

PRINCETON CITY SCHOOL DISTRICT

Single Audit Reports

Year Ended June 30, 2010



Dave Yost • Auditor of State

Board of Education
Princeton City School District
25 West Sharon Road
Cincinnati, Ohio 45246

We have reviewed the *Independent Auditors' Report* of the Princeton City School District, Hamilton County, prepared by Clark, Schafer, Hackett & Co., for the audit period July 1, 2009 through June 30, 2010. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

March 14, 2011

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PRINCETON CITY SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2010

Federal Grantor/Program Title	Pass-Through Entity Number	Federal CFDA Number	Federal Revenues	Federal Expenditures
U.S. Department of Agriculture:				
<i>(Passed through Ohio Department of Education)</i>				
Nutrition Cluster:				
<i>Non-Cash Assistance (Food Distribution)</i>				
National School Lunch Program	n/a	10.555	\$ 144,996	144,996
<i>Cash Assistance</i>				
School Breakfast Program	05PU-2009	10.553	386,638	386,638
Summer Food Service Program for Children	LLP4-2009	10.559	23,132	23,132
National School Lunch Program	LLP4-2009	10.555	<u>1,037,190</u>	<u>1,037,190</u>
<i>Cash Assistance Subtotal</i>			<u>1,446,960</u>	<u>1,446,960</u>
Nutrition Cluster Total			<u>1,591,956</u>	<u>1,591,956</u>
Total U.S. Department of Agriculture			<u>1,591,956</u>	<u>1,591,956</u>
U.S. Department of Education:				
<i>(Passed through Ohio Department of Education)</i>				
Title I, Part A Cluster:				
Title I Grants to Local Educational Agencies	C1S1-2009	84.010	248,653	201,551
Title I Grants to Local Educational Agencies	C1S1-2010	84.010	1,502,155	1,617,821
ARRA - Title I Grants to Local Educational Agencies	C1S1-2010	84.389	<u>204,900</u>	<u>229,468</u>
Title I, Part A Cluster Total			<u>1,955,708</u>	<u>2,048,840</u>
School Improvement Grant	n/a	84.377	<u>40,970</u>	<u>40,970</u>
Special Education Cluster:				
Special Education - Grants to States	6BSF-2009	84.027	258,956	122,442
Special Education - Grants to States	6BSF-2010	84.027	931,779	990,949
Special Education - Preschool Grants	PGS1-2009	84.173	2,117	4,024
Special Education - Preschool Grants	PGS1-2010	84.173	18,952	19,363
ARRA - Special Education - Grants to States	6BSF-2010	84.391	662,690	709,470
ARRA - Special Education - Preschool Grants	PGS1-2010	84.392	<u>15,072</u>	<u>15,622</u>
Special Education Cluster Total			<u>1,889,566</u>	<u>1,861,870</u>
Career & Technical Education - Basic Grants to States	20C1-2009	84.048	7,489	1,443
Career & Technical Education - Basic Grants to States	20C1-2010	84.048	<u>14,979</u>	<u>15,225</u>
			<u>22,468</u>	<u>16,668</u>
Safe and Drug-Free Schools and Communities	DRS1-2009	84.186	585	942
Safe and Drug-Free Schools and Communities	DRS1-2010	84.186	<u>15,241</u>	<u>20,481</u>
			<u>15,826</u>	<u>21,423</u>
State Grants for Innovative Programs	C2S1-2009	84.298	<u>9,665</u>	<u>5,459</u>
Education Technology State Grants	TJS1-2009	84.318	60	60
Education Technology State Grants	TJS1-2010	84.318	<u>9,044</u>	<u>10,961</u>
			<u>9,104</u>	<u>11,021</u>
ARRA - Education of Homeless Children and Youth	ARRA-2010	84.387	-	8,108
Teaching American History	n/a	84.215	<u>254,653</u>	<u>248,849</u>
English Language Acquisition Grants	T3S1-2009	84.365	31,041	8,659
English Language Acquisition Grants	T3S1-2010	84.365	<u>77,125</u>	<u>78,072</u>
			<u>108,166</u>	<u>86,731</u>
Improving Teacher Quality State Grants	TRS1-2009	84.367	68,234	61,472
Improving Teacher Quality State Grants	TRS1-2010	84.367	<u>261,775</u>	<u>250,769</u>
			<u>330,009</u>	<u>312,241</u>
ARRA - State Fiscal Stabilization - Education State Grants	ARRA-2010	84.394	<u>287,720</u>	<u>287,720</u>
Total U.S. Department of Education			<u>4,923,855</u>	<u>4,949,900</u>
U.S. Department of Health and Human Services:				
<i>(Passed through Ohio Department of Education)</i>				
Improving Health & Education Outcome	n/a	93.110	<u>700</u>	<u>700</u>
Total Federal Awards			<u>\$ 6,516,511</u>	<u>6,542,556</u>

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS:

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - FOOD DISTRIBUTION

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

NOTE C - NUTRITION CLUSTER

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

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

To the Board of Education
Princeton City School District:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Princeton City School District (the "School District") as of and for the year ended June 30, 2010, which collectively comprise the School District's basic financial statements and have issued our report thereon dated January 19, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or 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 corrected on a timely basis.

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

Compliance And Other Matters

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

We noted certain matters that we reported to management of the School District in a separate letter dated January 19, 2011.

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

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
January 19, 2011

REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Education
Princeton City School District:

Compliance

We have audited Princeton City School District's (the "School District") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the School District's major federal programs for the year ended June 30, 2010. The School District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the School District's management. Our responsibility is to express an opinion on the School District's compliance based on our audit.

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

In our opinion, the School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

Management of the School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the School District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance, and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *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 type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to 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.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School District, as of and for the year ended June 30, 2010, and have issued our report thereon dated January 19, 2011. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the School District's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
January 19, 2011

PRINCETON CITY SCHOOL DISTRICT
 Schedule of Findings and Questioned Costs
 Year Ended June 30, 2010

Section I – Summary of Auditors’ Results

Financial Statements

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

Federal Awards

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

Identification of major programs:

Special Education Cluster
CFDA 84.027 – Special Education Grants to States
CFDA 94.391 – Special Education Grants to States - ARRA
CFDA 84.173 – Special Education Preschool Grants
CFDA 84.392 – Special Education Preschool Grants – ARRA

Title I, Part A Cluster:
CFDA 84.010 – Title I Program
CFDA 84.389 – Title I Program - ARRA

CFDA 84.394 – State Fiscal Stabilization - ARRA

Dollar threshold to distinguish between Type A and Type B Programs:	\$300,000
Auditee qualified as low-risk auditee?	no

PRINCETON CITY SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
Year Ended June 30, 2010
(Continued)

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

PRINCETON CITY SCHOOL DISTRICT

Schedule of Prior Audit Findings

Year Ended June 30, 2010

Financial Statement Findings

Finding 2009-1 – Restatement of Financials

The School District restated governmental activities net assets as of June 30, 2008 by \$2,491,494 after determining capital assets previously reported were overstated. This overstatement was determined as a result of a complete inventory and valuation of their capital assets during the fiscal year. Prior period adjustments to financial statements are an indicator of a significant deficiency in internal control over financial reporting.

Status: Corrected

Federal Award Findings

Finding 2009-2 – Allowable Costs/Cost Principles for Special Education Cluster – CFDA No. 84.027 and CFDA No. 87.173

During the prior audit, it was noted that the School District did not properly complete on a semi-annual basis the certifications required for employees expected to work solely on a single Federal award or cost objective.

Status: Corrected

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Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2010



Schematic Design of the future Princeton High/Middle School and Viking Village

Princeton City School District
Cincinnati, Ohio

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INTRODUCTORY SECTION

Mission Statement

Princeton is a diverse community where we are all learners - inspired to dream and challenged to achieve.

Vision Statement

Princeton City Schools is an Excellent school district of opportunities where families desire to live and choose to educate their children.

**PRINCETON CITY SCHOOL DISTRICT
CINCINNATI, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

**PREPARED BY: OFFICE OF THE TREASURER
JAMES M. ROWAN – CFO/TREASURER**

**PRINCETON CITY SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2010**

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25 West Sharon Avenue
Cincinnati, OH 45246

Office of the Treasurer

Phone: (513) 864-1040

Fax: (513) 864-1059

January 19, 2011

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

We are pleased to present the twelfth Comprehensive Annual Financial Report (CAFR) of the Princeton City School District (District) for the fiscal year ended June 30, 2010. This report was prepared by the Treasurer's Office, and contains financial statements, supplemental statements, and statistical information to provide complete and full disclosure of all material financial aspects of the District for the 2009-10 fiscal year.

Responsibility for the accuracy, completeness, and fairness of the report rests with the District. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. This report was prepared in conformance with generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB).

This report includes all funds of the District. The District provides a full range of traditional and non-traditional educational programs, services, and facilities. These include elementary and secondary curriculum offerings at the general, college preparatory, and vocational levels; a broad range of co-curricular and extra-curricular activities; special education programs; and facilities and community recreation facilities.

In addition to providing these general activities, the District receives pass-through grants from the State and distributes these grants to parochial/private schools located within the District. This activity is included in the entity as a Special Revenue fund because of the District's administrative involvement in the program. The parochial/private schools served are: Cincinnati Hills Christian Academy, Hillcrest Training Academy, Bethany School, St. Gabriel School, St. Michael School and St. Rita School for the Deaf. While these organizations share operational and service similarity with the District, each is a legally separate and distinct entity. Because of their independent nature, none of these organizations are included in this report.

DESCRIPTION OF THE DISTRICT

The District serves an area of 36 square miles in the north central part of Hamilton County, encompassing the villages of Glendale, Evendale, Woodlawn and Lincoln Heights, and, the cities of Springdale and Sharonville. It also encompasses a small portion of Butler and Warren Counties. The tax base of the District is comprised of a unique blend of residential, commercial, and industrial property, with approximately 54.31% of the tax revenue of the District paid by business and industry.

During the 2009-10 school year, the District served 5,561 students enrolled in preschool, eight elementary schools, one junior high school and one high school. The District's enrollment has stabilized with slight increases in elementary/middle school and slight declines in the high school.

The student enrollment of the District is a reflection of the diversity of the communities it serves. For the 2009-10 school year, approximately 54.5% of the students were considered low-income and eligible to participate in the free/reduced lunch program; 122 students were enrolled in a full time or part-time trade program, through vocational education; 824 students received instruction through a variety of special education programs; and all eligible students can participate in a number of advanced academic programs such as International Baccalaureate, advanced placement courses and gifted elementary programs. The District also offers a comprehensive adult education program to the community to help adults obtain a high school diploma.

ORGANIZATION OF THE DISTRICT

The Board of Education of the Princeton City School District is composed of five members elected at large by the citizens of the District. The board serves as the taxing authority, contracting body and policy initiator for the operation of the District. The Board is also responsible for the adoption of the tax budget, the annual operating budget and approves all expenditures of the District. The Board is a body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code, and has only those powers and authority conferred upon it by the Code.

The members of the Board, their current terms, and total years served on the Board as of June 30, 2010, are:

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Mrs. Sandy Leach	Jan. 2004 - Dec. 2012	6 ½
Ms. Lillian Hawkins	Jan. 2006 - Dec. 2010	4 ½
Ms. Tawana Keels	Jan. 2006 - Dec. 2010	12 ½
Mr. Robert Maine	Jan. 2008 - Dec. 2012	2½
Mr. Steve Moore	Jan. 2008 - Dec. 2012	2½

The Superintendent is the Chief Executive Officer of the District and is directly responsible to the Board for all operations of the District. Dr. Gary Pack has served as Superintendent August 1, 2008. Dr. Pack has 18 years as a school superintendent.

The Treasurer is the Chief Financial Officer of the District and is directly responsible to the Board for all financial operations, investments, and serves as Secretary to the Board. James M. Rowan who began his role as Treasurer began on January 18, 2010. Mrs. Mr. Rowan has 19 years experience as a school treasurer in Ohio.

FINANCIAL CONDITION

This is the seventh year the District has prepared financial statements following GASB Statement 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments." GASB 34 created new basic financial statements for reporting on the School District's financial activities as follows:

Government-wide financial statements: These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

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

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

As part of this reporting model, management is responsible for preparing a Management's Discussion and Analysis of the District. This discussion follows this letter of transmittal, providing an assessment of the District's finances for fiscal year 2010 and the outlook for the future.

EMPLOYEE RELATIONS

As of June 30, 2010, the Board employed 873 full-time employees. Of the Board's current employees, 493 were certificated by the Ohio Department of Education serving as classroom teachers or education specialists, and 34 administrators, all of whom have at least a bachelor's degree.

Certificated teachers and education specialists are represented by the Princeton Association of Classroom Educators (PACE) which is a labor organization affiliated with the Ohio Education Association. As of June 30, 2010, the District and the association have one year remaining on the contract.

Operational personnel are represented by the Princeton Support Staff Association (PSSA) which is affiliated with the Ohio Association of Public School Employees, Chapter 174 (OAPSE) which is a labor organization affiliated with the American Federation of State, County and Municipal Employees (AFSCME). As of June 30, 2010, the District and the association have one year remaining on the contract.

MAJOR INITIATIVES FOR THE YEAR

The district continues its efforts to become an excellent educational institution. Through strategic planning, several areas have become the focus of increased activity. An Operational Strategic Plan was developed and the implementation is ongoing. This plan mirrors components of the previous district-wide plan. Central office and building administrators were instrumental in its development and will lead the implementation effort. As in the past, the plan is based on the district's mission statement that states:

The mission: Princeton is a diverse community where we are all learners –
inspired to dream and challenge to achieve.

District goals for the 2009-2010 school year are as follows:

Goal One: Continue to develop and deploy year two of the School Improvement Process, implementing and monitoring instruction and support programs, resulting in improved student achievement.

Goal Two: Create a comprehensive understanding of the district's finances and strategies for maintaining and communicating our fiduciary responsibilities to all taxpayers through 2020. Develop the financial creativity, expertise and outreach to deliver the goal.

Goal Three: Invest in employees as the district's most valuable assets.

Goal Four: Develop open, timely, accessible, user-friendly and transparent communication mechanisms for all stakeholders.

Goal Five: Enhance leadership throughout the district at all levels and build positive relationships among superintendent, treasurer and board of education.

Relevant Financial Policies

In June of 2006, the State legislature passed House Bill 66. House Bill 66 phases out the tax on tangible personal property of general business, telephone and telecommunications companies, and railroads. The tax on general business and railroad property began being phased out in 2007 and will be eliminated by 2010. The tax on telephone and telecommunication property will begin being phased out in 2010 and will be eliminated by 2011. The tax is being phased out by reducing the assessment rate on the property each year. In the first five years, the District will be reimbursed fully for the lost revenue; in the following seven years, the reimbursements will be phased out. In 2009, House Bill 1 extended the fully funded reimbursement until 2013 at which time the phase out will continue the original schedule.

FINANCIAL INFORMATION

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

Internal Controls

The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP).

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management.

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 and annual reviews by the District's independent auditors.

As a 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, 2010, provided no significant violations of applicable laws and regulations.

Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established by individual fund. The District maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

Unencumbered appropriation balances are reviewed prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

Cash Management

The District operates a cash management program designed to provide safety, liquidity, and yield, in that order. Funds are invested in overnight savings accounts, certificates of deposit, in the Ohio State Treasurer's Investment Pool (Star Ohio), money market funds, or in United States Government agency securities. The amount of investment income received in fiscal year 2010 for all District funds was \$116,602. A more detailed description of the District's investment functions is provided in Note 2 in the notes to the basic financial statements.

Risk Management

The District maintains protection for its assets and employees through a comprehensive insurance program. Insurance policies for vehicle fleet liability, general liability, property loss, and boiler and machinery coverage are purchased from insurance companies licensed to do business in the State of Ohio. The maximum deductible amount for these coverages is \$5,000 per loss incurred.

OTHER INFORMATION

Independent Audit

Provisions of State statute require that the District's financial statements be subjected to an annual examination by an independent auditor. Clark, Schaefer, Hackett and Company unqualified opinion rendered on the District's basic financial statements, combining statements and individual fund schedules is included in the financial section of this Comprehensive Annual Financial Report. Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education agencies in Ohio.

Awards

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

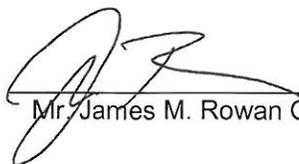
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2009, to the District. The award was the thirteenth for the District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2009, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after extensive review of the report by an expert panel of certified public accountants and practicing school business officials. The District believes our current report conforms to the ASBO's principles and standards, and we are submitting it to ASBO to determine its eligibility for a certificate.

Acknowledgments

The preparation and publication of the 2010 Comprehensive Annual Financial Report of the Princeton City School District was made possible by the combined efforts of the entire Treasurer's office staff. Finally, this report would not have been possible without the support, commitment, and leadership of the Board of Education to continue the pursuit of excellence in financial reporting.

Sincerely,



Mr. James M. Rowan CFO/Treasurer



Dr. Gary Pack, Superintendent

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Princeton 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.



President

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

PRINCETON 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

Eira Green

President

John D. Mueser

Executive Director

PRINCETON CITY SCHOOL DISTRICT
LIST OF PRINCIPAL OFFICIALS
June 30, 2010

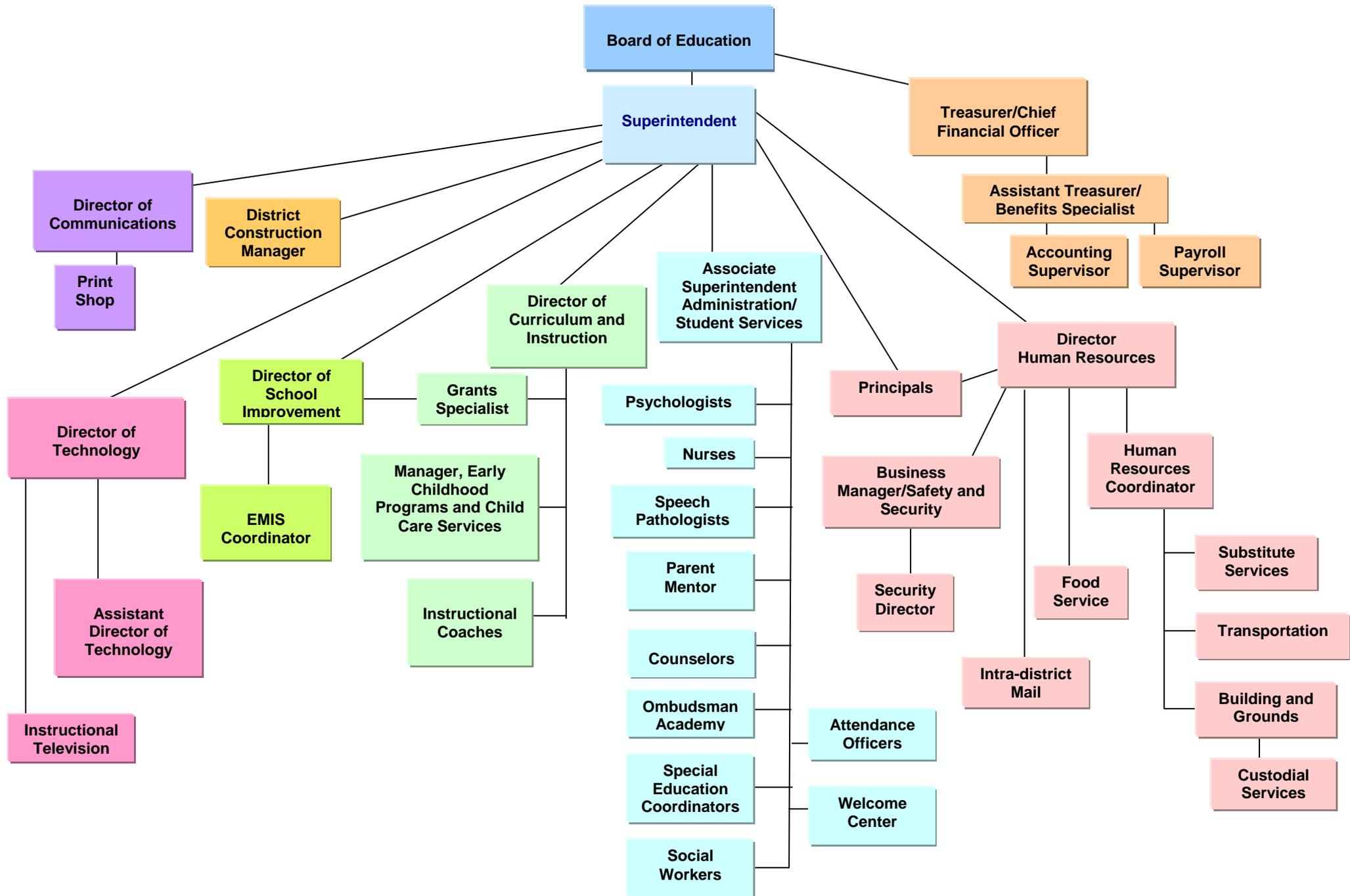
Elected Officials

President, Board of Education.....	Dr. Lillian Hawkins
Vice-President, Board of Education	Mr. Steve Moore
Board Member	Ms. Tawana Keels
Board Member	Mrs. Sandy Leach
Board Member	Mr. Bob Maine

Administrative Officials

Superintendent	Dr. Gary Pack
Associate Superintendent, Administration / Student Services.....	Dr. Mari Phillips
Director of Human Resources	Mrs. Victoria Brian
Treasurer / Chief Financial Officer	Mr. James M. Rowan

Organizational Chart of the Princeton City School District



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FINANCIAL SECTION

CHARACTER EDUCATION VALUES

Trustworthiness - Be honest, dependable, and sincere to self and others.

Respect - Demonstrate courtesy and civility. Be good to self and others.

Responsibility - Be accountable for the results of your actions.

Honor - Stand by your word. Exhibit ethical conduct.

Compassion - Treat others and self with kindness.

Service - Give back to the community. Help others.

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Princeton City School District:

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 19, 2011 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and the budgetary comparison information on pages 3 through 10 and 46 through 47, respectively, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

105 east fourth street, ste. 1500
cincinnati, oh 45202

www.cshco.com
p. 513.241.3111
f. 513.241.1212

Our audit was conducted for the purposes of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
January 19, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

This discussion and analysis provides key information from management highlighting the overall financial performance of the Princeton City School District, Ohio for the year ended June 30, 2010. This is meant to be an easily readable summary of the most important financial information regarding the accompanying financial statements. Please read it in conjunction with the School District's financial statements.

Financial Highlights

Major financial highlights for fiscal year 2010 are listed below:

- ✓ The assets of the School District exceeded its liabilities at year-end by \$46.5 million. Of this amount, \$26.6 million may be used to meet the government's ongoing obligations to citizens and creditors.
- ✓ In total, net assets decreased by \$8.6 million.
- ✓ The School District had \$93.1 million in expenses related to governmental activities; only \$11.4 million of these expenses were offset by program specific charges for services, grants or contributions. General revenue of \$73.1 million, made up primarily of property taxes and State Foundation payments provided the majority of funding for the School District.
- ✓ The General Fund balance decreased by \$12.1 million from \$34.5 million at June 30, 2009 to \$22.4 million at June 30, 2010.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

The statement of net assets presents information on all of the School District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The statement of activities presents information showing how the government'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 and earned but unused vacation leave).

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2010
Unaudited

The governmental activities of the School District are principally supported through taxes and intergovernmental revenues and include instruction, support services, administration, operation and maintenance of plant, and extracurricular 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 School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the School District can be divided into three categories: governmental funds, proprietary 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 a government'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 government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between government funds and governmental activities.

The School District accounts for its activities using many individual funds. The most significant 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 School District as a whole. Data for the other governmental funds is combined into a single aggregated presentation.

Proprietary funds. Proprietary funds use the full accrual basis of accounting. The School District uses an internal service fund to account for its medical expense reimbursement plan. Internal service funds are used to report activities that provide services to the School District's other departments.

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 School District's own programs. The accounting used for fiduciary funds is similar to proprietary funds.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2010
Unaudited

Other information. In addition to the basic financial statements and notes, this report also contains required supplementary information concerning the budget for the General Fund.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

A. Net assets at year-end

The following table presents a condensed summary of the School District's overall financial position at June 30, 2010 and 2009:

	<u>FY10</u>	<u>FY09</u>
Current and other assets	\$ 99,580,263	97,914,033
Capital assets	<u>95,268,326</u>	<u>96,061,122</u>
Total assets	<u>194,848,589</u>	<u>193,975,155</u>
Long-term liabilities	84,649,720	82,533,500
Other liabilities	<u>63,733,068</u>	<u>56,379,456</u>
Total liabilities	<u>148,382,788</u>	<u>138,912,956</u>
Net assets:		
Invested in capital assets, net of debt	11,939,134	16,185,254
Restricted:		
For capital purposes	6,429	-
Debt service	4,591,858	4,362,264
Other purposes	3,080,686	1,704,351
Endowment	279,775	280,809
Unrestricted	<u>26,567,919</u>	<u>32,529,521</u>
Total net assets	<u>\$ 46,465,801</u>	<u>55,062,199</u>

A significant portion of the School District's net assets (26%) reflects its investment in capital assets, less any related debt to acquire those assets that is still outstanding. The School District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The balance of unrestricted net assets (\$26,567,919) may be used to meet the government's ongoing obligations to citizens and creditors.

In fiscal year 2010, the School District's total liabilities increased by approximately \$9.5 million. The increase is primarily due to the issuance of \$1,250,000 in short-term notes and a \$3.6 million OASBO loan.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2010
Unaudited

B. Governmental Activities

The following is a summary of the School District's activities during fiscal year 2010 and 2009 and the resulting change in net assets:

	<u>FY10</u>	<u>FY09</u>
Revenues:		
Program revenues:		
Charges for services and sales	\$ 3,013,068	3,295,994
Operating grants and contributions	8,356,788	7,246,048
Capital grants and contributions	-	50,165
Total program revenues	<u>11,369,856</u>	<u>10,592,207</u>
General revenues:		
Property taxes	45,314,998	51,717,675
Grants and entitlements	26,779,285	23,242,456
Investment earnings	116,100	1,021,262
Miscellaneous	889,498	1,399,776
Total general revenues	<u>73,099,881</u>	<u>77,381,169</u>
Total revenues	<u>84,469,737</u>	<u>87,973,376</u>
Expenses:		
Instruction	45,105,572	43,259,277
Support services:		
Pupil	5,176,839	4,973,405
Instructional staff	7,268,709	6,930,120
Board of Education	417,868	288,917
Administration	7,747,880	8,292,485
Fiscal	2,433,305	2,455,576
Business	363,532	526,099
Operation and maintenance of plant	8,100,618	7,931,346
Pupil transportation	4,943,041	4,839,807
Central	934,365	1,552,170
Non-instructional services	6,982,394	7,039,549
Interest and fiscal charges	<u>3,592,012</u>	<u>3,557,493</u>
Total expenses	<u>93,066,135</u>	<u>91,646,244</u>
Change in net assets	\$ <u>(8,596,398)</u>	<u>(3,672,868)</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2010
Unaudited

Of the total governmental activities revenues of \$84,469,737, \$11,369,856 (13%) is from program revenue. This means that the government relies on general revenues to fund the majority of the cost of services provided to the citizens. Of those general revenues, 62% (\$45,314,998) comes from property tax levies and 37% (\$26,779,285) is from state funding. The School District's operations are reliant upon its property tax levy and the state's foundation program.

In total, revenues decreased about 4% with the majority under property taxes which is due to current economic conditions. Expenses increased approximately 2% during the year ended June 30, 2010 and is predominately due to increases in employees benefits as well as inflationary cost increases in goods and services.

Governmental Activities

The following table presents the total cost of each of the government's primary services, and the comparative net cost after deducting the revenues generated by each function. Approximately 12% of the cost of the general government programs was recouped in program revenues. Instruction costs were \$45,105,572 but program revenue contributed \$3,326,511 to fund 7% of those costs. Thus, general revenues of \$41,779,061 were used to support of remainder of the instruction costs.

Governmental Activities

	Total Cost of Services	Program Revenue	Revenues as a % of Total Costs	Net Cost of Services
Instruction	\$ 45,105,572	3,326,511	7%	41,779,061
Support services	37,386,157	3,336,945	9%	34,049,212
Non-instructional services	6,982,394	4,706,400	67%	2,275,994
Interest and fiscal charges	<u>3,592,012</u>	<u>-</u>	0%	<u>3,592,012</u>
Total	\$ <u>93,066,135</u>	<u>11,369,856</u>	<u>12%</u>	<u>81,696,279</u>

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S INDIVIDUAL FUNDS

Governmental funds

The School District has one major governmental fund: the General Fund. Assets of the General Fund comprise \$85,766,085 (86%) of the total \$99,226,100 governmental funds assets.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2010
Unaudited

General Fund: Fund balance at June 30, 2010 was \$22,455,543, with an unreserved fund balance of \$7,223,096. The fund balance decreased by \$12.1 million due mainly to a decrease in property tax revenues and increased expenditures including a larger transfer to the School District's Employee Benefits Fund for health insurance. The unreserved fund balance represents approximately 10% of current-year general fund expenditures.

GENERAL FUND BUDGETARY HIGHLIGHTS

The schedule comparing the School District's original and final budgets and actual results is included in the required supplementary information. Significant differences between the original and final budgets were as follows:

- In total revenues in the final budget were approximately \$5.5 million, or 8%, greater than original budget. This was primarily due to conservative original estimates on taxes which ended up \$3.2 million higher than originally anticipated and on grants and entitlements which ended up \$2.3 higher than originally anticipated.
- Total expenditures were originally budgeted at \$76.6 million and later amended to \$77 million. As revenue became available, appropriations were increased.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. At June 30, 2010, the School District had \$95,268,326 invested in a broad range of capital assets, including land, buildings, equipment and vehicles. The School District acquired capital assets of approximately \$2.7 million including buses and vehicles of approximately \$1.3 million and equipment of approximately \$1.4 million. Depreciation of \$3.5 was recorded for fiscal year 2010 for a net decrease in capital assets of approximately \$800,000. See Note 5 to the financial statements for more detail.

**Capital Assets at Year-End
(Net of Depreciation)**

		<u>2010</u>	<u>2009</u>
Land	\$	6,327,535	6,334,535
Land improvements		1,857,536	2,041,101
Buildings and improvements		83,248,977	85,113,871
Equipment and furniture		1,866,341	1,543,854
Vehicles		<u>1,967,937</u>	<u>1,027,761</u>
Total	\$	<u>95,268,326</u>	<u>96,061,122</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2010
Unaudited

Debt

During the year ended June 30, 2010, the School District made its regularly scheduled payments for general obligation bonds. As of June 30, 2010, the School District's obligations for general obligation bonds are \$76,090,000 which are payable over the next twenty-one years. During the current year, the School District entered into an OASBO loan. See Note 10 to the financial statements for more detail.

Outstanding Debt at Year-End

		<u>2010</u>	<u>2009</u>
2003 School Improvement Bonds	\$	5,765,000	6,955,000
2006 Refunding Bonds		70,325,000	70,420,000
OASBO Loan		<u>3,628,000</u>	<u>-</u>
Total	\$	<u>79,718,000</u>	<u>77,375,000</u>

ECONOMIC FACTORS

A challenge facing the School District is the future of state funds. On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The Court found the state's school funding system unconstitutional but declined to retain jurisdiction of the matter meaning the decision included no timeline for compliance or accountability for lack of compliance.

While the State has made some progress in resolving the school funding issue, the court ruled that the funding system is far too reliant on property taxes which are inherently not equitable or adequate for many districts. Princeton, however, receives 62% of its general funding from property taxes.

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

PRINCETON CITY SCHOOL DISTRICT, OHIO
Management's Discussion and Analysis
Year Ended June 30, 2010
Unaudited

REQUESTS FOR ADDITIONAL INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Treasurer's office at the Princeton City School District, Ohio, 25 West Sharon Avenue, Cincinnati, Ohio 45246.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Net Assets

June 30, 2010

	<u>Governmental Activities</u>
Assets:	
Equity in pooled cash and investments	\$ 24,000,266
Receivables:	
Taxes	72,558,974
Accounts	69,600
Intergovernmental	1,925,893
Supplies inventory	160,155
Restricted cash and investments	212,907
Deferred charges	652,468
Nondepreciable capital assets	6,327,535
Depreciable capital assets, net	<u>88,940,791</u>
Total assets	<u>194,848,589</u>
Liabilities:	
Accounts payable	601,183
Accrued wages and benefits	6,932,056
Intergovernmental payable	2,186,062
Unearned revenue	52,172,605
Accrued interest payable	309,151
Notes payable	1,250,000
Matured compensated absences payable	282,011
Long-term liabilities:	
Due within one year	2,555,375
Due within more than one year	<u>82,094,345</u>
Total liabilities	<u>148,382,788</u>
Net Assets:	
Invested in capital assets, net of related debt	11,939,134
Restricted for:	
Capital projects	6,429
Debt service	4,591,858
Other purposes	3,080,686
Endowment:	
Expendable	19,386
Nonexpendable	260,389
Unrestricted	<u>26,567,919</u>
Total net assets	<u>\$ 46,465,801</u>

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Activities
Year Ended June 30, 2010

	Expenses	Program Revenues		Net (Expense)
		Charges for Services and Sales	Operating Grants and Contributions	Revenue and Changes in Net Assets
				Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$ 32,335,550	1,534,119	191,325	\$ (30,610,106)
Special education	8,834,821	-	1,601,067	(7,233,754)
Other instruction	3,935,201	-	-	(3,935,201)
Support services:				
Pupil	5,176,839	-	1,398,688	(3,778,151)
Instructional staff	7,268,709	-	1,348,711	(5,919,998)
Board of Education	417,868	-	-	(417,868)
Administration	7,747,880	-	158,006	(7,589,874)
Fiscal	2,433,305	-	104,220	(2,329,085)
Business	363,532	-	-	(363,532)
Operation and maintenance of plant	8,100,618	-	287,533	(7,813,085)
Pupil transportation	4,943,041	-	9,044	(4,933,997)
Central	934,365	-	30,743	(903,622)
Non-instructional services:				
Extracurricular activities	1,650,476	121,412	-	(1,529,064)
Food service	2,585,402	823,267	1,612,578	(149,557)
Community service	2,746,516	534,270	1,614,873	(597,373)
Interest and fiscal charges	3,592,012	-	-	(3,592,012)
Total Governmental Activities	\$ 93,066,135	3,013,068	8,356,788	\$ (81,696,279)

General Revenues:

Property taxes, levied for general purposes	40,880,034
Property taxes, levied for debt service	4,434,964
Grants and entitlements not restricted to specific program	26,779,285
Investment earnings	116,100
Miscellaneous	889,498
Total general revenues	73,099,881
Change in net assets	(8,596,398)
Net assets beginning of year	55,062,199
Net assets end of year	\$ 46,465,801

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Balance Sheet
 Governmental Funds
 June 30, 2010

	General	Other Governmental Funds	Total Governmental Funds
Assets:			
Equity in pooled cash and investments	\$ 18,099,241	5,747,681	23,846,922
Restricted cash and investments	212,907	-	212,907
Receivables:			
Taxes	66,832,614	5,726,360	72,558,974
Accounts	45,168	24,432	69,600
Intergovernmental	-	1,925,893	1,925,893
Materials and supplies inventory	124,506	35,649	160,155
Interfund receivable	451,649	-	451,649
Total assets	<u>85,766,085</u>	<u>13,460,015</u>	<u>99,226,100</u>
Liabilities:			
Accounts payable	246,893	256,225	503,118
Accrued wages and benefits	6,199,258	732,798	6,932,056
Intergovernmental payable	1,854,084	331,978	2,186,062
Interfund payable	-	451,649	451,649
Compensated absences payable	282,011	-	282,011
Accrued interest payable	10,938	-	10,938
Notes payable	1,250,000	-	1,250,000
Deferred revenue	53,467,358	5,865,819	59,333,177
Total liabilities	<u>63,310,542</u>	<u>7,638,469</u>	<u>70,949,011</u>
Fund Balances:			
Reserved for:			
Encumbrances	1,530,934	239,909	1,770,843
Budget stabilization	212,907	-	212,907
Property taxes	13,364,100	1,505,100	14,869,200
Materials and supplies inventory	124,506	35,649	160,155
Endowment	-	260,389	260,389
Unreserved, reported in:			
General Fund	7,223,096	-	7,223,096
Special Revenue Funds	-	770,823	770,823
Debt Service Fund	-	2,983,861	2,983,861
Permanent Fund	-	19,386	19,386
Capital Projects Funds	-	6,429	6,429
Total fund balances	<u>22,455,543</u>	<u>5,821,546</u>	<u>28,277,089</u>
Total liabilities and fund balances	<u>\$ 85,766,085</u>	<u>13,460,015</u>	<u>99,226,100</u>

See accompanying notes to the basic financial statements.

Reconciliation of Total Governmental Fund Balances to
Net Assets of Governmental Activities
June 30, 2010

Total Governmental Fund Balances		\$ 28,277,089
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		95,268,326
Other long-term assets are not available to pay for current-period expenditures and therefore are not reported in the funds.		7,160,572
Deferred charges on the statement of net assets are not capitalized in the funds.		652,468
The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		55,279
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
General obligation bonds	78,451,192	
OASBO loan payable	3,628,000	
Compensated absences	2,570,528	
Accrued interest payable	<u>298,213</u>	
Total		<u>(84,947,933)</u>
Net Assets of Governmental Activities		\$ <u>46,465,801</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

Year Ended June 30, 2010

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Taxes	\$ 39,786,819	4,377,725	44,164,544
Tuition and fees	1,539,478	-	1,539,478
Interest	108,031	8,571	116,602
Intergovernmental	26,017,320	8,421,466	34,438,786
Charges for services	-	1,598,430	1,598,430
Other local revenues	732,610	56,248	788,858
Total revenues	<u>68,184,258</u>	<u>14,462,440</u>	<u>82,646,698</u>
Expenditures:			
Current:			
Instruction:			
Regular	29,926,682	518,728	30,445,410
Special education	7,098,349	1,744,772	8,843,121
Other instruction	3,823,265	104,454	3,927,719
Support services:			
Pupil	4,051,548	1,094,545	5,146,093
Instructional staff	5,941,783	1,258,333	7,200,116
Board of Education	417,868	-	417,868
Administration	6,500,234	169,542	6,669,776
Fiscal	2,209,012	227,567	2,436,579
Business	381,051	-	381,051
Operation and maintenance of plant	8,302,401	250,323	8,552,724
Pupil transportation	5,817,891	11,559	5,829,450
Central	786,300	121,502	907,802
Non-instructional services:			
Community service	107,605	2,684,596	2,792,201
Food service	-	2,584,851	2,584,851
Extracurricular activities	404,087	1,192,805	1,596,892
Capital outlay	151,663	-	151,663
Debt Service:			
Principal	-	1,285,000	1,285,000
Interest and fiscal charges	77,519	3,604,257	3,681,776
Total expenditures	<u>75,997,258</u>	<u>16,852,834</u>	<u>92,850,092</u>
Excess of revenues over (under) expenditures	<u>(7,813,000)</u>	<u>(2,390,394)</u>	<u>(10,203,394)</u>
Other financing sources (uses):			
Transfers in	-	1,839,536	1,839,536
Transfers out	(4,339,536)	-	(4,339,536)
Proceeds from OASBO loan	-	3,628,000	3,628,000
Sale of capital assets	69,514	-	69,514
Total other financing sources (uses):	<u>(4,270,022)</u>	<u>5,467,536</u>	<u>1,197,514</u>
Net change in fund balance	(12,083,022)	3,077,142	(9,005,880)
Fund balance, beginning of year	<u>34,538,565</u>	<u>2,744,404</u>	<u>37,282,969</u>
Fund balance, end of year	<u>\$ 22,455,543</u>	<u>5,821,546</u>	<u>28,277,089</u>

See accompanying notes to the basic financial statements.

Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended June 30, 2010

Net Change in Fund Balances - Total Governmental Funds		\$ (9,005,880)
<p>Amounts reported for governmental activities in the statement of activities are different because</p>		
<p>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.</p>		
Capital outlay	2,723,143	
Depreciation expense	<u>(3,495,629)</u>	(772,486)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		1,285,000
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(5,800)
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.		87,104
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		1,847,239
<p>Governmental funds report the effect of issuance costs and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.</p>		
Premium on sale of bonds	255,716	
Bond issuance costs	(44,112)	
Deferred amount on refunding	<u>(116,040)</u>	95,564
The internal service fund used by management to charge the cost of providing insurance is reported with government activities.		1,521,171
A loss on the disposal of an asset is recorded as an expense in the statement of activities.		(20,310)
Loan proceeds from OASBO are recorded as an other financing source in the fund statements and as a liability in the statement of net assets.		<u>(3,628,000)</u>
Change in Net Assets of Governmental Activities		\$ <u>(8,596,398)</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Net Assets

Proprietary Funds

June 30, 2010

	<u>Governmental Activities</u>
	<u>Internal Service Fund</u>
Assets:	
Current assets:	
Equity in pooled cash and investments	\$ <u>153,344</u>
Total assets	<u>153,344</u>
Liabilities:	
Current liabilities:	
Accounts payable	<u>98,065</u>
Total liabilities	<u>98,065</u>
Net Assets:	
Unrestricted	<u>55,279</u>
Total net assets	\$ <u><u>55,279</u></u>

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Revenues, Expenses and Changes in Fund Net Assets

Proprietary Funds

Year Ended June 30, 2010

	<u>Governmental Activities</u>
	<u>Internal Service Fund</u>
Operating revenues:	
Charges for services	\$ <u>1,069,265</u>
Operating expenses:	
Claims	<u>2,048,094</u>
Operating loss	(978,829)
Transfer in	<u>2,500,000</u>
Net income	1,521,171
Net assets, beginning of year	<u>(1,465,892)</u>
Net assets, end of year	\$ <u><u>55,279</u></u>

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Cash Flows

Proprietary Funds

Year Ended June 30, 2010

	<u>Governmental Activities</u>
	<u>Internal Service Fund</u>
Cash flows from operating activities:	
Cash received from customers	\$ 1,069,265
Cash payments for claims	<u>(2,798,476)</u>
Net cash used by operating activities	<u>(1,729,211)</u>
Cash flows from noncapital financing activities:	
Transfers in	2,500,000
Interfund loan	1,200,000
Interfund loan (repayment)	<u>(2,100,000)</u>
Net cash provided by noncapital financing activities	<u>1,600,000</u>
Net decrease in cash and investments	(129,211)
Cash and investments at beginning of year	<u>282,555</u>
Cash and investments at end of year	\$ <u>153,344</u>
<u>Reconciliation of operating loss to net cash used by operating activities:</u>	
Operating loss	\$ (978,829)
Adjustment to reconcile operating loss to net cash used by operating activities:	
Changes in liabilities:	
Decrease in accounts payable	<u>(750,382)</u>
Net cash used by operating activities	\$ <u>(1,729,211)</u>

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Net Assets

Fiduciary Funds

June 30, 2010

	<u>Private- Purpose Trust Funds</u>	<u>Agency Fund</u>
ASSETS		
Equity in pooled cash and investments	\$ <u>318,753</u>	<u>135,744</u>
Total assets	<u>318,753</u>	<u>135,744</u>
LIABILITIES		
Accounts payable	181	-
Due to student groups	<u>-</u>	<u>135,744</u>
Total liabilities	<u>181</u>	<u>135,744</u>
NET ASSETS		
Held in trust	\$ <u>318,572</u>	

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Changes in Net Assets

Fiduciary Funds

Year Ended June 30, 2010

	<u>Private- Purpose Trust Funds</u>
Additions:	
Contributions	\$ <u>236,125</u>
Total additions	<u>236,125</u>
Deductions:	
Community gifts, awards and scholarships	<u>2,720</u>
Total deductions	<u>2,720</u>
Change in net assets	233,405
Net assets, beginning of year	<u>85,167</u>
Net assets, end of year	\$ <u><u>318,572</u></u>

See accompanying notes to the basic financial statements.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2010

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Princeton City School District, Ohio (the "School 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 more significant of the School District's accounting policies are described below.

A. Reporting Entity

The School District is a consolidation of nine school districts originally chartered by the Ohio State Legislature. In 1853, state laws were enacted to create local Boards of Education. Today, the School District operates under current standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.09 of the Ohio Revised Code. The School District operates under a locally elected five-member Board form of government and provides educational services as authorized by its charter or further mandated by state and/or federal guidelines. This Board controls the School District's instructional and support facilities to provide services to students and other community members.

The reporting entity is comprised of the primary government, which consists of all funds, departments, boards, and agencies that are not legally separate from the School District. This includes general operations, food service, and student related activities of the School District.

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

The following activity is included within the reporting entity:

Parochial and Private Schools - Within the School District boundaries, several parochial and private schools are operated. Current State legislation provides funding to these schools, which is received and disbursed on behalf of the schools by the Treasurer of the School District, as directed by the schools. The administration of the State monies by the School District is reflected in a special revenue fund for financial reporting purposes.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

The School District is associated with two jointly governed organizations. These organizations are the Hamilton/Clermont Cooperative Association and Great Oaks Institute of Technology and Career Development. The organizations are presented in Note 13 to the basic financial statements.

B. Basis of Presentation

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

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The activity of the internal service funds is eliminated to avoid doubling up revenues and expenses. The interfund services provided and used are not eliminated in the consolidation.

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 statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the School 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 operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School 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 School District.

Fund Financial Statements Fund financial statements report detailed information about the School District. The focus of governmental and proprietary financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented separately. Fiduciary funds are reported by fund type.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

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 financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in total assets.

Operating revenues and expenses generally result from providing services and producing and delivering services in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

C. Fund Accounting

The School 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 School 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 School District are grouped into the categories governmental, proprietary, 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 is the School District's major governmental fund:

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

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

Proprietary funds are used to account for the School District's ongoing activities that are similar to those found in the private sector where the intent of the governing body is that the cost of providing goods and services financed or recovered primarily through user charges. The School District created an internal service fund for the operation of its high deductible health plan for health care and prescription benefits which is not a self insurance plan. The fund is used to pay the difference in employee deductibles between its old health plan and the high deductible plan.

Fiduciary Funds report on net assets and changes in net assets. The School District's fiduciary funds consist of private-purpose trust funds and an agency fund. The School District's private-purpose trust funds account for scholarship programs for students. These assets are not available for the School District's use. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's agency fund accounts for student activities.

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 relates 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 and "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 School 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. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due. Allocations of cost, such as depreciation, are not recognized in the governmental funds.

Government-wide financial statements are prepared using the accrual basis of accounting. Also, proprietary funds and fiduciary funds utilize accrual accounting. Revenues are recognized when earned and expenses are recognized when incurred.

Revenues - Exchange and Non-exchange transactions. Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2010

Non-exchange transactions, in which the School 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 School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School 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 potential revenue does not meet both the measurable and available criteria recognition in the current period. In the subsequent period, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the balance sheet and revenue is recognized. 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.

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

E. Equity in Pooled Cash and Cash Equivalents

Cash received by the School District is pooled for investment purposes. Individual fund integrity is maintained through School District records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the balance sheet.

During fiscal year 2010, the School District's investments were limited to Commercial Paper, US Government Agency securities, money market funds, and the State Treasury Assets Reserve of Ohio (STAR Ohio).

STAR Ohio is an investment pool managed by the State Treasurer's Office that 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 School District recored other investments held at June 30, 2010 at fair value.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

Under existing Ohio statutes, all investment earnings accrue to the General Fund except those specifically related to agency funds, certain trust funds, and those other funds individually authorized by Board resolutions. Interest earnings are allocated to these funds based on average monthly cash balance.

For purposes of the statement of cash flows and for presentation on the balance sheet, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents.

F. Inventory

All inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of inventory items are recorded as expenditures in the governmental funds when consumed rather than when purchased.

G. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. The School District defines capital assets as those with an individual cost of more than \$5,000 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 their estimated fair values as of the date received. The School 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.

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

Land improvements	20 years
Buildings and improvements	20 - 50 years
Equipment and furniture	5-20 years
Vehicles	8 years

H. Interfund Balances

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds.

On fund financials, receivables and payables resulting from short-term interfund loans are classified as "interfund receivable/payable." These amounts are eliminated in the governmental activities column of the statement of net assets.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

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 School District will compensate the employees for the benefits through paid time off or some other means. The School 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 School 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 School 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 due to employee resignations and retirements. These amounts are recorded as matured compensated absences payable.

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 School District records reservations for portions of fund equity that are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balances indicates that portion of fund equity that is available for appropriation in future periods. Fund equity reserves are established for encumbrances, property tax advances, inventory, endowments and budget reserve set-asides. The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statutes. The reserve for budget stabilization represents money set-aside to protect against cyclical changes in revenues and expenditures.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

L. Restricted Assets

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

M. Net Assets

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

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

N. 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.

2. DEPOSITS AND INVESTMENTS

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

Active deposits are public deposits necessary to meet current demands on the Treasury. Such monies must be maintained either as cash in the School 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 has identified as not required for use within the current five-year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

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

Protection of the School District's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution. Interim monies are permitted to be deposited or invested in the following securities:

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

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

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

Deposits

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a failure, the School District's deposits may not be returned to it. The School District's custodial credit risk policy requires that deposits be collateralized as required by ORC Chapter 135. At year end, \$1,843,655 of the School District's bank balance of \$2,109,318 was exposed to custodial credit risk since it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the School District's name. ORC Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of specific securities.

Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that all times the total value of the securities so pledged is at least 105% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance.

Investments

The School District's investments at June 30, 2010 are as summarized as follows:

	<u>Fair Value</u>	<u>Weighted Average Maturity Years</u>
FHLB	\$ 8,415,025	1.02
FNMA	4,619,162	1.09
FHLMC	2,329,692	0.93
STAR Ohio	8,114,484	-
US Money Market	8,099	-
	<u>\$ 23,486,462</u>	0.67

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2010

Credit Risk

It is the School District's policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have a credit quality rating of the top 2 ratings by nationally recognized statistical rating organizations. The School District's investments in FHLB, FNMA and FHLMC securities were rated AAA by Standard & Poor's and Aaa by Moody's. The School District's investments in the US Money Market Funds were rated AAA by Standard & Poor's. Investments in STAR Ohio were rated AAAM by Standard & Poor's.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a failure of a counter party, the School 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 School District's investment securities are registered in the name of the School District except for its investments in STAR Ohio and US Money Market Funds which are not evidenced by securities that exist in physical or book entry form.

Concentration of Credit Risk

The School District's policy places no limit on the amount it may invest in any one issuer. The School District has invested 35% in STAR Ohio, 36% in Federal Home Loan Bank, 10% in Federal Home Loan Mortgage Corporation, and 19% in Federal National Mortgage Association.

Interest Rate Risk

In accordance with the investment policy, the School District manages its exposure to declines in fair value by limiting the weighted average maturity of its investment portfolio to five years.

3. PROPERTY TAXES

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

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

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

Tangible personal property tax revenue received during calendar year 2010 (other than public utility property tax) represents the collection of 2010 taxes levied against local and inter-exchange telephone companies. Tangible personal property tax on business inventory, manufacturing and equipment, and furniture and fixtures is no longer levied and collected. Tangible personal property taxes received from telephone companies in calendar year 2010 were levied after April 1, 2009, on the value listed as of December 31, 2009. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

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

The School District receives property taxes primarily from Hamilton County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2010, are available to finance fiscal year 2010 operations. The amount available for advance can vary based on the date the tax bills are sent. The amounts available for advance at June 30, 2010 were \$13,364,100 and \$1,505,100 in the General Fund and Debt Service Fund, respectively.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property, and public utility taxes that became measurable as of June 30, 2010. 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.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2010

The assessed values upon which fiscal year 2010 taxes were collected are:

	<u>2009 Second- Half Collections</u>		<u>2010 First- Half Collections</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/Residential and Other Real Estate	\$ 1,633,409,420	91.18%	1,620,811,910	96.07%
Public Utility	43,420,600	2.42%	48,392,540	2.87%
Tangible Personal Property	<u>114,507,988</u>	6.39%	<u>17,853,270</u>	1.06%
Total Assessed Value	\$ <u><u>1,791,338,008</u></u>	100.00%	<u><u>1,687,057,720</u></u>	100.00%
Tax rate per \$1,000 of assessed valuation		\$49.03		\$48.99

4. INTERFUND TRANSACTIONS

During the year ended June 30, 2010, the General Fund made the following transfers:

Other Governmental Funds	\$ 1,839,536
Internal Service Fund	<u>2,500,000</u>
Total	\$ <u><u>4,339,536</u></u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

At June 30, 2010, the School District has also made interfund loans from the General Fund to Other Governmental Funds in the amounts of \$451,649.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2010

5. CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2010 was as follows:

	Balance 7/1/09	Additions	Disposals	Balance 6/30/10
<i>Governmental Activities</i>				
Capital assets, not being depreciated:				
Land	\$ 6,334,535	-	(7,000)	6,327,535
Subtotal	<u>6,334,535</u>	<u>-</u>	<u>(7,000)</u>	<u>6,327,535</u>
Capital assets, being depreciated:				
Land improvements	5,743,152	-	(306,106)	5,437,046
Buildings and improvements	101,255,302	-	-	101,255,302
Equipment and furniture	5,141,090	1,447,447	-	6,588,537
Vehicles	4,727,453	1,275,696	(556,671)	5,446,478
Subtotal	<u>116,866,997</u>	<u>2,723,143</u>	<u>(862,777)</u>	<u>118,727,363</u>
Totals at historical cost	<u>123,201,532</u>	<u>2,723,143</u>	<u>(869,777)</u>	<u>125,054,898</u>
Less accumulated depreciation:				
Land improvements	3,702,051	170,255	(292,796)	3,579,510
Buildings and improvements	16,141,431	1,864,894	-	18,006,325
Equipment and furniture	3,597,236	1,124,960	-	4,722,196
Vehicles	3,699,692	335,520	(556,671)	3,478,541
Total accumulated depreciation	<u>27,140,410</u>	<u>3,495,629</u>	<u>(849,467)</u>	<u>29,786,572</u>
Capital assets, net	<u>\$ 96,061,122</u>	<u>(772,486)</u>	<u>(20,310)</u>	<u>95,268,326</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular instruction	\$ 2,116,084
Support services:	
Instructional staff	114,749
Administration	23,606
Operations and maintenance of plant	780,268
Pupil transportation	331,207
Central	31,074
Food service	24,990
Extracurricular activities	73,651
Total depreciation expense	<u>\$ 3,495,629</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2010

6. RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The School District carries commercial general liability insurance against these risks and all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no significant change in coverage from last year.

Employee health insurance is provided through a fully insured plan. The School District pays premiums to a private insurance company and retains no risk.

7. DEFINED BENEFIT PENSION PLANS

School Employees Retirement System

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement, disability, and survivor benefits; annual cost-of-living adjustments; and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report can be obtained by contacting SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746.

Plan members are required to contribute 10% of their annual covered salary and the School District is required to contribute at an actuarially determined rate, which is currently 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts by the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocated the current employer contribution rate amount the four funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund) of the System. For the fiscal year ended June 30, 2010, the allocation to pension and death benefits was 12.78%. The remaining 1.22% of the 14% employer contribution rate was allocated to the Health Care and Medicare B Funds.

The School District's required contributions to SERS for the fiscal years ended June 30, 2010, 2009, and 2008 were approximately \$2,082,000, \$2,015,000, and \$2,002,000 respectively; 49% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008. The unpaid contribution for fiscal year 2010 is recorded as a liability within the respective funds.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2010

State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS Ohio), a state-wide, cost-sharing multiple-employer public employee retirement system for licensed teachers and other faculty members employed by the School District. STRS Ohio provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS Ohio issued a publicly available financial report that includes financial statements and required supplementary information for STRS. The report may be obtained by writing to the STRS Ohio, 275 East Broad Street, Columbus, Ohio 43215-3771.

New members have a choice of three retirement plan options. In addition to the Defined Benefit (DB) Plan, new members are offered a Defined Contribution (DC) Plan and a Combined Plan. The DC Plan allows members to allocate all their member contributions and employer contributions equal to 10.5% of earned compensation among various investment choices. The Combined Plan offers features of the DC Plan and the DB Plan. In the Combined Plan, member contributions are allocated to investment choices by the member, and employer contributions are used to fund a defined benefit payment at a reduced level from the regular DB Plan. Contributions into the DC Plan and the Combined Plan are credited to member accounts as employers submit their payroll information to STRS Ohio, generally on a bi-weekly basis. DC and Combined Plan members will transfer to the DB Plan during their fifth year of membership unless they permanently select the DC or Combined Plan.

DB Plan benefits are established under Chapter 3307 of the Ohio Revised Code. Any member may retire who has (i) five years of service credit and attained age 60; (ii) 25 years of service credit and attained age 55; or (iii) 30 years of service credit regardless of age. The annual retirement allowance, payable for life, is the greater of the “formula benefit” or the “money-purchase benefit” calculation. Under the “formula benefit,” the retirement allowance is based on years of credited service and final average salary, which is the average of the member’s three highest salary years. The annual allowance is calculated by using a base percentage of 2.2% multiplied by the total number of years of service credit (including Ohio-valued purchase credit) times the final average salary. The 31st year of earned Ohio service credit is calculated at 2.5%.

An additional one-tenth of a percent is added to the calculation for every year of earned Ohio service credit over 31 years (2.6% for 32 years, 2.7% for 33 years and so on) until 100% of final years will be calculated at 2.5% instead of 2.2%. Under the “money-purchase benefit” calculation, a member’s lifetime contributions plus interest at specified rates are matched by an equal amount from other STRS Ohio funds. This total is then divided by an actuarially determined annuity factor to determine the maximum annual retirement allowance.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2010

DC Plan benefits are established under Sections 3307.80 to 3307.89 of the Ohio Revised Code. For members who select the DC Plan, all member contributions and employer contributions at a rate of 10.5% are placed in an investment account. The member determines how to allocate the member and employer money among various investment choices. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump-sum withdrawal. Employer contributions into members' accounts are vested after the first anniversary of the first day of paid service. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

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

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

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

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

A DB or Combined Plan member with five or more years' credited service who becomes disabled may qualify for a disability benefit. Eligible spouse and dependents of members who die before retirement may qualify for survivor benefits. A death benefit of \$1,000 is payable to the beneficiary of each deceased retired member who participated in the DB Plan. Death benefit coverage of up to \$2,000 can be purchased by participants in the DB, DC, or Combined Plans. Various other benefits are available to members' beneficiaries.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

Plan members are required to contribute 10% of their annual covered salary and the School District is required to contribute 14%. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. The School District's required contributions to STRS for the years ended June 30, 2010, 2009, and 2008 were approximately \$5,272,000, \$5,045,000 and \$5,278,000 respectively; 83% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008. The unpaid contribution for fiscal year 2010 is recorded as a liability within the respective funds.

Social Security System

Effective July 1, 1991, all employees not otherwise covered by SERS or STRS have an option to choose Social Security or SERS/STRS. The School District's liability is 6.2% of wages paid.

8. POSTEMPLOYMENT BENEFITS

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System of Ohio (STRS Ohio), and to retired non-certified employees and their dependents through the School Employees Retirement System (SERS). Benefits include hospitalization, physicians' fees, prescription drugs, and reimbursement of Medicare premiums. Benefit provisions and the obligations to contribute are established by the Systems 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 defined contribution plan. Ohio law authorizes STRS Ohio to offer a cost-sharing, multiple-employer health care plan. STRS Ohio provides access to health care coverage to eligible retirees who participated in the defined benefit or combined plans. Pursuant to 3307 of the Ohio Revised Code, the Retirement Board has discretionary authority over how much, if any, of the associated health care costs will be absorbed by STRS Ohio. All benefit recipients, for the most recent year, pay a portion of the health care 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. The School District's contributions to STRS Ohio allocated to post-employment health care for the years June 30, 2010, 2009, and 2008 were approximately \$377,000, \$360,000, and \$377,000, respectively. 83% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008.

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2010

SERS administers two postemployment benefit plans:

Medicare B Plan - The Medicare B plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Ohio Revised Code (ORC) 3309.69. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B premium for calendar year 2010 was \$96.40 for most participants, but could be as high as \$353.60 per month depending on their income. 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 was 0.76%. The School District contributions for the year ended 2010, 2009 and 2008 were approximately \$113,000, \$108,000 and \$97,000, respectively, which equaled the required contributions each year. 49% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008.

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 care plan or program. SERS offers several types of health plans from various vendors, including HMO's, PPO's, and traditional indemnity plans. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrators and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively.

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

The Health Care Fund was established under, and is administered in accordance with Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14% contribution to the Health Care Fund. At June 30, 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 \$35,800. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The School District's contributions for the years ended June 30, 2010, 2009, and 2008 were \$68,000, \$599,000, and \$598,000, respectively. 49% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

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. EMPLOYEE BENEFITS

Compensated Absences

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time. Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to maximum of 260 days for teachers, 279 days for administrators and 265 days for classified staff. Upon retirement, payment is made for twenty-five percent of the employee's accumulated sick leave.

10. LONG-TERM OBLIGATIONS

The changes in the School District's long-term obligations during fiscal year 2010 were as follows:

	Principal Outstanding 7/1/09	Additions	Reductions	Principal Outstanding 6/30/10	Amounts Due in One Year
Governmental Activities:					
General obligation bonds:					
2003 School Improvement \$	6,955,000	-	(1,190,000)	5,765,000	1,260,000
Issuance premiums	152,169	-	(30,434)	121,735	-
2006 Refunding Bonds	70,420,000	-	(95,000)	70,325,000	100,000
Issuance premiums	4,843,554	-	(225,282)	4,618,272	-
Deferred amount on refunding	(2,494,855)	-	116,040	(2,378,815)	-
OASBO loan	-	3,628,000	-	3,628,000	122,000
Compensated absences	2,657,632	887,873	(974,977)	2,570,528	1,073,375
Total	\$ 82,533,500	4,515,873	(2,399,653)	84,649,720	2,555,375

School Improvement Bonds – The School District issued School Improvement Bonds on December 1, 2003 in the amount of \$85,000,000 for the construction of new school buildings and renovation of certain existing buildings. These bonds mature on December 1, 2030 and pay interest at 4.77%. The bonds will be paid from the Debt Service Fund.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

2006 School Improvement Refunding Bonds – The School District issued \$70,840,000 in refunding bonds for the partial advance refunding of \$71,800,000 of school improvement bonds issued in 2003. These bonds mature on December 1, 2030 and pay interest of 4.0% - 5.0%. The bonds are paid from the Debt Service Fund.

Principal and interest requirements for the general obligation bonds are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2011	\$ 1,360,000	3,578,558	4,938,558
2012	1,425,000	3,535,497	4,960,497
2013	1,660,000	3,487,739	5,147,739
2014	1,745,000	3,427,537	5,172,537
2015	1,795,000	3,345,475	5,140,475
2016 - 2020	12,600,000	15,258,800	27,858,800
2021 - 2025	19,385,000	11,859,700	31,244,700
2026 - 2030	28,770,000	6,580,013	35,350,013
2031	7,350,000	385,875	7,735,875
Total	\$ <u>76,090,000</u>	<u>51,459,194</u>	<u>127,549,194</u>

OASBO loan – The School District entered into a loan agreement through the Ohio Association of School Business Officials Asset Pooled Financing Program for \$3,628,000. The loan is being used for completion of the School District’s renovation of buildings and is payable from the General Fund. The Loan matures on December 1, 2030.

Principal and interest requirements for the OASBO loan are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2011	\$ 122,000	147,317	269,317
2012	121,000	142,299	263,299
2013	125,000	137,219	262,219
2014	130,000	131,953	261,953
2015	135,000	126,481	261,481
2016 - 2020	754,000	542,889	1,296,889
2021 - 2025	907,000	371,886	1,278,886
2026 - 2030	1,091,000	166,213	1,257,213
2031	243,000	5,018	248,018
	\$ <u>3,628,000</u>	<u>1,771,275</u>	<u>5,399,275</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2010

All general obligation debt is supported by the full faith and credit of the School District. Compensated absences payable are generally paid from the General Fund and Special Revenue funds.

11. SHORT-TERM OBLIGATIONS

A summary of the short-term note transaction for the year ended June 30, 2010 follows:

	Principal Outstanding			Principal Outstanding	
	7/1/09	Additions	Reductions	6/30/10	
Bond Anticipation Notes \$	-	1,250,000	-	1,250,000	

Bond Anticipation Notes – On December 1, 2009, the School District issued \$1,250,000 of bond anticipation notes for the acquisition of vehicles bearing interest at 1.5%. These notes mature on November 30, 2010.

12. PRIOR YEAR DEFEASANCE OF DEBT

In prior years, the School District defeased certain general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included on the School District's financial statements. On June 30, 2010, \$70,840,000 of bonds are considered defeased.

13. JOINTLY GOVERNED ORGANIZATIONS

The Hamilton/Clermont Cooperative Association

The School District is a participant in a consortium of school districts to operate The Hamilton/Clermont Cooperative Association (H/CCA). H/CCA is an association of public districts in a geographic area determined by the Ohio Department of Education 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. The Board of H/CCA consists of one representative from each of the participating members. The School District has no ongoing financial interest in nor responsibility for H/CCA. Complete financial statements can be obtained for H/CCA at 7615 Harrison Avenue, Cincinnati 45231.

The Great Oaks Institute of Technology and Career Development

The Great Oaks Institute of Technology and Career Development, a jointly governed organization, is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of one representative from each of the participating school district's elected board. The Board possesses its own budgeting and taxing authority as a separate body politic and corporate, established by the Ohio Revised Code.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements

Year Ended June 30, 2010

Great Oaks was formed for the purpose of providing vocational education opportunities to the students of the member school districts, which includes the students of the School District. The School District has no ongoing financial interest in nor responsibility for Great Oaks. To obtain financial information, write to Great Oaks at 3254 East Kemper Road, Cincinnati, Ohio 45241.

14. CONTINGENCIES

Grants

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds.

However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2010.

Litigation

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

15. REQUIRED SET-ASIDES

The School District is required by State statute to annually set aside in the general fund an amount based on the 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.

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

PRINCETON CITY SCHOOL DISTRICT, OHIO
Notes to the Basic Financial Statements
Year Ended June 30, 2010

	<u>Textbooks</u>	<u>Capital Improvements</u>	<u>Budget Stabilization</u>
Set-aside reserve balance as of June 30, 2009	\$ (2,335,005)	-	212,907
Current year set-aside requirement	851,233	851,233	-
Current year qualifying expenditures	<u>(1,746,073)</u>	<u>(3,014,424)</u>	<u>-</u>
Total	<u>(3,229,845)</u>	<u>(2,163,191)</u>	<u>212,907</u>
Balance carried to FY2011	<u>(3,229,845)</u>	<u>-</u>	<u>212,907</u>
Set-aside reserve balance as of June 30, 2010	<u>-</u>	<u>-</u>	<u>212,907</u>

Since the School District had offsets and qualifying disbursements during the year that reduced the set aside amount for textbooks and instructional materials to below zero, these extra amounts may be used to reduce the set aside requirements of future years. However, the excess qualifying disbursements of the capital improvement set-aside may not be used to reduce the capital improvement set aside requirements of future years.

16. DEFICIT FUND BALANCES

At June 30, 2010, the following funds had deficit fund balances:

Other governmental funds:	
Athletic	\$ 18,764
Education Management Information Systems	4,676
Public School Subsidy	21,564
Title VI-B	319,374
Title II-D	500
Title I Sub G	1,747
Title III	49,836
Title I	480,835
Preschool Grant	7,329
Reducing Class Size	14,286
Miscellaneous Federal Grants	24,143

These deficit balances were created by the application of generally accepted accounting principles. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

17. SUBSEQUENT EVENTS

On September 23, 2010, the School District issued \$120,000,000 in School Improvement General Obligation bonds for the construction of a new middle/high school. These bonds will be repaid with a bond levy passed on May 4, 2010.

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PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures and Changes in Fund
Balance - Budget and Actual (Non-GAAP Budgetary Basis)
General Fund

Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues:				
Taxes	37,400,050	40,559,262	40,559,262	-
Tuition and fees	1,143,100	1,558,442	1,558,442	-
Interest	500,100	235,711	235,711	-
Intergovernmental	24,792,800	27,123,215	27,123,215	-
Other local revenues	807,190	637,154	637,154	-
Total revenues	<u>64,643,240</u>	<u>70,113,784</u>	<u>70,113,784</u>	-
Expenditures:				
Current:				
Instruction:				
Regular	28,433,131	29,878,865	29,878,865	-
Special education	6,626,694	7,066,261	7,066,261	-
Other instruction	3,793,063	3,836,519	3,836,519	-
Support services:				
Pupil	3,684,859	4,073,149	4,073,149	-
Instructional staff	5,013,093	5,802,140	5,802,140	-
Board of Education	174,290	531,049	531,049	-
Administration	6,335,416	6,421,815	6,421,815	-
Fiscal	2,329,377	2,162,069	2,162,069	-
Business	710,109	407,462	407,462	-
Operation and maintenance of plant	10,172,881	8,982,589	8,982,589	-
Pupil transportation	5,455,113	5,917,147	5,917,147	-
Central	1,334,670	1,090,438	1,090,438	-
Non-instructional services:				
Community services	2,140,379	118,065	118,065	-
Extracurricular activities	345,529	353,674	353,674	-
Capital outlay	50,000	257,442	257,442	-
Debt service:				
Interest and fiscal charges	-	66,581	66,581	-
Total expenditures	<u>76,598,604</u>	<u>76,965,265</u>	<u>76,965,265</u>	-
Excess of revenues over expenditures	<u>(11,955,364)</u>	<u>(6,851,481)</u>	<u>(6,851,481)</u>	-
Other financing sources (uses):				
Transfers in	10,000	149,312	149,312	-
Transfers out	(15,500)	(4,523,358)	(4,523,358)	-
Advances in	5,700,000	7,750,968	7,750,968	-
Advances out	-	(2,651,649)	(2,651,649)	-
Proceeds from sale of notes	-	1,250,751	1,250,751	-
Other financing sources	320,140	189,639	189,639	-
Total other financing sources (uses):	<u>6,014,640</u>	<u>2,165,663</u>	<u>2,165,663</u>	-
Net change in fund balance	(5,940,724)	(4,685,818)	(4,685,818)	-
Fund balance, beginning of year	18,760,717	18,760,717	18,760,717	-
Prior year encumbrances appropriated	2,450,563	2,450,563	2,450,563	-
Fund balance, end of year	<u>15,270,556</u>	<u>16,525,462</u>	<u>16,525,462</u>	-

See accompanying notes to required supplemental information.

PRINCETON CITY SCHOOL DISTRICT, OHIO

Notes to Required Supplementary Information

Year Ended June 30, 2010

Note A Budgetary Basis of Accounting

While the School 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 Schedule of Revenues, Expenditures and Changes in Fund Balances - 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 budget basis and GAAP basis are that:

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

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

Encumbrances are treated as expenditures for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types (GAAP basis).

The following tables summarize the adjustments necessary to reconcile the GAAP statements and the budgetary basis schedule:

	<u>General</u>
Net change in fund balance - GAAP Basis	\$ (12,083,022)
Increase / (decrease):	
Due to revenues	1,929,526
Due to expenditures	774,119
Due to other sources (uses)	6,435,685
Due to encumbrances	<u>(1,742,126)</u>
Net change in fund balance - Budget Basis	\$ <u>(4,685,818)</u>

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Required Supplementary Information

**Combining Statements And
Individual Fund Schedules**

Nonmajor Governmental Funds

Special Revenue:

The Special Revenue Funds are used to account for revenue sources that are legally restricted to expenditure for specified purposes. The following are descriptions of each Special Revenue Fund:

Public School Support:

To account for local revenue sources generated by individual school buildings. Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs.

Other Grants:

To account for monies for grant monies provided from local organizations, foundations or charities for a particular purpose or activity.

Athletic:

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

Auxiliary Service:

To account for monies which provide services and materials to pupils attending non-public schools within the District's boundaries. These monies are received and disbursed on behalf of the non-public school by the Treasurer of the District, as directed by the non-public school.

Educational Management Information System:

To account for expenditures made in conjunction with the implementation of a system to gather student, staff and financial information to comply with Senate Bill 140.

Entry Year Grant:

To account for state funds received for the implementation of entry-year mentoring programs for first year teachers.

Data Communications:

To account for state funds appropriated for Ohio Educational Computer Network Connections.

SchoolNet Professional Development:

To account for state funds, which provide professional development opportunities and programs for District staff in the area of computers and related technology.

Nonmajor Governmental Funds (Continued)

Ohio Reads:

This fund accounts for state monies and operating expenditures associated with the administering the Ohio Reads Program. The program is intended to improve reading outcomes, particularly on the fourth grade proficiency test.

Vocational Education Enhancement:

To account for state funds used to expand the number of students enrolled in tech programs, enable students to develop career plans, and replace or update vocational program equipment.

Alternative Schools:

To account for state funds which, provide for alternative educational programs for at-risk and delinquent youth.

Miscellaneous State Grants:

This fund accounts for various monies received from State agencies which are not classified elsewhere. A separate special cost center must be used for each grant and be approved by the Auditor of State.

Title VI-B:

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

Vocational Education:

To account for federal funds used in the development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, cooperative education, advisory committee, and work-study projects.

Title II-D:

A fund used to account for monies distributed by the State from the federal government that is being used for improving student academic achievement through the use of technology in schools.

Title I Sub G:

A fund used to account for monies distributed by the State from the federal government that is being used for improving student academic achievement through intervention.

Nonmajor Governmental Funds (Continued)

Title III:

To account for federal funds provided for students whose native language is not English.

Title I:

To account for federal funds whose purpose is to provide financial assistance to enable state and local educational agencies to meet the special needs of educationally deprived children.

Title V:

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

Drug Free Schools:

To account for federal funds used to implement programs to educate and encourage students to live their lives free of drug dependency.

Preschool:

To account for federal funds received for the purpose of assisting in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at preschool.

Reducing Class Size:

To account for federal funds received to provide for class size reduction.

Miscellaneous Federal Grants:

This fund accounts for various federal projects not specified by a particular fund. Each project is maintained in a specific cost center.

Food Service:

This fund accounts for all revenues and expenses related to the provision of food services, including breakfast and lunch, for the District students and staff.

Uniform School Supplies:

To account for the purchase and sale of school supplies, as adopted by the Board of Education, for resale to students of the School District.

Nonmajor Governmental Funds (Continued)

Early Childhood Programs:

To account for preschool, extended day, and all day kindergarten operations provided to students and financed primarily through user charges.

Public School Subsidy:

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

Debt Service Fund:

To account for the accumulation of resources for the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the School District is obligated in some manner for the payment.

Capital Projects Funds:

To account for the financing and acquisition or construction of major capital facilities, such as new school buildings or additions to existing buildings, and for major renovation projects including equipment purchases.

Permanent Improvement:

The District records the activity of a trust fund in a Permanent Fund which is used to account for monies set aside as an investment for public school purposes. The income from the Permanent Fund may be expended, but the principal must remain intact.

Building:

A fund provided to account for all transactions relating to the acquisition or construction of new School District facilities.

Permanent Fund:

To account for the financial resources that are restricted. Only the income can be used for specific purposes.

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PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Assets:					
Equity in pooled cash and investments	\$ 2,460,807	2,983,861	23,238	279,775	5,747,681
Receivables:					
Taxes	-	5,726,360	-	-	5,726,360
Accounts	24,432	-	-	-	24,432
Intergovernmental	1,925,893	-	-	-	1,925,893
Materials and supplies inventory	35,649	-	-	-	35,649
Total assets	<u>4,446,781</u>	<u>8,710,221</u>	<u>23,238</u>	<u>279,775</u>	<u>13,460,015</u>
Liabilities:					
Accounts payable	239,416	-	16,809	-	256,225
Accrued wages and benefits	732,798	-	-	-	732,798
Intergovernmental payable	331,978	-	-	-	331,978
Interfund payable	451,649	-	-	-	451,649
Deferred revenue	1,644,559	4,221,260	-	-	5,865,819
Total liabilities	<u>3,400,400</u>	<u>4,221,260</u>	<u>16,809</u>	<u>-</u>	<u>7,638,469</u>
Fund Balances:					
Reserved for:					
Encumbrances	239,909	-	-	-	239,909
Property tax advances	-	1,505,100	-	-	1,505,100
Endowment	-	-	-	260,389	260,389
Materials and supplies inventory	35,649	-	-	-	35,649
Unreserved, reported in:					
Special Revenue Funds	770,823	-	-	-	770,823
Debt Service Fund	-	2,983,861	-	-	2,983,861
Permanent Fund	-	-	-	19,386	19,386
Capital Projects Funds	-	-	6,429	-	6,429
Total fund balances	<u>1,046,381</u>	<u>4,488,961</u>	<u>6,429</u>	<u>279,775</u>	<u>5,821,546</u>
Total liabilities and fund balances	\$ <u>4,446,781</u>	<u>8,710,221</u>	<u>23,238</u>	<u>279,775</u>	<u>13,460,015</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds

Year Ended June 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues:					
Taxes	\$ -	4,377,725	-	-	4,377,725
Interest	502	-	3	8,066	8,571
Intergovernmental	7,659,501	761,965	-	-	8,421,466
Charges for services	1,598,430	-	-	-	1,598,430
Other local revenues	56,248	-	-	-	56,248
Total revenues	<u>9,314,681</u>	<u>5,139,690</u>	<u>3</u>	<u>8,066</u>	<u>14,462,440</u>
Expenditures:					
Current:					
Instruction:					
Regular	516,970	-	1,758	-	518,728
Special education	1,744,772	-	-	-	1,744,772
Other	104,454	-	-	-	104,454
Support services:					
Pupil	1,094,545	-	-	-	1,094,545
Instructional staff	1,258,333	-	-	-	1,258,333
Administration	169,542	-	-	-	169,542
Fiscal	103,978	72,278	51,311	-	227,567
Operations and maintenance	250,323	-	-	-	250,323
Pupil transportation	11,559	-	-	-	11,559
Central	121,502	-	-	-	121,502
Non-instructional services:					
Community services	2,675,496	-	-	9,100	2,684,596
Food services	2,584,851	-	-	-	2,584,851
Extracurricular activities	1,192,805	-	-	-	1,192,805
Debt service:					
Principal	-	1,285,000	-	-	1,285,000
Interest and fiscal charges	-	3,604,257	-	-	3,604,257
Total expenditures	<u>11,829,130</u>	<u>4,961,535</u>	<u>53,069</u>	<u>9,100</u>	<u>16,852,834</u>
Excess of revenues over (under) expenditures	<u>(2,514,449)</u>	<u>178,155</u>	<u>(53,066)</u>	<u>(1,034)</u>	<u>(2,390,394)</u>
Other financing sources					
Transfers in	1,839,536	-	-	-	1,839,536
Proceeds from OASBO loan	-	-	3,628,000	-	3,628,000
Total other financing sources	<u>1,839,536</u>	<u>-</u>	<u>3,628,000</u>	<u>-</u>	<u>5,467,536</u>
Net change in fund balances	(674,913)	178,155	3,574,934	(1,034)	3,077,142
Fund balance, beginning of year	<u>1,721,294</u>	<u>4,310,806</u>	<u>(3,568,505)</u>	<u>280,809</u>	<u>2,744,404</u>
Fund balance, end of year	\$ <u>1,046,381</u>	<u>4,488,961</u>	<u>6,429</u>	<u>279,775</u>	<u>5,821,546</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2010

	Public School Support	Other Grants	Athletic	Auxiliary Service	Education Management Information Systems	Data Comm- ications
Assets:						
Equity in pooled cash and investments	\$ 186,664	46,239	53,303	273,690	231	12,219
Receivables:						
Accounts	-	1,200	1,885	-	-	-
Intergovernmental	-	-	-	91,452	-	-
Materials and supplies inventory	-	-	-	-	-	-
Total assets	<u>186,664</u>	<u>47,439</u>	<u>55,188</u>	<u>365,142</u>	<u>231</u>	<u>12,219</u>
Liabilities:						
Accounts payable	648	1,368	11,442	87,468	-	-
Accrued wages and benefits	-	-	9,630	23,053	338	-
Intergovernmental payable	-	-	52,880	8,388	4,569	-
Interfund loans payable	-	-	-	13,188	-	-
Deferred revenue	-	-	-	-	-	-
Total liabilities	<u>648</u>	<u>1,368</u>	<u>73,952</u>	<u>132,097</u>	<u>4,907</u>	<u>-</u>
Fund Balances:						
Fund Balances						
Reserved for:						
Encumbrances	5,746	2,599	22,153	18,035	231	12,219
Inventory	-	-	-	-	-	-
Unreserved-undesignated	180,270	43,472	(40,917)	215,010	(4,907)	-
Total fund balances	<u>186,016</u>	<u>46,071</u>	<u>(18,764)</u>	<u>233,045</u>	<u>(4,676)</u>	<u>12,219</u>
Total liabilities and fund balances	\$ <u>186,664</u>	<u>47,439</u>	<u>55,188</u>	<u>365,142</u>	<u>231</u>	<u>12,219</u>

<u>Ohio Reads</u>	<u>Alternative Schools</u>	<u>Misc. State Grants</u>	<u>Title VI-B</u>	<u>Vocational Education</u>	<u>Title II-D</u>
5,062	99,973	13,664	43,757	15,235	-
-	-	-	-	-	-
-	6,792	2,500	399,707	-	16,104
-	-	-	-	-	-
<u>5,062</u>	<u>106,765</u>	<u>16,164</u>	<u>443,464</u>	<u>15,235</u>	<u>16,104</u>
-	-	-	43,079	-	-
-	-	4,399	124,885	-	-
-	-	548	45,475	-	-
-	-	5,606	149,692	-	1,917
-	6,792	-	399,707	-	14,687
-	6,792	10,553	762,838	-	16,604
-	800	-	1,161	4,496	-
-	-	-	-	-	-
<u>5,062</u>	<u>99,173</u>	<u>5,611</u>	<u>(320,535)</u>	<u>10,739</u>	<u>(500)</u>
<u>5,062</u>	<u>99,973</u>	<u>5,611</u>	<u>(319,374)</u>	<u>15,235</u>	<u>(500)</u>
<u>5,062</u>	<u>106,765</u>	<u>16,164</u>	<u>443,464</u>	<u>15,235</u>	<u>16,104</u>

(Continued)

PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Balance Sheet

Nonmajor Special Revenue Funds

June 30, 2010

(Continued)

	<u>Title I Sub G</u>	<u>Title III</u>	<u>Title I</u>	<u>Drug Free Schools</u>	<u>Preschool Development Grant</u>	<u>Reducing Class Size</u>
Assets:						
Equity in pooled cash and investments	\$ 2,489	54,520	8,082	1,941	-	22,894
Net receivables:						
Accounts	-	-	-	-	-	-
Intergovernmental	10,105	104,245	725,331	20,987	8,293	45,901
Materials and supplies inventory	-	-	-	-	-	-
Total assets	<u>12,594</u>	<u>158,765</u>	<u>733,413</u>	<u>22,928</u>	<u>8,293</u>	<u>68,795</u>
Liabilities:						
Accounts payable	1,747	49,884	5,973	-	-	10,121
Accrued wages and benefits	-	-	266,511	1,418	5,585	13,555
Intergovernmental payable	-	-	60,010	174	782	1,616
Interfund loans payable	2,489	54,472	156,423	-	962	11,888
Deferred revenue	10,105	104,245	725,331	20,987	8,293	45,901
Total liabilities	<u>14,341</u>	<u>208,601</u>	<u>1,214,248</u>	<u>22,579</u>	<u>15,622</u>	<u>83,081</u>
Fund Balances:						
Fund Balances						
Reserved for:						
Encumbrances	742	4,636	2,109	201	-	12,773
Materials and supplies inventory	-	-	-	-	-	-
Unreserved-undesignated	(2,489)	(54,472)	(482,944)	148	(7,329)	(27,059)
Total fund balances	<u>(1,747)</u>	<u>(49,836)</u>	<u>(480,835)</u>	<u>349</u>	<u>(7,329)</u>	<u>(14,286)</u>
Total liabilities and fund balances	\$ <u>12,594</u>	<u>158,765</u>	<u>733,413</u>	<u>22,928</u>	<u>8,293</u>	<u>68,795</u>

<u>Misc. Federal Grants</u>	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Early Childhood Programs</u>	<u>Public School Subsidy</u>	<u>TOTAL</u>
47,127	849,478	123,228	601,011	-	2,460,807
-	16,088	-	5,259	-	24,432
295,461	163,565	-	-	35,450	1,925,893
-	35,649	-	-	-	35,649
<u>342,588</u>	<u>1,064,780</u>	<u>123,228</u>	<u>606,270</u>	<u>35,450</u>	<u>4,446,781</u>
24,143	3,304	-	239	-	239,416
-	125,520	-	127,896	30,008	732,798
-	102,994	-	48,471	6,071	331,978
47,127	-	-	-	7,885	451,649
295,461	-	-	-	13,050	1,644,559
<u>366,731</u>	<u>231,818</u>	<u>-</u>	<u>176,606</u>	<u>57,014</u>	<u>3,400,400</u>
22,984	116,356	-	12,668	-	239,909
-	35,649	-	-	-	35,649
(47,127)	680,957	123,228	416,996	(21,564)	770,823
<u>(24,143)</u>	<u>832,962</u>	<u>123,228</u>	<u>429,664</u>	<u>(21,564)</u>	<u>1,046,381</u>
<u>342,588</u>	<u>1,064,780</u>	<u>123,228</u>	<u>606,270</u>	<u>35,450</u>	<u>4,446,781</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Balance Sheet

Nonmajor Capital Projects Funds

June 30, 2010

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Total Nonmajor Capital Projects Funds</u>
Assets:			
Equity in pooled cash and investments	\$ <u>8,187</u>	<u>15,051</u>	<u>23,238</u>
Total assets	<u>8,187</u>	<u>15,051</u>	<u>23,238</u>
Liabilities:			
Accounts payable	<u>1,758</u>	<u>15,051</u>	<u>16,809</u>
Total liabilities	<u>1,758</u>	<u>15,051</u>	<u>16,809</u>
Fund Balances:			
Fund Balances			
Unreserved-undesignated	<u>6,429</u>	<u>-</u>	<u>6,429</u>
Total fund balances	<u>6,429</u>	<u>-</u>	<u>6,429</u>
Total liabilities and fund balances	\$ <u>8,187</u>	<u>15,051</u>	<u>23,238</u>

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PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Nonmajor Special Revenue Funds
Year Ended June 30, 2010

	Public School Support	Other Grants	Athletic	Auxiliary Service	Education Management Information Systems	Entry Year
Revenues:						
Interest	\$ -	-	-	502	-	-
Other local revenues	256	53,531	2,301	-	-	-
Charges for services	111,535	-	121,412	-	-	-
Intergovernmental	-	-	-	1,051,959	9,670	-
Total revenues	<u>111,791</u>	<u>53,531</u>	<u>123,713</u>	<u>1,052,461</u>	<u>9,670</u>	<u>-</u>
Expenditures:						
Current:						
Instruction:						
Regular	60,197	23,625	-	-	-	-
Special education	-	-	-	-	-	-
Other	-	-	-	-	-	-
Support services:						
Pupil	-	-	-	-	-	-
Instructional staff	11,114	-	-	-	-	2,975
Administration	18,537	-	-	-	-	-
Fiscal	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Pupil transportation	1,782	-	-	-	-	-
Central	2,628	-	-	-	101,632	-
Non-instructional services:						
Community services	296	264	-	909,898	-	-
Food services	-	-	-	-	-	-
Extracurricular activities	9,478	-	1,183,327	-	-	-
Total expenditures	<u>104,032</u>	<u>23,889</u>	<u>1,183,327</u>	<u>909,898</u>	<u>101,632</u>	<u>2,975</u>
Excess of revenues over (under) expenditures	7,759	29,642	(1,059,614)	142,563	(91,962)	(2,975)
Other financing sources						
Transfers in	-	-	1,035,822	-	86,730	20,116
Total other financing sources	<u>-</u>	<u>-</u>	<u>1,035,822</u>	<u>-</u>	<u>86,730</u>	<u>20,116</u>
Net change in fund balances	7,759	29,642	(23,792)	142,563	(5,232)	17,141
Fund balance, beginning of year	178,257	16,429	5,028	90,482	556	(17,141)
Fund balance, end of year	\$ <u>186,016</u>	<u>46,071</u>	<u>(18,764)</u>	<u>233,045</u>	<u>(4,676)</u>	<u>-</u>

<u>Data Comm- unications</u>	<u>SchoolNet Professional Development</u>	<u>Ohio Reads</u>	<u>Vocational Education Enhancement</u>	<u>Alternative Schools</u>	<u>Misc. State Grants</u>	<u>Title VI-B</u>	<u>Vocational Education</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	16	-
-	-	-	-	-	-	-	-
<u>22,863</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,851</u>	<u>71,464</u>	<u>1,657,688</u>	<u>14,978</u>
<u>22,863</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,851</u>	<u>71,464</u>	<u>1,657,704</u>	<u>14,978</u>
-	220	1,333	-	25,360	-	129,870	-
-	-	-	-	200	-	10,623	-
-	-	-	-	-	-	66,635	-
-	-	-	463	12,000	70,811	672,462	14,792
20,004	-	-	-	2,137	-	686,248	1,875
-	-	-	-	-	-	97,090	-
-	-	-	-	-	-	37,077	-
-	-	-	-	1,180	-	-	-
-	-	-	-	-	-	130	-
-	-	-	-	-	-	15,794	-
-	-	-	-	-	-	219,545	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>20,004</u>	<u>220</u>	<u>1,333</u>	<u>463</u>	<u>40,877</u>	<u>70,811</u>	<u>1,935,474</u>	<u>16,667</u>
2,859	(220)	(1,333)	(463)	(26)	653	(277,770)	(1,689)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,941</u>	<u>9,304</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,941</u>	<u>9,304</u>	<u>-</u>
2,859	(220)	(1,333)	(463)	(26)	9,594	(268,466)	(1,689)
<u>9,360</u>	<u>220</u>	<u>6,395</u>	<u>463</u>	<u>99,999</u>	<u>(3,983)</u>	<u>(50,908)</u>	<u>16,924</u>
<u>12,219</u>	<u>-</u>	<u>5,062</u>	<u>-</u>	<u>99,973</u>	<u>5,611</u>	<u>(319,374)</u>	<u>15,235</u>

(Continued)

PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures

and Changes in Fund Balances

All Nonmajor Special Revenue Funds

Year Ended June 30, 2010

(Continued)

	State Fiscal Stabilization	Title II-D	Title I - Sub G	Title III	Title I	Title V
Revenues:						
Earnings on investments	\$ -	-	-	-	-	-
Other local revenues	-	-	-	144	-	-
Charges for services	-	-	-	-	-	-
Intergovernmental	<u>286,158</u>	<u>10,460</u>	<u>40,970</u>	<u>108,066</u>	<u>1,874,007</u>	<u>289</u>
Total revenues	<u>286,158</u>	<u>10,460</u>	<u>40,970</u>	<u>108,210</u>	<u>1,874,007</u>	<u>289</u>
Expenditures:						
Current:						
Instruction:						
Regular	-	-	-	7,451	9,367	-
Special education	-	-	-	64,782	1,669,167	-
Other	37,015	-	-	-	804	-
Support services:						
Pupil	-	-	-	11,463	-	-
Instructional staff	-	6,677	42,717	44,300	410,787	-
Administration	-	-	-	-	49,841	-
Fiscal	-	263	-	2,830	51,336	303
Operations and maintenance	249,143	-	-	-	-	-
Pupil transportation	-	-	-	-	9,647	-
Central	-	602	-	-	846	-
Non-instructional services:						
Community services	-	3,418	-	255	24,545	1,181
Food services	-	-	-	-	-	-
Extracurricular activities	-	-	-	-	-	-
Total expenditures	<u>286,158</u>	<u>10,960</u>	<u>42,717</u>	<u>131,081</u>	<u>2,226,340</u>	<u>1,484</u>
Excess of revenues over (under) expenditures	-	(500)	(1,747)	(22,871)	(352,333)	(1,195)
Other financing sources						
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,268</u>	<u>2,321</u>	<u>1,194</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,268</u>	<u>2,321</u>	<u>1,194</u>
Net change in fund balances	-	(500)	(1,747)	(21,603)	(350,012)	(1)
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>(28,233)</u>	<u>(130,823)</u>	<u>1</u>
Fund balance, end of year	<u>\$ -</u>	<u>(500)</u>	<u>(1,747)</u>	<u>(49,836)</u>	<u>(480,835)</u>	<u>-</u>

Drug Free Schools	Preschool Development Grant	Reducing Class Size	Misc. Federal Grants	Food Service	Uniform School Supplies	Early Childhood Programs	Public School Subsidy	<i>TOTAL</i>
-	-	-	-	-	-	-	-	502
-	-	-	-	-	-	-	-	56,248
-	-	-	-	823,267	7,946	534,270	-	1,598,430
<u>15,242</u>	<u>34,441</u>	<u>330,008</u>	<u>254,714</u>	<u>1,612,578</u>	<u>-</u>	<u>-</u>	<u>223,095</u>	<u>7,659,501</u>
<u>15,242</u>	<u>34,441</u>	<u>330,008</u>	<u>254,714</u>	<u>2,435,845</u>	<u>7,946</u>	<u>534,270</u>	<u>223,095</u>	<u>9,314,681</u>
-	-	-	-	-	26,935	-	232,612	516,970
-	-	-	-	-	-	-	-	1,744,772
-	-	-	-	-	-	-	-	104,454
20,314	41,582	250,658	-	-	-	-	-	1,094,545
60	-	100	29,038	-	-	-	301	1,258,333
-	-	-	-	-	-	-	4,074	169,542
475	507	11,187	-	-	-	-	-	103,978
-	-	-	-	-	-	-	-	250,323
-	-	-	-	-	-	-	-	11,559
-	-	-	-	-	-	-	-	121,502
1,346	-	27,208	211,295	-	-	1,276,245	-	2,675,496
-	-	-	-	2,584,851	-	-	-	2,584,851
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,192,805</u>
<u>22,195</u>	<u>42,089</u>	<u>289,153</u>	<u>240,333</u>	<u>2,584,851</u>	<u>26,935</u>	<u>1,276,245</u>	<u>236,987</u>	<u>11,829,130</u>
(6,953)	(7,648)	40,855	14,381	(149,006)	(18,989)	(741,975)	(13,892)	(2,514,449)
<u>-</u>	<u>3,306</u>	<u>534</u>	<u>-</u>	<u>670,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,839,536</u>
<u>-</u>	<u>3,306</u>	<u>534</u>	<u>-</u>	<u>670,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,839,536</u>
(6,953)	(4,342)	41,389	14,381	520,994	(18,989)	(741,975)	(13,892)	(674,913)
<u>7,302</u>	<u>(2,987)</u>	<u>(55,675)</u>	<u>(38,524)</u>	<u>311,968</u>	<u>142,217</u>	<u>1,171,639</u>	<u>(7,672)</u>	<u>1,721,294</u>
<u>349</u>	<u>(7,329)</u>	<u>(14,286)</u>	<u>(24,143)</u>	<u>832,962</u>	<u>123,228</u>	<u>429,664</u>	<u>(21,564)</u>	<u>1,046,381</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Nonmajor Capital Projects Funds
Year Ended June 30, 2010

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Total Nonmajor Capital Projects Funds</u>
Revenues:			
Interest	\$ <u>3</u>	<u>-</u>	<u>3</u>
Total revenues	<u>3</u>	<u>-</u>	<u>3</u>
Expenditures:			
Current:			
Instruction:			
Regular	1,758	-	1,758
Support services:			
Fiscal	<u>-</u>	<u>51,311</u>	<u>51,311</u>
Total expenditures	<u>1,758</u>	<u>51,311</u>	<u>53,069</u>
Excess of revenues over (under) expenditures	<u>(1,755)</u>	<u>(51,311)</u>	<u>(53,066)</u>
Other financing sources			
Proceeds from OASBO loan	<u>-</u>	<u>3,628,000</u>	<u>3,628,000</u>
Total other financing sources	<u>-</u>	<u>3,628,000</u>	<u>3,628,000</u>
Net change in fund balances	(1,755)	3,576,689	3,574,934
Fund balance, beginning of year	<u>8,184</u>	<u>(3,576,689)</u>	<u>(3,568,505)</u>
Fund balance, end of year	\$ <u><u>6,429</u></u>	<u><u>-</u></u>	<u><u>6,429</u></u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

Statement of Changes in Assets and Liabilities

Agency Fund

Year Ended June 30, 2010

	<u>Student Activities Fund</u>			
	<u>Beginning</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending</u>
	<u>Balance</u>			<u>Balance</u>
Assets:				
Equity in pooled cash and investments	\$ <u>110,920</u>	<u>154,632</u>	<u>129,808</u>	<u>135,744</u>
Total assets	<u>110,920</u>	<u>154,632</u>	<u>129,808</u>	<u>135,744</u>
Liabilities:				
Due to student groups	110,465	154,632	129,353	135,744
Accounts payable	<u>455</u>	<u>-</u>	<u>455</u>	<u>-</u>
Total liabilities	\$ <u>110,920</u>	<u>154,632</u>	<u>129,808</u>	<u>135,744</u>

PRINCETON CITY SCHOOL DISTRICT, OHIO

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

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Charges for services	\$ 111,899	111,899	-
Expenditures:			
Current:			
Instruction:			
Regular	62,464	62,464	-
Support Services:			
Instructional staff	11,115	11,115	-
Administration	21,173	21,173	-
Pupil transportation	2,988	2,988	-
Central	2,627	2,627	-
Non-instructional services:			
Community services	296	296	-
Extracurricular activities	9,478	9,478	-
Total expenditures	110,141	110,141	-
Excess revenues over (under) expenditures	1,758	1,758	-
Other financing sources (uses):			
Other financing sources	256	256	-
Total Other financing source (uses)	256	256	-
Net change in fund balance	2,014	2,014	-
Fund balance, beginning of year	172,210	172,210	
Prior year encumbrances appropriated	6,042	6,042	
Fund balance, end of year	\$ 180,266	180,266	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Other Grants Special Revenue Fund
 Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Other local revenues	\$ 54,869	54,869	-
Expenditures:			
Current:			
Instruction:			
Regular	31,301	31,301	-
Non-instructional services:			
Community services	264	264	-
Total expenditures	31,565	31,565	-
Excess revenues over expenditures	23,304	23,304	-
Other financing sources (uses):			
Refund of prior years receipts	(138)	(138)	-
Net change in fund balance	23,166	23,166	-
Fund balance, beginning of year	16,703	16,703	
Prior year encumbrances appropriated	2,436	2,436	
Fund balance, end of year	\$ 42,305	42,305	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Athletic Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Charges for services	\$ 121,831	121,831	-
Expenditures:			
Extracurricular activities	1,183,159	1,183,159	-
Total expenditures	1,183,159	1,183,159	-
Excess revenues over (under) expenditures	(1,061,328)	(1,061,328)	-
Other financing sources:			
Transfer - in	1,035,822	1,035,822	-
Net change in fund balance	(25,506)	(25,506)	-
Fund balance, beginning of year	3,671	3,671	
Prior year encumbrances appropriated	41,543	41,543	
Fund balance, end of year	\$ 19,708	19,708	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Auxiliary Service Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Interest	\$ 502	502	-
Intergovernmental	960,507	960,507	-
Total revenues	<u>961,009</u>	<u>961,009</u>	-
Expenditures:			
Non-instructional services:			
Community services	955,841	955,841	-
Total expenditures	<u>955,841</u>	<u>955,841</u>	-
Excess revenues over (under) expenditures	5,168	5,168	-
Other financing sources (uses):			
Advance - in	13,188	13,188	-
Refund of prior year expenditures	649	649	-
Refund of prior year receipts	(73,322)	(73,322)	-
Total other financing sources (uses)	<u>(59,485)</u>	<u>(59,485)</u>	-
Net change in fund balance	(54,317)	(54,317)	-
Fund balance, beginning of year	100,543	100,543	
Prior year encumbrances appropriated	122,135	122,135	
Fund balance, end of year	<u>\$ 168,361</u>	<u>168,361</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and

Changes in Fund Balance

Budget and Actual (Non-GAAP Budgetary Basis)

Education Management Information Systems Special Revenue Fund

Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 9,670	9,670	-
Expenditures:			
Current:			
Support services:			
Central	101,096	101,096	-
Total expenditures	101,096	101,096	-
Excess revenues over (under) expenditures	(91,426)	(91,426)	-
Other financing sources:			
Transfer - in	86,730	86,730	-
Net change in fund balance	(4,696)	(4,696)	-
Fund balance, beginning of year	4,146	4,146	
Prior year encumbrances appropriated	550	550	
Fund balance, end of year	\$ -	-	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and

Changes in Fund Balance

Budget and Actual (Non-GAAP Budgetary Basis)

Entry Year Teaching Program Special Revenue Fund

Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Expenditures:			
Current:			
Support services:			
Instructional staff	\$ 4,031	4,031	-
Total expenditures	<u>4,031</u>	<u>4,031</u>	<u>-</u>
Excess revenues over (under) expenditures	(4,031)	(4,031)	
Other financing sources (uses):			
Transfer - in	20,116	20,116	-
Advance - out	<u>(16,440)</u>	<u>(16,440)</u>	<u>-</u>
Total other financing sources (uses)	3,676	3,676	
Net change in fund balance	(355)	(355)	-
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	<u>355</u>	<u>355</u>	
Fund balance, end of year	<u><u>\$ -</u></u>	<u><u>-</u></u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Data Communications Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 22,863	22,863	-
Expenditures:			
Current:			
Support services:			
Instructional staff	32,223	32,223	-
Total expenditures	32,223	32,223	-
Net change in fund balance	(9,360)	(9,360)	-
Fund balance, beginning of year	9,360	9,360	
Fund balance, end of year	\$ -	-	

PRINCETON CITY SCHOOL DISTRICT, OHIO
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 School Net Professional Development Special Revenue Fund
 Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
	<u> </u>	<u> </u>	<u> </u>
Other financing uses:			
Refund of prior year receipts	(220)	(220)	-
Total other financing uses	<u>(220)</u>	<u>(220)</u>	<u>-</u>
Net change in fund balance	(220)	(220)	-
Fund balance, beginning of year	220	220	
Fund balance, end of year	<u>\$ -</u>	<u>-</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Ohio Reads Special Revenue Fund
Year Ended June 30, 2010

	<u>Budget</u>	<u>Actual</u>	<u>Variance From Final Budget</u>
Expenditures:			
Current:			
Instruction:			
Regular	\$ 1,333	1,333	-
Total expenditures	<u>1,333</u>	<u>1,333</u>	<u>-</u>
Net change in fund balance	(1,333)	(1,333)	-
Fund balance, beginning of year	<u>6,395</u>	<u>6,395</u>	
Fund balance, end of year	<u><u>\$ 5,062</u></u>	<u><u>5,062</u></u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Vocational Education Enhancement Special Revenue Fund
 Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Expenditures:			
Current:			
Support services:			
Pupils	463	463	-
Total expenditures	<u>463</u>	<u>463</u>	<u>-</u>
Net change in fund balance	(463)	(463)	-
Fund balance, beginning of year	<u>463</u>	<u>463</u>	
Fund balance, end of year	<u><u>\$ -</u></u>	<u><u>-</u></u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Alternative Schools Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 58,528	58,528	-
Expenditures:			
Current:			
Instruction:			
Regular	25,360	25,360	-
Special education	200	200	-
Support services:			
Pupils	12,800	12,800	-
Instructional staff	2,138	2,138	-
Operation and maintenance of plant	1,180	1,180	-
Total expenditures	41,678	41,678	-
Excess revenues over (under) expenditures	16,850	16,850	-
Other financing sources (uses):			
Transfer - in	100,000	100,000	-
Transfer - out	(100,000)	(100,000)	-
Total other financing sources (uses)	-	-	-
Net change in fund balance	16,850	16,850	-
Fund balance, beginning of year	74,624	74,624	
Prior year encumbrances appropriated	7,699	7,699	
Fund balance, end of year	\$ 99,173	99,173	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Miscellaneous State Grants Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 68,964	68,964	-
Expenditures:			
Current:			
Support services:			
Pupils	68,918	68,918	-
Total expenditures	68,918	68,918	-
Excess revenues over (under) expenditures	46	46	-
Other financing sources (uses):			
Transfer - in	8,941	8,941	-
Advance - in	5,606	5,606	-
Advance - out	(25,563)	(25,563)	-
Total other financing source (uses)	(11,016)	(11,016)	-
Net change in fund balance	(10,970)	(10,970)	-
Fund balance, beginning of year	24,634	24,634	
Fund balance, end of year	\$ 13,664	13,664	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Title VI-B Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 1,853,425	1,853,425	-
Expenditures:			
Current:			
Instruction:			
Regular	129,869	129,869	-
Special education	10,398	10,398	-
Other	55,342	55,342	-
Support services:			
Pupil	695,236	695,236	-
Instructional staff	619,975	619,975	-
School administration	91,929	91,929	-
Fiscal	37,077	37,077	-
Operation and maintenance of plant	65	65	-
Pupil transportation	500	500	-
Central	15,794	15,794	-
Operation of non-instructional services:			
Community services	210,433	210,433	-
Total expenditures	1,866,618	1,866,618	-
Excess of revenues over (under) expenditures	(13,193)	(13,193)	-
Other financing sources (uses):			
Transfers - in	9,304	9,304	-
Advances - in	149,692	149,692	-
Refund of prior years expenditures	16	16	-
Advances - out	(180,666)	(180,666)	-
Total other financing sources (uses)	(21,654)	(21,654)	-
Net change in fund balance	(34,847)	(34,847)	-
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	34,847	34,847	
Fund balance, end of year	\$ -	-	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Vocational Education Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 22,468	22,468	-
Expenditures:			
Current:			
Support services:			
Pupil	17,414	17,414	-
Instructional staff	3,750	3,750	-
Total expenditures	<u>21,164</u>	<u>21,164</u>	-
Excess of revenues over (under) expenditures	1,304	1,304	-
Other financing sources (uses):			
Transfer - in	15,876	15,876	-
Transfer - out	(15,876)	(15,876)	-
Advance - out	(2,519)	(2,519)	-
Total other financing sources (uses)	<u>(2,519)</u>	<u>(2,519)</u>	-
Net change in fund balance	(1,215)	(1,215)	-
Fund balance, beginning of year	4,667	4,667	
Prior year encumbrances appropriated	7,287	7,287	
Fund balance, end of year	<u>\$ 10,739</u>	<u>10,739</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
State Fiscal Stabilization Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 286,158	286,158	-
Expenditures:			
Current:			
Instruction:			
Other	37,015	37,015	-
Support services:			
Operation and maintenance of plant	249,143	249,143	-
Total expenditures	<u>286,158</u>	<u>286,158</u>	-
Net change in fund balance	-	-	-
Fund balance, beginning of year	-	-	
Fund balance, end of year	<u>\$ -</u>	<u>-</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Title II-D Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 9,043	9,043	-
Expenditures:			
Current:			
Support services:			
Instructional staff	6,677	6,677	-
Fiscal	263	263	-
Central	602	602	-
Non-instructional services:			
Community services	3,418	3,418	-
Total expenditures	<u>10,960</u>	<u>10,960</u>	-
Excess of revenues over (under) expenditures	(1,917)	(1,917)	-
Other financing sources:			
Advance - in	1,917	1,917	-
Total other financing sources	<u>1,917</u>	<u>1,917</u>	-
Net change in fund balance	-	-	-
Fund balance, beginning of year	-	-	
Fund balance, end of year	<u>\$ -</u>	<u>-</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Title I Sub G Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 40,970	40,970	-
Expenditures:			
Current:			
Support services:			
Instructional staff	43,459	43,459	-
Total expenditures	43,459	43,459	-
Excess of revenues over (under) expenditures	(2,489)	(2,489)	-
Other financing sources:			
Advance - in	2,489	2,489	-
Total other financing sources	2,489	2,489	-
Net change in fund balance	-	-	-
Fund balance, beginning of year	-	-	
Fund balance, end of year	\$ -	-	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Title III Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 108,166	108,166	-
Expenditures:			
Current:			
Instruction:			
Regular	12,985	12,985	-
Special education	68,081	68,081	-
Support services:			
Pupil	12,799	12,799	-
Instructional staff	44,301	44,301	-
Fiscal	2,830	2,830	-
Non-instructional services:			
Community services	255	255	-
Total expenditures	141,251	141,251	-
Excess of revenues over (under) expenditures	(33,085)	(33,085)	-
Other financing sources (uses):			
Transfer - in	2,218	2,218	-
Advances - in	54,472	54,472	-
Refund of prior years expenditures	144	144	-
Transfer - out	(950)	(950)	-
Advances - out	(33,944)	(33,944)	-
Total other financing sources (uses)	21,940	21,940	-
Net change in fund balance	(11,145)	(11,145)	-
Fund balance, beginning of year	951	951	
Prior year encumbrances appropriated	10,194	10,194	
Fund balance, end of year	\$ -	-	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title I Special Revenue Fund
 Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 1,955,708	1,955,708	-
Expenditures:			
Current:			
Instruction:			
Regular	19,155	19,155	-
Special education	1,520,596	1,520,596	-
Other	11,655	11,655	-
Support services:			
Instructional staff	381,995	381,995	-
Administrative	44,794	44,794	-
Fiscal	51,336	51,336	-
Pupil transportation	9,648	9,648	-
Central	846	846	-
Non-instructional services:			
Community services	25,005	25,005	-
Total expenditures	<u>2,065,030</u>	<u>2,065,030</u>	<u>-</u>
Excess of revenues over (under) expenditures	(109,322)	(109,322)	-
Other financing sources (uses):			
Transfers - in	2,321	2,321	-
Advances - in	156,423	156,423	-
Advances - out	<u>(61,855)</u>	<u>(61,855)</u>	<u>-</u>
Total other financing sources (uses)	<u>96,889</u>	<u>96,889</u>	<u>-</u>
Net change in fund balance	(12,433)	(12,433)	
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	12,433	12,433	
Fund balance, end of year	<u>\$ -</u>	<u>-</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Title V Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 9,665	9,665	-
Expenditures:			
Current:			
Support services:			
Instructional staff	3,976	3,976	-
Fiscal	302	302	-
Non-instructional services:			
Community services	1,181	1,181	-
Total expenditures	5,459	5,459	-
Excess of revenues over (under) expenditures	4,206	4,206	-
Other financing sources (uses):			
Transfer - in	1,194	1,194	-
Advances - out	(10,492)	(10,492)	-
Total other financing sources (uses)	(9,298)	(9,298)	-
Net change in fund balance	(5,092)	(5,092)	-
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	5,092	5,092	
Fund balance, end of year	\$ -	-	

PRINCETON CITY SCHOOL DISTRICT, OHIO

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

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 15,826	15,826	-
Expenditures:			
Current:			
Support services:			
Pupil	19,215	19,215	-
Instructional staff	261	261	-
Fiscal	475	475	-
Non-instructional services:			
Community services	1,673	1,673	-
Total expenditures	21,624	21,624	-
Excess of revenues over (under) expenditures	(5,798)	(5,798)	-
Other financing sources (uses):			
Transfer - in	7,796	7,796	-
Transfer - out	(7,796)	(7,796)	-
Advance - out	(898)	(898)	-
Total other financing sources (uses)	(898)	(898)	-
Net change in fund balance	(6,696)	(6,696)	-
Fund balance, beginning of year	7,796	7,796	
Prior year encumbrances appropriated	640	640	
Fund balance, end of year	\$ 1,740	1,740	

PRINCETON CITY SCHOOL DISTRICT, OHIO
Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Preschool Development Grant Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 36,141	36,141	-
Expenditures:			
Current:			
Instruction:			
Regular	300	300	-
Support services:			
Pupils	38,203	38,203	-
Fiscal	507	507	-
Total expenditures	39,010	39,010	-
Excess of revenues over (under) expenditures	(2,869)	(2,869)	-
Other financing sources (uses):			
Transfer - in	3,306	3,306	-
Advance - in	962	962	-
Advance - out	(1,699)	(1,699)	-
Total other financing sources (uses)	2,569	2,569	-
Net change in fund balance	(300)	(300)	-
Fund balance, beginning of year	300	300	
Fund balance, end of year	\$ -	-	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Reducing Class Size Special Revenue Fund
 Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 330,008	330,008	-
Expenditures:			
Current:			
Support services:			
Instructional staff	294,828	294,828	-
Fiscal	11,187	11,187	-
Non-instructional services:			
Community services	29,120	29,120	-
Total expenditures	335,135	335,135	-
Excess revenues over (under) expenditures	(5,127)	(5,127)	-
Other financing sources (uses):			
Transfer - in	534	534	-
Advance - in	11,888	11,888	-
Advance - out	(14,249)	(14,249)	-
Total other financing sources (uses)	(1,827)	(1,827)	-
Net change in fund balance	(6,954)	(6,954)	-
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	6,954	6,954	
Fund balance, end of year	\$ -	-	

PRINCETON CITY SCHOOL DISTRICT, OHIO
Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Miscellaneous Federal Grants Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 254,714	254,714	-
Expenditures:			
Current:			
Support services:			
Instructional staff	45,532	45,532	-
Non-instructional services:			
Community services	250,505	250,505	-
Total expenditures	<u>296,037</u>	<u>296,037</u>	-
Excess of revenues over (under) expenditures	(41,323)	(41,323)	-
Other financing sources (uses):			
Advance - in	47,127	47,127	-
Advance - out	(198,604)	(198,604)	-
Total other financing sources (uses)	<u>(151,477)</u>	<u>(151,477)</u>	-
Net change in fund balance	(192,800)	(192,800)	-
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	192,800	192,800	
Fund balance, end of year	<u>\$ -</u>	<u>-</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Food Service Special Revenue Fund
Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Charges for services	\$ 807,180	807,180	-
Intergovernmental	1,485,787	1,485,787	-
Total revenues	<u>2,292,967</u>	<u>2,292,967</u>	-
Expenditures:			
Non-instructional services:			
Food services	2,507,458	2,507,458	-
Total expenditures	<u>2,507,458</u>	<u>2,507,458</u>	-
Excess of revenues over (under) expenditures	(214,491)	(214,491)	-
Other financing sources (uses):			
Transfer - in	670,000	670,000	-
Advance - in	1,000,000	1,000,000	-
Advance - out	(1,400,000)	(1,400,000)	-
Total other financing sources (uses)	<u>270,000</u>	<u>270,000</u>	-
Net change in fund balance	55,509	55,509	-
Fund balance, beginning of year	41,027	41,027	
Prior year encumbrances appropriated	634,133	634,133	
Fund balance, end of year	<u>\$ 730,669</u>	<u>730,669</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

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

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Charges for services	\$ 7,946	7,946	-
Expenditures:			
Current:			
Instruction:			
Regular	26,935	26,935	-
Total expenditures	26,935	26,935	-
Net change in fund balance	(18,989)	(18,989)	-
Fund balance, beginning of year	142,217	142,217	
Fund balance, end of year	\$ 123,228	123,228	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Early Childhood Programs Special Revenue Fund
 Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Tuition and fees	\$ 533,894	533,894	-
Expenditures:			
Current:			
Non-instructional services:			
Community services	1,279,703	1,279,703	-
Total expenditures	1,279,703	1,279,703	-
Excess of revenues over (under) expenditures	(745,809)	(745,809)	-
Other financing sources (uses):			
Transfer - in	82,437	82,437	-
Transfer - out	(82,437)	(82,437)	-
Total other financing sources (uses)	-	-	-
Net change in fund balance	(745,809)	(745,809)	-
Fund balance, beginning of year	1,333,742	1,333,742	
Prior year encumbrances appropriated	410	410	
Fund balance, end of year	\$ 588,343	588,343	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Public Preschool Subsidy Special Revenue Fund
 Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Intergovernmental	\$ 237,084	237,084	-
Expenditures:			
Current:			
Instruction:			
Regular	228,976	228,976	-
Support services:			
Instructional staff	5,474	5,474	-
Administration	6,480	6,480	-
Total expenditures	240,930	240,930	-
Excess of revenues over (under) expenditures	(3,846)	(3,846)	-
Other financing sources (uses):			
Advances in	7,885	7,885	-
Advances out	(4,039)	(4,039)	-
Total other financing sources (uses)	3,846	3,846	-
Net change in fund balance	-	-	
Fund balance, beginning of year	-	-	
Fund balance, end of year	\$ -	-	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Debt Service Fund
 Year Ended June 30, 2010

	Final Budget	Actual	Variance From Final Budget
Revenues:			
Property taxes	\$ 4,436,925	4,436,925	-
Intergovernmental	904,338	904,338	-
Total revenues	<u>5,341,263</u>	<u>5,341,263</u>	<u>-</u>
Expenditures:			
Current:			
Support Services:			
Fiscal	72,278	72,278	-
Debt Service:			
Principal retirement	1,285,000	1,285,000	-
Interest and fiscal charges	3,604,257	3,604,257	-
Total expenditures	<u>4,961,535</u>	<u>4,961,535</u>	<u>-</u>
Net change in fund balance	379,728	379,728	-
Fund balance, beginning of year	2,604,133	2,604,133	
Fund balance, end of year	<u>\$ 2,983,861</u>	<u>2,983,861</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and

Changes in Fund Balance

Budget and Actual (Non-GAAP Budgetary Basis)

Permanent Improvement Capital Project Fund

Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget</u>
Revenues:			
Interest	\$ 3	3	-
Total revenues	<u>3</u>	<u>3</u>	<u>-</u>
 Net change in fund balance	 3	 3	 -
 Fund balance, beginning of year	 <u>8,184</u>	 <u>8,184</u>	
Fund balance, end of year	<u>\$ 8,187</u>	<u>8,187</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and
 Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Building Capital Project Fund
 Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget</u>
Expenditures:			
Capital outlay	23,907	23,907	-
Total expenditures	<u>23,907</u>	<u>23,907</u>	-
Excess revenues over (under) expenditures	(23,907)	(23,907)	-
Other financing sources (uses):			
Proceeds from sale of notes	3,576,690	3,576,690	-
Advances - out	<u>(3,700,000)</u>	<u>(3,700,000)</u>	-
Total Other financing source (uses)	(123,310)	(123,310)	-
Net change in fund balance	(147,217)	(147,217)	-
Fund balance, beginning of year	112,143	112,143	
Prior year encumbrances appropriated	<u>35,074</u>	<u>35,074</u>	
Fund balance, end of year	<u>\$ -</u>	<u>-</u>	

PRINCETON CITY SCHOOL DISTRICT, OHIO

Schedule of Revenues, Expenditures, and

Changes in Fund Balance

Budget and Actual (Non-GAAP Budgetary Basis)

Permanent Fund

Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget</u>
Revenues:			
Interest	\$ 8,066	8,066	-
Total revenues	<u>8,066</u>	<u>8,066</u>	<u>-</u>
Expenditures:			
Current:			
Operation of non-instructional services	<u>9,100</u>	<u>9,100</u>	<u>-</u>
Total expenditures	9,100	9,100	-
Net change in fund balance	(1,034)	(1,034)	-
Fund balance, beginning of year	280,809	280,809	
Prior year encumbrances appropriated	-	-	
Fund balance, end of year	<u>\$ 279,775</u>	<u>279,775</u>	

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STATISTICAL SECTION

Core Values and Beliefs

The Princeton City School District values. . .

Learning and Thinking Centered Communities
Individual Accountability and Collective Responsibility
Fairness and Equity
Ethics and Integrity
Diversity
Mutual Care and Respect of Others
Opportunities for All

We believe. . .

Relationships:

in the dignity and worth of each child. The relationship built on mutual trust and respect between the teacher and student is the foundation for all learning.

Safety/Security:

a safe, secure, and orderly environment is essential to learning and achieving.

Achievement:

all of our students will learn and achieve.

Thinking:

in actively engaging all learners by developing skills in critical thinking, creativity, and problem solving.

Diversity:

our diversity empowers our students to thrive locally and globally - today and tomorrow.

Equity:

in providing learning opportunities with equitable resources and services.

Integrity:

in developing personal integrity and the commitment to serve our community.

Accountability and responsibility (Efficacy):

student achievement and success are the collective responsibility of our administrators, staff, parents and students.

Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	102-108
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source(s), the property tax.	109-112
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	113-115
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	116-121
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it	122-125

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

Princeton City School District, Ohio

Net Assets by Component

Last Eight Fiscal Years (1)

(accrual basis of accounting)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
Governmental Activities								
Invested in Capital Assets, Net of Related Debt	\$ 6,625,976	\$ 4,510,135	\$ 6,505,305	\$ 11,365,292	\$ 12,177,021	\$ 18,917,661	\$ 16,185,254	\$ 11,939,134
Restricted	1,181,331	3,927,410	5,722,643	8,181,478	9,790,620	8,748,433	6,347,424	7,958,748
Unrestricted	30,869,065	28,453,533	34,758,011	35,398,152	42,188,268	33,560,467	32,529,521	26,567,919
Total Net Assets	<u>\$ 38,676,372</u>	<u>\$ 36,891,078</u>	<u>\$ 46,985,959</u>	<u>\$ 54,944,922</u>	<u>\$ 64,155,909</u>	<u>\$ 61,226,561</u>	<u>\$ 55,062,199</u>	<u>\$ 46,465,801</u>

Source: District Records

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

Princeton City School District, Ohio

Expenses, Program Revenues and Net (Expense)/Revenue

Last Eight Fiscal Years (1)

(accrual basis of accounting)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
Expenses								
Governmental Activities:								
Instruction	\$ 37,739,356	\$ 40,341,818	\$ 36,756,354	\$ 40,212,240	\$ 39,868,642	\$ 41,092,546	\$ 43,259,277	\$ 45,105,572
Pupil	4,855,476	5,235,034	5,255,056	4,742,701	4,853,378	4,362,878	4,973,405	5,176,839
Instructional Staff	5,438,025	5,115,420	5,167,170	5,991,323	6,104,382	5,860,843	6,930,120	7,268,709
General Administration	346,989	390,937	392,114	382,312	356,891	271,234	288,917	417,868
School Administration	5,013,395	5,409,443	5,131,871	5,961,291	6,148,062	6,515,014	8,292,485	7,747,880
Fiscal	1,702,433	1,946,483	1,739,623	2,266,379	2,582,803	2,945,291	2,455,576	2,433,305
Business	488,820	514,215	458,015	551,136	739,910	554,545	526,099	363,532
Operation and Maintenance	8,604,249	7,539,647	7,556,075	7,698,335	7,940,072	7,864,438	7,931,346	8,100,618
Pupil Transportation	3,782,287	4,035,873	4,831,948	3,795,527	4,996,401	5,159,594	4,839,807	4,943,041
Central	1,316,573	1,957,176	1,856,891	1,551,154	1,751,752	1,711,621	1,552,170	934,365
Operation of Non-Instructional Services	6,173,744	6,221,950	6,375,627	6,575,065	5,908,064	4,063,597	5,341,611	5,331,918
Extracurricular Activities	-	-	-	-	-	1,461,925	1,697,938	1,650,476
Interest and Fiscal Charges	138,719	3,499,610	4,070,873	4,021,596	3,412,151	3,727,692	3,557,493	3,592,012
Total Government Expenses	<u>75,600,066</u>	<u>82,207,606</u>	<u>79,591,617</u>	<u>83,749,059</u>	<u>84,662,508</u>	<u>85,591,218</u>	<u>91,646,244</u>	<u>93,066,135</u>
Program Revenues								
Governmental Activities:								
Charges for Services								
Instruction	1,346,780	1,775,113	1,663,279	1,740,329	716,783	554,079	1,632,505	1,534,119
Pupil	-	-	-	-	-	878	-	-
School Administration	-	-	-	-	-	8,618	-	-
Operation and Maintenance	-	-	-	-	-	33,063	-	-
Pupil Transportation	-	-	-	-	-	20,862	-	-
Central	-	-	-	-	-	113	-	-
Operation of Non-Instructional Services	1,113,085	1,083,576	1,070,691	1,374,455	1,525,353	2,263,580	700,415	534,270
Extracurricular Activities	135,875	108,621	136,202	128,062	132,597	132,535	141,034	121,412
Food Service	1,122,096	1,052,424	960,987	998,984	994,316	-	822,040	823,267
Operating Grants and Contributions	4,979,714	6,369,149	6,079,032	5,669,450	5,798,481	6,008,920	7,246,048	8,356,788
Capital Grants and Contributions	102,848	-	51,345	1,634	45,197	26,979	50,165	-
Total Government Revenues	<u>8,800,398</u>	<u>10,388,883</u>	<u>9,961,536</u>	<u>9,912,914</u>	<u>9,212,727</u>	<u>9,049,627</u>	<u>10,592,207</u>	<u>11,369,856</u>
Net (Expense)/Revenue	<u>\$ (66,799,668)</u>	<u>\$ (71,818,723)</u>	<u>\$ (69,630,081)</u>	<u>\$ (73,836,145)</u>	<u>\$ (75,449,781)</u>	<u>\$ (76,541,591)</u>	<u>\$ (81,054,037)</u>	<u>\$ (81,696,279)</u>

Source: District Records

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

Princeton City School District, Ohio
General Revenues and Total Change in Net Assets
Last Eight Fiscal Years (1)
(accrual basis of accounting)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
Net (Expense)/Revenue	\$ (66,799,668)	\$ (71,818,723)	\$ (69,630,081)	\$ (73,836,145)	\$ (75,449,781)	\$ (76,541,591)	\$ (81,054,037)	\$ (81,696,279)
General Revenues and Other Changes in Net Assets								
Governmental Activities:								
Taxes								
Property Taxes Levied for General and Debt Service Purposes	56,692,006	57,156,993	65,629,652	65,600,762	66,930,812	50,230,088	51,717,675	45,314,998
Grants and Entitlements Not Restricted to Specific Programs	9,283,088	10,257,768	10,233,936	10,566,991	14,367,565	18,864,593	23,242,456	26,779,285
Unrestricted Payment in Lieu of Taxes	-	-	-	-	-	556,594	-	-
Unrestricted Contributions	-	-	-	-	-	16,050	-	-
Investment Earnings	729,971	1,275,157	2,209,135	3,321,120	2,846,626	1,996,557	1,021,262	116,100
Gain on Sale of Capital Assets	39,830	10,240	-	7,667	-	-	-	-
Other Revenues	430,894	1,218,775	1,333,139	1,478,996	1,202,956	522,171	1,399,776	889,498
Total Governmental Activities	<u>67,175,789</u>	<u>69,918,933</u>	<u>79,405,862</u>	<u>80,975,536</u>	<u>85,347,959</u>	<u>72,186,053</u>	<u>77,381,169</u>	<u>73,099,881</u>
Change in Net Assets	<u>\$ 376,121</u>	<u>\$ (1,899,790)</u>	<u>\$ 9,775,781</u>	<u>\$ 7,139,391</u>	<u>\$ 9,898,178</u>	<u>\$ (4,355,538)</u>	<u>\$ (3,672,868)</u>	<u>\$ (8,596,398)</u>

Source: District Records

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

Princeton City School District, Ohio

Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund										
Reserved	\$ 16,218,683	\$ 18,575,155	\$ 16,308,334	\$ 14,228,324	\$ 18,062,506	\$ 20,329,900	\$ 22,608,842	\$ 15,660,766	\$ 16,733,995	\$ 15,232,447
Unreserved	12,835,978	14,567,456	17,135,200	13,841,444	16,935,494	12,294,817	17,131,871	20,297,623	17,804,570	7,223,096
Total General Fund	<u>29,054,661</u>	<u>33,142,611</u>	<u>33,443,534</u>	<u>28,069,768</u>	<u>34,998,000</u>	<u>32,624,717</u>	<u>39,740,713</u>	<u>35,958,389</u>	<u>34,538,565</u>	<u>22,455,543</u>
All Other Governmental Funds										
Reserved	912,051	71,046	977,991	11,412,461	29,556,294	21,325,576	10,052,289	3,264,264	2,831,215	2,041,047
Unreserved, Reported in:										
Capital Project Funds	354,754	147,591	(894,207)	72,749,842	46,873,525	12,899,423	(4,162,519)	(4,532,481)	(3,603,579)	6,429
Debt Service Funds	-	-	-	227,271	1,103,769	1,506,864	2,642,748	2,674,898	2,746,506	2,983,861
Special Revenue Funds	662,774	278,998	248,469	747,708	369,958	1,092,426	249,319	2,396,335	749,842	770,823
Permanent Funds	-	-	-	-	-	-	19,490	27,805	20,420	19,386
Total all Other Governmental Funds	<u>\$ 1,929,579</u>	<u>\$ 1,929,579</u>	<u>\$ 332,253</u>	<u>\$ 85,137,282</u>	<u>\$ 77,903,546</u>	<u>\$ 36,824,289</u>	<u>\$ 8,801,327</u>	<u>\$ 3,830,821</u>	<u>\$ 2,744,404</u>	<u>\$ 5,821,546</u>

Source: District Records

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

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues:										
Taxes	\$ 56,161,246	\$ 57,668,854	\$ 56,692,006	\$ 54,034,496	\$ 65,740,919	\$ 62,512,646	\$ 67,624,833	\$ 52,786,846	\$ 50,200,683	\$ 44,164,544
Tuition and Fees	331,893	436,392	1,346,780	1,775,113	1,663,279	1,774,304	751,060	1,018,668	1,639,115	1,539,478
Investment Earnings	1,807,603	1,006,393	709,777	1,187,812	2,211,600	3,448,933	2,862,617	2,020,746	1,028,715	116,602
Intergovernmental	12,540,486	12,603,097	12,755,984	15,539,902	14,907,680	14,864,188	18,646,683	24,846,527	30,314,195	34,438,786
Charges for Services	152,045	262,691	-	-	-	-	-	1,947,885	1,772,493	1,598,430
Other Revenues	976,425	1,073,962	639,654	1,321,006	1,464,236	1,573,083	1,437,376	1,062,672	1,276,150	788,858
Total Revenues	<u>\$ 71,969,698</u>	<u>\$ 73,051,389</u>	<u>\$ 72,144,201</u>	<u>\$ 73,858,329</u>	<u>\$ 85,987,714</u>	<u>\$ 84,173,154</u>	<u>\$ 91,322,569</u>	<u>\$ 83,683,344</u>	<u>\$ 86,231,351</u>	<u>\$ 82,646,698</u>

Source: District Records

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

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Instruction	\$ 33,335,819	\$ 35,869,602	\$37,028,254	\$ 39,702,168	\$ 36,158,006	\$ 39,927,716	\$ 40,348,425	\$ 40,455,868	\$40,898,687	\$ 43,216,250
Pupil	3,525,770	4,711,618	4,842,955	5,226,609	5,253,048	4,883,938	4,913,808	4,451,245	4,933,419	5,146,093
Instructional Staff	6,102,155	5,176,201	5,380,575	5,057,224	5,138,665	6,172,017	6,068,675	5,797,624	6,777,010	7,200,116
Board of Education	193,441	267,505	333,915	382,610	388,534	382,312	356,891	271,234	288,917	417,868
School Administration	4,779,862	5,068,237	5,077,614	5,366,310	5,127,096	6,007,403	5,990,165	6,217,725	6,009,337	6,669,776
Fiscal	1,690,826	1,684,824	1,693,653	2,176,777	1,836,629	2,335,416	2,581,376	2,945,291	2,395,328	2,436,579
Business	363,570	392,707	493,025	510,215	458,015	537,136	968,888	564,917	501,599	381,051
Operation and Maintenance	8,778,387	8,450,757	8,103,191	7,332,923	7,307,221	8,004,633	7,970,663	7,951,463	7,916,363	8,552,724
Pupil Transportation	3,108,738	3,630,849	3,874,063	3,844,915	4,712,953	4,297,383	4,237,681	4,466,487	4,522,788	5,829,450
Central	1,001,494	984,384	1,305,628	2,165,784	1,791,364	1,593,224	1,689,775	1,646,156	1,479,786	907,802
Operation of Non-Instructional Services	1,481,055	1,141,817	1,223,164	1,250,924	1,258,022	1,281,840	1,576,233	4,056,406	5,282,104	5,377,052
Extracurricular Activities	1,296,364	1,554,611	1,493,467	1,492,133	1,735,206	1,461,272	1,356,518	1,402,027	1,575,728	1,596,892
Capital Outlay	262,324	870,224	532,973	3,866,575	9,705,033	44,564,267	28,784,849	7,296,149	243,766	151,663
Debt Service:										
Principal Retirement	1,256,757	1,195,809	1,276,773	682,532	1,275,616	2,113,811	1,963,000	2,359,000	1,821,000	1,285,000
Interest and Fiscal Charges	273,939	213,811	149,004	3,178,622	4,137,441	4,070,993	3,640,237	3,737,224	3,668,790	3,681,776
Issuance Costs	0	-	-	918,140	-	-	788,041	-	-	-
Total Expenditures	<u>\$67,450,501</u>	<u>\$ 71,212,956</u>	<u>\$ 72,808,254</u>	<u>\$ 83,154,461</u>	<u>\$ 86,282,849</u>	<u>\$ 127,633,361</u>	<u>\$ 113,235,225</u>	<u>\$ 93,618,816</u>	<u>\$ 88,314,622</u>	<u>\$ 92,850,092</u>
Debt Service as a Percentage of										
Noncapital Expenditures	2.35%	2.06%	1.98%	6.09%	7.12%	7.84%	7.71%	7.11%	6.23%	5.51%

Source: District Records

Princeton City School District, Ohio

Other Financing Sources and Uses and Net Change in Fund Balances

Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Other Financing Sources (Uses)										
Payments to Refunded										
Bond Escrow Agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (75,458,718)	\$ -	\$ -	\$ -
Proceeds of Refunding Bonds	-	-	-	85,000,000	-	-	70,840,000	-	-	-
Refunding Bond Premium	-	-	-	2,114,155	-	-	5,406,759	-	-	-
Proceeds of Loans	-	-	-	-	-	-	-	-	-	3,628,000
Proceeds of Capital Leases	160,005	841,739	145,951	1,603,000	558,000	-	-	-	-	-
Sale of Capital Assets	31,590	-	-	10,240	-	7,667	-	54,486	77,030	69,514
Transfers In	1,457,258	1,422,200	1,887,970	85,622,582	1,009,680	1,775,110	2,644,918	2,080,616	1,402,458	1,839,536
Transfers (Out)	(1,845,178)	(1,422,200)	(1,887,970)	(85,622,582)	(1,009,680)	(1,775,110)	(2,699,794)	(2,080,616)	(1,902,458)	(4,339,536)
Total Other Financing Sources (Uses)	<u>(196,325)</u>	<u>841,739</u>	<u>145,951</u>	<u>88,727,395</u>	<u>558,000</u>	<u>7,667</u>	<u>733,165</u>	<u>54,486</u>	<u>(422,970)</u>	<u>1,197,514</u>
Net Change in Fund Balances	<u>\$ 4,322,872</u>	<u>\$ 2,680,172</u>	<u>\$ (518,102)</u>	<u>\$ 79,431,263</u>	<u>\$ 262,865</u>	<u>\$ (43,452,540)</u>	<u>\$ (21,179,491)</u>	<u>\$ (9,880,986)</u>	<u>\$ (2,506,241)</u>	<u>\$ (9,005,880)</u>

Source: District Records

Princeton City School District, Ohio

Assessed Value and Actual Value of Taxable Property

Last Ten Calendar Years (1)

Calendar Year	<u>Real Property</u>	<u>Tangible Personal Property</u>	<u>Public Utilities Personal</u>	Total Assessed Value	Total Estimated Actual Value	Total Direct Rate
	Assessed Value (2)	Assessed Value (2)	Assessed Value (2)			
2000	1,159,115,740	452,832,700	75,031,110	1,686,979,550	4,819,941,571	46.19
2001	1,182,629,890	442,634,670	64,083,860	1,689,348,420	4,826,709,771	46.19
2002	1,369,415,290	466,102,466	65,570,470	1,901,088,226	5,431,680,646	45.79
2003	1,358,732,160	404,687,148	66,068,790	1,829,488,098	5,227,108,851	49.03
2004	1,367,594,010	421,066,962	68,900,980	1,857,561,952	5,307,319,863	49.03
2005	1,560,927,220	384,837,640	68,330,650	2,014,095,510	5,754,558,600	49.03
2006	1,565,323,230	208,144,506	59,406,820	1,832,874,556	5,236,784,446	49.03
2007 (3)	1,462,254,440	101,686,690	40,902,420	1,604,843,550	4,585,267,286	49.03
2008	1,633,409,420	114,507,988	43,420,600	1,791,338,008	5,118,108,594	48.89
2009	1,620,811,910	17,853,270	48,392,540	1,687,057,720	4,820,164,914	48.89

Source: Hamilton County, Bulter County and Warren County Auditor

(1) - 1999 through 2002 does not include information for Bulter County and 1999 through 2005 does not include information for Warren County.

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

(3) - Information for Warren County not available

Note: The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

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

Princeton City School District, Ohio
Direct and Overlapping Property Tax Rates
Last Ten Calendar Years

Calendar Year	District Direct Rates	Overlapping Rates								
		Hamilton County	City of Blue Ash	City of Springdale	Village of Glendale	Village of Lincoln Heights	Village of Woodlawn	Springfield Township	Sycamore Township	Great Oaks Joint Vocational School
2000	46.19	21.47	3.08	3.08	21.55	24.58	5.08	20.30	7.75	2.70
2001	46.19	21.47	3.08	3.08	21.55	24.58	5.08	20.30	7.75	2.70
2002	45.79	21.87	3.08	3.08	22.61	26.33	5.08	20.30	7.75	2.70
2003	49.03	21.51	3.08	3.08	22.23	26.33	5.08	20.30	7.75	2.70
2004	49.03	21.06	3.08	3.08	21.83	26.33	5.08	20.30	7.75	2.70
2005	49.03	20.81	3.08	3.08	21.39	28.33	5.08	20.30	7.75	2.70
2006	49.03	20.18	3.08	3.08	21.18	28.33	5.08	20.30	8.75	2.70
2007	49.03	20.18	3.08	3.08	21.18	28.33	5.08	20.30	8.75	2.70
2008	48.89	20.56	3.08	3.08	21.03	35.33	5.08	20.30	8.75	2.70
2009	48.99	20.48	3.08	3.08	20.08	35.33	5.08	22.80	8.75	2.70

Source: Hamilton County Auditor

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

Princeton City School District, Ohio

Principal Property Taxpayers

Current Calendar Year and Six Years Ago (1)

2009		
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Duke Energy Ohio	\$56,446,820	3.35%
Tri-County Mall LLC	22,804,810	1.35%
Merchant Street 27 LLC	8,242,510	0.49%
Springdale-Kemper Assoc	7,726,890	0.46%
KE Tri-County LLC	7,605,510	0.45%
Kemper Apartments LTD	7,385,780	0.44%
KIMCO 420 INC	7,225,800	0.43%
Sharonville Realty	7,142,310	0.42%
General Western Highland Company	6,720,000	0.40%
Procter & Gamble Co.	6,391,580	0.38%
	<u>\$137,692,010</u>	<u>13.14%</u>
Total Assessed Value	<u>\$1,687,057,720</u>	

2003		
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Ford Motor Company	\$71,857,470	3.93%
Concordia Properties, LLC	57,028,880	3.12%
Procter & Gamble	36,777,450	2.01%
General Electric	33,844,710	1.85%
Cinergy	29,832,270	1.63%
Cincinnati Bell	24,392,660	1.33%
G&I Executive Center	17,503,800	0.96%
Duke Realty	16,982,500	0.93%
Dugan Financing	14,093,890	0.77%
Formica Corporation	13,801,480	0.75%
	<u>\$316,115,110</u>	<u>17.28%</u>
Total Assessed Value	<u>\$ 1,829,488,098</u>	

Source: Hamilton County Auditor (Information for Butler and Warren Counties is not reported since they represent a minor portion of the total tax collections)

(1) - Current year taxpayers and taxpayers from six years ago available only.

Princeton City School District, Ohio
Property Tax Levies and Collections
Last Ten Calendar Years

Calendar Year (1)	Taxes Levied for the Calendar Year	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2000	36,456,290	34,200,211	93.81%	1,083,180	35,283,391	96.78%
2001	36,676,496	34,248,633	93.38%	812,848	35,061,481	95.60%
2002	40,338,209	36,906,936	91.49%	931,035	37,837,971	93.80%
2003	42,955,981	41,456,291	96.51%	1,260,498	42,716,789	99.44%
2004	43,363,212	41,689,007	96.14%	1,335,719	43,024,726	99.22%
2005	45,038,152	42,953,593	95.37%	1,249,715	44,203,308	98.15%
2006	45,856,077	43,492,919	94.85%	2,055,694	45,548,613	99.33%
2007	52,390,155	49,642,615	94.76%	393,460	50,036,075	95.51%
2008	54,042,097	48,370,357	89.50%	2,925,215	51,295,572	94.92%
2009	42,285,210	40,015,262	94.63%	1,337,248	41,352,510	97.79%

Source: Hamilton County Auditor (Information for Butler and Warren Counties is not reported since they represent a minor portion of the total tax collections)

Princeton City School District, Ohio

Outstanding Debt by Type

Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of Personal Income	Per Capita	Debt to Estimated Actual Value of Taxable Property
	General Obligation Bonds	OASBO Loan	Capital Leases				
2001	\$ 2,103,059	\$ -	\$ 1,159,354	\$ 3,262,413	0.01%	2.00	0.07%
2002	1,228,775	-	1,351,519	2,580,294	0.01%	1.92	0.05%
2003	303,353	-	1,085,606	1,388,959	0.00%	1.03	0.03%
2004	87,217,833	-	708,073	87,925,906	0.18%	65.18	1.68%
2005	86,745,177	-	348,811	87,093,988	0.17%	64.41	1.64%
2006	85,341,875	-	-	85,341,875	0.16%	61.94	1.48%
2007	86,467,155	-	-	86,467,155	0.17%	61.56	1.65%
2008	84,321,439	-	126,000	84,447,439	0.17%	60.00	1.84%
2009	82,370,723	-	-	82,370,723	N/A	N/A	1.61%
2010	80,830,007	3,628,000	-	84,458,007	N/A	N/A	1.75%

Source: District Records

N/A - Information not available

(1) - On the calendar year basis

Princeton City School District, Ohio
Direct and Overlapping Governmental Activities Debt
As of June 30, 2010

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Butler County	\$96,413,944	1.42%	\$1,369,078
Hamilton County	103,932,000	8.27%	8,595,176
Warren County	26,392,853	0.45%	118,768
City of Sharonville	11,815,186	99.81%	11,792,737
City of Springdale	3,108,264	99.96%	3,107,021
Village of Evendale	4,260,000	88.78%	3,782,028
Village of Woodlawn	6,131,120	99.92%	6,126,215
Deerfield Township	43,760,000	2.33%	1,019,608
Springfield Township	13,363,883	1.75%	233,868
Sycamore Township	24,801,563	25.49%	6,321,918
West Chester Township	75,309,946	3.48%	2,620,786
Great Oaks Institute of Technology & Career Development	13,558,397	9.43%	1,278,557
Subtotal, Overlapping Debt	422,847,156		46,365,761
District Direct Debt	80,830,007	100.00%	80,830,007
Total Direct and Overlapping Debt	\$503,677,163		\$127,195,768

Source: Ohio Municipal Advisory Council

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

Princeton City School District, Ohio
Legal Debt Margin Information
Last Ten Fiscal Years

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Total Debt Limit (1)										
Debt Limit (9.0%)	\$ 151,828,160	\$ 152,041,358	\$ 171,097,940	\$ 164,653,929	\$ 167,180,576	\$ 181,268,596	\$ 164,958,710	\$ 144,435,920	\$ 161,220,421	\$ 151,835,195
Total Net Debt Applicable to Limit	2,103,059	1,228,775	303,353	87,445,104	87,848,946	86,848,739	89,109,903	81,644,141	82,370,723	80,830,007
Legal Debt Margin	<u>\$ 149,725,101</u>	<u>\$ 150,812,583</u>	<u>\$ 170,794,587</u>	<u>\$ 77,208,825</u>	<u>\$ 79,331,630</u>	<u>\$ 94,419,857</u>	<u>\$ 75,848,807</u>	<u>\$ 62,791,779</u>	<u>\$ 62,791,779</u>	<u>\$ 71,005,188</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	1.39%	0.81%	0.18%	53.11%	52.55%	47.91%	54.02%	56.53%	56.53%	53.24%
Total Unvoted Debt Limit (1)										
Debt Limit (.1%)	\$ 1,686,980	\$ 1,689,348	\$ 1,901,088	\$ 1,829,488	\$ 1,857,562	\$ 2,014,096	\$ 1,832,875	\$ 1,604,843	\$ 1,791,338	\$ 1,687,058
Total Net Debt Applicable to Limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	<u>\$ 1,686,980</u>	<u>\$ 1,689,348</u>	<u>\$ 1,901,088</u>	<u>\$ 1,829,488</u>	<u>\$ 1,857,562</u>	<u>\$ 2,014,096</u>	<u>\$ 1,832,875</u>	<u>\$ 1,604,843</u>	<u>\$ 1,791,338</u>	<u>\$ 1,687,058</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: District Records

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

Princeton City School District, Ohio

Demographic and Economic Statistics -- Hamilton County

Last Ten Calendar Years

<u>Calendar Year</u>	<u>Population (1)</u>	<u>Personal Income (Thousands of Dollars) (2)</u>	<u>Per Capita Personal Income (3)</u>	<u>Unemployment Rate (4)</u>
2000	845,303	28,374,286	33,567	3.7%
2001	838,887	29,144,612	34,742	4.0%
2002	830,349	30,022,098	36,156	5.5%
2003	822,610	30,647,158	37,256	5.6%
2004	814,611	32,150,252	39,467	5.7%
2005	806,652	32,215,261	39,937	5.7%
2006	822,596	34,118,814	41,477	5.0%
2007	842,369	36,488,898	43,317	5.0%
2008	845,303	34,626,992	40,964	5.6%
2009	855,062	37,552,613	43,918	8.9%

Sources:

(1) - Population estimates provided by U.S. Census Bureau for all of Hamilton County

(2) - Personal Income information provided by Bureau of Economic Analysis:
Regional Economic Accounts for Hamilton County

(3) - Per Capita Personal Income information provided by Bureau of Economic
Analysis: Regional Economic Accounts for Hamilton County

(4) - Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor
Market Information -- Annual Average

N/A - Information not available

Princeton City School District, Ohio
Demographic and Economic Statistics -- Butler County
Last Ten Calendar Years

<u>Calendar Year</u>	<u>Population (1)</u>	<u>Personal Income (Thousands of Dollars) (2)</u>	<u>Per Capita Personal Income (3)</u>	<u>Unemployment Rate (4)</u>
2000	333,698	9,547,252	28,608	3.2%
2001	336,629	9,729,127	28,881	3.2%
2002	339,071	9,938,473	29,273	4.5%
2003	341,909	10,285,549	30,014	4.5%
2004	345,119	10,844,563	31,332	4.3%
2005	348,655	11,080,584	31,662	5.2%
2006	353,386	11,707,628	33,130	5.6%
2007	357,888	8,877,054	24,804	5.1%
2008	353,895	8,576,645	24,235	6.5%
2009	363,184	13,045,932	35,921	9.4%

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

Princeton City School District, Ohio

Demographic and Economic Statistics -- Warren County

Last Ten Calendar Years

<u>Calendar Year</u>	<u>Population (1)</u>	<u>Personal Income (Thousands of Dollars) (2)</u>	<u>Per Capita Personal Income (3)</u>	<u>Unemployment Rate (4)</u>
2000	161,322	4,946,103	30,660	3.3%
2001	167,507	5,286,564	31,512	3.6%
2002	175,041	5,521,565	31,522	4.5%
2003	182,330	5,786,295	31,699	4.7%
2004	189,276	6,213,055	32,745	4.5%
2005	196,793	6,597,227	33,524	4.4%
2006	201,871	7,211,608	36,134	4.9%
2007	204,390	5,997,172	37,865	4.6%
2008	204,390	5,997,172	37,865	5.5%
2009	210,712	8,250,639	39,156	8.8%

Sources:

(1) - Population estimates provided by U.S. Census Bureau for all of Warren County

(2) - Personal Income information provided by Bureau of Economic Analysis:
Regional Economic Accounts for Warren County

(3) - Per Capita Personal Income information provided by Bureau of Economic
Analysis: Regional Economic Accounts for Warren County

(4) - Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor
Market Information -- Annual Average

Princeton City School District, Ohio
Major Employers --- Hamilton County
Current Fiscal Year and Nine Years Ago

2009

Major Employers (1)	Type (2)
American Financial Group Inc.	Insurance
Chiquita Brands International Inc.	Trade
Cincinnati Children's Hospital	Service
Fifth Third Bancorp	Financial
Ford Motor Co.	Manufacturing
General Electric Co.	Manufacturing
Johnson & Johnson/Ethicon	Manufacturing
Kroger Co	Trade
Macy's Inc	Trade
Mercy Health Partners	Trade
Procter & Gamble Co	Manufacturing
TriHealth Inc	Service
University of Cincinnati	Government

2000

Major Employers (1)	Type (2)
Avon	Manufacturing
Dave & Busters	Entertainment
Ford Motor Company	Manufacturing
Formica Corporation	Manufacturing
General Electric Company	Manufacturing
GE Client Business	Manufacturing
John Morrell & Company	Manufacturing
Princeton City School District	Government
United Parcel Service	Service
US Bulk Mail Center	Government

Source: Ohio Department of Development

(1) - In alphabetical order only.

(2) - Number of employees per employer and total employees for Hamilton County were not available.

Princeton City School District, Ohio

Major Employers --- Butler County

Current Calendar Year and Two Years Ago (1)

2009	
Major Employers (2)	Type (3)
AK Steel Holding Corp	Manufacturing
Amylin Pharmaceuticals Inc	Manufacturing
BAE Systems	Manufacturing
Butler County Government	Government
Cincinnati Financial Corp	Finance
Cornerstone Brands Inc	Trade
Fairfield City Board of Education	Government
Ft Hamilton Memorial Hospital	Service
GE Aviation	Manufacturing
Hamilton City Board of Education	Government
Lakota Local Board of Education	Government
Liberty Mutual/Ohio Casualty Corp	Insurance
Mercy Regional Hospital	Service
Miami University	Government
Middletown Regional Health System	Service

2007	
Major Employers (2)	Type (3)
AK Steel Holding Corp	Manufacturing
Amylin Pharmaceuticals Inc	Manufacturing
Armor Holdings Inc	Manufacturing
Butler County Government	Government
Cincinnati Financial Corp	Finance
Cornerstone Brands Inc	Trade
Fairfield City Board of Education	Government
Ft Hamilton Memorial Hospital	Service
Hamilton City Board of Education	Government
Lakota Local Board of Education	Government
Liberty Mutual/Ohio Casualty Corp	Insurance
Mercy Regional Hospital	Service
Miami University	Government
Middletown Regional Health System	Service

Source: Ohio Department of Development

(1) - Only current calendar year data and data from two years ago is available for Butler County.

(2) - In alphabetical order only.

(3) - Number of employees per employer and total employees for Butler County were not available.

Princeton City School District, Ohio
Major Employers --- Warren County
Current Calendar Year and Two Years Ago (1)

2009	
<u>Major Employers (2)</u>	<u>Type (3)</u>
Aisin Seiki/ADVICS Co Ltd	Manufacturing
Atrium Medical Center	Service
Cedar Fair/Kings Island	Service
Cengage Learning Inc.	Service
Cintas Corp	Manufacturing
HJ Heinz/Portion Pac Inc	Manufacturing
L-3 Cincinnati Electronics	Manufacturing
Luxottica Group SpA	Manufacturing
Macy's Inc	Trade
Mason Local Board of Education	Government
Proctor & Gamble Co	Research & Develop
State of Ohio	Government
WellPoint Inc/Anthem	Insurance

2007	
<u>Major Employers (2)</u>	<u>Type (3)</u>
Aisin Seiki/ADVICS Co Ltd	Manufacturing
Blackhawk Automotive Platics Inc	Manufacturing
Cedar Fair/Kings Island	Service
Cintas Corp	Manufacturing
HJ Heinz/Portion Pac Inc	Manufacturing
Luxottica Group SpA	Manufacturing
Macy's Inc	Trade
Mason Local Board of Education	Government
Proctor & Gamble Co	Research & Develop
State of Ohio	Government
Sumco Phoenix	Manufacturing
WellPoint Inc/Anthem	Insurance

Source: Ohio Department of Development

- (1) - Only current fiscal year data and data from two years ago is available for Warren County.
- (2) - In alphabetical order only.
- (3) - Number of employees per employer and total employees for Warren County were not available.

Princeton City School District, Ohio

Full-Time - Equivalent District Employees by Type

Last Six Fiscal Years (1)

Function/Program	2005	2006	2007	2008	2009	2010
Regular Instruction	300.40	316.53	305.23	303.98	332.60	325.44
REGULAR TEACHING	297.4	314.53	299.23	301.98	0.00	0.00
PERMANENT SUBSTITUTE	1.00	0.00	0.00	2.00	1.00	0.00
TEACHER/MENTOR/EVALUATOR	2.00	2.00	6.00	0.00	0.00	0.00
GENERAL EDUCATION	0.00	0.00	0.00	0.00	288.60	293.00
ART EDUCATION K-8	0.00	0.00	0.00	0.00	13.00	9.00
MUSIC EDUCATION K-8	0.00	0.00	0.00	0.00	21.00	14.00
PHYSICAL EDUCATION K-8	0.00	0.00	0.00	0.00	9.00	9.44
Special Instruction	43.75	42.04	39.04	37.02	15.00	16.00
AUDIO-VISUAL STAFF	3.00	3.00	2.00	2.00	3.00	4.00
EDUC SERVICE PERSONNEL TEACHER	40.75	39.04	37.04	35.02	0.00	0.00
GIFTED & TALENTED	0.00	0.00	0.00	0.00	10.00	10.00
PRESCHOOL SPECIAL EDUCATION	0.00	0.00	0.00	0.00	2.00	2.00
Vocational Instruction	3.00	1.00	1.00	1.00	3.00	3.00
VACATIONAL EDUCATION TEACHING	3.00	1.00	1.00	1.00	0.00	0.00
CAREER-TECHNICAL PROGRAMS/PATHWAYS	0.00	0.00	0.00	0.00	3.00	3.00
Other Instruction	93.33	25.00	7.88	8.32	11.90	6.40
OTHER PROFESSIONAL	1.00	22.00	5.00	5.00	10.50	5.00
TEACHING AIDE	91.33	2.00	1.88	2.32	0.40	0.40
PARENT MENTOR	1.00	1.00	1.00	1.00	1.00	1.00
Pupil Support Services	83.80	113.99	131.40	125.81	119.80	123.00
COUNSELING	12.00	12.00	12.00	11.00	13.00	14.00
REMEDIATION SPECIALIST	6.00	6.00	21.62	7.00	9.00	9.50
SPECIAL EDUCATION TEACHING	49.00	47.19	38.30	36.08	0.00	0.00
SUPPL SERVICE TEACHER (SPEC ED)	0.00	25.00	33.50	40.62	47.00	42.72
SPECIAL EDUCATION	0.00	0.00	0.00	0.00	22.00	27.00
DIETITIAN/NUTRITIONIST	0.00	0.00	1.00	1.00	0.00	0.00
PSYCHOLOGIST	6.00	7.00	8.60	11.00	10.00	10.00
REGISTERED NURSING	3.00	3.00	3.00	3.00	3.00	4.00
SOCIAL WORK	2.00	2.00	1.00	1.00	1.00	1.00
SPEECH & LANGUAGE THERAPIST	4.80	4.80	4.80	4.80	5.80	6.80
OCCUPATIONAL THERAPIST	0.00	0.00	0.00	2.00	2.00	2.00
EDUCATIONAL INTERPRETER	0.00	1.00	2.82	1.94	1.00	0.00
OTHER PROFESSIONAL - OTHER	0.00	0.00	0.00	1.50	1.00	1.00
PRACTICAL NURSING	0.00	5.00	3.76	2.87	3.00	2.00
ATTENDANCE OFFICER	1.00	1.00	1.00	2.00	2.00	2.98
Instructional Staff Support Services	52.50	111.00	118.36	111.72	125.52	128.89
CURRICULUM SPECIALIST	2.00	2.00	2.00	7.00	6.00	6.50
LIBRARIAN/MEDIA	8.50	5.00	5.00	8.00	7.50	5.50
TUTOR/SMALL GROUP INSTRUCTOR	31.00	7.00	16.00	4.50	7.00	11.50
LIBRARY TECHNICIAN	0.00	0.00	3.00	0.00	0.00	0.00
LIBRARY AIDE	6.00	0.00	0.00	5.00	2.00	1.95
INSTRUCTIONAL PARAPROFESSIONAL	0.00	91.00	85.61	81.47	96.02	98.44
OTHER TECHNICAL	5.00	6.00	6.75	5.75	7.00	5.00

Source: State Department of Education

(1) - Only information for last six fiscal years available

Princeton City School District, Ohio

Full-Time - Equivalent District Employees by Type

Last Six Fiscal Years (1)

(Continued)

Function/Program	2005	2006	2007	2008	2009	2010
Administration Support Services	118.00	113.88	107.64	98.54	94.30	100.01
ADMIN. ASSISTANT	2.00	1.00	1.00	0.00	0.00	0.00
ASSIST DEPUTY/ASSOC SUPERINTENDENT	3.00	4.00	3.00	2.00	1.00	1.00
ASSIST PRINCIPAL	9.00	5.00	7.00	7.00	11.00	8.00
PRINCIPAL	8.00	11.00	12.00	13.00	10.00	11.00
SUPERINTENDENT	2.00	1.00	1.00	1.00	1.00	1.00
SUPERVISING/MANAGING/DIRECTING	5.00	9.00	3.00	1.00	1.00	1.00
COORDINATOR	11.00	12.00	9.00	6.00	5.20	6.00
EDUCATION ADMINISTRATIVE SPECIALIST	0.00	0.00	0.00	0.00	0.00	3.00
DIRECTOR	0.00	0.00	0.00	0.00	3.00	5.00
OTHER OFFICIAL/ADMINISTRATIVE	2.00	1.00	1.00	0.00	1.00	2.00
PERSONNEL	0.00	0.00	0.00	2.00	0.00	0.00
CLERICAL	76.00	69.88	70.64	66.54	61.10	62.01
Fiscal Services	1.00	1.00	3.00	6.00	4.00	5.00
TREASURER	1.00	1.00	1.00	1.00	1.00	1.00
ACCOUNTING	0.00	0.00	2.00	3.00	1.00	2.00
RECORDS MANAGING	0.00	0.00	0.00	2.00	2.00	2.00
Business Support Services	3.00	4.00	1.76	1.00	1.00	1.00
PRINTER	1.00	1.00	0.00	0.00	0.00	0.00
MESSENGER	2.00	3.00	1.76	1.00	1.00	1.00
Operation of Plant	74.50	80.00	75.75	80.00	77.50	80.25
GENERAL MAINTENANCE	13.00	13.00	12.00	11.00	11.00	12.00
MECHANIC	2.00	4.00	4.00	4.00	4.00	4.00
FOREMAN	1.00	1.00	5.00	4.00	4.00	4.00
CUSTODIAN	47.50	48.00	45.75	47.00	44.50	47.25
ELEVATOR OPERATING	0.00	1.00	1.00	0.00	0.00	0.00
GUARD/WATCHMAN	9.00	12.00	5.00	13.00	13.00	7.00
MONITORING	1.00	0.00	0.00	0.00	0.00	6.00
ATTENDANT	1.00	1.00	3.00	1.00	1.00	0.00
Pupil Transportation	69.58	72.62	62.77	53.88	53.11	55.22
DISPATCHING	1.00	1.00	1.86	0.86	1.00	1.00
VEHICLE OPERATOR (BUSES)	62.58	66.62	55.62	49.36	47.11	50.22
EQUIPMENT OPERATING ASSIGNMENT	0.00	0.00	1.00	0.00	0.00	0.00
OTHER OPERATIVE	6.00	5.00	4.29	3.66	5.00	4.00
Central Support Services	9.00	4.00	4.00	5.00	4.00	5.00
PUBLICITY RELATIONS	1.00	1.00	1.00	1.00	1.00	1.00
COMPUTER OPERATING	2.00	3.00	3.00	3.00	3.00	4.00
INSPECTOR	6.00	0.00	0.00	1.00	0.00	0.00
Food Service Program	40.42	39.50	28.51	26.15	30.21	26.87
FOOD SERVICE	40.42	39.50	28.51	26.15	30.21	26.87
GRAND TOTAL	892.28	924.56	886.34	858.42	871.94	876.08

Source: State Department of Education

(1) - Only information for last six fiscal years available

Princeton City School District, Ohio

Operating Statistics

Last Eight Fiscal Years (1)

<u>Fiscal Year</u>	<u>Expenditures (2)</u>	<u>Enrollment</u>	<u>Cost Per Pupil (3)</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil-Teacher Ratio</u>	<u>Percentage of Students Receiving Free or Reduced-Price Meals</u>
2003	\$68,442,262	6,318	\$10,833	N/A	485	13.0	37.00%
2004	70,959,959	6,104	11,625	7.31%	497	12.3	31.19%
2005	67,662,885	5,934	11,403	(1.91%)	457	13.0	30.00%
2006	72,099,035	5,714	12,618	10.66%	486	11.8	45.93%
2007	76,201,338	5,645	13,499	6.98%	479	11.8	45.22%
2008	85,591,218	5,485	15,605	15.60%	461	11.9	51.00%
2009	77,181,975	5,133	15,038	(3.63%)	473	10.9	52.50%
2010	82,652,452	5,525	14,960	(0.52%)	466	11.9	54.50%

Source: District Records

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

(2) - Expenditures is total cash expenditures in the General Fund

(3) - Expenditures by Enrollment

N/A - Information not available

Princeton City School District, Ohio
 School Building Information
 Last Ten Fiscal Years

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<u>School</u>										
Elementary:										
Evendale (PK-6 / PK-5)										
Square feet	45,254	45,254	45,254	45,254	45,254	45,254	45,254	55,040	55,040	55,040
Capacity	625	625	625	625	625	625	625	364	364	364
Enrollment	295	274	259	281	297	273	244	250	238	261
Glendale (PK-6 / PK-5)										
Square feet	31,676	31,676	31,676	31,676	31,676	31,676	31,676	31,676	31,676	31,676
Capacity	575	575	575	575	575	575	575	364	364	364
Enrollment	229	205	218	203	292	264	164	219	203	245
Heritage Hill (PK-6 / PK-5)										
Square feet	64,895	64,895	64,895	64,895	64,895	64,895	Demo'd	63,093	63,093	63,093
Capacity	950	950	950	950	950	950	-	546	546	546
Enrollment	461	477	521	529	421	447	-	290	367	320
Sharonville (PK-6 / PK-5)										
Square feet	54,437	54,437	54,437	54,437	Demo'd	Demo'd	65,526	65,526	65,526	65,526
Capacity	875	875	875	875	-	-	546	546	546	546
Enrollment	342	333	364	329	-	-	395	375	417	436
Springdale (K-6)										
Square feet	57,124	57,124	57,124	57,124	57,124	57,124	63,131	65,526	65,526	65,526
Capacity	523	523	523	523	523	523	546	546	546	546
Enrollment	469	490	488	459	409	415	484	476	441	438
Stewart (PK-3 / PK-4)										
Square feet	34,150	34,150	34,150	34,150	34,150	34,150	62,420	62,240	62,240	62,240
Capacity	500	500	500	500	500	500	546	546	546	546
Enrollment	309	301	350	355	403	412	434	450	427	472
Woodlawn (Grades K-3)										
Square feet	23,051	23,051	23,051	23,051	Demo'd	Demo'd	52,711	52,711	52,711	52,711
Capacity	375	375	375	375	-	-	364	364	364	364
Enrollment	147	156	182	185	-	-	255	219	205	210
Lincoln Heights (PK-6 / PK-5)										
Square feet	50,908	50,908	50,908	50,908	50,908	50,908	63,301	63,301	63,301	63,301
Capacity	950	950	950	950	950	950	546	546	546	546
Enrollment	481	464	474	440	399	398	353	324	281	296
RELIS										
Square feet	74,632	74,632	74,632	74,632	74,632	74,632	74,632	*	*	12,500
Capacity	1,000	1,000	1,000	1,000	1,000	1,000	1,000	*	*	1,000
Enrollment	566	532	534	458	424	370	300	*	*	36
Middle School										
Princeton Community (Grades 7-8 / 6-8)										
Square feet	154,952	154,952	154,952	154,952	154,952	154,952	154,952	176,195	176,195	176,195
Capacity	2,650	2,650	2,650	2,650	2,650	2,650	2,650	1,500	1,500	1,500
Enrollment	1,028	999	961	971	1,349	1,277	1,182	1,114	1,114	1,098
High School										
Princeton HS (Grades 9-12)										
Square feet	347,217	347,217	347,217	347,217	347,217	347,217	347,217	347,217	347,217	347,217
Capacity	2,700	2,700	2,700	2,700	2,700	2,700	2,700	2,700	2,700	2,700
Enrollment	1,902	1,906	1,967	1,894	1,941	1,883	1,834	1,768	1,768	1,749

Source: School District Records and Ohio Department of Education

* - Building was not used in fiscal year 2008 through 2009. Princeton Virtual Academy was created in 2010.

Note:

- Starting in 2004-2005 6th grade moved to the Princeton Community Middle School
- Starting in 2004-2005 Stewart Elementary added 4th grade
- Starting in 2007-08 Evendale the existing building was demo'd and a new building was opened



Dave Yost • Auditor of State

PRINCETON CITY SCHOOL DISTRICT

HAMILTON COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
MARCH 24, 2011**