



Balestra, Harr & Scherer, CPAs, Inc.

Accounting, Auditing and Consulting Services for Federal, State and Local Governments

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West Clermont Local School District
Clermont County, Ohio

Single Audit

For the Year Ended June 30, 2011
Fiscal Years Audited Under GAGAS: 2011

bhs

Circleville

Ironton

Piketon

Wheelersburg

Worthington



Dave Yost • Auditor of State

Members of the Board of Education
West Clermont Local School District
4350 Aicholtz Road, Suite 220
Cincinnati, Ohio 45245

We have reviewed the *Independent Auditor's Report* of the West Clermont Local School District, Clermont County, prepared by Balestra, Harr & Scherer, CPAs, Inc., for the audit period July 1, 2010 through June 30, 2011. 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 West Clermont Local 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

February 27, 2012

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West Clermont Local School District

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West Clermont Local School District

Schedule of Federal Awards Receipts and Expenditures
For the Year Ended June 30, 2011

Federal Grantor/ Pass Through Grantor/ Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
United States Department of Agriculture						
<i>Passed through Ohio Department of Education</i>						
<i>Nutrition Cluster:</i>						
National School Breakfast Program	3L70	10.553	126,465	-	126,465	-
National School Lunch Program	3L60	10.555	833,593	282,281	833,593	282,281
<i>Total Nutrition Cluster</i>			960,058	282,281	960,058	282,281
Total United States Department of Agriculture			960,058	282,281	960,058	282,281
United States Department of Education						
<i>Passed through Ohio Department of Education</i>						
<i>Title I Cluster</i>						
Title I Grants to Local Education Agencies	3M00	84.010	1,620,841	-	1,527,617	-
Title I Grants to Local Education Agencies - ARRA	3DK0	84.389	531,018	-	520,118	-
Total Title I Cluster			2,151,859	-	2,047,735	-
<i>Special Education Cluster:</i>						
Special Education Grants to States	3M20	84.027	2,049,024	-	1,963,153	-
Special Education Grants to States - ARRA	3DJ0	84.391	1,235,205	-	1,205,551	-
Special Education Preschool Grants	3C50	84.173	63,777	-	62,400	-
Special Education Preschool Grants - ARRA	3DL0	84.392	31,761	-	30,750	-
Total Special Education Cluster			3,379,767	-	3,261,854	-
State Fiscal Stabilization Fund - ARRA	GRF	84.394	1,899,808	-	1,434,207	-
Career Development	N/A	84.048	22,000	-	25,433	-
Education Technology State Grants	3S20	84.318	62,041	-	62,400	-
English Language Acquisition Grants	3Y70	84.365	23,577	-	21,643	-
Improving Teacher Quality State Grant	3Y60	84.367	299,261	-	295,550	-
Total United States Department of Education			7,838,313	-	7,148,822	-
Total Federal Financial Assistance			<u>\$ 8,798,371</u>	<u>\$ 282,281</u>	<u>\$ 8,108,880</u>	<u>\$ 282,281</u>

N/A = Pass through entity number could not be located.
See Notes to the Schedule of Federal Awards Receipts and Expenditures.

WEST CLERMONT LOCAL SCHOOL DISTRICT
Notes to The Schedule of Federal Awards Receipts and Expenditures
For the Fiscal Year Ended June 30, 2011

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of federal awards receipts and expenditures 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 DISTRIBUTIONS

Program regulations do not require the District to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This non-monetary assistance (expenditures) is reported in the Schedule at the fair market value of the commodities received.

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

NOTE C – TRANSFER OF GRANT FUNDS

The School District transferred \$53,222 of Improving Teacher Quality State Grant funds to State Grants for Innovative Programs and the transferred funds were spent to support the receiving program.



Balestra, Harr & Scherer, CPAs, Inc.

Accounting, Auditing and Consulting Services for Federal, State and Local Governments

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

Members of the Board of Education
West Clermont Local School District
4350 Aicholtz Road
Cincinnati, Ohio 45245

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the West Clermont Local School District, Clermont County (the School District) as of and for the year ended June 30, 2011, which collectively comprise the School District's basic financial statements and have issued our report thereon dated December 21, 2011, wherein we noted the School District implemented GASB Statement No. 54. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School District's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of opining on the effectiveness of the School District's internal control over financial reporting. Accordingly, we have not opined 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, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A material weakness is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the School District's financial statements will not be prevented or detected and timely corrected.

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 material weaknesses, as defined above.

Compliance and Other Matters

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

Members of the Board of Education
West Clermont Local School District
Report on Internal Control Over Financial Reporting and on Compliance and
Other Matters Required by *Government Auditing Standards*.
Page 2

We did note certain matters not requiring inclusion in this report that we reported to the School District's management in a separate letter dated December 21, 2011.

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

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

Balestra, Harr & Scherer, CPAs, Inc.
December 21, 2011



**Report on Compliance With Requirements Applicable to Each Major Federal Program and
on Internal Control Over Compliance Required by OMB Circular A-133**

Members of the Board of Education
West Clermont Local School District
4350 Aicholtz Road
Cincinnati, OH 45245

Compliance

We have audited the compliance of West Clermont Local School District, (the School District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of the West Clermont Local School District's major federal programs for the year ended June 30, 2011. The summary of auditor's results section of the accompanying schedule of findings identifies the School District's major federal programs. The School District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the 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 included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the School District's compliance with those requirements.

In our opinion, the West Clermont Local School District complied, in all material respects, with the requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2011.

Internal Control Over Compliance

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

**Internal Control Over Compliance
(Continued)**

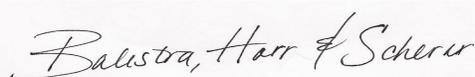
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent or to timely detect and correct noncompliance with a federal program compliance requirement. A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

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control 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 Federal Awards Receipts and Expenditures

We have also audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the West Clermont Local School District (the School District) as of and for the year ended June 30, 2011, and have issued our report thereon dated December 21, 2011, wherein we noted the School District implemented GASB Statement No. 54. Our audit was performed to form opinions on the financial statements that collectively comprise the School District's basic financial statements taken as a whole. The accompanying Schedule of Federal Awards Receipts and Expenditures provides additional information required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Balestra, Harr & Scherer, CPAs, Inc.

December 21, 2011

West Clermont Local School District
Schedule of Findings
OMB Circular A-133 Section .505
For the Fiscal Year Ended June 30, 2011

SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other significant deficiencies in internal controls reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(1)(iv)	Were there any other significant deficiencies in internal controls reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under section .510?	No
(d)(1)(vii)	Major Programs (list):	State Fiscal Stabilization Fund CFDA #84.394 Special Education Cluster CFDA: Special Education Grants to States #84.027, Special Education Grants to States – ARRA, CFDA #84.391, Special Education Preschool Grants CFDA #84.173, Special Education Preschool Grants – ARRA CFDA #84.392 Title I Cluster: Title I Grants to Local Education Agencies CFDA #84.010, Grants to Local Education Agencies – ARRA CFDA #84.389
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	No

West Clermont Local School District
Schedule of Findings
OMB Circular A-133 Section .505
For the Fiscal Year Ended June 30, 2011

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

None

FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

West Clermont Local School District
Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2011

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain
2010-001	Significant Deficiency Adjustments	Yes	



Balestra, Harr & Scherer, CPAs, Inc.

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Independent Accountants' Report on Applying Agreed-Upon Procedure

Members of the Board of Education
West Clermont Local School District
4350 Aicholtz Road
Cincinnati, Ohio 45245

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

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

1. We noted the Board did not amend its anti-harassment policy to include violence within a dating relationship within its definition of harassment, intimidation or bullying.

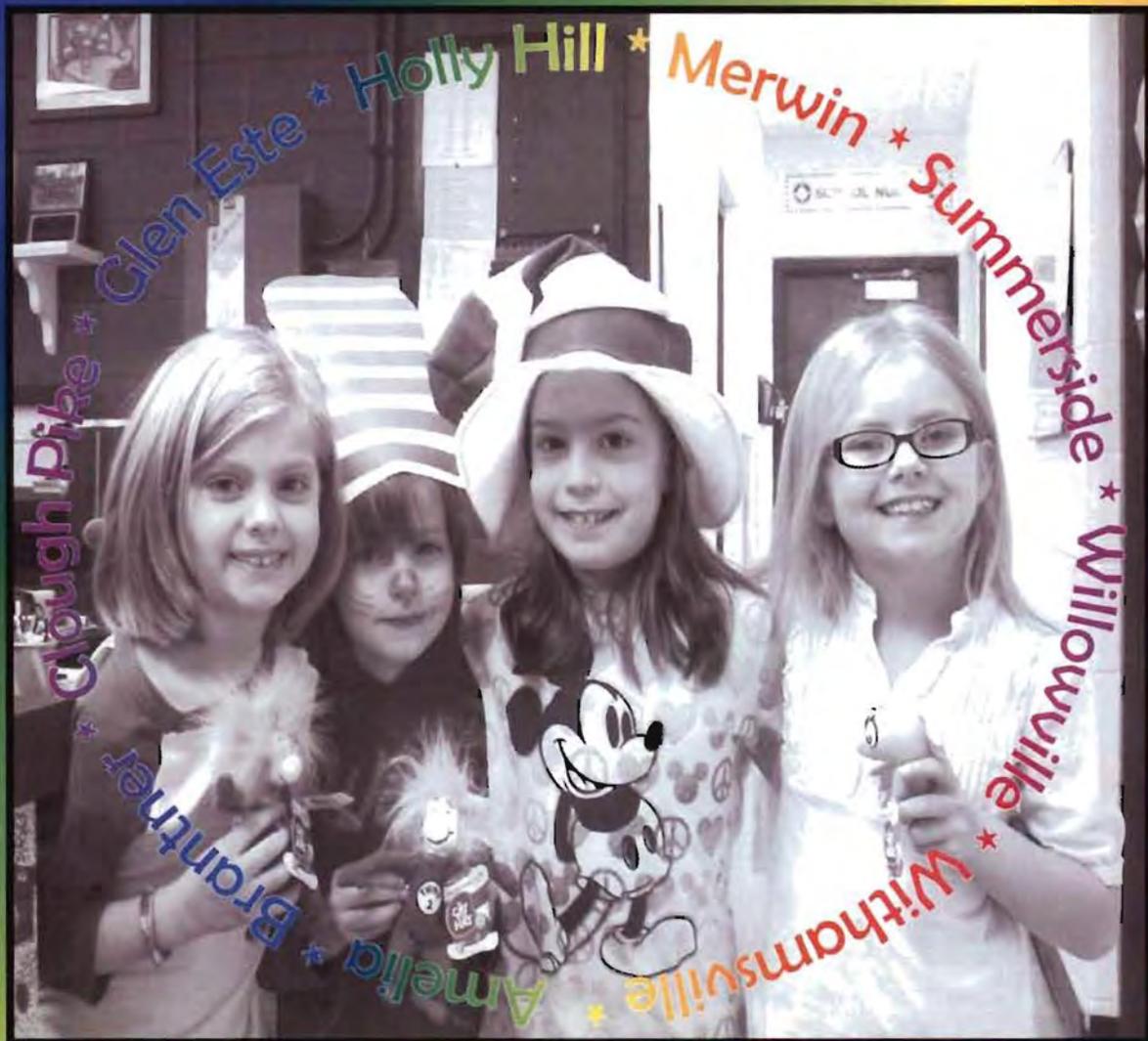
Ohio Revised Code Section 3313.666 required the Board to amend its definition by September 28, 2010.

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

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

Balestra, Harr & Scherer, CPAs, Inc.
December 21, 2011

West Clermont Local School District Cincinnati, OH



Comprehensive Annual Financial Report for the
Fiscal Year Ended June 30, 2011

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West Clermont
Local School District

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

PREPARED BY:
OFFICE OF THE TREASURER
ALANA G. CROPPER, CPA

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**WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED JUNE 30, 2011**

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**WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
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**WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
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Introductory Section



West Clermont
Local School District

December 21, 2011

To the Citizens and Board of Education of the West Clermont Local School District:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the West Clermont Local School District (District) for the fiscal year ended June 30, 2011. Responsibility for both the accuracy of the presented data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. This report is prepared in conformance with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. This report will provide taxpayers of the West Clermont Local School District with comprehensive financial data in a format, which will enable them to gain an understanding of the District's financial affairs. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. This report has been prepared by the Chief Financial Officer's Office and includes an opinion from Balestra, Harr & Scherer, CPAs, Inc.

Copies of this report will be widely distributed throughout the District. A copy will be sent to all school buildings, the Chamber of Commerce, Clermont County Administrative Offices, Union Township, Pierce Township, Batavia Township, other governments in Clermont County, Moody's financial rating services, and any other interested parties.

The Comprehensive Annual Financial Report is divided into three sections:

The Introductory Section includes a table of contents, this transmittal letter, and a list of principal officials and the District's organizational chart. Also included are the District's major and future initiatives.

The Financial Section includes the report of independent auditors on the financial statements, management's discussion and analysis, basic financial statements, notes to the basic financial statements, and the combining statements for non-major funds and schedules that provide detailed information relative to the basic financial statements.

The Statistical Section includes selective financial, economic and demographic information, generally presented on a multi-year basis for comparative purposes.

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

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

The District is comprised of several townships in Clermont County, including Union Township, Pierce Township, and Batavia Township. Enrollment for the 2010-2011 school year was 9,333 students, grades pre-K through 12. The District consists of eight elementary schools, two middle schools, and two high school campuses. West Clermont is the 26th largest of Ohio's 611 school districts.

ORGANIZATION OF THE SCHOOL DISTRICT

The Board of Education of the West Clermont Local School District (Board) 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 of 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 current Board members, their terms and years on the Board as of June 30, 2011 are:

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Dan Krueger	1/1/08 - 12/31/2011	3.5
Jo Ann Beamer	1/1/10 - 12/31/2014	29.5
Barbara Hartman	1/1/08 - 12/31/2011	31.5
Denise Smith	1/1/10 - 12/31/2014	1.5
Doug Young	1/1/10 - 12/31/2014	5.5

The Superintendent is the chief executive director of the District and is responsible directly to the Board for all operations of the District. The Board of Education appointed Dr. Gary Brooks as Superintendent, effective August 1, 2004. Brooks most recently served as Superintendent of the Batavia Local School District.

Prior to working with the Batavia District, Brooks served as principal of Deer Park Junior/Senior High School. He also spent six years as principal at Withamsville-Tobasco Elementary in the West Clermont District. Brooks received his doctorate from the University of Cincinnati, where he also earned a Bachelor of Fine Arts degree, a Master of Arts in Art Education and a Master of Arts in Education Administration.

The Treasurer is the chief financial officer of the District and is directly responsible to the Board for all financial operations, investments, custody of all District funds and assets, and serves as Secretary to the Board. Mrs. Alana Cropper was named district treasurer effective January 1, 2005. Mrs. Cropper came to West Clermont from Winton Woods City School District. Mrs. Cropper holds an undergraduate degree in accounting from the University of Kentucky, an MBA from Xavier University, and is a licensed certified public accountant.

All other District employees are responsible to the Superintendent and are employed by the Board upon the recommendation of the Superintendent.

EMPLOYEE RELATIONS

The District currently has approximately 776 full-time and 93 part-time employees.

The District's teachers are represented for collective bargaining purposes by the West Clermont Education Association (WEA, an affiliate of the Ohio Education Association and the National Education Association). The District has a two-year collective bargaining agreement with WEA, which expires July 31, 2013. The District's support staff is represented by the West Clermont Helping Ohio's Public Employees (HOPE, an OEA and NEA Affiliate). The District has a two-year collective bargaining agreement, which expires July 31, 2013.

ECONOMIC CONDITION AND OUTLOOK

Located in Clermont County, the West Clermont Local School District serves a population of approximately 27,822 people. Within the District boundaries are the majority of Union Township, as well as parts of Pierce Township and Batavia Township. These rapidly growing and thriving communities are a blend of residential, business, high technology, and light industrial areas. Convenient access to State Route 32 and interstate connector I-275 has helped in the spectacular growth of the area during the last twenty years. The greater Cincinnati area has long been noted as one of the premiere areas to live and work in the United States.

A strong industrial base in Union Township is currently in mid development stage. A tax incentive district supports this multi use development. The District has entered into an agreement with the Union Township trustees to provide the District reimbursement for lost tax revenue as a result of the tax incentives used to attract new businesses. In addition, significant residential growth in all segments continues to provide a stable tax base for the District for many years. With general economic conditions improving, prospects for continued growth look favorable. We are always striving to provide the very best opportunities to every child, while carefully guarding the District's resources.

The last tax levy was passed in May 2009. The residents of the District approved a 6.9 mill substitute levy.. This levy will continue the collections of the 5 year emergency levy passed in March of 2004.

SERVICES PROVIDED

The District provides a wide variety of education and support services, as mandated by the Ohio Revised Code or board directives.

Transportation is provided for over 6,110 students each day. The District fleet of 80 buses travels over 5,955 miles each day, transporting to 40 different sites. In addition to making more than 89 daily runs, the department transported both public and non-public students on 602 extra-curricular trips during the year.

The food service department served 637,083 plate lunches throughout the District's kitchens. This is accomplished through the full operation of 8 kitchens and 4 satellite kitchens. The District currently offers a breakfast program at all buildings.

In addition to transportation and school lunch support services, students in the District also receive guidance, psychological, and limited health services free of charge. The guidance services are designed to help students match their natural skills with vocational and/or academic programs to help them achieve their full potential in life. Psychological services include the testing and identification of students for special education programs.

Limited health services are provided by a registered nurse and 13.5 health aides throughout the District.

The District offers regular instructional programs daily to students in grades K-12. Approximately 250 students participated in the specific trades through Great Oaks Institute of Technology and Career Development programs. About 1,422 students receive special services, due to physical or mental handicapping conditions. In grades K-12, approximately 508 students have been identified as gifted.

MAJOR CURRENT AND FUTURE INITIATIVES

Creating the Schools We Need

West Clermont's strategic plan, *Creating the Schools We Need*, was developed in collaboration between parents, staff, students and community members involved on a District Planning Council. The following purpose statements were adopted by the West Clermont School Board and endorsed by the West Clermont Education Association.

- Develop a school culture that embraces all students.
- Teach from a curriculum that is based on state and national standards.
- Base instruction on current research and utilize proven best practices.
- Hold students accountable to high standards.
- Engage students in active learning and quality work in the classroom.
- Develop critical and creative thinkers.
- Foster a love of learning.
- Provide safe facilities conducive to learning.

High School Redesign

The District's goal is to create small learning communities that engage students in active, inquiry-based learning, stress depth of competency, and maintain high expectations for all students in an atmosphere that provides each individual personal support. This is achieved through the redesign of the two high schools into ten smaller "schools within a school". The new schools opened in August 2002.

The small school design was implemented with donations from the Bill and Melinda Gates Foundation, KnowledgeWorks Foundation, Corning Precision Lens, Harvard University Institute for School Leadership and the University of Minnesota Center for School Change. The design changes will allow us to meet the following goals:

1. Guarantee an environment that fosters respect for individual differences.
2. Achieve recognition as a World-Class school district through continuous improvement in all areas of the school organization.
3. Become a nationally recognized leader in customer-focused, performance driven education.

CHALLENGES FOR 2011-2012 AND BEYOND

- Provide sufficient facilities and classrooms for the student population.
- Recruit and retain a quality staff.
- Provide resources for staff development.
- Ensure that technology in the schools keeps pace with the needs of students.
- Increase communications with our community to ensure meeting the changing needs of our community.

Building a solid foundation of literacy is a core precept of West Clermont's curriculum and classroom focus. Beginning in elementary, students' skills and achievements are measured to ensure progress is being made on an individual basis. This gives teachers and parents specific, individualized information about the student's development, which allows them to better work with them. As they progress through elementary school, they are taught by highly trained teachers whose skills are developed through extensive programs such as reading recovery and other literacy based programs.

BELIEFS

West Clermont's vision

Our Mission is to ensure academic excellence for all students, in a safe environment, supported by parents and the community.

West Clermont's character values

West Clermont is proud to be recognized as a school district of character by the Character Council of Greater Cincinnati & Northern Kentucky.

LONG RANGE BUILDING AND MAINTENANCE PLANS

The District, as part of its strategic planning, in conjunction with the Ohio School Facilities Commission, completed an Educational Facilities Master Plan in 2003. This plan has provided the blueprint for a ten-year facility improvement plan. The improvements will be funded through proceeds from a future bond issue. The facility improvement plan includes the construction of four new elementary buildings (two replacing old buildings), renovation of six elementary schools and various improvements/additions to the middle and high school buildings to bring them in compliance with the new standards. To date two elementary buildings have been replaced and are now in use. This plan is a living document and may be modified to meet the changing needs of the district and its residents. On November 6, 2007, the District's residents approved a 1.36 mill levy for the purpose of replacing two elementary buildings. This is the first step of the facility improvement plan.

FINANCIAL INFORMATION

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

Internal Accounting and Budgetary 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 the financial statements in a 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.

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

At the beginning of each fiscal year, the Board adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary measure is first adopted, the permanent appropriation must be adopted within three months.

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

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

The accounting system used by the District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. In addition to interim financial statements, each program manager is furnished monthly reports showing the status of the budget account(s) for which he or she is responsible. Each program manager may request additional financial reports during the month when necessary.

As an additional safeguard, all employees involved with receiving and depositing funds are covered by a blanket bond and certain individuals in policy-making roles are covered by a separate, higher bond.

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

Independent Audit

Provisions of State statute require that the District's financial statements be subjected to an annual examination by an independent auditor. Balestra, Harr & Scherer CPAs, Inc.'s 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. The District adopted and has been in conformance with that system effective with its annual financial report since the 1979 calendar year.

Awards

The District received the coveted Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada (GFOA) for the 2010 Comprehensive Annual Financial Report. This year's report

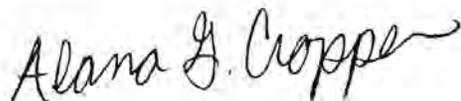
will also be submitted for this award. We feel that the contents of the report are easily readable, efficiently organized and conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The District believes our current report conforms to the Certificate of Achievement Program requirements and we are submitting it to the GFOA to determine its eligibility for a certificate.

The District will also seek the Association of School Business (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2011. The District received the Certificate of Achievement for Excellence in Financial Reporting from ASBO for the 2010 Comprehensive Annual Financial Report. This award certifies that a Comprehensive Annual Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an extensive review of the report by an expert panel of certified public accountants and practicing school business officials.

Acknowledgement

The preparation of the 2011 Comprehensive Annual Financial Report of the West Clermont Local School District was made possible by the dedicated service of the entire Treasurer's staff. Sincere appreciation is extended to Toni Meyer for her efforts. The publication of this Comprehensive Annual Financial Report for the District is a major step in reinforcing the accountability of the District to the taxpayers of the community.

Respectfully submitted,

A handwritten signature in black ink that reads "Alana G. Cropper". The signature is written in a cursive, flowing style.

Alana G. Cropper, CPA
Treasurer

WEST CLERMONT LOCAL SCHOOL DISTRICT
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2011

BOARD OF EDUCATION

PresidentDan Krueger
Vice PresidentJo Ann Beamer
Board MemberBarbara Hartman
Board MemberDenise Smith
Board MemberDoug Young

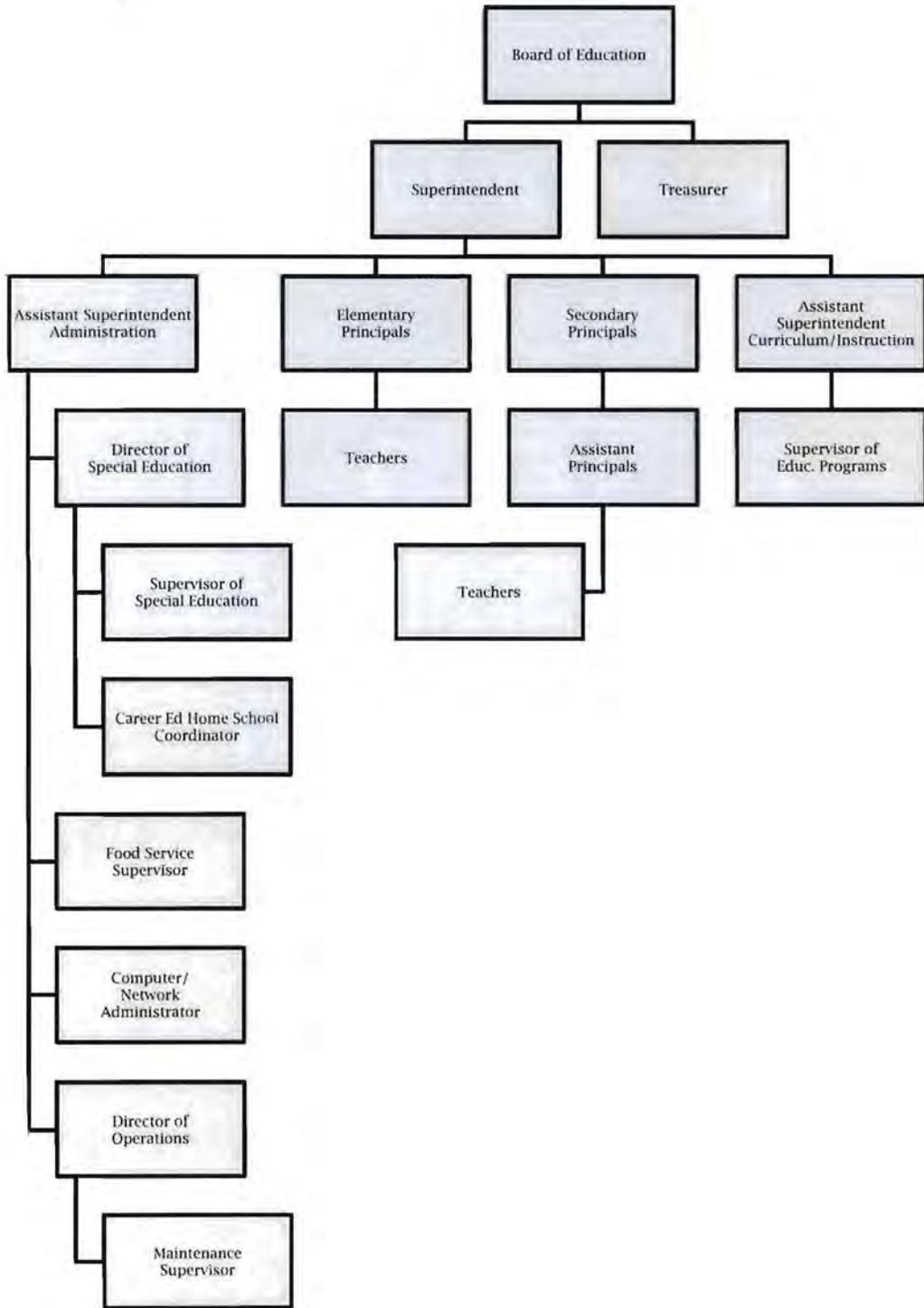
ADMINISTRATIVE OFFICIALS

SuperintendentGary Brooks

TreasurerAlana G. Cropper, CPA

Assistant Superintendent-Albert L. Delgado
Administration and Personnel
Assistant Superintendent-Mary Ellen Steele-Pierce
Curriculum/Instruction
Director of Pupil Personnel/Special EducationLaura Nazzarine
Director of OperationsG. Edward Dyer
Supervisor of Educational ProgramsCheryl Turner
Supervisor of Educational ProgramsTanya McGregor

West Clermont Local School District Organizational Chart as of June 30, 2011



Certificate of Achievement for Excellence in Financial Reporting

Presented to

West Clermont
Local School District
Ohio

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

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.



Linda C. Davison

President

Jeffrey R. Emer

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

WEST CLERMONT LOCAL SCHOOL DISTRICT

**For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2010**

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

A handwritten signature in cursive script, appearing to read 'Chuck Linderman'.

President

A handwritten signature in cursive script, appearing to read 'John D. Russo'.

Executive Director

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Financial Section

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Balestra, Harr & Scherer, CPAs, Inc.

Accounting, Auditing and Consulting Services for Federal, State and Local Governments

www.bhscpas.com

Independent Auditor's Report

Members of the Board of Education
West Clermont Local School District
4350 Aicholtz Road
Cincinnati, Ohio 45245

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the West Clermont Local School District, Clermont County, Ohio, (the School District) as of and for the year ended June 30, 2011, 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 the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the West Clermont Local School District, Clermont County, Ohio, as of June 30, 2011, and the respective changes in financial position, thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

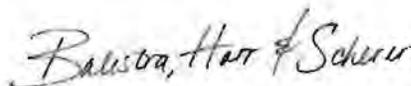
In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2011 on our consideration of the School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Members of the Board of Education
West Clermont Local School District
Independent Auditor's Report
Page 2

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

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

As described in Note 21, the School District has implemented Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.



Balestra, Harr & Scherer, CPAs, Inc.

December 21, 2011

**WEST CLERMONT LOCAL SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2011
(Unaudited)**

The discussion and analysis of West Clermont Local School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2011. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

Financial Highlights

Key financial highlights for 2011 are as follows:

- Net assets for governmental activities totaled \$25,506,382. Net assets of governmental activities increased \$5,328,936 from 2010.
- General revenues accounted for \$76,718,383 in revenue or 86% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$12,785,343 or 14% of total revenues of \$89,503,726.
- The District had \$84,174,790 in expenses related to governmental activities; \$12,785,343 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$76,718,383 were also used to provide for these programs.
- All governmental funds had total revenues of \$91,562,748. All governmental funds had total expenditures of \$89,894,322. The net change in fund balance for the year was an increase of \$1,668,426.

Using this Comprehensive Annual Financial Report (CAFR)

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

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

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, “How did we do financially during 2011?” The *Statement of Net Assets* and the *Statement of Activities* answers this question. These statements include *all assets* and *liabilities* using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year’s revenues and expenses regardless of when cash is received or paid.

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

In the Statement of Net Assets and the Statement of Activities, the overall financial position of the District is presented in the following manner:

- **Governmental Activities** – Most of the District’s programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities.

Reporting the District’s Most Significant Funds

Fund Financial Statements

The analysis of the District’s major funds is presented in the Fund Financial Statements (see Table of Contents). Fund financial reports provide detailed information about the District’s major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District’s most significant funds.

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

The District as a Whole

Recall that the Statement of Net Assets provides the perspective of the District as a whole.

Table 1 provides a summary of the District's net assets for 2011 compared to 2010:

	Governmental Activities	
	2010	2011
Assets		
Current and other assets	\$65,804,534	\$58,450,419
Capital assets	47,072,013	50,991,660
Total Assets	112,876,547	109,442,079
Liabilities		
Long-term liabilities	44,948,082	42,990,228
Current & Other Liabilities	47,751,019	40,945,469
Total Liabilities	92,699,101	83,935,697
Net Assets		
Invested in capital assets, net of debt	11,263,801	11,366,750
Restricted	9,161,167	11,860,557
Unrestricted	(247,522)	2,279,075
Total Net Assets	\$20,177,446	\$25,506,382

Total assets decreased \$3,434,468. Equity in pooled cash and investments decreased \$7,777,256, primarily due to expenditures for the new elementary schools that were under construction during 2011. Taxes receivable increased \$2,574,143 due to increases in the tax rate. Total liabilities decreased \$8,763,404 primarily due to a decrease in unearned revenue of \$4,184,783 and a decrease in accounts payable of \$2,202,712. The decrease in unearned revenue is due to a substantial increase in the taxes available for advance at June 30, 2011 from the prior year. The decrease in accounts payable is because the accounts payable in the prior year were higher due to ongoing construction which was not the situation as of June 30, 2011.

Over time, net assets can serve as a useful indicator of a government's financial position. At June 30, 2011, the District's assets exceeded liabilities by \$25,506,382.

At year-end, capital assets represented 47% of total assets. Capital assets include land, land improvements, buildings and improvements, and equipment. Capital assets, net of related debt to acquire the assets at June 30, 2011, was \$11,366,750. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$11,860,557, represents resources that are subject to external restriction on how they must be used. The restricted net assets include amounts restricted for Debt Service, Capital Outlay and Other Purposes. The external restriction will not affect the availability of fund resources for future use. The District has a surplus of \$2,279,075 in unrestricted net assets at fiscal year end.

Table 2 shows the change in net assets for fiscal year 2011 with comparisons to fiscal year 2010.

Table 2
Changes in Net Assets

	<u>2010</u>	<u>2011</u>
Revenues		
Program Revenues:		
Charges for services & sales	2,783,927	2,897,334
Operating grants	8,225,893	9,888,009
General Revenues:		
Property taxes	42,585,764	47,472,179
Grants and entitlements	33,721,974	28,651,673
Other revenues	1,169,134	594,531
Total Revenues	<u>88,486,692</u>	<u>89,503,726</u>
Program expenses		
Instruction	47,893,307	47,223,824
Support services:		
Pupil and instructional staff	7,904,882	8,155,996
Administration	7,132,102	7,126,407
Operations & maintenance	5,675,074	6,539,776
Pupil transportation	7,266,920	7,843,068
Central	1,415,595	1,655,251
Operation of Non-Instructional Services	2,522,728	2,734,433
Community services	249	4,992
Extracurricular activities	1,384,459	1,299,742
Interest and fiscal charges	977,858	1,591,301
Total Expenses	<u>82,173,174</u>	<u>84,174,790</u>
Change in Net Assets	<u>6,313,518</u>	<u>5,328,936</u>
Net Assets beginning of year	<u>13,863,928</u>	<u>20,177,446</u>
Net Assets end of year	<u>\$20,177,446</u>	<u>\$25,506,382</u>

Of the total governmental activities revenues of \$89,503,726, \$12,785,343 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, \$47,472,179 (62%) comes from property tax levies and \$28,651,673 (37%) is from state funding. This District's operations are reliant upon its property tax levy and the state's foundation program.

Net assets increased \$5,328,936 which was caused mainly by an increase in federal grants available as well as budget reductions within the District.

Governmental Activities

The District revenues are mainly from two sources. Property taxes levied for general purposes and grants and entitlements comprised 85% of the District's revenues for governmental activities.

The District depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00. Thus Ohio districts do not receive additional property taxes related to increases in appraised values and must regularly return to the voters to maintain a constant level of service. Property taxes levied for general purposes made up 44% of revenue for governmental activities for the District in fiscal year 2011.

Instruction comprises 56% of governmental program expenses. Support services expenses were 37% of governmental program expenses. All other expenses and interest expense was 7%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

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

Table 3
Changes in Net Assets

	Total Cost of Services		Net Cost of Services	
	2010	2011	2010	2011
Instruction	47,893,307	47,223,824	(41,990,196)	(40,191,541)
Support services:				
Pupil and instructional staff	7,904,882	8,155,996	(6,407,528)	(6,101,680)
Administration	7,132,102	7,126,407	(6,820,561)	(6,761,880)
Operations & maintenance	5,675,074	6,539,776	(5,633,750)	(6,539,776)
Pupil transportation	7,266,920	7,843,068	(7,011,276)	(7,843,068)
Central	1,415,595	1,655,251	(1,314,532)	(1,485,002)
Operation of				
Non-Instructional Services	2,522,728	2,734,433	45,104	(58,457)
Community services	249	4,992	(78)	(4,992)
Extracurricular activities	1,384,459	1,299,742	(1,052,679)	(811,750)
Interest and fiscal charges	977,858	1,591,301	(977,858)	(1,591,301)
Total Expenses	<u>\$82,173,174</u>	<u>\$84,174,790</u>	<u>(\$71,163,354)</u>	<u>(\$71,389,447)</u>

The District's Funds

Information about the District's major funds is presented in the Fund Financial Statements (see Table of Contents). These funds are accounted for using the modified accrual basis of accounting. The General Fund had \$70,593,176 in revenues and \$67,209,369 in expenditures. The General Fund's balance at year end was \$2,390,293. The Bond Retirement Fund had \$3,239,691 in revenues and \$2,859,729 in expenditures with a net change in fund balance of \$379,962.

The District General Fund ending balance increased by \$3,383,807. The increase in fund balance can be attributed to the budget reductions implemented by the District. The Permanent Improvement Fund had \$5,354,614 in revenues and \$4,682,917 in expenditures during 2011. The Permanent Improvement Fund ending balance increased by \$671,697 as the building projects progressed.

General Fund Budgeting Highlights

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

During the course of fiscal 2011, the District amended its general fund budget; however these amendments were not significant. The District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management. During the course of the year, the District revised the budget in an attempt to deal with unexpected changes in state revenues.

For the General Fund, budget basis (actual) revenue was \$66,064,291, compared the original budget estimates of \$67,661,497. Of this \$1,597,206 difference, most was due to intergovernmental and tax revenues.

The District's ending unobligated cash balance for the General Fund was \$201,148.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2011, the District had \$50,991,660 invested in land, buildings and equipment. Table 4 shows fiscal 2011 balances compared to fiscal 2010:

Table 4
Capital Assets at June 30
(Net of Depreciation)

	Governmental Activities	
	2010	2011
Land	\$4,499,870	\$4,499,870
Construction in Progress	\$25,999,271	\$0
Buildings & Improvements	15,040,985	44,856,558
Equipment	1,395,291	1,499,654
Vehicles	136,596	135,578
Total Net Assets	<u>\$47,072,013</u>	<u>\$50,991,660</u>

The increase in capital assets is due to \$5,867,728 in additions, net offset by the recognition of \$1,948,082 in depreciation, net. Detailed information on capital assets can be found in note 8 on page 32.

Debt

At June 30, 2011, the District had \$38,930,616 in bonds and capital leases outstanding, \$1,971,558 due within one year. Table 5 summarizes debt outstanding at year end.

Table 5
Outstanding Debt, at June 30

	Governmental Activities	
	2010	2011
Bonds Payable:		
School Improvement Refund 2002	\$6,375,000	\$5,710,000
Classroom Facilities Bonds 2008	28,970,000	28,385,000
Total Bonds Payable	<u>35,345,000</u>	<u>34,095,000</u>
Capital Leases Payable	<u>5,591,518</u>	<u>4,835,616</u>
Total Outstanding Debt at Year End	<u>\$40,936,518</u>	<u>\$38,930,616</u>

The School Improvement Refund 2002 and Classroom Facilities Bonds 2008 were paid out of the Debt Service Fund. The capital leases were paid out of the Capital Projects Fund.

Detailed information relating to the capital leases and debt is presented in the notes to the basic financial statements beginning with note 9 on page 33.

For the Future

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

This scenario requires management to plan carefully and prudently to provide the resources to meet student needs over the next several years. Financially, the future of the District is not without challenges. Management must diligently plan future expenditures.

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

New Construction

On November 6, 2007, the District's voters approved a 1.36 mill bond issue to support the issuance of \$30,000,000 of bonded debt. The proceeds of this bond issue are being used to re-build two elementary schools. The two elementary schools to be replaced are Amelia Elementary, originally build in 1932 and Withamsville-Tobasco Elementary build in 1939. The project was completed in August, 2010 and ready when school opened in the 2010-11 school year.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Mrs. Alana Cropper, Treasurer at West Clermont Local School District, 4350 Aicholtz Road, Suite 220, Cincinnati, Ohio 45245.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Activities</u>
ASSETS:	
Equity in pooled cash and investments	\$10,387,267
Receivables:	
Taxes	46,613,508
Accounts	215,151
Intergovernmental	554,464
Materials and supplies inventory	79,813
Deferred charges	600,216
Nondepreciable capital assets	5,328,656
Depreciable capital assets, net	<u>45,663,004</u>
TOTAL ASSETS	<u><u>\$109,442,079</u></u>
LIABILITIES:	
Accounts payable	\$712,518
Accrued wages and benefits	7,161,168
Unearned revenue	31,791,561
Intergovernmental payable	1,129,377
Accrued interest payable	150,845
Long-term liabilities:	
Due within one year	3,960,160
Due within more than one year	<u>39,030,068</u>
TOTAL LIABILITIES	<u>83,935,697</u>
NET ASSETS:	
Invested in capital assets, net of related debt	11,366,750
Restricted for:	
Debt Service	4,482,408
Capital Outlay	5,193,356
Education Stabilization	315,608
Food Service	401,445
IDEA B	110,528
Student Activities	176,822
Other Purposes	1,180,390
Unrestricted	<u>2,279,075</u>
TOTAL NET ASSETS	<u><u>\$25,506,382</u></u>

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF ACTIVITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating Grants</u>	<u>Revenue and Changes</u>
		<u>Services and Sales</u>	<u>and Contributions</u>	<u>in Net Assets</u>
				<u>Governmental</u>
				<u>Activities</u>
Governmental activities:				
Instruction:				
Regular	\$34,736,866	\$936,808	\$2,889,548	(\$30,910,510)
Special	12,305,136	209,613	2,996,314	(9,099,209)
Vocational	181,822	0	0	(181,822)
Support services:				
Pupil	4,862,238	1,890	82,613	(4,777,735)
Instructional staff	3,293,758	13,863	1,955,950	(1,323,945)
General administration	84,090	0	0	(84,090)
School administration	5,388,169	0	364,527	(5,023,642)
Fiscal	1,603,535	0	0	(1,603,535)
Business	50,613	0	0	(50,613)
Operations & maintenance	6,539,776	0	0	(6,539,776)
Pupil transportation	7,843,068	0	0	(7,843,068)
Central	1,655,251	0	170,249	(1,485,002)
Non-instructional services	2,734,433	1,247,168	1,428,808	(58,457)
Community services	4,992	0	0	(4,992)
Extracurricular activities	1,299,742	487,992	0	(811,750)
Debt service:				
Interest and fiscal charges	1,591,301	0	0	(1,591,301)
Total governmental activities	<u>\$84,174,790</u>	<u>\$2,897,334</u>	<u>\$9,888,009</u>	<u>(\$71,389,447)</u>

General revenues:	
Property taxes levied for:	
General purposes	39,402,281
Debt Service	2,921,111
Capital Projects	5,148,787
Grants and entitlements not restricted to specific programs	28,651,673
Earnings on investments	51,923
Other revenues	542,608
Total general revenues	<u>76,718,383</u>
Change in net assets	5,328,936
Net assets beginning of year	<u>20,177,446</u>
Net assets end of year	<u>\$25,506,382</u>

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

	General Fund	Bond Retirement Fund	Permanent Improvement Fund	Other Governmental Funds	Total Governmental Funds
ASSETS:					
Equity in pooled cash and investments	\$1,002,523	\$3,410,672	\$1,477,228	\$4,496,844	\$10,387,267
Receivables:					
Taxes	38,091,401	2,804,400	5,717,707	0	46,613,508
Accounts	3,422	0	0	211,729	215,151
Intergovernmental	0	0	0	554,464	554,464
Interfund	10,160	0	0	0	10,160
Inventory	0	0	0	79,813	79,813
TOTAL ASSETS	\$39,107,506	\$6,215,072	\$7,194,935	\$5,342,850	\$57,860,363
LIABILITIES AND FUND BALANCE:					
Liabilities:					
Accounts payable	\$259,038	\$0	\$241,812	\$211,668	712,518
Accrued wages and benefits	6,056,223	0	25,787	1,079,158	7,161,168
Intergovernmental payable	976,729	0	0	152,648	1,129,377
Compensated absences payable	595,222	0	0	10,934	606,156
Interfund payable	0	0	0	10,160	10,160
Deferred revenue	28,830,001	2,099,600	4,280,907	96,167	35,306,675
Total liabilities	36,717,213	2,099,600	4,548,506	1,560,735	44,926,054
Fund Balances					
Nonspendable	0	0	0	79,813	79,813
Restricted	0	4,115,472	2,646,429	3,294,921	10,056,822
Committed	0	0	0	775,186	775,186
Assigned	542,393	0	0	0	542,393
Unassigned	1,847,900	0	0	(367,805)	1,480,095
Total fund balances	2,390,293	4,115,472	2,646,429	3,782,115	12,934,309
TOTAL LIABILITIES AND FUND BALANCES	\$39,107,506	\$6,215,072	\$7,194,935	\$5,342,850	\$57,860,363

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
 NET ASSETS OF GOVERNMENTAL ACTIVITIES
 JUNE 30, 2011

Total Governmental Fund Balances \$12,934,309

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.

Land and improvements	4,499,870	
Buildings and improvements	65,101,378	
Furniture and equipment	4,189,472	
Vehicles	512,078	
Accumulated depreciation	<u>(23,311,138)</u>	
Total Capital Assets		50,991,660

Other long-term assets that are not available to pay for current period expenditures and therefore are deferred in the funds.

Taxes - delinquent receivables	3,418,947	
Intergovernmental	<u>96,167</u>	
Total		3,515,114

In the statement of net assets, interest is accrued, whereas in the governmental funds interest is reported as a liability only when it will require the use of current financial resources. (150,845)

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.

Bonds payable	34,095,000	
Capital lease payable	4,835,616	
Unamortized premium on bonds	1,328,065	
Compensated absences	<u>2,125,391</u>	
Total		(42,384,072)

Deferred bond issuance cost associated with long-term liabilities are not reported in the funds. 600,216

Net Assets of Governmental Activities \$25,506,382

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	General Fund	Bond Retirement Fund	Permanent Improvement Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
From local sources:					
Taxes	\$39,219,813	\$2,905,220	\$4,908,910	\$0	\$47,033,943
Tuition and fees	405,643	0	0	594,426	1,000,069
Charges for services	101,210	0	0	1,247,168	1,348,378
Earnings on investments	5,731	0	1,074	45,118	51,923
Extracurricular activities	0	0	0	387,496	387,496
Other local revenues	497,689	0	0	213,049	710,738
Intergovernmental	30,363,090	334,471	444,630	9,888,010	41,030,201
Total revenues	70,593,176	3,239,691	5,354,614	12,375,267	91,562,748
Expenditures:					
Current:					
Instruction:					
Regular	31,051,402	0	927,091	3,179,773	35,158,266
Special	9,350,973	0	0	2,924,870	12,275,843
Vocational	181,822	0	0	0	181,822
Support services:					
Pupil	4,511,242	0	0	328,845	4,840,087
Instructional staff	1,391,830	0	2,356	1,855,745	3,249,931
General administration	84,090	0	0	0	84,090
School administration	5,052,536	0	5,791	348,919	5,407,246
Fiscal	1,506,383	40,450	65,068	0	1,611,901
Business	50,081	0	0	0	50,081
Operations & maintenance	4,486,405	0	1,839,257	0	6,325,662
Pupil transportation	7,841,048	0	0	0	7,841,048
Central	715,633	0	936,397	99,571	1,751,601
Non-instructional services	0	0	8,085	2,652,788	2,660,873
Community services	0	0	0	5,241	5,241
Extracurricular activities	985,924	0	8,455	298,399	1,292,778
Capital outlay	0	0	1,292	3,448,156	3,449,448
Debt service:					
Principal retirement	0	1,250,000	755,902	0	2,005,902
Interest and fiscal charges	0	1,569,279	133,223	0	1,702,502
Total expenditures	67,209,369	2,859,729	4,682,917	15,142,307	89,894,322
Net change in fund balances	3,383,807	379,962	671,697	(2,767,040)	1,668,426
Fund balances, July 1	(993,514)	3,735,510	1,974,732	6,549,155	11,265,883
Fund balance, June 30	<u>\$2,390,293</u>	<u>\$4,115,472</u>	<u>\$2,646,429</u>	<u>\$3,782,115</u>	<u>\$12,934,309</u>

See Notes to the Basic Financial Statements.

**WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

Net Change in Fund Balance - Total Governmental Funds \$1,668,426

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

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

Capital asset additions	5,867,728	
Depreciation expense	<u>(1,948,081)</u>	
Total Capital Assets		3,919,647

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

Charges for services	(6,739)	
Delinquent property taxes	438,236	
Intergovernmental	<u>(2,490,519)</u>	
Total		(2,059,022)

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

Bond principal	1,250,000	
Lease principal	<u>755,902</u>	
Total		2,005,902

In the statement of activities, interest is accrued, whereas in the governmental funds, an interest expenditure is reported when due. 13,502

In the statement of activities, premiums on the issuance of bonds are amortized over the life of the bonds, whereas in the governmental funds, premiums are reported as an other financing source at the time of issuance. 110,069

Some expenses reported in the statement of activities, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (329,588)

Change in net assets of governmental activities \$5,328,936

See Notes to the Basic Financial Statements.

West Clermont Local School District, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$34,592,975	\$34,414,513	\$34,414,513	\$0
Intergovernmental	31,575,222	30,363,090	30,363,090	0
Interest	9,500	6,140	6,140	0
Tuition and fees	450,000	405,643	405,643	0
Rent	137,000	100,961	100,961	0
Customer Sales & Service	1,800	249	249	0
Miscellaneous	895,000	773,695	773,695	0
Total revenues	<u>67,661,497</u>	<u>66,064,291</u>	<u>66,064,291</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	33,312,430	31,423,311	31,423,311	0
Special	9,791,934	9,747,090	9,747,090	0
Vocational	220,378	181,822	181,822	0
Support services:				
Pupil	4,850,040	4,715,722	4,715,722	0
Instructional staff	1,351,603	1,376,662	1,376,662	0
General administration	99,133	95,657	95,657	0
School administration	5,577,272	5,150,709	5,150,709	0
Fiscal	1,536,643	1,549,229	1,549,229	0
Business	51,952	49,863	49,863	0
Operations and maintenance	5,358,984	4,797,385	4,797,385	0
Pupil transportation	7,085,289	7,950,845	7,950,845	0
Central	754,193	705,138	705,138	0
Extracurricular activities				
Academic oriented activities	63,067	77,864	77,864	0
Occupation oriented activities	352	342	342	0
Sport oriented activities	896,229	897,731	897,731	0
Co-Curricular activities	29,885	29,801	29,801	0
Total expenditures	<u>70,979,384</u>	<u>68,749,171</u>	<u>68,749,171</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,317,887)</u>	<u>(2,684,880)</u>	<u>(2,684,880)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	0	29,943	29,943	0
Advances in	0	1,227,983	1,227,983	0
Advances (out)	0	(1,238,143)	(1,238,143)	0
Total other financing sources (uses)	<u>0</u>	<u>19,783</u>	<u>19,783</u>	<u>0</u>
Net change in fund balance	<u>(3,317,887)</u>	<u>(2,665,097)</u>	<u>(2,665,097)</u>	<u>0</u>
Fund balance - beginning	1,797,171	1,797,171	1,797,171	0
Prior year encumbrances appropriated	1,069,074	1,069,074	1,069,074	0
Fund balance - ending	<u>(\$451,642)</u>	<u>\$201,148</u>	<u>\$201,148</u>	<u>\$0</u>

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 JUNE 30, 2011

	<u>Private Purpose Trust</u>	<u>Agency</u>
ASSETS:		
Equity in pooled cash and investments	<u>\$4,705</u>	<u>\$90,434</u>
LIABILITIES:		
Due to student groups	<u>\$0</u>	<u>\$90,434</u>
TOTAL LIABILITIES	<u>0</u>	<u>\$90,434</u>
NET ASSETS:		
Held in trust	<u>4,705</u>	
TOTAL NET ASSETS	<u>\$4,705</u>	

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 FIDUCIARY FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Private Purpose Trust
Additions:	
Earnings on investments	\$0
Total additions	<u>0</u>
Deductions:	
Award	<u>0</u>
Change in net assets	0
Net assets beginning of year	<u>4,705</u>
Net assets end of year	<u><u>\$4,705</u></u>

See Notes to the Basic Financial Statements.

**WEST CLERMONT LOCAL SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2011**

1. DESCRIPTION OF THE DISTRICT

West Clermont Local School District (the "District") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The District operates under a locally elected five-member Board form of government and provides educational services as mandated by state and/or federal agencies. This Board of Education controls the District's thirteen instructional/support facilities staffed by 324 non-certified and 524 certificated personnel who provide services to students and other community members.

The District was established in 1967 through the consolidation of Amelia Local School District, Glen Este-Mt. Carmel Local School District, and the Withamsville Tobasco School District and operates under current standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code. The legislative power of the District is vested in the Board of Education, elected at-large for staggered four year terms.

The District is located in western Clermont County, including portions of Union and Pierce townships. It is the 26th largest in the state of Ohio (among 611 school districts) in terms of enrollment and the largest in Clermont County. It currently operates 8 elementary schools, 2 middle schools, 2 comprehensive high schools, and 1 administrative building.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Reporting Entity

The reporting entity is composed of the primary government. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For West Clermont Local School District, this includes general operations, food service, and student related activities of the District.

Potential component units were reviewed for possible inclusion in the reporting entity. Component units are legally separate organizations for which the District is financially

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

Union Township, Pierce Township, and the Clermont County Public Library are separate bodies politic and corporate. Elected or appointed officials are independent of any District relationships, administer the provisions of each entity's services and act as the taxing authority for these services.

The following activities are included within the reporting entity:

Parochial Schools – Within the District boundaries, St. Bernadette, St. Thomas More, St. Veronica (operated through the Cincinnati Catholic Diocese) and Eastern Hills Educational Building are operated as private schools. Current State legislation provides funding to these parochial and private schools. These monies are received and disbursed on behalf of the schools by the Treasurer of the District, as directed by the schools. The activity of these State monies by the District are reflected in a special revenue fund for financial reporting purposes.

The District is associated with three organizations; two of which are defined as jointly governed organizations and one as an insurance purchasing pool. These organizations include the Hamilton Clermont Cooperative Association/Unified Purchasing, Great Oaks Institute of Technology and Career Development and the Ohio School Boards Association Workers' Compensation Group Rating Plan.

MEASUREMENT FOCUS

Government-wide Financial Statements

The government-wide statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the District are included on the statement of net assets. Fiduciary Funds are not included in entity-wide statements.

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

comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements

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

Fiduciary Funds, except Agency Funds, are reported using the economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e. revenues) and decreases (i.e. expenses) in net total assets.

FUND ACCOUNTING

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

Governmental Funds

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

General Fund - The general fund is used to account for all financial resources not accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

Bond Retirement Fund – The Bond Retirement Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for principal and interest. The primary source of funding is property taxes.

Permanent Improvement Fund – The Permanent Improvement Fund accounts for and reports financial resources received from property taxes to be used for the acquisition, construction, or improvement of capital facilities and other capital assets.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The District's fiduciary funds consist of a private purpose trust fund and agency funds. The trust fund is used to account for assets held by the District under a trust agreement for student scholarships and is therefore not available to support the District's own programs. Agency funds are custodian in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's agency funds account for those student activities which consist of a student body, president, treasurer and a faculty advisor.

3. BASIS OF ACCOUNTING

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

Revenues – Exchange and Non-exchange Transactions

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

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

reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Deferred Revenue

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

Property taxes for which there is an enforceable legal claim as of June 30, 2011, but which were levied to finance fiscal year 2012 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Expenditures

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

CASH AND CASH EQUIVALENTS

Cash received by the District is pooled for investment purposes. Interest in the pool is presented as "equity in pooled cash and investments" on the financial statements. Investments are reported at fair value which is based on quoted market prices.

The District has invested funds in Money Market Funds, Federal Agency Securities and in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2011. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2A7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2011.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue during fiscal year 2011 amounted to \$51,923.

INVENTORY

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

CAPITAL ASSETS

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of two thousand five hundred dollars (\$2,500). The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Buildings	45 years
Building Improvements	20 years
Equipment	10 - 20 years
Vehicles	10 years

COMPENSATED ABSENCES

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time, when earned, for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is based on the District's past experience of making termination payments.

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

For governmental fund financial statements, the expenditure for unpaid compensated absences are recognized when due. The related liability is recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid.

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 plus any unexpended balances of such borrowings. Net assets are reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

INTERFUND ACTIVITY

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures in the purchaser funds. Flows of cash or goods from one 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 and are eliminated on the statement of activities. On fund financials, receivables and payables resulting from short-term inter-fund loans are classified as "inter-fund receivable/payable" and are eliminated on the statement of net assets. The effect of inter-fund activity has been eliminated from the government-wide financial statements.

FUND BALANCE

Fund balance is divided into five classifications based primarily on the extent to which the School District is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable - the nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash

Restricted Fund Balance - is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions.

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the School District Board of Education. Those committed amounts cannot be used for any other purpose unless the School

District Board of Education removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned - Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by the School District Board of Education.

Unassigned - Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The School District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

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.

UNAMORTIZED BOND ISSUANCE COSTS/BOND PREMIUM AND DISCOUNT

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

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

On the governmental financial statements, issuance costs and bond premiums are recognized in the current period.

4. CASH AND CASH EQUIVALENTS

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

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

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

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

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

- (1) Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.
- (2) Bonds, notes, debentures, or other obligations or securities issued by any federal governmental agency.
- (3) Repurchase agreements in the securities enumerated above.
- (4) Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificates of deposit maturing not more than one year from date of deposit, or by savings or deposit accounts, including, but limited to, passbook accounts.
- (5) Bonds and other obligations of the State of Ohio.
- (6) No-load money market mutual funds consisting of obligations described in division (1) or (2) and repurchase agreements secured by such obligations.
- (7) The Ohio State Treasurer's investment pool (STAR Ohio).
- (8) Commercial paper and bankers acceptances which meet the requirements established by Ohio Revised Code, Sec. 135.142.

Investments in stripped principal or interest obligations reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing

the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Deposits

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned. The District's custodial credit risk policy requires that deposits be collateralized as required by ORC Chapter 135. Ohio Revised Code Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of specific securities. Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that at all times the total value of the securities so pledged is at least equal to 105% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance. At year-end, the District's bank balance of \$4,926,759 was either covered by FDIC or collateralized in the manner described above.

Investments

The District's investments at June 30, 2011 are as summarized as follows:

	<u>Fair Value</u>	<u>Years</u>
Star Ohio	<u>5,746,348</u>	n/a
	<u><u>\$5,746,348</u></u>	

Interest Rate Risk

The District has no investment policy that addresses interest rate risk. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the District, and that an investment must be purchased with the expectation that it will be held to maturity. Repurchase agreements are limited to 30 days and the market value of the securities must exceed the principal value of the agreement by at least two percent and be marked to market daily.

Credit Risk

It is the District's policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have a credit quality rating of the top 2 ratings by nationally recognized statistical rating organizations. Investments in STAR Ohio were rated AAAM by Standard & Poor's.

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

5. FUND BALANCES

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the School District is bound to observe constraints imposed upon the use of resources in the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

	<u>General</u>	<u>Bond Retirement</u>	<u>Permanent Improvement</u>	<u>Non Major Governmental</u>	<u>Total</u>
<u>Fund Balance</u>					
<i>Nonspendable</i>					
Inventory	\$0	\$0	\$0	\$79,813	\$79,813
<i>Restricted for</i>					
Food Service Operations	0	0	0	402,554	402,554
Local Grants	0	0	0	9,812	9,812
District Managed Student Act.	0	0	0	159,714	159,714
Non-public Schools	0	0	0	105,726	105,726
Federal Grants	0	0	0	448,737	448,737
Bond Retirement	0	4,115,472	0	0	4,115,472
Permanent Improvements	0	0	2,646,429	0	2,646,429
Building Funds	0	0	0	2,168,378	2,168,378
<i>Total Restricted</i>	<u>0</u>	<u>4,115,472</u>	<u>2,646,429</u>	<u>3,294,921</u>	<u>10,056,822</u>
<i>Committed</i>					
Uniform School Supplies	0	0	0	411,756	411,756
Public School Support	0	0	0	363,430	363,430
<i>Total Committed</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>775,186</u>	<u>775,186</u>
<i>Assigned to</i>					
Encumbrances	<u>542,393</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>542,393</u>
<i>Unassigned</i>					
	<u>1,847,900</u>	<u>0</u>	<u>0</u>	<u>(\$367,805)</u>	<u>1,480,095</u>
<i>Total</i>	<u>\$2,390,293</u>	<u>\$4,115,472</u>	<u>\$2,646,429</u>	<u>\$3,782,115</u>	<u>\$12,934,309</u>

6. PROPERTY TAXES

Real property taxes collected in 2011 were levied in April on the assessed values as of January 1, 2010, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. A re-evaluation of real property is required to be completed no less than every six years, with a statistical update every third year.

Public utility property tax revenue received in calendar year 2011 represents collections of calendar year 2010 taxes. Public utility real and tangible personal property taxes received in calendar year 2011 became a lien January 1, 2010, were levied after April 1, 2010 and are

collected in 2011 with real property taxes. Public utility real property is assessed at thirty-five percent of true value, public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenue received during calendar year 2011 (other than public utility property tax) represents the collection of 2011 taxes levied against local and inter-exchange telephone companies. Tangible personal property tax on business inventory, manufacturing and equipment, furniture and fixtures is no longer levied and collected. Tangible personal property taxes received from telephone companies in calendar year 2011 were levied after April 1, 2010, on the value as of December 31, 2010. 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.

Real property taxes are payable annually or semi-annually. In 2011, if paid annually, payment was due by January 20th. If paid semi-annually, the first payment (at least 1/2 amount billed) was due January 20th with the remainder due on June 20th.

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

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable at June 30, 2011 and for which there is an enforceable legal claim. Delinquent property taxes collected within 60 days are included as a receivable and tax revenue as of June 30, 2011. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is available to finance current year operations. The receivable is, therefore, offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2011, was \$9,261,400 for the General Fund, \$704,800 for the Bond Retirement Fund and \$1,436,800 for the Permanent Improvement Fund and is recognized as revenue.

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

The assessed values upon which the fiscal year 2011 taxes were collected are:

	<u>Amount</u>
Agricultural/Residential and Other Real Estate	\$1,344,964,940
Public Utility Personal	39,436,420
Tangible Personal Property	<u>0</u>
Total	<u>\$1,384,401,360</u>

7. RECEIVABLES

Receivables at June 30, 2011, consisted of taxes, interfund, accounts (rent and student fees) and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivable amounts, except delinquent property taxes, are expected to be received within one year. A list of the District's intergovernmental receivables follows:

	<u>Amount</u>
Governmental Activities:	
Title VIB	\$171,379
Title II-D Technology	103,778
Title III	16,975
Title I	162,064
Preschool Grant	8,370
Improving Teacher Quality	91,898
	<u>\$554,464</u>

8. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2011, was as follows:

	<u>Beginning</u>					<u>Ending</u>
	<u>Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Transfers-in</u>	<u>Transfers-out</u>	<u>Balance</u>
Government Activities						
<i>Capital assets not being depreciated:</i>						
Land	\$4,499,870	\$0	\$0	\$0	\$0	\$4,499,870
Construction in Progress	25,999,271	0	0	0	(\$25,999,271)	0
<i>Capital Assets being depreciated:</i>						
Buildings & Improvements	33,758,850	5,343,257	0	25,999,271	0	65,101,378
Equipment	3,690,964	498,508	0	0	0	4,189,472
Vehicles	486,115	25,963	0	0	0	512,078
Total Historical Cost	<u>\$68,435,070</u>	<u>\$5,867,728</u>	<u>\$0</u>	<u>\$25,999,271</u>	<u>(\$25,999,271)</u>	<u>\$74,302,798</u>
Less Accumulated Depreciation:						
Buildings & Improvements	18,717,865	1,526,955	0	0	0	20,244,820
Equipment	2,295,673	394,145	0	0	0	2,689,818
Vehicles	349,519	26,981	0	0	0	376,500
Total Accumulated Depreciation	<u>\$21,363,057</u>	<u>\$1,948,081</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$23,311,138</u>
Governmental Activities Capital Assets, Net	<u>\$47,072,013</u>	<u>\$3,919,647</u>	<u>\$0</u>	<u>\$25,999,271</u>	<u>(\$25,999,271)</u>	<u>\$50,991,660</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$1,376,101
Special	28,462
Support Services:	
Pupil	14,777
Instructional Staff	10,669
School Administration	23,116
Fiscal	1,180
Business	555
Operations and Maintenance	319,656
Pupil Transportation	2,020
Central	47,038
Operation of Non-Instructional Services:	106,672
Academic Oriented Activities	8,529
Extracurricular Activities:	9,306
Total Depreciation Expense	<u>\$1,948,081</u>

9. LONG-TERM LIABILITIES

	Original Issue	Maturity Dates	Beginning Balance Outstanding	Additions	Deductions	Ending Balance Outstanding	Due In One Year
<u>Governmental Activities:</u>							
General Obligation Bonds:							
School Improvement Refund 2002 2.00%-4.25%	\$11,075,000	2/01/19	\$6,375,000	\$0	\$665,000	\$5,710,000	\$700,000
Less deferred amounts:							
Unamortized Premiums			<u>791,301</u>	<u>0</u>	<u>97,007</u>	<u>694,294</u>	<u>0</u>
Classroom Facilities Bonds 2008 4.49%	\$30,000,000	2/01/36	\$28,970,000	\$0	\$585,000	\$28,385,000	\$605,000
Less deferred amounts:							
Unamortized Premiums			<u>646,833</u>	<u>0</u>	<u>13,062</u>	<u>633,771</u>	<u>0</u>
Total General Obligation Bonds			36,783,134	0	1,360,069	35,423,065	1,305,000
Compensated Absences			2,573,430	1,781,441	1,623,324	2,731,547	1,988,602
Capital Leases			<u>5,591,518</u>	<u>0</u>	<u>755,902</u>	<u>4,835,616</u>	<u>666,558</u>
Total Governmental Activities Long-Term Liabilities			<u>\$44,948,082</u>	<u>\$1,781,441</u>	<u>\$3,739,295</u>	<u>\$42,990,228</u>	<u>\$3,960,160</u>

General obligation bonds will be paid from the debt service fund. Compensated absences will be paid from the fund from which the person is paid, which is primarily the general fund. Capital lease obligations will be paid from the capital project fund.

Principal and interest requirements to retire general obligation debt outstanding at year end are as follows:

Fiscal Year Ending June 30.	<u>General Obligation Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	1,305,000	1,538,322	2,843,322
2013	1,390,000	1,494,280	2,884,280
2014	745,000	2,171,275	2,916,275
2015	760,000	2,170,275	2,930,275
2016	780,000	2,201,650	2,981,650
2017-2021	8,000,000	6,022,463	14,022,463
2022-2026	5,180,000	4,524,575	9,704,575
2027-2031	6,440,000	3,131,150	9,571,150
2032-2036	7,710,000	1,480,150	9,190,150
2037	<u>1,785,000</u>	<u>80,326</u>	<u>1,865,326</u>
Totals	<u>\$34,095,000</u>	<u>\$24,814,466</u>	<u>\$58,909,466</u>

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District.

The effects of these debt limitations at June 30, 2011 are a voted debt margin of \$94,616,594 and an unvoted debt margin of \$1,384,401.

10. PRIOR YEAR DEFEASANCE OF DEBT

In prior years, the District defeased certain general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included on the District's financial statements. On June 30, 2011, \$11.075 million of bonds outstanding are considered defeased.

11. LEASES

CAPITAL LEASES

The District has leases which meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases", which defines a capital lease generally as one that transfers benefits and risks of ownership to the lessee.

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

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Payment</u>
2012	865,539
2013	865,756
2014	329,365
2015	3,109,012
2016	89,150
2017-2019	<u>262,142</u>
Total Minimum Lease Payments	5,520,964
Less: Amount Representing Interest	<u>(\$685,348)</u>
Present Value of Minimum Lease Payment	<u>\$4,835,616</u>

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

Land	\$2,439,000
Buildings and Improvements	3,860,000
Equipment	1,126,535

In 2010, the District entered into a capital leases for copiers in the amount of \$528,961. In 2006, the District entered into a capital lease for a total of 24 copiers, which are used throughout the District. In prior years, the District has also entered into three capital leases with the Rickenbacker Port Authority (RPA). The RPA capital leases will have variable interest rates which will be paid either monthly or every six months depending on the lease agreement. Two leases were for an addition to Amelia High School consisting of ten classrooms, one multipurpose room with related fixtures, roof improvements to buildings and energy conservation measures throughout the District. The \$2,838,000 RPA capital lease will pay interest every six months and will have one principal payment due on December 1, 2014. The \$1,022,000 RPA capital lease will pay interest monthly and will pay principal yearly due on January 1 until 2019. The third RPA capital lease was used to purchase 47.083 acres of land on Elick Road in Union Township. The \$2,439,000 RPA capital lease originally was to pay interest monthly and had one principal payment due on December 1, 2007. This lease was re-financed into a five year lease with annual principal and interest payments.

12. PENSION PLANS

SCHOOL EMPLOYEES RETIREMENT SYSTEM

The District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio

Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report can be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3476.

Plan members are required to contribute 10% of their annual covered salary and the District is required to contribute 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amounts by the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocates the employer contribution rate among four of the funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund) of the System. For fiscal year ending June 30, 2011, the allocation to pension and death benefits is 11.81%. The remaining 2.19% of the 14% employer contribution rate is allocated to the Health Care and Medicare B funds. The School District's contributions to SERS for the years ended June 30, 2011, 2010, and 2009 were \$1,723,056, \$1,354,464 and \$1,162,332 respectively. 88% has been contributed for fiscal year 2011, and 100% for fiscal years 2010 and 2009. \$228,670 represents the unpaid contribution for fiscal year 2011 and is recorded as a component of intergovernmental payable on the basic financial statements.

STATE TEACHERS RETIREMENT SYSTEM

The District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 East Broad Street, Columbus, Ohio 43215-3371 or by calling (888) 227-7877.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB Plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5% of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Benefits are established by Chapter 3307 of the Ohio Revised Code. A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a

member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

For the fiscal year ended June 30, 2010, plan members were required to contribute 10% of their annual covered salaries. The District was required to contribute 13% to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for members and employer contributions.

The District's required contributions for pension obligations for the fiscal years ended June 30, 2011, 2010, and 2009 were \$4,382,568, \$4,947,600, and \$4,872,456, respectively; 86% has been contributed for fiscal year 2011 and 100% for fiscal years 2010 and 2009. \$730,428 represents the unpaid contribution for fiscal year 2011. The remaining pension liability is presented as a component of intergovernmental payable on the basic financial statements.

13. POST EMPLOYMENT BENEFITS

The District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System (STRS), and to retired non-certified employees and their dependents through the School Employees Retirement System (SERS). Benefits included hospitalization, physicians' fees, prescription drugs, and reimbursement of monthly Medicare premiums. Benefit provision and the obligations to contribute are established by the Systems based on authority granted by State statute. Both systems are funded on a pay-as-you-go basis.

All STRS Ohio benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Ohio Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS Ohio funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal years ended June 30, 2011, 2010 and 2009, the STRS Ohio Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. For the School District, this amount equaled \$313,040, \$206,150 and \$350,457 for the fiscal years 2011, 2010 and 2009, respectively which was equal to the required allocations for those years.

In addition to a cost-sharing multiple-employer defined benefit pension plan, the SERS administers two post-employment benefit plans.

The Medicare B plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Ohio Revised Code 3309.69. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS.

The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B premium for calendar year 2011

was \$96.40 for most participants, but could be as high as \$369.10 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 2011, the actuarially required allocation was .76%. West Clermont Local School District contributions for the year ended June 30, 2011, 2010 and 2009 were \$13,095, \$6,005, and \$5,153, which equaled the required contributions for those years.

ORC 3309.375 and 3309.69 permit SERS to offer health care benefits to eligible retirees and beneficiaries. SERS' Retirement Board reserves the right to change or discontinue any health plan or program. SERS offers several types of health plans from various vendors, including HMO's, PPO's, 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' post-employment benefits through employer contributions. Active members do not make contributions to the post-employment 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, 2011, the health care allocation was 1.43%. 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 an aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2011, the minimum compensation level was established at \$35,800. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. West Clermont Local School District contributions for the years ended June 30, 2011, 2010, and 2009 were \$178,805, \$171,013, and \$156,448 respectively, which equaled the required allocations for those years.

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

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

14. CONTINGENT LIABILITIES

GRANTS

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and 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 effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District as of June 30, 2011.

LITIGATION

The District's attorney estimates that all other potential claims against the District not covered by insurance resulting from all other litigation would not materially affect the financial statements of the District.

15. JOINTLY GOVERNED ORGANIZATIONS

The Hamilton Clermont Cooperative Association/Unified Purchasing Association

The Hamilton Clermont Cooperative Association/Unified Purchasing Association is a jointly governed organization among a two county consortium of school districts. The Unified Purchasing Cooperative was organized under the Hamilton Clermont Cooperative Association to benefit member districts with a more economically sound purchasing mechanism for general school, office and cafeteria supplies. The Unified Purchasing Cooperative organization is governed by representatives from each of the governments that create the organization, but there is no ongoing financial interest or responsibility by the participating governments. Complete financial statements for H/CCA can be obtained from their administrative offices at 7615 Harrison Avenue, Cincinnati, Ohio 45231.

The Great Oaks Institute of Technology & Career Development

The Great Oaks Joint Vocational School District, 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. Great Oaks Institute of Technology and Career Development was formed for the purpose of providing vocational education opportunities to the students of the member school districts, which includes the students of the West Clermont Local School District. The District has no ongoing financial interest in, nor responsibility for the Joint Vocational School. To obtain financial information, write to the Great Oaks Institute of Technology and Career Development, Attention: Treasurer, at 3254 East Kemper Rd., Cincinnati, Ohio 45241-1545.

16. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft, damage to or destruction of assets, errors and omissions, employee injuries, and natural disasters. The District addresses these risks by maintaining a comprehensive risk management program through the purchase of various types of liability, inland marine, and property insurance from private carriers. Settled claims have not exceeded commercial coverage in any of the past three years. A summary of significant coverage, which has not been significantly reduced from 2010, follows:

Building Contents-replacement cost (\$5,000 deductible)	\$122,441,755
Inland Marine Coverage (\$1,000 deductible)	2,227,720
Boiler and Machinery (\$1,000 deductible)	13,800,000
Automobile Liability (\$2,500 deductible)	2,000,000
Earthquake (\$2,500 deductible)	5,000,000
General Liability Per Occurrence	1,000,000
Employee Benefit Liability Total per Year (Aggregate)	1,000,000

17. INSURANCE PURCHASING POOL

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

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

18. BUDGETARY PROCESS

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriations resolution and the certificate of estimated resources which are prepared on the budgetary basis of accounting. The tax budget

demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at level of control selected by the Board. The legal level of control has been established by the Board at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2011.

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

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

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

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

Net Change in Fund Balance

	<u>General</u>
GAAP Basis	\$3,383,807
Net Adjustment for Revenue Accruals	(4,528,885)
Net Adjustment for Expenditure Accruals	(738,371)
Net Adjustment for Other Financial Sources/Uses Accruals	19,783
Encumbrances	<u>(801,431)</u>
Budget Basis	<u><u>\$(2,665,097)</u></u>

19. COMPLIANCE AND ACCOUNTABILITY

The following individual funds had a deficit in fund balance at year end:

<u>Fund</u>	<u>Deficit</u>
Special Revenue:	
Title VIB	278,734
Title I	89,071

The deficit in special revenue fund balances was primarily due to delays in cash being receipted to the District from the Ohio State Department of Education. The general fund is liable for any deficit in these funds and will provide operating transfers when cash is required and not when accruals occur.

20. FUND BALANCE RESERVES FOR SET-ASIDES

The District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by 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.

	Textbooks	Capital Acquisition
Set-aside Reserve Balance as of June 30, 2010	(3,482,786)	0
Current Year Set-aside Requirement	1,311,639	1,311,639
Qualified Disbursements	(1,368,451)	(2,257,681)
Current Year Offsets	0	0
Set-aside Cash carried forward to Future Years	<u>(3,539,598)</u>	<u>0</u>
Set-aside Reserve Balance as of June 30, 2011	<u>0</u>	<u>0</u>

21. CHANGES IN ACCOUNTING PRINCIPLES

For the fiscal year 2011, the School District has implemented Governmental Accounting Standards Board (GASB) Statement No. 54 which enhances the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of resources reported in governmental funds. The implementation of this statement did not result in a restatement of the School District's financial statements.

Combining Statements and Individual Fund Schedules

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds: Special Revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Mental Health: To account for state funds, which provided mental health programs to the students of the district.

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

Other Grants: To account for local funds, which are provided to assist the District with various programs.

District Managed Student Activities: To account for those student activity programs, which have student participation in the activity, but do not have student management of the programs. This fund includes athletic programs as well as band, cheerleaders, drama clubs, and other similar types of activities.

Auxiliary Services: To account for state funds that provide services and materials to students attending non-public schools within the boundaries of the District.

Education Management Information System: To account for state funds provided to assist the district in implementing a state required staff, student, and financial reporting system.

Network Connectivity: To account for state funds, related to the District's Network Connectivity Program.

OhioReads: To account for state funds received for reading improvement and intervention programs designed to improve elementary student achievement scores in reading and for the establishment of volunteer reading coordinators at each school building.

Title VI B: To account for federal funds for the 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 committees, and work-study projects.

Education Stabilization: To account for the support and restoration of State funding for elementary, secondary, post-secondary education and as applicable early childhood programs.

Title II-D: To account for federal funds used to improve State academic achievement through technology in schools.

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

Title I: To account for federal funds for services provided to meet special educational needs of educationally deprived children (formerly called Chapter I).

Title VI Innovative Projects: To account for federal funds to provide programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; programs to enhance personal excellence of students and student achievement (formerly called Chapter II). This fund was not budgeted for fiscal year 2011.

Drug Free Schools: To account for federal funds for the establishment, operation and improvement programs of drug abuse prevention, early intervention, rehabilitation referral and education in schools.

Preschool Grant: To account for federal funds received to provide programs to handicapped preschool children.

Improving Teacher Quality: To account for federal funds received to provide for improving the quality of teachers.

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

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

Non-Major Capital Projects: Capital projects funds are used to account for and report all financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of major capital facilities and other capital assets.

Building Fund: To account for resources received from bond issues passed by the electorate in the form of property taxes to be used for the construction or improvement of capital facilities.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2011

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
ASSETS:			
Equity in pooled cash and investments	\$2,221,845	\$2,274,999	\$4,496,844
Receivables:			
Accounts	211,729	0	211,729
Intergovernmental	554,464	0	554,464
Inventory	79,813	0	79,813
TOTAL ASSETS	<u>\$3,067,851</u>	<u>\$2,274,999</u>	<u>\$5,342,850</u>
LIABILITIES AND FUND BALANCE:			
Liabilities:			
Accounts payable	\$105,047	\$106,621	\$211,668
Accrued wages and benefits	1,079,158	0	1,079,158
Intergovernmental payable	152,648	0	152,648
Compensated absences payable	10,934	0	10,934
Interfund payable	10,160	0	10,160
Deferred revenue	96,167	0	96,167
Total liabilities	<u>1,454,114</u>	<u>106,621</u>	<u>1,560,735</u>
Fund Balances			
Nonspendable	79,813	0	79,813
Restricted	1,126,543	2,168,378	3,294,921
Committed	775,186	0	775,186
Unassigned	(367,805)	0	(367,805)
Total fund balances	<u>1,613,737</u>	<u>2,168,378</u>	<u>3,782,115</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$3,067,851</u>	<u>\$2,274,999</u>	<u>\$5,342,850</u>

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues:			
From local sources:			
Tuition and fees	\$594,426	\$0	\$594,426
Charges for services	1,247,168	0	1,247,168
Earnings on investments	4,360	40,758	45,118
Extracurricular activities	387,496	0	387,496
Other local revenues	213,049	0	213,049
Intergovernmental	9,888,010	0	9,888,010
Total revenues	<u>12,334,509</u>	<u>40,758</u>	<u>12,375,267</u>
Expenditures:			
Current:			
Instruction:			
Regular	3,179,773	0	3,179,773
Special	2,924,870	0	2,924,870
Support services:			
Pupil	328,845	0	328,845
Instructional staff	1,855,745	0	1,855,745
School administration	348,919	0	348,919
Central	99,571	0	99,571
Non-instructional services	2,652,788	0	2,652,788
Community services	5,241	0	5,241
Extracurricular activities	298,399	0	298,399
Capital outlay	0	3,448,156	3,448,156
Total expenditures	<u>11,694,151</u>	<u>3,448,156</u>	<u>15,142,307</u>
Net change in fund balances	640,358	(3,407,398)	(2,767,040)
Fund balances, July 1	973,379	5,575,776	6,549,155
Fund balance, June 30	<u>\$1,613,737</u>	<u>\$2,168,378</u>	<u>\$3,782,115</u>

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WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2011

	Mental Health	Public School Support	Other Grants	District Managed Student Activities
ASSETS:				
Equity in pooled cash and investments	\$1,055	\$371,807	\$8,302	\$137,428
Receivables:				
Accounts	0	3,686	10,800	26,643
Intergovernmental	0	0	0	0
Inventory	0	0	0	0
TOTAL ASSETS	\$1,055	\$375,493	\$19,102	\$164,071
LIABILITIES AND FUND BALANCE:				
Liabilities:				
Accounts payable	\$0	\$12,063	\$185	\$4,357
Accrued wages and benefits	0	0	0	0
Intergovernmental payable	0	0	0	0
Compensated absences payable	0	0	0	0
Interfund payable	0	0	10,160	0
Deferred revenue	0	0	0	0
Total liabilities	0	12,063	10,345	4,357
Fund Balances				
Nonspendable	0	0	0	0
Restricted	1,055	0	8,757	159,714
Committed	0	363,430	0	0
Unassigned	0	0	0	0
Total fund balances	1,055	363,430	8,757	159,714
TOTAL LIABILITIES AND FUND BALANCES	\$1,055	\$375,493	\$19,102	\$164,071

Auxiliary Services	Education Management Information System	Network Connectivity	OhioReads	Title VIB	Vocational Education	Education Stabilization
\$169,409	\$0	\$0	\$0	\$71,075	\$505	\$543,709
3,953	0	0	0	0	0	0
0	0	0	0	171,379	0	0
0	0	0	0	0	0	0
<u>\$173,362</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$242,454</u>	<u>\$505</u>	<u>\$543,709</u>
\$35,064	\$0	\$0	\$0	\$6,815	\$0	\$0
28,327	0	0	0	449,622	0	190,182
4,245	0	0	0	64,751	0	29,758
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>67,636</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>521,188</u>	<u>0</u>	<u>219,940</u>
0	0	0	0	0	0	0
105,726	0	0	0	0	505	323,769
0	0	0	0	0	0	0
0	0	0	0	(278,734)	0	0
<u>105,726</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(278,734)</u>	<u>505</u>	<u>323,769</u>
<u>\$173,362</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$242,454</u>	<u>\$505</u>	<u>\$543,709</u>

Continued

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS - (Concluded)
 JUNE 30, 2011

	Title II-D Technology	Title III	Title I	Title VI Innovative Projects
ASSETS:				
Equity in pooled cash and investments	\$0	\$2,595	\$54,908	\$0
Receivables:				
Accounts	0	0	0	0
Intergovernmental	103,778	16,975	162,064	0
Inventory	0	0	0	0
TOTAL ASSETS	<u>\$103,778</u>	<u>\$19,570</u>	<u>\$216,972</u>	<u>\$0</u>
LIABILITIES AND FUND BALANCE:				
Liabilities:				
Accounts payable	\$0	\$180	\$20,596	\$0
Accrued wages and benefits	23,443	0	231,015	0
Intergovernmental payable	0	0	31,227	0
Compensated absences payable	0	0	0	0
Interfund payable	0	0	0	0
Deferred revenue	0	16,975	23,205	0
Total liabilities	<u>23,443</u>	<u>17,155</u>	<u>306,043</u>	<u>0</u>
Fund Balances				
Nonspendable	0	0	0	0
Restricted	80,335	2,415	0	0
Committed	0	0	0	0
Unassigned	0	0	(89,071)	0
Total fund balances	<u>80,335</u>	<u>2,415</u>	<u>(89,071)</u>	<u>0</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$103,778</u>	<u>\$19,570</u>	<u>\$216,972</u>	<u>\$0</u>

<u>Drug Free Schools</u>	<u>Preschool Grant</u>	<u>Improving Teacher Quality</u>	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$0	\$2,212	\$5,087	\$439,199	\$414,554	\$2,221,845
0	0	0	151,372	15,275	211,729
0	8,370	91,898	0	0	554,464
0	0	0	79,813	0	79,813
<u>\$0</u>	<u>\$10,582</u>	<u>\$96,985</u>	<u>\$670,384</u>	<u>\$429,829</u>	<u>\$3,067,851</u>

\$0	\$0	\$2,716	\$4,998	\$18,073	\$105,047
0	5,863	189	150,517	0	1,079,158
0	1,099	0	21,568	0	152,648
0	0	0	10,934	0	10,934
0	0	0	0	0	10,160
0	0	55,987	0	0	96,167
<u>0</u>	<u>6,962</u>	<u>58,892</u>	<u>188,017</u>	<u>18,073</u>	<u>1,454,114</u>

0	0	0	79,813	0	79,813
0	3,620	38,093	402,554	0	1,126,543
0	0	0	0	411,756	775,186
0	0	0	0	0	(367,805)
<u>0</u>	<u>3,620</u>	<u>38,093</u>	<u>482,367</u>	<u>411,756</u>	<u>1,613,737</u>
<u>\$0</u>	<u>\$10,582</u>	<u>\$96,985</u>	<u>\$670,384</u>	<u>\$429,829</u>	<u>\$3,067,851</u>

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Mental Health	Public School Support	Other Grants	District Managed Student Activities
Revenues:				
From local sources:				
Tuition and fees	\$0	\$95,466	\$0	\$0
Charges for services	0	0	0	0
Earnings on investments	0	0	0	0
Extracurricular activities	0	75,321	0	312,175
Other local revenues	0	130,699	31,506	0
Intergovernmental	0	0	3,000	0
Total revenues	<u>0</u>	<u>301,486</u>	<u>34,506</u>	<u>312,175</u>
Expenditures:				
Current:				
Instruction:				
Regular	0	73,242	15,404	0
Special	0	0	0	0
Support services:				
Pupil	0	242,830	1,815	0
Instructional staff	0	0	13,652	0
School administration	0	0	0	0
Central	0	0	0	0
Non-instructional services	0	0	0	0
Community services	0	0	0	0
Extracurricular activities	0	24	0	298,375
Total expenditures	<u>0</u>	<u>316,096</u>	<u>30,871</u>	<u>298,375</u>
Net change in fund balances	0	(14,610)	3,635	13,800
Fund balances, July 1	1,055	378,040	5,122	145,914
Fund balance, June 30	<u>\$1,055</u>	<u>\$363,430</u>	<u>\$8,757</u>	<u>\$159,714</u>

Auxiliary Services	Education Management Information System	Network Connectivity	OhioReads	Title VIB	Vocational Education	Education Stabilization
\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0
3,953	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
617,430	5,000	27,300	0	3,226,176	22,000	1,899,807
621,383	5,000	27,300	0	3,226,176	22,000	1,899,807
499,582	0	56,801	357	273,849	0	1,095,665
407	0	0	0	1,429,087	0	175,774
43,144	0	0	0	0	25,434	0
64,127	0	0	0	1,336,863	0	66,435
0	0	0	0	182,805	0	0
0	5,000	0	0	50	0	94,521
0	0	0	0	0	0	0
0	0	0	0	5,241	0	0
0	0	0	0	0	0	0
607,260	5,000	56,801	357	3,227,895	25,434	1,432,395
14,123	0	(29,501)	(357)	(1,719)	(3,434)	467,412
91,603	0	29,501	357	(277,015)	3,939	(143,643)
\$105,726	\$0	\$0	\$0	(\$278,734)	\$505	\$323,769

Continued

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS - (Concluded)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Title II-D Technology	Title III	Title I	Title VI Innovative Projects
Revenues:				
From local sources:				
Tuition and fees	\$0	\$0	\$0	\$0
Charges for services	0	0	0	0
Earnings on investments	0	0	0	0
Extracurricular activities	0	0	0	0
Other local revenues	0	0	0	6,738
Intergovernmental	165,821	23,577	2,065,511	0
Total revenues	<u>165,821</u>	<u>23,577</u>	<u>2,065,511</u>	<u>6,738</u>
Expenditures:				
Current:				
Instruction:				
Regular	13,000	0	595,385	0
Special	1,612	21,334	1,296,656	0
Support services:				
Pupil	0	0	0	0
Instructional staff	71,349	0	23,665	0
School administration	0	0	109,018	0
Central	0	0	0	0
Non-instructional services	305	0	4,656	0
Community services	0	0	0	0
Extracurricular activities	0	0	0	0
Total expenditures	<u>86,266</u>	<u>21,334</u>	<u>2,029,380</u>	<u>0</u>
Net change in fund balances	79,555	2,243	36,131	6,738
Fund balances, July 1	780	172	(125,202)	(6,738)
Fund balance, June 30	<u><u>\$80,335</u></u>	<u><u>\$2,415</u></u>	<u><u>(\$89,071)</u></u>	<u><u>\$0</u></u>

<u>Drug Free Schools</u>	<u>Preschool Grant</u>	<u>Improving Teacher Quality</u>	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$0	\$0	\$0	\$0	\$498,960	\$594,426
0	0	0	1,247,168	0	1,247,168
0	0	0	407	0	4,360
0	0	0	0	0	387,496
0	0	0	31,159	12,947	213,049
<u>28,284</u>	<u>98,735</u>	<u>286,888</u>	<u>1,418,481</u>	<u>0</u>	<u>9,888,010</u>
28,284	98,735	286,888	2,697,215	511,907	12,334,509
2,008	25,109	0	0	529,371	3,179,773
0	0	0	0	0	2,924,870
0	0	15,622	0	0	328,845
0	30,979	248,675	0	0	1,855,745
19,742	35,344	2,010	0	0	348,919
0	0	0	0	0	99,571
0	0	0	2,647,827	0	2,652,788
0	0	0	0	0	5,241
0	0	0	0	0	298,399
<u>21,750</u>	<u>91,432</u>	<u>266,307</u>	<u>2,647,827</u>	<u>529,371</u>	<u>11,694,151</u>
6,534	7,303	20,581	49,388	(17,464)	640,358
<u>(6,534)</u>	<u>(3,683)</u>	<u>17,512</u>	<u>432,979</u>	<u>429,220</u>	<u>973,379</u>
<u>\$0</u>	<u>\$3,620</u>	<u>\$38,093</u>	<u>\$482,367</u>	<u>\$411,756</u>	<u>\$1,613,737</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Mental Health Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$0	\$0	\$0	\$0
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Special	100	0	0	0
Total expenditures	<u>100</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net change in fund balance	<u>(100)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance - beginning	1,051	1,051	1,051	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>\$951</u></u>	<u><u>\$1,051</u></u>	<u><u>\$1,051</u></u>	<u><u>\$0</u></u>

West Clermont Local 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
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Tuition and fees	\$125,000	\$95,466	\$95,466	\$0
Extracurricular activities	155,000	80,818	80,818	0
Donations	70,000	48,586	48,586	0
Other revenues	150,000	87,669	87,669	0
Total revenues	<u>500,000</u>	<u>312,539</u>	<u>312,539</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	75,890	72,281	72,281	0
Support services:				
Pupil	304,550	251,814	251,814	0
Total expenditures	<u>380,440</u>	<u>324,095</u>	<u>324,095</u>	<u>0</u>
Net change in fund balance	<u>119,560</u>	<u>(11,556)</u>	<u>(11,556)</u>	<u>0</u>
Fund balance - beginning	348,910	348,910	348,910	0
Prior year encumbrances appropriated	26,078	26,078	26,078	0
Fund balance - ending	<u>\$494,548</u>	<u>\$363,432</u>	<u>\$363,432</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Other Grants Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Donations	\$10,000	\$20,706	\$20,706	\$0
Intergovernmental	2,500	3,000	3,000	0
Total revenues	<u>12,500</u>	<u>23,706</u>	<u>23,706</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	10,000	15,404	15,404	0
Support services:				
Pupil	10,000	1,815	1,815	0
Instructional staff	12,960	15,055	15,055	0
Total expenditures	<u>32,960</u>	<u>32,274</u>	<u>32,274</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(20,460)</u>	<u>(8,568)</u>	<u>(8,568)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances in	7,500	10,160	10,160	0
Total other financing sources (uses)	<u>7,500</u>	<u>10,160</u>	<u>10,160</u>	<u>0</u>
Net change in fund balance	<u>(12,960)</u>	<u>1,592</u>	<u>1,592</u>	<u>0</u>
Fund balance - beginning	3,750	3,750	3,750	0
Prior year encumbrances appropriated	2,960	2,960	2,960	0
Fund balance - ending	<u><u>(\$6,250)</u></u>	<u><u>\$8,302</u></u>	<u><u>\$8,302</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 District Managed Student Activities Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Extracurricular activities	\$350,000	\$309,190	\$309,190	\$0
Total revenues	<u>350,000</u>	<u>309,190</u>	<u>309,190</u>	<u>0</u>
EXPENDITURES				
Current:				
Extracurricular activities				
Academic oriented activities	90,300	70,545	70,545	0
Occupation oriented activities	2,950	134	134	0
Sport oriented activities	<u>287,056</u>	<u>247,402</u>	<u>247,402</u>	<u>0</u>
Total expenditures	<u>380,306</u>	<u>318,081</u>	<u>318,081</u>	<u>0</u>
Net change in fund balance	<u>(30,306)</u>	<u>(8,891)</u>	<u>(8,891)</u>	<u>0</u>
Fund balance - beginning	90,718	90,718	90,718	0
Prior year encumbrances appropriated	<u>41,438</u>	<u>41,438</u>	<u>41,438</u>	<u>0</u>
Fund balance - ending	<u><u>\$101,850</u></u>	<u><u>\$123,265</u></u>	<u><u>\$123,265</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Auxiliary Services Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$610,000	\$617,430	\$617,430	\$0
Total revenues	<u>610,000</u>	<u>617,430</u>	<u>617,430</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	504,122	637,947	637,947	0
Support services:				
Pupil	36,458	40,840	40,840	0
Instructional Staff	69,639	64,975	64,975	0
Total expenditures	<u>610,219</u>	<u>743,762</u>	<u>743,762</u>	<u>0</u>
Net change in fund balance	<u>(219)</u>	<u>(126,332)</u>	<u>(126,332)</u>	<u>0</u>
Fund balance - beginning	90,905	90,905	90,905	0
Prior year encumbrances appropriated	52,792	52,792	52,792	0
Fund balance - ending	<u>\$143,478</u>	<u>\$17,365</u>	<u>\$17,365</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Education Management Information System Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$26,000	\$5,000	\$5,000	\$0
Total revenues	<u>26,000</u>	<u>5,000</u>	<u>5,000</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Central	0	5,000	5,000	0
Total expenditures	<u>0</u>	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Net change in fund balance	<u>26,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance - beginning	0	0	0	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance - ending	<u>\$26,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Network Connectivity Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$36,000	\$27,300	\$27,300	\$0
Total revenues	<u>36,000</u>	<u>27,300</u>	<u>27,300</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	53,514	56,800	56,800	0
Total expenditures	<u>53,514</u>	<u>56,800</u>	<u>56,800</u>	<u>0</u>
Net change in fund balance	<u>(17,514)</u>	<u>(29,500)</u>	<u>(29,500)</u>	<u>0</u>
Fund balance - beginning	3,621	3,621	3,621	0
Prior year encumbrances appropriated	25,879	25,879	25,879	0
Fund balance - ending	<u>\$11,986</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Ohio Reads Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Other	\$0	\$0	\$0	\$0
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Instructional staff	0	359	359	0
Total expenditures	<u>0</u>	<u>359</u>	<u>359</u>	<u>0</u>
Net change in fund balance	<u>0</u>	<u>(359)</u>	<u>(359)</u>	<u>0</u>
Fund balance - beginning	359	359	359	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u>\$359</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title VIB Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$4,158,965	\$3,054,797	\$3,054,797	\$0
Total revenues	<u>4,158,965</u>	<u>3,054,797</u>	<u>3,054,797</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	280,000	275,634	275,634	0
Special	1,084,229	1,332,717	1,332,717	0
Support services:				
Instructional staff	1,389,354	1,373,085	1,373,085	0
School administration	254,177	187,619	187,619	0
Community services	4,177	50	50	0
Total expenditures	<u>3,011,937</u>	<u>3,169,105</u>	<u>3,169,105</u>	<u>0</u>
Net change in fund balance	<u>1,147,028</u>	<u>(114,308)</u>	<u>(114,308)</u>	<u>0</u>
Fund balance - beginning	173,865	173,865	173,865	0
Prior year encumbrances appropriated	11,135	11,135	11,135	0
Fund balance - ending	<u><u>\$1,332,028</u></u>	<u><u>\$70,692</u></u>	<u><u>\$70,692</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Vocational Educational Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$22,000	\$22,000	\$22,000	\$0
Total revenues	<u>22,000</u>	<u>22,000</u>	<u>22,000</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Pupil	22,000	25,434	25,434	0
Total expenditures	<u>22,000</u>	<u>25,434</u>	<u>25,434</u>	<u>0</u>
Net change in fund balance	<u>0</u>	<u>(3,434)</u>	<u>(3,434)</u>	<u>0</u>
Fund balance - beginning	3,942	3,942	3,942	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance - ending	<u>\$3,942</u>	<u>\$508</u>	<u>\$508</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Education Stabilization Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$1,402,103	\$1,899,807	\$1,899,807	\$0
Total revenues	<u>1,402,103</u>	<u>1,899,807</u>	<u>1,899,807</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	1,221,719	1,094,816	1,094,816	0
Special	178,765	175,588	175,588	0
Support services:				
Instructional staff	89,512	69,288	69,288	0
Central	120,418	94,521	94,521	0
Total expenditures	<u>1,610,414</u>	<u>1,434,213</u>	<u>1,434,213</u>	<u>0</u>
Net change in fund balance	<u>(208,311)</u>	<u>465,594</u>	<u>465,594</u>	<u>0</u>
Fund balance - beginning	78,117	78,117	78,117	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>(\$130,194)</u></u>	<u><u>\$543,711</u></u>	<u><u>\$543,711</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title II-D Technology Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$12,450	\$62,042	\$62,042	\$0
Total revenues	<u>12,450</u>	<u>62,042</u>	<u>62,042</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	26,000	13,000	13,000	0
Special	15,000	1,612	1,612	0
Support services:				
Instructional staff	125,000	47,906	47,906	0
Community services	709	305	305	0
Total expenditures	<u>166,709</u>	<u>62,823</u>	<u>62,823</u>	<u>0</u>
Net change in fund balance	<u>(154,259)</u>	<u>(781)</u>	<u>(781)</u>	<u>0</u>
Fund balance - beginning	781	781	781	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>(\$153,478)</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Title III Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$18,900	\$23,577	\$23,577	\$0
Total revenues	<u>18,900</u>	<u>23,577</u>	<u>23,577</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Special	41,212	21,643	21,643	0
Total expenditures	<u>41,212</u>	<u>21,643</u>	<u>21,643</u>	<u>0</u>
Net change in fund balance	<u>(22,312)</u>	<u>1,934</u>	<u>1,934</u>	<u>0</u>
Fund balance - beginning	660	660	660	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>(\$21,652)</u></u>	<u><u>\$2,594</u></u>	<u><u>\$2,594</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title I Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$2,535,034	\$1,926,652	\$1,926,652	\$0
Total revenues	<u>2,535,034</u>	<u>1,926,652</u>	<u>1,926,652</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	596,172	621,986	621,986	0
Special	1,390,989	1,304,919	1,304,919	0
Support services:				
Instructional staff	37,348	25,089	25,089	0
School administration	99,453	101,603	101,603	0
Community services	17,925	6,656	6,656	0
Total expenditures	<u>2,141,887</u>	<u>2,060,253</u>	<u>2,060,253</u>	<u>0</u>
Net change in fund balance	<u>393,147</u>	<u>(133,601)</u>	<u>(133,601)</u>	<u>0</u>
Fund balance - beginning	71,962	71,962	71,962	0
Prior year encumbrances appropriated	104,038	104,038	104,038	0
Fund balance - ending	<u><u>\$569,147</u></u>	<u><u>\$42,399</u></u>	<u><u>\$42,399</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Drug Free Schools Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$26,000	\$28,284	\$28,284	\$0
Total revenues	<u>26,000</u>	<u>28,284</u>	<u>28,284</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	0	2,008	2,008	0
Support services:				
Administration	945	27,223	27,223	0
Total expenditures	<u>945</u>	<u>29,231</u>	<u>29,231</u>	<u>0</u>
Net change in fund balance	<u>25,055</u>	<u>(947)</u>	<u>(947)</u>	<u>0</u>
Fund balance - beginning	240	240	240	0
Prior year encumbrances appropriated	707	707	707	0
Fund balance - ending	<u>\$26,002</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Preschool Grant Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$135,000	\$90,365	\$90,365	\$0
Total revenues	<u>135,000</u>	<u>90,365</u>	<u>90,365</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Special	30,791	30,750	30,750	0
Support services:				
Instructional staff	27,393	27,015	27,015	0
School administration	38,925	35,386	35,386	0
Total expenditures	<u>97,109</u>	<u>93,151</u>	<u>93,151</u>	<u>0</u>
Net change in fund balance	<u>37,891</u>	<u>(2,786)</u>	<u>(2,786)</u>	<u>0</u>
Fund balance - beginning	5,000	5,000	5,000	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u>\$42,891</u>	<u>\$2,214</u>	<u>\$2,214</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Improving Teacher Quality Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$391,593	\$250,977	\$250,977	\$0
Total revenues	<u>391,593</u>	<u>250,977</u>	<u>250,977</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Pupil	38,082	15,622	15,622	0
Instructional staff	296,980	253,774	253,774	0
School administration	10,024	2,010	2,010	0
Total expenditures	<u>345,086</u>	<u>271,406</u>	<u>271,406</u>	<u>0</u>
Net change in fund balance	<u>46,507</u>	<u>(20,429)</u>	<u>(20,429)</u>	<u>0</u>
Fund balance - beginning	13,721	13,721	13,721	0
Prior year encumbrances appropriated	6,708	6,708	6,708	0
Fund balance - ending	<u><u>\$66,936</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Food Service Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$1,155,900	\$985,042	\$985,042	\$0
Interest	2,900	495	495	0
Charges for services	1,432,554	1,247,168	1,247,168	0
Other revenues	8,646	34,145	34,145	0
Total revenues	<u>2,600,000</u>	<u>2,266,850</u>	<u>2,266,850</u>	<u>0</u>
EXPENDITURES				
Current:				
Operation of Non-Instructional Services:				
Food Service Operations	2,365,900	2,447,462	2,447,462	0
Total expenditures	<u>2,365,900</u>	<u>2,447,462</u>	<u>2,447,462</u>	<u>0</u>
Net change in fund balance	<u>234,100</u>	<u>(180,612)</u>	<u>(180,612)</u>	<u>0</u>
Fund balance - beginning	603,869	603,869	603,869	0
Prior year encumbrances appropriated	9,640	9,640	9,640	0
Fund balance - ending	<u><u>\$847,609</u></u>	<u><u>\$432,897</u></u>	<u><u>\$432,897</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Uniform School Supply Special Revenue Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Tuition and fees	\$490,000	\$494,621	\$494,621	\$0
Gifts & Donations	10,000	6,327	6,327	0
Total revenues	<u>500,000</u>	<u>500,948</u>	<u>500,948</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	523,295	535,246	535,246	0
Total expenditures	<u>523,295</u>	<u>535,246</u>	<u>535,246</u>	<u>0</u>
Net change in fund balance	<u>(23,295)</u>	<u>(34,298)</u>	<u>(34,298)</u>	<u>0</u>
Fund balance - beginning	406,612	406,612	406,612	0
Prior year encumbrances appropriated	24,511	24,511	24,511	0
Fund balance - ending	<u>\$407,828</u>	<u>\$396,825</u>	<u>\$396,825</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Debt Service Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$2,632,252	\$2,534,620	\$2,534,620	\$0
Intergovernmental	242,229	334,471	334,471	0
Total revenues	<u>2,874,481</u>	<u>2,869,091</u>	<u>2,869,091</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Fiscal	36,567	40,450	40,450	0
Debt Service:				
Principal	1,250,000	1,250,000	1,250,000	0
Interest	1,569,279	1,569,279	1,569,279	0
Total expenditures	<u>2,855,846</u>	<u>2,859,729</u>	<u>2,859,729</u>	<u>0</u>
Net change in fund balance	<u>18,635</u>	<u>9,362</u>	<u>9,362</u>	<u>0</u>
Fund balance - beginning	3,401,315	3,401,315	3,401,315	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>\$3,419,950</u></u>	<u><u>\$3,410,677</u></u>	<u><u>\$3,410,677</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Building Capital Projects Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Earnings on investments	\$25,000	\$57,217	\$57,217	\$0
Total revenues	<u>25,000</u>	<u>57,217</u>	<u>57,217</u>	<u>0</u>
EXPENDITURES				
Capital Outlay				
Building acquisition & construction	7,867,640	6,434,216	6,434,216	0
Total expenditures	<u>7,867,640</u>	<u>6,434,216</u>	<u>6,434,216</u>	<u>0</u>
Net change in fund balance	<u>(7,842,640)</u>	<u>(6,376,999)</u>	<u>(6,376,999)</u>	<u>0</u>
Fund balance - beginning	2,411,349	2,411,349	2,411,349	0
Prior year encumbrances appropriated	<u>5,456,290</u>	<u>5,456,290</u>	<u>5,456,290</u>	<u>0</u>
Fund balance - ending	<u>\$24,999</u>	<u>\$1,490,640</u>	<u>\$1,490,640</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Permanent Improvement Capital Projects Fund
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$3,833,377	\$3,764,110	\$3,764,110	\$0
Intergovernmental	371,328	444,630	444,630	0
Interest	1,260	1,074	1,074	0
Total revenues	<u>4,205,965</u>	<u>4,209,814</u>	<u>4,209,814</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	1,117,878	974,577	974,577	0
Support services:				
Instructional staff	8,000	2,356	2,356	0
School administration	10,000	5,791	5,791	0
Fiscal	100,000	66,063	66,063	0
Operations and maintenance	2,354,465	2,382,726	2,382,726	0
Central	1,203,513	1,310,944	1,310,944	0
Operation of Non-Instructional Services:				
Food Service Operations	10,000	8,085	8,085	0
Extracurricular Activities:				
Academic oriented activities	10,000	4,209	4,209	0
Sport oriented activities	12,000	5,020	5,020	0
Capital Outlay				
Facilities Acquisition and Construction				
Site acquisition	500	325	325	0
Building acquisition & construction	7,944	6,678	6,678	0
Debt Service				
Principal	546,883	546,883	546,883	0
Interest	103,606	103,606	103,606	0
Total expenditures	<u>5,484,789</u>	<u>5,417,263</u>	<u>5,417,263</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,278,824)</u>	<u>(1,207,449)</u>	<u>(1,207,449)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances in	0	1,227,984	1,227,984	0
Advances (out)	0	(1,227,984)	(1,227,984)	0
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net change in fund balance	<u>(1,278,824)</u>	<u>(1,207,449)</u>	<u>(1,207,449)</u>	<u>0</u>
Fund balance - beginning	190,652	190,652	190,652	0
Prior year encumbrances appropriated	1,634,789	1,634,789	1,634,789	0
Fund balance - ending	<u>\$546,617</u>	<u>\$617,992</u>	<u>\$617,992</u>	<u>\$0</u>

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Student Activity			Ending Balance
	Beginning Balance	Additions	Deductions	
ASSETS:				
Equity in pooled cash and investments	\$103,903	\$124,249	\$137,718	\$90,434
TOTAL ASSETS	<u>\$103,903</u>	<u>\$124,249</u>	<u>\$137,718</u>	<u>\$90,434</u>
LIABILITIES AND FUND BALANCE:				
Due to student groups	\$103,903	\$124,249	\$137,718	\$90,434
TOTAL LIABILITIES	<u>\$103,903</u>	<u>\$124,249</u>	<u>\$137,718</u>	<u>\$90,434</u>

Statistical Section

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

Contents

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Economic and Demographic Information

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

Operating Information

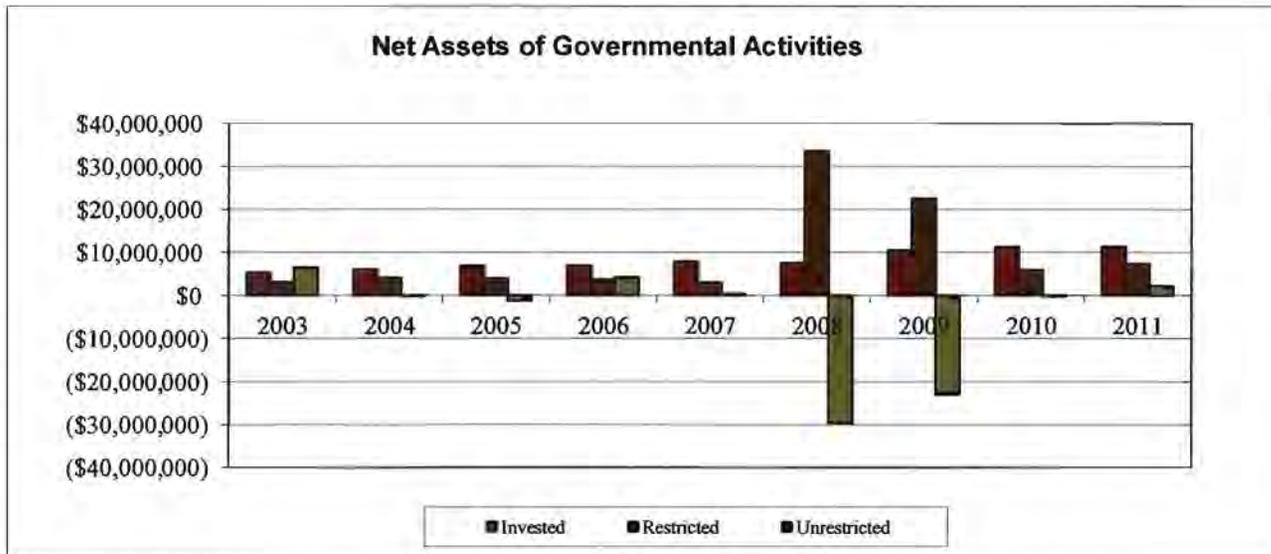
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

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

West Clermont Local School District
Net Assets by Component
Last Nine Fiscal Years
(accrual basis of accounting)

TABLE 1

	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental Activities:									
Invested in Capital Assets, Net of Related Debt	\$5,314,178	\$6,029,065	\$6,889,385	\$6,964,535	\$7,893,607	7,552,696	10,524,790	11,263,801	11,366,750
Restricted for:									
Debt Service	1,747,145	2,114,136	2,811,495	2,698,825	2,661,346	3,997,042	3,854,990	3,295,254	4,482,408
Capital Projects	1,881,801	1,869,061	1,256,057	1,606,504	2,057,477	31,424,972	20,329,134	1,786,509	5,193,356
Set-Aside	0	233,129	0	0	0	0	0	0	0
Federally Funded Programs	0	0	0	0	0	0	735,278	2,061,058	827,581
Student Activities	0	0	0	0	0	0	193,279	249,817	176,822
Other Purposes	1,242,865	1,979,623	2,670,671	2,113,497	1,022,415	2,086,764	1,279,214	1,768,529	1,180,390
Unrestricted (Deficit)	6,496,030	(242,712)	(1,285,894)	4,282,974	316,428	(29,512,569)	(23,052,757)	(247,522)	2,279,075
Total Net Assets	\$16,682,019	\$11,982,302	\$12,341,714	\$17,666,335	\$13,951,273	\$15,548,905	\$13,863,928	\$20,177,446	\$25,506,382



Source: West Clermont Local School District
 Only Information for years 2003-2011 is available

West Clermont Local School District
 Changes in Net Assets of Governmental Activities
 Last Nine Fiscal Years
 (accrual basis of accounting)

TABLE 2

	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses									
Instruction:									
Regular	\$33,935,733	\$34,850,920	\$38,084,853	\$36,974,721	\$37,150,217	\$38,375,989	\$37,131,333	\$35,806,489	\$34,736,866
Special	7,765,606	8,453,457	9,167,892	9,449,846	9,874,329	10,812,400	11,466,248	11,871,778	12,305,138
Vocational	58,022	7,839	113,405	145,472	82,885	133,377	134,191	215,040	181,822
Support services:									
Pupil	3,396,321	4,318,278	4,253,485	4,565,778	4,831,723	4,825,311	5,649,869	4,990,736	4,862,238
Instructional staff	2,513,051	2,372,470	2,867,397	3,105,338	3,301,656	2,750,007	2,781,069	2,914,146	3,293,758
General administration	59,854	67,758	41,272	57,165	58,716	62,285	51,703	80,113	84,090
School administration	4,400,562	4,479,330	5,473,982	5,572,762	5,203,476	5,581,195	5,961,862	5,473,533	5,388,189
Fiscal	1,309,410	1,412,765	1,328,772	1,505,909	1,538,879	1,631,819	1,600,178	1,534,299	1,603,535
Business	41,130	41,386	45,743	45,140	58,110	49,022	54,428	44,157	50,613
Operations & maintenance	5,067,598	4,052,623	5,011,415	5,154,602	5,656,888	6,514,769	5,909,479	5,875,074	6,539,778
Pupil transportation	5,561,785	5,876,983	6,018,844	8,188,960	8,482,157	7,128,515	6,882,594	7,266,920	7,843,068
Central	783,693	871,925	702,041	1,134,802	1,097,948	1,153,581	1,091,179	1,415,585	1,655,251
Non-instructional services	2,263,712	2,572,351	2,052,972	2,475,124	2,555,104	2,544,814	2,617,011	2,522,728	2,734,433
Community Service								249	4,992
Extracurricular activities	1,128,041	1,188,731	1,216,578	1,254,316	1,386,180	1,227,456	1,318,955	1,384,459	1,299,742
Interest and fiscal charges	884,553	1,892,015	468,029	530,913	541,582	916,282	2,802,098	977,858	1,591,301
Total Expenses	89,189,071	72,458,831	74,866,660	78,158,848	79,619,810	81,888,822	85,432,193	82,173,174	84,174,790
Program Revenues									
Charges for services:									
Instruction:									
Regular	353,446	535,114	740,108	863,299	907,150	877,130	1,121,383	1,032,922	936,808
Special	197	344	101,295	188,586	187,222	198,594	250,864	173,389	209,613
Support services:									
Pupil	147,584	258,819	0	0	0	0	0	0	1,890
Instructional staff	23,264	39,709	0	0	0	0	19,948	11,984	13,863
School administration	1,899	33,953	0	0	0	0	0	0	0
Operations & maintenance	111,714	108,960	81,861	30,976	30,976	0	0	0	0
Non-instructional services	1,734,992	1,429,251	1,392,806	1,486,946	1,504,523	1,504,523	1,382,924	1,233,882	1,247,188
Extracurricular activities	135,805	242,586	489,287	495,908	445,550	445,550	342,050	331,780	487,992
Operating Grants and Contributions									
Instruction:									
Regular	1,379,280	1,044,510	1,467,280	700,581	670,603	793,471	753,435	2,257,965	2,889,548
Special	979,714	1,465,044	1,212,231	1,373,332	1,860,238	1,927,878	1,585,859	2,438,655	2,996,314
Support services:									
Pupil	293,500	151,790	1,194,802	87,713	357,516	124,658	138,207	63,687	82,613
Instructional staff	899,117	1,416,594	1,718,533	1,796,645	1,797,804	1,067,255	1,105,647	1,421,683	1,955,850
School administration	60,229	69,183	46,358	282,859	177,501	347,626	267,324	311,541	364,527
Operations & maintenance	0	0	0	25,713	28,403	30,934	25,632	41,324	0
Pupil Transportation								255,644	0
Central	53,497	55,407	33,482	0	0	0	0	101,083	170,249
Non-instructional services	499,504	581,718	709,025	703,253	718,309	1,050,703	1,168,315	1,333,970	1,428,808
Community Services								171	0
Capital Grants and Contributions									
Instruction:									
Regular	0	0	55,987	0	61,090	0	0	0	0
Support services:									
Instructional staff	135,900	0	22,973	0	0	0	0	0	0
Pupil transportation	120,078	61,292	57,885	50,742	93,683	56,839	113,187	0	0
Total Program Revenues	6,929,718	7,494,274	9,321,713	8,096,553	8,620,566	8,424,961	8,252,775	11,009,820	12,785,343
Net Expense	(\$62,259,353)	(\$4,964,557)	(\$85,544,947)	(\$70,062,295)	(\$71,199,242)	(\$73,261,661)	(\$77,179,416)	(\$71,163,354)	(\$71,389,447)
General Revenues									
Property Taxes Levied for:									
General Purposes	\$27,734,576	\$30,042,135	\$35,490,717	\$41,132,985	\$33,984,605	\$37,538,775	\$35,793,409	\$37,480,027	\$39,402,281
Debt Service	1,699,837	1,864,387	1,886,544	1,517,228	859,916	2,141,634	2,580,481	2,727,047	2,921,111
Capital Projects	0	0	0	1,754,081	1,636,303	2,263,875	2,228,003	2,378,690	5,148,787
Grants and Entitlements not Restricted to Specific Programs	26,427,713	27,430,700	27,451,955	29,481,282	29,932,649	31,410,697	32,901,435	33,721,974	28,651,673
Earnings on investments	507,600	202,844	208,694	521,252	752,587	736,939	1,339,583	614,307	51,923
Other revenues	729,512	724,776	896,449	1,000,088	118,120	737,373	183,558	554,827	542,608
Total General Revenues	57,099,038	60,264,840	85,904,359	75,386,916	67,484,180	74,859,293	75,036,479	77,476,872	76,718,383
Change in Net Assets	(\$5,160,315)	(\$4,699,717)	\$359,412	\$5,324,621	(\$3,715,062)	\$1,597,632	(\$2,142,939)	\$6,313,518	\$5,328,936

Source: West Clermont Local School District
 Only information for years 2003-2011 is available

West Clermont Local School District

Fund Balances, Governmental Funds

Last Nine Fiscal Years

(modified accrual basis of accounting)

TABLE 3

	2003	2004	2005	2006	2007	2008	2009	2010	2011(1)
General Fund									
Reserved	\$4,053,978	\$4,263,459	\$6,238,400	\$8,026,546	\$3,884,388	\$4,241,382	\$3,076,869	\$2,146,881	\$0
Unreserved	3,138,807	(3,907,137)	(6,116,079)	(4,496,983)	(2,955,171)	(3,806,310)	(5,543,155)	(3,140,395)	0
Committed	0	0	0	0	0	0	0	0	0
Assigned	0	0	0	0	0	0	0	0	542,393
Unassigned	0	0	0	0	0	0	0	0	1,847,900
Total General Fund	7,192,785	356,322	122,321	3,529,563	929,217	435,072	(2,466,286)	(993,514)	2,390,293
All Other Governmental Funds									
Reserved	510,096	552,036	627,142	1,309,870	833,065	4,473,830	19,869,425	5,429,465	0
Unreserved, Undesignated, Reported in:									
Special Revenue Funds	1,171,075	880,342	1,282,991	1,256,603	1,053,444	1,346,167	1,391,652	811,264	0
Debt Service Funds	1,574,375	1,821,237	2,241,080	2,180,075	2,526,327	3,400,672	3,306,260	3,401,310	0
Capital Projects Funds	1,878,897	1,866,661	1,219,009	812,033	1,439,518	27,349,793	7,048,079	2,617,358	0
Nonspendable	0	0	0	0	0	0	0	0	79,813
Restricted	0	0	0	0	0	0	0	0	10,056,822
Committed	0	0	0	0	0	0	0	0	775,186
Unassigned	0	0	0	0	0	0	0	0	(367,805)
Total All Other Governmental Funds	5,134,443	5,120,276	5,370,222	5,558,581	5,852,354	36,570,462	31,615,416	12,259,397	10,544,016
Total Governmental Funds	\$12,327,228	\$5,476,598	\$5,492,543	\$9,088,144	\$6,781,571	\$37,005,534	\$29,149,130	\$11,265,883	\$12,934,309

Source: West Clermont Local School District

Only information for years 2003-2011 is available

(1) The District implemented GASB 54 in fiscal year 2011

West Clermont Local School District
Changes in Fund Balances, Governmental Funds
Last Nine Fiscal Years
(modified accrual basis of accounting)

TABLE 4

	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues									
From local sources:									
Taxes	\$29,434,214	\$30,215,587	\$37,671,422	\$43,312,407	\$38,851,689	\$41,098,054	\$40,363,871	\$42,522,065	\$47,033,943
Tuition and fees	213,722	226,705	906,968	1,173,651	1,287,900	1,185,775	809,268	931,478	1,000,069
Charges for services	1,734,992	1,838,371	1,393,810	1,522,269	1,528,641	1,551,510	1,433,433	1,281,374	1,348,378
Earnings on investments	507,599	202,844	208,894	521,252	752,587	736,939	1,339,443	614,307	51,923
Extracurricular activities	446,618	440,628	510,368	554,380	479,475	545,251	474,476	425,571	387,498
Other local revenues	866,031	867,800	485,509	847,766	382,559	500,634	583,919	610,896	710,738
Intergovernmental	30,785,356	31,682,295	34,263,638	34,558,823	36,026,439	36,687,425	37,767,084	39,893,819	41,030,201
Total Revenues	83,968,532	85,454,430	75,442,409	82,490,528	77,309,290	82,285,588	82,771,494	86,276,508	91,562,748
Expenditures									
Current:									
Instruction:									
Regular	33,106,758	34,247,847	35,318,251	36,040,332	36,287,747	35,457,388	35,994,083	35,276,417	35,158,266
Special	7,763,657	8,385,232	9,041,995	9,459,901	9,837,522	10,773,119	11,398,543	11,953,388	12,275,843
Vocational	58,122	8,238	113,405	145,472	82,865	133,377	134,191	215,040	181,822
Support Services:									
Pupil	3,395,332	4,273,396	4,317,013	4,523,461	4,859,522	4,812,737	5,604,181	5,024,780	4,840,087
Instructional Staff	2,513,327	2,385,337	2,892,962	3,091,920	3,318,080	2,745,360	2,747,686	2,881,163	3,249,931
General administration	59,854	67,758	41,272	57,165	59,716	82,285	51,703	80,113	84,090
School administration	4,800,273	4,413,504	5,424,094	5,460,121	5,171,689	5,588,342	5,694,673	5,598,499	5,407,246
Fiscal	1,319,192	1,419,510	1,326,283	1,498,197	1,531,428	1,627,083	1,587,628	1,538,979	1,811,901
Business	39,702	41,244	44,298	44,110	47,458	48,703	50,051	49,970	50,081
Operations & maintenance	5,086,951	4,729,778	5,025,574	5,750,785	5,445,908	5,797,155	5,700,594	6,042,915	6,325,662
Pupil transportation	5,559,785	5,874,963	5,910,961	6,184,940	6,480,137	7,126,495	6,880,574	7,264,900	7,841,048
Central	898,200	866,553	736,602	1,162,481	1,099,341	1,132,899	1,100,500	1,455,072	1,751,601
Non-instructional services	2,283,712	2,455,673	1,924,854	2,474,743	2,515,779	2,539,329	2,513,501	2,537,375	2,680,873
Community Services								249	5,241
Extracurricular Activities	1,121,890	1,161,004	1,209,245	1,253,638	1,378,660	1,221,679	1,298,763	1,435,163	1,292,778
Capital Outlay	0	37,127	0	139,915	111,824	1,404,616	6,020,128	19,700,596	3,449,448
Debt Service:									
Principal retirement	530,793	2,388,036	1,501,791	1,569,573	673,529	3,086,677	1,701,414	1,888,472	2,005,602
Interest and fiscal charges	886,911	581,880	597,884	605,727	616,660	1,753,179	2,149,675	1,748,625	1,702,502
Total Expenditures	69,224,439	73,327,060	75,426,464	79,492,501	79,615,863	85,310,623	90,627,898	104,691,716	89,894,322
Excess of Revenues Over (Under) Expenditures	(5,255,907)	(7,872,630)	15,945	2,998,027	(2,306,573)	(3,025,035)	(7,856,404)	(18,412,208)	1,668,426
Other Financing Sources (Uses)									
Proceeds of capital lease transaction	457,906	1,022,000	0	597,574	0	2,439,000	0	528,961	0
Proceeds of bonds	0	0	0	0	0	30,000,000	0	0	0
Premium on sale of bonds	0	0	0	0	0	671,098	0	0	0
Premium on sale of notes	0	0	0	0	0	138,900	0	0	0
Refunding bonds issued	11,075,000	0	0	0	0	0	0	0	0
Payment to refunding bond escrow	(11,075,000)	0	0	0	0	0	0	0	0
Transfers in	17,000	30,000	249,489	15,750	0	0	0	0	0
Transfers out	(17,000)	(30,000)	(249,489)	(15,750)	0	0	0	0	0
Total Other Financing Sources (Uses)	457,906	1,022,000	0	597,574	0	33,248,998	0	528,961	0
Net Change in Fund Balances	(\$4,798,001)	(\$6,850,630)	\$15,945	\$3,595,601	(\$2,306,573)	\$30,223,963	(\$7,856,404)	(\$17,883,247)	\$1,668,426
Debt Service as a Percentage of Noncapital Expenditures	2.1%	4.2%	2.9%	2.8%	1.6%	6.1%	4.8%	4.2%	4.4%

Source: West Clermont Local School District
 Only information for years 2003-2011 is available

Note -DS Ratio excludes the capital asset additions item on page16

West Clermont Local School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

TABLE 5

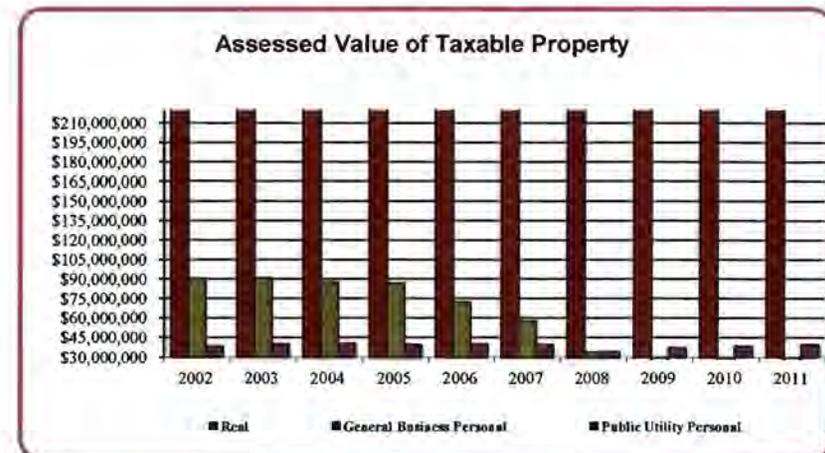
Collection Year	Real Property			Tangible Personal Property		Tangible Personal Property		Total		
	Assessed Value		Estimated Actual Value	Public Utility		General Business		Assessed Value	Estimated Actual Value	Total Direct Tax Rate
	Residential/Agricultural	Commercial/Industrial/PU		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value			
2002	658,355,070	289,360,120	2,707,757,686	38,281,430	51,041,907	90,350,035	153,125,720	1,076,346,655	2,911,925,313	25.34
2003	747,019,290	328,607,670	3,073,219,886	39,994,710	53,326,280	90,784,277	159,978,840	1,206,405,947	3,286,525,006	23.49
2004	770,860,380	331,454,780	3,149,471,886	40,394,750	52,859,667	87,598,060	161,579,000	1,230,307,970	3,363,910,553	23.49
2005	793,478,130	335,850,980	3,226,854,600	39,249,410	52,332,547	86,719,042	156,997,640	1,255,297,562	3,435,984,787	31.39
2006	893,131,640	370,031,280	3,609,036,914	39,731,820	52,975,760	72,136,939	158,927,280	1,375,031,679	3,820,939,954	30.25
2007	908,710,120	368,913,000	3,650,351,771	39,244,000	52,325,333	57,531,614	156,976,000	1,374,398,734	3,859,653,104	30.05
2008	926,596,460	374,434,530	3,717,231,400	34,358,770	45,811,693	33,774,874	137,435,080	1,369,164,634	3,900,478,173	31.21
2009	978,484,110	374,431,720	3,865,473,800	37,131,600	49,508,800	2,662,245	148,526,400	1,392,709,675	4,063,509,000	31.11
2010	979,893,220	375,756,030	3,873,283,571	38,398,840	51,198,453	1,331,123	153,595,360	1,395,379,213	4,078,077,384	30.85
2011	976,713,460	368,251,480	3,842,756,971	39,436,420	52,581,893	0	0	1,384,401,360	3,895,338,864	33.36

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

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

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10%, 2 1/2% and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial/industrial property was eliminated.

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



West Clermont Local School District
Direct and Overlapping Property Tax Rates
Per \$1,000 dollars of assessed valuation
 Last Ten Calendar Years

TABLE 6

District Direct Rates				Overlapping Rates		
Calendar Year	General Purpose	Capital Purpose	Total	Union Township	Pierce Township	Batavia Township
2002	23.74	1.60	25.34	9.67	11.68	2.40
2003	21.89	1.60	23.49	12.57	11.70	2.40
2004	21.89	1.60	23.49	12.57	11.70	2.40
2005	29.79	1.60	31.39	12.57	11.70	2.40
2006	29.25	1.00	30.25	11.60	10.94	2.40
2007	29.25	0.80	30.05	11.58	13.06	3.40
2008	29.05	2.16	31.21	11.58	16.31	3.40
2009	29.05	2.06	31.11	11.10	15.57	3.35
2010	28.79	2.06	30.85	14.08	15.68	3.35
2011	31.30	2.06	33.36	14.15	15.88	3.36

Source: Ohio Municipal Advisory Council

West Clermont Local School District

Principal Taxpayers
Real Estate Tax
Last Five Years

TABLE 7

Name of Taxpayer	2007		2008		2009		2010		2011	
	Assessed	Percent of Real Property Assessed Value	Assessed	Percent of Real Property Assessed Value	Assessed	Percent of Real Property Assessed Value	Assessed	Percent of Real Property Assessed Value	Assessed	Percent of Real Property Assessed Value
CBL Eastgate Mall LLC	\$18,811,380	1.47%	\$18,811,380	1.45%	\$15,983,790	1.18%	\$15,840,080	1.17%	\$15,840,080	1.14%
Midland Company	0	0.00%	11,736,710	0.90%	12,922,670	0.96%	12,922,670	0.95%	13,721,560	0.99%
OTR	6,652,220	0.52%	6,652,220	0.51%	7,171,010	0.53%	7,171,010	0.53%	7,171,010	0.52%
Amerishop Biggs Place LLC	7,231,350	0.57%	7,231,350	0.56%	6,907,220	0.51%	6,907,220	0.51%	0	0.00%
KRG Eastgate Pavilion LLC	9,621,390	0.75%	9,618,180	0.74%	6,547,310	0.48%	6,547,310	0.48%	6,547,310	0.47%
Regency Centers LP	5,587,820	0.44%	5,587,820	0.43%	5,813,820	0.43%	5,813,820	0.43%	5,813,820	0.42%
Fox Chase North LLC	4,489,250	0.35%	4,489,250	0.35%	4,978,900	0.37%	4,978,900	0.37%	4,978,900	0.36%
Edward Rose Assoc., Inc	4,546,040	0.36%	4,546,040	0.35%	4,517,450	0.33%	4,517,450	0.33%	4,517,450	0.33%
Meijer Stores Limited Partnership	4,340,000	0.34%	4,340,000	0.33%	4,170,290	0.31%	0	0.00%	0	0.00%
Eastgate Crossing CMBS, LLC	4,642,390	0.36%	4,773,560	0.37%	3,959,070	0.29%	3,746,090	0.28%	3,746,090	0.27%
Beechwood II LP	0	0.00%	0	0.00%	0	0.00%	0	0.00%	3,535,000	0.26%
Brandy Chase I Apartment Co LTD	0	0.00%	0	0.00%	0	0.00%	3,627,730	0.27%	3,627,730	0.26%
Coming Precision Lens	4,137,140	0.32%	0	0.00%	0	0.00%	0	0.00%	0	0.00%
Totals	<u>70,058,980</u>	5.48%	<u>77,786,510</u>	5.99%	<u>72,971,530</u>	5.39%	<u>72,072,280</u>	5.32%	<u>69,498,950</u>	5.02%
Total Assessed Valuation	<u>1,374,398,734</u>		<u>1,369,164,634</u>		<u>1,392,709,675</u>		<u>1,395,379,213</u>		<u>1,384,401,360</u>	

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

Source: Office of the County Auditor, Clermont County, Ohio
Data prior to 2007 is unavailable

West Clermont Local School District
Property Tax Levies and Collections (1)
Last Ten Years

TABLE 8

Collection Year(2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (2)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2002	27,422,382	25,918,595	94.52	685,383	26,603,978	97.02
2003	28,817,965	26,987,672	93.65	731,159	27,718,831	96.19
2004	29,724,456	28,019,478	94.26	803,689	28,823,167	96.97
2005	39,649,388	37,748,646	95.21	956,579	38,705,225	97.62
2006	42,193,863	39,641,197	93.95	952,402	40,593,599	96.21
2007	42,645,478	39,815,044	93.36	1,098,916	40,913,960	95.94
2008	44,965,062	41,832,590	93.03	1,407,773	43,240,363	96.16
2009	46,559,926	43,471,991	93.37	1,220,675	44,692,666	95.99
2010	46,600,791	42,767,983	91.78	1,411,730	44,179,713	94.80
2011	49,419,911	45,306,325	91.68	1,314,775	46,621,100	94.34

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

(1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.

(2) The County does not identify delinquent tax collections by tax year.

West Clermont Local School District
*Ratio of Debt
to Assessed Value and Debt per Capita
Last Ten Fiscal Years*

TABLE 9

Fiscal Year	Population (1)		Estimated Actual Value of Taxable Property(2)	General Bonded Debt Outstanding	Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt per Capita	Percentage of Personal Income (3)	Capital Leases	Total Debt	Ratio of General Debt to Estimated Actual Value	General Debt Per Capita	Percentage of Personal Income (3)
2002	184,030	a	2,911,925,313	13,050,000	0.45%	70.91	1.09%	\$3,847,000	16,897,000	0.58%	91.82	1.41%
2003	191,000	a	3,286,526,006	12,595,000	0.38%	65.94	0.96%	6,716,821	19,311,821	0.59%	101.11	1.47%
2004	191,000	a	3,363,910,553	11,365,000	0.34%	59.50	0.83%	6,638,785	18,003,785	0.54%	94.26	1.31%
2005	191,000	a	3,435,984,787	10,025,000	0.29%	52.49	0.70%	6,476,994	16,501,994	0.48%	86.40	1.15%
2006	191,000	a	3,820,939,954	8,610,000	0.23%	45.08	0.58%	6,768,649	15,378,649	0.40%	80.52	1.04%
2007	191,000	a	3,859,653,104	8,100,000	0.21%	42.41	0.51%	6,605,120	14,705,120	0.38%	76.99	0.93%
2008	191,000	a	3,072,237,202	37,565,000	1.22%	196.68	2.41%	6,432,443	43,997,443	1.43%	230.35	2.82%
2009	191,000	a	4,063,509,000	36,525,000	0.90%	191.23	(4)	5,771,029	42,296,029	1.04%	221.45	(4)
2010	191,000	a	4,078,077,384	35,345,000	0.87%	185.05	(4)	5,591,518	40,936,518	1.00%	214.33	(4)
2011	191,000	a	3,895,338,864	34,095,000	0.88%	178.51	(4)	4,835,616	38,930,616	1.00%	203.83	(4)

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

(2) Office of the County Auditor, Clermont County, Ohio

(3) See Demographic and Economic Statistics, Table 12, for personal income data

(4) Personal income data not available for years 2009-2011

West Clermont Local School District
*Computation of Direct and Overlapping
 Debt Attributable to Governmental Activities
 June 30, 2011*

TABLE 10

	Debt Attributable to Governmental Activities	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct Debt			
West Clermont Local School District	<u>\$34,095,000</u>	100.00%	<u>34,095,000</u>
Overlapping Debt:			
Payable from Property Taxes			
Clermont County	3,645,674	30.88%	1,125,784
Batavia Township	825,000	50.30%	414,975
Union Township	33,100,000	87.87%	29,084,970
Great Oaks Career Center JSVD	18,450,000	7.20%	1,328,400
Total Overlapping Debt:	<u>56,020,674</u>		<u>\$31,954,129</u>
Total Direct and Overlapping Debt	<u>\$90,115,674</u>		<u>\$66,049,129</u>

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. The valuations used were for the 2011 collection year.

West Clermont Local School District
 Computation of Legal Debt Margin
 Last Ten Fiscal Years

TABLE 11

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Tax Valuation	\$1,076,346,655	\$1,206,405,947	\$1,230,307,970	\$1,255,297,562	\$1,375,031,679	\$1,374,398,734	\$1,369,164,634	\$1,392,709,675	\$1,395,379,213	\$1,384,401,360
Debt Limit - 9% of Taxable Valuation (1)	\$96,871,199	\$108,576,535	\$110,727,717	\$112,976,781	\$123,752,851	\$123,695,886	\$123,224,817	\$125,343,871	\$125,584,129	\$124,596,122
Amount of Debt Applicable to Debt Limit										
General Obligation Bonds	13,050,000	12,595,000	11,365,000	10,025,000	8,610,000	8,100,000	37,565,000	36,525,000	35,345,000	34,095,000
Less Amount Available in Debt Service	1,072,589	1,747,375	2,063,437	2,570,480	2,458,075	2,625,327	3,667,372	3,514,260	3,735,510	4,115,472
Amount of Debt Subject to Limit	11,977,411	10,847,625	9,301,563	7,454,520	6,151,925	5,474,673	33,897,628	33,010,740	31,609,490	29,979,528
Legal Debt Margin	\$84,893,788	\$97,728,910	\$101,426,154	\$105,522,261	\$117,600,926	\$118,221,213	\$89,327,189	\$92,333,131	\$93,974,639	\$94,616,594
Legal Debt Margin as a Percentage of the Debt Limit	87.64%	90.01%	91.60%	93.40%	95.03%	95.57%	72.49%	73.66%	74.83%	75.94%
Unvoted Debt Limit 10% of Taxable Valuation (1)	\$1,076,347	\$1,206,406	\$1,230,308	\$1,255,298	\$1,375,032	\$1,374,399	\$1,369,165	\$1,392,710	\$1,395,379	\$1,384,401
Amount of Debt Subject to Limit	0	0	0	0	0	0	0	0	0	0
Unvoted Legal Debt Margin	\$1,076,347	\$1,206,406	\$1,230,308	\$1,255,298	\$1,375,032	\$1,374,399	\$1,369,165	\$1,392,710	\$1,395,379	\$1,384,401
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Source: Clermont County Auditor and School District Financial Records

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

West Clermont Local School District*Demographic and Economic Statistics**Last Ten Years***TABLE 12**

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2) (in thousands)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate (3)</u>
2002	184,320	1,199,116,444	6,506	4.50%
2003	191,000	1,314,737,733	6,883	4.50%
2004	191,000	1,376,899,103	7,209	5.50%
2005	191,000	1,436,214,086	7,519	5.50%
2006	191,000	1,477,544,594	7,736	4.80%
2007	191,000	1,579,387,736	8,269	4.50%
2008	195,385	1,559,292,881	7,981	6.30%
2009	195,385	(4)	(4)	9.70%
2010	196,364	(4)	(4)	9.60%
2011	197,363	(4)	(4)	8.60%

Sources: 1) U.S. Census

2) Ohio Department of Taxation

3) Ohio Bureau of Employment Services, rates for Clermont County

4) Personal income data not available for years 2009-2011

Employer	Nature of Business	2007			2008			2009			2010			2011		
		Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment
American Modern Insurance Group <i>(Formerly Midland Company)</i>	Financial	1,000	1	1.37%	983	1	1.35%	983	2	1.35%	1,012	2	1.39%	1,012	2	1.39%
West Clermont Local S.D.	Education	922	2	1.26%	922	2	1.27%	900	3	1.24%	900	3	1.24%	869	3	1.20%
Total Quality Logistics	Technology	750	3	1.03%	829	3	1.14%	1,031	1	1.42%	1,031	1	1.42%	1,031	1	1.42%
Duke Energy	Energy	450	4	0.62%	431	4	0.59%	431	5	0.59%	431	5	0.59%	431	5	0.59%
L-3 Fuzing & Ordnance <i>(Formerly KDI)</i>	Manufacturing	408	5	0.56%	408	5	0.56%	525	4	0.72%	574	4	0.79%	600	4	0.83%
Jeff Wyler Automotive	Sales	280	6	0.38%	280	6	0.39%	280	6	0.38%	280	7	0.38%	280	6	0.39%
3M Precision Optics	Manufacturing	241	10	0.33%	99	7	0.14%	99	10	0.14%	N/A	N/A	N/A	N/A	N/A	N/A
Child Focus	Education	245	9	0.34%	224	8	0.31%	224	8	0.31%	224	9	0.31%	277	7	0.38%
Eastgate Health Care & Rehab.	Health Care	250	7	0.34%	163	9	0.22%	225	7	0.31%	225	8	0.31%	206	8	0.28%
Multi-Color Corporation	Manufacturing	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	170	10	0.23%	170	9	0.23%
DRS Technologies	Environmental Shelters	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	320	6	0.44%	150	10	0.21%
Biggs	Food Retailer	250	8	0.34%	135	10	0.19%	135	9	0.19%	N/A	N/A	N/A	N/A	N/A	N/A
Total		<u>4,796</u>		<u>6.57%</u>	<u>4,474</u>		<u>6.16%</u>	<u>4,833</u>		<u>6.64%</u>	<u>5,167</u>		<u>7.12%</u>	<u>5,026</u>		<u>6.93%</u>
Total Employment within the School District		<u>72,989</u>			<u>72,645</u>			<u>72,788</u>			<u>72,562</u>			<u>72,463</u>		

Source: Clermont County Chamber of Commerce
Data prior to 2007 not available

West Clermont Local School District
School District Employees by Function/Program
Last Seven Fiscal Years

TABLE 14

Function/Program	2005	2006	2007	2008	2009	2010	2011
Regular Instruction (1100)							
Elementary Classroom Teachers	218.00	217.00	214.50	207.00	206.00	211.00	210.50
Middle School Classroom Teachers	118.00	117.00	113.00	101.00	100.00	101.84	101.50
High School Classroom Teachers	142.50	142.00	140.00	135.00	140.00	135.16	136.50
Classroom Aides	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Special Instruction (1200)							
Classroom Aides	40.50	42.50	39.00	45.00	45.00	45.00	45.00
Gifted Education Teachers	6.00	7.00	6.00	7.00	5.00	10.04	3.00
Special Education Paraprofessionals	32.00	40.50	32.00	42.00	42.00	41.60	52.84
Special Education Tutors	17.00	14.00	19.00	19.00	19.00	16.86	25.20
Pupil Support Services (2100)							
Administrators	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Administrative Support	4.00	4.00	4.00	4.00	4.00	1.00	1.00
Guidance Counselors	9.00	9.00	10.00	10.00	10.00	8.00	8.00
Health Services	13.50	13.50	13.50	13.50	13.50	13.71	13.71
Psychological Services	3.00	3.00	4.00	4.00	4.00	4.00	4.00
Administrative Secretaries	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Staff Support Services (2200)							
Administrators	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Administrative Support - Staff	2.00	2.00	2.00	2.00	2.00	3.50	2.00
Administrative Secretaries	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Librarians	2.00	2.00	2.00	2.00	2.00	1.50	1.50
Library Aides	10.00	10.00	10.00	10.00	10.00	10.00	4.90
Administration (2400)							
Administrators	2.00	2.00	1.00	1.00	1.00	1.00	1.00
Administrative Secretaries	3.00	3.00	2.00	2.00	2.00	2.00	2.00
Building Administrative Asst.	11.00	10.50	11.50	13.50	13.50	11.00	11.00
Communications	1.00	1.00	1.00	1.00	0.00	1.00	1.00
Principals	12.00	12.00	12.00	12.00	12.00	12.00	12.00
Asst. Principals	11.00	11.00	8.00	8.00	8.00	6.00	6.00
Building Secretaries	24.00	27.00	28.00	27.00	27.00	24.00	24.00
Fiscal Services (2500)							
Treasurer	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Administrative Secretaries	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Accounting Staff	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Personnel Services (2600)							
Director of Personnel	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Administrative Secretaries	1.00	1.00	1.00	2.00	2.00	2.00	2.00
Administrative Support -Personnel	0.00	0.00	0.00	0.00	0.00	1.54	1.54
Operation of Plant (2700)							
Director of Plant Operations	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Administrative Secretaries	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Custodians	47.00	47.00	48.00	47.00	47.00	46.75	46.75
Maintenance	10.00	10.00	10.00	10.00	10.00	9.00	9.00
Central Support Services (2900)							
Director of Public Relations	0.00	0.00	0.00	1.00	1.00	1.00	1.00
Administrative Secretaries	0.00	0.00	0.00	1.00	1.00	1.00	1.00
Director of Technology	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Technology staff	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Extra Curricular Activities							
Athletic Directors	2.00	2.00	2.50	2.50	2.00	2.00	2.00
Food Service							
Dietitian/Nutritionist	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Administrative Secretaries	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Cafeteria Personnel	93.00	93.00	93.00	93.00	93.00	93.00	93.00
Totals:	<u>859.50</u>	<u>868.00</u>	<u>852.00</u>	<u>847.50</u>	<u>847.00</u>	<u>841.50</u>	<u>847.94</u>

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee. The count is performed on September 1 of each year.

Source: School District Records

Note: The District contracts for transportation, therefore, there are no bus drivers employed. Information prior to 2005 is not available.

**West Clermont Local School District
Building Statistics**

TABLE 15

	<u>2011</u>		<u>2011</u>
Amelia Elementary School		Willowville Elementary School	
Date of Original Building	1932	Date of Original Building	1968
Total Building Square Footage	55,554	Total Building Square Footage	44,254
Enrollment	715	Enrollment	491
Grades Housed	K-5	Grades Housed	K-5
Percentage of Free & Reduced Applications	39%	Percentage of Free & Reduced Applications	27%
Brantner Elementary School		Withamsville Elementary School	
Date of Original Building	1963	Date of Original Building	1936
Total Building Square Footage	47,927	Total Building Square Footage	53,712
Enrollment	465	Enrollment	553
Grades Housed	PreK-5	Grades Housed	PreK-5
Percentage of Free & Reduced Applications	53%	Percentage of Free & Reduced Applications	50%
Clough Pike Elementary School		Amelia Middle School	
Date of Original Building	1968	Date of Original Building	1961
Total Building Square Footage	44,272	Total Building Square Footage	91,452
Enrollment	559	Enrollment	973
Grades Housed	PreK-5	Grades Housed	6-8
Percentage of Free & Reduced Applications	27%	Percentage of Free & Reduced Applications	40%
Holly Hill Elementary School		Glen Este Middle School	
Date of Original Building	1982	Date of Original Building	1963
Total Building Square Footage	48,145	Total Building Square Footage	88,753
Enrollment	448	Enrollment	988
Grades Housed	K-5	Grades Housed	6-8
Percentage of Free & Reduced Applications	60%	Percentage of Free & Reduced Applications	29%
Merwin Elementary School		Amelia High School	
Date of Original Building	1969	Date of Original Building	1960
Total Building Square Footage	54,974	Total Building Square Footage	146,799
Enrollment	703	Enrollment	1,200
Grades Housed	K-5	Grades Housed	9-12
Percentage of Free & Reduced Applications	27%	Percentage of Free & Reduced Applications	29%
Summerside Elementary School		Glen Este High School	
Date of Original Building	1951	Date of Original Building	1963
Total Building Square Footage	49,793	Total Building Square Footage	204,534
Enrollment	537	Enrollment	1,465
Grades Housed	K-5	Grades Housed	9-12
Percentage of Free & Reduced Applications	47%	Percentage of Free & Reduced Applications	19%

Source: School District Records.

West Clermont Local School District
Operating Statistics
Last Eight Fiscal Years

TABLE 16

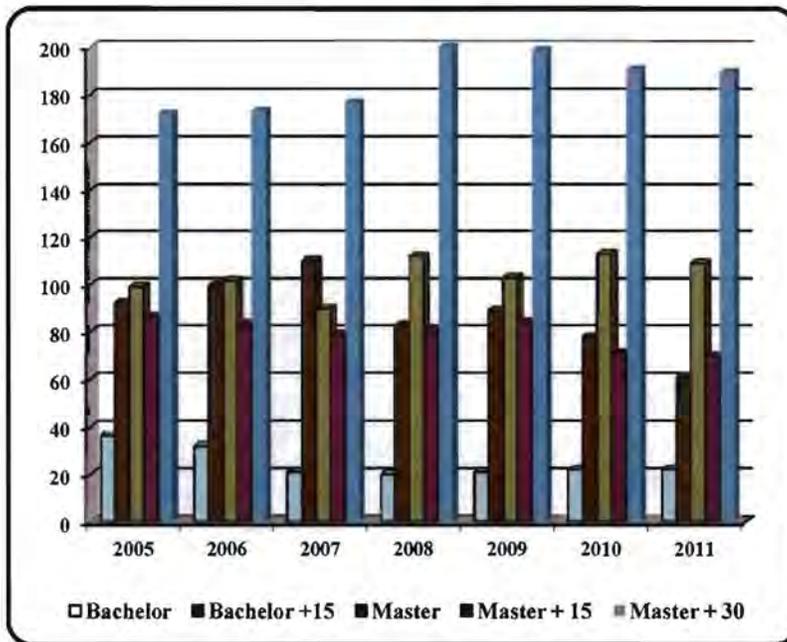
<u>Fiscal Year</u>	<u>Expenses</u>	<u>Enrollment</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil/Teacher Ratio</u>
2004	\$72,458,831	9,183	\$7,891	N/A	506	18.1
2005	74,866,660	9,005	8,314	5.37%	487	18.5
2006	78,158,848	9,014	8,671	4.29%	490	18.4
2007	79,819,810	9,133	8,740	0.79%	477	19.1
2008	81,686,622	9,226	8,854	1.31%	495	18.6
2009	85,432,193	9,101	9,387	6.02%	496	18.3
2010	82,173,174	9,025	9,105	-3.00%	475	19.0
2011	84,174,790	9,097	9,253	1.63%	452	20.1

Source: School District Records. Expense information is not available prior to 2004.

West Clermont Local School District
 Full -Time Equivalent Teachers by Education
 Last Seven Fiscal Years

TABLE 17

Degree	2005	2006	2007	2008	2009	2010	2011
Bachelor's Degree	36.5	32	21	20	21	22	22
Bachelor + 15	92.5	99.5	110	83	89	78	61
Master's Degree	99	101.5	90	112	103	113	109
Master + 15	86.5	83.5	79	80	84	71	70
Master + 30	172.5	173.5	177	200	199	191	190
Total	487	490	477	495	496	475	452



Source: School District Records. Information prior to 2005 is not available

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Dave Yost • Auditor of State

WEST CLERMONT LOCAL SCHOOL DISTRICT

CLERMONT 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 8, 2012**