



Mary Taylor, CPA  
Auditor of State



HAMILTON CITY SCHOOL DISTRICT  
BUTLER COUNTY

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**HAMILTON CITY SCHOOL DISTRICT  
BUTLER COUNTY**

**FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED JUNE 30, 2010**

Federal Grantor/ Pass Through Grantor Program Title	Grant Year	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<b>U.S. DEPARTMENT OF AGRICULTURE</b>						
<i>Passed Through Ohio Department of Education:</i>						
Child Nutrition Cluster:						
Non-Cash Assistance (Food Distribution):						
National School Lunch Program	2010	10.555		\$140,617		\$140,617
Cash Assistance:						
National School Breakfast Program	2010	10.553	\$902,583		\$902,583	
National School Lunch Program	2010	10.555	2,198,823		2,198,823	
Summer Food Service Program for Children	2010	10.559	<u>26,807</u>		<u>26,807</u>	
Total Child Nutrition Cluster			<u>3,128,213</u>	<u>140,617</u>	<u>3,128,213</u>	<u>140,617</u>
Total U.S. Department of Agriculture			<u>3,128,213</u>	<u>140,617</u>	<u>3,128,213</u>	<u>140,617</u>
<b>CORPORATION FOR NATIONAL AND COMMUNITY SERVICE</b>						
<i>Passed Through Ohio Department of Education:</i>						
Learn & Serve America-School & Community Based Programs	2010	94.004	<u>13,500</u>		<u>6,385</u>	
Total Corporation for National and Community Service			<u>13,500</u>		<u>6,385</u>	
<b>U.S. DEPARTMENT OF EDUCATION</b>						
<i>Passed Through Ohio Department of Education:</i>						
Special Education Cluster:						
Special Education - Grants to States	2010	84.027	1,613,942		1,446,261	
	2009	84.027	72,309		399,287	
ARRA - Special Education - Grants to States	2010	84.391	<u>2,162,291</u>		<u>2,084,919</u>	
Total Special Education Grants to States			<u>3,848,542</u>		<u>3,930,467</u>	
Special Education - Preschool Grants	2010	84.173	82,558		72,760	
	2009	84.173	15,929		22,926	
ARRA - Special Education - Preschool Grant	2010	84.392	<u>62,080</u>		<u>54,306</u>	
Total Special Education - Preschool Grants			<u>160,567</u>		<u>149,992</u>	
Total Special Education Cluster			<u>4,009,109</u>		<u>4,080,459</u>	
Title I Grants to Local Educational Agencies	2010	84.010	3,421,647		3,128,880	
	2009	84.010	497,703		747,697	
ARRA - Title I Grants to Local Educational Agencies	2010	84.389	<u>1,286,444</u>		<u>1,264,724</u>	
Total Title I Grants to Local Educational Agencies			<u>5,205,794</u>		<u>5,141,301</u>	
Adult and Basic Education	2010	84.002	223,055		211,461	
	2009	84.002	<u>(19,575)</u>		<u>28,361</u>	
Total Adult and Basic Education			<u>203,480</u>		<u>239,822</u>	
Career & Technical Education-Basic Grants to States	2010	84.048	182,514		149,385	
	2009	84.048	<u>3,976</u>		<u>54,727</u>	
Total Career & Technical Education-Basic Grants to States			<u>186,490</u>		<u>204,112</u>	
Safe and Drug-Free Schools and Communities	2010	84.186	48,669		46,526	
	2009	84.186	<u>4,743</u>		<u>7,104</u>	
Total Safe and Drug-Free Schools and Communities			<u>53,412</u>		<u>53,630</u>	
Education of Homeless Children and Youth Cluster:						
Education of Homeless Children and Youth	2010	84.196	31,389		31,389	
	2009	84.196	1,815		2,072	
ARRA - Education of Homeless Children and Youth	2010	84.387	<u>5,500</u>		<u>5,500</u>	
Total Education of Homeless Children and Youth Cluster			<u>38,704</u>		<u>38,961</u>	

(Continued)

HAMILTON CITY SCHOOL DISTRICT  
BUTLER COUNTY

**FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED JUNE 30, 2010  
(Continued)**

Federal Grantor/ Pass Through Grantor Program Title	Grant Year	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
Fund for the Improvement of Education: Carol M. White Physical Education	2009	84.215	31,633		17,137	
Fund for the Improvement of Education: Teaching Traditional History	2009	84.215	<u>252,046</u>		<u>232,334</u>	
Total Fund for the Improvement of Education			283,679		249,471	
State Grants for Innovative Programs	2009	84.298	17,020		41,797	
Education Technology State Grants	2010	84.318	24,287		28,337	
English Language Acquisition Grants	2010	84.365	123,350		121,566	
	2009	84.365	<u>(20,961)</u>		<u>2,724</u>	
Total English Language Acquisition Grants			102,389		124,290	
Improving Teacher Quality State Grants	2010	84.367	649,676		563,108	
	2009	84.367	<u>(24,015)</u>		<u>95,635</u>	
Total Improving Teacher Quality State Grants			625,661		658,743	
ARRA - State Fiscal Stabilization Fund (SFSF) - Education	2010	84.394	<u>3,248,788</u>		<u>3,248,788</u>	
Total U.S. Department of Education			<u>13,998,813</u>		<u>14,109,711</u>	
<b>TOTAL FEDERAL ASSISTANCE</b>			<b><u>\$17,140,526</u></b>	<b><u>\$140,617</u></b>	<b><u>\$17,244,309</u></b>	<b><u>\$140,617</u></b>

*The accompanying notes to this schedule are an integral part of this schedule.*

**HAMILTON CITY SCHOOL DISTRICT  
BUTLER COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
JUNE 30, 2010**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Federal Awards Receipts and Expenditures Schedule (the Schedule) reports the Hamilton City School District (the District's) federal award programs' receipts and disbursements. The schedule has been prepared on the cash basis of accounting.

**NOTE B - CHILD NUTRITION CLUSTER**

The District commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the District assumes it expends federal monies first.

**NOTE C – FOOD DONATION PROGRAM**

The District reports commodities consumed on the Schedule at the fair value. The District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.

**NOTE D - MATCHING REQUIREMENTS**

Certain Federal programs require the District to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The District has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

**NOTE E - TRANSFER BETWEEN FEDERAL PROGRAMS**

During fiscal year 2010, the District made an allowable transfer of \$17,020 from the Improving Teacher Quality State Grants (84.367) program to the State Grants for Innovative Programs Grant (84.298) program. The Ohio Department of Education (ODE) approved this transfer.

**NOTE F - TRANSFERS BETWEEN PROGRAM YEARS**

Federal regulations require schools to obligate certain federal awards by June 30. However, with ODE's consent, schools can transfer unobligated amounts to the subsequent fiscal year's program. These transfers resulted in the Schedule reporting negative receipts. The District transferred the following amounts from 2009 to 2010 programs:

<u>Program Title</u>	<u>CFDA Number</u>	<u>Amount Transferred from 2009 to 2010</u>
Adult and Basic Education	84.002	\$19,575
English Language Acquisition Grants	84.365	20,961
Improving Teacher Quality State Grants	84.367	24,015

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# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

Hamilton City School District  
Butler County  
533 Dayton Street  
Hamilton, Ohio 45012

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Hamilton City District, Butler County, Ohio (the District), as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 8, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

### Internal Control Over Financial Reporting

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. Therefore, we cannot assure that we have identified all deficiencies, significant deficiencies or material weaknesses. However, as described in the accompanying schedule of findings we identified a certain deficiency in internal control over financial reporting, that we consider a material weakness.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and timely corrected. We consider finding 2010-001 described in the accompanying schedule of findings to be a material weakness.

### Compliance and Other Matters

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

We also noted certain matters not requiring inclusion in this report that we reported to the District's management in a separate letter dated December 8, 2010.

The District's response to the finding identified in our audit is described in the accompanying schedule of findings. We did not audit the District's response and, accordingly, we express no opinion on it.

We intend this report solely for the information and use of management, Board of Education, federal awarding agencies and pass-through entities, and others within the District. We intend it for no one other than these specified parties.

A handwritten signature in cursive script that reads "Mary Taylor".

**Mary Taylor, CPA**  
Auditor of State

December 8, 2010



# Mary Taylor, CPA

## Auditor of State

### INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Hamilton City School District  
Butler County  
533 Dayton Street  
Hamilton, Ohio 45012

To the Board of Education:

#### Compliance

We have audited the compliance of Hamilton City School District, Butler County, Ohio (the District), with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of Hamilton City School District's major federal programs for the year ended June 30, 2010. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the Hamilton City School District complied, in all material respects, with the requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2010.

#### Internal Control over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could directly and materially affect a major federal program, to determine our auditing procedures for the purpose of opining on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of opining on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

Corporate Centre of Blue Ash / 11117 Kenwood Rd. / Blue Ash, OH 45242  
Telephone: (513) 361-8550 (800) 368-7419 Fax: (513) 361-8577  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected.

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 over compliance that might be deficiencies, 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.

We noted a matter involving federal compliance or internal control over federal compliance not requiring inclusion in this report, that we reported to the District's management in a separate letter dated December 8, 2010.

#### **Federal Awards Receipts and Expenditures Schedule**

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Hamilton City School District (the District) as of and for the year ended June 30, 2010, and have issued our report thereon dated December 8, 2010. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The accompanying federal awards receipts and expenditures schedule provides additional information required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



**Mary Taylor, CPA**  
Auditor of State

December 8, 2010

**HAMILTON CITY SCHOOL DISTRICT  
BUTLER COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2010**

**1. SUMMARY OF AUDITOR'S RESULTS**

<b>(d)(1)(i)</b>	<b>Type of Financial Statement Opinion</b>	Unqualified
<b>(d)(1)(ii)</b>	<b>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</b>	Yes
<b>(d)(1)(ii)</b>	<b>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iii)</b>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any material internal control weaknesses reported for major federal programs?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any significant deficiencies in internal control reported for major federal programs?</b>	No
<b>(d)(1)(v)</b>	<b>Type of Major Programs' Compliance Opinion</b>	Unqualified
<b>(d)(1)(vi)</b>	<b>Are there any reportable findings under § .510(a)?</b>	No
<b>(d)(1)(vii)</b>	<b>Major Programs (list):</b>	CFDA #84.394: ARRA – State Fiscal Stabilization Fund-Education  Special Education Cluster: CFDA #84.027: Special Education-Grants to States CFDA #84.391: ARRA – Special Education-Grants to States CFDA #84.173: Special Education-Preschool Grants CFDA #84.392: ARRA – Special Education-Preschool Grants  CFDA #84.010: Title I CFDA #84.389: ARRA – Title I
<b>(d)(1)(viii)</b>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$ 521,547 Type B: all others
<b>(d)(1)(ix)</b>	<b>Low Risk Auditee?</b>	No

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

**FINDING NUMBER 2010-001**

**Material Weakness**

When designing the public office's system of internal control and the specific control activities, management should consider ensuring that accounting records are properly designed, verifying the existence and valuation of assets and liabilities and periodically reconcile them to the accounting records, and performing analytical procedures to determine the reasonableness of financial data.

The District did not properly report financial activity in the comprehensive annual financial report for the fiscal year ended June 30, 2010. We noted the following errors:

- The District did not adjust Equity in Pooled Cash & Investments for changes in market value [difference of \$88,818 for the General fund; \$341,814 for the Permanent Improvement Fund].
- The District incorrectly reported Taxes Receivable and Deferred Revenue [difference of \$367,440 for the Debt Service Fund; \$314,949 for the Permanent Improvement Fund; and \$52,491 for Other Governmental Funds].
- The District incorrectly reported fund balance reserved for encumbrances for the Permanent Improvement Fund [difference of \$324,379].
- The District incorrectly reported Accrued Wages & Benefits [difference of \$1,594,168 for the General Fund; \$12,539 for the Permanent Improvement Fund; and \$270,368 for Other Governmental Funds].

These adjustments have been posted to the accompanying financial statements. Failure to properly report financial activity can result in inaccurate financial statements. The lack of proper management oversight could result in material misstatement relating to financial data. To improve record keeping and accountability of financial activity we recommend that the District properly report all financial activity. The District should develop review procedures over the reporting of District financial activity.

**Officials' Response:**

The audit adjustments referred to above were due to inadvertent mistakes made by the District in the calculation of the Equity in Pooled Cash and Investments; Taxes Receivable and Deferred Revenue; Reserved for Encumbrances; and Accrued Wages and Benefits which resulted in the corrections. These misstatements were related to non-routine transactions which occurred during the GAAP conversion process which are not a normal or regular part of the District's daily processes. These were isolated situations; however, the School District has established a process for additional review of non-routine transactions and reports during the GAAP conversion process to ensure that such mistakes will not occur in the future.

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

None.

HAMILTON CITY SCHOOL DISTRICT  
BUTLER COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS  
OMB CIRCULAR A -133 § .315 (b)  
JUNE 30, 2009

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain</i></b>
2009-001	Misstatements identified in the financial statements	No	Not corrected – Re-issued as Finding 2010-001

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# HAMILTON CITY SCHOOL DISTRICT

*Hamilton, Ohio*

## *Comprehensive Annual Financial Report*

*For the Fiscal Year Ended  
June 30, 2010*



## HCSD BOARD OF EDUCATION



**President - Dr. Glenn Stitsinger** is a life-long resident of Hamilton, Ohio. He graduated from Hamilton High School in 1958 and graduated from the Ohio State University College of Dentistry. He was in private practice in Hamilton for 36 years and is now retired.



**Vice President - George N. Jonson, Esq.** is a life-long resident of Hamilton, Ohio. He graduated from Hamilton High School in 1952 and graduated from The Ohio State University and the University of Cincinnati College of Law. He started his law practice in 1962 and is still engaged in practicing law full-time.



**Member - Larry Bowling** is a life-long resident of Hamilton, Ohio. He graduated from Garfield Senior High School in 1964 and received his Bachelor of Science degree from Indianapolis University. He owns and operates Bowling Financial Services.



**Member - David Davidson, Esq.** is a life-long resident of Hamilton, Ohio. He graduated from Taft Senior High School in 1979 and from Wittenberg University in 1983. He is a 1986 graduate from University of Toledo College of Law, with honors. He started practicing law in Butler County in 1986.



**Member - Anna Harvey** is a long time supporter of the Hamilton City School District. She has been involved with the Hamilton High School Boosters club since 1985, being president of this organization for most of the time. In 1986, she received the Outstanding Woman of the Year award from the Hamilton Community Women and received the Ohio High School Athletic State Award in 1996.

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
of the

**HAMILTON CITY SCHOOL DISTRICT**

**HAMILTON, OHIO**

For the Fiscal Year Ended June 30, 2010

**BOARD OF EDUCATION**

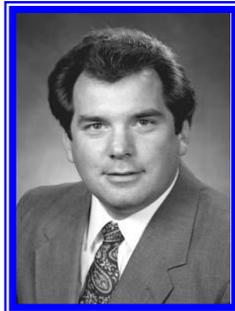
Glenn Stitsinger, D.D.S.	President
George N. Jonson, Esq.	Vice-President
Larry Bowling	Member
David Davidson, Esq.	Member
Anna Harvey	Member

**SUPERINTENDENT OF SCHOOLS**



**Janet Baker**

**ISSUED BY**  
**TREASURER'S OFFICE**



**Robert A. Hancock, C.P.A.**  
**Treasurer**

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Brookwood Elementary



Crawford Woods Elementary

## **HAMILTON CITY SCHOOL DISTRICT**

### **Phase II Elementary Schools Completed**



Highland Elementary



Riverview Elementary

**Hamilton City School District  
Comprehensive Annual Financial Report  
Fiscal Year Ended June 30, 2010**

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Comprehensive Annual Financial Report  
Fiscal Year Ended June 30, 2010**

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December 08, 2010

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

The Comprehensive Annual Financial Report (CAFR) of the Hamilton City School District (District) for the fiscal year ended June 30, 2010, is hereby submitted. This report was prepared by the Treasurer's Office, and includes the unqualified opinion from the Ohio Auditor of State. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. The CAFR conforms to generally accepted accounting principles (GAAP) and was prepared in conformance with the standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

The CAFR is presented in three sections: introductory, financial, and statistical. The Introductory Section includes this transmittal letter, the District's organizational chart and a list of principal officials. The Financial Section includes the basic financial statements and the combining and individual fund financial statements and schedules, as well as the auditors report on the financial statements and schedules. The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis.

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

Copies of this report will be widely distributed throughout the District. A copy will be sent to all school buildings, the Chamber of Commerce, major taxpayers, Lane Public Library, Standard and Poor's financial rating service, various financial institutions, the District's business advisory council, and any other interested parties.

This report includes all funds which the District has fiduciary control. The District provides a full range of traditional and non-traditional educational programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory, and vocational levels; a broad range

of co-curricular and extracurricular activities; adult and community education offerings; special education programs and community recreation facilities.

In addition to providing these general activities, the District acts as fiscal agent for state funds distributed to parochial schools located within the District boundaries. Therefore, in accordance with GASB Statement 24, this fiduciary responsibility is included in the reporting entity as a special revenue fund. The parochial schools served are St. Ann's, St. Joseph, St. Peter-in-Chains, Immanuel Lutheran, and Stephen T. Badin High School. While these organizations are similar in operations and services provided, each is a separate and distinct entity whose financial statements are not included in this report.

The District's Board of Education also serves as the statutory overseer of the Lane Public Library (the Library). As provided by Ohio law, the Board of Education appoints trustees to the Library and approves the Library's annual tax budget. However, the District is not financially accountable for the activities of the Library. Furthermore, the District has only ministerial approval of the Library's tax budget and can not amend the budget. The trustees are charged with the responsibility of managing the Library's overall operations and the Library is a separate entity for financial reporting. Accordingly, the Library's financial position is not included in this report.

## **Economic Condition and Outlook**

The District services an area of 19.85 square miles. Approximately 98% of the area is in the City of Hamilton. The entire District is located in Butler County, and its boundaries generally correspond with the City of Hamilton, the county seat.

The City of Hamilton is located in southwestern Ohio, midway between Dayton and Cincinnati. It offers an abundant supply of productive resources and proximity to both national and international marketplaces. With nearly two-thirds of the total United States population, income, and manufacturing activity within overnight transportation of the region, Hamilton is considered a prime location for market oriented firms.

The unemployment rate for the city of Hamilton remained unchanged at 11.5% in June 2010 compared to June 2009 according to the United States Department of Labor. The nation's unadjusted unemployment rate was 9.5% for June 2010, which was equal to the June 2009 rate. The unadjusted unemployment rate for the state of Ohio in June 2010 was 10.5%, down from 11.1% in June 2009. Employment in the state of Ohio was 5,048,900 in June 2009.

Hamilton's largest manufacturing industry is paper. The second largest industry is healthcare due to Fort Hamilton Hospital. The next largest industry is education due to Hamilton City Schools, followed by the services industry due to the location of the Butler County Administrative Offices located in downtown Hamilton.

## **The District and Its Facilities**

The District's enrollment has slightly decreased over the past year. The District had an enrollment of 8,971 students compared to 9,051 students for the fiscal year that ended June 30, 2009. This is the first decrease in an enrollment since FY2007.

The District's facilities for FY2010 included 9 neighborhood elementary schools, two junior high schools, one freshman school, one comprehensive high school (grades 10-12), one alternative school, a

maintenance building, a transportation facility, a central food service warehouse, a central office building, and several athletic fields.

As of June 30<sup>th</sup>, 2010 the District had the final four new elementary schools under construction, with construction concluding in August 2010. Those schools will be operating in the 2010/2011 school year. As of the date of this report the District continues with the reconstruction of our Wilson Middle School which was started in 2009 and the addition to our high school continues as well.

## Organization of the District

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

The Board members represent a cross section of professions found in Hamilton. The Board members on June 30, 2010 were as follows:

<b>Board Member</b>	<b>Service as a Board Member</b>		<b>Profession</b>
	<b>Began</b>	<b>Expires</b>	
George N. Jonson, Esq., President	01/01/82	12/31/10	Lawyer
Anna Harvey - Vice-President	01/01/02	12/31/10	Customer Service Representative
Glenn Stitsinger, D.D.S..	01/01/86	12/31/10	Dentist
Larry Bowling	01/01/88	12/31/11	Insurance Agent
David Davidson, Esq.	09/11/07	12/31/11	Lawyer

The Superintendent is the chief executive officer of the District, responsible directly to the Board for all education and support operations. Mrs. Janet Baker was appointed Superintendent on June 16, 1992. Mrs. Baker has been in the education profession for 40 years; 3 years as a teacher, and 37 years in administration. Mrs. Baker has a BS in Education from Miami University and a ME from Eastern Kentucky University, and has taken several semester hours of education beyond a master's degree.

The Treasurer is the chief financial officer of the District, responsible directly to the Board for maintaining all financial records, issuing all payments, maintaining custody of all District funds and assets, and investing idle funds as specified by Ohio Law. Mr. Robert A. Hancock, CPA was appointed Treasurer on October 11, 1993. Mr. Hancock, a Certified Public Accountant, has been in the government finance profession for 26 years; 4 years in the government auditing profession, and 22 years as a school district treasurer. Mr. Hancock has a BA with majors in Accounting and Business from Bluffton College.

## Employee Relations

The District currently has approximately 1,358 full-time and part-time employees. There are five organizations representing District employees. Due to the recent economic uncertainties, the five labor organizations representing District employees agreed with the Board to delay negotiations that would cover the 2009-2010 and the 2010-2011 school years. The agreements that were in place for the 2007-2008 and 2008-2009 will remain in place until the negotiations resume and agreements are settled.

The Hamilton City Organization of School Administrators and Supervisors (HCOSAS) represent the District's administrators. The Hamilton Classroom Teachers Association (HCTA) represents district teachers and educational specialists for collective bargaining purposes. Classified employees are represented by three bargaining units depending on the position held with the District. They are as follows:

- The District's bus drivers are represented by the Ohio Association of Public School Employees Chapter 711 (OAPSE 711);
- The District's clerical personnel are represented by the Ohio Association of Public School Employees Chapter 151 (OAPSE 151); and
- The District's maintenance and food service employees are represented by the American Federation of State, Municipal, and County Employees (AFSCME 468).

## **Services Provided**

The District provides a wide variety of educational and support services as mandated by the Ohio Revised Code or Board directives. The District's fleet of buses provides transportation services to public and parochial students. Many of the District's students walk to school due to the proximity of neighborhood schools to student population centers.

The food service department serves meals daily at the District's thirteen school lunchrooms. The District's food service department also operates a central warehouse for federal commodities and bulk purchase food items.

In addition to transportation and school lunch support services offered to children in the District, students also receive guidance, psychological, and health services free of charge. The guidance services are designed to help a student match their natural skills with vocational and/or academic programs to help them achieve their full potential in life. Psychological services offer a wide variety of help to students ranging from early developmentally handicapped identification to drug and behavior counseling. Health services provide limited medical services free of charge to many of Hamilton's youths who otherwise would be unable to have access to these basic needs.

At the center of the District's services are the instructional programs. The District offers regular instructional programs daily to students in grades kindergarten through twelve. The District serves students with an interest in specific trades through vocational education. The District also serves children who need individual instruction, who are physically or mentally handicapped, or who are academically gifted. These students receive services through the wide array of special education programs offered in the District.

Programs are also offered to adults in the community through the adult education and adult basic education programs. These programs are designed to offer continuing education to non-traditional students and to help adults obtain a high school diploma. Finally, there are several academic and athletic programs, which students can participate in to provide a number of enriching experiences. Many lessons and activities provide a lifetime of memories to Hamilton's students.

## **Major Initiatives and Events – FY 2010**

### **Four New Elementary Schools Open**

The Beginning of the 2009 school year was exciting as the District opened four new elementary schools – the first new elementary schools in 50 years! Bridgeport, Fairwood, Linden and Ridgeway elementary schools each opened with over 700 students, including pre-school students. Students, staff, parents and community members were all very proud of these new buildings which feature state of the art technology, more natural daylighting, energy efficient mechanical systems and better security. Thousands of people attended the Open Houses and formal Dedication Ceremonies. These buildings brought a renewed sense of pride to our community. We commend the community members for passing the bond issues which enabled the District and the Ohio School Facilities Commission to partner together to build our new schools.

### **District Receives Federal Stimulus Money**

The Hamilton City School District received \$4.2 million in federal stimulus Title I and Title II funding for the 2009-2011 school years. This one-time expenditure enabled the District to continue programs in the new elementary schools which would have used general budget monies. The District was thankful for the monies, but is cautious about the federal and state providing monies in future years.

### **Board Approves New Required Graduation Credits**

The District's Board of Education members approved an increase in the required units of mathematics, from three to four credits, beginning with the Class of 2012. As Superintendent Janet Baker said, "We believe higher requirements in math will strengthen the background of Hamilton students."

### **Nationally Recognized Speaker makes Presentation to Staff**

Through the generosity of the Joe Nuxhall Character Education Fund, Dr. Hal Urban, a nationally recognized Character Education speaker, presented his powerful message to the District's staff members before the beginning of the 2009 school year. He shared strategies to create a caring community in the classroom. Dr. Urban also made a similar presentation at Miami University Hamilton as part of the District's ongoing partnership with the university. This program exemplifies the commitment the District has made for Character Education to a part of the daily culture of our schools.

### **Teacher Librarian Picked for Media Standards Panel**

Wilson Middle School teacher librarian Candi Pierce Garry was selected from 425 applicants to serve on the Library Media Standards Committee, serving as a co-chairwoman. The charge for the group is to review and revise, as necessary, the existing Library Media Standards document, which serves as the foundation for the assessment in the National Board Certification process in Library Medias. She is one of only 12 committee members from all over the United States to update and modernize what teacher librarians do for today's education. The District congratulates Candi Garry on a well-deserved honor.

### **Tragesser Named Educator of the Year**

Carie Tragesser, teacher at Ridgeway Elementary School, was awarded the Harry T. Wilks Educator of the Year at the annual dinner. She was nominated for this award for her constant learning, always seeking new approaches and leading the school down a positive path. She received a \$3,000 honorarium for her school. Congratulations also to the other finalists, including Melissa Grabel, teacher at Wilson Middle School; Zellene Miller, Career Development Coordinator of Hamilton High School; and Renee Smallwood, librarian and teacher coordinator at Pierce Elementary School.

### **Fine Arts Director Wins State Award**

Laurin Sprague, Director of Fine Arts for the Hamilton City School District, received the Supervision, Policy and Administration Division Award from the Ohio Art Education Association at its annual convention in November. He was nominated for his dedication and leadership in building a quality and well-rounded art program for the District.

### **Hamilton High School NJROTC Student Wins Air Rifle Competition**

Brittaine Vierling, senior captain of Hamilton High School's NJROTC Air Rifle team, placed First out of 200 cadets at a Basic Leadership Training Program at Camp Perry in Port Clinton, Ohio. Vierling was one of three female students on the eight-person air rifle team from Hamilton High School.

### **Teacher Earns National Board Certification**

Tricia Paugstat, a fifth grade teacher at Harrison Elementary School, received the distinction of National Board for Professional Teaching Standards. The standards to receive this award are rigorous and uniform, and require a long commitment of personal time for teachers to complete the application process. We commend Paugstat for her daily commitment to our children.

### **“HEY, BIG BLUE! FILL THAT BUS!”**

The District initiated a district wide food drive campaign for Shared Harvest Foodbank. Each school was challenged to literally fill a school bus full of non-perishable items and several schools filled two or three buses full of the suggested items! Character traits of Compassion and Personal Responsibility were reinforced on a daily basis as students and staff collected canned goods. Schools used creative and exciting ideas such as Crazy Socks Day, Twins Day and Hats for Hunger Day to keep the momentum going during this six week project. We commend the many community organizations, Adopt A School partners and companies for their participation in helping the District collect over 61,000 pounds of food and personal hygiene items.

### **Assistant Principal Named Top in State**

Wilson Assistant Principal Keith Millard was named Ohio Assistant Principal of the Year by the National Association of Secondary School Principals. He was praised for his leadership, teacher evaluation skills and his mentoring of at-risk students. One of his strategies for his students was to make Monday the best day of the week. His creativity to get students and staff to make Mondays a day for new challenges and opportunities was well received. We congratulate Millard on this state honor.

## **District Receives State Character Award**

The Hamilton City School District was selected as the 2010 Ohio School District of Character by the Ohio Partners in Character Education. The District exceeded the criteria of demonstrating the national Character Education Partnership's Eleven Principals of Effective Character Education. Superintendent Janet Baker said, "We start Character Education early in developmentally appropriate ways in kindergarten and continue all the way through high school. Not only would they have strong basic academic skills, but also have the skills to be a good person."

## **Former School Buildings Razed**

Several elementary schools which are no longer being used due to new schools being built have been demolished during the 2009-2010 school year. Madison, Buchanan and the majority of Jefferson elementary schools were demolished in the spring. A section of Jefferson is being used for Living Waters Ministry. Fillmore, Harrison and Cleveland schools have also been demolished so that three new schools could be built on these sites.

## **Sixth Grade students Wins State Essay Contest**

Madison Duggan, sixth grade student at Ridgeway Elementary School, won the competition over 1,500 entries statewide in the Ohio Civil Rights Commission's annual Rev. Martin Luther King, Jr., Art, Essay and Multimedia Contest. Her essay, "C.A.R.E." stands for "Communities Acting Responsibly for Everyone" and she created a series of activities that would encourage others to make sacrifices for the less fortunate in society. Congratulations to her!

## **Educator Earns Statewide Honor**

Chris Maraschiello, Garfield Middle School teacher, was named the Ohio Middle School Social Studies Teacher of the Year by the Ohio Council for the Social Studies. His passion for history is demonstrated each day in his classroom. The District commends Maraschiello for his dedication to his students.

## **Construction and Renovation Begins on Other Schools**

As the District opened four new elementary schools in 2009, construction began for the second round of four elementary schools which will open for the 2010 school year. This will complete the Master Plan for Facilities in reducing the number of elementary schools from 14 to eight new schools. Renovation also began for Wilson Middle School and Hamilton High School. The high school will be renovated in phases to allow students to continue to attend the school while the construction continues. The timeline for everything to be completed is mid-year of the 2011-2012 school year. We thank the students, staff, parents and community members for their patience while the district finalizes the Master Plan. We are confident that this \$200 million facilities project will help revitalize our community.

## **Financial Information**

The District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing accounting entity. Records for general governmental operations are maintained on a cash basis system of accounting as prescribed by the Auditor of State. Cash basis accounting differs from generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). The Board approved a conversion to GAAP for financial reporting beginning with the 1990 fiscal year.

## **Internal Controls**

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

## **Single Audit Act**

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

As part of the District's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations. The results of the District's single audit for the fiscal year ended June 30, 2009 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

## **Budgetary Controls**

The District maintains its accounts, appropriations, and other financial records in accordance with the procedures established and prescribed by the Auditor of State. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution approved by the Board of Education. Activities of all funds are included in the annual appropriation resolution. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level. The District also maintains an encumbrance accounting system to assist in budgetary control. Unencumbered appropriations lapse at year-end. Encumbered amounts at year-end are carried forward to succeeding years and not re-appropriated. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

In order to comply with Ohio budgetary law, the School District amends the appropriations during the last week of the fiscal year. Since little or no financial transactions are completed after this amendment, the budget versus actual variance is typically insignificant. Amendments are properly approved in accordance with Ohio law.

## **Other Information**

### **Awards:**

#### **GFOA Certificate of Achievement**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Hamilton City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2009. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

#### **ASBO Certificate of Excellence**

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence on Financial Reporting for the fiscal year ended June 30, 2009 to the District. This is the 15th consecutive year the District has received this award. This award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2009 substantially conforms to the principles and standards financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials. Management believes the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2010, which will be submitted to ASBO for review, will again conform to ASBO's principles and standards as well.

#### **Independent Audit**

State statutes require an annual audit by independent accountants or the State Auditor's Office. The State Auditor's Office conducted the District's 2010 fiscal year audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Federal Single Audit Act as amended in 1996 and related OMB Circular A-133. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

## Acknowledgments

The preparation and publication of this report on a timely basis could not have been possible without the cooperation of the entire Treasurer's Office.

And finally, this report would not have been possible without the support and interest of the Board. Without their leadership and commitment to excellence this report would not be possible.

Sincerely,

  
\_\_\_\_\_  
Janet Baker  
Superintendent

  
\_\_\_\_\_  
Robert A. Hancock, CPA  
Treasurer

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Hamilton City School District  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2009

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



A stylized handwritten signature in black ink.

President

A handwritten signature in black ink that reads "Jeffrey R. Emmer".

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**HAMILTON CITY SCHOOL DISTRICT**

**For its Comprehensive Annual Financial Report (CAFR)**

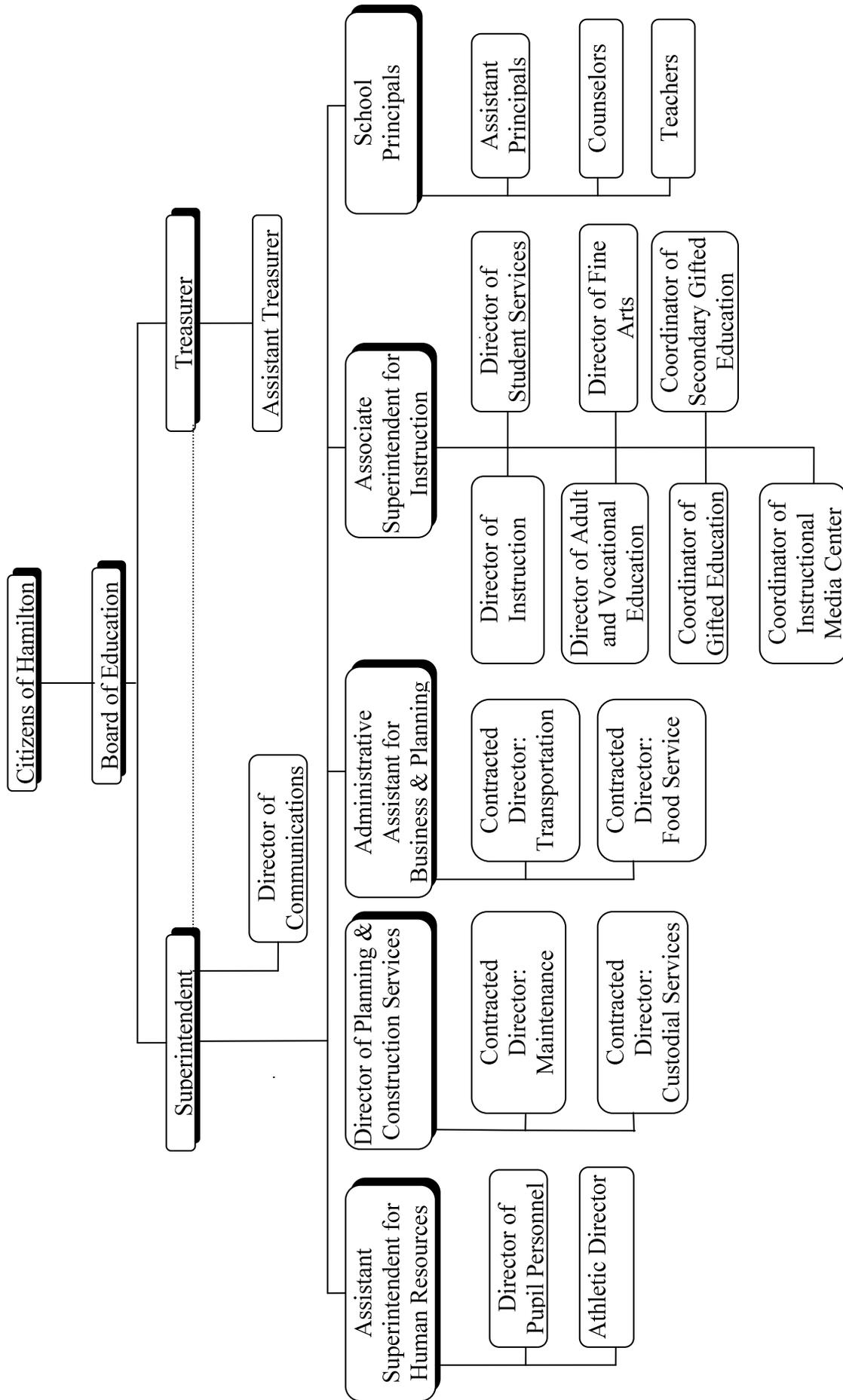
For the Fiscal Year Ended June 30, 2009

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

President

Executive Director

# Hamilton City School District Organizational Chart



**Hamilton City School District  
Appointed Officials**

<b>Official</b>	<b>Title</b>
Mrs. Janet Baker	Superintendent
Mr. Robert A. Hancock, CPA	Treasurer
Mrs. Barbara Fuerbacher	Associate Superintendent of Instruction
Dr. Everett Mann	Administrative Assistant of Business and Planning and State and Federal Programs
Mrs. Kathy Leist	Administrative Assistant for Human Resources
Mr. Jim Boerke	Director of Planning and Construction Services
Mrs. Joni Copas	Director of Communications
Mr. Bill Valerius	Director of Pupil Personnel
Mrs. Joan Avery	Director of Instruction
Mr. Tim Carr	Director of Student Services
Mr. Doug Leist	Director of Adult and Vocational Education
Mr. Laurin Sprague	Director of Fine Arts
Mr. Mike Burns	Director of Custodial Services
Mr. Lee Wallace	Director of Maintenance
Ms. Becky Goosey	Director of Transportation
Ms. Cinde Gorbandt	Director of Food Service
Mr. Michael Schlereth	Assistant Treasurer
Mr. Michael Dellapina	Athletic Director
Mr. Clair Brustkern	Coordinator of Instructional Media Center
Mrs. Karen Qualls	Coordinator of Secondary Gifted Education

**Hamilton City School District  
Consultants and Advisors  
For the Fiscal Year Ended June 30, 2010**

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**Architect**

Steed-Hammond-Paul  
82 Williams Avenue  
Hamilton, Ohio 45011

**Independent Auditor**

Auditor Of State  
88 East Broad Street, 10th Floor  
Columbus, Ohio 43215

**Legal Council**

Ennis, Roberts, & Fischer  
Attorneys at Law  
121 West Ninth Street  
Cincinnati, Ohio 45202

Bricker & Eckler  
100 South 3rd Street  
Columbus, OH 43215

**Official Depositories**

Fifth Third Bank  
Third and High Streets  
Hamilton, Ohio 45011

Lebanon Citizen National Bank  
794 NW Washington Boulevard  
Hamilton, Ohio 45013

**Health Insurance - 3rd Party Administrator**

Allied Benefits  
S. LaSalle Street, Suite 1300  
Chicago, IL 60604

**Bond Council**

Peck, Shaffer, & Williams  
201 E. Fifth Street, Suite 900  
Cincinnati, Ohio 45202

**Investment Counselor**

Seasongood & Mayer  
414 Walnut Street  
Cincinnati, Ohio 45202

Scheper & McGowan  
2 South Third Street  
Hamilton, Ohio 45011

Dinsmore & Shohl, LLP  
David Lampe  
255 East 5th Avenue, Suite 1900  
Cincinnati, OH 45202

First Financial Bank  
Third and High Streets  
Hamilton, Ohio 45011

State Treasury Asset Reserve of Ohio  
1228 Euclid Avenue  
Cleveland, Ohio 44115

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# FINANCIAL



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# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

Hamilton City School District  
Butler County  
533 Dayton Street  
Hamilton, Ohio 45012

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hamilton City School District, Butler County, Ohio (the District), as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Hamilton City School District, Butler County, Ohio, as of June 30, 2010, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 8, 2010, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance, and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis* and *Required budgetary comparison schedule* as listed in the table of contents, to supplement the basic financial statements. Although this information not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other assurance.

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



**Mary Taylor, CPA**  
Auditor of State

December 8, 2010

# HAMILTON CITY SCHOOL DISTRICT

## Management's Discussion & Analysis For the Fiscal Year Ended June 30, 2010

Management's discussion and analysis of the Hamilton City School District's financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2010. The purpose of this discussion and analysis is to look at the District's financial performance as a whole. The transmittal letter and notes to the financial statements will also enhance your understanding of the District's financial statements.

### Using this Comprehensive Annual Financial Report

This report is a series of financial statements and notes to those financial statements. The statements are organized in a manner that enhances the reader's understanding of the District's financial condition as a whole. The report then continues to provide increasingly detailed financial information about specific financial activities for those readers that desire more in depth information.

### Financial Highlights

- Total program expenses were \$102.8 million during FY 2010 compared to \$97.8 million during FY 2009, an increase of \$5 million or 5.1%. A majority of the difference is due to the increase of expenses in Administration due to loss on disposal of assets and higher depreciation expense in Regular Instruction.
- Total operating grants and contributions were \$18.0 million during FY 2010 compared to \$18.1 million during FY 2009, a slight decrease of 0.55%.
- Total outstanding bonded debt was reduced by \$3,015,000 in fiscal year ended June 30, 2010. The balance is now \$102,610,000.

### Overview of the Financial Statements

The discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements.

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

The Statement of Net Assets presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. An often asked question is whether or not the District's financial health is improving or deteriorating. The change in net assets provides the reader a tool to assist in determining an answer to this question. The reader will need to consider other non-financial factors such as property tax base, current property tax laws, student

# HAMILTON CITY SCHOOL DISTRICT

## Management's Discussion & Analysis For the Fiscal Year Ended June 30, 2010

enrollment growth, and facility conditions in arriving at their conclusion regarding the overall health of the District.

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

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of associated costs through users fees and charges (business-type activities). The governmental activities of the District include instruction, support services, administration, operation and maintenance of plant, and extracurricular activities. The District does not have any business-type activities.

**Fund Financial Statements** – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for government activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. The Balance Sheet and the Statement of Revenues, Expenditures, and Changes in Fund Balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District accounts for its activities using many individual governmental funds. The most significant funds, known as major funds, are reported in separate columns in the governmental fund financial statements. These statements provide detailed information about the individual major funds – unlike the government-wide financial statements, which report on the District as a whole. The District's major funds include the following: General Fund, Debt Service Fund, Permanent Improvement Fund, and Building Program Fund and Capital Projects Fund. Data for the other governmental funds are combined in a single aggregated column.

# HAMILTON CITY SCHOOL DISTRICT

## Management's Discussion & Analysis For the Fiscal Year Ended June 30, 2010

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

**Notes to the Basic Financial Statements** – The notes to the basic financial statements provide additional information that is essential to understanding the data provided in the government-wide and fund financial statements.

### Government-wide Financial Analysis

#### A. Net Assets at Fiscal Year End

The following table presents a condensed summary of the District's overall financial position at the fiscal year ended June 30, 2009 and June 30, 2010.

	<b>FY 2009</b> <b>Governmental</b> <b>Activities</b> <b>(In Millions)</b>	<b>FY 2010</b> <b>Governmental</b> <b>Activities</b> <b>(In Millions)</b>
<b>Assets:</b>		
Current and Other Assets	\$192.5	\$119.1
Capital Assets	146.1	208.2
<b>Total Assets</b>	<b>338.6</b>	<b>327.3</b>
<b>Liabilities:</b>		
Long-Term Liabilities	116.7	113.7
Other Liabilities	58.7	54.8
<b>Total Liabilities</b>	<b>175.4</b>	<b>168.5</b>
<b>Net Assets:</b>		
Invested in Capital Assets, Net of Debt	87.1	107.8
Restricted	85.7	57.6
Unrestricted	(9.6)	(6.6)
<b>Total Net Assets</b>	<b>\$163.2</b>	<b>158.8</b>

Current and other assets represent \$119.1 million in FY 2010 compared to \$192.5 million in FY 2009. This decrease is primarily caused by a decrease in equity in pooled cash and investments as well as intergovernmental receivables as the construction funding winds down. Capital assets represent \$208.2 million in FY 2010 compared to \$146.1 million in FY 2009. Total assets decreased to \$327.3 million in FY 2010, a decrease of 3.3% compared to FY 2009.

# HAMILTON CITY SCHOOL DISTRICT

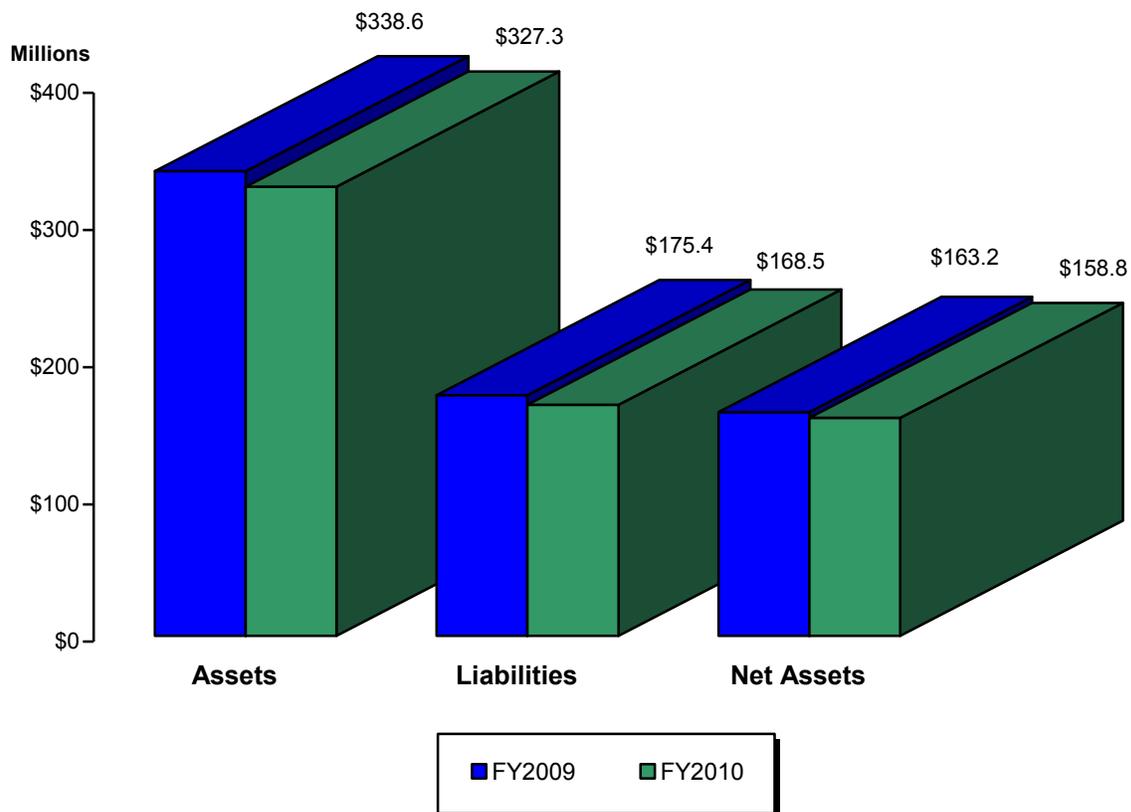
## Management's Discussion & Analysis For the Fiscal Year Ended June 30, 2010

The District's long-term liabilities decreased \$3 million compared to FY 2009 as debt is paid down. The District's other liabilities decreased \$3.9 million (or 6.6%) during FY 2010. This is mainly due to a \$2.6 million decrease in Contracts Payable and a \$1.9 million decrease in Accrued Wages and Benefits. Overall, the District's total liabilities decreased \$6.9 million or 4.0% during FY 2010.

Investments in capital assets represent 67.9% of the District's net assets. Capital assets are used primarily to provide educational services to the community and the value of net capital assets is not available for future spending.

The District has \$57.6 million (or 36.3%) of its net assets restricted for specific purposes primarily related to the construction projects in progress as of the fiscal year ended June 30, 2010. Unrestricted net assets could be used for additional educational needs in future periods, but the District currently has a deficit of (\$6.6) million of net assets in this category (using the full accrual basis of accounting).

### Net Assets



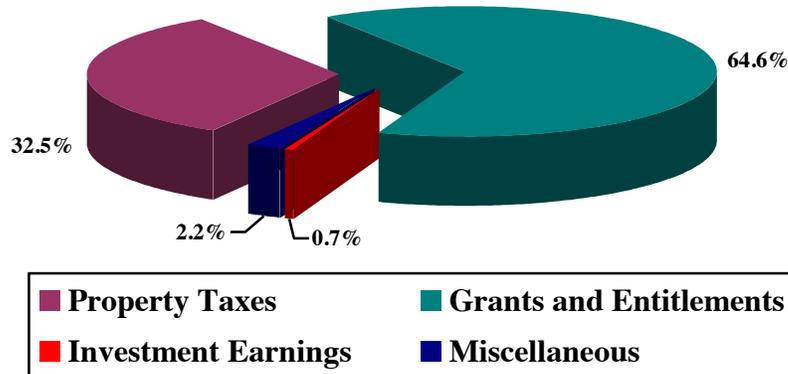
# HAMILTON CITY SCHOOL DISTRICT

## Management's Discussion & Analysis For the Fiscal Year Ended June 30, 2010

### Governmental Activities during FY 2010

	FY 2009 Governmental Activities	FY 2010 Governmental Activities
<b>Revenues:</b>		
<b>Program Revenues:</b>		
Charges for Services	\$1,003,260	\$746,370
Operating Grants and Contributions	18,062,963	18,042,444
Capital Grants and Contributions	82,343	17,863
<b>Total Program Revenues</b>	<b>19,148,566</b>	<b>18,806,677</b>
<b>General Revenues:</b>		
Property Taxes	29,094,530	25,862,942
Grants and Entitlements	49,320,131	51,460,353
Investment Earnings	4,584,294	545,341
Miscellaneous	1,661,846	1,775,103
<b>Total General Revenues</b>	<b>84,660,801</b>	<b>79,643,739</b>
<b>Total Revenues</b>	<b>\$103,809,367</b>	<b>\$98,450,416</b>
<b>Expenses:</b>		
Instruction	53,095,419	56,366,326
Support Services	31,584,716	33,442,597
Food Service Operations	5,058,285	4,835,125
Extracurricular Activities	2,923,107	3,127,168
Interest on Long-Term Debt	5,159,570	5,030,270
<b>Total Expenses</b>	<b>97,821,097</b>	<b>102,801,486</b>
<b>Change in Net Assets</b>	<b>5,988,270</b>	<b>(4,351,070)</b>
<b>Beginning Net Assets</b>	<b>157,198,728</b>	<b>163,186,998</b>
<b>Ending Net Assets</b>	<b>\$163,186,998</b>	<b>\$158,835,928</b>

General Revenue Sources



# HAMILTON CITY SCHOOL DISTRICT

## Management's Discussion & Analysis For the Fiscal Year Ended June 30, 2010

Program revenues account for \$18.8 million or 19.1% of the District's total revenues. This is primarily due to the Districts' aggressive approach to seeking grant funding, which totaled \$18.0 million. This represents a slight decrease of \$20,519 or 0.11% when compared to total grant funding in FY 2009. Program revenues are those derived directly from the program itself or from parties outside the District's taxpayers or citizens, as a whole. Program revenues reduce the net cost of the program that is to be financed from the District's general revenues. On the statement of activities, these revenues are deducted from the expenses of their functions and programs.

The major components of general revenues are property taxes (\$25.9 million or 32.4%) and grants and entitlements (\$51.5 million or 64.6%). The District's property tax revenue decreased \$3.2 million in FY 2010, when compared to total property tax revenues received during FY 2009. This is due to property reassessments as well as a large reduction of delinquencies in the amount of \$1.2 million from FY2009. Investment earnings were down \$4 million in FY 2010, primarily due to lower interest rates and a decrease in cash available to be invested as we wind down construction. The District's reliance on grants and entitlements funding increased in FY 2010 by \$2.1 million, an increase of 4.3% when compared to the District total grants and entitlements funding received during FY 2009. That was due to the Federal Stimulus funding.

The following table presents the total cost of each of the District's primary services and the comparative net cost after deducting the revenues generated by each function.

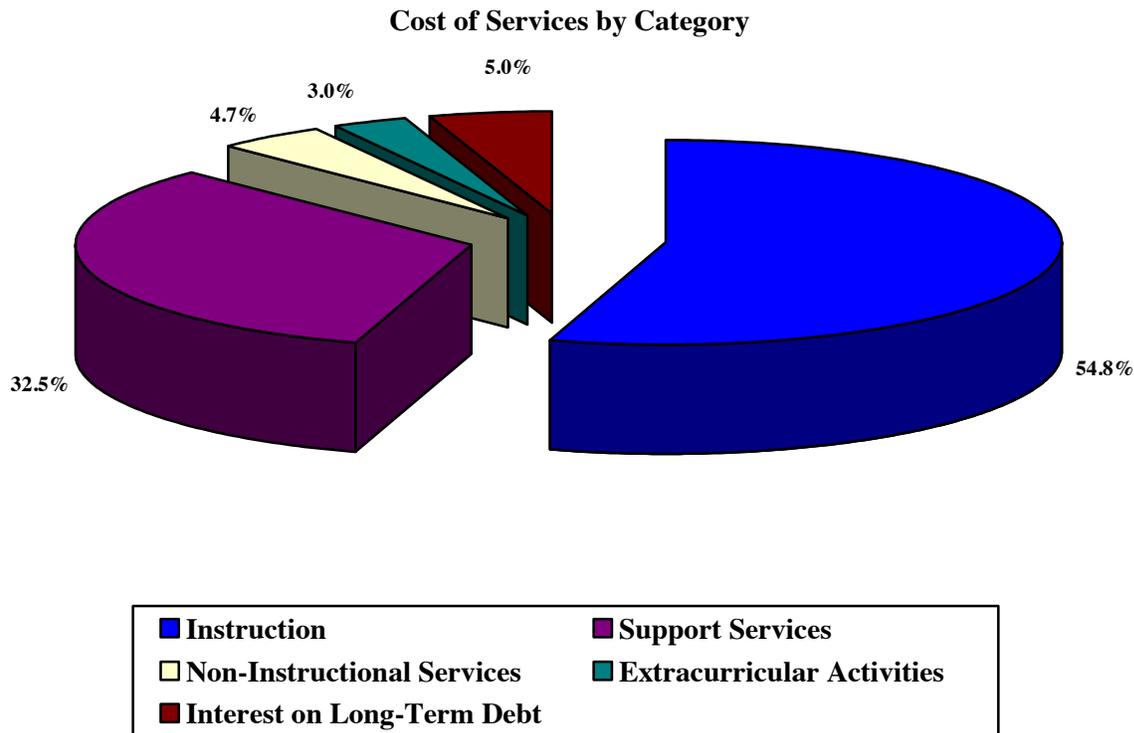
### Governmental Activities

	<b>Total Cost of Services</b>	<b>Program Revenue</b>	<b>Revenue as a Percent of Total Cost</b>	<b>Net Cost of Service</b>
Instruction	\$56,366,326	\$10,057,424	17.8%	\$46,308,902
Support Services	33,442,597	3,987,778	11.9%	29,454,819
Non-Instructional Services	4,835,125	4,761,475	98.5%	73,650
Extracurricular Activities	3,127,168	-	0.0%	3,127,168
Interest on Long-Term Debt	5,030,270	-	0.0%	5,030,270
<b>Totals</b>	<b><u>\$102,801,486</u></b>	<b><u>\$18,806,677</u></b>	<b><u>18.3%</u></b>	<b><u>\$83,994,809</u></b>

Source: Statement of Activities

# HAMILTON CITY SCHOOL DISTRICT

## Management's Discussion & Analysis For the Fiscal Year Ended June 30, 2010



Under the full accrual basis of accounting, total instruction costs increased from \$53.1 million to \$56.3 million (or 6.0%). Nearly 50% of the increase in instruction costs was due to depreciation expense in Regular Instruction and the remaining increase was necessary to meet the needs for the activities Special Instruction. Total support services costs increased \$1.8 million (or 5.7%) from \$31.6 million to \$33.4 million during FY 2010. The reason for this increase in support services cost is due to GASB 34 requirement to report any significant loss on disposal of assets as a general government type expense on the statement of activities (and any significant gains would be reported as revenue). In FY 2010, we reported \$3.9 million in losses on disposal of assets as we razed older buildings in preparation to build the new schools.

The total costs of services increased \$5 million in FY2010 compared to FY2009 and program revenue decreased \$341,889 in FY 2010. The decrease in program revenue along with the increase in service costs resulted in a \$5.3 million or 6.8% increase in net cost of services.

# HAMILTON CITY SCHOOL DISTRICT

## Management's Discussion & Analysis For the Fiscal Year Ended June 30, 2010

### FINANCIAL ANALYSIS OF THE DISTRICT'S MAJOR FUNDS

#### **Governmental Funds**

The District's governmental funds (as presented on the Balance Sheet) reported a combined fund balance of \$59.4 million. The unreserved fund balance can be a useful tool in measuring the District's net resources available for expenditure at the end of the fiscal year. The District has five major governmental funds. Of the \$19.2 million of net unreserved fund balance available at fiscal year end, a majority of that is in the Permanent Improvement Fund, Debt Service Fund, Building Program Fund and Capital Projects Fund (CFAP) and is associated with the ongoing capital improvement projects for which spending priorities have been established.

#### ***General Fund***

Equity in pooled cash and investments stands at \$8.1 million as of the fiscal year ended June 30, 2010 as compared to \$6.0 million as of the fiscal year ended June 30, 2009. Taxes receivable of \$22.7 million represents one year's estimated annual tax receipts due to the fact that the District collects tax revenues one year in arrears. Taxes receivable for FY 2010 represents a \$172,679 increase compared to FY 2009. Taxes receivable are not available to finance current operations.

Accrued wages and benefits quantify the dollar value of wages and benefits earned but not paid as of June 30, 2010. This is primarily due to teaching personnel that conclude their contractual obligations in early June but are paid on a 26-pay cycle that does not begin until September. Encumbrances represent orders for goods and services placed on or before June 30, 2010 that were not received and or paid for by June 30, 2010.

The General fund balance (using the modified accrual basis of accounting) for the fiscal year ended June 30, 2010 was (\$1.4) million, an increase of \$2.9 million (or 67.5%) compared to June 30, 2009. The major factors to the increase were due to higher Equity in Pooled Cash and Investments in FY2010 and lower Accrued Wages and Benefits.

#### ***Debt Service Fund***

All bonded debt is required to be retired through the Debt Service Fund. Proceeds from the 4.4-mil bond issue passed in May 1999 and the 4.91-mil bond issued passed in November 2006 are deposited in the Debt Service Fund and payments per the District's amortization schedule are made from the Debt Service Fund, as required. In FY 2010, the District received \$8.1 million of revenue in the Debt Service Fund and expended \$8.3 million, primarily in principal and interest payments on bonded debt.

#### ***Permanent Improvement Fund***

The Permanent Improvement Fund accounts for interest earnings on bonds issued in May 1999 and November 2006, as well as the revenue generated from three inside mils. Annual revenue was \$3.2 million in FY 2010 while total expenditures were \$3.8 million. Expenditures in the

# HAMILTON CITY SCHOOL DISTRICT

## Management's Discussion & Analysis For the Fiscal Year Ended June 30, 2010

Permanent Improvement Fund are for items that have a useful life of at least five years. The District anticipates the majority of the remaining fund balance to be used in its current construction projects. The Permanent Improvement Fund balance was \$9.2 million in FY2010 compared to \$9.8 million in FY2009. This is attributed to lower Equity in Pooled Cash and Investments as well as lower Taxes Receivable but also a drop in Deferred Revenue.

### ***Building Program Fund***

Proceeds from the \$72 million bonded debt issue from November 2006 were subsequently placed in the Building Program Fund. These proceeds will be used in the District OSFC construction project which began in FY 2007 and is still in progress.

### ***Capital Projects Fund***

The Capital Projects Fund (CFAP) was added as a major fund in fiscal year 2008 as activity started on the new building projects. In FY 2010, the District received \$28 million of revenue in the Capital Projects Fund and expended \$56 million.

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

The District's budget is prepared in accordance to Ohio law and is based on the budgetary basis of accounting. The most significant budgeted fund is the General Fund. The District's beginning General Fund budgeted expenditures for FY 2010 were \$72.9 million and the final budgeted expenditures for FY 2010 were \$68.3 million. The District's actual General Fund expenditures were \$68.3 million for FY2010. The District received revenues of \$69.8 million which was equal to the final budget and \$2.5 million higher than the original budget due to an increase in revenues generated from tuition and fees and intergovernmental revenue.

The District uses the five-year forecast as the original budget document. Upon updating the financial forecast for changes in revenue and expenditure assumptions, the school appropriation process starts with the preparation of building budgets which are based on equal amounts per pupil. The District adds departmental budgets, which are based on program needs. Current operating costs including salaries, fringe benefits, utilities, etc. are combined to arrive at final appropriations. The appropriations must fall within the confines of the financial resources that the District has included in its financial forecast.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

### **Capital Assets**

As of the fiscal year ended June 30, 2010, the District had \$208.2 million in capital assets, net of depreciation. Acquisitions for governmental activities totaled \$70.4 million, while annual depreciation was \$4.5 million. The majority of the District's acquisitions were the result of the District's continued progress on its facilities master plan. For more detailed information regarding capital assets, please see Note 6 of the notes to the financial statements.

# HAMILTON CITY SCHOOL DISTRICT

## Management's Discussion & Analysis For the Fiscal Year Ended June 30, 2010

### Debt Administration

A summary of long-term debt obligations can be found in Note 7 of the notes to the financial statements.

In 1999, the District passed a 4.4-mil bond issue that raised \$45.0 million for additions, renovations, and new construction. During FY 2005, the District issued \$23.2 million of debt refunding bonds in order to retire an equal amount of principal from the 1999 bond issue. The interest rate on the refunding bonds is lower than the interest on the previously outstanding bonds. In November 2006, the District passed a 4.91- mil bond issued that raised \$72.0 million for renovations and new construction.

As of the fiscal year ended June 30, 2010, the District had \$102.6 million in outstanding bonds with \$3.2 million of that amount due in one year. The District's overall legal debt margin is (\$22) million for the fiscal year ended June 30, 2010. The District received an exemption from the State of Ohio from the 9% debt limitation in order to participate in the Ohio School Facilities Commission's Classroom Facilities Assistance Program.

The projects in process or completed for the fiscal year ended June 30, 2010 includes the following:

- Construction of Brookwood Elementary Building. Completed September 2010.
- Construction of Crawford Woods Elementary Building. Completed September 2010.
- Construction of Highland Elementary Building. Completed September 2010.
- Construction of Riverview Elementary Building. Completed September 2010.
- Reconstruction of Wilson Middle School in process.
- Hamilton High School Field House Addition in process.
- Hamilton High School Renovation in process.

# HAMILTON CITY SCHOOL DISTRICT

## Management's Discussion & Analysis For the Fiscal Year Ended June 30, 2010

### ECONOMIC FACTORS

Like most districts in Ohio, the District's biggest general operating financial challenge is state funding for K-12 schools. Future increases in state funding will be dependent upon the State of Ohio's financial condition. The State Legislature has approved a new school funding formula known as the Ohio Evidence Based Model. This model will be phased in over the next 10 years.

The relatively flat local tax revenues add to the financial concerns and will require the District to adjust expenditure priorities in order to balance the budget annually. Due to the current financial condition of the State, the District is preparing for the possibility of a 10% reduction (\$5.1 million) in state funding beginning July 1, 2011. Additional revenue in the form of an operating levy may also need to be considered.

#### Other Economic Factors:

- The District is in its 17<sup>th</sup> year since a new operating levy was passed. While the District administration and the Board of Education are committed to making our financial resources stretch as far as possible, the level of future funding from the State of Ohio will dictate when the District needs the next operating levy.
- The District had experienced a slight increase in student population each year for the prior two fiscal school years. Future enrollment estimates have the District maintaining the current enrollment level. As of October 2010 the District's enrollment stands at 9301, up from 9253 as of October 2009. October enrollment drives the District's state funding.

#### Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. Should you have any questions about this report or need additional financial information, please contact Robert A. Hancock, CPA, Treasurer of Hamilton City School District at the following address.

Hamilton City School District  
Attention: Robert A. Hancock, Treasurer  
533 Dayton Street  
Hamilton, OH 45013

**Hamilton City School District**  
**Statement of Net Assets**  
**June 30, 2010**

	<b>Governmental Activities</b>
<b>Assets:</b>	
Equity in Pooled Cash and Investments	\$ 80,939,160
Receivables (Net of Allowances for Uncollectibles):	
Accounts	19,280
Interest	69,399
Intergovernmental	2,354,495
Taxes	34,930,085
Prepayments	2,622
Materials and Supplies Inventory	78,268
Deferred Charges	724,329
Non-Depreciable Capital Assets	87,042,386
Depreciable Capital Assets (Net)	121,130,639
<b>Total Assets</b>	<b>\$ 327,290,663</b>
<b>Liabilities:</b>	
Accounts Payable	\$ 471,193
Contracts Payable	8,596,328
Accrued Wages and Benefits	11,624,864
Retainage Payable	1,849,663
Intergovernmental Payable	202,565
Unearned Revenue	31,612,670
Accrued Interest Payable	425,208
Non-Current Liabilities:	
Due in One Year	3,689,083
Due in More Than One Year	109,983,161
<b>Total Liabilities</b>	<b>\$ 168,454,735</b>
<b>Net Assets:</b>	
Invested in Capital Assets (Net of Related Debt)	\$ 107,832,924
Restricted For:	
Debt Service	6,800,529
Capital Projects	48,295,336
Other Purposes	2,509,153
Unrestricted	(6,602,014)
<b>Net Assets</b>	<b>\$ 158,835,928</b>

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

**Hamilton City School District**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2010**

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net Revenue (Expense) and Changes in Net Assets</u>
		<u>Charges for Services and Sales</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
<b>Governmental Activities:</b>					
Instruction:					
Regular	\$ 41,057,819	\$ -	\$ 3,627,729	\$ -	\$ (37,430,090)
Special	13,160,424	-	5,894,032	-	(7,266,392)
Vocational	1,898,536	1,000	291,879	-	(1,605,657)
Adult/Continuing	249,547	9,675	233,109	-	(6,763)
Support Services:					
Pupils	6,215,363	-	716,219	17,863	(5,481,281)
Instructional Staff	5,233,397	-	2,780,788	-	(2,452,609)
Board of Education	416,760	-	-	-	(416,760)
Administration	8,645,643	-	460,312	-	(8,185,331)
Fiscal	1,206,997	-	-	-	(1,206,997)
Business	380,104	-	-	-	(380,104)
Operations and Maintenance	7,738,490	-	3,104	-	(7,735,386)
Pupil Transportation	2,811,243	-	-	-	(2,811,243)
Central	794,600	-	9,492	-	(785,108)
Non-Instructional Services:					
Food Service Operations	4,835,125	735,695	3,175,388	-	(924,042)
Community Services	-	-	850,392	-	850,392
Extracurricular Activities	3,127,168	-	-	-	(3,127,168)
Interest on Long-Term Debt	5,030,270	-	-	-	(5,030,270)
<b>Total Governmental Activities</b>	<b>\$ 102,801,486</b>	<b>\$ 746,370</b>	<b>\$ 18,042,444</b>	<b>\$ 17,863</b>	<b>\$ (83,994,809)</b>

**General Revenues:**

Property Taxes, Levied for General Purposes	16,701,523
Property Taxes, Levied for Debt Services	2,329,306
Property Taxes, Levied for Permanent Improvement	6,832,113
Grants and Entitlements:	
State Funding for Grants and Entitlements Not Restricted to Specific Programs	51,460,353
Investment Earnings	545,341
Miscellaneous	1,775,103
<b>Total General Revenues</b>	<b>79,643,739</b>

Change in Net Assets (4,351,070)

Net Assets Beginning of Year 163,186,998  
**Net Assets End of Year \$ 158,835,928**

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

**Hamilton City School District  
Balance Sheet  
Governmental Funds  
June 30, 2010**

	<u>General</u>	<u>Debt Service</u>	<u>Permanent Improvement</u>	<u>Building Program</u>
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$ 8,117,087	\$ 6,361,783	\$ 9,130,297	\$ 14,298,474
Receivables (Net of Allowances for Uncollectibles):				
Accounts	13,250	-	-	-
Interest	29,352	-	40,013	-
Intergovernmental	18,465	-	-	-
Taxes	22,678,221	8,781,457	2,990,254	-
Interfund Loan Receivable	369,977	-	-	-
Due from Other Funds	6,882	-	-	-
Prepayments	2,622	-	-	-
Materials and Supplies Inventory	-	-	-	-
<b>Total Assets</b>	<b><u>\$31,235,856</u></b>	<b><u>\$ 15,143,240</u></b>	<b><u>\$ 12,160,564</u></b>	<b><u>\$ 14,298,474</u></b>
<b>Liabilities:</b>				
Accounts Payable	\$ 258,824	\$ -	\$ 20,942	\$ -
Contracts Payable	-	-	-	1,393,170
Accrued Wages and Benefits	10,209,279	-	24,619	-
Retainage Payable	-	-	-	1,849,663
Interfund Loans Payable	-	-	-	-
Intergovernmental Payable	135,728	-	22	-
Due to Other Funds	6,618	-	-	-
Deferred Revenue	22,029,870	8,513,167	2,913,473	-
<b>Total Liabilities</b>	<b><u>\$32,640,319</u></b>	<b><u>\$ 8,513,167</u></b>	<b><u>\$ 2,959,056</u></b>	<b><u>\$ 3,242,833</u></b>
<b>Fund Balances:</b>				
Reserved for:				
Encumbrances	\$ 314,093	\$ -	\$ 324,379	\$ 7,232,019
Inventory	-	-	-	-
Prepayments	2,622	-	-	-
Property Taxes Available for Advance	664,079	268,290	230,659	-
Unreserved, Reported In:				
General Fund	(2,385,257)	-	-	-
Debt Service Fund	-	6,361,783	-	-
Special Revenue Fund	-	-	-	-
Capital Projects Fund	-	-	8,646,470	3,823,622
<b>Total Fund Balances</b>	<b><u>\$ (1,404,463)</u></b>	<b><u>\$ 6,630,073</u></b>	<b><u>\$ 9,201,508</u></b>	<b><u>\$ 11,055,641</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$31,235,856</u></b>	<b><u>\$ 15,143,240</u></b>	<b><u>\$ 12,160,564</u></b>	<b><u>\$ 14,298,474</u></b>

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

(Continued)

**Hamilton City School District  
Balance Sheet  
Governmental Funds  
June 30, 2010**

	<b>Capital Projects</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Assets:</b>			
Equity in Pooled Cash and Investments	\$ 38,907,167	\$ 4,124,352	\$ 80,939,160
Receivables (Net of Allowances for Uncollectibles):			
Accounts	-	6,030	19,280
Interest	-	34	69,399
Intergovernmental	1,884,187	451,843	2,354,495
Taxes	-	480,153	34,930,085
Interfund Loan Receivable	-	-	369,977
Due from Other Funds	-	-	6,882
Prepayments	-	-	2,622
Materials and Supplies Inventory	-	78,268	78,268
<b>Total Assets</b>	<b>\$ 40,791,354</b>	<b>\$ 5,140,680</b>	<b>\$ 118,770,168</b>
<b>Liabilities:</b>			
Accounts Payable	\$ -	\$ 191,427	\$ 471,193
Contracts Payable	7,203,158	-	8,596,328
Accrued Wages and Benefits	-	1,390,969	11,624,867
Retainage Payable	-	-	1,849,663
Interfund Loans Payable	-	369,977	369,977
Intergovernmental Payable	-	66,815	202,565
Due to Other Funds	-	264	6,882
Deferred Revenue	1,884,187	879,728	36,220,425
<b>Total Liabilities</b>	<b>\$ 9,087,345</b>	<b>\$ 2,899,180</b>	<b>\$ 59,341,900</b>
<b>Fund Balances:</b>			
Reserved for:			
Encumbrances	\$ 30,596,703	\$ 417,659	\$ 38,884,853
Inventory	-	78,268	78,268
Prepayments	-	-	2,622
Property Taxes Available for Advance	-	14,687	1,177,715
Unreserved, Reported In:			
General Fund	-	-	(2,385,257)
Debt Service Fund	-	-	6,361,783
Special Revenue Fund	-	1,636,009	1,636,009
Capital Projects Fund	1,107,306	94,877	13,672,275
<b>Total Fund Balances</b>	<b>\$ 31,704,009</b>	<b>\$ 2,241,500</b>	<b>\$ 59,428,268</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 40,791,354</b>	<b>\$ 5,140,680</b>	<b>\$ 118,770,168</b>

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

**Hamilton City School District  
Reconciliation of Total Governmental Fund Balances to  
Statement of Net Assets of Governmental Activities  
June 30, 2010**

Total Governmental Fund Balances 59,428,268

Amounts reported for governmental activities in the Statement of Assets are different because of the following:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Land	2,930,906	
Land Improvements	4,743,772	
Buildings and Building Improvements	123,401,353	
Furniture Fixtures and Equipment	15,233,114	
Vehicles	4,691,710	
Construction in Progress	84,111,480	
Accumulated Depreciation	<u>(26,939,310)</u>	
		208,173,025

Some of the district's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds. 4,607,758

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 Notes Payable	(102,610,000)	
Premium on Bonds	(4,011,440)	
Capital Lease Payable	(188,625)	
Compensated Absences	(6,862,179)	
Accrued Interest Payable	(425,208)	
Deferred Charges	724,329	
		<u>(113,373,123)</u>

Net Assets of Governmental Activities 158,835,928

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

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**Hamilton City School District**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2010**

	<u>General</u>	<u>Debt Service</u>	<u>Permanent Improvement</u>	<u>Building Program</u>
<b>Revenues:</b>				
Taxes	\$ 17,353,612	\$ 6,970,475	\$ 2,299,445	\$ -
Tuition	635,276	-	-	-
Charges for Services	132,946	-	-	-
Earnings on Investments	86,858	-	404,951	-
Intergovernmental	51,316,951	1,120,034	462,939	-
Other Local Revenues	34,318	-	-	13,425
<b>Total Revenues</b>	<b><u>69,559,961</u></b>	<b><u>8,090,509</u></b>	<b><u>3,167,335</u></b>	<b><u>13,425</u></b>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular	32,820,760	-	2,368,325	-
Special	6,886,893	-	29,784	-
Vocational	1,515,697	-	-	-
Adult/Continuing	-	-	-	-
Support Services:				
Pupils	5,111,719	-	31,686	-
Instructional Staff	2,450,116	-	243,643	-
Board of Education	410,412	-	3,000	-
Administration	4,245,245	-	54,208	-
Fiscal	1,032,823	115,492	44,383	-
Business	370,627	-	3,259	-
Operations and Maintenance	7,428,355	-	330,796	29,015
Pupil Transportation	2,571,018	-	449,841	-
Central	799,798	-	588	-
Non-Instructional Services:				
Food Service Operations	-	-	43,599	-
Other	-	-	-	-
Extracurricular Activities	754,272	-	4,681	-
Capital Outlay	2,299	-	167,470	13,766,542
Debt Service:				
Principal Retirement	150,900	3,015,000	-	-
Interest and Fiscal Charges	-	5,173,358	-	-
<b>Total Expenditures</b>	<b><u>66,550,934</u></b>	<b><u>8,303,850</u></b>	<b><u>3,775,263</u></b>	<b><u>13,795,557</u></b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,009,027</u>	<u>(213,341)</u>	<u>(607,928)</u>	<u>(13,782,132)</u>
<b>Other Financing Sources (Uses):</b>				
Transfers In	-	-	-	-
Proceeds from Sale of Capital Assets	56,686	-	-	-
Refund of Prior Year Expenditures	31,764	-	-	78
Refund of Prior Year Receipts	5,439	-	-	-
Transfers Out	(190,057)	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b><u>(96,168)</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>78</u></b>
Change in Fund Balance	2,912,859	(213,341)	(607,928)	(13,782,054)
Fund Balance: July 1, 2009	(4,317,322)	6,843,414	9,809,436	24,837,695
<b>Fund Balance: June 30, 2010</b>	<b><u>\$ (1,404,463)</u></b>	<b><u>\$ 6,630,073</u></b>	<b><u>\$ 9,201,508</u></b>	<b><u>\$ 11,055,641</u></b>

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

(Continued)

**Hamilton City School District**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2010**

	<b>Capital Projects</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Revenues:</b>			
Taxes	\$ -	\$ 383,210	\$ 27,006,742
Tuition	-	111,520	746,796
Charges for Services	-	736,511	869,457
Earnings on Investments	226,296	2,485	720,590
Intergovernmental	27,805,863	18,689,817	99,395,604
Other Local Revenues	-	753,835	801,578
<b>Total Revenues</b>	<b>28,032,159</b>	<b>20,677,378</b>	<b>129,540,767</b>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular	-	3,532,818	38,721,903
Special	-	6,157,465	13,074,142
Vocational	-	249,002	1,764,699
Adult/Continuing	-	247,788	247,788
Support Services:			
Pupils	-	1,011,853	6,155,258
Instructional Staff	-	2,674,694	5,368,453
Board of Education	-	-	413,412
Administration	-	456,298	4,755,751
Fiscal	-	6,710	1,199,408
Business	-	-	373,886
Operations and Maintenance	-	50,456	7,838,622
Pupil Transportation	-	-	3,020,859
Central	-	48,951	849,337
Non-Instructional Services:			
Food Service Operations	-	4,758,160	4,801,759
Other	-	28,166	28,166
Extracurricular Activities	-	332,681	1,091,634
Capital Outlay	55,940,621	100	69,877,032
Debt Service:			
Principal Retirement	-	-	3,165,900
Interest and Fiscal Charges	-	-	5,173,358
<b>Total Expenditures</b>	<b>55,940,621</b>	<b>19,555,142</b>	<b>167,921,367</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(27,908,462)	1,122,236	(38,380,600)
<b>Other Financing Sources (Uses):</b>			
Transfers In	-	289,311	289,311
Proceeds from Sale of Capital Assets	-	-	56,686
Refund of Prior Year Expenditures	-	-	31,842
Refund of Prior Year Receipts	-	-	5,439
Transfers Out	-	(99,254)	(289,311)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>190,057</b>	<b>93,967</b>
Change in Fund Balance	(27,908,462)	1,312,293	(38,286,633)
Fund Balance: July 1, 2009	59,612,471	929,207	97,714,901
<b>Fund Balance: June 30, 2010</b>	<b>\$ 31,704,009</b>	<b>\$ 2,241,500</b>	<b>\$ 59,428,268</b>

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

**Hamilton City School District**  
**Reconciliation of the Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**For the Fiscal Year Ended June 30, 2010**

Net Change in Fund Balance – Total Governmental Funds \$ (38,286,633)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

Capital Outlay	70,425,157
Depreciation Expense	(4,516,872)

Revenues in the Statement of Activities that do not provide current financial resources are fully deferred in the Statement of Revenues, Expenditures and Changes in Fund Balances. Therefore, the recognition of revenue from various types of receivables differ between the two statements. (29,924,766)

Repayment of debt principal and capital lease principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 3,165,900

Governmental funds report the effect of issuances costs and premiums when the debt is first issued, whereas these amounts are deferred and amortized in the Statements of Activities

Premium	162,078
Bond Issuance Costs	(29,266)

In the Statement of Activities, interest is accrued on the outstanding debt, however, in governmental funds, an interest expenditure is reported when due. 10,276

Because some property taxes will not be collected for several months after the district's fiscal year end, they are not considered "available" revenues and are deferred in the governmental funds. Deferred tax revenues increased by this amount this year. (1,143,800)

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. (283,213)

In the Statement of Activities, only the loss on the sale of capital assets is reported. (3,929,931)

Change in Net Assets of Governmental Activities	<u>\$ (4,351,070)</u>
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The notes to the basic financial statements are an integral part of this statement.

**Hamilton City School District**  
**Statement of Net Assets**  
**All Fiduciary Fund Types**  
**June 30, 2010**

	<b>Private Purpose Trusts</b>	<b>Agency Funds</b>
<b>Assets:</b>		
Equity in Pooled Cash and Invesments	\$ 173,891	\$ 68,676
Cash and Cash Equivalents with Fiscal Agents	500	-
<b>Total Assets</b>	<b><u>174,391</u></b>	<b><u>68,676</u></b>
<b>Liabilities:</b>		
Undistributed Monies	-	16,635
Due to Students	-	52,041
<b>Total Liabilities</b>	<b><u>-</u></b>	<b><u>68,676</u></b>
<b>Net Assets:</b>		
Held in Trust	<b><u>\$ 174,391</u></b>	<b><u>\$ -</u></b>

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

**Hamilton City School District  
Statement of Changes in Net Assets  
All Fiduciary Fund Types  
For the Fiscal Year Ended June 30, 2010**

	<b>Private Purpose Trusts</b>
<b>Additions:</b>	
Gifts and Contributions	\$ 32,498
Interest	99
Miscellaneous	33,657
<b>Total Additions</b>	<b><u>66,254</u></b>
<b>Deductions:</b>	
Payments in Accordance with Trust Agreements	<u>25,484</u>
<b>Total Deductions</b>	<b><u>25,484</u></b>
Changes in Net Assets	40,770
Net Assets, Beginning of the Year	<u>133,621</u>
<b>Net Assets, End of the Year</b>	<b><u>\$ 174,391</u></b>

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

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 1. Description of the District

The Hamilton City School District (the District) was originally chartered in 1851 by the Ohio State Legislature. In 1853, State laws were enacted to create local Boards of Education. Today, the District operates under current standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code.

The District operates under a locally elected five-member Board (the Board) form of government and provides educational services as authorized by its charter or further mandated by state and/or federal agencies. This Board controls the District's instructional and support facilities staffed by 385 non-certificated personnel and 683 certificated personnel to provide services to students and other community members.

As of June 30, 2010, the District was the 19th largest in the state of Ohio (among 613 districts) in terms of enrollment and the third largest school district in Butler County. It currently operates 8 elementary schools, 3 junior high schools (grades 7-8), 1 freshman school and a comprehensive high school (grades 10-12).

### 2. Summary of Significant Accounting Policies

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

#### A. The Reporting Entity

A financial reporting entity consists of a primary government and its component units. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments.

The District's Board of Education also serves as the statutory overseer of the Lane Public Library (the Library). As provided by Ohio Law, the Board of Education appoints trustees to the Library and approves the Library's annual tax budget. However, the District is not financially accountable for the activities of the Library. Furthermore, the District has only ministerial approval of the Library's tax budget and cannot amend the budget. The trustees are charged with the responsibility of managing the Library's overall operations and the Library is a separate entity for financial reporting purposes. Accordingly, the Library's financial position is not included in this report.

There are no component units combined with the District for financial statement presentation purposes, and it is not included in any other governmental reporting entity. Consequently, the District's statements include only the funds of those organizational entities for which its elected governing body is financially accountable. The District's major operations include education, pupil transportation, food service, and maintenance of District facilities.

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 2. Summary of Significant Accounting Policies (Continued)

#### B. Fund Accounting

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

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

General Fund – 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 to the District for any purpose provided it is expended or transferred according to the general laws of Ohio.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest and any related cost for the payment of interest on general obligation notes payable, as required by the laws of Ohio.

Permanent Improvement Fund – The Permanent Improvement Fund is used to account for all transactions related to the acquiring, constructing, or improving of such permanent improvements, as required by Chapter 5705 of the Ohio Revised Code.

Building Program Fund – The Building Program Fund is used to account for the receipts and expenditures related to special bond funds in the District. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here represent the costs of acquiring capital facilities including real property.

Capital Project Fund (CFAP) – The Capital Project Fund is used to account for the transactions related to the District's new school construction projects.

*Fiduciary Funds* report on net assets and changes in net assets. The District's fiduciary funds consist of a private-purpose trust fund and agency funds. The District's private-purpose trust fund accounts for scholarship programs for students. These assets are not available for the District's use. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Student Activity agency fund is used to account for the resources that belong to the various student groups in the District. The fund accounts for sales and other revenue generating activities by student activity programs. Fiduciary funds are not included in the government wide financial statements.

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 2. Summary of Significant Accounting Policies (Continued)

#### C. Basis of Presentation

*Government-wide Financial Statements* – The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities. The District has no business-type activities.

The government-wide statements are prepared using the economic resources measurement focus, which differs from the manner in which the governmental fund financial statements are prepared. Therefore, the governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statement for governmental funds.

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

*Fund Financial Statements* – Fund financial statements report detailed information about the District. The focus of governmental financial statements is on major funds rather than reporting funds by types. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present sources (i.e., revenues and other financial sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 2. Summary of Significant Accounting Policies (Continued)

#### D. Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements and related to the timing of the measurements made.

The modified accrual basis of accounting is used by the governmental funds. On a modified accrual basis, revenues are recorded when they become both measurable and available.

“Measurable” means the amount of the transaction can be determined; “available” means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period for the District is sixty days after fiscal year end. Under the modified accrual basis, the following revenue sources are deemed both measurable and available: property taxes available for advance, interest, tuition, student fees, and grants.

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, except for unmatured principal and interest on general long-term debt which is recognized when due. Allocations of costs, such as depreciation, are not recognized in the governmental funds.

Government-wide financial statements are prepared using the full accrual basis of accounting. Also, private-purpose trust funds and agency funds use full accrual accounting. Revenues are recognized when earned and expenses are recognized when incurred.

*Revenues: Exchange and Non-Exchange Transactions* – Revenues 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.

Non-exchange transactions, in which the District receives value without directly giving value in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes were levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the 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 non-exchange transactions must also be available before it can be recognized.

*Deferred Revenue* – Deferred revenues arise when assets are recognized before revenue recognition criteria have been satisfied. Property taxes measurable as of June 30, 2010, which are intended to finance fiscal year 2011 operations, have been recorded as deferred revenue. On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 2. Summary of Significant Accounting Policies (Continued)

#### E. Cash and Investments

To improve cash management, all cash received by the District is pooled in central bank accounts. Monies for all funds are maintained in these accounts or temporarily used to purchase short-term investments. Individual fund integrity is maintained through District records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the financial statements.

During the fiscal year, the District invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2010.

The Governmental Accounting Standards Board Statement No. 31 (GASB 31), "*Accounting and Financial Reporting for Certain Investments and for External Investment Pools*," requires that investments, with certain exceptions, be recorded at their fair value and that changes in the fair value are reported in the operating statements. Repurchase agreements and investments with maturities of one year or less from the date of purchase are valued at amortized costs. The District recorded investments held at June 30, 2010 at fair value.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue earned in fiscal year 2010 totaled \$720,590 for all governmental funds.

#### F. Inventory

All inventories are valued at cost using a first-in, first-out basis. Inventory in governmental funds are recorded as expenditures in the governmental fund types when purchased. 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 expendable resources even though it is a component of net current assets.

#### G. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the government-wide financial statements but are not reported in the governmental fund financial statements. The District defines capital assets as those with an individual cost of more than \$1,000 and an estimated useful life in excess of one year. All capital assets are capitalized at cost or estimated historical cost where no historical records exist. Donated capital assets are recorded at estimated fair values as of the date

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 2. Summary of Significant Accounting Policies (Continued)

received. 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 capitalized.

When capital assets are purchased, they are capitalized and depreciated in the government-wide statements. Capital assets are reported as expenditures of the current period in the governmental fund financial statements.

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

<u>Asset</u>	<u>Life (Years)</u>
Land Improvements	10 to 20 years
Building	30 to 50 years
Building Improvements	10 to 40 years
Furniture, Fixtures & Equipment	5 to 20 years
Vehicles	10 to 20 years

#### H. Interfund Balances

On fund financials, 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 of the statement of net assets. Interfund services provided and used are not eliminated in the process of consolidation. On fund financial statements, receivables and payables arising between funds for goods provided or services rendered are classified as "due from other funds" or "due to other funds".

#### I. Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the District's termination policy.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, a liability is recorded only for the portion of unpaid compensated absences that has matured, for example, as a result of employee resignations and retirements.

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 2. Summary of Significant Accounting Policies (Continued)

#### J. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements. Governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources, with the exception of compensated absences as noted above.

#### K. Fund Balance Reserves

The District records reservations for portions of fund equity that are legally segregated for specific future use or which do not represent available for appropriation or expenditure. Unreserved fund balances indicate that portion of fund equity that is available for appropriation in future periods. Fund equity reserves are established for encumbrances, property taxes, inventory, and prepayment.

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statutes.

#### L. Net Assets

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

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. The Statement of Net Assets reports \$57,605,018 of restricted net assets, none of which are restricted by enabling legislation.

#### M. Estimates

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

#### N. Prepayments

Payments made to vendors for services that will benefit periods beyond June 30, 2010, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount at the time of the purchase and the expenditure/expense in the year in which services are consumed.

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 3. Fund Balance Deficits

Fund balances at June 30, 2010 included the following individual fund deficits (includes accrual entries).

<b>General Fund:</b>	(1,404,463)		
<b>Special Revenue Funds:</b>			
Food Service	(277,825)	Title I	(351,199)
Early Childhood Educ Preschool	(8,666)	Title III	(212)
Ohio Reads Volunteer Grant	(353)	Title V	(751)
Alternative Schools	(11,895)	Title VI-B Preschool	(9,547)
Miscellaneous State Grants	(3,384)	Improving Teacher Quality	(6,779)
Title VI-B	(150,371)		

The above fund deficits arise from the recognition of expenditures on the modified accrual basis, which are greater than expenditures recognized on the budgetary basis. The deficits are also due to the timing of receiving reimbursements for goods and/or services rendered.

### 4. Deposits and Investments

State statutes classify monies held by the District in 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 two-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 or depositories. Interim deposits must be evidenced by certificates of deposit maturing not more than one year from the date of deposit, or by savings accounts, including passbook accounts.

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 money deposited with the institution.

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 4. Deposits and Investments (Continued)

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 agreements by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bond and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by other such obligations, provided the investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain banker's acceptances and commercial paper notes for a period not to exceed 180 days from the date of purchase in an amount not to exceed 25 percent of the interim moneys available for investment at any one time; and
8. Under limited circumstances, debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payments for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian. At the end of the fiscal year, the District had no undeposited cash on hand.

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 4. Deposits and Investments (Continued)

The following information classifies deposits and investments by categories of risk as defined in GASB Statement No. 40, "Deposit and Investment Risk Disclosures – an amendment of GASB Statement No. 3".

#### Deposits

At fiscal year end, the bank balance of the District's deposits was \$27,612,393. Of the bank balance:

1. \$27,406,312 was covered by federal depository insurance; and
2. \$206,081 was covered by collateral held by the pledging institution's trust department pursuant to Ohio Revised Code, Section 135.181. The Uniform Depository Act (Section 135.181) authorizes pledging of pooled securities in lieu of pledging specific securities. Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that at all times the total value of the securities so pledged is at least equal to 105% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance. The deposits not covered by federal depository insurance are considered uninsured and uncollateralized under the provisions of GASB Statement No. 40.

#### Investments

At June 30, 2010, the Board's investment balances were as follows:

**Table 1: Summary of Investment Categories**

Description	Credit Rating	Maturity	Investment Concentration	Fair Value
Fifth Third Money Market	N/A	N/A	12.56%	\$6,944,849
Federal Home Loan Bank Construction Bond	AAA	September 17, 2013	2.28%	1,260,163
Federal Home Loan Bank Construction Bond	AAA	June 22, 2011	4.70%	2,600,806
Federal Home Loan Bank Construction Bond	AAA	July 26, 2010	0.91%	501,405
Federal Home Loan Bank Construction Bond	AAA	August 10, 2010	1.82%	1,004,690
Star Ohio	AAAM	N/A	77.73%	<u>42,964,780</u>
<b>Total</b>				<b><u>\$55,276,693</u></b>

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 4. Deposits and Investments (Continued)

*Credit Risk:* Standard and Poor's rated The Board's investments AAAM. The Fifth Third Investment account is a money market account that pays interest monthly and is protected by pooled collateral. The Board has no policy on credit risk.

*Custodial Credit Risk:* Custodial credit risk is the risk that in the event of a failure of a counter party, 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 District's policy authorizes the Treasurer to make investments of available monies from the funds of the district in securities authorized by law including bonds, notes debentures or and obligation or securities issued by a Federal government agency or instrumentality. The District's investments in FHLB securities totaling \$5,367,064 are subject to custodial credit risk because the securities are uninsured, unregistered, and held by the District's brokerage firm.

*Interest Rate Risk:* The Board of Education's formal investment policy states that "Investments held by the Treasurer must mature within five (5) years, unless they are matched to a specific obligation or debt of the District." This policy is intended to mitigate interest rate risk. STAR Ohio maturity dates are varied and short and are not subject to interest rate risk.

*Concentration of Credit Risk:* The Board places a twenty-five percent (25%) limit on the concentration of interim funds invested in commercial paper notes or bankers acceptances provided the Treasurer has completed additional training. At June 30, 2010, the Treasurer did not hold either type of investment. The concentration percentages are shown in Table 1.

### 5. Property Taxes

Property taxes include amounts levied against real, public utility, and tangible personal (business) property. The assessed value, by property classification, upon which taxes collected in calendar year 2009 were based are as follows.

Real Estate	\$892,846,500
Public Utility Personal	2,962,300
Tangible Personal Property	<u>0</u>
Total Assessed Value	<u>\$895,808,800</u>

In 2010 real property taxes were levied in January on the assessed values as of January 1, 2009 the lien date. Assessed values are established by the County Auditor at 35% of appraised market value. A revaluation of real property is required to be completed no less than every six years, with a statistical update every third year. The most recent revaluation was completed in January 2009. Tangible personal property tax is assessed on equipment and inventory held by businesses.

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 5. Property Taxes (Continued)

Real property taxes are payable annually or semi-annually. In 2010 if paid annually, payment was due by March 3rd. If paid semiannually, the first payment (at least ½ of amount billed) was due March 3rd with the remainder due August 2nd.

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

Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is, therefore, offset by a credit to deferred revenue for that portion not intended to finance current year operations.

### 6. Capital Assets

As of June 30, 2010, the District has contractual commitments of \$46,441,282 for additional construction and renovation items related to its facilities.

A summary of the changes in capital asset activity for governmental activities during the fiscal year is shown in Table 2.

**Table 2: Schedule of Capital Assets**

	Balance 7/1/09	Additions	Disposals	Transfer In / (Out)	Balance 6/30/10
<i><u>Non-Depreciable Capital Assets:</u></i>					
Land	\$3,163,219	25,380	(4,440)	(253,253)	\$2,930,906
Construction in Progress	77,793,653	66,749,864	-	(60,432,037)	84,111,480
<b>Subtotal</b>	<u>80,956,872</u>	<u>66,775,244</u>	<u>(4,440)</u>	<u>(60,685,290)</u>	<u>87,042,386</u>
<i><u>Depreciable Capital Assets:</u></i>					
Land Improvements	1,600,301	57,587	(6,314)	3,092,198	4,743,772
Building and Improvements	70,815,804	735,392	(5,744,620)	57,594,777	123,401,353
Furniture/ Fixtures/ Equipment	14,952,310	2,401,052	(2,234,315)	114,067	15,233,114
Vehicles	4,677,502	455,882	(441,674)	-	4,691,710
<b>Subtotal</b>	<u>92,045,917</u>	<u>3,649,913</u>	<u>(8,426,923)</u>	<u>60,801,042</u>	<u>148,069,949</u>
<b>Total Capital Assets, Gross</b>	<u>173,002,789</u>	<u>70,425,157</u>	<u>(8,431,363)</u>	<u>115,752</u>	<u>235,112,335</u>
<i><u>Less Accumulated Depreciation:</u></i>					
Land Improvements	478,401	125,008	(810)	-	602,599
Building and Improvements	14,486,355	3,160,652	(2,075,122)	-	15,571,885
Furniture/ Fixtures/ Equipment	9,617,215	954,954	(1,983,826)	-	8,588,343
Vehicles	2,341,899	276,258	(441,674)	-	2,176,483
<b>Total Accumulated Depreciation</b>	<u>26,923,870</u>	<u>4,516,872</u>	<u>(4,501,432)</u>	<u>-</u>	<u>26,939,310</u>
<b>Total Capital Assets, Net</b>	<u>\$146,078,919</u>	<u>\$65,908,285</u>	<u>\$(3,929,931)</u>	<u>\$115,752</u>	<u>\$208,173,025</u>

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 6. Capital Assets (Continued)

Depreciation expense was charged to functions as follows.

Instruction:	
Regular	\$2,937,295
Special	120,745
Vocational	223,519
Adult/Continuing	1,759
Support Services:	
Pupils	120,461
Instructional Staff	211,057
Board of Education	3,348
Administration	88,711
Fiscal Services	9,046
Business	6,218
Operation & Maintenance	204,930
Pupil Transportation	223,647
Central	9,319
Food Services	161,642
Extra-Curricular Activities	<u>195,175</u>
Total Depreciation Expense	<u>\$4,516,872</u>

### 7. Long-Term Obligations

#### A. General Long-Term Bonds

The current obligations outstanding, issued to provide funds for the acquisition and construction of facilities and equipment, are general obligations of the school district for which the full faith and credit of the District is pledged for repayment. Accordingly, such unmatured obligations of the District are accounted for on the Statement of Net Assets. Payments of principal and interest relating to all District bonds are recorded as expenditures in the Debt Service Fund. A summary of the District's initial bond issuance is shown in Table 3.

**Table 3: Summary of District's Bond Issuance**

Purpose	Interest Rate	Issuance Date	Delivery Date	Final Maturity Date	Issuance Amount
School Improvement	5.51%	6/1/99	6/22/99	12/1/24	\$4,500,000
School Improvement	5.61%	9/1/99	9/28/99	12/1/24	\$44,500,000
Debt Refunding	4.74%	3/29/05	6/1/05	12/1/24	\$23,215,000
School Improvement	4.25%	3/8/07	3/8/07	12/1/34	\$72,000,000

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 7. Long-Term Obligations (Continued)

A summary of the District's bond activity for FY 2010 is contained in Table 4.

**Table 4: Summary of District's FY 2010 Bond Activity**

Purpose	Balance 7/1/09	FY 2010 Additions	FY 2010 Reductions	Balance 6/30/10
School Improvement	\$100,000	\$-	\$100,000	\$-
School Improvement	13,015,000	-	1,400,000	11,615,000
Refunding Bonds	22,350,000	-	130,000	22,220,000
School Improvement	70,160,000	-	1,385,000	68,775,000
<b>Totals</b>	<b>\$105,625,000</b>	<b>\$-</b>	<b>\$3,015,000</b>	<b>\$102,610,000</b>

A summary of the District's future annual service requirements to maturity for its bonds is shown in Table 5.

**Table 5: Schedule of Future Debt Obligations Related to Bonds**

Fiscal Year Ending June 30	Principal Due	Interest Due	Total FY Payments
FY 2011	\$3,275,000	\$5,025,608	\$8,300,608
FY 2012	3,465,000	4,861,209	8,326,209
FY 2013	3,495,000	4,689,938	8,184,938
FY 2014	3,660,000	4,511,037	8,171,037
FY 2015	3,725,000	4,335,363	8,060,363
FY 2016 to FY 2020	19,835,000	20,766,494	40,601,494
FY 2021 to FY 2025	27,870,000	12,666,688	40,536,688
FY 2026 to FY 2030	16,500,000	7,074,830	23,574,830
FY 2031 to FY 2035	20,785,000	2,682,181	23,467,181
<b>Totals</b>	<b>\$102,610,000</b>	<b>\$66,613,348</b>	<b>\$169,223,348</b>

**Table 6: Schedule of Future Debt Obligations Related to Capital Leases**

Fiscal Year Ending June 30	Principal Due	Interest Due	Total FY Payments
FY 2011	\$150,900	\$-	\$150,900
FY 2012	37,725	-	37,725
<b>Totals</b>	<b>\$188,625</b>	<b>\$-</b>	<b>\$188,625</b>

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 7. Long-Term Obligations (Continued)

#### B. Refunding Bonds

In March 2005, the District issued a \$23,215,000 General Obligation bond for the purpose of refunding \$3,500,000 of May 1999 School Improvement Serial Bonds and \$19,715,000 of May 1999 School Improvement Term Bonds. The bonds were issued for a twenty-year period, with final maturity in December 2024. The refunding resulted in no difference between the net carrying amount of the debt and the acquisition price.

In March 2007, the District issued \$72,000,000 in General Obligation bonds that were approved by the electorate of the Hamilton City School District in November 2006. This bonded debt will fulfill the District's local share in completing the master facilities plan. The State contribution is currently estimated to be \$124,922,187. Of that amount, in FY 2010, the District received \$29,642,988. The remaining OSFC contribution will be \$1,884,187 and is reflected in Intergovernmental Receivable.

#### C. Capital Leases

During FY 2007, the District entered into a lease agreement for \$754,500 for the acquisition of Canon copiers. The terms of the agreement provides options to purchase the equipment. The lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases", which defines a capital lease generally as one that transfers benefits and risks of ownership to the lessee at the conclusion of the lease term. The District made payments of \$150,900 under the Canon copier capital lease. The entire amount paid is attributable to principal payments as the Canon copier capital lease is interest free. Payments of principal relating to all District copier leases are recorded primarily as expenditures in the General Fund.

#### D. Changes in Long-Term Debt Obligations

During FY 2010, the changes presented in Table 7 occurred in relation to the District's long-term debt obligations. As stated previously, the District's long-term debt obligations are presented in the government-wide financial statements in the Statement of Net Assets. Compensated Absences are generally paid from the General Fund.

**Table 7: Changes in Long-Term Debt Obligations**

	<u>Principal Balance 7/1/09</u>	<u>Additions</u>	<u>Reductions</u>	<u>Principal Balance 6/30/10</u>	<u>Amounts Due in One Year</u>
<b>Governmental Activities:</b>					
General Obligation Bonds	\$105,625,000	\$-	\$3,015,000	\$102,610,000	\$3,275,000
Copier Capital Lease	339,525	-	150,900	188,625	150,900
Bond Premium	4,173,518	-	162,078	4,011,440	
Compensated Absences	6,578,966	439,244	156,031	6,862,179	263,183
<b>Totals</b>	<b><u>\$116,717,009</u></b>	<b><u>\$439,244</u></b>	<b><u>\$3,484,009</u></b>	<b><u>\$113,672,244</u></b>	<b><u>\$3,689,083</u></b>

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 8. Pension Plans and Other Post Employment Benefits

#### A. School Employees Retirement System:

The District contributes to the School Employees Retirements System of Ohio (SERS), a cost-sharing multiple employer public employee retirement system administered by the School Employees Retirement Board. SERS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available financial report that includes financial statements and required supplementary information for SERS. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746, or by calling (800) 878-5853.

Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute an actuarially determined rate, which is currently 14 percent of approved payroll. The contribution rates are established by SERS' Retirement Board within the rates allowed by State statute. The adequacy of the contribution rate is determined annually. For the fiscal year ending June 30, 2010, the allocation to pension and death benefits is 12.78 percent. The remaining 1.22 percent of the 14 percent employer contribution rate is allocated to the Health Care and Medicare B Funds. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2010, 2009 and 2008 were \$1,296,667; \$1,952,678; and \$1,960,272, respectively; 75 percent has been contributed for fiscal year 2010, 100 percent for fiscal year 2009 and 100 percent for fiscal year 2008. The District's current portion of the contribution for fiscal year 2010 is recorded as a liability within the respective funds.

#### B. State Teachers Retirement System

The District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides retirement, disability, and survivor benefits; annual health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771, or by calling (888) 227-7877.

New members have a choice of three retirement plans: a Defined Benefits Plan (DB Plan), a Defined Contribution Plan (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 members contributions and earned interest matched by STRS. Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to allocate all their member contributions and employer contributions equal to 10.5 percent of earned compensation among various investment choices. Investment decisions are made by the member. A member is eligible to receive a retirement benefits at age 50 and termination of employment. The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, the members invest, member contributions are allocated to investment choices by the member, and employer

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 8. Pension Plans (Continued)

contributions are used to fund a defined benefit payment at a reduced level from the regular DB Plan.

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

Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute 14 percent. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The District's required contributions for pension obligations to STRS for the years ended June 30, 2010, 2009, and 2008, were \$5,887,169; \$5,951,576; and \$5,988,866, respectively; 83.2 percent has been contributed for fiscal year 2010 and 100 percent has been contributed for fiscal year 2009 and 100 percent has been contributed for fiscal year 2008. The unpaid contribution for fiscal year 2010 is recorded as a liability within the respective funds.

#### C. Social Security System

All employees not otherwise covered by SERS or STRS have an option to choose Social Security or SERS/STRS. Ohio law permits Board of Education members to be compensated up to \$80 per meeting. As of June 30, 2010, members of the Hamilton City School District Board of Education have chosen to serve without compensation.

#### D. Other Information

The District provides comprehensive health care benefits to eligible retirees and their beneficiaries through the State Teachers Retirement System (STRS), and to retired non-certified employees and their dependents through the School Employees Retirement System (SERS). Benefits include hospitalization, physician fees, prescription drugs, and reimbursements of Medicare premiums. Benefit provisions and the obligations to contribute are established by STRS and SERS based on authority granted by State statute.

STRS Ohio administers a pension plan that is comprised of: a defined benefit plan; a self directed defined contribution plan and a combined plan which is a hybrid of the defined benefit and contribution plan. Ohio law authorizes STRS Ohio to offer a cost-sharing, multiple-employer health care plan. STRS Ohio provides access to health care coverage to eligible retirees who participated in the defined benefit or combined plans. Pursuant to 3307 of the Ohio Revised Code, the Retirement Board has discretionary authority over how much, if any, of the associated healthcare costs will be absorbed by STRS Ohio. All benefit recipients, for the most recent year, pay a portion of the health

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 8. Pension Plans (Continued)

care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14% employer contribution rate, 1% of covered payroll was allocated to post-employment health care for years ended June 30, 2010, 2009, and 2008. The 14% employer contribution rate is the maximum rate established under Ohio law. For the District, the amount to fund health care benefits equaled \$420,512 FY 2010, \$421,856 FY 2009, and \$424,480 during FY 2008.

SERS administers two postemployment benefit plans as a cost sharing, multiple employer plan: Medicare B Plan - The Medicare B plan reimburses Medicare Part B premiums by eligible retirees and beneficiaries as set forth in Ohio Revised Code (ORC) 3309.69. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B premium for calendar year 2010 was \$96.40 for most participants; SERS' reimbursement to retirees was \$45.50.

The Retirement Board, acting with the advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare B Fund. For fiscal year 2010, the actuarially required allocation is .76%. The District's contributions for the years ended June 30, 2010, 2009, and 2008 were \$106,383, \$104,607 and \$105,014, respectively, which equaled the required contributions each year.

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

The ORC provides the statutory authority to fund SERS' postemployment benefits through employer contributions. Active members do not make contributions to the post-employment benefits plan.

The Health Care Fund was established under, and is administered in accordance with, Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14% contribution to the Health Care Fund. At June 30, 2010, the health care allocation was .46%. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2010, the minimum compensation level was established at \$35,800. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 8. Pension Plans (Continued)

to the Health Care Fund. For the District, the contributions assigned to the fund health care benefits for the years ended June 30, 2010, 2009, and 2008 were \$234,321, \$584,243, and \$461,888 respectively. 50.6 percent has been contributed for fiscal year 2010 and 100 percent has been contributed for fiscal year 2009 and 100 percent has been contributed for fiscal year 2008.

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

### 9. Other Employee Benefits

#### A. Compensated Absences

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn 8 to 27 days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers and administrators who are not on twelve-month contract do not earn vacation time. Teachers, administrators, and classified employees earn sick leave at the rate of 1.25 days per month. Sick leave may accumulate up to 285 days. Upon retirement, payment is made for 25 percent of the first 150 days of sick leave accumulation plus 50 percent of the days accumulated above 150. In prior years, General Fund resources have been used to liquidate the liability for compensated absences.

#### B. Insurance Benefits

The District provides life insurance and accidental death and dismemberment insurance to regular employees through Aetna US Healthcare. Employees receive coverage in the amount of 1.5 to 2.5 times the amount of their annual salary, rounded to the nearest \$1,000.

### 10. Interfund Receivables / Payables / Transfers

On the fund financial statements, the General Fund has a receivable of \$6,882 that consists of amounts due from special revenue funds. The General Fund Interfund Loan Receivable for FY2010 was \$369,977.

During the year-ended June 30, 2010, transfers were made in the amount of \$190,057 between Non-Major Governmental Funds and the General Fund. Transfers were used to (1) move prior year funding for grants that ODE approved (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

# **HAMILTON CITY SCHOOL DISTRICT**

## **Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010**

### **11. Risk Management**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2010, commercial insurance carriers provided insurance coverage for property, liability, and vehicles. Settlements have not exceeded insurance coverage in any of the past three fiscal years. There were no significant reductions in insurance coverage from the previous year.

The District also provides life insurance and accidental death and dismemberment coverage to all employees. The amount of coverage per employee varies by bargaining unit. Aetna US Healthcare provides the life insurance coverage for the District.

The District pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs. The District has elected to provide medical, dental, and vision benefits for all eligible employees. Effective September 1, 1996, the District joined the Butler Health Plan in order to provide medical and dental coverage. The District maintains an Employee Benefits Fund to account for the vision self-insurance program. J.F. Malloy, Inc. provides claims review and processing services. For financial reporting this fund is combined into the General Fund.

### **12. Jointly Governed Organizations**

Southwestern Ohio Computer Association (SWOCA) is a jointly governed organization among a three county consortium of school districts. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts. Each of the governments of these schools support SWOCA based upon a per pupil charge dependent upon the software package used. SWOCA is governed by a Board of Directors consisting of the superintendents and treasurers of member school districts. The degree of control exercised by any participating school district is limited to its representation on the Board of Directors. The Board of Directors consists of one representative from each of the participating 29 school districts. During FY 2010, the District paid \$320,872 to SWOCA for services.

### **13. Contingent Liabilities**

#### **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.

# HAMILTON CITY SCHOOL DISTRICT

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

### 13. Contingent Liabilities (Continued)

Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District at June 30, 2010.

#### B. Litigation

The District was party to legal proceedings as of June 30, 2010. The District is of the opinion that the ultimate disposition of claims will not have a material effect, if any, on the financial condition of the District.

### 14. Statutory Reserves

The School District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by year-end or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years. State law has set the amount for the set-aside at the number of students times 3% of the average cost per pupil.

**Table 10: Statutory Reserves Summary**

	<b>Textbooks</b>	<b>Capital Acquisition</b>	<b>Totals</b>
Set-aside Cash Balance as of June 30, 2009	\$-	\$-	\$-
Current Year Set-aside Requirement	1,579,425	1,579,425	3,158,850
Qualifying Disbursements	<u>(1,601,170)</u>	<u>(71,035,636)</u>	<u>(72,636,806)</u>
Total	<u>(21,745)</u>	<u>(69,456,211)</u>	<u>(69,477,956)</u>
Set Aside Cash Balance as of June 30, 2010	-	-	-
Amount Restricted for Bus Purchases			-
Total Restricted Assets			<u>\$-</u>

Amounts listed as qualifying disbursements in this table are the total amounts for the year. The District had an excess of qualifying disbursements, however, the set-aside cash balance carried forward is \$0 for textbooks and capital acquisition.

**Required Supplementary Information**

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 17,970,694	\$ 17,547,065	\$ 17,547,065	\$ -
Tuition and Fees	164,203	628,123	628,123	-
Charges for Services	269,291	132,946	132,946	-
Earnings on Investments	597,287	178,864	178,864	-
Other Local Revenues:				
Rental of Property	31,501	18,839	18,839	-
Miscellaneous Revenue	239,550	22,676	22,676	-
Total Other Local Revenues	271,051	41,515	41,515	-
Intergovernmental	48,012,453	51,298,486	51,298,486	-
<b>Total Revenues</b>	<b>67,284,979</b>	<b>69,826,999</b>	<b>69,826,999</b>	<b>-</b>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	36,627,034	24,139,177	24,138,977	200
Fringe Benefits	13,941,502	7,921,337	7,921,337	-
Purchased Services	842,297	698,493	698,493	-
Materials and Supplies	429,797	426,322	426,323	(1)
Equipment Purchased	6,610	1,189	1,189	-
Other Expenditures	7,703	11,627	11,627	-
Total Regular Instruction	51,854,943	33,198,145	33,197,946	199
Special:				
Salaries and Wages	2,579,503	5,128,222	5,128,222	-
Fringe Benefits	467,180	767,732	767,732	-
Purchased Services	1,053,323	1,119,538	1,119,538	-
Materials and Supplies	22,132	22,907	22,906	1
Equipment Purchased	4,306	2,995	2,995	-
Other Expenditures	-	-	-	-
Total Special Instruction	4,126,445	7,041,394	7,041,393	1
Vocational:				
Salaries and Wages	473,269	1,059,735	1,059,735	-
Fringe Benefits	72,425	152,444	152,444	-
Purchased Services	100,701	209,757	209,757	-
Materials and Supplies	164,961	125,850	125,850	-
Equipment Purchased	159,974	60,510	60,510	-
Other Expenditures	1,660	2,239	2,239	-
Total Vocational Instruction	972,990	1,610,535	1,610,535	-

(continued)

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
Support Services:				
Pupil:				
Salaries and Wages	1,671,486	4,215,915	4,215,915	-
Fringe Benefits	308,340	651,839	651,839	-
Purchased Services	95,175	162,412	162,412	-
Materials and Supplies	239,140	218,003	218,003	-
Equipment Purchased	16,896	377	377	-
Other Expenditures	157,540	92,112	92,112	-
Total Pupil	2,488,576	5,340,658	5,340,658	-
Instructional Staff:				
Salaries and Wages	943,634	1,979,501	1,979,501	-
Fringe Benefits	263,020	480,809	480,809	-
Purchased Services	153,657	112,505	112,505	-
Materials and Supplies	218,973	184,081	184,082	(1)
Equipment Purchased	180,553	8,014	8,014	-
Other Expenditures	10,954	7,394	7,394	-
Total Instructional Staff	1,770,791	2,772,304	2,772,305	(1)
Board of Education:				
Fringe Benefits	40	-	-	-
Purchased Services	138,450	137,468	137,468	-
Materials and Supplies	110	-	-	-
Other Expenditures	281,200	279,826	279,826	-
Total Board of Education	419,800	417,294	417,294	-
Administration:				
Salaries and Wages	1,564,991	3,667,722	3,667,722	-
Fringe Benefits	357,036	716,622	716,622	-
Purchased Services	18,178	13,453	13,453	-
Materials and Supplies	54,867	44,762	44,762	-
Equipment Purchased	3,045	1,052	1,052	-
Other Expenditures	1,381	5,168	5,168	-
Total Administration	1,999,498	4,448,779	4,448,779	-
Fiscal:				
Salaries and Wages	262,949	564,907	564,907	-
Fringe Benefits	52,953	119,900	119,900	-
Purchased Services	12,275	10,414	10,414	-
Materials and Supplies	16,490	17,065	17,065	-
Equipment Purchased	-	-	-	-
Other Expenditures	348,516	354,126	354,126	-
Total Fiscal	693,183	1,066,412	1,066,412	-

(continued)

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Business:</b>				
Salaries and Wages	133,195	247,029	247,029	-
Fringe Benefits	20,935	41,996	41,996	-
Purchased Services	148,488	167,012	167,013	(1)
Materials and Supplies	32,332	(22,753)	(22,753)	-
Other Expenditures	100	200	200	-
<b>Total Business</b>	<b>335,050</b>	<b>433,484</b>	<b>433,485</b>	<b>(1)</b>
<b>Operations and Maintenance:</b>				
Salaries and Wages	1,217,414	3,246,095	3,246,095	-
Fringe Benefits	240,924	562,534	562,534	-
Purchased Services	3,913,625	3,600,431	3,600,430	1
Materials and Supplies	445,005	259,790	259,790	-
Equipment Purchased	20,336	43,316	43,316	-
Other Expenditures	200	-	-	-
<b>Total Operations and Maintenance</b>	<b>5,837,505</b>	<b>7,712,166</b>	<b>7,712,165</b>	<b>1</b>
<b>Pupil Transportation:</b>				
Salaries and Wages	872,373	1,896,224	1,896,224	-
Fringe Benefits	144,347	327,015	327,015	-
Purchased Services	24,912	39,017	39,017	-
Materials and Supplies	492,850	521,890	521,890	-
Equipment Purchased	6,600	(300)	(300)	-
<b>Total Transportation</b>	<b>1,541,082</b>	<b>2,783,846</b>	<b>2,783,846</b>	<b>-</b>
<b>Central:</b>				
Salaries and Wages	59,334	123,799	123,799	-
Fringe Benefits	11,161	24,860	24,860	-
Purchased Services	163,441	296,527	296,527	-
Materials and Supplies	43,245	35,433	35,433	-
Other Expenditures	247,250	241,098	241,098	-
<b>Total Central</b>	<b>524,431</b>	<b>721,717</b>	<b>721,717</b>	<b>-</b>

(continued)

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
Extracurricular Activities:				
Salaries and Wages	317,116	660,330	660,330	-
Fringe Benefits	52,343	108,972	108,972	-
Other Expenditures	10,000	10,000	10,000	-
Total Extracurricular Activities	<u>379,459</u>	<u>779,302</u>	<u>779,302</u>	-
Capital Outlay:				
Fringe Benefits	-	-	-	-
Purchased Services	9,084	1,999	1,999	-
Materials and Supplies	1,000	-	-	-
Capital Outlay	400	4,275	4,275	-
Other Expenditures	700	485	485	-
Total Capital Outlay	<u>11,184</u>	<u>6,759</u>	<u>6,759</u>	-
<b>Total Expenditures</b>	<u>72,954,936</u>	<u>68,332,795</u>	<u>68,332,596</u>	<u>199</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,669,957)</u>	<u>1,494,204</u>	<u>1,494,403</u>	<u>199</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	-	56,686	56,686	-
Operating Transfers In (Out)	(200,000)	(190,056)	(190,056)	-
Advances In	748,053	655,019	655,019	-
Advances Out	(750,000)	(369,977)	(369,977)	-
Refund of Prior Year Expenditures/Receipts	(488)	37,203	37,203	-
Miscellaneous Financing Sources (Uses)	78,266	-	-	-
Total Other Financing Sources (Uses)	<u>(124,169)</u>	<u>188,875</u>	<u>188,875</u>	-
Change in Fund Balance	(5,794,126)	1,683,079	1,683,278	199
Fund Balance July 1, 2009	5,083,096	5,083,096	5,083,096	-
Prior Year Encumbrances Appropriated	<u>909,835</u>	<u>909,835</u>	<u>909,835</u>	-
<b>Fund Balances June 30, 2010</b>	<u>\$ 198,805</u>	<u>\$ 7,676,010</u>	<u>\$ 7,676,209</u>	<u>\$ 199</u>

**Hamilton City School District**  
**Notes to Required Supplementary Information**  
**For the Fiscal Year Ended June 30, 2010**

**Note A Budgetary Basis of Accounting**

While the District is reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The legal level of control has been established by the Board at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education. The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budgetary basis and GAAP basis are as follows.

Revenues are recorded when received in cash (budgetary basis) as opposed to when susceptible to accrual (GAAP basis).

Expenditures are recorded when paid in cash (budgetary basis) as opposed to when the liability is incurred (GAAP basis).

Encumbrances are treated as expenditures (budgetary basis) rather than as a reservation of fund balance (GAAP basis).

The following summarizes the adjustments necessary to reconcile the GAAP statements and the budgetary basis schedule.

	<b><u>General Fund</u></b>
Change in Fund Balance (GAAP Basis)	\$2,912,859
Increase / (Decrease):	
Due to Revenues	267,038
Due to Expenditures	(1,251,931)
Due to Other Sources (Uses)	285,043
Due to Encumbrances	<u>(529,731)</u>
Change in Fund Balance (Budgetary Basis)	<u><u>1,683,278</u></u>

**Supplemental Section:  
Combining Statements and  
Individual Fund Schedules**

## Other Major Governmental Funds

### Other Major Governmental Funds

This section contains Budget and Actual statements on a non-GAAP basis of accounting for the Other Major Governmental Funds. The Other Major Governmental Funds consist of one Debt Service Fund and three Capital Project Funds. Combining statements are not required as all pertinent information is portrayed on the Governmental Funds Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances.

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

**Permanent Improvement Fund** – A fund provided to account for all transactions related to the acquisition, construction, or improvements to the District’s facilities (as authorized by Chapter 5705 of the Ohio Revised Code). This fund does not include amounts directly related to levy proceed expenditures.

**Building Program Fund** – A fund provided to account for expenditures of levy generated funds for the acquisition, construction, or improvement of the District’s facilities.

**Capital Projects Fund (CFAP)** – A fund provided to account for all transactions related to new school construction.

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Debt Service Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / Negative
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 7,206,405	\$ 7,065,760	\$ 7,065,760	\$ -
Intergovernmental	1,076,922	1,120,034	1,120,034	-
<b>Total Revenues</b>	<u>8,283,327</u>	<u>8,185,794</u>	<u>8,185,794</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Support Services:				
Fiscal:				
Other Expenditures	113,930	115,492	115,492	-
Total Fiscal	<u>113,930</u>	<u>115,492</u>	<u>115,492</u>	<u>-</u>
Debt Service:				
Principal:				
Principal Retirement	3,015,000	3,015,000	3,015,000	-
Total Principal	<u>3,015,000</u>	<u>3,015,000</u>	<u>3,015,000</u>	<u>-</u>
Interest:				
Interest and Fiscal Charges	5,173,358	5,173,358	5,173,358	-
Total Interest	<u>5,173,358</u>	<u>5,173,358</u>	<u>5,173,358</u>	<u>-</u>
<b>Total Expenditures</b>	<u>8,302,288</u>	<u>8,303,850</u>	<u>8,303,850</u>	<u>-</u>
Change in Fund Balance	(18,961)	(118,056)	(118,056)	-
Fund Balance: July 1, 2009	<u>6,479,842</u>	<u>6,479,842</u>	<u>6,479,842</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 6,460,882</u>	<u>\$ 6,361,786</u>	<u>\$ 6,361,786</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Permanent Improvement Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / Negative
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 2,386,945	\$ 2,331,696	\$ 2,331,696	\$ -
Earnings on Investments	3,703,186	92,975	92,975	-
Intergovernmental	408,175	462,939	462,939	-
Other Local Revenue	1,850	-	-	-
<b>Total Revenues</b>	<b>6,500,156</b>	<b>2,887,610</b>	<b>2,887,610</b>	<b>-</b>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Purchased Services	1,404,000	1,769,835	1,769,835	-
Materials and Supplies	439,174	709,011	709,010	1
Equipment Purchased	291,796	143,529	143,530	(1)
Total Regular Instruction	2,134,970	2,622,375	2,622,375	-
Special:				
Materials & Supplies	24,722	9,928	9,928	-
Equipment Purchased	-	19,479	19,479	-
Total Special Instruction	24,722	29,407	29,407	-
Vocational:				
Equipment Purchased	-	-	-	-
Total Vocational Instruction	-	-	-	-
Support Services:				
Pupils:				
Equipment Purchased	9,323	41,009	41,009	-
Total Pupils	9,323	41,009	41,009	-
Instructional Staff:				
Salaries	141,500	5,690	5,690	-
Fringe Benefits	61,110	877	877	-
Purchased Services	-	-	-	-
Materials & Supplies	-	15,500	15,500	-
Equipment Purchased	-	221,422	221,422	-
Total Instructional Staff	202,610	243,489	243,489	-
Board of Education:				
Purchased Services	12,000	12,000	12,000	-
Total Administration	12,000	12,000	12,000	-
Administration:				
Materials & Supplies	-	498	498	-
Equipment Purchased	63	53,710	53,710	-
Total Administration	63	54,208	54,208	-
Fiscal:				
Equipment Purchased	1,500	3,620	3,620	-
Other Expenditures	38,600	40,763	40,763	-
Total Fiscal	40,100	44,383	44,383	-
Business:				
Purchased Services	8,714	8,714	8,714	-
Equipment Purchased	-	90	90	-
Total Business	8,714	8,804	8,804	-

(continued)

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Permanent Improvement Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / Negative
	Original	Final		
Operations and Maintenance:				
Salaries	282,300	72,246	72,246	-
Fringe Benefits	38,700	10,314	10,314	-
Purchased Services	95,000	20,335	20,335	-
Equipment Purchased	18,000	309,443	309,442	1
Total Operations and Maintenance	434,000	412,338	412,337	1
Pupil Transportation:				
Purchased Services	-	-	-	-
Equipment Purchased	300,000	449,841	449,841	-
Total Pupil Transportation	300,000	449,841	449,841	-
Central:				
Purchased Services	-	24,530	24,530	-
Equipment Purchased	-	588	588	-
Total Central	-	25,118	25,118	-
Operation of Non-Instructional Services:				
Food Service Operations:				
Equipment Purchased	585	129,942	129,941	1
Total Operation Food Service Operations	585	129,942	129,941	1
Extracurricular Activities				
Purchased Services	7,000	5,797	5,797	-
Materials & Supplies	-	57,474	57,474	-
Equipment Purchased	-	124,273	124,273	-
Total Extracurricular Activities	7,000	187,544	187,544	-
Capital Outlay:				
Architecture and Engineering Services:				
Purchased Services	5,000	5,000	5,000	-
Total Architecture and Engineering Services	5,000	5,000	5,000	-
Building Acquisition and Construction Services:				
Salaries	140,000	142,496	142,496	-
Fringe Benefits	28,100	26,990	26,990	-
Total Building Acquisition and Construction Services	168,100	169,486	169,486	-

(continued)

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Permanent Improvement Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / Negative
	Original	Final		
Building Improvement Services:				
Equipment Purchased	-	4,805	4,805	-
Total Building Improvement Services	-	4,805	4,805	-
<b>Total Expenditures</b>	<b>3,347,186</b>	<b>4,439,749</b>	<b>4,439,747</b>	<b>2</b>
Change in Fund Balance	3,152,970	(1,552,139)	(1,552,137)	2
Fund Balance: July 1, 2009	9,616,920	9,616,920	9,616,920	-
Prior Year Encumbrances Appropriated	271,017	271,017	271,017	-
<b>Fund Balance: June 30, 2010</b>	<b>\$13,040,907</b>	<b>\$ 8,335,798</b>	<b>\$ 8,335,800</b>	<b>\$ 2</b>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Building Program Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / Negative
	Original	Final		
<b>Revenues:</b>				
Other Local Revenues				
Gifts and Donations	\$ 96,570	\$ 14,425	\$ 14,425	\$ -
<b>Total Revenues</b>	<b>\$ 96,570</b>	<b>\$ 14,425</b>	<b>\$ 14,425</b>	<b>\$ -</b>
<b>Expenditures:</b>				
Current:				
Support Services:				
Operations and Maintenance				
Purchased Services	24,800	34,440	34,440	-
Total Operations and Maintenance	24,800	34,440	34,440	-
Capital Outlay:				
Site Acquisition Services:				
Purchases	1,100	-	-	-
Total Site Acquisition Services	1,100	-	-	-
Site Improvement Services:				
Equipment Purchased	1,712,090	1,134,044	1,134,043	1
Total Site Improvement Services	1,712,090	1,134,044	1,134,043	1
Architecture and Engineering Services:				
Purchased Services	1,722,966	2,853,818	2,853,817	1
Total Architecture and Engineering Services	1,722,966	2,853,818	2,853,817	1
Building Acquisition and Construction Services:				
Purchased Services	946,775	1,974,400	1,974,401	(1)
Other	91,408	74,784	74,784	-
Equipment Purchased	393,279	15,654,316	15,654,316	-
Total Building Acquisition and Construction Services	1,431,462	17,703,500	17,703,501	(1)
<b>Total Expenditures</b>	<b>4,892,418</b>	<b>21,725,802</b>	<b>21,725,801</b>	<b>1</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,795,848)	(21,711,377)	(21,711,376)	1
Other Financing Sources (Uses)				
Refund of Prior Year Expenditure	-	78	78	-
Total Other Financing Sources (Uses)	-	78	78	-
Change in Fund Balance	(4,795,848)	(21,711,299)	(21,711,298)	1
Fund Balance: July 1, 2009	23,318,069	23,318,069	23,318,069	-
Prior Year Encumbrances Appropriated	4,050,284	4,050,284	4,050,284	-
<b>Fund Balance: June 30, 2010</b>	<b>\$ 22,572,505</b>	<b>\$ 5,657,054</b>	<b>\$ 5,657,055</b>	<b>\$ 1</b>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Capital Projects Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / Negative
	Original	Final		
<b>Revenues:</b>				
Other Local Revenues				
Earnings on Investments	\$ -	\$ 1,017,290	\$ 1,017,290	\$ -
Intergovernmental	15,000,000	25,114,230	25,114,230	\$ -
<b>Total Revenues</b>	<b>\$ 15,000,000</b>	<b>\$26,131,520</b>	<b>\$26,131,520</b>	<b>\$ -</b>
<b>Expenditures:</b>				
Site Improvement Services:				
Equipment Purchased	728,967	317,559	317,559	-
Total Site Improvement Services	728,967	317,559	317,559	-
Architecture and Engineering Services:				
Purchased Services	1,569,472	35,022	35,022	-
Total Architecture and Engineering Services	1,569,472	35,022	35,022	-
Building Acquisition and Construction Services:				
Purchased Services	550,568	2,482,808	2,482,807	1
Equipment Purchased	75,706,194	91,648,026	91,648,026	-
Total Building Acquisition and Construction Services	76,256,762	94,130,834	94,130,833	1
<b>Total Expenditures</b>	<b>78,555,201</b>	<b>94,483,415</b>	<b>94,483,414</b>	<b>1</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(63,555,201)	(68,351,895)	(68,351,894)	1
Other Financing Sources (Uses)				
Refund of Prior Year Receipts	(3,157,343)	-	-	-
Total Other Financing Sources (Uses)	(3,157,343)	-	-	-
Change in Fund Balance	(66,712,544)	(68,351,895)	(68,351,894)	1
Fund Balance: July 1, 2009	4,603,636	4,603,636	4,603,636	-
Prior Year Encumbrances Appropriated	65,646,557	65,646,557	65,646,557	-
<b>Fund Balance: June 30, 2010</b>	<b>\$ 3,537,649</b>	<b>\$ 1,898,298</b>	<b>\$ 1,898,299</b>	<b>\$ 1</b>

# Non-Major Governmental Funds

## Non-Major Special Revenue Funds

Special Revenue Funds are established to account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes. A description of the District's Special Revenue Funds follows.

**Insurance Replacement** - This fund provides for the replacement of items destroyed and/or stolen from the District (this covers the deductible on the District's insurance policies). This fund is not intended to account for major rebuilding, such projects would be accounted for in the capital projects account.

**TV Hamilton** - A fund provided to assist in the programming and broadcasting of local, public access television. This is a cooperative venture between the City of Hamilton, Ohio and Hamilton City School District.

**Public School Support** - A fund provided to account for specific local revenues sources, other than taxes or expendable trust, (i.e. profits from vending machines, sale of pictures, etc.). Expenditures from this fund include field trips, assemblies, materials, supplies, and equipment for use in the classroom.

**Other Grants** - A fund used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

**Classroom Facilities Maintenance** - A fund used to account for the proceeds of a levy for the maintenance of facilities.

**Athletic 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 would usually include athletic programs but could also include the band, cheerleaders, drill team, flag corps, drama club, and other similar type of activities.

**Auxiliary Service Fund** - A fund used to account for state funds which provided services and materials to pupils attending non-public schools within the boundaries of the District as provided for in state law. Expenditures are primarily for educational supplies, materials, and testing.

**Management Information System** - A fund provided for purchase of computer hardware and software or other costs associated with the implementation of the requirements of the management information system (Ohio Senate Bill 140).

## **Non-Major Governmental Funds (Continued)**

**Early Childhood Education Preschool** – A fund provided to account for monies for received for the preschool programs for three and four year olds.

**School Net Professional Development** - A fund provided to account for a limited number of professional development subsidy grants.

**Ohio Reads Volunteer Grant** - A fund provided to account for specific state revenue required to be expended for the implementation of a volunteer tutoring program to improve student reading skills.

**Alternative Schools** - A fund used to account for specific state revenue required to be expended on the administration and operation of summer school and other alternative means of education.

**Poverty Based Assistance (PBA)** - A fund set up to track the minimum mandated portion of the Poverty Based Assistance from the State Foundation payment. PBA replaced the Disadvantaged Pupil Impact Aid (DPIA) program but contains both continued funding for some programs previously in DPIA and funding for new programs.

**Miscellaneous State Grants** - A fund used to account for various monies received from state agencies that are not classified elsewhere.

**Adult Basic Education** - A fund provided to account for instructional programs for persons 16 years of age and older who are not enrolled in school and who have less than a twelfth grade education or its equivalent; development of basic education skills; increase of opportunities for useful employment; improvement of attitudes towards self, family, and community.

**Title VI-B** - A fund used to account for federal revenues used to assist with the training of teachers, supervisors, administrators, clinicians, or other specialists providing educational services to the handicapped.

**Carl D. Perkins** - A fund used to account for federal revenues for the development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, ancillary services, research, advisory committees, work-study project, and sex equity grants. (This fund is formerly known as the Vocational Evaluation Special Revenue Fund.)

## **Non-Major Governmental Funds (Continued)**

**ARRA Stabilization** - A fund used to help stabilize state and local budgets in order to minimize and avoid reductions in education and other essential services.

**Title II-D Technology** - This funding supports training for adults in the use of technology to develop or expand efforts that promote meaningful parental involvement. The goals are (1) to increase communication about curricula, assignments and assessments between students, parents and teachers; and (2) to help parents understand the technology being used in their child's education, so they can reinforce technology instruction at home.

**Bilingual Education Program (Title III)** - This program includes a provision of funds to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency. The program provides structured English language instruction, with respect to the years of study to which the program is applicable, and instruction in the child's native language to the extent necessary to allow a child to achieve competence in English. The instruction must incorporate the cultural heritage of these children and of other children in American society. The instruction must, to the extent necessary, be in all courses or subjects of study which will allow a child to meet grade promotion and graduation standards.

**Title I** - A fund provided for financial assistance to state and local educational agencies to meet the special needs of educationally deprived children.

**Title V** - A fund to assist state and local educational agencies in the reform of elementary and secondary education. Funds may be used for various materials, technology, and projects implementing school improvement and parental involvement activities authorized under ESEA, Title I. This program is subject to non-supplanting requirement and must use a restricted indirect cost rate which is referenced under 34 CFR 76.564-76.569.

**Drug Free Schools** - A fund provided to assist in drug abuse prevention early intervention, rehabilitation referral, education in elementary and secondary schools, and support components for reducing abuse of alcohol and other drugs.

**Title VI-B Preschool** - The Preschool Grant Program addresses the improvement and expansion of services for handicapped children ages three through five years.

## **Non-Major Governmental Funds (Continued)**

**Improving Teacher Quality** – A fund used to account for monies to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

**Miscellaneous Federal Grants** – A fund used to account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere. A separate cost center must be used for each grant.

**Food Service** - A fund used to account for all revenues and expenses related to the provision of food services for the District.

**Uniform School Supplies** - A rotary fund provided to account for the purchase and sale of school supplies as adopted by the Board of Education for use in the schools of the District.

**Vocational Rotary** - A rotary fund provided to account for all revenues and expenses related to the provision of goods and services to the general public by the vocational classes of the District.

**Adult Education** - A fund used to account for all revenues and expenses related to the provision of credit and non-credit classes to the general public.

### **Non-Major Capital Projects Funds**

Capital Projects Funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings, additions to existing buildings, or for major renovation projects. A description of the District's Non-Major Capital Projects Funds follows.

**Miscellaneous Capital Projects Fund** - A fund provided to account for District funds that have been added to the goal of constructing future new classroom facilities.

**Hamilton City School District  
Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2010**

	<b>Non-Major Special Revenue</b>	<b>Non-Major Capital Projects</b>	<b>Total Non-Major Governmental Funds</b>
<b>Assets:</b>			
Equity in Pooled Cash and Investments	\$ 4,029,475	\$ 94,877	\$ 4,124,352
Receivables (Net of Allowances for Uncollectibles):			
Accounts	6,030	-	6,030
Interest	34	-	34
Intergovernmental	451,843	-	451,843
Taxes	480,153	-	480,153
Due from Other Funds	-	-	-
Materials and Supplies Inventory	78,268	-	78,268
<b>Total Assets</b>	<b><u>\$ 5,045,803</u></b>	<b><u>\$ 94,877</u></b>	<b><u>\$ 5,140,680</u></b>
<b>Liabilities:</b>			
Accounts Payable	\$ 191,427	\$ -	191,427
Accrued Wages and Benefits	1,390,969	-	1,390,969
Interfund Loans Payable	369,977	-	369,977
Intergovernmental Payable	66,815	-	66,815
Due to Other Funds	264	-	264
Deferred Revenue	879,728	-	879,728
<b>Total Liabilities</b>	<b><u>\$ 2,899,180</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 2,899,180</u></b>
<b>Fund Balances:</b>			
Reserved for:			
Encumbrances	\$ 417,659	\$ -	417,659
Inventory	78,268	-	78,268
Property Tax Advances	14,687	-	14,687
Unreserved, Reported In:			
Special Revenue Fund	1,636,009	-	1,636,009
Capital Projects Fund	-	94,877	94,877
<b>Total Fund Balances</b>	<b><u>\$ 2,146,623</u></b>	<b><u>\$ 94,877</u></b>	<b><u>\$ 2,241,500</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 5,045,803</u></b>	<b><u>\$ 94,877</u></b>	<b><u>\$ 5,140,680</u></b>

**Hamilton City School District**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Non-Major Governmental Funds**  
**For the Fiscal Year Ended June 30, 2010**

	<b>Non-Major Special Revenue</b>	<b>Non-Major Capital Projects</b>	<b>Total Non-Major Governmental Funds</b>
<b>Revenues:</b>			
Property Taxes	\$ 383,210	\$ -	\$ 383,210
Tuition	111,520	-	111,520
Charges for Services	736,511	-	736,511
Earnings on Investments	2,485	-	2,485
Intergovernmental	18,689,817	-	18,689,817
Other Local Revenues	729,045	24,790	753,835
<b>Total Revenues</b>	<u>20,652,588</u>	<u>24,790</u>	<u>20,677,378</u>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular	3,532,818	-	3,532,818
Special	6,157,465	-	6,157,465
Vocational	249,002	-	249,002
Adult/Continuing	247,788	-	247,788
Support Services:			
Pupils	1,011,853	-	1,011,853
Instructional Staff	2,674,694	-	2,674,694
Administration	456,298	-	456,298
Fiscal	6,710	-	6,710
Operations and Maintenance	50,456	-	50,456
Central	48,951	-	48,951
Non-Instructional Services:			
Food Service Operations	4,758,160	-	4,758,160
Other Services	28,166	-	28,166
Extracurricular Activities	332,681	-	332,681
Capital Outlay	-	100	100
<b>Total Expenditures</b>	<u>19,555,042</u>	<u>100</u>	<u>19,555,142</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,097,546</u>	<u>24,690</u>	<u>1,122,236</u>
<b>Other Financing Sources (Uses):</b>			
Transfers In	289,311	-	289,311
Transfers Out	(99,254)	-	(99,254)
<b>Total Other Financing Sources (Uses)</b>	<u>190,057</u>	<u>-</u>	<u>190,057</u>
Change in Fund Balance	1,287,603	24,690	1,312,293
Fund Balance: July 1, 2009	859,020	70,187	929,207
<b>Fund Balance: June 30, 2010</b>	<u>\$ 2,146,623</u>	<u>\$ 94,877</u>	<u>\$ 2,241,500</u>

**Hamilton City School District  
Combining Balance Sheet  
Non-Major Special Revenue Funds  
June 30, 2010**

	<u>Insurance Replacement</u>	<u>TV Hamilton</u>	<u>Public School Support</u>	<u>Other Grants</u>	<u>Classroom Facilities Maintenance</u>	<u>Athletic Fund</u>
<b>Assets:</b>						
Equity In Pooled Cash and Investments	\$ 153,226	\$ 7,122	\$ 139,738	\$45,690	\$ 2,370,528	\$ 82,332
Receivables (Net of Allowance of Uncollectibles):						
Accounts	-	-	870	3,750	-	1,148
Interest	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Taxes	-	-	-	-	480,153	-
Materials and Supplies Inventory	-	-	-	-	-	-
<b>Total Assets</b>	<u>\$ 153,226</u>	<u>\$ 7,122</u>	<u>\$ 140,608</u>	<u>\$49,440</u>	<u>\$ 2,850,681</u>	<u>\$ 83,480</u>
<b>Liabilities:</b>						
Accounts Payable	\$ -	\$ -	\$ 6,614	\$ 16	\$ 14,732	\$ 20,759
Accrued Wages and Benefits	-	5,923	-	-	-	934
Interfund Loans Payable	-	-	-	6,685	-	15,654
Intergovernmental Payable	-	684	-	-	-	1,368
Due to Other Funds	-	87	-	-	-	-
Deferred Revenue	-	-	-	-	465,466	-
<b>Total Liabilities</b>	<u>\$ -</u>	<u>\$ 6,694</u>	<u>\$ 6,614</u>	<u>\$ 6,701</u>	<u>\$ 480,198</u>	<u>\$ 38,715</u>
<b>Fund Balances:</b>						
Reserved for Encumbrances	\$ -	\$ 4,365	\$ 4,197	\$ 812	\$ 132,584	\$ 9,874
Reserved for Inventory	-	-	-	-	-	-
Reservered for Property Taxes	-	-	-	-	14,687	-
Unreserved, Undesignated, Reported in:						
Special Revenue Funds	153,226	(3,937)	129,797	41,927	2,223,212	34,891
<b>Total Fund Balances</b>	<u>\$ 153,226</u>	<u>\$ 428</u>	<u>\$ 133,994</u>	<u>\$42,739</u>	<u>\$ 2,370,483</u>	<u>\$ 44,765</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 153,226</u>	<u>\$ 7,122</u>	<u>\$ 140,608</u>	<u>\$49,440</u>	<u>\$ 2,850,681</u>	<u>\$ 83,480</u>

<b>Auxiliary Service</b>	<b>Management Information System</b>	<b>Early Childhood Education Preschool</b>
\$ 206,812	\$ 17,863	\$ 13,419
-	-	-
-	-	-
3,761	-	12,482
-	-	-
-	-	-
<u>\$ 210,573</u>	<u>\$ 17,863</u>	<u>\$ 25,901</u>
\$ 55,663	\$ -	\$ -
73,346	-	22,077
-	-	-
626	-	8
-	-	-
-	-	12,482
<u>\$ 129,635</u>	<u>\$ -</u>	<u>\$ 34,567</u>
\$ 5,937	\$ -	\$ -
-	-	-
-	-	-
75,001	17,863	(8,666)
<u>\$ 80,938</u>	<u>\$ 17,863</u>	<u>\$ (8,666)</u>
<u>\$ 210,573</u>	<u>\$ 17,863</u>	<u>\$ 25,901</u>

(Continued)

**Hamilton City School District**  
**Combining Balance Sheet**  
**Non-Major Special Revenue Funds (Continued)**  
**June 30, 2010**

	<b>Ohio Reads Volunteer Grant</b>	<b>Alternative Schools</b>	<b>Miscellaneous State Grants</b>	<b>Adult Basic Education</b>	<b>Title VI-B</b>
<b>Assets:</b>					
Equity In Pooled Cash and Investments	\$ -	\$ 16,637	\$ 8,166	\$ 31,167	\$ 289,145
Receivables (Net of Allowance of Uncollectibles):					
Accounts	-	-	-	-	-
Interest	-	-	-	-	-
Intergovernmental	-	17,772	1,102	1,667	250,538
Taxes	-	-	-	-	-
Materials and Supplies Inventory	-	-	-	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 34,409</b>	<b>\$ 9,268</b>	<b>\$ 32,834</b>	<b>\$ 539,683</b>
<b>Liabilities:</b>					
Accounts Payable	\$ 1	\$ -	\$ -	\$ 455	\$ 6,603
Accrued Wages and Benefits	352	28,532	11,550	25,134	378,214
Interfund Loans Payable	-	-	-	-	44,114
Intergovernmental Payable	-	-	-	435	10,585
Due to Other Funds	-	-	-	-	-
Deferred Revenue	-	17,772	1,102	1,667	250,538
<b>Total Liabilities</b>	<b>\$ 353</b>	<b>\$ 46,304</b>	<b>\$ 12,652</b>	<b>\$ 27,691</b>	<b>\$ 690,054</b>
<b>Fund Balances:</b>					
Reserved for Encumbrances	\$ -	\$ -	\$ -	\$ 3,760	\$ 150,618
Reserved for Inventory	-	-	-	-	-
Reservered for Property Taxes	-	-	-	-	-
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	(353)	(11,895)	(3,384)	1,383	(300,989)
<b>Total Fund Balances</b>	<b>\$ (353)</b>	<b>\$ (11,895)</b>	<b>\$ (3,384)</b>	<b>\$ 5,143</b>	<b>\$ (150,371)</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ -</b>	<b>\$ 34,409</b>	<b>\$ 9,268</b>	<b>\$ 32,834</b>	<b>\$ 539,683</b>

<b>Carl D. Perkins</b>	<b>Title II-D</b>	<b>Title III</b>	<b>Title I</b>
\$ 33,125	\$ -	\$ 1,779	\$ 334,524
-	-	-	-
-	-	-	-
12,083	5,269	-	48,638
-	-	-	-
-	-	-	-
<u>\$ 45,208</u>	<u>\$ 5,269</u>	<u>\$ 1,779</u>	<u>\$ 383,162</u>
\$ -	\$ -	\$ -	\$ 16,016
28,471	444	1,952	643,857
-	4,050	-	20,055
3,308	-	39	5,795
-	-	-	-
12,083	-	-	48,638
<u>\$ 43,862</u>	<u>\$ 4,494</u>	<u>\$ 1,991</u>	<u>\$ 734,361</u>
\$ 11,315	\$ -	\$ -	\$ 861
-	-	-	-
-	-	-	-
(9,969)	775	(212)	(352,060)
<u>\$ 1,346</u>	<u>\$ 775</u>	<u>\$ (212)</u>	<u>\$ (351,199)</u>
<u>\$ 45,208</u>	<u>\$ 5,269</u>	<u>\$ 1,779</u>	<u>\$ 383,162</u>

(Continued)

**Hamilton City School District**  
**Combining Balance Sheet**  
**Non-Major Special Revenue Funds (Continued)**  
**June 30, 2010**

	<u>Title V</u>	<u>Title IV-A Drug Free Schools</u>	<u>Title VI-B Preschool</u>	<u>Improving Teacher Quality</u>	<u>Miscellaneous Federal Grants</u>	<u>Food Service</u>
<b>Assets:</b>						
Equity In Pooled Cash and Investments	\$ 3	\$ 2,134	\$ 17,569	\$ 88,406	\$ 67,691	\$ 25,152
Receivables (Net of Allowance of Uncollectibles):						
Accounts	-	-	-	-	-	-
Interest	-	-	-	-	-	34
Intergovernmental	-	-	-	69,980	-	28,551
Taxes	-	-	-	-	-	-
Materials and Supplies Inventory	-	-	-	-	-	78,268
<b>Total Assets</b>	<u>\$ 3</u>	<u>\$ 2,134</u>	<u>\$ 17,569</u>	<u>\$ 158,386</u>	<u>\$ 67,691</u>	<u>\$ 132,005</u>
<b>Liabilities:</b>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 47,386
Accrued Wages and Benefits	754	1,233	26,716	94,793	4,648	41,992
Interfund Loans Payable	-	-	-	-	262	279,157
Intergovernmental Payable	-	-	400	392	2,057	41,118
Due to Other Funds	-	-	-	-	-	177
Deferred Revenue	-	-	-	69,980	-	-
<b>Total Liabilities</b>	<u>\$ 754</u>	<u>\$ 1,233</u>	<u>\$ 27,116</u>	<u>\$ 165,165</u>	<u>\$ 6,967</u>	<u>\$ 409,830</u>
<b>Fund Balances:</b>						
Reserved for Encumbrances	\$ 302	\$ 2,144	\$ -	\$ 500	\$ 41,707	\$ 24,581
Reserved for Inventory	-	-	-	-	-	78,268
Reservered for Property Taxes	-	-	-	-	-	-
Unreserved, Undesignated, Reported in:						
Special Revenue Funds	(1,053)	(1,243)	(9,547)	(7,279)	19,017	(380,674)
<b>Total Fund Balances</b>	<u>\$ (751)</u>	<u>\$ 901</u>	<u>\$ (9,547)</u>	<u>\$ (6,779)</u>	<u>\$ 60,724</u>	<u>\$(277,825)</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 3</u>	<u>\$ 2,134</u>	<u>\$ 17,569</u>	<u>\$ 158,386</u>	<u>\$ 67,691</u>	<u>\$ 132,005</u>

<b>Uniform School Supplies</b>	<b>Vocational Rotary</b>	<b>Adult Education</b>	<b>Totals</b>
\$ 47,285	\$ 8,792	\$ 21,170	\$4,029,475
262	-	-	6,030
-	-	-	34
-	-	-	451,843
-	-	-	480,153
-	-	-	78,268
<u>\$ 47,547</u>	<u>\$ 8,792</u>	<u>\$ 21,170</u>	<u>\$5,045,803</u>
\$ 23,182	\$ -	\$ -	\$ 191,427
-	-	47	1,390,969
-	-	-	369,977
-	-	-	66,815
-	-	-	264
-	-	-	879,728
<u>\$ 23,182</u>	<u>\$ -</u>	<u>\$ 47</u>	<u>\$2,899,180</u>
\$ 24,102	\$ -	\$ -	\$ 417,659
-	-	-	78,268
-	-	-	14,687
263	8,792	21,123	1,636,009
<u>\$ 24,365</u>	<u>\$ 8,792</u>	<u>\$ 21,123</u>	<u>\$2,146,623</u>
<u>\$ 47,547</u>	<u>\$ 8,792</u>	<u>\$ 21,170</u>	<u>\$5,045,803</u>

**Hamilton City School District**  
**Combining Balance Sheet**  
**Non-Major Capital Project Funds**  
**June 30, 2010**

	<b>Miscellaneous Capital Projects</b>	<b>Totals</b>
	<u>                    </u>	<u>                    </u>
<b>Assets:</b>		
Cash and Cash Equivalents	\$ 94,877	\$ 94,877
<b>Total Assets</b>	<u>\$ 94,877</u>	<u>\$ 94,877</u>
<b>Liabilities:</b>		
Accounts Payable	\$ -	\$ -
<b>Total Liabilities</b>	<u>\$ -</u>	<u>\$ -</u>
<b>Fund Balances:</b>		
Unreserved, Undesignated	94,877	94,877
<b>Total Fund Balances</b>	<u>\$ 94,877</u>	<u>\$ 94,877</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 94,877</u>	<u>\$ 94,877</u>

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**Hamilton City School District**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Non-Major Special Revenue Funds**  
**For the Fiscal Year Ended June 30, 2010**

	<u>Insurance Replacement</u>	<u>TV Hamilton</u>	<u>Public School Support</u>	<u>Other Grants</u>	<u>Classroom Facilities Maintenance</u>
<b>Revenues:</b>					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 383,210
Tuition	-	-	54,913	-	-
Charges for Services	-	-	-	-	-
Earnings on Investments	-	-	121	-	2,112
Intergovernmental	-	141,817	-	35,681	264,041
Other Local Revenues	126,238	44,160	222,437	17,638	268
<b>Total Revenues</b>	<u>126,238</u>	<u>185,977</u>	<u>277,471</u>	<u>53,319</u>	<u>649,631</u>
<b>Expenditures:</b>					
Current:					
Instruction:					
Regular	14,810	-	-	33,935	-
Special	-	-	-	-	-
Vocational	-	132,443	-	-	-
Adult/Continuing	-	-	-	-	-
Support Services:					
Pupils	-	-	272,630	4,723	-
Instructional Staff	-	-	-	2,500	-
Administration	-	-	-	-	-
Fiscal	-	-	-	-	6,710
Operations and Maintenance	-	-	-	5,539	44,195
Central	-	-	-	16,940	-
Non-Instructional Services:					
Food Service Operations	-	-	2,600	44	-
Other Services	-	-	-	-	-
Extracurricular Activities	-	-	-	-	-
<b>Total Expenditures</b>	<u>14,810</u>	<u>132,443</u>	<u>275,230</u>	<u>63,681</u>	<u>50,905</u>
Excess (Deficiency) of Revenues Over / (Under) Expenditures	<u>111,428</u>	<u>53,534</u>	<u>2,241</u>	<u>(10,362)</u>	<u>598,726</u>
<b>Other Financing Sources (Uses):</b>					
Transfers In	-	-	54,588	-	-
Transfers Out	-	-	(54,587)	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>-</u>
Change in Fund Balance	111,428	53,534	2,242	(10,362)	598,726
Fund Balance: July 1, 2009	<u>41,798</u>	<u>(53,106)</u>	<u>131,752</u>	<u>53,101</u>	<u>1,771,757</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 153,226</u>	<u>\$ 428</u>	<u>\$ 133,994</u>	<u>\$ 42,739</u>	<u>\$ 2,370,483</u>

<u>Athletic Fund</u>	<u>Auxiliary Service</u>	<u>Management Information System</u>	<u>Early Childhood Education Preschool</u>	<u>School Net Professional Development</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	206	-	-	-
-	660,608	17,863	120,160	32,009
<u>312,674</u>	-	-	-	-
<u>312,674</u>	<u>660,814</u>	<u>17,863</u>	<u>120,160</u>	<u>32,009</u>
-	-	-	377	-
-	-	-	111,873	-
-	-	-	-	-
-	-	-	-	-
-	-	-	7,185	-
-	-	-	-	1,317
-	-	-	157	-
-	-	-	-	-
3,411	-	-	-	-
-	-	2	-	32,009
-	-	-	-	-
7,216	579,628	-	-	-
-	2,128	-	-	-
<u>329,166</u>	-	-	-	-
<u>339,793</u>	<u>581,756</u>	<u>2</u>	<u>119,592</u>	<u>33,326</u>
<u>(27,119)</u>	<u>79,058</u>	<u>17,861</u>	<u>568</u>	<u>(1,317)</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>(27,119)</u>	<u>79,058</u>	<u>17,861</u>	<u>568</u>	<u>(1,317)</u>
<u>71,884</u>	<u>1,880</u>	<u>2</u>	<u>(9,234)</u>	<u>1,317</u>
<u>\$ 44,765</u>	<u>\$ 80,938</u>	<u>\$ 17,863</u>	<u>\$ (8,666)</u>	<u>\$ -</u>

(Continued)

**Hamilton City School District**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Non-Major Special Revenue Funds (Continued)**  
**For the Fiscal Year Ended June 30, 2010**

	<b>Ohio Reads Volunteer Grant</b>	<b>Alternative Schools</b>	<b>Poverty Based Assistance</b>	<b>Miscellaneous State Grants</b>
<b>Revenues:</b>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Tuition	-	-	-	-
Charges for Services	-	-	-	-
Earnings on Investments	-	-	-	-
Intergovernmental	-	148,886	-	53,948
Other Local Revenues	-	-	-	-
<b>Total Revenues</b>	<b>-</b>	<b>148,886</b>	<b>-</b>	<b>53,948</b>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular	-	-	(365,135)	-
Special	-	142,733	(2,595)	5,329
Vocational	-	-	-	-
Adult/Continuing	-	-	-	-
Support Services:				
Pupils	-	-	(6,733)	46,380
Instructional Staff	-	-	-	12,725
Administration	-	-	(4,150)	-
Fiscal	-	-	-	-
Operations and Maintenance	-	-	(2,689)	-
Central	-	-	-	-
Non-Instructional Services:				
Food Service Operations	-	-	-	-
Other Services	-	-	-	-
Extracurricular Activities	-	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>142,733</b>	<b>(381,302)</b>	<b>64,434</b>
Excess (Deficiency) of Revenues Over / (Under) Expenditures	-	6,153	381,302	(10,486)
<b>Other Financing Sources (Uses):</b>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Change in Fund Balance	-	6,153	381,302	(10,486)
Fund Balance: July 1, 2009	(353)	(18,048)	(381,302)	7,102
<b>Fund Balance: June 30, 2010</b>	<b>\$ (353)</b>	<b>\$ (11,895)</b>	<b>\$ -</b>	<b>\$ (3,384)</b>

<b>Adult Basic Education</b>	<b>Title VI-B</b>	<b>Carl D. Perkins</b>	<b>ARRA Stabilization</b>	<b>Title II-D</b>	<b>Title III</b>	<b>Title I</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
301,339	3,848,542	186,490	3,091,697	29,556	102,389	5,244,499
-	-	-	-	-	-	-
<u>301,339</u>	<u>3,848,542</u>	<u>186,490</u>	<u>3,091,697</u>	<u>29,556</u>	<u>102,389</u>	<u>5,244,499</u>
-	-	-	3,091,697	-	-	331,707
-	2,110,757	-	-	-	121,280	3,560,294
-	-	111,923	-	-	-	-
245,531	-	-	-	-	-	-
-	-	-	-	-	-	-
-	538,296	84,407	-	-	420	-
69,704	742,040	-	-	25,310	-	1,132,671
783	347,281	-	-	-	-	111,196
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	127,583	-	-	3,471	-	32,889
-	21,815	-	-	-	-	4,207
-	-	-	-	-	-	-
<u>316,018</u>	<u>3,887,772</u>	<u>196,330</u>	<u>3,091,697</u>	<u>28,781</u>	<u>121,700</u>	<u>5,172,964</u>
<u>(14,679)</u>	<u>(39,230)</u>	<u>(9,840)</u>	<u>-</u>	<u>775</u>	<u>(19,311)</u>	<u>71,535</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(14,679)	(39,230)	(9,840)	-	775	(19,311)	71,535
<u>19,822</u>	<u>(111,141)</u>	<u>11,186</u>	<u>-</u>	<u>-</u>	<u>19,099</u>	<u>(422,734)</u>
<u>\$ 5,143</u>	<u>\$ (150,371)</u>	<u>\$ 1,346</u>	<u>\$ -</u>	<u>\$ 775</u>	<u>\$ (212)</u>	<u>\$ (351,199)</u>

(Continued)

**Hamilton City School District**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Non-Major Special Revenue Funds (Continued)**  
**For the Fiscal Year Ended June 30, 2010**

	<u>Title V</u>	<u>Drug Free Schools</u>	<u>Title VI-B Preschool</u>	<u>Improving Teacher Quality</u>
<b>Revenues:</b>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Tuition	-	-	-	-
Charges for Services	-	-	-	-
Earnings on Investments	-	-	-	-
Intergovernmental	-	53,412	160,567	625,661
Other Local Revenues	-	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>53,412</u>	<u>160,567</u>	<u>625,661</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular	-	-	-	177,192
Special	-	42,179	65,615	-
Vocational	-	-	-	-
Adult/Continuing	-	-	-	-
Support Services:				
Pupils	-	-	64,545	-
Instructional Staff	-	-	23,607	456,319
Administration	-	-	1,031	-
Fiscal	-	-	-	-
Operations and Maintenance	-	-	-	-
Central	-	-	-	-
Non-Instructional Services:				
Food Service Operations	13	3,430	-	-
Other Services	-	-	-	-
Extracurricular Activities	-	-	-	-
<b>Total Expenditures</b>	<u>13</u>	<u>45,609</u>	<u>154,798</u>	<u>633,511</u>
Excess (Deficiency) of Revenues Over / (Under) Expenditures	<u>(13)</u>	<u>7,803</u>	<u>5,769</u>	<u>(7,850)</u>
<b>Other Financing Sources (Uses):</b>				
Transfers In	20,652	-	-	24,015
Transfers Out	-	-	-	(44,667)
<b>Total Other Financing Sources (Uses)</b>	<u>20,652</u>	<u>-</u>	<u>-</u>	<u>(20,652)</u>
Change in Fund Balance	20,639	7,803	5,769	(28,502)
Fund Balance: July 1, 2009	<u>(21,390)</u>	<u>(6,902)</u>	<u>(15,316)</u>	<u>21,723</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ (751)</u>	<u>\$ 901</u>	<u>\$ (9,547)</u>	<u>\$ (6,779)</u>

<b>Miscellaneous Federal Grants</b>	<b>Food Service</b>	<b>Uniform School Supplies</b>	<b>Vocational Rotary</b>	<b>Adult Education</b>	<b>Totals</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 383,210
-	-	46,932	-	9,675	111,520
-	735,695	-	816	-	736,511
-	34	-	12	-	2,485
254,312	3,315,980	-	-	360	18,689,817
-	4,725	905	-	-	729,045
<u>254,312</u>	<u>4,056,434</u>	<u>47,837</u>	<u>828</u>	<u>10,035</u>	<u>20,652,588</u>
6,623	-	241,612	-	-	3,532,818
-	-	-	-	-	6,157,465
-	-	-	4,636	-	249,002
-	-	-	-	2,257	247,788
-	-	-	-	-	1,011,853
208,501	-	-	-	-	2,674,694
-	-	-	-	-	456,298
-	-	-	-	-	6,710
-	-	-	-	-	50,456
-	-	-	-	-	48,951
-	4,001,286	-	-	-	4,758,160
-	16	-	-	-	28,166
-	-	3,515	-	-	332,681
<u>215,124</u>	<u>4,001,302</u>	<u>245,127</u>	<u>4,636</u>	<u>2,257</u>	<u>19,555,042</u>
<u>39,188</u>	<u>55,132</u>	<u>(197,290)</u>	<u>(3,808)</u>	<u>7,778</u>	<u>1,097,546</u>
-	-	190,056	-	-	289,311
-	-	-	-	-	(99,254)
-	-	<u>190,056</u>	-	-	<u>190,057</u>
39,188	55,132	(7,234)	(3,808)	7,778	1,287,603
<u>21,536</u>	<u>(332,957)</u>	<u>31,599</u>	<u>12,600</u>	<u>13,345</u>	<u>859,020</u>
<u>\$ 60,724</u>	<u>\$(277,825)</u>	<u>\$ 24,365</u>	<u>\$ 8,792</u>	<u>\$ 21,123</u>	<u>\$ 2,146,623</u>

**Hamilton City School District**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Non-Major Capital Project Funds**  
**For the Fiscal Year Ended June 30, 2010**

	<u>Misc. Capital Projects</u>	<u>Totals</u>
<b>Revenues:</b>		
Other Local Revenues	24,790	24,790
<b>Total Revenues</b>	<u>24,790</u>	<u>24,790</u>
<b>Expenditures:</b>		
Capital Outlay	100	\$ 100
<b>Total Expenditures</b>	<u>100</u>	<u>100</u>
Change in Fund Balance	24,690	24,690
Fund Balance: July 1, 2009	<u>70,187</u>	<u>70,187</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 94,877</u>	<u>\$ 94,877</u>

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**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Insurance Replacement Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Other Local Revenues:				
Miscellaneous Revenue	\$ 1,000	\$126,238	\$126,238	\$ -
Total Other Local Revenues	1,000	126,238	126,238	-
<b>Total Revenues</b>	<u>1,000</u>	<u>126,238</u>	<u>126,238</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Materials and Supplies	1,146	11,855	11,855	-
Equipment Purchased	290	2,955	2,955	-
Total Regular Instruction	1,436	14,810	14,810	-
Support Services:				
Administration				
Materials and Supplies	104	-	-	-
Equipment Purchased	1,046	-	-	-
Total Administration	1,150	-	-	-
<b>Total Expenditures</b>	<u>2,586</u>	<u>14,810</u>	<u>14,810</u>	<u>-</u>
Change in Fund Balance	(1,586)	111,428	111,428	-
Fund Balance: July 1, 2009	41,800	41,800	41,800	-
Prior Year Encumbrances Appropriated	-	-	-	-
<b>Fund Balance: June 30, 2010</b>	<u>\$ 40,214</u>	<u>\$153,228</u>	<u>\$153,228</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**TV Hamilton Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Other Local Revenues:				
Gifts and Donations	\$ -	\$ 48,110	\$ 48,110	\$ -
Total Other Local Revenues	-	48,110	48,110	-
Intergovernmental	130,000	141,817	141,817	-
<b>Total Revenues</b>	<b>130,000</b>	<b>189,927</b>	<b>189,927</b>	<b>-</b>
<b>Expenditures:</b>				
Current:				
Instruction:				
Vocational:				
Salaries and Wages	84,325	85,324	85,324	-
Fringe Benefits	24,062	25,253	25,253	-
Purchased Services	14,809	13,585	13,585	-
Materials and Supplies	6,440	5,951	5,951	-
Equipment Purchased	8,518	40,724	40,724	-
Total Vocational Instruction	138,154	170,837	170,837	-
<b>Total Expenditures</b>	<b>138,154</b>	<b>170,837</b>	<b>170,837</b>	<b>-</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,154)	19,090	19,090	-
Other Financing Sources and Uses				
Advances Out	-	(34,553)	(34,553)	-
Total Other Financing Sources (Uses)	-	(34,553)	(34,553)	-
Change in Fund Balance	(8,154)	(15,463)	(15,463)	-
Fund Balance: July 1, 2009	-	-	-	-
Prior Year Encumbrances Appropriated	18,219	18,219	18,219	-
<b>Fund Balance: June 30, 2010</b>	<b>\$ 10,065</b>	<b>\$ 2,756</b>	<b>\$ 2,756</b>	<b>\$ -</b>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Public School Support Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Property and Other Local Taxes	\$ -	\$ -	\$ -	\$ -
Tuition and Fees	97,493	54,913	54,913	-
Intergovernmental	300	-	-	-
Earnings on Investments	2,699	143	143	-
Other Local Revenues:				
Extracurricular Activities	187,167	165,812	165,812	-
Gifts and Donations	51,318	45,825	45,825	-
Miscellaneous Revenues	20,569	13,224	13,224	-
Total Other Local Revenues	<u>259,054</u>	<u>224,861</u>	<u>224,861</u>	<u>-</u>
<b>Total Revenues</b>	<u>359,546</u>	<u>279,917</u>	<u>279,917</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Support Services:				
Pupils:				
Fringe Benefits	10,056	18,059	18,059	-
Purchased Services	100,301	67,227	67,227	-
Materials and Supplies	120,640	131,792	131,793	(1)
Equipment Purchased	15,758	10,788	10,788	-
Other Expenditures	63,856	75,263	75,263	-
Total Pupil	<u>310,612</u>	<u>303,129</u>	<u>303,130</u>	<u>(1)</u>
Operation of Non-Instructional Services:				
Community Services:				
Other Expenditures	-	2,600	2,600	-
Total Community Services	<u>-</u>	<u>2,600</u>	<u>2,600</u>	<u>-</u>
<b>Total Expenditures</b>	<u>310,612</u>	<u>305,729</u>	<u>305,730</u>	<u>(1)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	48,934	(25,812)	(25,813)	(1)
Other Financing Sources (Uses)				
Operating Transfers In (Out)	(10,944)	2	2	-
Advances In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	<u>(10,944)</u>	<u>2</u>	<u>2</u>	<u>-</u>
Change in Fund Balance	37,991	(25,810)	(25,811)	(1)
Fund Balance: July 1, 2009	126,403	126,403	126,403	-
Prior Year Encumbrances Appropriated	<u>28,533</u>	<u>28,533</u>	<u>28,533</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u><u>\$192,927</u></u>	<u><u>\$129,126</u></u>	<u><u>\$129,125</u></u>	<u><u>\$ (1)</u></u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Other Grants Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Other Local Revenues:				
Miscellaneous Revenues	\$ 11,000	\$ 14,325	\$ 14,325	\$ -
Total Other Local Revenues	<u>11,000</u>	<u>14,325</u>	<u>14,325</u>	<u>-</u>
Intergovernmental	-	35,981	35,981	-
<b>Total Revenues</b>	<u>11,000</u>	<u>50,306</u>	<u>50,306</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Purchased Services	8,992	9,894	9,894	-
Materials and Supplies	27,968	27,981	27,981	-
Equipment Purchased	12,800	9,399	9,399	-
Other Expenditures	<u>1,065</u>	<u>2,121</u>	<u>2,121</u>	<u>-</u>
Total Regular Instruction	50,825	49,395	49,395	-
Central:				
Materials and Supplies	-	-	-	-
Other Expenditures	-	<u>16,940</u>	<u>16,940</u>	<u>-</u>
Total Central	-	16,940	16,940	-
<b>Total Expenditures</b>	<u>50,825</u>	<u>66,335</u>	<u>66,335</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(39,825)	(16,029)	(16,029)	-
Other Financing Sources (Uses)				
Advances In (Out)	<u>(1,317)</u>	185	185	-
Total Other Financing Sources (Uses)	<u>(1,317)</u>	<u>185</u>	<u>185</u>	<u>-</u>
Change in Fund Balance	(41,142)	(15,844)	(15,844)	-
Fund Balance: July 1, 2009	55,478	55,478	55,478	-
Prior Year Encumbrances Appropriated	<u>5,244</u>	<u>5,244</u>	<u>5,244</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 19,580</u>	<u>\$ 44,878</u>	<u>\$ 44,878</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Classroom Facilities Maintenance Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Property Taxes	\$ 397,796	\$ 388,585	\$ 388,585	\$ -
Earnings on Investments	17,819	2,701	2,701	-
Intergovernmental	262,775	264,041	264,041	-
<b>Total Revenues</b>	<b>678,390</b>	<b>655,327</b>	<b>655,327</b>	<b>-</b>
<b>Expenditures:</b>				
Fiscal:				
Other Expenditures	6,677	6,710	6,710	-
Total Fiscal	6,677	6,710	6,710	-
Operations and Maintenance of Plant:				
Purchased Services	93,323	176,778	176,778	-
Total Operations and Maintenance	93,323	176,778	176,778	-
<b>Total Expenditures</b>	<b>100,000</b>	<b>183,488</b>	<b>183,488</b>	<b>-</b>
Change in Fund Balance	578,390	471,839	471,839	-
Fund Balance: July 1, 2009	1,751,374	1,751,374	1,751,374	-
Prior Year Encumbrances Appropriated	-	-	-	-
<b>Fund Balance: June 30, 2010</b>	<b>\$2,329,764</b>	<b>\$2,223,213</b>	<b>\$2,223,213</b>	<b>\$ -</b>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Athletic Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Tuition and Fees	\$ 450	\$ -	\$ -	\$ -
Earnings on Investments	1,504	64	64	-
Other Local Revenues:				
Extracurricular Activities	287,893	232,973	232,973	-
Gifts and Donations	36,774	74,246	74,246	-
Miscellaneous Revenues	9,177	5,484	5,484	-
Total Other Local Revenues	<u>333,844</u>	<u>312,703</u>	<u>312,703</u>	<u>-</u>
<b>Total Revenues</b>	<u>335,798</u>	<u>312,767</u>	<u>312,767</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Support Services:				
Operations and Maintenance:				
Purchased Services	141	2,523	2,523	-
Materials and Supplies	1,725	888	888	-
Total Operations and Maintenance	<u>1,866</u>	<u>3,411</u>	<u>3,411</u>	<u>-</u>
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	15,370	650	650	-
Materials and Supplies	8,050	6,566	6,566	-
Total Community Services	<u>23,420</u>	<u>7,216</u>	<u>7,216</u>	<u>-</u>
Extracurricular Activities:				
Salaries and Wages	32,583	29,633	29,633	-
Fringe Benefits	4,287	4,761	4,761	-
Purchased Services	105,543	141,421	141,421	-
Materials and Supplies	143,392	119,656	119,658	(2)
Equipment Purchased	6,546	12,292	12,292	-
Other Expenditures	43,247	41,018	41,018	-
Total Extracurricular Activities	<u>335,597</u>	<u>348,781</u>	<u>348,783</u>	<u>(2)</u>
<b>Total Expenditures</b>	<u>360,883</u>	<u>359,408</u>	<u>359,410</u>	<u>(2)</u>
Excess (Deficiency) of Revenues Over (Under)				
Expenditures	<u>(25,085)</u>	<u>(46,641)</u>	<u>(46,643)</u>	<u>(2)</u>
Other Financing Sources (Uses):				
Advances In	5,808	15,654	15,654	-
Advances Out	(5,884)	(5,808)	(5,808)	-
Total Other Financing Sources (Uses)	<u>(76)</u>	<u>9,846</u>	<u>9,846</u>	<u>-</u>

(continued)

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Athletic Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance: Positive / (Negative)
	<u>Original</u>	<u>Final</u>		
Changes in Fund Balance	(25,161)	(36,795)	(36,797)	(2)
Fund Balance: July 1, 2009	67,070	67,070	67,070	-
Prior Year Encumbrances Appropriated	<u>31,492</u>	<u>31,492</u>	<u>31,492</u>	-
<b>Fund Balance: June 30, 2010</b>	<u>\$ 73,401</u>	<u>\$ 61,767</u>	<u>\$ 61,765</u>	<u>\$ (2)</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Auxiliary Service Special Revenue Funds**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Earnings on Investments	\$ 15	\$ 223	\$ 223	\$ -
Intergovernmental	618,818	656,847	656,847	-
<b>Total Revenues</b>	<u>618,833</u>	<u>657,070</u>	<u>657,070</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	348,186	344,939	344,939	-
Fringe Benefits	101,676	78,876	78,876	-
Purchased Services	10,969	10,732	10,732	-
Materials and Supplies	122,024	137,168	137,170	(2)
Equipment Purchased	81,472	68,853	68,854	(1)
Total Community Services	<u>664,327</u>	<u>640,568</u>	<u>640,571</u>	<u>(3)</u>
<b>Total Expenditures</b>	<u>664,327</u>	<u>640,568</u>	<u>640,571</u>	<u>(3)</u>
Change in Fund Balance	(45,494)	16,502	16,499	(3)
Fund Balance: July 1, 2009	83,883	83,883	83,883	-
Prior Year Encumbrances Appropriated	<u>45,509</u>	<u>45,509</u>	<u>45,509</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 83,898</u>	<u>\$ 145,894</u>	<u>\$ 145,891</u>	<u>\$ (3)</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Management Information System Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance: Positive / (Negative)
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ 17,863	\$ 17,863	\$ -
<b>Total Revenues</b>	<u>-</u>	<u>17,863</u>	<u>17,863</u>	<u>-</u>
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Fund Balance	-	17,863	17,863	-
Fund Balance: July 1, 2009	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ -</u>	<u>\$ 17,863</u>	<u>\$ 17,863</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Early Childhood Education Preschool**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 120,000	\$ 120,160	\$ 120,160	\$ -
<b>Total Revenues</b>	<u>120,000</u>	<u>120,160</u>	<u>120,160</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	85,477	83,596	83,596	-
Fringe Benefits	27,251	33,089	33,089	-
Materials and Supplies	3,720	4,041	4,041	-
Equipment Purchased	9,837	6,668	6,668	-
Total Special Instruction	<u>126,285</u>	<u>127,394</u>	<u>127,394</u>	<u>-</u>
Support Services:				
Pupils:				
Salaries and Wages	5,523	7,493	7,493	-
Fringe Benefits	1,749	2,944	2,944	-
Total - Support Services	<u>7,272</u>	<u>10,437</u>	<u>10,437</u>	<u>-</u>
<b>Total Expenditures</b>	<u>133,557</u>	<u>137,831</u>	<u>137,831</u>	<u>-</u>
Change in Fund Balance	(13,557)	(17,671)	(17,671)	-
Fund Balance: July 1, 2009	17,536	17,536	17,536	-
Prior Year Encumbrances Appropriated	13,557	13,557	13,557	-
<b>Fund Balance: June 30, 2010</b>	<u>\$ 17,536</u>	<u>\$ 13,422</u>	<u>\$ 13,422</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Network Connectivity Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ 32,009	\$ 32,009	\$ -
<b>Total Revenues</b>	-	32,009	32,009	-
<b>Expenditures:</b>				
Current:				
Support Services:				
Central:				
Purchased Services	-	32,009	32,009	-
Total Central	-	32,009	32,009	-
<b>Total Expenditures</b>	-	32,009	32,009	-
Change in Fund Balance	-	-	-	-
Fund Balance: July 1, 2009	-	-	-	-
Prior Year Encumbrances Appropriated	-	-	-	-
<b>Fund Balance: June 30, 2010</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**School Net Professional Development Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
<b>Total Revenues</b>	-	-	-	-
<b>Expenditures:</b>				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	1,367	1,381	1,381	-
Materials and Supplies	-	-	-	-
Total Instructional Staff	1,367	1,381	1,381	-
<b>Total Expenditures</b>	1,367	1,381	1,381	-
Change in Fund Balance	(1,367)	(1,381)	(1,381)	-
Fund Balance: July 1, 2009	14	14	14	-
Prior Year Encumbrances Appropriated	1,367	1,367	1,367	-
<b>Fund Balance: June 30, 2010</b>	<b>\$ 14</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Alternative Schools Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 151,714	\$ 148,886	\$ 148,886	\$ -
<b>Total Revenues</b>	<u>151,714</u>	<u>148,886</u>	<u>148,886</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	117,822	128,420	128,420	-
Fringe Benefits	33,892	36,835	36,835	-
Total Special Instruction	<u>151,714</u>	<u>165,255</u>	<u>165,255</u>	<u>-</u>
<b>Total Expenditures</b>	<u>151,714</u>	<u>165,255</u>	<u>165,255</u>	<u>-</u>
Change in Fund Balance	-	(16,369)	(16,369)	-
Fund Balance: July 1, 2009	33,004	33,004	33,004	-
Prior Year Encumbrances Appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 33,004</u>	<u>\$ 16,635</u>	<u>\$ 16,635</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Poverty Based Assistance Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
<b>Total Revenues</b>	-	-	-	-
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	126,971	123,224	123,224	-
Fringe Benefits	-	3,747	3,747	-
Total Regular Instruction	126,971	126,971	126,971	-
Support Services:				
Pupils:				
Salaries and Wages	5,725	5,725	5,725	-
Total Pupils	5,725	5,725	5,725	-
<b>Total Expenditures</b>	132,695	132,696	132,696	-
Change in Fund Balance	(132,695)	(132,696)	(132,696)	-
Fund Balance: July 1, 2009	132,695	132,695	132,695	-
Prior Year Encumbrances Appropriated	-	-	-	-
<b>Fund Balance: June 30, 2010</b>	<b>\$ 0</b>	<b>\$ (1)</b>	<b>\$ (1)</b>	<b>\$ -</b>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Miscellaneous State Grants Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ 56,948	\$ 56,948	\$ -
<b>Total Revenues</b>	-	56,948	56,948	-
<b>Expenditures:</b>				
Current:				
Special:				
Fringe Benefits	-	6	6	-
Purchased Services	950	-	-	-
Total Special Instruction	950	6	6	-
Support Services:				
Pupils:				
Salaries and Wages	-	40,588	40,588	-
Fringe Benefits	-	6,610	6,610	-
Materials and Supplies	1,733	1,737	1,737	-
Total Pupils	1,733	48,935	48,935	-
Instructional Staff:				
Salaries and Wages	-	506	506	-
Fringe Benefits	-	52	52	-
Purchased Services	4,337	4,521	4,521	-
Materials and Supplies	990	2,340	2,340	-
Equipment Purchased	5,295	5,307	5,307	-
Total Instructional Staff	10,622	12,726	12,726	-
<b>Total Expenditures</b>	13,305	61,667	61,667	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,305)	(4,719)	(4,719)	-
Other Financing Sources (Uses):				
Advances In (Out)	-	(1,089)	(1,089)	-
Total Other Financing Sources (Uses)	-	(1,089)	(1,089)	-
Change in Fund Balance	(13,305)	(5,808)	(5,808)	-
Fund Balance: July 1, 2009	667	667	667	-
Prior Year Encumbrances Appropriated	13,305	13,305	13,305	-
<b>Fund Balance: June 30, 2010</b>	<u>\$ 667</u>	<u>\$ 8,164</u>	<u>\$ 8,164</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Adult Basic Education Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 226,205	\$ 301,339	\$ 301,339	\$ -
<b>Total Revenues</b>	<u>226,205</u>	<u>301,339</u>	<u>301,339</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Adult / Continuing:				
Salaries and Wages	107,000	193,529	193,529	-
Fringe Benefits	27,991	40,069	40,069	-
Purchased Services	600	955	955	-
Materials and Supplies	3,020	10,704	10,704	-
Equipment Purchased	-	898	898	-
Total Adult / Continuing	<u>138,611</u>	<u>246,155</u>	<u>246,155</u>	<u>-</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	50,883	40,080	40,080	-
Fringe Benefits	14,915	11,261	11,261	-
Purchased Services	24,959	19,445	19,445	-
Materials and Supplies	1,947	1,930	1,930	-
Equipment Purchased	150	2,662	2,662	-
Total Instructional Staff	<u>92,854</u>	<u>75,378</u>	<u>75,378</u>	<u>-</u>
Administration:				
Purchased Services	1,000	634	634	-
Total Administration	<u>1,000</u>	<u>634</u>	<u>634</u>	<u>-</u>
<b>Total Expenditures</b>	<u>232,465</u>	<u>322,167</u>	<u>322,167</u>	<u>-</u>
Change in Fund Balance	(6,260)	(20,828)	(20,828)	-
Fund Balance: July 1, 2009	41,677	41,677	41,677	-
Prior Year Encumbrances Appropriated	<u>6,260</u>	<u>6,260</u>	<u>6,260</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 41,677</u>	<u>\$ 27,109</u>	<u>\$ 27,109</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Title VI-B Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 4,589,974	\$ 3,848,542	\$ 3,848,542	\$ -
<b>Total Revenues</b>	<u>4,589,974</u>	<u>3,848,542</u>	<u>3,848,542</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	1,866,416	1,437,312	1,437,312	-
Fringe Benefits	161,112	510,151	510,151	-
Purchased Services	64,000	32,500	32,500	-
Materials and Supplies	84,000	48,248	48,248	-
Equipment Purchased	170,000	123,173	123,173	-
Total Special Instruction	<u>2,345,527</u>	<u>2,151,384</u>	<u>2,151,384</u>	<u>-</u>
Support Services:				
Pupils:				
Salaries and Wages	458,859	239,117	239,117	-
Fringe Benefits	148,333	69,751	69,751	-
Purchased Services	238,596	269,436	269,436	-
Materials and Supplies	100,000	92,141	92,141	-
Equipment Purchased	30,000	35,652	35,652	-
Total Pupils	<u>975,788</u>	<u>706,097</u>	<u>706,097</u>	<u>-</u>
Instructional Staff:				
Salaries and Wages	535,195	502,110	502,110	-
Fringe Benefits	294,536	283,990	283,990	-
Total Instructional Staff	<u>829,731</u>	<u>786,100</u>	<u>786,100</u>	<u>-</u>
Administration:				
Salaries and Wages	235,832	234,793	234,793	-
Fringe Benefits	82,432	78,315	78,315	-
Total Administration	<u>318,264</u>	<u>313,108</u>	<u>313,108</u>	<u>-</u>
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	119,761	106,741	106,741	-
Fringe Benefits	23,998	24,235	24,235	-
Total Community Services	<u>143,760</u>	<u>130,976</u>	<u>130,976</u>	<u>-</u>
<b>Total Expenditures</b>	<u>4,613,070</u>	<u>4,087,665</u>	<u>4,087,665</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,096)	(239,123)	(239,123)	-
Other Financing Sources (Uses):				
Advances In	-	44,114	44,114	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>44,114</u>	<u>44,114</u>	<u>-</u>
Change in Fund Balance	(23,096)	(195,009)	(195,009)	-
Fund Balance: July 1, 2009	303,882	303,882	303,882	-
Prior Year Encumbrances Appropriated	<u>23,096</u>	<u>23,096</u>	<u>23,096</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 303,882</u>	<u>\$ 131,969</u>	<u>\$ 131,969</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Carl D. Perkins Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 185,344	\$ 186,490	\$ 186,490	\$ -
<b>Total Revenues</b>	<u>185,344</u>	<u>186,490</u>	<u>186,490</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Vocational:				
Salaries and Wages	63,714	66,639	66,639	-
Fringe Benefits	17,825	19,095	19,095	-
Purchased Services	4,100	4,103	4,103	-
Equipment Purchased	47,833	37,195	37,195	-
Total Vocational Instruction	<u>133,472</u>	<u>127,032</u>	<u>127,032</u>	<u>-</u>
Support Services:				
Pupils:				
Salaries and Wages	66,286	67,756	67,756	-
Fringe Benefits	17,175	21,741	21,741	-
Total Pupils	<u>83,461</u>	<u>89,497</u>	<u>89,497</u>	<u>-</u>
<b>Total Expenditures</b>	<u>216,933</u>	<u>216,529</u>	<u>216,529</u>	<u>-</u>
Change in Fund Balance	(31,589)	(30,039)	(30,039)	-
Fund Balance: July 1, 2009	19,162	19,162	19,162	-
Prior Year Encumbrances Appropriated	<u>31,589</u>	<u>31,589</u>	<u>31,589</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 19,162</u>	<u>\$ 20,712</u>	<u>\$ 20,712</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**ARRA - Education Stabilization**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$1,334,646	\$3,091,697	\$3,091,697	\$ -
<b>Total Revenues</b>	<u>1,334,646</u>	<u>3,091,697</u>	<u>3,091,697</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Fringe Benefits	111,220	3,091,697	3,091,697	-
Total Regular Instruction	<u>111,220</u>	<u>3,091,697</u>	<u>3,091,697</u>	<u>-</u>
<b>Total Expenditures</b>	<u>111,220</u>	<u>3,091,697</u>	<u>3,091,697</u>	<u>-</u>
Change in Fund Balance	1,223,426	-	-	-
Fund Balance: July 1, 2009	-	-	-	-
Prior Year Encumbrances Appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$1,223,426</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Title II-D Technology**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ 24,287	\$ 24,287	\$ -
<b>Total Revenues</b>	<u>-</u>	<u>24,287</u>	<u>24,287</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	-	18,851	18,851	-
Fringe Benefits	-	6,015	6,015	-
Total Instructional Staff	<u>-</u>	<u>24,866</u>	<u>24,866</u>	<u>-</u>
Total - Support Services	-	24,866	24,866	-
Operation of Non-Instructional Services:				
Community Services				
Purchased Services	-	1,800	1,800	-
Materials and Supplies	-	268	268	-
Equipment Purchased	-	1,403	1,403	-
Total Operations and Maintenance	<u>-</u>	<u>3,471</u>	<u>3,471</u>	<u>-</u>
Total - Operation of Non-Instructional Services	-	3,471	3,471	-
<b>Total Expenditures</b>	<u>-</u>	<u>28,337</u>	<u>28,337</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(4,050)	(4,050)	-
Other Financing Sources (Uses)				
Advances In (Out)	-	4,050	4,050	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>4,050</u>	<u>4,050</u>	<u>-</u>
Change in Fund Balance	-	-	-	-
Fund Balance: July 1, 2009	-	-	-	-
Prior Year Encumbrances Appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Bilingual Education Program (Title III) Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 66,792	\$ 102,389	\$ 102,389	\$ -
<b>Total Revenues</b>	<u>66,792</u>	<u>102,389</u>	<u>102,389</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	35,000	82,863	82,863	-
Fringe Benefits	14,792	34,870	34,870	-
Materials and Supplies	7,292	5,111	5,111	-
Total Special Instruction	<u>57,084</u>	<u>122,844</u>	<u>122,844</u>	<u>-</u>
Support Services:				
Pupils:				
Salaries and Wages	10,000	352	352	-
Fringe Benefits	2,000	98	98	-
Purchased Services	-	275	275	-
Materials and Supplies	-	720	720	-
Total Pupils	<u>12,000</u>	<u>1,445</u>	<u>1,445</u>	<u>-</u>
<b>Total Expenditures</b>	<u>69,084</u>	<u>124,289</u>	<u>124,289</u>	<u>-</u>
Change in Fund Balance	(2,292)	(21,900)	(21,900)	-
Fund Balance: July 1, 2009	21,392	21,392	21,392	-
Prior Year Encumbrances Appropriated	<u>2,292</u>	<u>2,292</u>	<u>2,292</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 21,392</u>	<u>\$ 1,784</u>	<u>\$ 1,784</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Title I Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 5,264,822	\$5,244,499	\$5,244,499	\$ -
<b>Total Revenues</b>	<u>5,264,822</u>	<u>5,244,499</u>	<u>5,244,499</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	200,235	152,429	152,429	-
Fringe Benefits	57,673	36,613	36,613	-
Purchased Services	10,920	15,449	15,449	-
Materials and Supplies	54,569	58,720	58,720	-
Equipment Purchased	40,325	99,713	99,713	-
Total Regular Instruction	<u>363,723</u>	<u>362,924</u>	<u>362,924</u>	<u>-</u>
Special:				
Salaries and Wages	1,865,399	2,174,537	2,174,537	-
Fringe Benefits	494,138	559,440	559,440	-
Purchased Services	165,562	65,409	65,409	-
Materials and Supplies	481,773	363,647	363,647	-
Equipment Purchased	755,181	421,107	421,107	-
Total Special Instruction	<u>3,762,053</u>	<u>3,584,140</u>	<u>3,584,140</u>	<u>-</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	603,350	621,476	621,476	-
Fringe Benefits	139,580	227,812	227,812	-
Purchased Services	194,600	61,060	61,060	-
Materials and Supplies	72,755	45,006	45,006	-
Equipment Purchased	96,365	141,003	141,003	-
Total Instructional Staf	<u>1,106,650</u>	<u>1,096,357</u>	<u>1,096,357</u>	<u>-</u>
Administration:				
Salaries and Wages	149,275	84,545	84,545	-
Fringe Benefits	32,725	23,332	23,332	-
Purchased Services	2,000	2,571	2,571	-
Materials and Supplies	5,000	2,073	2,073	-
Equipment Purchased	5,000	-	-	-
Total Administration	<u>194,000</u>	<u>112,521</u>	<u>112,521</u>	<u>-</u>
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	40,441	31,185	31,185	-
Fringe Benefits	6,654	9,738	9,738	-
Materials and Supplies	210	271	271	-
Total Community Services	<u>47,305</u>	<u>41,194</u>	<u>41,194</u>	<u>-</u>
<b>Total Expenditures</b>	<u>5,473,730</u>	<u>5,197,136</u>	<u>5,197,136</u>	<u>-</u>

(continued)

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Title I Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
Excess (Deficiency) of Revenues Over (Under) Expenditures	(208,908)	47,363	47,363	-
Other Financing Sources (Uses):				
Advances In	-	20,054	20,054	-
Advances Out	-	(61,718)	(61,718)	-
Total Other Financing Sources (Uses)	-	(41,664)	(41,664)	-
Change in Fund Balance	(208,908)	5,699	5,699	-
Fund Balance: July 1, 2009	103,061	103,061	103,061	-
Prior Year Encumbrances Appropriated	208,908	208,908	208,908	-
<b>Fund Balance: June 30, 2010</b>	<b>\$ 103,061</b>	<b>\$ 317,668</b>	<b>\$ 317,668</b>	<b>\$ -</b>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Title V Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
<b>Total Revenues</b>	-	-	-	-
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	-	33,233	33,233	-
Fringe Benefits	-	8,552	8,552	-
Total Regular Instruction	-	41,785	41,785	-
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	-	13	13	-
Total Community Services	-	13	13	-
<b>Total Expenditures</b>	-	41,798	41,798	-
Excess (Deficiency) of Revenues Over (Under)				
Expenditures	-	(41,798)	(41,798)	-
Other Financing Sources (Uses):				
Operating Transfers In	-	17,020	17,020	-
Total Other Financing Sources (Uses)	-	17,020	17,020	-
Change in Fund Balance	-	(24,778)	(24,778)	-
Fund Balance: July 1, 2009	24,777	24,777	24,777	-
Prior Year Encumbrances Appropriated	-	-	-	-
<b>Fund Balance: June 30, 2010</b>	<b>\$ 24,777</b>	<b>\$ (1)</b>	<b>\$ (1)</b>	<b>\$ -</b>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Drug Free School Grant Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 48,669	\$ 53,412	\$ 53,412	\$ -
<b>Total Revenues</b>	<u>48,669</u>	<u>53,412</u>	<u>53,412</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	38,000	43,958	43,958	-
Fringe Benefits	<u>5,095</u>	<u>6,243</u>	<u>6,243</u>	<u>-</u>
Total Special Instruction	<u>43,095</u>	<u>50,201</u>	<u>50,201</u>	<u>-</u>
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	2,000	1,487	1,487	-
Materials and Supplies	1,121	1,822	1,822	-
Equipment Purchased	<u>2,453</u>	<u>2,264</u>	<u>2,264</u>	<u>-</u>
Total Community Services	<u>5,574</u>	<u>5,573</u>	<u>5,573</u>	<u>-</u>
<b>Total Expenditures</b>	<u>48,669</u>	<u>55,774</u>	<u>55,774</u>	<u>-</u>
Change in Fund Balance	0	(2,362)	(2,362)	-
Fund Balance: July 1, 2009	2,360	2,360	2,360	-
Prior Year Encumbrances Appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 2,360</u>	<u>\$ (2)</u>	<u>\$ (2)</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Title VI-B Preschool Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 165,549	\$ 160,567	\$ 160,567	\$ -
<b>Total Revenues</b>	<u>165,549</u>	<u>160,567</u>	<u>160,567</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction				
Special				
Salaries and Wages	-	44,431	44,431	-
Fringe Benefits	-	8,257	8,257	-
Total Pupils	<u>-</u>	<u>52,688</u>	<u>52,688</u>	<u>-</u>
Support Services:				
Pupils:				
Salaries and Wages	131,827	46,002	46,002	-
Fringe Benefits	33,722	25,561	25,561	-
Total Pupils	<u>165,549</u>	<u>71,563</u>	<u>71,563</u>	<u>-</u>
Instructional Staff:				
Salaries and Wages	-	16,743	16,743	-
Fringe Benefits	-	2,566	2,566	-
Total Instructional Staff	<u>-</u>	<u>19,309</u>	<u>19,309</u>	<u>-</u>
<b>Total Expenditures</b>	<u>165,549</u>	<u>143,560</u>	<u>143,560</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(0)	17,007	17,007	-
Other Financing Sources (Uses):				
Advances In (Out)	-	(6,434)	(6,434)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(6,434)</u>	<u>(6,434)</u>	<u>-</u>
Change in Fund Balance	(0)	10,573	10,573	-
Fund Balance: July 1, 2009	6,997	6,997	6,997	-
Prior Year Encumbrances Appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 6,997</u>	<u>\$ 17,570</u>	<u>\$ 17,570</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Improving Teacher Quality Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 699,760	\$ 625,661	\$ 625,661	\$ -
<b>Total Revenues</b>	<u>699,760</u>	<u>625,661</u>	<u>625,661</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	240,180	108,420	108,420	-
Fringe Benefits	62,734	38,540	38,540	-
Total Regular Instruction	<u>302,914</u>	<u>146,960</u>	<u>146,960</u>	<u>-</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	281,378	375,152	375,152	-
Fringe Benefits	89,670	98,272	98,272	-
Purchased Services	5,500	19,331	19,331	-
Materials and Supplies	5,000	19,814	19,814	-
Total Instructional Staff	<u>381,548</u>	<u>512,569</u>	<u>512,569</u>	<u>-</u>
<b>Total Expenditures</b>	<u>684,462</u>	<u>659,529</u>	<u>659,529</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under)				
Expenditures	15,298	(33,868)	(33,868)	-
Other Financing Sources (Uses):				
Transfers In	-	24,015	24,015	-
Transfers Out	-	(41,035)	(41,035)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(17,020)</u>	<u>(17,020)</u>	<u>-</u>
Change in Fund Balance	15,298	(50,888)	(50,888)	-
Fund Balance: July 1, 2009	153,809	153,809	153,809	-
Prior Year Encumbrances Appropriated	<u>(15,298)</u>	<u>(15,298)</u>	<u>(15,298)</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 153,809</u>	<u>\$ 87,623</u>	<u>\$ 87,623</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Miscellaneous Federal Grants Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ 273,101	\$ 273,101	\$ -
<b>Total Revenues</b>	-	273,101	273,101	-
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	-	(870)	(870)	-
Fringe Benefits	-	(932)	(932)	-
Purchased Services	950	2,677	2,677	-
Equipment Purchased	1,269	16,263	16,263	-
Total Regular Instruction	2,219	17,138	17,138	-
Instructional Staff:				
Salaries and Wages	52,520	37,090	37,090	-
Fringe Benefits	9,024	10,719	10,719	-
Purchased Services	228,290	228,290	228,290	-
Materials and Supplies	6,403	6,385	6,385	-
Total Instructional Staff	296,237	282,484	282,484	-
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	1,866	-	-	-
Materials and Supplies	203	-	-	-
Equipment Purchased	1,403	-	-	-
Total Community Services	3,472	-	-	-
<b>Total Expenditures</b>	301,928	299,622	299,622	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(301,928)	(26,521)	(26,521)	-
Other Financing Sources (Uses):				
Advances In	-	262	262	-
Advances Out	-	(269,289)	(269,289)	-
Total Other Financing Sources (Uses)	-	(269,027)	(269,027)	-
Change in Fund Balance	(301,928)	(295,548)	(295,548)	-
Fund Balance: July 1, 2009	47,209	47,209	47,209	-
Prior Year Encumbrances Appropriated	272,269	272,269	272,269	-
<b>Fund Balance: June 30, 2010</b>	<u>\$ 17,550</u>	<u>\$ 23,930</u>	<u>\$ 23,930</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Food Service Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for Services	\$ 954,261	\$ 735,695	\$ 735,695	-
Miscellaneous Revenue	1,100	4,725	4,725	-
Intergovernmental	2,958,945	3,204,484	3,204,484	-
<b>Total Revenues</b>	<b>3,914,306</b>	<b>3,944,904</b>	<b>3,944,904</b>	<b>-</b>
<b>Expenditures:</b>				
Current:				
Operation of Non-Instructional Services:				
Food Service:				
Salaries and Wages	1,212,899	1,333,733	1,333,733	-
Fringe Benefits	606,496	574,672	574,672	-
Purchased Services	274,649	413,375	413,375	-
Materials and Supplies	1,747,335	1,674,324	1,674,323	1
Equipment Purchased	486	-	-	-
Other Expenditures	240,895	6,268	6,268	-
Total Food Service	4,082,760	4,002,372	4,002,371	1
<b>Total Expenditures</b>	<b>4,082,760</b>	<b>4,002,372</b>	<b>4,002,371</b>	<b>1</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(168,454)	(57,468)	(57,467)	1
Other Financing Sources (Uses):				
Advances In	269,628	279,157	279,157	-
Refund of Prior Year Expenditures	16,291	-	-	-
Advances (Out)	(165,176)	(269,628)	(269,628)	-
Total Other Financing Sources (Uses)	120,743	9,529	9,529	-
Change in Fund Balance	(47,711)	(47,939)	(47,938)	1
Fund Balance: July 1, 2009	-	-	-	-
Prior Year Encumbrances Appropriated	47,936	47,936	47,936	-
<b>Fund Balance: June 30, 2010</b>	<b>\$ 225</b>	<b>\$ (3)</b>	<b>\$ (2)</b>	<b>\$ 1</b>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Uniform School Supplies Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Tuition and Fees	\$ 42,129	\$ 46,857	\$ 46,857	\$ -
Extracurricular Activities	1,071	905	905	-
<b>Total Revenues</b>	<u>43,200</u>	<u>47,762</u>	<u>47,762</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Materials and Supplies	192,039	281,171	281,171	-
Total Regular Instruction	<u>192,039</u>	<u>281,171</u>	<u>281,171</u>	<u>-</u>
Extracurricular Activities:				
Academic Oriented Activities:				
Materials and Supplies	3,674	3,515	3,515	-
Total Academic Oriented Activities	<u>3,674</u>	<u>3,515</u>	<u>3,515</u>	<u>-</u>
<b>Total Expenditures</b>	<u>195,713</u>	<u>284,686</u>	<u>284,686</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(152,513)	(236,924)	(236,924)	-
Other Financing Sources (Uses):				
Transfers In	230,000	190,056	190,056	-
Advances Out	(101,342)	-	-	-
Total Other Financing Sources (Uses)	<u>128,658</u>	<u>190,056</u>	<u>190,056</u>	<u>-</u>
Change in Fund Balance	(23,855)	(46,868)	(46,868)	-
Fund Balance: July 1, 2009	705	705	705	-
Prior Year Encumbrances Appropriated	<u>46,164</u>	<u>46,164</u>	<u>46,164</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 23,015</u>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ -</u>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Vocational Rotary Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for Services	2,880	1,000	1,000	-
Earnings on Investments	181	14	14	-
Other Local Revenues:				
Extracurricular Activities	(21)	(121)	(121)	-
Total Other Local Revenues	(21)	(121)	(121)	-
<b>Total Revenues</b>	<b>3,040</b>	<b>893</b>	<b>893</b>	<b>-</b>
<b>Expenditures:</b>				
Current:				
Instruction:				
Vocational:				
Materials and Supplies	5,000	4,636	4,636	-
Total Vocational Instruction	5,000	4,636	4,636	-
<b>Total Expenditures</b>	<b>5,000</b>	<b>4,636</b>	<b>4,636</b>	<b>-</b>
Change in Fund Balance	(1,960)	(3,743)	(3,743)	-
Fund Balance: July 1, 2009	12,536	12,536	12,536	-
Prior Year Encumbrances Appropriated	-	-	-	-
<b>Fund Balance: June 30, 2010</b>	<b>\$ 10,576</b>	<b>\$ 8,793</b>	<b>\$ 8,793</b>	<b>\$ -</b>

**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Adult Education Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Favorable (Unfavorable)
	Original	Final		
<b>Revenues:</b>				
Tuition and Fees	\$ 4,963	\$ 9,675	\$ 9,675	\$ -
Intergovernmental	5,140	2,070	2,070	-
<b>Total Revenues</b>	<u>10,103</u>	<u>11,745</u>	<u>11,745</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Adult / Continuing:				
Salaries and Wages	6,266	2,026	2,026	-
Fringe Benefits	1,094	327	327	-
Total Adult / Continuing Instruction	<u>7,360</u>	<u>2,353</u>	<u>2,353</u>	<u>-</u>
<b>Total Expenditures</b>	<u>7,360</u>	<u>2,353</u>	<u>2,353</u>	<u>-</u>
Change in Fund Balance	2,743	9,392	9,392	-
Fund Balance: July 1, 2009	11,780	11,780	11,780	-
Prior Year Encumbrances Appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance: June 30, 2010</b>	<u>\$ 14,523</u>	<u>\$ 21,172</u>	<u>\$ 21,172</u>	<u>\$ -</u>

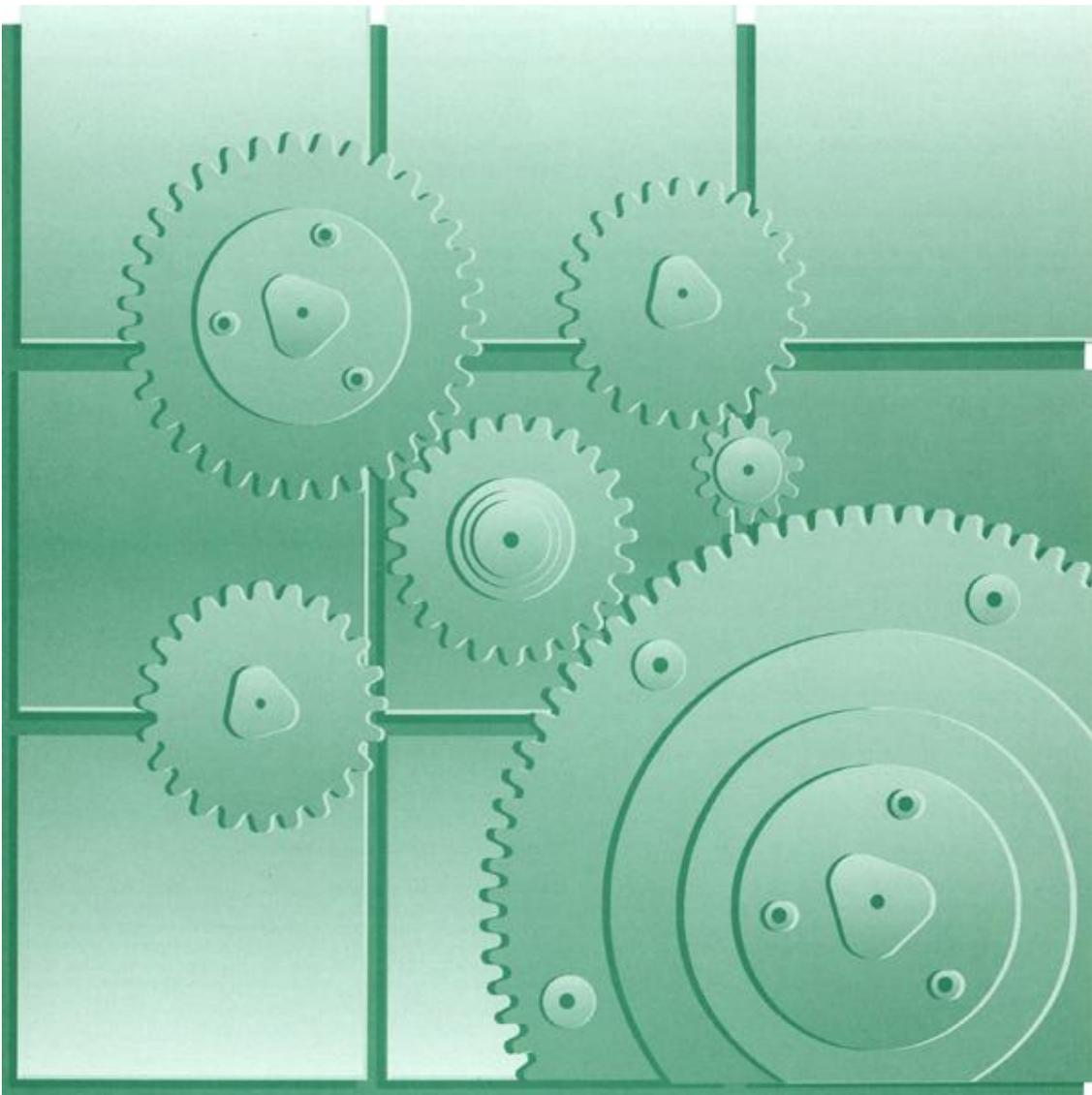
**Hamilton City School District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Miscellaneous Capital Project Fund**  
**For the Fiscal Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance: Positive / Negative
	Original	Final		
<b>Revenues:</b>				
Other Local Revenues:				
Gifts and Donations	\$ 14,500	\$ 24,790	\$ 24,790	\$ -
Total Other Local Revenues	14,500	24,790	24,790	-
<b>Total Revenues</b>	<b>14,500</b>	<b>24,790</b>	<b>24,790</b>	<b>-</b>
<b>Expenditures:</b>				
Capital Outlay:				
Site Acquisition Services				
Purchased Services	-	100	100	-
Total - Site Acquisition Services	-	100	100	-
<b>Total Expenditures</b>	<b>-</b>	<b>100</b>	<b>100</b>	<b>-</b>
<b>Other Financing Sources and Uses:</b>				
Proceeds from Sale of Capital Assets	100	-	-	-
Total Other Financing Sources and Uses	100	-	-	-
Change in Fund Balance	14,600	24,690	24,690	-
Fund Balance: July 1, 2009	70,189	70,189	70,189	-
Prior Year Encumbrances Appropriated	-	-	-	-
<b>Fund Balance: June 30, 2010</b>	<b>\$ 84,789</b>	<b>\$ 94,879</b>	<b>\$ 94,879</b>	<b>\$ -</b>

**Hamilton City School District**  
**Combining Statements of Changes in Assets and Liabilities**  
**Agency Funds**  
**For the Fiscal Year Ended June 30, 2010**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
<b>Student-Managed Student Activities</b>				
<b>ASSETS:</b>				
Equity in Pooled Cash and Investments	\$ 83,076	\$ 84,508	\$ 98,908	\$ 68,676
<b>Total Assets</b>	<u><u>\$ 83,076</u></u>	<u><u>\$ 84,508</u></u>	<u><u>\$ 98,908</u></u>	<u><u>\$ 68,676</u></u>
<b>LIABILITIES:</b>				
Undistributed Monies	31,035	-	14,400	16,635
Due to Students	52,041	-	-	52,041
<b>Total Liabilities</b>	<u><u>\$ 83,076</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 14,400</u></u>	<u><u>\$ 68,676</u></u>

# STATISTICAL



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**Hamilton City School District  
 Statistical Section Table of Contents  
 For the Fiscal Year Ended June 30, 2010**

This part of the Hamilton 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 District's overall financial health.

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

**Hamilton City School District**  
**Schedule 1: Net Assets by Component**  
**Last 10 Fiscal Years (Accrual Basis of Accounting)**

	<b>Fiscal Year</b>			
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b>Governmental Activities:</b>				
Invested in Capital Assets, Net of Related Debt	\$ 24,102,453	\$ 27,730,752	\$ 38,157,105	\$ 32,106,740
Restricted	24,219,648	10,124,590	8,780,582	8,235,108
Unrestricted	(18,927,305)	(2,988,410)	(7,006,931)	(7,821,423)
<b>Total Governmental Activities Net Assets</b>	<b><u>\$ 29,394,796</u></b>	<b><u>\$ 34,866,932</u></b>	<b><u>\$ 39,930,756</u></b>	<b><u>\$ 32,520,425</u></b>

*The District implemented Statement 34 in fiscal year 2003; This schedule presents information beginning in that year.*

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 29,496,022	\$ 30,171,083	\$ 87,019,362	\$ 107,832,924
12,492,535	136,209,694	85,749,023	57,605,018
(9,808,754)	(9,182,049)	(9,581,387)	(6,602,014)
<b><u><u>\$ 32,179,803</u></u></b>	<b><u><u>\$ 157,198,728</u></u></b>	<b><u><u>\$ 163,186,998</u></u></b>	<b><u><u>\$ 158,835,928</u></u></b>

**Hamilton City School District**  
**Schedule 2: Changes in Net Assets**  
**Last 10 Fiscal Years (Accrual Basis of Accounting)**

	<b>Fiscal Year</b>			
	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>
<b>Expenses:</b>				
<b>Governmental Activities:</b>				
Instruction:				
Regular	\$ 30,736,292	\$ 35,284,622	\$ 28,716,502	\$ 35,005,575
Special	9,078,938	8,501,075	9,928,329	11,281,536
Vocational	2,510,625	1,894,796	2,088,288	1,862,227
Adult/Continuing	278,216	260,044	240,132	231,358
Other	759,423	905,821	1,179,253	321,941
Support Services:				
Pupils	6,013,694	5,578,225	6,016,754	6,603,613
Instructional Staff	4,905,303	5,172,126	5,488,135	6,184,847
Board of Education	290,144	252,376	522,438	681,722
Administration	4,486,137	4,172,656	4,682,338	5,462,835
Fiscal	1,144,014	1,003,337	1,028,765	1,079,423
Business	660,154	499,119	383,674	435,426
Operations and Maintenance	7,435,485	8,202,485	7,581,957	9,705,992
Pupil Transportation	2,801,257	2,203,400	2,701,249	3,223,447
Central	1,006,883	1,089,602	970,350	980,994
Non-Instructional Services:				
Food Service Operations	3,141,280	3,571,263	3,498,696	3,749,262
Community Services	1,429,486	965,264	1,030,594	1,013,130
Other		-	21,896	-
Extracurricular Activities	1,075,436	1,354,904	1,067,015	1,175,713
Intergovernmental	37,000	-	-	-
Interest on Long-Term Debt	2,533,498	2,427,672	1,914,919	2,099,345
<b>Total Governmental Activities</b>	<b>\$ 80,323,265</b>	<b>\$ 83,338,787</b>	<b>\$ 79,061,284</b>	<b>\$ 91,098,386</b>
<b>Program Revenues (See Schedule 3)</b>				
<b>Governmental Activities:</b>				
Charges for Services and Sales				
Food Services	1,264,349	1,224,471	1,244,119	1,071,189
Other Activities	75,400	84,441	72,405	57,377
Operating Grants and Contributions	13,272,717	16,000,711	14,043,897	17,020,499
Capital Grants and Contributions	247,906	437,951	87,840	89,324
<b>Total Governmental Activities Program Revenues</b>	<b>\$ 14,860,372</b>	<b>\$ 17,747,574</b>	<b>\$ 15,448,261</b>	<b>\$ 18,238,389</b>
<b>Net (Expense)/Revenue</b>	<b>\$ (65,462,893)</b>	<b>\$ (65,591,213)</b>	<b>\$ (63,613,023)</b>	<b>\$ (72,859,997)</b>
<b>Governmental Revenues and Other Changes in Net Assets</b>				
General Revenues:				
Property Taxes, Levied for General Purposes	17,920,246	19,837,824	18,312,496	19,912,899
Property Taxes, Levied for Debt Service	3,067,064	2,737,939	2,435,591	1,953,163
Property Taxes, Levied for Permanent Improvement	2,189,872	4,056,940	3,579,820	3,620,713
Grants and Entitlements not Restricted to Specific Progra	39,133,820	43,009,165	44,131,385	44,912,583
Investment Earnings	737,714	380,186	400,617	630,500
Miscellaneous	1,452,341	1,041,295	1,371,264	1,313,688
<b>Total General Revenues</b>	<b>64,501,057</b>	<b>71,063,349</b>	<b>70,231,173</b>	<b>72,343,546</b>
<b>Change in Net Assets</b>	<b>\$ (961,836)</b>	<b>\$ 5,472,136</b>	<b>\$ 6,618,150</b>	<b>\$ (516,451)</b>

*The District implemented Statement 34 in fiscal year 2003; This schedule presents information beginning in that year.*

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 38,836,888	\$ 38,443,189	\$ 39,532,242	\$ 41,057,819
11,335,826	11,363,367	11,468,618	13,160,424
2,189,521	1,860,044	1,852,571	1,898,536
237,809	252,383	241,988	249,547
-	-	-	-
6,739,295	7,015,991	7,127,220	6,215,363
6,266,376	6,021,569	5,905,935	5,233,397
258,292	412,517	377,584	416,760
5,069,925	7,346,984	5,064,566	8,645,643
1,178,225	1,200,027	1,163,968	1,206,997
427,572	453,129	361,888	380,104
9,431,815	8,671,532	7,953,410	7,738,490
3,258,541	3,326,630	2,755,787	2,811,243
909,753	840,926	874,358	794,600
3,787,803	4,773,938	5,058,285	4,835,125
1,003,307	-	-	-
-	-	-	-
463,954	3,245,118	2,923,107	3,127,168
-	-	-	-
4,398,077	5,266,849	5,159,570	5,030,270
<b>\$ 95,792,979</b>	<b>\$ 100,494,193</b>	<b>\$ 97,821,097</b>	<b>\$ 102,801,486</b>
992,560	946,446	954,261	735,695
46,372	49,707	48,999	10,675
18,058,999	17,730,797	18,062,963	18,042,444
89,166	87,386	82,343	17,863
<b>\$ 19,187,097</b>	<b>\$ 18,814,336</b>	<b>\$ 19,148,566</b>	<b>\$ 18,806,677</b>
<b>\$ (76,605,882)</b>	<b>\$ (81,679,857)</b>	<b>\$ (78,672,531)</b>	<b>\$ (83,994,809)</b>
18,924,449	19,026,683	18,692,294	16,701,523
5,529,775	7,379,543	7,386,198	2,329,306
3,002,842	3,026,260	3,016,038	6,832,113
45,311,147	172,343,356	49,631,763	51,460,353
2,238,475	3,227,422	4,584,294	545,341
1,258,572	1,695,518	1,350,214	1,775,103
<b>76,265,260</b>	<b>206,698,782</b>	<b>84,660,801</b>	<b>79,643,739</b>
<b>\$ (340,622)</b>	<b>\$ 125,018,925</b>	<b>\$ 5,988,270</b>	<b>\$ (4,351,070)</b>

Hamilton City School District  
 Schedule 3: Fund Balances by Governmental Funds  
 Last Ten Fiscal Years (Modified Accrual Basis of Accounting)

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
<b>General Fund:</b>				
Reserved	\$ 5,255,950	\$ 2,570,220	\$ 2,064,605	\$ 1,011,314
Unreserved	(2,527,300)	(2,599,970)	(1,707,494)	(323,655)
<b>Total General Fund</b>	<b><u>\$ 2,728,650</u></b>	<b><u>\$ (29,750)</u></b>	<b><u>\$ 357,111</u></b>	<b><u>\$ 687,659</u></b>
<b>All Other Governmental Funds:</b>				
Reserved	7,092,707	8,582,477	20,649,011	5,746,077
Unreserved, reported in:				
Special Revenue Funds	206,896	(291,403)	(1,333,968)	(1,768,511)
Capital Projects Funds	37,554,496	29,199,974	4,606,126	3,689,462
Debt Service Funds	(300,016)	520,520	630,337	760,659
<b>Total All Other Governmental Funds</b>	<b><u>\$ 44,554,083</u></b>	<b><u>\$ 38,011,568</u></b>	<b><u>\$ 24,551,506</u></b>	<b><u>\$ 8,427,687</u></b>

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 1,055,545	\$ 924,538	\$ 1,601,102	\$ 1,135,373	\$ 1,431,830	\$ 980,794
(2,452,424)	(3,469,167)	(5,343,858)	(6,239,516)	(5,749,152)	(2,385,257)
<u>\$ (1,396,879)</u>	<u>\$ (2,544,629)</u>	<u>\$ (3,742,756)</u>	<u>\$ (5,104,143)</u>	<u>\$ (4,317,322)</u>	<u>\$ (1,404,463)</u>
4,537,936	2,514,725	9,159,058	55,562,928	64,028,282	39,162,664
(2,472,987)	(837,788)	540,681	(240,524)	260,560	1,636,009
3,081,819	2,763,092	66,728,561	34,678,036	31,263,542	13,672,275
1,573,879	1,638,632	5,806,434	6,168,830	6,479,839	6,361,783
<u>\$ 6,720,647</u>	<u>\$ 6,078,661</u>	<u>\$ 82,234,734</u>	<u>\$ 96,169,270</u>	<u>\$ 102,032,223</u>	<u>\$ 60,832,731</u>

**Hamilton City School District**  
**Schedule 4: Governmental Fund Revenues, Expenditures, and Changes in Fund Balance**  
**Last Ten Fiscal Years (Modified Accrual Basis of Accounting)**

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
<b>Revenues:</b>				
Taxes	\$ 23,262,380	\$ 20,473,163	\$ 23,177,182	\$ 24,143,866
Tuition	678,267	683,859	537,816	690,712
Charges for Services	-	-	1,334,151	1,230,145
Earnings on Investments	3,582,773	1,499,734	740,924	382,323
Intergovernmental	46,987,463	47,467,996	51,818,242	57,758,963
Other Local Revenues	1,342,478	1,488,354	1,573,978	946,210
<b>Total Revenues</b>	<b>\$ 75,853,361</b>	<b>\$ 71,613,106</b>	<b>\$ 79,182,293</b>	<b>\$ 85,152,219</b>
<b>Expenses:</b>				
<b>Instruction:</b>				
Regular	26,134,318	28,999,808	29,832,088	33,945,090
Special	9,757,778	10,273,811	8,814,972	8,417,594
Vocational	2,392,550	2,147,418	2,133,163	1,721,661
Adult/Continuing	184,420	227,361	275,303	257,102
Other	531,719	757,436	759,423	905,821
<b>Support Services:</b>				
Pupils	5,216,917	5,605,423	5,865,928	5,567,169
Instructional Staff	3,653,758	4,591,288	4,702,320	5,061,560
Board of Education	187,736	217,940	264,753	249,873
Administration	3,917,539	4,094,341	4,426,408	4,109,494
Fiscal	1,022,291	995,880	1,138,944	1,013,460
Business	721,704	590,844	636,253	491,510
Operations and Maintenance	6,522,198	7,009,854	7,318,350	8,516,520
Pupil Transportation	2,243,760	2,092,499	2,341,848	2,036,449
Central	820,594	685,943	916,731	936,238
Non-Instructional Services	1,118,034	948,836	4,381,867	4,466,978
Extracurricular Activities	985,931	958,782	976,684	1,096,523
Intergovernmental	-	28,750	37,000	-
Capital Outlay	10,348,456	6,950,356	12,990,327	18,418,932
Principal Retirement	1,519,540	1,453,767	2,299,756	2,109,551
Interest and Fiscal Charges	2,662,656	2,622,695	2,547,253	2,431,903
Issuance Costs	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 79,941,899</b>	<b>\$ 81,253,032</b>	<b>\$ 92,659,371</b>	<b>\$ 101,753,428</b>
<b>Excess of Revenues Over / (Under)</b>				
<b>Expenditures</b>	(4,088,538)	(9,639,926)	(13,477,078)	(16,601,209)
<b>Other Financing Sources (Uses):</b>				
Operating Transfers In	3,650,094	814,969	386,210	203,119
Operating Transfers Out	(3,690,094)	(928,969)	(386,210)	(203,119)
Refund of Prior Year Expenditures	-	-	-	-
Proceeds From Sale of Capital Assets	2,082	3,011	26,833	5,225
Proceeds From Capital Leases	-	-	-	496,018
Proceeds From Sale of Long-Term Bonds	-	-	-	-
Proceeds From Sale of Long-Term Notes	-	-	375,000	300,000
Proceeds From Bond Anticipation Notes	1,255,000	450,000	-	-
Insurance Recoveries	-	-	-	-
Premium on Debt Issuance	-	-	-	-
Payments to Refunded Bond Escrow Agent	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>\$ 1,217,082</b>	<b>\$ 339,011</b>	<b>\$ 401,833</b>	<b>\$ 801,243</b>
<b>Net Change in Fund Balance</b>	<b>\$ (2,871,456)</b>	<b>\$ (9,300,915)</b>	<b>\$ (13,075,245)</b>	<b>\$ (15,799,966)</b>
<b>Debt Service as a Percentage of Non-Capital Expenditures</b>	<b>6.01%</b>	<b>5.49%</b>	<b>6.08%</b>	<b>5.45%</b>

<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
\$ 24,678,147	\$ 24,756,463	\$ 28,319,083	\$ 28,736,348	\$ 28,371,525	\$ 27,006,742
736,506	662,090	630,357	287,937	256,981	746,796
1,384,290	1,220,951	1,425,403	1,221,154	1,225,474	869,457
400,617	630,500	2,238,475	3,227,422	4,381,978	720,590
57,639,549	61,412,548	62,870,015	91,626,544	133,929,293	99,395,604
1,216,930	1,196,696	830,945	1,133,455	1,049,148	801,578
<b>\$ 86,056,039</b>	<b>\$ 89,879,248</b>	<b>\$ 96,314,278</b>	<b>\$ 126,232,860</b>	<b>\$ 169,214,399</b>	<b>\$ 129,540,767</b>

34,592,581	33,475,223	37,281,588	37,983,532	37,820,649	38,721,903
9,550,172	11,120,504	11,165,460	11,221,440	11,331,780	13,074,142
2,144,517	2,217,621	2,020,171	1,793,836	1,909,844	1,764,699
237,598	232,263	238,609	261,217	236,093	247,788
1,183,877	317,317	-	-	-	-

5,890,721	6,508,874	6,658,036	6,936,362	7,015,402	6,155,258
5,404,888	6,007,044	5,658,388	5,942,026	5,743,049	5,368,453
414,575	756,028	196,531	409,169	374,236	413,412
4,644,577	5,375,300	4,957,086	5,156,095	4,973,035	4,755,751
1,008,682	1,062,745	1,119,768	1,190,900	1,159,775	1,199,408
369,663	435,493	408,778	444,170	353,953	373,886
7,759,074	9,513,671	8,602,548	8,545,066	7,789,233	7,838,622
2,753,463	3,233,187	3,038,657	3,169,092	3,223,687	3,020,859
924,375	961,286	892,763	828,244	864,542	849,337
4,574,119	4,760,119	4,785,657	4,667,358	4,939,209	4,829,925
1,060,652	1,146,621	1,455,052	1,191,571	1,129,094	1,091,634
-	-	-	-	-	-
3,130,847	713,610	3,638,661	15,998,123	65,779,138	69,877,032
1,542,141	1,755,020	1,565,037	2,515,900	2,710,900	3,165,900
1,915,196	2,119,028	4,155,344	5,408,274	5,298,389	5,173,358
2,222,144	-	819,443	-	-	-
<b>\$ 91,323,862</b>	<b>\$ 91,710,954</b>	<b>\$ 98,657,577</b>	<b>\$ 113,662,375</b>	<b>\$ 162,652,008</b>	<b>\$ 167,921,367</b>

(5,267,823)	(1,831,706)	(2,343,299)	12,570,485	6,562,391	(38,380,600)
-------------	-------------	-------------	------------	-----------	--------------

235,806	326,186	633,513	36,958,310	428,516	289,311
(235,806)	(326,186)	(633,513)	(36,958,310)	(428,516)	(289,311)
-	18,634	5,252	1,064	9,017	37,281
107,365	23,338	3,300	1,600	100	56,686
20,627	-	754,500	-	-	-
23,215,000	-	72,000,000	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	78,266	-
2,222,144	-	4,538,193	-	-	-
(23,215,000)	-	-	-	-	-
<b>\$ 2,350,136</b>	<b>\$ 41,972</b>	<b>\$ 77,301,245</b>	<b>\$ 2,664</b>	<b>\$ 87,383</b>	<b>\$ 93,967</b>
<b>\$ (2,917,687)</b>	<b>\$ (1,789,734)</b>	<b>\$ 74,957,946</b>	<b>\$ 12,573,149</b>	<b>\$ 6,649,774</b>	<b>\$ (38,286,633)</b>

6.44%

4.26%

6.88%

8.11%

8.27%

8.51%

**Hamilton City School District**  
**Schedule 5: Assessed Value and Actual Value of Taxable Property**  
**Last Ten Fiscal Years (Unaudited)**

Tax Year/ Collection Year	Real Property (1)		Tangible Personal Property	
	Assessed Value	Estimated Actual Value (3)	Assessed Value	Estimated Actual Value (4)
2009/10	\$892,846,500	\$2,550,990,000	\$0	\$0
2008/09	\$937,930,450	\$2,679,801,286	\$0	\$0
2007/08	\$895,269,180	\$2,557,911,943	\$35,748,430	\$155,427,957
2006/07	\$886,072,760	\$2,531,636,457	\$47,320,250	\$205,740,217
2005/06	871,846,570	2,490,990,200	67,854,496	271,417,984
2004/05	799,772,110	2,285,063,171	68,433,194	297,535,626
2003/04	801,948,400	2,291,281,143	71,947,749	312,816,300
2002/03	805,594,360	2,301,698,171	73,902,758	321,316,339
2001/02	682,507,170	1,950,020,486	106,392,029	443,300,121
2000/01	666,447,840	1,904,136,686	105,172,192	420,688,768

Source: Butler County Auditor

- (1) Includes Public Utility Real Property
- (2) Ratio represents Total Assessed Value/Total Estimated Actual Value
- (3) Direct rate applied at .35
- (4) Direct rate applies at .25

Public Utilities Personal		Total			
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio (2)	Total Direct Rate
\$2,962,300	\$2,962,300	\$895,808,800	\$2,553,952,300	35.08%	0.53
\$3,182,020	\$3,182,020	\$941,112,470	\$2,682,983,306	35.08%	0.53
\$3,661,600	\$3,661,600	\$934,679,210	\$2,717,001,499	34.40%	0.53
\$7,965,410	\$7,965,410	\$941,358,420	\$2,745,342,085	34.29%	0.53
12,342,410	14,025,466	952,043,476	2,776,433,650	34.29%	0.48
13,687,220	13,687,220	881,892,524	2,596,286,018	33.97%	0.48
14,106,620	14,106,620	888,002,769	2,618,204,063	33.92%	0.48
14,583,730	14,583,730	894,080,848	2,637,598,241	33.90%	0.48
16,859,270	16,859,270	805,758,469	2,410,179,877	33.43%	0.48
18,735,220	18,735,220	790,355,252	2,343,560,674	33.72%	0.48

**Hamilton City School District  
 Schedule 6: Property Tax Rates  
 Last Available Ten Years (Unaudited)**

<b>Description</b>	<b>FY 2000</b>	<b>FY 2001</b>	<b>FY 2002</b>	<b>FY 2003</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>	<b>FY 2009</b>
<b>Direct Rates</b>										
General Fund	4.21	4.21	4.21	4.21	4.21	4.21	4.21	4.21	4.21	4.21
Police Pension Fund	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
Fire Pension Fund	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
Miami Conservancy Fund	0.25	0.25	0.31	0.31	0.35	0.35	0.35	0.35	0.35	0.35
Police/Fire-EMS Levies	-	-	-	1.68	2.00	2.00	2.00	2.00	2.00	2.00
Total Direct Rate	5.06	5.06	5.12	6.80	7.16	7.16	7.16	7.16	7.16	7.16
<b>Overlapping Rates</b>										
Hamilton City School	48.21	48.21	48.21	48.21	48.21	48.21	48.01	53.42	53.42	53.42
Butler County	8.45	8.44	8.75	8.75	8.74	8.74	9.44	10.95	10.45	10.45

Source: City of Hamilton 2009 CAFR

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

**Hamilton City School District  
Schedule 7: Principal Property Tax Payers  
Current Year and Ten Years Ago**

<i>Principal Taxpayers</i>	Nature of Business	2009 Tax Year	
		Assessed Value	% of Total Valuation
Tippman Realty PRT	Real Estate	5,972,770	0.63%
Shadow Creek Apartments	Real Estate	5,126,050	0.54%
Colonial Senior Services	Health Care	4,585,040	0.48%
AHP - Knollwood Crossings	Real Estate	4,403,310	0.46%
Pedcor Investments	Financial	4,006,940	0.42%
Hamilton Plaza LLC ETAL	Real Estate	3,444,120	0.36%
Hatteras Properties LTD	Real Estate	3,307,570	0.35%
Meijer Stores LTD PRT	Retail	3,535,010	0.37%
VCG Hamilton Crossing	Real Estate	3,079,320	0.32%
SD Country Walk Sub LLC	Real Estate	2,939,120	0.31%
Total Assessed Value of Top Ten Taxpayers		<b>40,399,250</b>	4.24%
<i>All Others</i>		912,529,860	95.76%
<b>Total Assessed Value</b>		<b>\$952,929,110</b>	100.00%

<i>Principal Taxpayers</i>	Nature of Business	2000 Tax Year	
		Assessed Value	% of Total Valuation
Champion International	Manufacturing	12,175,860	1.54%
Cincinnati Bell	Utility	10,158,360	1.29%
Berkley Square	Retirement Community	5,074,110	0.64%
Hamilton Crossings	Retail Real Estate	3,683,950	0.47%
First National Bank	Banking	2,872,960	0.36%
Fort Hamilton Hughes	Health Care	2,554,790	0.32%
Ohio Casualty	Insurance	2,450,010	0.31%
Hatteras Properties Ltd.	Land Development	2,217,190	0.28%
Hamilton West Dev. Ltd.	Land Development	2,102,330	0.27%
St. Mercy Theresa Center	Health Care	1,990,500	0.25%
Total Assessed Value of Top Ten Taxpayers		<b>45,280,060</b>	5.73%
<i>All Others</i>		745,075,192	94.27%
<b>Total Assessed Value</b>		<b>\$790,355,252</b>	100.00%

Source: City of Hamilton; Butler County Auditor

**Hamilton City School District**  
**Schedule 8: Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

<b>Description</b>	<b>FY 2001</b>	<b>FY 2002</b>	<b>FY 2003</b>	<b>FY 2004</b>	<b>FY 2005</b>
Current Levy (1)	\$ 19,580,026	\$ 20,913,594	\$ 23,757,745	\$ 23,896,830	\$ 27,365,431
Current Tax Collections (2)	19,073,877	19,311,203	22,745,476	21,810,030	24,884,976
Percent Collected	97.41%	92.34%	95.74%	91.27%	90.94%
Delinquent Tax Collections	570,194	802,539	970,631	1,167,323	1,213,114
Total Tax Collections	\$ 19,644,071	\$ 20,113,742	\$ 23,716,107	\$ 22,977,353	\$ 26,098,090
Percent of Total Tax Collections to Current Tax Levy	100.33%	96.18%	99.82%	96.15%	95.37%
Outstanding Delinquent Taxes (3)	966,859	2,771,696	1,971,844	2,488,818	2,138,597
Percent of Outstanding Delinquent Taxes to Current Tax Levy	4.94%	13.25%	8.30%	10.41%	7.81%

Source: Butler County Auditor Web Portal

(1) Amounts are presented in conformity with Generally Accepted Accounting Principles (GAAP), on a modified accrual basis.

(2) State reimbursements of rollback and homestead exemptions are included.

(3) Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs.

<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>	<b>FY 2009</b>	<b>FY 2010</b>
\$ 27,130,156	\$ 31,827,284	\$ 32,611,894	\$ 31,551,828	\$ 31,118,108
25,222,250	29,801,937	29,202,590	28,848,422	29,036,058
92.97%	93.64%	89.55%	91.43%	93.31%
1,429,976	1,309,550	1,357,114	1,912,289	1,129,307
\$ 26,652,226	\$ 31,111,487	\$ 30,559,704	\$ 30,760,711	\$ 30,165,365
98.24%	97.75%	93.71%	97.49%	96.94%
1,789,990	1,184,739	3,236,930	4,028,047	2,282,237
6.60%	3.72%	9.93%	12.77%	7.33%

**Hamilton City School District**  
**Schedule 9: Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities				Total Primary Government	Percentage Of Personal Income <sup>a</sup>	Per Capita	Debt to Estimated Actual Value To Taxable Property
	Energy Conservation Bonds	Capital Leases	General Obligation Bonds	Bond Anticipation Notes				
2001	1,520,000	702,507	44,895,000	590,000	47,707,507	3.72%	772	2.51%
2002	1,000,000	462,707	44,790,000	450,000	46,702,707	3.64%	770	2.39%
2003	500,000	12,951	43,890,000	375,000	44,777,951	2.57%	738	1.95%
2004	-	405,324	42,765,000	300,000	43,470,324	2.39%	716	1.90%
2005	-	323,810	41,625,000	-	41,948,810	2.31%	691	1.84%
2006	-	218,790	39,975,000	-	40,193,790	2.25%	662	1.61%
2007	-	641,325	110,550,000	-	111,191,325	N/A	1,832	4.39%
2008	-	490,425	108,185,000	-	108,675,425	N/A	1,791	4.25%
2009	-	339,525	105,625,000	-	105,964,525	N/A	1,746	3.94%
2010	-	188,625	102,610,000	-	102,798,625	N/A	1,694	3.84%

Notes: N/A = not available. Details of the District's outstanding debt can be found in Note 7 in the notes to the financial statements.

<sup>a</sup> See Schedule 12 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

**Hamilton City School District**  
**Schedule 10: Direct and Overlapping Governmental Activities Debt**  
**As of June 30, 2010**

<b>Governmental Unit</b>	<b>Gross General Obligation Debt Outstanding</b>	<b>Percent Applicable To District (1)</b>	<b>Amount Applicable To District</b>
<b>Direct:</b>			
Hamilton City School District			
General Obligation Bonds	\$ 102,610,000	100.00%	\$ 102,610,000
Total Hamilton City School District	\$ 102,610,000		\$ 102,610,000
<b>Overlapping:</b>			
City of Hamilton	34,470,000	91.82%	31,650,718
Butler County	122,231,687	11.11%	13,579,912
Total Overlapping	156,701,687		45,230,630
<b>Total Direct and Overlapping Debt</b>	\$ 259,311,687		\$147,840,630

(1) Percent applicable to Hamilton City School District calculated using assessed valuation of the school district area value contained within the noted governmental unit divided by assessed valuation of the governmental unit.

In May 1999, voters approved a 4.4 mill bond issue that generated \$45.0 million for building additions and renovations. The District issued the debt in June 1999.

In November 2007, voters approved a 4.91-mil bond issued that generated \$72.0 million for building additions and renovations.

Overlapping governments with no outstanding debt are not reflected.

Source: Hamilton City School District Records; City of Hamilton 2009 CAFR; Butler County 2009 PAFR; and 2009 Tax Values.

**Hamilton City School District**  
**Schedule 11: Legal Debt Margin Information**  
**Last Ten Fiscal Years**

	<b>FY 2001</b>	<b>FY 2002</b>	<b>FY 2003</b>	<b>FY 2004</b>
Overall Direct Debt Limitation	71,131,973	72,518,262	80,467,276	79,920,249
Total net debt applicable to 9% limit	44,895,000	44,790,000	43,890,000	42,765,000
Legal debt margin within 9% Limitation	26,236,973	27,728,262	36,577,276	37,155,249
Total net debt applicable to the 9% limit as a percentage of debt limit	63.12%	61.76%	54.54%	53.51%
Unvoted Direct Debt Limitation	790,354	805,757	894,080	888,002
Total net debt applicable to 0.1% limit	-	450,000	375,000	300,000
Legal debt margin within 0.1% Limitation	790,354	355,757	519,080	588,002
Total net debt applicable to the 0.1% limit as a percentage of debt limit	0.00%	55.85%	41.94%	33.78%
Energy Conservation Measure Limitation	7,113,197	7,251,826	8,046,728	7,992,025
Total net debt applicable to 0.9% limitation	1,520,000	1,000,000	500,000	-
Legal debt margin within 0.9% Limitation	5,593,197	6,251,826	7,546,728	7,992,025
Total net debt applicable to the 0.9% limit as a percentage of debt limit	21.37%	13.79%	6.21%	0.00%

*Source:* Butler County Auditor and School District financial records

Ohio Bond Law established a limit of 9% for voted debt;  
1/10th of 1% for unvoted debt; and  
9/10th of 1% for energy conservation measure debt.

*Note:* The District received an exemption from the 9% debt limitation from the State of Ohio. Numerous districts across the state of Ohio are exceeding the debt limitation when you participate in the Ohio School Facilities Commission's Classroom Facilities Assistance program because the 9% debt limitation was put in place without considering the possibility that school districts would replace or renovate all of their facilities.

**Overall Legal Debt Margin Calculation for Fiscal Year 2010**

Assessed Value	\$895,808,800
Overall Debt Limit (9% of Assessed Value)	80,622,792
Debt Applicable to Limit	<u>102,610,000</u>
Overall Legal Debt Margin	<u>\$ (21,987,208)</u>

<b>FY 2005</b>	<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>	<b>FY 2009</b>	<b>FY 2010</b>
79,370,327	85,683,913	84,722,258	84,121,129	84,700,122	80,622,792
41,625,000	39,975,000	110,550,000	108,185,000	105,625,000	102,610,000
37,745,327	45,708,913	(25,827,742)	(24,063,871)	(20,924,878)	(21,987,208)
52.44%	46.65%	130.49%	128.61%	124.70%	127.27%
881,892	952,043	941,358	934,679	941,112	895,809
-	-	-	-	-	-
881,892	952,043	941,358	934,679	941,112	895,809
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
7,937,033	8,568,391	8,472,226	8,412,113	8,470,012	8,062,279
-	-	-	-	-	-
7,937,033	8,568,391	8,472,226	8,412,113	8,470,012	8,062,279
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**Hamilton City School District**  
**Schedule 12: Demographic and Economic Statistics**  
**Last Ten Calendar Years**

<b>Calendar Year</b>	<b>City of Hamilton Population</b>	<b>Personal Income (Butler County Area)</b>	<b>Per Capita Income (Butler County Area)</b>	<b>Unemployment Rate (Butler County Area)</b>
2000	60,690	1,709,455,230	28,167	3.0%
2001	60,690	1,754,062,380	28,902	3.2%
2002	60,690	1,778,884,590	29,311	4.4%
2003	60,690	1,823,552,430	30,047	3.2%
2004	60,690	1,880,054,820	30,978	3.8%
2005	60,690	1,950,455,220	32,138	4.9%
2006	60,690	2,010,659,700	33,130	5.9%
2007	60,690	2,054,235,120	33,848	5.1%
2008	60,690	2,180,045,490	35,921	5.9%
2009	62,477	N/A	N/A	9.9%

Source: Butler County FY2009 PAFR; City of Hamilton FY 2009 CAFR

Note: N/A - Information not available for 2009

**Hamilton City School District  
Schedule 13: Principal Employers  
Current and 8 Years Ago**

<b>2009</b>				
<b>Employer</b>	<b>Type of Business</b>	<b>Employees</b>	<b>Rank</b>	<b>Percent of Total Employment</b>
Fort Hamilton Hospital	Health Care	1,250	1	4.25%
Hamilton City Schools	Education	1,250	2	4.25%
Butler County	Government	900	3	3.06%
City of Hamilton	Government	700	4	2.38%
First Financial Bank	Financial	400	5	1.36%
Meijer, Inc.	Retail/Services	325	6	1.11%
Ohio Casualty Group/Liberty Mutual	Insurance	300	7	1.02%
The Kroger Co.	Groceries	300	8	1.02%
General Electric Aviation	Manufacturing/Svc	250	9	0.85%
Smart Papers, LLC	Manufacturing	200	10	0.68%
<b>Total</b>		<b>5,875</b>		<b>19.98%</b>
Total Employment within the City		<u>29,400</u>		

<b>2000</b>				
<b>Employer</b>	<b>Type of Business</b>	<b>Employees</b>	<b>Rank</b>	<b>Percent of Total Employment</b>
Fort Hamilton Hospital	Health Care	1,100	1	3.92%
Champion International Paper	Manufacturing	1,080	2	3.85%
Hamilton City Schools	Government	1,070	3	3.82%
Butler County	Government	900	4	3.21%
City of Hamilton	Government	716	5	2.55%
Mercy Health Partners	Health Care	625	6	2.23%
First Financial Bank	Financial	400	7	1.43%
Meijer, Inc.	Retail/Services	325	8	1.16%
Valeo Climate Control	Manufacturing	315	9	1.12%
Ohio Casualty Group/Liberty Mutual	Insurance	300	10	1.07%
<b>Total</b>		<b>6,831</b>		<b>24.36%</b>
Total Employment within the City		<u>28,047</u>		

Source: City of Hamilton FY 2009 CAFR: City Records

**Hamilton City School District**  
**Schedule 14: Full-Time Equivalent District Employees by Function**  
**Last Ten Fiscal Years**

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Instruction:</b>										
Regular	489	490	515	491	477	487	476	470	471	467
Special	174	172	152	148	153	163	161	154	157	170
Vocational	40	29	28	26	26	24	23	23	21	19
Adult/Continuing	13	11	11	12	12	12	11	10	11	11
Other	-	-	-	-	-	-	-	-	-	-
<b>Total Instruction</b>	<b>716</b>	<b>702</b>	<b>706</b>	<b>677</b>	<b>668</b>	<b>686</b>	<b>671</b>	<b>657</b>	<b>660</b>	<b>667</b>
<b>Support Services:</b>										
Pupils	92	92	95	97	99	101	101	107	96	95
Instructional Staff	139	149	143	144	155	152	152	143	149	139
Board of Education	5	5	5	5	5	5	5	5	5	5
Administration	74	75	77	78	81	80	79	85	78	74
Fiscal	9	9	10	9	9	10	8	9	10	10
Business	18	20	17	14	13	13	12	4	3	3
Operations and Maintenance	93	105	117	120	124	111	108	103	110	110
Pupil Transportation	57	69	75	62	74	61	56	62	77	77
Central	4	3	3	2	2	2	2	2	2	2
<b>Total Support Services</b>	<b>491</b>	<b>527</b>	<b>542</b>	<b>531</b>	<b>562</b>	<b>535</b>	<b>523</b>	<b>520</b>	<b>530</b>	<b>515</b>
<b>Non-Instructional Services</b>										
Food Service Operations	95	88	93	93	90	94	91	39	26	36
Community Services	19	19	18	13	14	13	14	2	1	1
Other	-	-	-	-	-	-	-	-	-	-
Extracurricular Activities	6	5	7	12	9	14	10	17	31	11
<b>Total Non-Instructional Services</b>	<b>120</b>	<b>112</b>	<b>118</b>	<b>118</b>	<b>113</b>	<b>121</b>	<b>115</b>	<b>58</b>	<b>58</b>	<b>48</b>
<b>Total</b>	<b>1,327</b>	<b>1,341</b>	<b>1,366</b>	<b>1,326</b>	<b>1,343</b>	<b>1,342</b>	<b>1,309</b>	<b>1,235</b>	<b>1,248</b>	<b>1,230</b>

Source: Nonfinancial information from district records

**Hamilton City School District**  
**Schedule 15: Operating Statistics**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Enrollment</b>	<b>Operating Expenditures</b>	<b>Cost Per Pupil</b>	<b>Percentage Change</b>	<b>Expenses</b>	<b>Cost Per Pupil</b>	<b>Percentage Change</b>	<b>Teaching Staff</b>	<b>Pupil-Teacher Ratio</b>	<b>Economically Disadvantaged Percentage</b>
2001	9,363	65,454,010	6,991	4.63%	N/A	N/A	N/A	554	16.90	44.90%
2002	9,244	70,313,662	7,606	6.91%	N/A	N/A	N/A	615	15.03	45.30%
2003	9,192	74,822,035	8,140	6.03%	80,323,265	8,738	N/A	553	16.62	45.60%
2004	9,297	78,793,042	8,475	5.04%	83,338,787	8,964	3.62%	561	16.57	47.80%
2005	9,196	82,513,534	8,973	4.51%	79,061,284	8,597	-5.41%	513	17.93	50.50%
2006	9,024	87,123,296	9,655	5.29%	91,098,386	10,095	13.21%	507	17.80	53.60%
2007	8,956	88,479,092	9,879	1.53%	95,792,979	10,696	4.90%	490	18.28	52.60%
2008	9,000	89,740,078	9,971	1.41%	100,494,193	11,166	4.68%	503	17.89	57.10%
2009	9,051	88,863,581	9,818	-0.99%	97,821,097	10,808	-2.73%	502	18.03	58.80%
2010	8,979	89,705,077	9,991	0.94%	102,801,486	11,449	4.84%	497	18.07	66.80%

*Source:* Nonfinancial information from district records, Local Report Card

*Notes:* Operating expenditures are total expenditures less debt service and capital outlays.

N/A = Not available

**Hamilton City School District**  
**Schedule 16: School Building Information**  
**Last Ten Fiscal Years**

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Instructional Buildings:</b>										
Adams Elementary - Housing Wilson JHS 7th Grade in FY2010 & FY2011 (1953)										
Square Feet	53,602	53,602	53,602	53,602	53,602	53,602	53,602	53,602	53,602	53,602
Acreage	6.60	6.60	6.60	6.60	6.60	6.60	6.60	6.60	6.60	6.60
Enrollment	478	456	504	520	547	526	512	512	491	316
Bridgeport Elementary (2009)										
Square Feet	-	-	-	-	-	-	-	-	93,148	93,148
Acreage	-	-	-	-	-	-	-	28.00	21.32	21.32
Enrollment	-	-	-	-	-	-	-	(*Note 5)	732	688
Cleveland Elementary (1959)										
Square Feet	38,565	38,565	38,565	38,565	38,565	38,565	38,565	38,565	38,565	38,565
Acreage	9.50	9.50	9.50	9.50	9.50	9.50	9.50	9.50	9.50	9.50
Enrollment	380	390	406	422	381	408	407	407	414	470
Fairwood Elementary (2009)										
Square Feet	-	-	-	-	-	-	-	-	92,128	92,128
Acreage	-	-	-	-	-	-	-	9.67	9.67	9.67
Enrollment	-	-	-	-	-	-	-	(*Note 5)	735	683
Fillmore Elementary (1929)										
Square Feet	49,832	49,832	49,832	49,832	49,832	49,832	49,832	49,832	49,832	49,832
Acreage	9.40	9.40	9.40	9.40	9.40	9.40	9.40	9.40	9.40	9.40
Enrollment	641	653	653	615	636	613	659	659	715	736
Harrison Elementary (1952)										
Square Feet	53,944	53,944	53,944	53,944	53,944	53,944	53,944	53,944	53,944	53,944
Acreage	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
Enrollment	378	374	385	389	383	374	378	378	387	514
Hamilton Education Center (Alternative School) (1957)										
Square Feet	14,944	14,944	14,944	14,944	14,944	14,944	14,944	14,944	14,944	14,944
Acreage	5.70	5.70	5.70	5.70	5.70	5.70	5.70	5.70	5.70	5.70
Enrollment	165	179	181	186	177	169	189	189	168	113
Lincoln Elementary - Housing Wilson JHS 8th Grade in FY2010 & FY2011 (1909)										
Square Feet	65,567	65,567	65,567	65,567	65,567	65,567	65,567	65,567	65,567	65,567
Acreage	3.60	3.60	3.60	3.60	3.60	3.60	3.60	3.60	3.60	3.60
Enrollment	558	537	544	556	562	521	499	499	564	232
Linden Elementary (2009)										
Square Feet	-	-	-	-	-	-	-	-	92,871	92,871
Acreage	-	-	-	-	-	-	-	-	30.11	30.11
Enrollment	-	-	-	-	-	-	-	(*Note 5)	797	750
Pierce Elementary (1929)										
Square Feet	50,853	50,853	50,853	50,853	50,853	50,853	50,853	50,853	50,853	50,853
Acreage	4.70	4.70	4.70	4.70	4.70	4.70	4.70	4.70	4.70	4.70
Enrollment	419	402	408	425	434	407	414	414	455	359
Ridgeway Elementary (2009)										
Square Feet	-	-	-	-	-	-	-	-	90,903	90,903
Acreage	-	-	-	-	-	-	-	12.12	14.00	14.00
Enrollment	-	-	-	-	-	-	-	(*Note 5)	724	665
Van Buren Elementary (1955)										
Square Feet	39,617	39,617	39,617	39,617	39,617	39,617	39,617	39,617	39,617	39,617
Acreage	11.70	11.70	11.70	11.70	11.70	11.70	11.70	11.70	11.70	11.70
Enrollment	388	362	389	388	370	400	391	391	425	451
Garfield Middle School (1959) - (*Note 1)										
Square Feet	126,844	126,844	126,844	126,844	126,844	126,844	126,844	126,844	126,844	126,844
Acreage	34.00	34.00	34.00	34.00	34.00	34.00	34.00	34.00	34.00	34.00
Enrollment	896	825	873	851	791	791	694	694	711	722
Freshman School (2003)										
Square Feet	-	-	-	-	-	121,625	121,625	121,625	121,625	121,625
Acreage	-	30.00	30.00	30.00	30.00	30.00	30.00	30.00	30.00	30.00
Enrollment	-	-	-	-	676	660	713	713	701	680
Hamilton High (1959)										
Square Feet	139,469	139,469	139,469	139,469	139,469	139,469	139,469	139,469	139,469	139,469
Acreage	33.90	33.90	33.90	33.90	33.90	33.90	33.90	33.90	33.90	33.90
Enrollment	2,030	2,075	1,864	1,955	1,814	1,798	1,598	1,598	1,790	1,600
Job Development Center (1985) - (*Note 2)										
Square Feet	62,126	62,126	62,126	62,126	62,126	62,126	62,126	62,126	62,126	62,126
Acreage	(*Note 3)	(*Note 3)	(*Note 3)	(*Note 3)	(*Note 3)	(*Note 3)	(*Note 3)	(*Note 3)	(*Note 3)	(*Note 3)

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010

**Other Buildings / Property**

Administration and Training Center (1923)										
Square Feet	20,680	20,680	20,680	20,680	20,680	20,680	20,680	20,680	20,680	20,680
Acreage	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Food Service Central Warehouse										
Square Feet	7,506	7,506	7,506	7,506	7,506	7,506	7,506	7,506	7,506	7,506
Acreage	-	-	-	-	-	-	-	-	-	-
Grant Building (1954)										
Square Feet	20,861	20,861	20,861	20,861	20,861	20,861	20,861	20,861	20,861	20,861
Acreage	6.20	6.20	6.20	6.20	6.20	6.20	6.20	6.20	6.20	6.20
Hayes Building (1958)										
Square Feet	27,866	27,866	27,866	27,866	27,866	27,866	27,866	27,866	27,866	27,866
Acreage	30.00	30.00	30.00	30.00	30.00	30.00	30.00	30.00	30.00	30.00
Maintenance Department (1950)										
Square Feet	14,514	14,514	14,514	14,514	14,514	14,514	14,514	14,514	14,514	14,514
Acreage	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00
Monroe Building (1959)										
Square Feet	23,976	23,976	23,976	23,976	23,976	23,976	23,976	23,976	23,976	23,976
Acreage	8.50	8.50	8.50	8.50	8.50	8.50	8.50	8.50	8.50	8.50
Transportation Department (1950)										
Square Feet	14,436	14,436	14,436	14,436	14,436	14,436	14,436	14,436	14,436	14,436
Acreage	(*Note 4)									
Mark Avenue Soccer Field										
Acreage	8.26	8.26	8.26	8.26	8.26	8.26	8.26	8.26	8.26	8.26
Smalley Blvd - Undeveloped										
Acreage	9.13	9.13	9.13	9.13	9.13	9.13	9.13	9.13	9.13	9.13
Timberhill Dr. - Undeveloped										
Acreage	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00
Washington Blvd. - Undeveloped										
Acreage	-	-	-	-	23.00	23.00	23.00	23.00	23.00	23.00
Riverview Elementary Site - Under Construction for FY2011 opening										
Square Feet	-	-	-	-	-	-	-	-	92,438	92,438
Acreage	-	-	-	-	-	-	-	10.00	10.00	10.00
Highland Elementary Site - Under Construction for FY2011 opening										
Square Feet	-	-	-	-	-	-	-	-	90,803	90,803
Acreage	-	-	-	-	-	-	-	10.00	10.00	10.00
Crawford Woods Elementary Site - Under Construction for FY 2011 opening										
Square Feet	-	-	-	-	-	-	-	-	91,542	91,542
Acreage	-	-	-	-	-	-	-	10.32	10.32	10.32
Brookwood Elementary Site - Under Construction for FY2011 opening										
Square Feet	-	-	-	-	-	-	-	-	87,283	87,283
Acreage	-	-	-	-	-	-	-	17.12	17.12	17.12

Source: School District Records, Ohio Department of Education Reports

Notes:

- 1 Garfield Middle School site is leased from Butler County.
- 2 The Job Development Center is leased from Miami University, Oxford, Ohio.
- 3 The Job Development Center and the Hamilton High School share a common site (which is owned by the District).
- 4 The Maintenance and Transportation Departments share a common site.
- 5 The FY2009 enrollment numbers for the 4 new schools: Bridgeport, Fairwood, Linden and Ridgeway Elementaries include numbers from closed school buildings

533 Dayton Street, P.O. Box 627, Hamilton, Ohio 45012  
(513) 887-5000

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*Hamilton City Schools offer Equal Educational and Employment Opportunities  
without regard to race, color, national origin, age, sex or handicap.*



**Mary Taylor, CPA**  
Auditor of State

**HAMILTON CITY SCHOOL DISTRICT**

**BUTLER COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JANUARY 4, 2011**