</b>				
Reserved for encumbrances. . . . .	287,390	-	230,722	518,112
Reserved for materials and supplies inventory . . . . .	42,877	-	-	42,877
Reserved for property tax unavailable for appropriation. . . . .	37,225	15,484	-	52,709
Reserved for prepayments. . . . .	3,038	-	-	3,038
Reserved for debt service . . . . .	-	387,985	-	387,985
Reserved for termination benefits . . . . .	300,000	-	-	300,000
Unreserved-undesignated:				
Special revenue funds . . . . .	4,817,266	-	-	4,817,266
Capital projects fund . . . . .	-	-	402,041	402,041
Total fund balances . . . . .	<u>5,487,796</u>	<u>403,469</u>	<u>632,763</u>	<u>6,524,028</u>
Total liabilities and fund balances. . . . .	<u>\$ 6,186,582</u>	<u>\$ 545,012</u>	<u>\$ 632,763</u>	<u>\$ 7,364,357</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
<b>Revenues:</b>				
From local sources:				
Property taxes . . . . .	\$ 365,795	\$ 150,885	\$ -	\$ 516,680
Tuition . . . . .	39,864	-	-	39,864
Charges for services . . . . .	2,568,292	-	-	2,568,292
Earnings on investments . . . . .	16,744	-	120	16,864
Classroom materials and fees . . . . .	479,304	-	-	479,304
Extracurricular . . . . .	987,737	-	-	987,737
Rental income. . . . .	309,071	-	26,400	335,471
Contributions and donations . . . . .	109,700	-	-	109,700
Other local revenues . . . . .	140,333	281	63,614	204,228
Intergovernmental - state . . . . .	167,519	19,222	-	186,741
Intergovernmental - federal . . . . .	3,236,286	-	-	3,236,286
	<u>8,420,645</u>	<u>170,388</u>	<u>90,134</u>	<u>8,681,167</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular. . . . .	1,052,512	-	-	1,052,512
Special . . . . .	480,622	-	-	480,622
Vocational . . . . .	5,067	-	-	5,067
Other . . . . .	13,856	-	-	13,856
Support services:				
Pupil . . . . .	647,119	-	-	647,119
Instructional staff. . . . .	643,773	-	2,599	646,372
Board of Education. . . . .	1,000	-	-	1,000
Administration . . . . .	177,214	-	-	177,214
Fiscal. . . . .	6,529	2,698	-	9,227
Operations and maintenance . . . . .	28,177	-	28,853	57,030
Pupil transportation . . . . .	13,119	-	-	13,119
Central . . . . .	1,781	-	-	1,781
Operation of non-instructional services:				
Food service operations . . . . .	3,621,376	-	-	3,621,376
Other non-instructional services. . . . .	72,379	-	-	72,379
Extracurricular activities . . . . .	1,073,674	-	-	1,073,674
Facilities acquisition and construction . . . . .	36,437	-	346,392	382,829
Debt service:				
Principal retirement. . . . .	62,219	155,000	-	217,219
Interest and fiscal charges. . . . .	91,667	33,991	-	125,658
	<u>8,028,521</u>	<u>191,689</u>	<u>377,844</u>	<u>8,598,054</u>
Net change in fund balances . . . . .	392,124	(21,301)	(287,710)	83,113
<b>Fund balances, July 1 . . . . .</b>	5,129,364	424,770	920,473	6,474,607
<b>Decrease in reserve for inventory . . . . .</b>	(33,692)	-	-	(33,692)
<b>Fund balances, June 30 . . . . .</b>	<u>\$ 5,487,796</u>	<u>\$ 403,469</u>	<u>\$ 632,763</u>	<u>\$ 6,524,028</u>

**PICKERINGTON LOCAL SCHOOLS  
COMBINING STATEMENTS - NONMAJOR FUNDS**

**Nonmajor Special Revenue Funds**

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

**Food Services Fund**

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

**School Trusts Fund**

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

**Uniform School Supplies Fund**

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

**Public School Support Fund**

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

**Other Local Grants Fund**

This fund is used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

**Facility Maintenance Fund**

A fund provided to account for proceeds for State Building Assistance repayment.

**Termination Benefits Fund**

A fund provided to account for accumulated cash for the payment of termination benefits.

**Student Activity Fund**

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

**Educational Management Information System (EMIS) Fund**

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

**Entry Year Programs Fund**

A fund to account for the implementation of entry-year programs.

**Data Communication Fund**

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

**SchoolNet Professional Development Fund**

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

**PICKERINGTON LOCAL SCHOOLS  
COMBINING STATEMENTS - NONMAJOR FUNDS**

**Nonmajor Special Revenue Funds (Continued)**

**Summer School Subsidy Fund**

A fund provided to account for monies received for summer intervention services.

**Miscellaneous State Grants Fund**

A fund provided to account for environmental education to support children and adults in protecting the environment and conserving its natural resources funded by the State of Ohio, Environmental Protection Agency.

**Education of Handicapped Children, Title VI-B Fund**

A fund which accounts for Federal funds used in the identification of handicapped children, development of procedural safeguards, implementation of least-restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at preschool elementary, and secondary levels.

**Limited English Proficiency, Title III Fund**

This fund is used to account for Federal funds to provide educational services and to meet special education needs of non-English speaking children.

**Title I Fund**

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

**Title VI Fund**

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

**Drug Free School Grant Fund**

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

**Reducing Class Size, Title VI-R Fund**

To account for a federal grant aimed to reducing class sizes throughout the District.

**Miscellaneous Federal Grants Fund**

To account for federal grants not classified elsewhere.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2009

	<b>Food Services</b>	<b>School Trusts</b>	<b>Uniform School Supplies</b>	<b>Public School Support</b>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 1,297,568	\$ 14,304	\$ 114,075	\$ 248,882
Receivables:				
Property taxes . . . . .	-	-	-	-
Prepayments. . . . .	3,038	-	-	-
Materials and supplies inventory . . . . .	42,877	-	-	-
Total assets. . . . .	<u>\$ 1,343,483</u>	<u>\$ 14,304</u>	<u>\$ 114,075</u>	<u>\$ 248,882</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ 7,566	\$ -	\$ 8,255	\$ 1,652
Contracts payable. . . . .	-	-	-	-
Accrued wages and benefits . . . . .	171,326	-	-	-
Pension obligation payable. . . . .	111,853	-	-	7,102
Intergovernmental payable . . . . .	2,229	-	-	-
Deferred revenue. . . . .	-	-	-	-
Unearned revenue . . . . .	-	-	-	-
Total liabilities. . . . .	292,974	-	8,255	8,754
<b>Fund balances (deficits):</b>				
Reserved for encumbrances . . . . .	63,001	-	16,418	2,789
Reserved for materials and supplies inventory . . . . .	42,877	-	-	-
Reserved for termination benefits . . . . .	-	-	-	-
Reserved for prepayments . . . . .	3,038	-	-	-
Reserved for property tax unavailable for appropriation. . . . .	-	-	-	-
Unreserved-undesignated . . . . .	941,593	14,304	89,402	237,339
Total fund balances . . . . .	1,050,509	14,304	105,820	240,128
Total liabilities and fund balances. . . . .	<u>\$ 1,343,483</u>	<u>\$ 14,304</u>	<u>\$ 114,075</u>	<u>\$ 248,882</u>

<b>Other Local Grants</b>	<b>Facilities Maintenance</b>	<b>Termination Benefits</b>	<b>Student Activity</b>	<b>EMIS</b>
\$ 527,955	\$ 2,767,682	\$ 300,000	\$ 418,240	\$ 32,144
-	377,504	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 527,955</u>	<u>\$ 3,145,186</u>	<u>\$ 300,000</u>	<u>\$ 418,240</u>	<u>\$ 32,144</u>
\$ 6,400	\$ -	\$ -	\$ 21,027	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	24,104	-	-	-
-	316,175	-	-	-
<u>6,400</u>	<u>340,279</u>	<u>-</u>	<u>21,027</u>	<u>-</u>
154,584	-	-	40,124	-
-	-	-	-	-
-	-	300,000	-	-
-	-	-	-	-
-	37,225	-	-	-
<u>366,971</u>	<u>2,767,682</u>	<u>-</u>	<u>357,089</u>	<u>32,144</u>
<u>521,555</u>	<u>2,804,907</u>	<u>300,000</u>	<u>397,213</u>	<u>32,144</u>
<u>\$ 527,955</u>	<u>\$ 3,145,186</u>	<u>\$ 300,000</u>	<u>\$ 418,240</u>	<u>\$ 32,144</u>

- - (Continued)

**PICKERINGTON LOCAL SCHOOL DISTRICT**  
**FAIRFIELD COUNTY, OHIO**  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 JUNE 30, 2009

	<u>Summer School Subsidy</u>	<u>Miscellaneous State Grants</u>	<u>Title VI - B</u>	<u>Title III</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 1,552	\$ 22	\$ 21,537	\$ 908
Receivables:				
Property taxes . . . . .	-	-	-	-
Prepayments. . . . .	-	-	-	-
Materials and supplies inventory . . . . .	-	-	-	-
Total assets. . . . .	<u>\$ 1,552</u>	<u>\$ 22</u>	<u>\$ 21,537</u>	<u>\$ 908</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ -	\$ -	\$ -	\$ 416
Contracts payable. . . . .	-	-	15,760	-
Accrued wages and benefits . . . . .	-	-	-	-
Pension obligation payable. . . . .	-	-	-	-
Intergovernmental payable . . . . .	-	-	-	-
Deferred revenue. . . . .	-	-	-	-
Unearned revenue . . . . .	-	-	-	-
Total liabilities. . . . .	<u>-</u>	<u>-</u>	<u>15,760</u>	<u>416</u>
<b>Fund balances (deficits):</b>				
Reserved for encumbrances . . . . .	-	-	4,145	482
Reserved for materials and supplies inventory . . . . .	-	-	-	-
Reserved for termination benefits . . . . .	-	-	-	-
Reserved for prepayments . . . . .	-	-	-	-
Reserved for property tax unavailable for appropriation. . . . .	-	-	-	-
Unreserved-undesignated . . . . .	1,552	22	1,632	10
Total fund balances . . . . .	<u>1,552</u>	<u>22</u>	<u>5,777</u>	<u>492</u>
Total liabilities and fund balances. . . . .	<u>\$ 1,552</u>	<u>\$ 22</u>	<u>\$ 21,537</u>	<u>\$ 908</u>

<u>Title I</u>	<u>Title VI</u>	<u>Drug Free School Grant</u>	<u>Title VI-R</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 7,210	\$ 720	\$ -	\$ 941	\$ 9,423	\$ 5,763,163
-	-	-	-	-	377,504
-	-	-	-	-	3,038
-	-	-	-	-	42,877
<u>\$ 7,210</u>	<u>\$ 720</u>	<u>\$ -</u>	<u>\$ 941</u>	<u>\$ 9,423</u>	<u>\$ 6,186,582</u>
\$ 2,942	\$ -	\$ -	\$ -	\$ 1,979	\$ 50,237
-	-	-	-	-	15,760
-	-	-	-	-	171,326
-	-	-	-	-	118,955
-	-	-	-	-	2,229
-	-	-	-	-	24,104
-	-	-	-	-	316,175
<u>2,942</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,979</u>	<u>698,786</u>
580	-	-	-	5,267	287,390
-	-	-	-	-	42,877
-	-	-	-	-	300,000
-	-	-	-	-	3,038
-	-	-	-	-	37,225
<u>3,688</u>	<u>720</u>	<u>-</u>	<u>941</u>	<u>2,177</u>	<u>4,817,266</u>
<u>4,268</u>	<u>720</u>	<u>-</u>	<u>941</u>	<u>7,444</u>	<u>5,487,796</u>
<u>\$ 7,210</u>	<u>\$ 720</u>	<u>\$ -</u>	<u>\$ 941</u>	<u>\$ 9,423</u>	<u>\$ 6,186,582</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES / (DEFICITS)  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Food Services</u>	<u>School Trusts</u>	<u>Uniform School Supplies</u>	<u>Public School Support</u>
<b>Revenues:</b>				
From local sources:				
Property taxes . . . . .	\$ -	\$ -	\$ -	\$ -
Tuition . . . . .	-	-	-	39,864
Charges for services . . . . .	2,568,292	-	-	-
Earnings on investments . . . . .	16,744	-	-	-
Classroom materials and fees . . . . .	-	-	479,304	-
Extracurricular . . . . .	-	-	-	-
Rental income . . . . .	-	-	-	-
Contributions and donations . . . . .	-	217	-	849
Other local revenues . . . . .	-	-	-	67,593
Intergovernmental - state . . . . .	-	-	-	-
Intergovernmental - federal . . . . .	994,413	-	-	-
Total revenues . . . . .	<u>3,579,449</u>	<u>217</u>	<u>479,304</u>	<u>108,306</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	-	900	409,573	269
Special . . . . .	-	-	-	-
Vocational . . . . .	-	-	144	-
Other . . . . .	-	-	-	10,554
Support services:				
Pupil . . . . .	-	-	-	-
Instructional staff . . . . .	-	-	-	61,156
Board of Education . . . . .	-	-	-	-
Administration . . . . .	-	-	-	-
Fiscal . . . . .	-	-	-	-
Operations and maintenance . . . . .	-	-	-	-
Pupil transportation . . . . .	-	-	-	-
Central . . . . .	-	-	-	-
Operation of non-instructional services:				
Food service operations . . . . .	3,621,376	-	-	-
Other non-instructional services . . . . .	-	-	-	47,017
Extracurricular activities . . . . .	-	-	86,933	-
Facilities acquisition and construction . . . . .	-	-	-	-
Debt service:				
Principal retirement . . . . .	-	-	-	-
Interest and fiscal charges . . . . .	-	-	-	-
Total expenditures . . . . .	<u>3,621,376</u>	<u>900</u>	<u>496,650</u>	<u>118,996</u>
Net change in fund balances . . . . .	(41,927)	(683)	(17,346)	(10,690)
<b>Fund balances (deficits), July 1 . . . . .</b>	1,126,128	14,987	123,166	250,818
<b>Decrease in reserve for inventory . . . . .</b>	<u>(33,692)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances, June 30 . . . . .</b>	<u>\$ 1,050,509</u>	<u>\$ 14,304</u>	<u>\$ 105,820</u>	<u>\$ 240,128</u>

<u>Other Local Grants</u>	<u>Facility Maintenance</u>	<u>Termination Benefits</u>	<u>Student Activity</u>	<u>EMIS</u>	<u>Entry Year Programs</u>	<u>Data Communication</u>
\$ -	\$ 365,795	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
503,943	-	-	483,794	-	-	-
309,071	-	-	-	-	-	-
-	-	-	108,634	-	-	-
71,896	642	202	-	-	-	-
-	51,791	-	-	30,511	9,800	33,000
-	-	-	-	-	-	-
<u>884,910</u>	<u>418,228</u>	<u>202</u>	<u>592,428</u>	<u>30,511</u>	<u>9,800</u>	<u>33,000</u>
99,821	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,302	-	-	-	-	-	-
-	-	-	-	-	-	-
10,493	-	-	-	-	11,120	33,000
-	-	-	-	-	-	-
-	-	-	1,051	30,381	-	-
-	6,529	-	-	-	-	-
-	-	-	7,500	-	-	-
-	-	-	-	-	-	-
-	-	-	-	1,781	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
420,923	-	-	565,818	-	-	-
21	20,656	-	-	-	-	-
<u>62,219</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>91,667</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>688,446</u>	<u>27,185</u>	<u>-</u>	<u>574,369</u>	<u>32,162</u>	<u>11,120</u>	<u>33,000</u>
196,464	391,043	202	18,059	(1,651)	(1,320)	-
325,091	2,413,864	299,798	379,154	33,795	1,320	-
-	-	-	-	-	-	-
<u>\$ 521,555</u>	<u>\$ 2,804,907</u>	<u>\$ 300,000</u>	<u>\$ 397,213</u>	<u>\$ 32,144</u>	<u>\$ -</u>	<u>\$ -</u>

-- (Continued)

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES / (DEFICITS)  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>School Net Professional Development</u>	<u>Summer School Subsidy</u>	<u>Miscellaneous State Grants</u>	<u>Title VI - B</u>	<u>Title III</u>
<b>Revenues:</b>					
From local sources:					
Property taxes . . . . .	\$ -	\$ -	\$ -	\$ -	\$ -
Tuition . . . . .	-	-	-	-	-
Charges for services . . . . .	-	-	-	-	-
Earnings on investments . . . . .	-	-	-	-	-
Classroom materials and fees. . . . .	-	-	-	-	-
Extracurricular . . . . .	-	-	-	-	-
Rental income. . . . .	-	-	-	-	-
Contributions and donations . . . . .	-	-	-	-	-
Other local revenues . . . . .	-	-	-	-	-
Intergovernmental - state . . . . .	4,770	-	37,647	-	-
Intergovernmental - federal . . . . .	-	-	-	1,556,333	54,522
Total revenues . . . . .	<u>4,770</u>	<u>-</u>	<u>37,647</u>	<u>1,556,333</u>	<u>54,522</u>
<b>Expenditures:</b>					
Current:					
Instruction:					
Regular . . . . .	-	-	-	12,065	44,263
Special . . . . .	-	-	28,411	452,211	-
Vocational . . . . .	-	-	4,923	-	-
Other . . . . .	-	-	-	-	-
Support services:					
Pupil . . . . .	-	-	-	638,979	-
Instructional staff. . . . .	8,510	-	5,181	425,561	3,804
Board of Education. . . . .	-	-	-	-	-
Administration . . . . .	-	-	-	130,454	-
Fiscal. . . . .	-	-	-	-	-
Operations and maintenance . . . . .	-	-	-	-	-
Pupil transportation . . . . .	-	-	-	-	-
Central . . . . .	-	-	-	-	-
Operation of non-instructional services:					
Food service operations . . . . .	-	-	-	-	-
Other non-instructional services. . . . .	-	-	-	-	6,814
Extracurricular activities . . . . .	-	-	-	-	-
Facilities acquisition and construction . . . . .	-	-	-	15,760	-
Debt service:					
Principal retirement . . . . .	-	-	-	-	-
Interest and fiscal charges . . . . .	-	-	-	-	-
Total expenditures. . . . .	<u>8,510</u>	<u>-</u>	<u>38,515</u>	<u>1,675,030</u>	<u>54,881</u>
Net change in fund balances. . . . .	(3,740)	-	(868)	(118,697)	(359)
<b>Fund balances (deficits), July 1 . . . . .</b>	<b>3,740</b>	<b>1,552</b>	<b>890</b>	<b>124,474</b>	<b>851</b>
<b>Decrease in reserve for inventory. . . . .</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances, June 30 . . . . .</b>	<b>\$ -</b>	<b>\$ 1,552</b>	<b>\$ 22</b>	<b>\$ 5,777</b>	<b>\$ 492</b>

<u>Title I</u>	<u>Title VI</u>	<u>Drug Free School Grant</u>	<u>Title VI-R</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 365,795
-	-	-	-	-	39,864
-	-	-	-	-	2,568,292
-	-	-	-	-	16,744
-	-	-	-	-	479,304
-	-	-	-	-	987,737
-	-	-	-	-	309,071
-	-	-	-	-	109,700
-	-	-	-	-	140,333
-	-	-	-	-	167,519
<u>269,363</u>	<u>28,555</u>	<u>13,074</u>	<u>134,412</u>	<u>185,614</u>	<u>3,236,286</u>
<u>269,363</u>	<u>28,555</u>	<u>13,074</u>	<u>134,412</u>	<u>185,614</u>	<u>8,420,645</u>
249,819	16,843	2,072	141,321	75,566	1,052,512
-	-	-	-	-	480,622
-	-	-	-	-	5,067
-	-	-	-	-	13,856
-	-	-	-	8,140	647,119
17,243	10,974	5,674	-	51,057	643,773
-	-	-	-	1,000	1,000
-	-	5,328	-	10,000	177,214
-	-	-	-	-	6,529
-	-	-	-	20,677	28,177
-	-	-	-	13,119	13,119
-	-	-	-	-	1,781
-	-	-	-	-	3,621,376
5,136	-	-	-	13,412	72,379
-	-	-	-	-	1,073,674
-	-	-	-	-	36,437
-	-	-	-	-	62,219
-	-	-	-	-	91,667
<u>272,198</u>	<u>27,817</u>	<u>13,074</u>	<u>141,321</u>	<u>192,971</u>	<u>8,028,521</u>
(2,835)	738	-	(6,909)	(7,357)	392,124
7,103	(18)	-	7,850	14,801	5,129,364
-	-	-	-	-	(33,692)
<u>\$ 4,268</u>	<u>\$ 720</u>	<u>\$ -</u>	<u>\$ 941</u>	<u>\$ 7,444</u>	<u>\$ 5,487,796</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	Budgeted Amounts		Actual	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Food Services</b>				
Total Revenues and Other Sources	\$ 3,125,000	\$ 3,125,000	\$ 3,415,274	\$ 290,274
Total Expenditures and Other Uses	<u>3,074,367</u>	<u>3,779,364</u>	<u>3,489,604</u>	<u>289,760</u>
Net Change in Fund Balances	50,633	(654,364)	(74,330)	580,034
Fund Balance, July 1	1,265,811	1,265,811	1,265,811	-
Prior Year Encumbrances Appropriated	<u>41,627</u>	<u>41,627</u>	<u>41,627</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 1,358,071</u>	<u>\$ 653,074</u>	<u>\$ 1,233,108</u>	<u>\$ 580,034</u>
<b>School Trusts</b>				
Total Revenues and Other Sources	\$ 9,000	\$ 9,000	\$ 217	\$ (8,783)
Total Expenditures and Other Uses	<u>8,000</u>	<u>8,000</u>	<u>900</u>	<u>7,100</u>
Net Change in Fund Balances	1,000	1,000	(683)	(1,683)
Fund Balance, July 1	<u>14,987</u>	<u>14,987</u>	<u>14,987</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 15,987</u>	<u>\$ 15,987</u>	<u>\$ 14,304</u>	<u>\$ (1,683)</u>
<b>Uniform School Supplies</b>				
Total Revenues and Other Sources	\$ 450,000	\$ 450,000	\$ 479,304	\$ 29,304
Total Expenditures and Other Uses	<u>497,214</u>	<u>547,215</u>	<u>520,841</u>	<u>26,374</u>
Net Change in Fund Balances	(47,214)	(97,215)	(41,537)	55,678
Fund Balance, July 1	102,057	102,057	102,057	-
Prior Year Encumbrances Appropriated	<u>29,104</u>	<u>29,104</u>	<u>29,104</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 83,947</u>	<u>\$ 33,946</u>	<u>\$ 89,624</u>	<u>\$ 55,678</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	Budgeted Amounts		Actual	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Public School Support</b>				
Total Revenues and Other Sources	\$ 120,000	\$ 120,000	\$ 108,305	\$ (11,695)
Total Expenditures and Other Uses	146,081	146,081	115,991	30,090
Net Change in Fund Balances	(26,081)	(26,081)	(7,686)	18,395
Fund Balance, July 1	241,323	241,323	241,323	-
Prior Year Encumbrances Appropriated	10,901	10,901	10,901	-
Fund Balance, June 30	<u>\$ 226,143</u>	<u>\$ 226,143</u>	<u>\$ 244,538</u>	<u>\$ 18,395</u>
<b>Other Local Grants</b>				
Total Revenues and Other Sources	\$ 600,000	\$ 732,712	\$ 884,910	\$ 152,198
Total Expenditures and Other Uses	853,131	874,630	844,970	29,660
Net Change in Fund Balances	(253,131)	(141,918)	39,940	181,858
Fund Balance, July 1	326,826	326,826	326,826	-
Prior Year Encumbrances Appropriated	205	205	205	-
Fund Balance, June 30	<u>\$ 73,900</u>	<u>\$ 185,113</u>	<u>\$ 366,971</u>	<u>\$ 181,858</u>
<b>Facility Maintenance</b>				
Total Revenues and Other Sources	\$ 403,200	\$ 403,200	\$ 419,990	\$ 16,790
Total Expenditures and Other Uses	169,000	169,000	27,185	141,815
Net Change in Fund Balances	234,200	234,200	392,805	158,605
Fund Balance, July 1	2,374,877	2,374,877	2,374,877	-
Fund Balance, June 30	<u>\$ 2,609,077</u>	<u>\$ 2,609,077</u>	<u>\$ 2,767,682</u>	<u>\$ 158,605</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b>Termination Benefits</b>				
Fund Balance, July 1	\$ 300,000	\$ 300,000	\$ 300,000	\$ -
Fund Balance, June 30	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ -</u>
<b>Student Activity</b>				
Total Revenues and Other Sources	\$ 545,000	\$ 545,000	\$ 592,428	\$ 47,428
Total Expenditures and Other Uses	<u>630,853</u>	<u>630,551</u>	<u>611,392</u>	<u>19,159</u>
Net Change in Fund Balances	(85,853)	(85,551)	(18,964)	66,587
Fund Balance, July 1	362,900	362,900	362,900	-
Prior Year Encumbrances Appropriated	<u>47,803</u>	<u>47,803</u>	<u>26,501</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 324,850</u>	<u>\$ 325,152</u>	<u>\$ 370,437</u>	<u>\$ 66,587</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b>EMIS</b>				
Total Revenues and Other Sources	\$ 37,500	\$ 30,511	\$ 30,511	\$ -
Total Expenditures and Other Uses	<u>38,500</u>	<u>32,292</u>	<u>32,292</u>	<u>-</u>
Net Change in Fund Balances	(1,000)	(1,781)	(1,781)	-
Fund Balance, July 1	<u>33,925</u>	<u>33,925</u>	<u>33,925</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 32,925</u>	<u>\$ 32,144</u>	<u>\$ 32,144</u>	<u>\$ -</u>
<b>Entry Year Programs</b>				
Total Revenues and Other Sources	\$ 10,000	\$ 9,800	\$ 9,800	\$ -
Total Expenditures and Other Uses	<u>14,981</u>	<u>11,181</u>	<u>11,181</u>	<u>-</u>
Net Change in Fund Balances	(4,981)	(1,381)	(1,381)	-
Fund Balance, July 1	-	-	-	-
Prior Year Encumbrances Appropriated	<u>1,381</u>	<u>1,381</u>	<u>1,381</u>	<u>-</u>
Fund Balance (Deficit), June 30	<u>\$ (3,600)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Data Communication</b>				
Total Revenues and Other Sources	\$ 33,000	\$ 33,000	\$ 33,000	\$ -
Total Expenditures and Other Uses	<u>33,000</u>	<u>33,000</u>	<u>33,000</u>	<u>-</u>
Net Change in Fund Balances	-	-	-	-
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b>SchoolNet Professional Development</b>				
Total Revenues and Other Sources	\$ 6,800	\$ 4,770	\$ 4,770	\$ -
Total Expenditures and Other Uses	<u>3,740</u>	<u>8,510</u>	<u>8,510</u>	<u>-</u>
Net Change in Fund Balances	3,060	(3,740)	(3,740)	-
Fund Balance, July 1	<u>3,740</u>	<u>3,740</u>	<u>3,740</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 6,800</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Summer School Subsidy</b>				
Total Expenditures and Other Uses	\$ 1,552	\$ -	\$ -	\$ -
Net Change in Fund Balances	(1,552)	-	-	-
Fund Balance, July 1	<u>1,552</u>	<u>1,552</u>	<u>1,552</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 1,552</u>	<u>\$ 1,552</u>	<u>\$ -</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	Budgeted Amounts		Actual	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Miscellaneous State Grants</b>				
Total Revenues and Other Sources	\$ 20,000	\$ 37,702	\$ 37,647	\$ (55)
Total Expenditures and Other Uses	51,490	56,489	56,412	77
Net Change in Fund Balances	(31,490)	(18,787)	(18,765)	22
Fund Balance, July 1	12	12	12	-
Prior Year Encumbrances Appropriated	18,775	18,775	18,775	-
Fund Balance (Deficit), June 30	<u>\$ (12,703)</u>	<u>\$ -</u>	<u>\$ 22</u>	<u>\$ 22</u>
<b>Title VI-B</b>				
Total Revenues and Other Sources	\$ 1,400,000	\$ 1,556,333	\$ 1,556,333	\$ -
Total Expenditures and Other Uses	1,788,986	1,704,293	1,704,293	-
Net Change in Fund Balances	(388,986)	(147,960)	(147,960)	-
Fund Balance, July 1	123,478	123,478	123,478	-
Prior Year Encumbrances Appropriated	26,114	26,114	26,114	-
Fund Balance (Deficit), June 30	<u>\$ (239,394)</u>	<u>\$ 1,632</u>	<u>\$ 1,632</u>	<u>\$ -</u>
<b>Title III</b>				
Total Revenues and Other Sources	\$ 45,000	\$ 55,474	\$ 54,522	\$ (952)
Total Expenditures and Other Uses	53,473	56,055	56,055	-
Net Change in Fund Balances	(8,473)	(581)	(1,533)	(952)
Fund Balance, July 1	30	30	30	-
Prior Year Encumbrances Appropriated	1,513	1,513	1,513	-
Fund Balance (Deficit), June 30	<u>\$ (6,930)</u>	<u>\$ 962</u>	<u>\$ 10</u>	<u>\$ (952)</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b>Title I</b>				
Total Revenues and Other Sources	\$ 263,000	\$ 269,363	\$ 269,363	\$ -
Total Expenditures and Other Uses	<u>269,896</u>	<u>273,302</u>	<u>273,302</u>	<u>-</u>
Net Change in Fund Balances	(6,896)	(3,939)	(3,939)	-
Fund Balance, July 1	7,041	7,041	7,041	-
Prior Year Encumbrances Appropriated	<u>586</u>	<u>586</u>	<u>586</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 731</u>	<u>\$ 3,688</u>	<u>\$ 3,688</u>	<u>\$ -</u>
<b>Title VI</b>				
Total Revenues and Other Sources	\$ 13,000	\$ 28,555	\$ 28,555	\$ -
Total Expenditures and Other Uses	<u>25,762</u>	<u>27,835</u>	<u>27,835</u>	<u>-</u>
Net Change in Fund Balances	(12,762)	720	720	-
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit), June 30	<u>\$ (12,762)</u>	<u>\$ 720</u>	<u>\$ 720</u>	<u>\$ -</u>
<b>Drug Free School Grant</b>				
Total Revenues and Other Sources	\$ 20,000	\$ 13,074	\$ 13,074	\$ -
Total Expenditures and Other Uses	<u>18,624</u>	<u>13,074</u>	<u>13,074</u>	<u>-</u>
Net Change in Fund Balances	1,376	-	-	-
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 1,376</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b>Title VI - R</b>				
Total Revenues and Other Sources	\$ 128,000	\$ 160,019	\$ 134,412	\$ (25,607)
Total Expenditures and Other Uses	<u>123,886</u>	<u>141,606</u>	<u>141,606</u>	<u>-</u>
Net Change in Fund Balances	4,114	18,413	(7,194)	(25,607)
Fund Balance, July 1	<u>8,135</u>	<u>8,135</u>	<u>8,135</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 12,249</u>	<u>\$ 26,548</u>	<u>\$ 941</u>	<u>\$ (25,607)</u>
<b>Miscellaneous Federal Grants</b>				
Total Revenues and Other Sources	\$ 2,600	\$ 224,048	\$ 200,392	\$ (23,656)
Total Expenditures and Other Uses	<u>217,160</u>	<u>221,870</u>	<u>198,246</u>	<u>23,624</u>
Net Change in Fund Balances	(214,560)	2,178	2,146	(32)
Fund Balance, July 1	<u>31</u>	<u>31</u>	<u>31</u>	<u>-</u>
Fund Balance (Deficit), June 30	<u>\$ (214,529)</u>	<u>\$ 2,209</u>	<u>\$ 2,177</u>	<u>\$ (32)</u>

**PICKERINGTON LOCAL SCHOOLS  
COMBINING STATEMENTS - NONMAJOR FUNDS**

**Nonmajor Debt Service Fund**

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

**Library Debt Service Fund**

A fund used to account for the accumulation of resources and payment of general obligation bond principal and interest and certain long-term obligations related to the public library.

Since there is only one nonmajor debt service fund, no additional financial statements are presented here.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b>Bond Retirement - Library Debt</b>				
Total Revenues and Other Sources	\$ 165,000	\$ 161,600	\$ 171,173	\$ 9,573
Total Expenditures and Other Uses	<u>192,192</u>	<u>192,192</u>	<u>191,689</u>	<u>503</u>
Net Change in Fund Balances	(27,192)	(30,592)	(20,516)	10,076
Fund Balance, July 1	<u>408,501</u>	<u>408,501</u>	<u>408,501</u>	<u>-</u>
Fund Balance, June 30	<u><u>\$ 381,309</u></u>	<u><u>\$ 377,909</u></u>	<u><u>\$ 387,985</u></u>	<u><u>\$ 10,076</u></u>

**PICKERINGTON LOCAL SCHOOLS  
COMBINING STATEMENTS - NONMAJOR FUNDS**

**Nonmajor Capital Projects Fund**

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

**Permanent Improvement Fund**

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

Since there is only one nonmajor capital projects fund, no additional financial statements are presented here.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b>Permanent Improvement</b>				
Total Revenues and Other Sources	\$ 75,000	\$ 92,534	\$ 90,134	\$ (2,400)
Total Expenditures and Other Uses	<u>992,115</u>	<u>992,155</u>	<u>608,566</u>	<u>383,589</u>
Net Change in Fund Balances	(917,115)	(899,621)	(518,432)	381,189
Fund Balance, July 1	718,318	718,318	718,318	-
Prior Year Encumbrances Appropriated	<u>202,155</u>	<u>202,155</u>	<u>202,155</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 3,358</u>	<u>\$ 20,852</u>	<u>\$ 402,041</u>	<u>\$ 381,189</u>

**PICKERINGTON LOCAL SCHOOLS  
COMBINING STATEMENTS - FIDUCIARY FUNDS**

**Fiduciary Funds**

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

**Agency Funds**

**District Agency Fund**

A fund used to account for those assets held by a school district as an agent for individuals, private organization, other governmental units, and/or funds. Agency funds could include a central payroll account and funds for a teacher or a parent-teacher organization.

**Student Activity Fund**

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

**PICKERINGTON LOCAL SCHOOLS  
FAIRFIELD COUNTY, OHIO**

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS  
JUNE 30, 2009

	<b>Beginning Balance July 1, 2008</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance June 30, 2009</b>
<b>District Agency</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 2,069	\$ 91,591	\$ 40,330	\$ 53,330
Total assets . . . . .	<u>\$ 2,069</u>	<u>\$ 91,591</u>	<u>\$ 40,330</u>	<u>\$ 53,330</u>
<b>Liabilities:</b>				
Deposits held and due to others . . . . .	\$ 2,069	\$ 91,591	\$ 40,330	\$ 53,330
Total liabilities. . . . .	<u>\$ 2,069</u>	<u>\$ 91,591</u>	<u>\$ 40,330</u>	<u>\$ 53,330</u>
<b>Student Activity</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 145,200	\$ 319,380	\$ 302,825	\$ 161,755
Total assets . . . . .	<u>\$ 145,200</u>	<u>\$ 319,380</u>	<u>\$ 302,825</u>	<u>\$ 161,755</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 19,789	\$ 22,303	\$ 19,789	\$ 22,303
Due to students . . . . .	125,411	297,077	283,036	139,452
Total liabilities. . . . .	<u>\$ 145,200</u>	<u>\$ 319,380</u>	<u>\$ 302,825</u>	<u>\$ 161,755</u>
<b>Total Agency Funds</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 147,269	\$ 410,971	\$ 343,155	\$ 215,085
Total assets . . . . .	<u>\$ 147,269</u>	<u>\$ 410,971</u>	<u>\$ 343,155</u>	<u>\$ 215,085</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 19,789	\$ 22,303	\$ 19,789	\$ 22,303
Deposits held and due to others . . . . .	2,069	91,591	40,330	53,330
Due to students . . . . .	125,411	297,077	283,036	139,452
Total liabilities. . . . .	<u>\$ 147,269</u>	<u>\$ 410,971</u>	<u>\$ 343,155</u>	<u>\$ 215,085</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, 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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b>District Agency</b>				
Total Revenues and Other Sources	\$ -	\$ 100,000	\$ 91,591	\$ (8,409)
Total Expenditures and Other Uses	<u>2,069</u>	<u>94,624</u>	<u>40,330</u>	<u>54,294</u>
Net Change in Fund Balances	(2,069)	5,376	51,261	45,885
Fund Balance, July 1	<u>2,069</u>	<u>2,069</u>	<u>2,069</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 7,445</u>	<u>\$ 53,330</u>	<u>\$ 45,885</u>
<b>Student Activity</b>				
Total Revenues and Other Sources	\$ 345,000	\$ 345,000	\$ 319,380	\$ (25,620)
Total Expenditures and Other Uses	<u>354,949</u>	<u>354,959</u>	<u>311,569</u>	<u>43,390</u>
Net Change in Fund Balances	(9,949)	(9,959)	7,811	17,770
Fund Balance, July 1	137,571	137,571	137,571	-
Prior Year Encumbrances Appropriated	<u>7,629</u>	<u>7,629</u>	<u>7,629</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 135,251</u>	<u>\$ 135,241</u>	<u>\$ 153,011</u>	<u>\$ 17,770</u>

# STATISTICAL SECTION

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

STATISTICAL SECTION

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

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	<b>S 2-15</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	<b>S 16-21</b>
<b>Debt Capacity</b> 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.	<b>S 22-25</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	<b>S 26-27</b>
<b>Operating Information</b> 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.	<b>S 28-34</b>

**Sources:** Sources are noted on the individual schedules. The District implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

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**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

NET ASSETS BY COMPONENT  
LAST SEVEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Governmental activities</b>				
Invested in capital assets, net of related debt	\$ 8,765,183	\$ 7,887,455	\$ 7,639,245	\$ 5,680,217
Restricted	78,804,109	23,739,089	18,391,211	16,510,606
Unrestricted (deficit)	(5,250,879)	(4,668,772)	(2,730,099)	(3,513,717)
Total governmental activities net assets	<u>\$ 82,318,413</u>	<u>\$ 26,957,772</u>	<u>\$ 23,300,357</u>	<u>\$ 18,677,106</u>

**Source:** School District financial records.

<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 6,170,204	\$ 9,556,777	\$ 25,058,656
15,221,567	14,428,173	18,535,804
(2,973,644)	(6,315,089)	(29,321,045)
<u>\$ 18,418,127</u>	<u>\$ 17,669,861</u>	<u>\$ 14,273,415</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

CHANGES IN NET ASSETS  
LAST SEVEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Expenses</b>				
Governmental activities:				
Instruction:				
Regular	\$ 49,069,735	\$ 47,880,000	\$ 45,562,366	\$ 42,690,019
Special	7,847,020	7,249,632	6,782,936	5,977,721
Vocational	1,115,837	1,098,881	1,074,249	1,034,985
Adult/continuing	-	-	-	-
Other instructional	2,824,261	2,413,847	2,217,708	1,796,253
Support services:				
Pupil	4,669,725	4,422,909	4,196,561	4,036,154
Instructional staff	6,755,547	5,837,143	5,741,358	4,983,317
Board of education	528,045	522,851	455,248	501,735
Administration	7,916,045	7,476,862	7,273,966	7,037,059
Fiscal	1,718,035	1,789,425	1,571,452	1,499,551
Business	624,827	44,051	185,988	175,317
Operations and maintenance	9,375,277	9,267,414	8,238,497	9,428,349
Pupil transportation	5,034,148	5,701,343	5,286,583	4,501,482
Central	176,045	162,150	50,333	74,200
Operation of non-instructional services:				
Food service operations	4,134,640	3,635,100	3,224,778	3,420,780
Other non-instructional services	72,379	65,316	124,132	86,613
Extracurricular activities	2,799,921	2,772,116	2,503,424	2,577,848
Interest and fiscal charges	8,870,980	8,899,230	7,157,888	5,477,377
Total governmental activities expenses	<u>113,532,467</u>	<u>109,238,270</u>	<u>101,647,467</u>	<u>95,298,760</u>

	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$	40,326,102	\$ 36,117,943	\$ 31,464,300
	5,423,614	4,865,195	4,514,787
	890,084	761,653	932,546
	10,895	-	-
	1,581,660	1,122,608	751,589
	3,942,233	3,456,789	3,050,125
	4,413,385	3,645,626	3,136,588
	404,032	478,447	323,952
	6,322,386	6,006,765	5,500,019
	1,386,034	1,304,606	1,217,117
	192,496	167,919	167,914
	9,238,371	6,589,807	5,422,028
	3,998,024	3,832,851	3,973,490
	87,250	81,744	135,761
	3,068,309	2,835,474	2,156,397
	84,897	9,937	49,058
	2,557,801	2,137,629	1,780,961
	6,422,079	6,504,277	6,546,476
	<u>90,349,652</u>	<u>79,919,270</u>	<u>71,123,108</u>
			- (Continued)

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

CHANGES IN NET ASSETS - (Continued)  
LAST SEVEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

<b>Program Revenues</b>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Governmental activities:				
Charges for services:				
Instruction:				
Regular	\$ 901,498	\$ 801,384	\$ 749,201	\$ 805,693
Special	108,657	91,572	3,103	-
Vocational	139	187	-	-
Other instructional	5,022	6,031	-	-
Support services:				
Instructional staff	15,959	89,088	29,505	53,191
Board of education	-	-	-	770
Administration	885	282	1,567	2,040
Operations and maintenance	-	82,536	80,485	94,134
Pupil transportation	91,567	-	-	-
Operation of non-instructional services:				
Food service operations	2,568,292	2,458,391	2,321,306	2,259,423
Other non-instructional services	-	75,782	-	45,858
Extracurricular activities	1,200,698	972,586	951,885	757,652
Interest and fiscal charges	-	-	140,458	-
Operating grants and contributions:				
Instruction:				
Regular	542,764	591,395	529,021	422,001
Special	3,943,115	3,219,492	3,005,521	486,464
Vocational	164,317	147,101	159,709	-
Other instructional	6,514	-	-	-
Support services:				
Pupil	607,168	513,983	580,490	460,779
Instructional staff	575,271	403,977	389,625	363,616
Board of education	-	-	-	498
Administration	167,290	116,717	135,547	110,252
Fiscal	-	32,306	32,728	7,997
Operations and maintenance	21,308	1,075	12,722	108,387
Pupil transportation	221,562	200,395	223,805	175,849
Central	1,690	3,134	796	18,670
Operation of non-instructional services:				
Food service operations	1,011,157	900,180	758,837	836,266
Other non-instructional services	51,795	8,660	113,868	46,135
Extracurricular activities	163,631	159,950	153,398	264,253
Capital grants and contributions:				
Support services:				
Instructional staff	-	-	-	91,776
Pupil transportation	82,369	44,517	64,544	-
Extracurricular activities	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total governmental program revenues	<u>12,452,668</u>	<u>10,920,721</u>	<u>10,438,121</u>	<u>7,411,704</u>
<b>Net (Expense)/Revenue</b>				
Governmental activities	<u>\$ (101,079,799)</u>	<u>\$ (98,317,549)</u>	<u>\$ (91,209,346)</u>	<u>\$ (87,887,056)</u>

<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 784,692	\$ 763,229	\$ 580,891
-	-	-
-	-	-
-	-	-
93,499	80,821	138,370
1,393	1,393	-
-	266	-
78,501	205,042	13,715
-	-	10,973
2,173,639	1,744,919	1,509,232
30,390	5,094	39,257
770,200	604,272	331,112
-	-	-
515,057	713,667	364,483
532,541	301,038	239,957
878	-	-
-	-	23,507
621,677	386,820	245,934
280,000	257,010	101,573
-	1,708	-
78,249	65,310	21,395
-	-	-
39,279	-	-
3,437	-	-
25,511	33,550	66,873
672,054	579,381	473,446
42,546	300	-
113,753	367,534	61,684
69,720	-	-
-	-	-
-	-	38,810
-	-	4,702
6,927,016	6,111,354	4,265,914
\$ (83,422,636)	\$ (73,807,916)	\$ (66,857,194)

- (Continued)

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

CHANGES IN NET ASSETS - (Continued)  
LAST SEVEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

**General Revenues and Other Changes in Net Assets**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Governmental activities:				
Property taxes levied for:				
General purposes	\$ 28,346,890	\$ 27,592,489	\$ 25,849,872	\$ 23,527,946
Special revenue	370,320	367,422	362,940	330,505
Debt service	13,086,748	13,032,040	11,451,584	8,315,839
Capital projects	-	-	-	-
School district income tax	12,707,691	12,722,150	12,303,735	10,830,531
Grants and entitlements not restricted to specific programs	47,962,247	44,083,762	42,499,856	43,661,527
Grants and entitlements restricted for Ohio School Facilities Commission	52,387,820	-	-	-
Investment earnings	1,438,880	3,798,530	3,171,236	1,370,041
Payment in lieu of taxes	93,577	-	-	-
Miscellaneous	46,267	378,571	114,942	109,646
Total governmental activities	<u>156,440,440</u>	<u>101,974,964</u>	<u>95,754,165</u>	<u>88,146,035</u>
Special Item:				
Refund from OME-RESA	-	-	78,432	-
Total special item	<u>-</u>	<u>-</u>	<u>78,432</u>	<u>-</u>
Total primary government	<u>\$ 156,440,440</u>	<u>\$ 101,974,964</u>	<u>\$ 95,832,597</u>	<u>\$ 88,146,035</u>
<b>Change in Net Assets</b>				
Governmental activities	<u>\$ 55,360,641</u>	<u>\$ 3,657,415</u>	<u>\$ 4,623,251</u>	<u>\$ 258,979</u>

Source: School District financial records.

<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 24,291,458	\$ 21,207,490	\$ 14,843,852
342,193	346,312	274,717
8,815,701	8,274,592	7,158,273
4	61	152
10,232,657	9,406,873	8,989,604
40,865,256	37,671,696	32,714,517
-	-	-
786,837	290,056	767,772
-	-	-
4,493	7,282	68,141
<u>85,338,599</u>	<u>77,204,362</u>	<u>64,817,028</u>
-	-	-
-	-	-
<u>\$ 85,338,599</u>	<u>\$ 77,204,362</u>	<u>\$ 64,817,028</u>
<u>\$ 1,915,963</u>	<u>\$ 3,396,446</u>	<u>\$ (2,040,166)</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
General Fund:				
Reserved	\$ 4,482,583	\$ 4,040,380	\$ 5,752,961	\$ 6,619,476
Unreserved	<u>7,991,343</u>	<u>7,584,023</u>	<u>4,447,162</u>	<u>2,390,422</u>
Total general fund	<u>\$ 12,473,926</u>	<u>\$ 11,624,403</u>	<u>\$ 10,200,123</u>	<u>\$ 9,009,898</u>
All Other Governmental Funds:				
Reserved	\$ 22,637,462	\$ 48,142,449	\$ 20,186,286	\$ 12,800,490
Unreserved (deficit), reported in:				
Special revenue funds	4,817,266	4,909,347	4,260,742	3,790,669
Capital projects funds	<u>5,153,568</u>	<u>12,362,602</u>	<u>53,492,285</u>	<u>448,780</u>
Total all other governmental funds	<u>32,608,296</u>	<u>65,414,398</u>	<u>77,939,313</u>	<u>17,039,939</u>
Total governmental funds	<u>\$ 45,082,222</u>	<u>\$ 77,038,801</u>	<u>\$ 88,139,436</u>	<u>\$ 26,049,837</u>

**Source:** School District financial records.

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
\$ 5,319,738	\$ 4,037,297	\$ 3,905,777	\$ 1,689,532	\$ 1,138,261	\$ 1,911,238
<u>3,125,916</u>	<u>1,851,878</u>	<u>420,002</u>	<u>1,585,761</u>	<u>1,224,336</u>	<u>1,026,200</u>
<u>\$ 8,445,654</u>	<u>\$ 5,889,175</u>	<u>\$ 4,325,779</u>	<u>\$ 3,275,293</u>	<u>\$ 2,362,597</u>	<u>\$ 2,937,438</u>
\$ 11,665,682	\$ 9,908,916	\$ 15,150,607	\$ 46,697,117	\$ 13,130,158	\$ 7,735,314
3,209,491	2,648,206	3,091,503	866,622	634,973	520,661
<u>1,238,254</u>	<u>2,700,849</u>	<u>1,134,334</u>	<u>7,783,869</u>	<u>(6,146,576)</u>	<u>7,710,322</u>
<u>16,113,427</u>	<u>15,257,971</u>	<u>19,376,444</u>	<u>55,347,608</u>	<u>7,618,555</u>	<u>15,966,297</u>
<u>\$ 24,559,081</u>	<u>\$ 21,147,146</u>	<u>\$ 23,702,223</u>	<u>\$ 58,622,901</u>	<u>\$ 9,981,152</u>	<u>\$ 18,903,735</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Revenues</b>				
From local sources:				
Property taxes	\$ 41,292,565	\$ 41,374,565	\$ 36,574,014	\$ 32,106,102
Income taxes	12,707,691	12,722,150	12,303,735	10,830,531
Tuition	462,861	502,651	364,682	385,844
Charges for services	2,568,292	2,458,391	2,321,306	2,259,423
Earnings on investments	1,549,097	4,248,136	2,774,353	1,277,723
Classroom materials and fees	479,304	471,680	471,038	423,830
Extracurricular	987,737	990,206	924,704	870,861
Rental income	392,681	28,800	140,458	-
Contributions and donations	109,700	-	-	-
Services provided to other entities	51,244	-	-	-
Other local revenues	228,291	682,034	442,059	576,289
Intergovernmental - state	51,990,846	47,605,837	45,708,793	43,900,733
Intergovernmental - federal	3,236,286	3,088,903	2,541,278	2,389,178
<b>Total revenues</b>	<u>116,056,595</u>	<u>114,173,353</u>	<u>104,566,420</u>	<u>95,020,514</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	45,788,488	44,385,494	42,491,231	39,459,304
Special	7,672,561	7,085,188	6,630,911	5,836,223
Vocational	1,099,164	1,107,582	1,051,999	1,036,313
Adult/Continuing	-	-	-	-
Other	2,817,581	2,404,790	2,216,745	1,796,253
Current:				
Pupil	4,467,457	4,323,183	4,100,926	3,946,185
Instructional staff	6,481,033	5,602,688	5,477,664	4,687,075
Board of education	522,685	517,491	449,888	496,375
Administration	7,899,344	7,548,391	7,319,310	6,900,352
Fiscal	1,721,471	1,798,451	1,570,047	1,495,489
Business	618,494	85,315	186,834	173,830
Operations and maintenance	8,764,331	8,316,116	7,470,768	7,729,018
Pupil transportation	4,979,336	5,516,101	5,346,721	4,596,388
Central	171,022	162,150	83,733	74,200
Operation of non-instructional services:				
Food service operations	3,621,376	3,256,499	2,755,163	2,973,652
Community	-	-	-	-
Other non-instructional services	72,379	65,316	124,132	86,613
Extracurricular activities	2,631,807	2,612,138	2,347,040	2,440,691
Facilities acquisitions and construction	34,760,364	16,959,574	4,931,875	2,237,784
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	7,962,219	7,445,000	5,655,780	4,015,000
Interest and fiscal charges	5,928,532	6,077,208	4,427,777	3,561,879
Bond issuance costs	-	-	460,097	524,754
<b>Total expenditures</b>	<u>147,979,644</u>	<u>125,268,675</u>	<u>105,098,641</u>	<u>94,067,378</u>
Excess (deficiency) of revenues over (under) expenditures	(31,923,049)	(11,095,322)	(532,221)	953,136

	2005	2004	2003	2002	2001	2000
\$	33,010,092	\$ 29,823,568	\$ 22,493,344	\$ 22,632,467	\$ 19,135,891	\$ 16,919,645
	10,232,657	9,406,873	8,989,604	8,842,123	8,910,517	8,059,495
	286,220	280,210	281,903	275,790	253,075	196,135
	2,173,639	1,744,919	1,509,232	-	-	-
	714,940	263,681	851,930	2,665,255	2,066,816	1,909,171
	467,455	434,711	-	-	-	-
	805,804	738,964	403,769	343,384	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	408,438	753,963	661,944	458,118	780,527	702,658
	41,317,653	37,972,112	32,868,901	30,047,759	24,540,717	21,010,158
	2,358,521	1,875,694	1,121,509	658,622	425,510	375,104
	<u>91,775,419</u>	<u>83,294,695</u>	<u>69,182,136</u>	<u>65,923,518</u>	<u>56,113,053</u>	<u>49,172,366</u>
	36,981,507	33,883,467	29,885,280	27,825,148	24,432,681	22,279,104
	5,225,258	4,771,884	4,402,242	3,896,805	3,321,682	2,841,291
	868,236	742,302	911,222	685,353	619,573	533,128
	10,895	-	-	-	-	-
	1,581,660	1,122,608	751,589	462,497	424,413	369,410
	3,802,951	3,315,532	3,006,873	2,671,523	2,894,093	2,428,379
	4,156,800	3,471,141	2,987,758	2,674,469	2,669,420	1,777,939
	398,672	478,384	323,829	302,597	230,393	308,713
	6,238,029	5,942,396	5,441,042	5,272,419	4,712,817	3,887,868
	1,380,806	1,301,959	1,214,685	1,057,341	1,124,105	1,048,227
	190,505	164,063	165,776	158,585	132,791	146,049
	7,369,327	6,391,724	4,970,984	5,550,975	4,692,719	4,218,896
	4,335,936	3,953,340	3,966,632	3,671,591	3,322,690	3,304,996
	87,250	81,416	143,673	200,914	165,516	115,697
	2,618,111	2,481,291	1,796,314	-	-	13,925
	-	-	-	36,495	32,249	12,795
	84,897	43,482	37,921	-	-	-
	2,417,915	2,094,169	1,736,961	1,462,045	1,219,352	1,074,351
	2,180,142	8,024,168	35,269,073	30,524,600	9,567,434	-
	-	-	155,787	-	-	13,757,167
	3,286,383	2,610,594	2,508,810	2,563,857	3,002,216	2,920,228
	4,760,403	4,996,240	5,268,402	5,772,127	2,475,747	2,581,333
	-	207,633	50,378	-	-	-
	<u>87,975,683</u>	<u>86,077,793</u>	<u>104,995,231</u>	<u>94,789,341</u>	<u>65,039,891</u>	<u>63,619,496</u>
	3,799,736	(2,783,098)	(35,813,095)	(28,865,823)	(8,926,838)	(14,447,130)
						(Continued)

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS - (Continued)  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	\$ -	\$ -	\$ -	\$ 665,886
Transfers (out)	-	-	-	(665,886)
Accrued interest on refunding bonds	-	-	-	-
Premium on refunding bonds	-	-	1,211,944	3,459,639
Sale of capital assets	162	-	-	-
Issuance of refunding bonds	-	-	59,900,000	67,779,907
Retirement of refunding bonds	-	-	-	-
Payment to refunding bond escrow agent	-	-	-	(70,714,793)
Capital lease transaction	-	-	-	-
Lease purchase transaction	-	-	1,432,601	-
Total other financing sources	<u>162</u>	<u>-</u>	<u>62,544,545</u>	<u>524,753</u>
<b>Special Item</b>				
Refund from OME-RESA				
Total special item	<u>-</u>	<u>-</u>	<u>78,432</u>	<u>-</u>
Net change in fund balances	<u>\$ (31,922,887)</u>	<u>\$ (11,095,322)</u>	<u>\$ 62,090,756</u>	<u>\$ 1,477,889</u>
Capital expenditures	\$ 34,603,839	\$ 16,471,688	\$ 4,579,641	\$ 962,556
Debt service as a percentage of noncapital expenditures	12.25%	12.43%	10.49%	8.70%

**Source:** School District financial records.

<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>	<b>2000</b>
\$ 333,000	\$ 2,627,993	\$ 3,936,317	\$ 2,816,302	\$ 1,686,796	\$ -
(333,000)	(2,627,993)	(3,936,317)	(2,856,857)	(1,691,155)	-
-	30,368	1,998	57,525	-	-
-	635,281	87,978	-	-	-
-	-	401	248	5,400	-
-	13,914,992	1,880,000	77,500,000	-	-
-	-	(1,880,000)	-	-	-
-	(14,342,639)	-	-	-	-
-	-	155,787	-	-	315,240
-	-	-	-	-	-
-	238,002	246,164	77,517,218	1,041	315,240
-	-	-	-	-	-
<u>\$ 3,799,736</u>	<u>\$ (2,545,096)</u>	<u>\$ (35,566,931)</u>	<u>\$ 48,651,395</u>	<u>\$ (8,925,797)</u>	<u>\$ (14,131,890)</u>
\$ 801,243	\$ 8,223,678	\$ 35,093,892	\$ 38,681,228	\$ 7,309,715	\$ 22,193,207
9.23%	10.04%	11.20%	14.86%	9.49%	13.28%

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

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

Collection Year	Real Property (a)		Tangible Personal Property (b)		Public Utility (c)	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2008	\$ 1,122,774,350	\$ 3,207,926,714	\$ 5,172,720	\$ 20,690,880	\$ 12,697,600	\$ 36,278,857
2007	1,122,831,790	3,208,090,829	4,844,002	19,376,008	12,640,160	36,114,743
2006	1,020,662,560	2,916,178,743	6,205,133	24,820,532	14,706,530	42,018,657
2005	974,433,660	2,784,096,171	10,671,040	42,684,160	15,671,040	44,774,400
2004	925,853,450	2,645,295,571	15,297,650	61,190,600	14,857,540	42,450,114
2003	802,438,990	2,292,682,829	14,528,287	58,113,148	13,829,790	39,513,686
2002	721,684,940	2,061,956,971	15,677,480	62,709,920	12,390,680	35,401,943
2001	600,692,010	1,716,262,886	14,257,107	57,028,428	15,641,510	44,690,029
2000	574,339,500	1,640,970,000	12,405,084	49,620,336	16,042,660	45,836,171
1999	537,563,450	1,535,895,571	11,137,564	44,550,256	16,646,850	47,562,429

**Source:** Fairfield County Auditor's Office

- (a) The assessed value of real property is fixed at 35% of true value and is determined pursuant to the State Tax Commissioner.
- (b) The rate at which tangible personal property used in business is assessed for purposes ad valorem property taxation decreased one percent each year from 35% in 1983 until it reached 25% in 1993.
- (c) Assumes public utilities are assessed at true value which is 35%.

		<b>Total</b>		
<b>Total Direct Tax Rate</b>	<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>%</b>	
\$ 79.70	\$ 1,140,644,670	\$ 3,264,896,451	34.94%	
80.20	1,140,315,952	3,263,581,579	34.94%	
80.60	1,041,574,223	2,983,017,932	34.92%	
76.90	1,000,775,740	2,871,554,731	34.85%	
77.30	956,008,640	2,748,936,285	34.78%	
77.70	830,797,067	2,390,309,663	34.76%	
69.80	749,753,100	2,160,068,834	34.71%	
69.80	630,590,627	1,817,981,343	34.69%	
69.80	602,787,244	1,736,426,507	34.71%	
65.76	565,347,864	1,628,008,256	34.73%	

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

DIRECT AND OVERLAPPING PROPERTY TAX RATES  
(RATE PER \$1,000 OF ASSESSED VALUE)  
LAST TEN YEARS

Tax Year/ Collection Year	Franklin County	Fairfield County	City of Pickerington	City of Reynoldsburg	City of Columbus	Pickerington Local School District							
						Voted						Unvoted	Total
						General	Bond	Classroom Facilities	Permanent Improvement				
2008/2009	\$ 18.02	\$ 7.55	\$ 7.80	\$ 0.70	\$ 2.90	62.20	12.50	0.50	-	4.50	79.70		
2007/2008	18.49	7.55	7.80	0.70	2.90	62.20	13.00	0.50	-	4.50	80.20		
2006/2007	17.79	7.55	7.80	0.70	2.90	62.20	13.40	0.50	-	4.50	80.60		
2005/2006	18.44	7.55	7.80	0.70	2.90	62.20	9.70	0.50	-	4.50	76.90		
2004/2005	18.44	7.55	7.80	0.70	2.90	62.20	10.10	0.50	-	4.50	77.30		
2003/2004	18.44	7.55	7.80	0.70	2.90	62.20	10.50	0.50	-	4.50	77.70		
2002/2003	17.64	7.05	7.80	0.70	2.90	54.30	10.50	0.50	-	4.50	69.80		
2001/2002	17.64	7.05	7.80	0.70	2.90	54.30	10.50	0.50	-	4.50	69.80		
2000/2001	17.64	7.05	7.80	0.76	2.90	54.30	10.50	0.50	-	4.50	69.80		
1999/2000	17.64	7.05	7.80	0.76	2.90	51.30	8.71	0.50	0.75	4.50	65.76		

Source: Fairfield County and Franklin County Auditor's Offices

<b>Madison Township</b>	<b>Madison Township - City of Pickerington</b>	<b>Violet Township</b>	<b>Violet City of Pickerington/ Reynoldsburg</b>	<b>Liberty Township</b>	<b>School District Public Library</b>	<b>Eastland Joint Vocational School</b>	<b>Tax Year/ Collection Year</b>
21.80	21.20	14.05	12.35	11.57	0.15	2.00	2008/2009
21.80	21.20	13.85	12.15	11.57	0.15	2.00	2007/2008
21.80	21.20	12.85	12.15	11.57	0.15	2.00	2006/2007
21.80	21.20	13.83	12.15	11.57	0.15	2.00	2005/2006
21.80	21.20	13.55	12.15	7.57	0.20	2.00	2004/2005
21.80	21.20	13.65	12.15	7.57	0.30	2.00	2003/2004
21.80	21.20	13.65	12.15	7.57	0.30	2.00	2002/2003
21.80	21.20	9.80	8.30	7.57	0.30	2.00	2001/2002
21.80	21.20	9.80	8.30	7.57	0.50	2.00	2000/2001
21.80	21.20	9.80	8.30	7.57	0.60	2.00	1999/2000

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

PRINCIPAL PROPERTY TAX PAYERS  
DECEMBER 31, 2008 AND DECEMBER 31, 2003

<b>December 31, 2008</b>			
<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>
Anyi Apartments LLC	\$ 9,692,950	1	0.97%
Creekside I Acquisitions LLC	7,777,420	2	0.78%
Pickerington Apartments LLC	6,232,070	3	0.62%
Regency Centers LP	5,583,740	4	0.56%
South Central Power Company	5,355,070	5	0.54%
Lakes Edge	5,057,920	6	0.51%
B & G Realty Inc.	4,323,240	7	0.43%
Ohio Retail II LL LLC	4,295,640	8	0.43%
Pickerington Square LP	4,157,730	9	0.42%
Brooksedge Apartments	3,745,010	10	0.37%
Total	<u>\$ 56,220,790</u>		<u>\$ 1,140,644,670</u>

<b>December 31, 2003</b>			
<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>
Brentwood Lake, Inc.	\$ 7,568,750	1	0.91%
NOCA Apartments One Limited	5,436,030	2	0.65%
AERC Turnbury Inc.	4,025,000	3	0.48%
Regency Centers LP	3,972,080	4	0.48%
Lakes Edge Partnership	3,932,590	5	0.47%
South Central Power Company	3,712,270	6	0.45%
Brooksedge at Tussing, Inc.	3,485,000	7	0.42%
Interstate Limited Partnership	3,380,790	8	0.41%
Dominion Homes, Inc.	2,717,440	9	0.33%
Centex Homes	2,673,870	10	0.32%
Total	<u>\$ 40,903,820</u>		<u>830,797,067</u>

**Source:** Fairfield County Auditor's Office

**Note:** Information on principal property tax payers prior to December 31, 2003 was unavailable.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

<b>Tax Year/ Collection Year</b>	<b>Current Levy</b>	<b>Current Collection</b>	<b>Percent of Current Levy Collected</b>	<b>Delinquent Collection</b>	<b>Total Collection</b>	<b>Total Collection As a Percent of Total Levy</b>
2007/2008	\$ 42,910,126	\$ 41,355,774	96.38%	\$ 1,140,168	\$ 42,495,942	99.03%
2006/2007	42,652,185	40,545,738	95.06%	1,127,694	41,673,432	97.71%
2005/2006	37,094,381	35,806,389	96.53%	877,081	36,683,470	98.89%
2004/2005	35,267,774	34,179,618	96.91%	776,789	34,956,407	99.12%
2003/2004	25,554,535	24,351,818	95.29%	574,565	24,926,383	97.54%
2002/2003	24,606,005	23,458,085	95.33%	455,996	23,914,081	97.19%
2001/2002	22,556,633	21,490,968	95.28%	344,818	21,835,786	96.80%
2000/2001	19,204,375	18,337,038	95.48%	346,782	18,683,820	97.29%
1999/2000	18,307,924	17,512,454	95.66%	295,864	17,808,318	97.27%
1998/1999	18,281,153	17,723,753	96.95%	237,459	17,961,212	98.25%

**Source:** Fairfield County Auditor's Office

**Note:** Property tax levies and collections for the tax year/collection year 2008/2009 was not available.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Governmental Activities</b>		<b>(a) Total Primary Government</b>	<b>(b) Per Capita</b>	<b>(b) Per ADM</b>
	<b>General Obligation Bonds</b>	<b>Capital Leases</b>			
2009	\$ 167,360,747	\$ 1,309,602	\$ 168,670,349	\$ 11,536	\$ 16,217
2008	172,276,266	1,371,821	173,648,087	11,996	17,018
2007	176,913,710	1,371,821	178,285,531	12,538	17,800
2006	120,033,604	-	120,033,604	8,844	12,345
2005	122,049,697	-	122,049,697	9,343	13,219
2004	123,571,606	66,383	123,637,989	10,168	13,945
2003	124,622,356	116,977	124,739,333	11,079	14,873
2002	125,757,015	-	125,757,015	12,032	15,848
2001	49,802,289	103,857	49,906,146	4,907	6,612
2000	50,799,627	199,907	50,999,534	5,208	7,108

**Sources:**

(a) See notes to the financial statements regarding the District's outstanding debt information.

(b) See schedule " Demographic and Economic Statistic, Last Ten Years" for personal income, population and enrollment information.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>General Bonded Debt Outstanding</b>		<b>Percentage of Actual Taxable Value of Property</b>	<b>Per Capita</b>
	<b>General Obligation Bonds</b>	<b>Total</b>		
2009	\$ 167,360,747	\$ 167,360,747	5.13%	\$ 11,447
2008	172,276,266	172,276,266	5.28%	11,901
2007	176,913,710	176,913,710	5.93%	12,441
2006	120,033,604	120,033,604	4.18%	8,844
2005	122,049,697	122,049,697	4.44%	9,343
2004	123,571,606	123,571,606	5.17%	10,163
2003	124,622,356	124,622,356	5.77%	11,069
2002	125,757,015	125,757,015	6.92%	12,032
2001	49,802,289	49,802,289	2.87%	4,896
2000	50,799,627	50,799,627	3.12%	5,188

**Note:** Details regarding the District's outstanding debt can be found in the notes to the financial statements.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF JUNE 30, 2009

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Pickerington Local School District	\$ 151,585,255	100.00%	\$ 151,585,255
Overlapping debt:			
Fairfield County	11,258,000	34.67%	3,903,149
Franklin County	243,230,000	0.05%	121,615
City of Columbus	533,224,491	0.92%	4,905,665
City of Pickerington	5,918,500	99.87%	5,910,806
City of Reynoldsburg	1,826,000	3.41%	62,267
Madison Township	964,865	0.39%	3,763
Violet Township	2,770,000	94.81%	2,626,237
Solid Waste Authority of Central Ohio-Miscellaneous	19,975,000	0.60%	119,850
Eastland-Fairfield Career & Technical JVS District	600,000	15.02%	90,120
Total direct and overlapping debt	<u>\$ 971,352,111</u>		<u>\$ 169,328,727</u>

**Source:** Ohio Municipal Advisory Council

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS

<b>Fiscal Year</b>	<b>Voted Debt Limit</b>	<b>Total Debt Applicable to Limit</b>	<b>Debt Service Available Balance</b>	<b>Net Debt Applicable to Limit</b>	<b>Voted Legal Debt Margin (a)</b>	<b>Total Net Debt Applicable to Limit as a Percentage of Debt Limit</b>
2009	\$ 102,653,563	\$ 151,585,255	\$ 16,163,075	\$ 135,422,180	\$ (32,768,617)	131.92%
2008	102,175,834	157,879,129	15,114,548	142,764,581	(40,588,747)	139.72%
2007	92,933,023	176,913,710	14,537,042	162,376,668	(69,443,645)	174.72%
2006	90,069,817	120,033,604	11,159,050	108,874,554	(18,804,737)	120.88%
2005	86,040,778	122,049,697	9,447,143	112,602,554	(26,561,776)	130.87%
2004	74,771,736	123,571,606	7,711,039	115,860,567	(41,088,831)	154.95%
2003	67,477,779	124,622,356	6,032,554	118,589,802	(51,112,023)	175.75%
2002	56,753,156	125,757,015	6,201,343	119,555,672	(62,802,516)	210.66%
2001	54,250,852	49,802,289	6,577,015	43,225,274	11,025,578	79.68%
2000	50,881,308	50,799,627	5,717,332	45,082,295	5,799,013	88.60%

**Source:** Fairfield County Auditor and District financial records

Note: Ohio Bond Law sets a limit of 9% for voted debt and 1/10 of 1% for unvoted debt. House Bill 530 became effective on March 30, 2006, which excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations.

(a): On March 28, 1996, the District was determined to be a "special needs" district, meaning the was permitted to exceed the voted debt limitation. This status was confirmed on October 5, 2000 and October 2006.

Voted Debt Margins are determined without reference to applicable monies in the District's debt service fund.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS

<u>Year</u>	<u>Population (1)</u>	<u>Per Capita Personal Income (2)</u>	<u>Total Personal Income</u>	<u>Median Age (2)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rates</u>		
						<u>Fairfield County</u>	<u>Ohio</u>	<u>United States</u>
2009	14,621	\$ 25,839	\$ 377,792,019	32.7	10,401	9.1%	11.1%	9.5%
2008	14,476	25,839	374,045,364	32.7	10,204	5.0%	6.7%	5.7%
2007	14,220	25,839	367,430,580	32.7	10,016	4.8%	5.5%	4.7%
2006	13,573	25,839	350,712,747	32.7	9,723	5.2%	5.9%	5.1%
2005	13,063	25,839	337,534,857	32.7	9,233	5.4%	6.2%	5.5%
2004	12,159	25,839	314,176,401	32.7	8,866	5.3%	5.7%	5.1%
2003	11,259	25,839	290,921,301	32.7	8,387	5.1%	5.5%	5.7%
2002	10,452	25,839	270,069,228	32.7	7,935	3.5%	5.3%	6.0%
2001	10,171	25,839	262,808,469	32.7	7,548	3.3%	4.8%	5.8%
2000	9,792	25,839	253,015,488	32.7	7,175	2.9%	3.9%	4.0%

(1) Mid-Ohio Regional Planning Commission

(2) U. S. Census Bureau

(3) Enrollment figures are taken from historical EMIS fall enrollment data, excluding preschool students.

These figures are not consistent with the actual head counts of students used to calculate State funding because those head counts include community school students.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

PRINCIPAL EMPLOYERS  
CURRENT YEAR AND EIGHT YEARS AGO

<b>Employer</b>	<b>December 31, 2008</b>		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total City Employment</b>
Pickerington Local School District	1,141	1	12.80%
Kroger Company, Inc.	298	2	3.34%
Cracker Barrel Restaurant	292	3	3.28%
Kohl's Department Stores	263	4	2.95%
Max & Erma's Restaurants, Inc.	173	5	1.94%
City of Pickerington	127	6	1.42%
Marcus Cinemas of Ohio, LLC.	122	7	1.37%
Bob Evans Farms, Inc.	116	8	1.30%
R.G. Barry Corporation	109	9	1.22%
American Motorcycle Association	107	10	1.20%
Total	<u>2,748</u>		<u>30.82%</u>
Total Employment within the City	<u>8,916</u>		

<b>Employer</b>	<b>December 31, 2000</b>	
	<b>Employees</b>	<b>Rank</b>
Pickerington Local School District	813	1
Cracker Barrel Restaurant	464	2
Kroger Company	390	3
Kindred Nursing Care	254	4
State of Ohio	203	5
Longhorn Steakhouse	142	6
City of Columbus	82	7
City of Pickerington	78	8
Defense Accounting Office	56	9
Mt. Carmel Health Care Providers	52	10
Total	<u>2,534</u>	
Total Employment within the City	<u>n/a</u>	

**Source:** City of Pickerington CAFR

**Note:** Information on principal employers prior to 2000 was not available.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

STAFFING STATISTICS  
FULL TIME EQUIVALENTS (FTE) BY TYPE AND FUNCTION  
LAST SIX FISCAL YEARS

<u>Type</u>	<u>2009</u>	<u>2008</u>	<u>2007 (1)</u>	<u>2006 (1)</u>	<u>2005 (1)</u>	<u>2004 (2)</u>
Office - administrative	44.50	41.00	39.50	39.00	37.50	34.50
Professional - educational	676.29	687.10	640.40	591.40	558.80	515.55
Professional - other	25.60	24.40	25.40	22.10	22.10	16.40
Technical	13.50	12.50	12.50	12.50	13.00	12.41
Office - clerical	141.54	138.50	125.60	122.70	109.90	82.21
Craft & trade	9.00	9.00	9.00	9.00	7.00	7.00
Service worker/laborer	105.15	106.25	100.60	97.80	95.10	91.78
Total	<u>1,015.58</u>	<u>1,018.75</u>	<u>953.00</u>	<u>894.50</u>	<u>843.40</u>	<u>759.85</u>

<u>Function</u>	<u>2009</u>	<u>2008</u>	<u>2007 (1)</u>	<u>2006 (1)</u>	<u>2005 (1)</u>	<u>2004 (2)</u>
Instruction:						
Regular	628.37	552.45	523.10	481.70	476.10	428.25
Special	16.30	85.35	72.50	66.00	47.90	38.00
Vocational	-	11.80	11.50	12.10	9.70	10.00
Support Services:						
Pupil	174.26	173.40	169.00	163.40	144.80	52.90
Instructional staff	18.50	20.50	19.30	18.50	18.80	73.12
Administration	48.00	45.00	33.00	32.00	30.00	61.30
Fiscal	8.00	9.00	9.00	9.00	9.00	9.00
Business	2.00	1.00	2.00	2.00	2.00	2.00
Operations and maintenance	80.00	79.75	74.00	75.50	70.50	55.00
Food service operations	40.15	40.50	39.60	34.30	34.60	30.28
Total Governmental Activities	<u>1,015.58</u>	<u>1,018.75</u>	<u>953.00</u>	<u>894.50</u>	<u>843.40</u>	<u>759.85</u>

**Source:** School District records

**Note:** Pupil transportation services are contracted to a third party, therefore these personnel are not paid directly by the District.

- (1): These amounts have been changed from what was previously reported to include employees that were not previous included.
- (2): Past data was not easily attainable therefore estimates have been used if data could not be obtained. Information prior to fiscal year 2004 was not available.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**OPERATING INDICATORS BY FUNCTION  
LAST TEN FISCAL YEARS**

<b>Function</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>	<b>2000</b>
Instruction:										
Regular and Special										
Enrollment (students) *	10,401	10,204	10,016	9,723	9,233	8,866	8,387	7,935	7,548	7,175
Graduates	n/a	669	659	663	606	554	497	494	483	503
Support services:										
Board of education										
Regular meetings per year	16	18	18	18	15	17	15	17	11	12
Special meetings per year	6	5	13	12	13	12	11	11	10	7
Administration										
Nonpayroll checks issued	6,337	6,222	6,984	6,702	7,680	7,638	6,906	n/a	n/a	n/a
Pupil transportation										
Avg. students transported daily	5,974	6,327	6,538	5,973	5,457	5,413	5,589	5,145	n/a	n/a
Food service operations										
Meals served to students	1,089,654	1,032,376	1,013,039	992,018	928,798	928,457	805,711	753,964	n/a	n/a

\*: Enrollment figures are taken from historical EMIS fall enrollment data, excluding preschool students. These figures are not consistent with the actual head counts of students used to calculate State funding because those head counts include community school students.

n/a: Information is not available.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

CAPITAL ASSET STATISTICS  
LAST SEVEN FISCAL YEARS

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Land	\$ 7,754,673	\$ 7,645,730	\$ 7,645,730	\$ 6,090,899	\$ 6,090,899	\$ 6,090,899	\$ 6,090,899
Land improvements	8,137,713	7,921,473	8,498,320	9,072,627	8,636,895	9,141,608	1,963,748
Buildings and improvements	87,381,727	91,302,686	95,223,643	97,451,837	101,362,695	105,241,129	46,040,541
Furniture and equipment	1,289,372	1,469,165	1,585,862	1,791,751	1,967,504	2,184,931	414,056
Vehicles	574,298	583,289	686,636	614,412	513,598	149,174	10,604
Construction in progress	50,924,298	17,435,869	1,158,379	-	278,952	-	64,311,992
Total Governmental Activities							
Capital Assets, net	<u>\$156,062,081</u>	<u>\$126,358,212</u>	<u>\$114,798,570</u>	<u>\$115,021,526</u>	<u>\$118,850,543</u>	<u>\$122,807,741</u>	<u>\$118,831,840</u>

**Source:** School District financial records.

**Note:** Amounts above are presented net of accumulated depreciation.

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**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

**SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Heritage Elementary (1907) (1)						
Square feet	92,544	92,544	92,544	92,544	92,544	92,544
Capacity (students)	771	771	771	771	771	771
Enrollment	778	785	736	869	655	576
Fairfield Elementary (1980)						
Square feet	48,435	48,435	48,435	48,435	48,435	48,435
Capacity (students)	387	387	787	787	787	787
Enrollment	783	769	767	696	659	643
Pickerington Elementary (1977)						
Square feet	46,516	46,516	46,516	46,516	46,516	46,516
Capacity (students)	372	372	372	372	372	372
Enrollment	745	740	729	773	860	739
Tussing Elementary (1996)						
Square feet	75,501	75,501	75,501	75,501	75,501	75,501
Capacity (students)	653	653	653	653	653	653
Enrollment	808	790	811	844	789	820
Violet Elementary (1977)						
Square feet	46,516	46,516	46,516	46,516	46,516	46,516
Capacity (students)	372	372	372	372	372	372
Enrollment	662	675	700	721	747	732
Diley Middle School (2000)						
Square feet	94,951	94,951	94,951	94,951	94,951	94,951
Capacity (students)	693	693	693	693	693	693
Enrollment	837	751	725	684	681	689
Harmon Middle School (2000)						
Square feet	89,211	89,211	89,211	89,211	89,211	89,211
Capacity (students)	656	656	656	656	656	656
Enrollment	846	807	850	646	632	679
Ridgeview Junior High School (1968)						
Square feet	115,851	115,851	115,851	115,851	115,851	115,851
Capacity (students)	821	821	821	821	821	821
Enrollment	772	819	823	719	637	599
Lakeview Junior High School (2003)						
Square feet	142,082	142,082	142,082	142,082	142,082	142,082
Capacity (students)	1,008	1,008	1,008	1,008	1,008	1,008
Enrollment	865	875	860	879	809	801
Pickerington Central High School (1991)						
Square feet	245,652	245,652	245,652	245,652	245,652	245,652
Capacity (students)	1,471	1,471	1,471	1,471	1,471	1,471
Enrollment	1,566	1,458	1,349	1,216	1,088	1,170
Pickerington North High School (2003)						
Square feet	323,473	323,473	323,473	323,473	323,473	323,473
Capacity (students)	1,937	1,937	1,937	1,937	1,937	1,937
Enrollment	1,739	1,735	1,666	1,676	1,676	1,418
Total enrollment by year	10,401	10,204	10,016	9,723	9,233	8,866

**Source:** District records, including square footage and capacity data provided by a recent study performed by Ohio School Facilities Commission (OSFC) and enrollment data from the head counts performed for the SF-3 Average Daily Membership calculations.

**Notes:** Year of original construction is in parentheses.

In cases in which enrollment numbers are larger than capacity the District has utilized portable classrooms which are not included in the square footage amounts.

Renovations have been made to several buildings over the years, however, the change affect of square footage and capacity are not available, therefore, the District has presented the current square footage and capacity as of the study performed by OSFC.

(1) Heritage operates as a "swing" building. For the school years 1996-2000 Heritage accomodated middle school students, for the school years 2002-2003 Heritage accomodated K-4 students, for school year 2005 K-5 and school year 2006 K-6.

(2) During school year 2001 Heritage was closed for renovations.

<u>2003</u>	<u>2002</u>	<u>2001 (2)</u>	<u>2000</u>
92,544	92,544	92,544	92,544
771	771	-	771
471	444	-	1,130
48,435	48,435	48,435	48,435
787	787	787	787
665	647	632	631
46,516	46,516	46,516	46,516
372	372	372	372
656	585	826	747
75,501	75,501	75,501	75,501
653	653	653	653
814	788	769	690
46,516	46,516	46,516	46,516
372	372	372	372
736	709	776	756
94,951	94,951	94,951	n/a
693	693	693	n/a
697	617	569	n/a
89,211	89,211	89,211	n/a
656	656	656	n/a
641	641	616	n/a
115,851	115,851	115,851	115,851
821	821	821	821
1,321	1,253	1,222	1,142
n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a
245,652	245,652	245,652	245,652
1,471	1,471	1,471	1,471
2,386	2,251	2,138	2,079
n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a
8,387	7,935	7,548	7,175

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

EDUCATIONAL INDICATORS  
LAST TEN FISCAL YEARS

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
<b>3rd Grade Achievement</b>										
(Initiated March, 2005)										
Reading	89.7%	89.9%	90.6%	90.6%	90.9%	92.8%	n/a	n/a	n/a	n/a
Mathematics	87.2%	87.8%	87.0%	83.8%	80.8%	n/a	n/a	n/a	n/a	n/a
<b>4th Grade Proficiency/Achievement</b>										
(Initiated March, 1995)										
Reading	90.8%	93.2%	89.0%	89.5%	89.7%	87.5%	82.7%	83.2%	79.6%	84.2%
Writing	93.6%	93.2%	90.5%	93.1%	90.3%	91.0%	88.3%	90.8%	93.3%	95.2%
Mathematics	85.5%	83.1%	84.7%	89.7%	82.0%	82.9%	77.6%	83.9%	84.2%	76.3%
Science	n/a	n/a	n/a	n/a	77.7%	79.7%	73.0%	79.0%	80.0%	77.4%
Citizenship	n/a	n/a	n/a	n/a	83.2%	79.3%	79.9%	85.7%	84.4%	85.7%
<b>5th Grade Achievement</b>										
(Initiated March, 2005)										
Reading	83.3%	85.1%	89.5%	87.0%	89.6%	n/a	n/a	n/a	n/a	n/a
Mathematics	77.2%	75.1%	71.1%	72.3%	n/a	n/a	n/a	n/a	n/a	n/a
Science	85.9%	82.2%	82.0%	n/a						
Citizenship	80.2%	83.5%	74.8%	n/a						
<b>6th Grade Proficiency/Achievement</b>										
(Initiated March, 1996)										
Reading	91.7%	93.7%	89.4%	94.6%	84.2%	85.5%	86.4%	79.9%	83.2%	80.9%
Writing	n/a	n/a	n/a	n/a	93.6%	97.2%	95.2%	97.3%	96.7%	93.5%
Mathematics	85.2%	89.4%	82.0%	74.7%	80.7%	87.6%	86.3%	87.7%	84.7%	84.7%
Science	n/a	n/a	n/a	n/a	80.6%	83.1%	87.2%	83.1%	86.5%	77.6%
Citizenship	n/a	n/a	n/a	n/a	88.5%	88.5%	91.5%	93.8%	90.7%	93.7%
<b>7th Grade Achievement</b>										
(Initiated March, 2005)										
Reading	90.9%	88.8%	89.5%	91.2%	n/a	n/a	n/a	n/a	n/a	n/a
Mathematics	82.8%	76.3%	79.2%	74.8%	71.3%	n/a	n/a	n/a	n/a	n/a
Writing	96.8%	95.2%	93.0%	n/a						
<b>8th Grade Achievement</b>										
(Initiated March, 2005)										
Reading	84.7%	82.8%	92.5%	88.7%	90.4%	n/a	n/a	n/a	n/a	n/a
Mathematics	78.6%	80.1%	86.2%	81.5%	74.0%	n/a	n/a	n/a	n/a	n/a
Science	77.7%	77.6%	81.7%	n/a						
Citizenship	68.9%	70.4%	70.7%	n/a						
<b>9th Grade Proficiency</b>										
(Passing on 1st Attempt)										
Writing	n/a	n/a	n/a	n/a	n/a	97.9%	96.4%	97.8%	99.2%	98.2%
Reading	n/a	n/a	n/a	n/a	n/a	97.3%	95.4%	97.3%	97.5%	98.8%
Mathematics	n/a	n/a	n/a	n/a	n/a	91.8%	89.9%	91.3%	92.0%	94.8%
Citizenship	n/a	n/a	n/a	n/a	n/a	95.9%	93.8%	96.6%	95.5%	96.4%
Science	n/a	n/a	n/a	n/a	n/a	95.6%	92.1%	96.2%	93.2%	95.0%
<b>10th Grade Ohio Graduation Test (OGT):</b>										
(Initiated March, 2005)										
Reading	92.4%	91.4%	94.1%	96.3%	97.2%	n/a	n/a	n/a	n/a	n/a
Writing	97.8%	91.5%	94.8%	96.0%	93.0%	n/a	n/a	n/a	n/a	n/a
Mathematics	91.8%	90.4%	93.0%	93.6%	92.7%	n/a	n/a	n/a	n/a	n/a
Science	89.2%	84.8%	84.3%	88.8%	87.8%	n/a	n/a	n/a	n/a	n/a
Social Studies	93.1%	88.1%	87.1%	91.6%	89.8%	n/a	n/a	n/a	n/a	n/a
<b>ODE Per Pupil Costs</b>										
Pickerington	\$ 9,623	\$ 9,299	\$ 8,917	\$ 8,834	\$ 8,346	\$ 7,998	\$ 7,426	\$ 7,430	\$ 6,854	\$ 6,371
State	\$ 10,184	\$ 9,939	\$ 9,586	\$ 9,356	\$ 9,048	\$ 8,758	\$ 8,438	\$ 8,073	\$ 7,602	\$ 7,057
<b>Pupil/Teacher Ratio</b>	n/a	19.10	20.50	20.20	21.00	21.40	18.00	18.10	20.10	19.90
<b>Student Attendance Rate</b>	95.5%	95.7%	96.4%	96.4%	96.6%	96.6%	96.2%	96.0%	95.8%	95.9%
<b>High School Graduation Rate</b>	n/a	97.7%	97.9%	98.1%	97.1%	95.8%	98.2%	95.9%	96.2%	92.2%
<b>Performance Standards</b>										
Pickerington	29	29	27	22	21	18	20	22	27	27
Number of Standards	30	30	30	25	23	18	22	22	27	27
Rating	Excellent with Distinction	Excellent with Distinction	Continuous Improvement	Excellent	Effective	Excellent	Effective	Excellent	Excellent	*Effective
<b>Performance Index Score</b>	101.8	100.9	100.0	101.1	99.7	99.5	96.7	n/a	n/a	n/a

Sources: School District records and Ohio Department of Education

\*Effective - this represented the highest rating a school district could achieve in this school year.

**PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD COUNTY, OHIO**

OPERATING STATISTICS  
LAST TEN FISCAL YEARS

<b>Fiscal Year</b>	<b>General Government</b>	<b>Governmental Activities (2)</b>	<b>Enrollment (3)</b>	<b>Percent Change</b>	<b>Teaching Staff</b>
	<b>Expenditures (1)</b>	<b>Expenses (1)</b>			
2009	\$ 134,088,893	\$ 104,661,487	10,401	1.93%	710
2008	\$ 111,746,467	\$ 100,339,040	10,204	1.88%	709
2007	94,554,987	94,489,579	10,016	3.01%	689
2006	85,965,745	89,821,383	9,723	5.31%	658
2005	79,928,897	83,927,573	9,233	4.14%	618
2004	78,263,326	73,414,993	8,866	5.71%	617
2003	97,167,641	64,576,632	8,387	5.70%	586
2002	86,453,357	n/a	7,935	5.13%	554
2001	59,561,928	n/a	7,548	5.20%	554
2000	58,117,935	n/a	7,175	2.62%	474

**Sources:** District records and the Ohio Department of Education

(1) Debt Service totals have been excluded.

(2) The District implemented GASB 34 in fiscal year 2003.

(3) Enrollment figures are taken from historical EMIS fall enrollment data, excluding preschool students.

These figures are not consistent with the actual head counts of students used to calculate State funding because those head counts include community school students.

Note: Cost per pupil, teacher/pupil ratios and attendance rates have been presented on the "Educational Indicators - Last Ten Fiscal Years" table on page S 33.

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Mary Taylor, CPA  
Auditor of State

PICKERINGTON LOCAL SCHOOL DISTRICT  
FAIRFIELD 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 2, 2010