

Piqua City School District  
Miami County  
Single Audit  
For the Fiscal Year Ended June 30, 2012



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# Dave Yost • Auditor of State

Board of Education  
Piqua City School District  
719 East Ash Street  
Piqua, Ohio 45356

We have reviewed the *Independent Auditor's Report* of the Piqua City School District, Miami County, prepared by Millhuff-Stang, CPA, Inc., for the audit period July 1, 2011 through June 30, 2012. 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 Piqua City School District is responsible for compliance with these laws and regulations.

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

Dave Yost  
Auditor of State

February 7, 2013

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**Piqua City School District**  
**Miami County**  
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*For the Fiscal Year Ended June 30, 2012*

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**Piqua City School District**  
**Miami County**  
*Schedule of Federal Awards Expenditures*  
*For the Fiscal Year Ended June 30, 2012*

Federal Grantor/Pass Through Grantor/Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<b><u>United States Department of Agriculture</u></b>						
<i>Passed through the Ohio Department of Education</i>						
Child Nutrition Cluster:						
School Breakfast Program	3L70	10.553	\$329,458	\$0	\$329,458	\$0
National School Lunch Program	3L60	10.555	857,555	197,656	857,555	197,656
Total Child Nutrition Cluster			1,187,013	197,656	1,187,013	197,656
Fresh Fruit and Vegetable Program	3L60	10.582	31,163	0	31,163	0
<b>Total United States Department of Agriculture</b>			1,218,176	197,656	1,218,176	197,656
<b><u>United States Department of Education</u></b>						
<i>Passed through the Ohio Department of Education</i>						
Special Education Cluster:						
Special Education-Grants to States	3M20	84.027	805,556	0	833,622	0
Special Education-Grants to States, Recovery Act	3DJ0	84.391	133,055	0	111,057	0
Total Special Education Cluster			938,611	0	944,679	0
Educational Technology Cluster						
Educational Technology State Grants	3S20	84.318	111,744	0	111,581	0
Education Technology State Grants, Recovery Act	3DM0	84.386	50,535	0	58,373	0
Total Educational Technology Cluster			162,279	0	169,954	0
Title I Grants to Local Educational Agencies	3M00	84.010	1,171,760	0	1,157,085	0
Education Jobs Fund	3ET0	84.410	589,010	0	540,742	0
Race to the Top Incentive Grants, Recovery Act	N/A	84.395	261,199	0	176,499	0
Improving Teacher Quality State Grants	3Y60	84.367	202,366	0	202,366	0
<b>Total United States Department of Education</b>			3,325,225	0	3,191,325	0
<b><u>Corporation for National and Community Service</u></b>						
<i>Passed through the Ohio Department of Education</i>						
Learn and Serve America-School and Community Based Programs	3780	94.004	3,232	0	3,506	0
<b>Total Corporation for National and Community Service</b>			3,232	0	3,506	0
<b>Total Federal Financial Assistance</b>			\$4,546,633	\$197,656	\$4,413,007	\$197,656

The notes to the schedule of federal awards expenditures are an integral part of this schedule.

**Piqua City School District**  
**Miami County**

*Notes to the Schedule of Federal Awards Expenditures*  
*For the Fiscal Year Ended June 30, 2012*

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**Note 1 – Significant Accounting Policies**

The accompanying schedule of federal awards expenditures includes the federal grant activity of the District and has been prepared on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**Note 2 – Child Nutrition Cluster**

Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed that federal monies are expended first. 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 using the entitlement value of the commodities received. The District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.

**Note 3 – Matching**

Certain Federal programs require that the District contribute non-federal funds (matching funds) to support the federally-funded programs. The expenditures of non-federal matching funds are not included on the schedule.

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

Board of Education  
Piqua City School District  
719 East Ash Street  
Piqua, Ohio 45356

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Piqua City School District, Miami County, (the District) as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 19, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis.

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

**Compliance and Other Matters**

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

Piqua City School District  
Miami County

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

Page 2

We noted certain matters that we reported to management of the District in a separate letter dated  
December 19, 2012.

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

A handwritten signature in cursive script that reads "Natalie Millhuff-Stang".

Natalie Millhuff-Stang, CPA  
President/Owner  
Millhuff-Stang, CPA, Inc.

December 19, 2012

**Report on Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133**

Board of Education  
Piqua City School District  
719 East Ash Street  
Piqua, Ohio 45356

**Compliance**

We have audited Piqua City School District's, Miami County, (the District) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2012. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

**Internal Control Over Compliance**

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the 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, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

### **Schedule of Federal Awards Expenditures**

We have audited the financial statements the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2012, and have issued our report thereon dated December 19, 2012, which contained an unqualified opinion on those financial statements. Our audit was conducted for the purpose of forming our opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of federal awards expenditures is fairly stated in all material respects in relation to the basic financial statements as a whole.

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



Natalie Millhuff-Stang, CPA  
President/Owner  
Millhuff-Stang, CPA, Inc.

December 19, 2012

**Piqua City School District**  
**Miami County**  
*Schedule of Findings and Questioned Costs*  
*OMB Circular A-133 Section .505*  
*For the Fiscal Year Ended June 30, 2012*

**Section I – Summary of Auditor’s Results**

<i>Financial Statements</i>		
Type of financial statement opinion:		Unqualified
Internal control over financial reporting:		
	Material weakness(es) identified?	No
	Significant deficiency(ies) identified that are not considered to be material weaknesses?	No
Noncompliance material to financial statements noted?		No
<i>Federal Awards</i>		
Internal control over major program(s):		
	Material weakness(es) identified?	No
	Significant deficiency(ies) identified that are not considered to be material weaknesses?	None reported
Type of auditor’s report issued on compliance for major programs:		Unqualified
Any auditing findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?		No
Identification of major program(s):		Title I Grants to Local Educational Agencies (CFDA #84.010)  Education Jobs Fund (CFDA #84.410)  ARRA-Race to the Top Incentive Grants (CFDA #84.395)
Dollar threshold used to distinguish between type A and type B programs:		Type A: >\$300,000 Type B: all others
Auditee qualified as low-risk auditee?		Yes

**Section II – Financial Statement Findings**

None

**Section III – Federal Award Findings and Questioned Costs**

None

**Piqua City School District**  
**Miami County**  
*Schedule of Prior Audit Findings*  
*OMB Circular A-133 Section .315(b)*  
*For the Fiscal Year Ended June 30, 2012*

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain</i></b>
Finding 2011-1	Significant Deficiency – Financial Reporting	Partially Corrected	Reissued in Management Letter

**Independent Accountant's Report on Applying Agreed-Upon Procedure**

Board of Education  
Piqua City School District  
Miami County  
719 East Ash Street  
Piqua, Ohio 45356

Ohio Revised Code Section 117.53 states "the auditor of state shall identify whether the school district or community school has adopted an anti-harassment policy in accordance with Section 3313.666 of the 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 Piqua City School District (the District) has updated its anti-harassment policy in accordance with Ohio Revised 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 District amended its anti-harassment policy at its meeting on January 27, 2011 to include violence within a dating relationship within its definition of harassment, intimidation or bullying.

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 this specified party.

  
Natalie Millhuff-Stang, CPA  
President/Owner  
Millhuff-Stang, CPA, Inc.

December 19, 2012

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# ***PIQUA CITY SCHOOL DISTRICT***

*Miami County, Ohio*



**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
JUNE 30, 2012**



***PIQUA CITY SCHOOL DISTRICT***

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*Miami County, Ohio*

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED  
JUNE 30, 2012**

*Prepared by:*  
Jeffrey W. Price  
Treasurer



**PIQUA CITY SCHOOL DISTRICT**

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**PIQUA CITY SCHOOL DISTRICT**

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## *INTRODUCTORY SECTION*

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# **PIQUA CITY SCHOOL DISTRICT**

719 East Ash Street • Piqua, Ohio 45356-2411  
(937) 773-4321



Treasurer's Office: phone (937) 778-4512

fax (937) 778-4518

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December 19, 2012

Board of Education Members and Citizens of the Piqua City School District:

As the Superintendent and Treasurer of the Piqua City School District (the District), we are pleased to submit to you this Comprehensive Annual Financial Report (CAFR) issued by the District. This CAFR for the year ended June 30, 2012 is prepared in accordance with generally accepted accounting principles (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Piqua City School District's MD&A can be found immediately following the report of the independent accountants.

## **THE DISTRICT AND ITS FACILITIES**

The District serves an area of approximately 55 square miles in and around the City of Piqua. It is located in Miami County in the Southwestern part of the state, comprised of the City of Piqua, Washington Township and Springcreek Township, and is residential, agricultural and industrial. It has a diversified industrial base with over 90 industries and 1,000,000 square feet of commercial space. The City of Piqua is a community of 21,000 people, 45 churches and 200 businesses and manufacturers. It is located on Interstate 75, 50 miles south of Lima, Ohio and 20 miles north of Dayton, Ohio, near the intersection of Interstate 75 and Interstate 70, a significant road intersection in the Midwestern part of the United States.

The District provides a full range of education programs and services to 3,708 students. These include elementary and secondary curriculum offerings at the general, college preparatory, and vocational levels, a broad range of co-curricular and extracurricular activities, and special education services. In addition, the District provides state-financed assistance to non-public schools located within its boundaries. This assistance is accounted for in a special revenue fund. The non-public school operations have not met the established criteria for inclusion in the reporting entity and, accordingly, are excluded from this report.

## ***PIQUA CITY SCHOOL DISTRICT***

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### *Letter of Transmittal For the Fiscal Year Ended June 30, 2012*

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The Piqua Education Foundation, a legally separate organization, is included in the District's reporting entity and reported as a discretely presented component unit. Additional information on the reporting entity can be found in note 1 of the basic financial statements included within the financial section of this report.

The District's facilities include 1 kindergarten center, 3 primary schools (grades 1 through 3), 3 intermediate schools (grades 4 through 6), 1 junior high school (grades 7 through 8), one high school (grades 9 through 12), a bus garage, the administrative building and several athletic complexes.

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

Good schools are important to the quality of life in Piqua and also to maintaining property values. But beyond these considerations, the educational program itself is of primary importance.

It is therefore appropriate to review briefly some quality indicators because they are the foundation on which our programs are built.

**CURRICULUM DEVELOPMENT** -- The Piqua City School District provides a comprehensive K-12 academic program based upon meeting the needs and challenging the skills of Piqua students. Piqua's curriculum includes a wide range of electives in college preparatory, liberal arts and vocational programs. The curriculum is based upon the Ohio Academic Content Standards and national standards. Faculty at each level is supported by a curriculum department with efforts to continuously improve teaching and learning.

**INSTRUCTION MATERIALS** -- Piqua City School District instructional materials are selected on a five-year replacement. Materials include print, manipulatives and computer software that provide learning activities for students.

**STAFF DEVELOPMENT** -- Staff development is planned by the curriculum department and director of student services with input from building level administrators and classroom teachers. Professional development is designed to support the District Strategic plan, building level goals and teachers goals. Surveys are also conducted to identify professional development needs at all levels. In addition to this student data is analyzed to target professional development that will provide opportunities for improvement. Teacher release times throughout the school year are used for professional development at the building and district levels. All professional development is evaluated by the staff and administration. It is reinforced with follow up training, professional discussions, and monitoring of implementation.

## ***PIQUA CITY SCHOOL DISTRICT***

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### ***Letter of Transmittal***

***For the Fiscal Year Ended June 30, 2012***

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**INTERVENTION AND SPECIAL PROGRAMS** -- The Piqua City Schools recognizes its responsibility to identify students who are not meeting grade level growth benchmarks. The Piqua City School District has developed Response to Intervention (RTI) teams at each grade level in order to provide appropriate intervention to those students identified. All students in the Piqua City School District are assessed three times a year using the Northwest Evaluation Association tool (NWEA). The NWEA tool affords teachers accurate and comprehensive data to inform each child's optimal learning path. The RTI teams complete careful data analysis in order to create needed student intervention plans, lesson plans and progress monitoring assessments to guide the process. Students are moved through appropriate intervention as skills are learned. An effective RTI process will contribute to a more meaningful identification of learning and behavioral disabilities, improve instruction quality, and provide ALL students with the best opportunity to succeed in school.

**GIFTED AND TALENTED PROGRAMMING AND ADVANCED PLACEMENT COURSES** -- The Piqua City School District recognizes its responsibility to provide appropriate programming for its most capable students. The program provides enrolled students enrichment opportunities for advanced thinking skills development and independent research. The gifted services continuum begins with comprehensive screening for eligibility as outlined by the Ohio Department of Education. Once identified students are provided services through a Written Education Plan that is updated yearly. Gifted services may include but are not limited too; whole class instruction, small group instruction, independent studies, gifted tutorials, and advanced placement coursework at the elementary, intermediate, junior high and high school levels. Currently, Piqua High School offers AP courses in Art, Biology, Calculus, Chemistry, Physics, Economics, English, Literature, and Composition, Government, Statistics, Macroeconomics, World History, Spanish, German, and French.

**SPECIAL EDUCATION** -- The Piqua City School District recognizes its responsibility to provide appropriate educational opportunities and access to the general education curriculum for students who have been determined to have a special education disability. We have a full service staff of Intervention Specialists, School Psychologists, Speech and Language Pathologists, Physical Therapists, Occupational Therapists, and Nurses to meet the needs of students' ages preschool through twenty two who need specialized instruction in order to meet their educational goals. Each student is provided a comprehensive evaluation as required by state and federal laws and a new Individual Education plan each year. Our staff is committed to providing the best service possible and does so by meeting special education student needs in a variety of settings. Our district takes pride in the service level our special education students receive in district and works hard to coordinate appropriate services with local and regional service providers to ensure a high quality of service delivery at all age levels.

**ECONOMIC CONDITIONS AND OUTLOOK** -- During calendar year 2007 the county's six-year reappraisal of property valuations was completed. In accordance with millage rollback provisions of HB920, the District has assessed millage at the 20 mill-floor, the lowest millage permitted by Ohio Revised Code. As a result of this, the District is able to benefit financially from increased assessed valuations. The Triennial update was performed during 2010 by the Miami County Auditor's office. This took effect during the current calendar year of 2011.

## ***PIQUA CITY SCHOOL DISTRICT***

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### *Letter of Transmittal For the Fiscal Year Ended June 30, 2012*

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In 1990 a ½% School District Income Tax was approved by the voters of Piqua. Then, in May of 2008 the community approved an additional ¾% to our income tax rate. The income tax rate for Piqua City Schools now stands at 1.25%.

The State's School Foundation Program is another major source of revenue for the District's General Fund. There has been great turmoil over the various formulas that have been used and the way the state legislative bodies chose to fund these various formulas. The Supreme Court of Ohio has directed the Ohio General Assembly to enact a school-funding plan that is thorough and efficient. However, the Court did not indicate any enforcement measures to ensure that the Ohio General Assembly completes the task of the direction given.

#### Long-term Financial Planning

As required by Ohio law, the District approved a five-year financial forecast of operational revenues and expenditures along with assumptions in October 2012. Revenues are expected to exceed expenditures for each of the forecasted fiscal years. A solid level of general fund unassigned fund balance is expected to be held throughout the forecasted fiscal years. Given the uncertainty of future state budgets, as well as local, state and national economic factors, years beyond fiscal year 2013 may deviate significantly from the forecast.

The diligence of the School District in managing long-term plans has become evident when you review the recent past fiscal-years along with the current forecasted future budgets. Knowing that the State average life of a new levy is three years, we have not been on the ballot for new operating funds since the spring of 2008. It is our intent to continue this initiative into the future by simply asking for renewals. In order for our annual revenue to continue to be above our annual expenditures, we will need to continue to consider further reductions whenever the opportunities rise.

**RECENT SIGNIFICANT ACCOMPLISHMENTS** -- The Piqua City School District academic profile released from the Ohio Department of Education for the 2011-2012 school year continues to show sustainable gains in student achievement. PCS obtained an "Excellent" rating for the third time in our history by meeting 25 out of 26 indicators on our report card from the Ohio Department of Education. PCS earned all fifth grade indicators for the first time in district history. We are in the top five rankings in reading and math at this level for 'like districts' and ranked at the top of the list in science for 'like districts' for grade five. Piqua High School statistics show a continuation of an ACT mean score of 21 with 54.4% of our graduates taking the test for 2012.

Collaborative leadership teams over recent years have targeted fifth grade indicator deficits successfully as demonstrated on the current local report card. Utilizing the annually updated PCS Strategic Plan, building goals have specifically addressed AYP and need continued focus on specific subgroup deficits using state data provided. PCS has fully implemented Northwest Evaluation Association (NWEA) student growth measurement at each grade level to ensure a typical year's growth for all students that leads to 'Above' Value Added performance. PCS has developed a professional development plan for grades 4-8 science teachers in coordination with Discovery Education to target 8<sup>th</sup> grade indicator deficits and sustain 5<sup>th</sup> grade indicator target student achievement performance levels.

## ***PIQUA CITY SCHOOL DISTRICT***

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### ***Letter of Transmittal***

***For the Fiscal Year Ended June 30, 2012***

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To address the “facilities” components of the strategic plan, the board of education approved resolutions to place a bond issue on the November 8, 2011 ballot which the community passed. Since passage district staff, along with the Ohio School Facilities Commission, Gilbane Building Company, and Fanning Howey Architecture Company has been in the design phase of the building project for two new primary schools to house preschool- third grade students and one new intermediate school to house fourth-sixth grade students. The schedule projects groundbreaking to commence spring of 2013 with completion January of 2015.

**MAJOR INITIATIVES FOR THE FUTURE** -- Student achievement continues to be the focal point for Piqua City Schools with strategies aimed at increasing rigor and relevance through 21<sup>st</sup> Century Skills focused on college and career readiness. The Rigor and Relevance Framework continues to be used throughout the district as a major component of the strategic plan to increase student achievement. Staff development focus continues on utilizing student achievement data and the Common Core to raise expectations for all students. State report card targets include Average Yearly Progress (AYP), Performance Index and Value Added. The recent district initiatives implemented to improve these areas include Career/College Readiness, College Board Springboard Language Arts, Response to Intervention (RTI) along with more differentiated use of Yearly Progress Pro (YPP) and Collins Writing. The Rigor/Relevance/Relationships Framework will continue to be strengthened in district classrooms with the intention of roles shifted from teacher-centered instruction to student-centered learning. Full classroom implementation of these initiatives by classroom teachers will be monitored by building principals aided by a newly designed walk through management instrument.

STEM (Science Technology Engineering and Mathematics) continues to be a focus with attention directed at increasing critical thinking, creativity and collaboration. Discovery Education has been partnered with to implement a professional development plan for intermediate and junior high science teachers to increase science instruction and achievement at grades four through eight. Recently added pre-engineering courses including Robotics, Engineering CAD I, CAD II and Electronics will continue to be developed with other like courses designed to enhance the Pre-Engineering department at Piqua High School. Dual enrollment courses in engineering will be explored in partnership with Ohio Northern University. Expansion of the Robotics course to the Piqua Junior High School is also being explored.

Piqua City Schools continues a partnership with the Ohio Department of Education as part of the National Race to the Top (RttT) program. RttT is centered on four areas: The Transformation Team and Communication, Standards and Assessments, Using Data to Improve Instruction, and Great Teachers and Leaders. Initiatives from these areas focused on research with the Common Core, technology integration for all students, and incorporation of Discovery Education into all classroom instruction. RttT initiatives continue for two more years with total grant funding from the Ohio Department of Education set at \$536,000.

# ***PIQUA CITY SCHOOL DISTRICT***

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***Letter of Transmittal  
For the Fiscal Year Ended June 30, 2012***

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## **Piqua City Schools Strategic Plan for 2012-2015**

Mission Statement- The faculty, staff, administration and parents of the Piqua City Schools accept the responsibility to provide our students with the best possible opportunities for the intellectual, moral and physical development necessary to become informed, ethical and responsible 21<sup>st</sup> Century citizens.

### Academic Performance

Goal: By 2015 all students will reach high standards of Mastery, attaining proficiency or better

Objectives:

To build the academic expectations and foundation for students to obtain the highest rating from the State of Ohio

Transition to the Common Core State Standards, 2012-2013 for Grades 9-12 Social Studies and 2013-2014 for K-12 Science

To continue utilizing data to drive instruction and monitor student levels of Mastery and individual growth

Apply co-ownership strategies with classroom teachers and support staff to strengthen instructional opportunities that increase Value-Added results for students at all performance levels

To meet Adequate Yearly Progress for all students

### Facilities

Goal: By 2015 complete the OSFC project and continue to monitor all facilities to support academic performance

Objectives:

To complete and commission the PHS HVAC System Renovation by June 30, 2013

To work with the OSFC to ensure that construction is aligned with district and community needs

To develop plans for decommissioning buildings and the reuse or sale of abandoned sites or buildings

To develop plans for the sale and/or disposal of out dated equipment and materials

To ensure purchases made during the transition period can be utilized within the projected district facilities

### Staff

Goal: By 2015 the district will develop & implement processes to realign staff & continue to provide professional development in content, instructional practices, state standards, data & assessments

Objectives:

To maximize teacher interaction & student engagement by increasing skills in creativity, critical thinking, communication collaboration and STEM (Science/Technology/Engineering/Math) to advance career and college readiness

## *PIQUA CITY SCHOOL DISTRICT*

---

### *Letter of Transmittal*

*For the Fiscal Year Ended June 30, 2012*

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Apply Rigor/Relevance/Relationships Framework in district classrooms where roles shift from teacher-centered instruction to student-centered learning which leads to mastery  
To provide staff development for all staff to reinforce relevant goals promoting student academic performance  
To recognize & celebrate staff contributions & accomplishments to promote positive staff relations  
By Spring 2014 a plan will be formed to guide the process of staff realignment

### School/Community Relations

Goal: By 2015 staff, parents & community involvement will be increased in support of student learning

Objectives:

To provide wide range opportunities for volunteerism  
To further develop quality school/business/organization partnerships to provide opportunities for students  
To increase information flow with community members  
To regularly apply in all classrooms character education, positive behavior systems and expectations in partnership with students, families and community  
To communicate through a variety of formats the progress of all facility improvement processes

### Finance

Goal: By 2015 continue sound conservative fiscal forecasting and management will be utilized to operate with the resources available

Objectives:

To provide great schools at a great value and continue to be good stewards of taxpayer money  
To focus spending on classroom instruction and students  
To be transparent in financial dealings  
To participate in external audits beyond state requirements

# ***PIQUA CITY SCHOOL DISTRICT***

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***Letter of Transmittal  
For the Fiscal Year Ended June 30, 2012***

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## **ACCOUNTING INFORMATION**

**ACCOUNTING SYSTEM** -- The District's accounting system is organized on a fund basis. Each fund is a separate self-balancing accounting entity. The 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. Proprietary and fiduciary funds use the accrual basis of accounting.

**INTERNAL CONTROLS** -- The Treasurer of the District is responsible for establishing an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The Management Team is responsible for assisting with implementation of the established internal controls.

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; and (2) the valuation of cost and benefit requires estimates and judgments by management.

**SINGLE AUDIT** -- As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation and audit by the Treasurer, Management Team and staff of the District.

As a part of the District's single audit, tests are made to determine the adequacy of the internal control structure, including that portion relating to federal financial assistance programs, as well as to verify that the District has complied with applicable laws and regulations.

**BUDGETARY CONTROLS** -- All governmental fund types are subject to annual expenditure budgets. The procedures below outline the District's budgetary procedures:

A tax budget of estimated cash receipts and disbursements is submitted to the county auditor as secretary of the county budget commission by January 20 of each year for the fiscal year commencing the following July 1. The District's Board of Education (the Board) adopts the tax budget at its January Organizational Meeting.

The county budget commission certifies its actions to the District by March 1. As part of this certification, the District receives the official certificate of estimated resources which states the projected receipts of each fund. On or about July 1, this certificate is amended to include any unencumbered balances from the preceding year.

## **PIQUA CITY SCHOOL DISTRICT**

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### ***Letter of Transmittal For the Fiscal Year Ended June 30, 2012***

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An annual appropriations measure is passed upon receipt of the county auditor's final tax revenue estimates, in October or November of each year for the period July 1 to June 30. Unencumbered appropriations lapse at year-end and encumbered appropriations are reported as expenditures in the current year. The Board adopts temporary appropriations at its June Board meeting to cover expenditures until the adoption of the permanent appropriations. The appropriations measure may be amended or supplemented during the year as new information becomes available. Individual buildings and/or departments are given building budgeting funds for instructional supplies, custodial supplies, meeting and mileage expenses, and equipment. Buildings and/or departments may move funds within their budgets with approval of the Superintendent and Treasurer. Appropriations may not exceed estimated resources and expenditures may not exceed appropriations in any fund.

Additionally, the District maintains an encumbrance accounting system as a useful technique of accomplishing budgetary control. Under encumbrance accounting, purchase orders, contracts and other commitments for expenditures of funds are recorded in order to reserve that portion of the applicable appropriation.

### **OTHER INFORMATION**

**INDEPENDENT AUDIT** -- State statutes require an annual audit. Millhuff-Stang, CPA, Inc. conducted the audit for the fiscal year ended June 30, 2012. The auditor's unqualified opinion on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

**NOTES TO THE BASIC FINANCIAL STATEMENTS** -- The notes to the basic financial statements which follow the basic financial statements contain additional information and are an integral part of such statements.

**AWARDS** -- The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to those governmental entities who qualify.

To be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents satisfy all program standards. The report must satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements respective to the reporting entity. A Certificate of Achievement is valid for a period of one year only. The District has received a Certificate of Achievement for the last fifteen consecutive years (fiscal years ended 1997-2011). We believe this current Comprehensive Annual Financial Report meets the high standards set by the GFOA for a Certificate of Achievement for Excellence in Financial Reporting and we are submitting it to GFOA.

## *PIQUA CITY SCHOOL DISTRICT*

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*Letter of Transmittal  
For the Fiscal Year Ended June 30, 2012*

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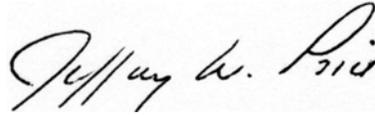
**ACKNOWLEDGMENTS** -- The preparation of this Comprehensive Annual Financial Report was made possible by the diligence of the Treasurer's staff under the coordination of Sarah Deavours, Assistant to the Treasurer. We are also grateful for the services of Donald J. Schonhardt & Associates, Inc. for their assistance in preparing this report. We truly appreciate the contribution made by each staff member in the preparation of this report.

In closing, without the patience and support of the Treasurer's Office Staff, the Administrative Team and the Board of Education, preparation of this report would not have been possible.

Respectfully submitted,



Richard A. Hanes, Superintendent



Jeffrey W. Price, Treasurer

# ***PIQUA CITY SCHOOL DISTRICT***

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## ***Members of the Board of Education, Superintendent of Schools and Treasurer For the Fiscal Year Ended June 30, 2012***

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### ***Members of the Board of Education***

The Board of Education is a body politic and corporate with the responsibility of managing and controlling affairs of the District and is, together with the District, governed by laws of the State of Ohio. The Board is comprised of five members who are elected for overlapping four-year terms. The members of the Board of Education of the Piqua City School District, during the current fiscal year, are:

<b>December 2011 Board</b>	<b>Began Service as A Board Member</b>	<b>Present Term Expires</b>
Bob Luby, President	January 2006	December 31, 2013
Lori Webster, Vice President	September 2002	December 31, 2015
Mimi Crawford	January 2006	December 31, 2013
Andy Hite	January 2006	December 31, 2013
Marjorie Zimpher	January 2004	December 31, 2011

<b>December 2012 Board</b>	<b>Began Service as A Board Member</b>	<b>Present Term Expires</b>
Bob Luby, President	January 2006	December 31, 2013
Andy Hite, Vice President	September 2002	December 31, 2013
Mimi Crawford	January 2006	December 31, 2013
Frank Patrizio	January 2012	December 31, 2015
Lori Webster	January 2004	December 31, 2015

### ***Superintendent of Schools***

The Superintendent is the executive officer of the District and is responsible for administering policies adopted by the Board of Education. The Superintendent is expected to provide leadership in all phases of policy formulation and is the chief advisor to the Board on all aspects of the educational program and total operation of the District. The Board appointed Mr. Richard A. Hanes, Superintendent of the Piqua City School District effective April 16, 2007. His term of office expires on July 31, 2015.

### ***Treasurer***

The Treasurer serves as the fiscal officer of the District and, with the Board President, executes all conveyances made by the Board of Education. The Treasurer, Jeffrey Price has held the position since August, 2004. His term expires on July 31, 2014.

# **PIQUA CITY SCHOOL DISTRICT**

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## ***Management Team Members and Treasurer's Office Staff For the Fiscal Year Ended June 30, 2012***

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### ***Management Team Members***

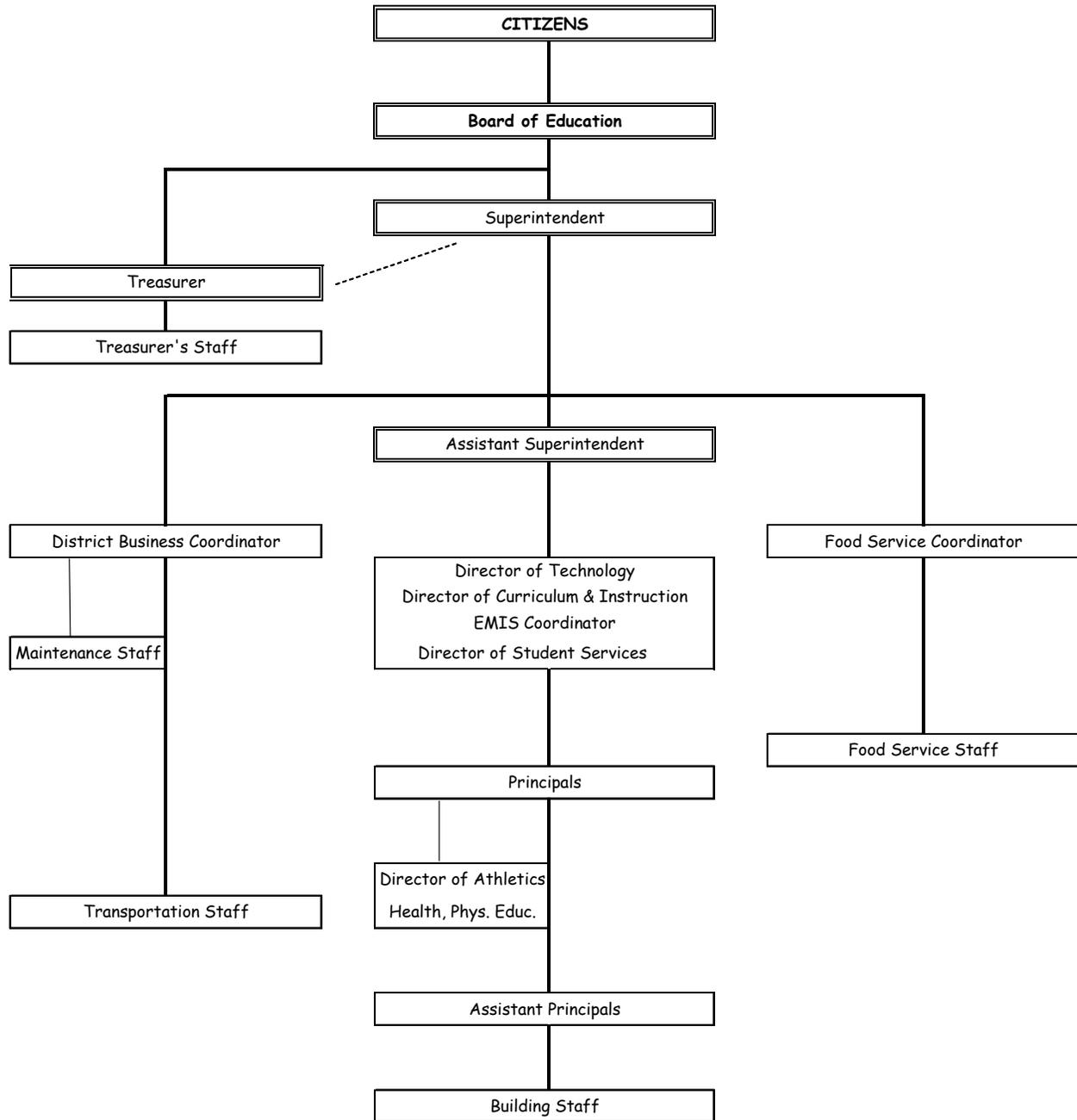
Richard A. Hanes	Superintendent of Schools
Jeffrey W. Price	Treasurer
Brad Hall	Assistant Superintendent
Jean Hill	EMIS Coordinator
Roger Ely	District Business Coordinator
Dave Palmer	Athletic Director
Terri Meyer	Food Service Coordinator
Neil Long, Dwayne Thompson	Director of Curriculum and Instruction
Jim Conley	District Technology Coordinator
Kimberly Piper	Director of Student Services
Thomas Roeser, Ph.D.	School Psychologist
Daryl Boyd	School Psychologist
Andrea Austin	School Psychologist
Tony Lyons	Principal, Piqua High School
Darrell Hite	Assistant Principal, Piqua High School
Chad Haemmerle	Assistant Principal, Piqua High School
Jeff Clark	Principal, Piqua Junior High School
Chad Albers	Assistant Principal, Piqua Junior High School
Mindy Gearhardt	Principal, Favorite Hill Primary School
Teresa Anderson	Principal, High Street Primary School
Loretta Henderson	Principal, Nicklin Learning Center
Molly Hay	Principal, Springcreek Primary School
Jonathon Amlin	Principal, Washington Intermediate School
Dan Hake	Principal, Bennett Intermediate School
Curt Montgomery	Principal, Wilder Intermediate School

### ***Treasurer's Office Staff***

Sarah Deavours	Assistant to the Treasurer
Karen Magoteaux	Budgetary/Financial Clerk
Ami Fashner	Payroll Clerk

# PIQUA CITY SCHOOL DISTRICT

## School District Organizational Chart For the Fiscal Year Ended June 30, 2012



## ***PIQUA CITY SCHOOL DISTRICT***

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***Job Description Listing  
For the Fiscal Year Ended June 30, 2012***

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<b>Position:</b>	<b>Responsible To:</b>
Superintendent	Board of Education
Treasurer	Board of Education
Assistant Superintendent	Superintendent
District Business Coordinator	Superintendent
Director – Technology	Superintendent and Assistant Superintendent
Director - Curriculum and Instruction	Superintendent and Assistant Superintendent
Director - Student Services	Superintendent and Assistant Superintendent
Food Service Director	Superintendent
Principal (Sr. High, Jr. High, Elem.)	Superintendent and Assistant Superintendent
Assistant Senior High School Principal	Senior High School Principal
Assistant Junior High School Principal	Junior High School Principal
Director - Health, P.E. and Interscholastic Athletics	Superintendent and Assistant Superintendent Athletics - Secondary Principals
School Psychologist	Assistant Superintendent and Director of Student Services
Speech, Language and Hearing Therapist	Assistant Superintendent and Director of Student Services
Teacher	Building Principal
Guidance Counselor	Building Principal and Director of Student Services
School Nurse	Assistant Superintendent and Director of Student Services
Substitute Teacher	Building Principal
Assistant to Treasurer, Payroll Clerk	Treasurer
Budgetary Clerk, Financial Clerk	Treasurer
Secretary	Immediate Supervisor
Head Cook	Building Principal, Food Service Coordinator
Assistant Head Cook, Cook, Sub Cook	Head Cook
Bus Driver, Substitute Bus Driver	District Business Coordinator
Bus Mechanic	District Business Coordinator
Custodian, Sub Custodian	District Business Coordinator/ Building Principal
Library Aide	Building Principal/Director of Technology
Classroom Aide	Building Principal/Assigned Teacher
Study Hall Aide	Building Principal/Assistant Principal

**PIQUA CITY SCHOOL DISTRICT**

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*Government Finance Officers Association of the United States and Canada  
Certificate of Achievement for Excellence in Financial Reporting*

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**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Piqua City Schools  
Ohio**

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

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. Danison*

President

*Jeffrey R. Emer*

Executive Director

*PIQUA CITY SCHOOL DISTRICT*

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## *FINANCIAL SECTION*

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**Independent Auditor's Report**

Board of Education  
Piqua City School District  
719 East Ash Street  
Piqua, Ohio 45356

We have audited the accompanying financial statements of the governmental activities, business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of Piqua City School District, Miami County, (the District) as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Piqua City School District, Miami County, as of June 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective 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 19, 2012 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 12 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting 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 assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section and statistical tables are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.



Natalie Millhuff-Stang, CPA  
President/Owner  
Millhuff-Stang, CPA, Inc.

December 19, 2012

# PIQUA CITY SCHOOL DISTRICT

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*Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2012*

*Unaudited*

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The discussion and analysis of Piqua City School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2012. 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 financial performance.

## **FINANCIAL HIGHLIGHTS**

Key financial highlights for 2012 are as follows:

- ❑ In total, net assets increased \$27,390,314. Net assets of governmental activities increased \$27,218,974, which represents an 87% increase from 2011. Net assets of business-type activities increased \$171,340, which represents a 12% increase from 2011.
- ❑ General revenues accounted for \$33,563,124, or 51% of all revenues. Program specific revenues in the form of charges for services and sales and grants and contributions accounted for \$31,881,362 or 49% of total revenues of \$65,444,486.
- ❑ The District had \$36,280,071 in expenses related to governmental activities; only \$29,935,921 of these expenses were offset by program specific charges for services and sales, grants or contributions. General revenues (primarily taxes) of \$33,563,124 were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$30,244,668 in revenues and \$29,356,866 in expenditures. The general fund's fund balance increased from a balance of \$6,909,944 to an ending balance of \$7,782,803.
- ❑ Net assets of the enterprise fund increased \$181,586.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of three parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining statements* for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the District.

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the District's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the District, reporting the District's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

# PIQUA CITY SCHOOL DISTRICT

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*Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2012*

*Unaudited*

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## **Government-wide Statements**

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net assets and how they have changed. Net assets (the difference between the District's assets and liabilities) is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District you need to consider additional nonfinancial factors such as the property tax base, current property tax laws, student enrollment growth and facility conditions.

The government-wide financial statements of the District are divided into two categories:

- 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.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The District's food service fund is reported as business-type activities.

## **Fund Financial Statements**

The fund financial statements provide more detailed information about the District's most significant funds, not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes.

**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.

## PIQUA CITY SCHOOL DISTRICT

**Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2012**

**Unaudited**

**Proprietary Funds** – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

**Fiduciary Funds** – The District is the trustee, or fiduciary, for various student managed activity programs, various scholarship programs and other items listed as agency and private purpose. It is also responsible for other assets that, due to a trust arrangement can only be used for the trust beneficiaries. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets. We exclude these activities from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

### FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE

The following table provides a summary of the District's net assets for 2012 compared to 2011:

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$86,174,776	\$31,093,076	\$1,464,552	\$1,286,991	\$87,639,328	\$32,380,067
Capital assets, Net	29,352,193	26,861,298	297,028	315,934	29,649,221	27,177,232
Total assets	<u>115,526,969</u>	<u>57,954,374</u>	<u>1,761,580</u>	<u>1,602,925</u>	<u>117,288,549</u>	<u>59,557,299</u>
Long-term Liabilities	42,604,222	13,737,294	74,244	73,710	42,678,466	13,811,004
Current and other liabilities	14,396,980	12,910,287	118,720	131,939	14,515,700	13,042,226
Total liabilities	<u>57,001,202</u>	<u>26,647,581</u>	<u>192,964</u>	<u>205,649</u>	<u>57,194,166</u>	<u>26,853,230</u>
Net assets						
Invested in capital assets, net of related debt	19,340,046	18,928,936	297,028	315,934	19,637,074	19,244,870
Restricted	30,221,628	4,510,541	0	0	30,221,628	4,510,541
Unrestricted	<u>8,964,093</u>	<u>7,867,316</u>	<u>1,271,588</u>	<u>1,081,342</u>	<u>10,235,681</u>	<u>8,948,658</u>
Total net assets	<u>\$58,525,767</u>	<u>\$31,306,793</u>	<u>\$1,568,616</u>	<u>\$1,397,276</u>	<u>\$60,094,383</u>	<u>\$32,704,069</u>

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## PIQUA CITY SCHOOL DISTRICT

**Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2012**

**Unaudited**

Changes in Net Assets – The following table shows the changes in net assets for the fiscal year 2012 compared to 2011:

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
<b>Revenues</b>						
Program revenues:						
Charges for Services and Sales	\$689,498	\$767,324	\$536,698	\$546,857	\$1,226,196	\$1,314,181
Operating Grants	3,452,569	4,526,847	1,408,743	1,399,062	4,861,312	5,925,909
Capital Grants	25,793,854	0	0	0	25,793,854	0
<b>Total Program Revenues</b>	<b>29,935,921</b>	<b>5,294,171</b>	<b>1,945,441</b>	<b>1,945,919</b>	<b>31,881,362</b>	<b>7,240,090</b>
General Revenues:						
Property Taxes	12,153,839	11,666,794	0	0	12,153,839	11,666,794
Income Taxes	4,922,054	4,724,090	0	0	4,922,054	4,724,090
Intergovernmental, Unrestricted	15,954,919	14,444,884	0	0	15,954,919	14,444,884
Other	532,312	550,257	0	0	532,312	550,257
<b>Total General Revenues</b>	<b>33,563,124</b>	<b>31,386,025</b>	<b>0</b>	<b>0</b>	<b>33,563,124</b>	<b>31,386,025</b>
<b>Total Revenues</b>	<b>63,499,045</b>	<b>36,680,196</b>	<b>1,945,441</b>	<b>1,945,919</b>	<b>65,444,486</b>	<b>38,626,115</b>
<b>Program Expenses</b>						
Instruction	22,684,939	21,406,030	0	0	22,684,939	21,406,030
Support Services:						
Pupils	1,335,557	1,491,789	0	0	1,335,557	1,491,789
Instructional Staff	2,120,361	2,034,765	0	0	2,120,361	2,034,765
Board of Education	24,845	23,825	0	0	24,845	23,825
Administration	2,291,914	2,390,523	0	0	2,291,914	2,390,523
Fiscal Services	658,690	629,529	0	0	658,690	629,529
Business	6,432	2,338	0	0	6,432	2,338
Operation and Maintenance of Plant	2,775,724	3,018,583	0	0	2,775,724	3,018,583
Pupil Transportation	1,722,426	1,522,099	0	0	1,722,426	1,522,099
Central	302,710	269,213	0	0	302,710	269,213
Operation of Non-Instructional Services	257,682	301,869	0	0	257,682	301,869
Extracurricular Activities	875,739	915,886	0	0	875,739	915,886
Interest and Fiscal Charges	1,223,052	493,346	0	0	1,223,052	493,346
Food Service	0	0	1,774,101	1,677,921	1,774,101	1,677,921
<b>Total Expenses</b>	<b>36,280,071</b>	<b>34,499,795</b>	<b>1,774,101</b>	<b>1,677,921</b>	<b>38,054,172</b>	<b>36,177,716</b>
<b>Change in Net Assets</b>	<b>27,218,974</b>	<b>2,180,401</b>	<b>171,340</b>	<b>267,998</b>	<b>27,390,314</b>	<b>2,448,399</b>
Beginning Net Assets	31,306,793	29,126,392	1,397,276	1,129,278	32,704,069	30,255,670
Ending Net Assets	<u>\$58,525,767</u>	<u>\$31,306,793</u>	<u>\$1,568,616</u>	<u>\$1,397,276</u>	<u>\$60,094,383</u>	<u>\$32,704,069</u>

### **Governmental Activities**

Net assets of the District's governmental activities increased \$27,218,974. Ohio School Facilities Commission grants for construction of three new schools, including two grades PK-3 primary buildings and one grades 4-6 intermediate building resulted in the increase in capital grants and contributions. Overall, expenses remained stable, increasing 5%.

## ***PIQUA CITY SCHOOL DISTRICT***

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***Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2012***

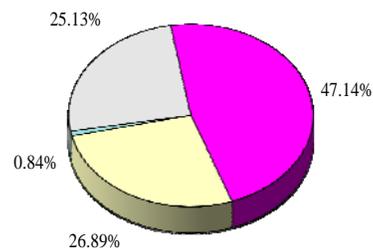
***Unaudited***

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by the 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. However, the assessed millage cannot be reduced below 20 mills, according to state statutes. The District's assessed millage has already been reduced to the 20 mill floor. Consequently, the District will receive some increased revenues as property values increase with reappraisals.

The District also receives an income tax, which is based on 1.25% of all salaries, wages, commissions and other compensation and on net profits earned from residents living within the District.

Property taxes and income taxes made up 19% and 8% respectively of revenues for governmental activities for Piqua City Schools in fiscal year 2012. The District's reliance upon tax revenues is demonstrated by the following graph indicating 27% of total revenues from general tax revenues:

Revenue Sources	2012	Percent of Total
General Grants	\$15,954,919	25.13%
Program Revenues	29,935,921	47.14%
General Tax Revenues	17,075,893	26.89%
General Other	532,312	0.84%
Total Revenue	<u>\$63,499,045</u>	<u>100.00%</u>



### ***Business-Type Activities***

Net assets of the business-type activities increased \$171,340 or approximately 12%. These programs had revenues of \$1,945,441 and expenses of \$1,774,101 for fiscal year 2012. Business-type activities receive no support from tax revenues and remain self-supporting. The increase in expenses can be attributed to increases in materials and supplies.

## PIQUA CITY SCHOOL DISTRICT

*Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2012*

*Unaudited*

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

The District's governmental funds reported a combined fund balance of \$42,900,846, which is above last year's total of \$13,926,039. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2012 and 2011.

	Fund Balance June 30, 2012	Fund Balance June 30, 2011	Increase (Decrease)
General	\$7,782,803	\$6,909,944	\$872,859
Bond Retirement	2,186,831	924,162	1,262,669
OSFC Construction	29,206,408	0	29,206,408
Other Governmental	3,724,804	6,091,933	(2,367,129)
<b>Total</b>	<b>\$42,900,846</b>	<b>\$13,926,039</b>	<b>\$28,974,807</b>

*Bond Retirement Fund* – The Bond Retirement Fund balance increased significantly from fiscal 2011 to fiscal 2012. This can mostly be attributed to the collection of a 4.92 mill levy passed on November 8, 2011 which will provide the local share needed to construct two new pre-kindergarten to third grade buildings and one fourth through sixth grade building.

*Ohio School Facilities Commission Construction Fund* – The Ohio School Facilities Commission Construction (OSFC) fund is reporting State grant monies and debt proceeds to be used for the construction of two new pre-kindergarten to third grade buildings and one fourth through sixth grade building.

*General Fund* – The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2012 Revenues	2011 Revenues	Increase (Decrease)
Taxes	\$13,993,224	\$14,467,918	(\$474,694)
Tuition	2,980	3,980	(1,000)
Transportation Fees	51,565	49,763	1,802
Investment Earnings	(10,465)	277,652	(288,117)
Extracurricular Activities	172,789	163,294	9,495
Class Materials and Fees	117,947	124,656	(6,709)
Intergovernmental - State	15,484,478	13,911,090	1,573,388
Intergovernmental - Federal	113,446	136,729	(23,283)
All Other Revenue	318,704	153,592	165,112
<b>Total</b>	<b>\$30,244,668</b>	<b>\$29,288,674</b>	<b>\$955,994</b>

## *PIQUA CITY SCHOOL DISTRICT*

*Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2012*

*Unaudited*

General Fund revenues in 2012 increased approximately 3% when compared to revenues in fiscal year 2011. A decrease in the amount of property tax available for advance resulted in a decrease in property tax revenues.

	2012 Expenditures	2011 Expenditures	Increase (Decrease)
Instruction	\$18,553,423	\$16,782,116	\$1,771,307
Supporting Services:			
Pupils	1,230,031	1,287,892	(57,861)
Instructional Staff	1,878,697	1,969,695	(90,998)
Board of Education	24,845	23,825	1,020
Administration	2,281,645	2,310,451	(28,806)
Fiscal Services	603,397	591,629	11,768
Business	6,432	2,338	4,094
Operation & Maintenance of Plant	2,732,303	2,966,365	(234,062)
Pupil Transportation	1,390,766	1,367,494	23,272
Central	278,328	245,247	33,081
Extracurricular Activities	376,999	390,288	(13,289)
Total	\$29,356,866	\$27,937,340	\$1,419,526

General fund expenditures increased \$1,419,526 or 5%. Operation and Maintenance of Plant decreased due to decreases in costs for salaries and utilities. Decreased utility costs were the result of a mild winter, while the decrease in salaries can be attributed to attrition.

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

During the course of fiscal year 2012 the District amended its General Fund budget several times. Actual budget basis revenue of \$30.2 million was not significantly different from original or final budget estimates. Final budget basis expenditures were 2% more than original budget estimates. Final budgeted and actual budget basis expenditures were not significantly different.

## PIQUA CITY SCHOOL DISTRICT

*Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2012*

*Unaudited*

### CAPITAL ASSETS AND DEBT ADMINISTRATION

#### *Capital Assets*

At the end of fiscal year 2012 the School District had \$29,649,221 net of accumulated depreciation invested in land, construction in progress, buildings, improvements, equipment and vehicles. Of this total, \$29,352,193 was related to governmental activities and \$297,028 to the business-type activities. The following table shows fiscal year 2012 and 2011 balances:

	Governmental Activities		Increase (Decrease)
	2012	2011	
Land	\$317,561	\$323,722	(\$6,161)
Construction in Progress	4,083,191	855,230	3,227,961
Land Improvements	2,755,042	2,956,449	(201,407)
Buildings and Improvements	31,546,898	31,568,608	(21,710)
Machinery and Equipment	4,587,404	4,511,594	75,810
Vehicles	2,491,082	2,409,492	81,590
Less: Accumulated Depreciation	(16,428,985)	(15,763,797)	(665,188)
Totals	\$29,352,193	\$26,861,298	\$2,490,895

	Business-Type Activities		Increase (Decrease)
	2012	2011	
Machinery and Equipment	\$946,919	\$947,283	(\$364)
Less: Accumulated Depreciation	(649,891)	(631,349)	(18,542)
Totals	\$297,028	\$315,934	(\$18,906)

An HVAC project at Piqua High School contributed to the increase in construction in progress. Additional information on the District's capital assets can be found in Note 8.

## **PIQUA CITY SCHOOL DISTRICT**

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**Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2012**

**Unaudited**

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### **Debt**

At June 30, 2012, the District had \$36.5 million in bonds outstanding, \$1,395,000 due within one year. In addition, the District had \$3.77 million in certificates of participation outstanding. The following table summarizes the District's long term obligations as of June 30, 2012 and 2011:

	<u>2012</u>	<u>2011</u>
Governmental Activities:		
General Obligation Bonds:		
School Improvement Refunding	\$7,063,120	\$7,672,565
School Facility Construction	29,391,265	0
Certificates of Participation	3,770,000	3,770,000
Compensated Absences	<u>2,379,837</u>	<u>2,294,729</u>
Total Governmental Activities	42,604,222	13,737,294
Business-Type Activities:		
Compensated Absences	<u>74,244</u>	<u>73,710</u>
Totals	<u><u>\$42,678,466</u></u>	<u><u>\$13,811,004</u></u>

Under current state statutes, the District's general obligation bonded debt issues are subject to a legal limitation based on 9% of the total assessed value of real and personal property. At June 30, 2012, the School District's overall legal debt margin was below the legal limit. Additional information on the District's long-term debt can be found in Note 12.

### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

Like most public school districts in Ohio, the Piqua City School District relies on its property and income taxes along with state and federal aid to provide the funds necessary to maintain its educational programs. In recent years residential growth in Piqua has been for the most part nonexistent, the economy of the community has been impacted by the national, state and local economic pressures and the school district income tax has been affected by a stagnant economy. As a result, the school district has been forced to reduce costs. The Board of Education's willingness to confront difficult decisions regarding the instructional programs and staffing coupled with the community's willingness to provide additional funding has resulted in the stabilization of the District's financial condition.

In order to maintain the District's commitment to a strong educational program, we asked our community to renew our expiring 5 year emergency levy on November 4, 2008. The approval of this levy renewal allows Piqua City Schools to maintain our Commitment to Excellence. The Board placed a renewal of its 5 year permanent improvement levy on the ballot on November 3, 2009. The community continued to show its support toward the District with the approval of both of these issues. On November 8, 2011 voters passed a 4.92 mill levy which will provide the local share needed to construct two new pre-kindergarten to third grade buildings and one fourth through sixth grade building.

Once again the state foundation dollars are now flowing through a new formula. This formula is known as the Bridge Formula. At this point, it is our understanding there will be yet another new formula that will be released before the end of the fiscal year 2013. We have been told that details will be released about this new funding formula when the current Governor releases his Budget in February 2013.

In conclusion, the Piqua City School District has committed itself to financial excellence for many years.

# ***PIQUA CITY SCHOOL DISTRICT***

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***Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2012***

***Unaudited***

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## **REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Jeffrey Price, Treasurer of Piqua City School District.

**PIQUA CITY SCHOOL DISTRICT**

**Statement of Net Assets**  
**June 30, 2012**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>Component Unit Piqua Education Foundation</b>
<b>Assets:</b>				
Pooled Cash and Investments	\$ 47,239,877	\$ 1,141,828	\$ 48,381,705	\$ 0
Cash and Cash Equivalents	0	0	0	91,388
Investments	0	0	0	2,677,147
Receivables:				
Taxes	14,140,184	0	14,140,184	0
Accounts	0	0	0	13,095
Intergovernmental	25,025,518	0	25,025,518	0
Interest	1,014	0	1,014	0
Internal Balance	(293,620)	293,620	0	0
Inventory of Supplies at Cost	1,533	29,104	30,637	0
Restricted Assets:				
Cash and Cash Equivalents	0	0	0	364,161
Cash with Fiscal Agent	762	0	762	0
Unamortized Bond Issuance Cost	59,508	0	59,508	0
Non-Depreciable Capital Assets	4,400,752	0	4,400,752	0
Depreciable Capital Assets, Net	24,951,441	297,028	25,248,469	0
<b>Total Assets</b>	<b>115,526,969</b>	<b>1,761,580</b>	<b>117,288,549</b>	<b>3,145,791</b>
<b>Liabilities:</b>				
Accounts Payable	1,024,350	229	1,024,579	883
Accrued Wages and Benefits	2,854,602	68,596	2,923,198	0
Intergovernmental Payable	622,255	49,895	672,150	0
Scholarships Payable	0	0	0	235,750
Matured Bonds and Interest Payable	762	0	762	0
Unearned Revenue	9,672,861	0	9,672,861	5,500
Accrued Interest Payable	222,150	0	222,150	0
Long Term Liabilities:				
Due Within One Year	1,857,701	6,390	1,864,091	0
Due in More Than One Year	40,746,521	67,854	40,814,375	0
<b>Total Liabilities</b>	<b>57,001,202</b>	<b>192,964</b>	<b>57,194,166</b>	<b>242,133</b>
<b>Net Assets:</b>				
Invested in Capital Assets, Net of Related Debt	19,340,046	297,028	19,637,074	0
Restricted For:				
Capital Projects	27,756,367	0	27,756,367	0
Debt Service	2,070,747	0	2,070,747	0
Scholarships Payable	0	0	0	128,411
Other Purposes	328,593	0	328,593	0
Permanent Fund:				
Expendable	21,002	0	21,002	0
Nonexpendable	44,919	0	44,919	0
Unrestricted	8,964,093	1,271,588	10,235,681	2,775,247
<b>Total Net Assets</b>	<b>\$ 58,525,767</b>	<b>\$ 1,568,616</b>	<b>\$ 60,094,383</b>	<b>\$ 2,903,658</b>

See accompanying notes to the basic financial statements

# PIQUA CITY SCHOOL DISTRICT

## Statement of Activities For the Fiscal Year Ended June 30, 2012

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities:</b>				
Instruction	\$ 22,684,939	\$ 293,716	\$ 2,699,743	\$ 25,793,854
Support Services:				
Pupils	1,335,557	35	95,275	0
Instructional Staff	2,120,361	0	202,418	0
Board of Education	24,845	0	0	0
Administration	2,291,914	0	9,371	0
Fiscal Services	658,690	0	0	0
Business	6,432	0	0	0
Operation and Maintenance of Plant	2,775,724	0	0	0
Pupil Transportation	1,722,426	51,565	0	0
Central	302,710	0	16,200	0
Operation of Non-Instructional Services	257,682	0	238,677	0
Extracurricular Activities	875,739	344,182	0	0
Interest and Fiscal Charges	1,223,052	0	190,885	0
<b>Total Governmental Activities</b>	<u>36,280,071</u>	<u>689,498</u>	<u>3,452,569</u>	<u>25,793,854</u>
<b>Business-Type Activities:</b>				
Food Service	1,774,101	536,698	1,408,743	0
<b>Total Business-Type Activities</b>	<u>1,774,101</u>	<u>536,698</u>	<u>1,408,743</u>	<u>0</u>
<b>Total Primary Government</b>	<u>\$ 38,054,172</u>	<u>\$ 1,226,196</u>	<u>\$ 4,861,312</u>	<u>\$ 25,793,854</u>
<b>Component Unit:</b>				
Piqua Education Foundation	\$ 244,188	\$ 0	\$ 0	
<b>Total Component Unit</b>	<u>\$ 244,188</u>	<u>\$ 0</u>	<u>\$ 0</u>	

### General Revenues

#### Taxes:

- Property Taxes levied for: General Purposes
- Property Taxes levied for: Facilities Maintenance
- Property Taxes levied for: Debt Service
- Property Taxes levied for: Capital Outlay
- Income Taxes

Intergovernmental, Unrestricted

Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements

**PIQUA CITY SCHOOL DISTRICT**

Net (Expense) Revenue and Changes in Net Assets			Component Unit
Governmental Activities	Business-Type Activities	Total	Piqua Education Foundation
\$ 6,102,374	\$ 0	\$ 6,102,374	
(1,240,247)	0	(1,240,247)	
(1,917,943)	0	(1,917,943)	
(24,845)	0	(24,845)	
(2,282,543)	0	(2,282,543)	
(658,690)	0	(658,690)	
(6,432)	0	(6,432)	
(2,775,724)	0	(2,775,724)	
(1,670,861)	0	(1,670,861)	
(286,510)	0	(286,510)	
(19,005)	0	(19,005)	
(531,557)	0	(531,557)	
(1,032,167)	0	(1,032,167)	
<u>(6,344,150)</u>	<u>0</u>	<u>(6,344,150)</u>	
0	171,340	171,340	
<u>0</u>	<u>171,340</u>	<u>171,340</u>	
<u>(6,344,150)</u>	<u>171,340</u>	<u>(6,172,810)</u>	
			\$ (244,188)
			<u>(244,188)</u>
9,013,333	0	9,013,333	0
144,359	0	144,359	0
2,065,576	0	2,065,576	0
930,571	0	930,571	0
4,922,054	0	4,922,054	0
15,954,919	0	15,954,919	0
95,818	0	95,818	(9,186)
436,494	0	436,494	187,139
<u>33,563,124</u>	<u>0</u>	<u>33,563,124</u>	<u>177,953</u>
27,218,974	171,340	27,390,314	(66,235)
<u>31,306,793</u>	<u>1,397,276</u>	<u>32,704,069</u>	<u>2,969,893</u>
<u>\$ 58,525,767</u>	<u>\$ 1,568,616</u>	<u>\$ 60,094,383</u>	<u>\$ 2,903,658</u>

**PIQUA CITY SCHOOL DISTRICT**

**Balance Sheet  
Governmental Funds  
June 30, 2012**

	General	Bond Retirement	OSFC Construction	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>					
Pooled Cash and Investments	\$ 8,059,616	\$ 1,781,304	\$ 30,058,631	\$ 3,843,309	\$ 43,742,860
Receivables:					
Taxes	10,459,661	2,601,923	0	1,078,600	14,140,184
Intergovernmental	62,127	0	24,900,854	62,537	25,025,518
Interest	1,014	0	0	0	1,014
Inventory of Supplies at Cost	1,533	0	0	0	1,533
Restricted Assets:					
Cash with Fiscal Agent	0	762	0	0	762
<b>Total Assets</b>	<b>\$ 18,583,951</b>	<b>\$ 4,383,989</b>	<b>\$ 54,959,485</b>	<b>\$ 4,984,446</b>	<b>\$ 82,911,871</b>
<b>Liabilities:</b>					
Accounts Payable	\$ 57,826	\$ 0	\$ 852,223	\$ 114,301	\$ 1,024,350
Accrued Wages and Benefits	2,696,820	0	0	157,782	2,854,602
Intergovernmental Payable	577,811	0	0	44,444	622,255
Matured Bonds and Interest Payable	0	762	0	0	762
Deferred Revenue - Taxes	7,267,204	2,196,396	0	886,215	10,349,815
Deferred Revenue	0	0	24,900,854	56,900	24,957,754
Compensated Absences Payable	201,487	0	0	0	201,487
<b>Total Liabilities</b>	<b>10,801,148</b>	<b>2,197,158</b>	<b>25,753,077</b>	<b>1,259,642</b>	<b>40,011,025</b>
<b>Fund Balance:</b>					
Nonspendable	1,533	0	0	44,919	46,452
Restricted	0	2,186,831	29,206,408	3,730,319	35,123,558
Assigned	582,016	0	0	94,237	676,253
Unassigned	7,199,254	0	0	(144,671)	7,054,583
<b>Total Fund Balance</b>	<b>7,782,803</b>	<b>2,186,831</b>	<b>29,206,408</b>	<b>3,724,804</b>	<b>42,900,846</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 18,583,951</b>	<b>\$ 4,383,989</b>	<b>\$ 54,959,485</b>	<b>\$ 4,984,446</b>	<b>\$ 82,911,871</b>

See accompanying notes to the basic financial statements

## ***PIQUA CITY SCHOOL DISTRICT***

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### ***Reconciliation of Total Governmental Fund Balances To Net Assets of Governmental Activities June 30, 2012***

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<b>Total Governmental Fund Balances</b>	\$ 42,900,846
<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	29,352,193
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	25,634,708
Internal service funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	3,203,397
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
General Obligation Bonds Payable	(36,017,852)
Certificates of Participation	(3,770,000)
Deferred Loss on Early Retirement of Debt	297,087
Unamortized Bond Issuance Cost	59,508
Interest Accretion on Capital Appreciation Bonds	(733,620)
Compensated Absences Payable	(2,178,350)
Accrued Interest Payable	(222,150)
	<u>(42,565,377)</u>
<b><i>Net Assets of Governmental Activities</i></b>	<b><u>\$ 58,525,767</u></b>

See accompanying notes to the basic financial statements

## PIQUA CITY SCHOOL DISTRICT

### Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds For the Fiscal Year Ended June 30, 2012

	General	Bond Retirement	OSFC Construction	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Local Sources:					
Taxes	\$ 13,993,224	\$ 2,001,045	\$ 0	\$ 1,071,806	\$ 17,066,075
Tuition	2,980	0	0	0	2,980
Transportation Fees	51,565	0	0	0	51,565
Investment Earnings	(10,465)	507	77,195	3,013	70,250
Extracurricular Activities	172,789	0	0	344,182	516,971
Class Materials and Fees	117,947	0	0	0	117,947
Intermediate Sources	0	0	0	18,594	18,594
Intergovernmental - State	15,484,478	195,872	893,000	433,902	17,007,252
Intergovernmental - Federal	113,446	190,885	0	2,966,547	3,270,878
All Other Revenue	318,704	0	2,436	115,354	436,494
<b>Total Revenue</b>	<b>30,244,668</b>	<b>2,388,309</b>	<b>972,631</b>	<b>4,953,398</b>	<b>38,559,006</b>
<b>Expenditures:</b>					
Current:					
Instruction	18,553,423	0	0	3,140,598	21,694,021
Supporting Services:					
Pupils	1,230,031	0	0	101,092	1,331,123
Instructional Staff	1,878,697	0	0	205,791	2,084,488
Board of Education	24,845	0	0	0	24,845
Administration	2,281,645	0	0	12,161	2,293,806
Fiscal Services	603,397	31,283	0	19,633	654,313
Business	6,432	0	0	0	6,432
Operation and Maintenance of Plant	2,732,303	0	0	0	2,732,303
Pupil Transportation	1,390,766	0	0	172,895	1,563,661
Central	278,328	0	0	16,200	294,528
Operation of Non-Instructional Services	0	0	0	255,659	255,659
Extracurricular Activities	376,999	0	0	415,827	792,826
Capital Outlay	0	0	852,223	2,680,592	3,532,815
Debt Service:					
Principal Retirement	0	29,831,000	0	0	29,831,000
Interest and Fiscal Charges	0	954,701	0	0	954,701
<b>Total Expenditures</b>	<b>29,356,866</b>	<b>30,816,984</b>	<b>852,223</b>	<b>7,020,448</b>	<b>68,046,521</b>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	887,802	(28,428,675)	120,408	(2,067,050)	(29,487,515)

**PIQUA CITY SCHOOL DISTRICT**

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	General	Bond Retirement	OSFC Construction	Other Governmental Funds	Total Governmental Funds
<b>Other Financing Sources (Uses):</b>					
Transfers In	0	300,079	0	0	300,079
Transfers Out	0	0	0	(300,079)	(300,079)
General Obligation Bond Issuance	0	29,030,000	0	0	29,030,000
Premium on Bond Issuance	0	361,265	0	0	361,265
Note Issuance	0	0	29,086,000	0	29,086,000
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>29,691,344</u>	<u>29,086,000</u>	<u>(300,079)</u>	<u>58,477,265</u>
Net Change in Fund Balance	887,802	1,262,669	29,206,408	(2,367,129)	28,989,750
<b>Fund Balance at Beginning of Year</b>	6,909,944	924,162	0	6,091,933	13,926,039
Decrease in Inventory	(14,943)	0	0	0	(14,943)
<b>Fund Balance End of Year</b>	<u>\$ 7,782,803</u>	<u>\$ 2,186,831</u>	<u>\$ 29,206,408</u>	<u>\$ 3,724,804</u>	<u>\$ 42,900,846</u>

See accompanying notes to the basic financial statements

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## *PIQUA CITY SCHOOL DISTRICT*

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***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, 2012***

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<b>Net Change in Fund Balances - Total Governmental Funds</b>	\$ 28,989,750
<b><i>Amounts reported for governmental activities in the statement of activities are different because</i></b>	
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 capital outlays exceeded depreciation in the current period.	2,675,926
Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of capital assets net of proceeds received.	(185,031)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	24,914,436
The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net assets. In addition, repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	(28,790,322)
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(124,294)
Some expenses reported in the statement of activities, such as compensated absences do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	(7,008)
The internal service funds are used by management to charge the costs of services to individual funds and is not reported in the statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds are allocated among the governmental activities.	<u>(254,483)</u>
<b><i>Change in Net Assets of Governmental Activities</i></b>	<b><u><u>\$ 27,218,974</u></u></b>

See accompanying notes to the basic financial statements



## *PIQUA CITY SCHOOL DISTRICT*

***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, 2012***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Local Sources:				
Taxes	\$ 13,729,067	\$ 14,078,102	\$ 14,078,102	\$ 0
Tuition	3,980	2,980	2,980	0
Transportation Fees	53,287	51,565	51,565	0
Investment Earnings	10,119	9,368	9,368	0
Class Material and Fees	108,433	117,947	117,947	0
Intergovernmental - State	13,771,061	15,484,478	15,484,478	0
Intergovernmental - Federal	114,986	113,446	113,446	0
All Other Revenues	122,063	138,858	138,858	0
Total Revenues	27,912,996	29,996,744	29,996,744	0
<b>Expenditures:</b>				
Current:				
Instructional Services:				
Regular	12,979,357	13,769,024	13,769,024	0
Special	4,478,797	4,835,353	4,835,353	0
Other	36,084	11,110	11,110	0
Support Services:				
Pupils	1,309,409	1,209,380	1,209,355	25
Instructional Staff	2,026,789	1,909,612	1,909,611	1
Board of Education	23,517	26,305	26,305	0
Administration	2,328,380	2,349,773	2,349,772	1
Fiscal Services	595,454	605,876	605,876	0
Business	2,338	6,432	6,432	0
Operation and Maintenance of Plant	3,169,987	2,900,817	2,900,817	0
Pupil Transportation	1,431,995	1,402,774	1,402,773	1
Central	257,009	283,221	283,221	0
Extracurricular Activities	375,048	378,090	378,090	0
Total Expenditures	29,014,164	29,687,767	29,687,739	28
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,101,168)	308,977	309,005	28

**PIQUA CITY SCHOOL DISTRICT**

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	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Other Financing Sources (Uses):</b>				
Proceeds from the Sale of Capital Assets	2,292	0	0	0
Advances In	126,596	126,596	126,596	0
Refund of Prior Year's Expenditures	28,917	110,427	110,428	1
Total Other Financing Sources (Uses):	157,805	237,023	237,024	1
Net Change in Fund Balance	(943,363)	546,000	546,029	29
Fund Balance at Beginning of Year	6,020,539	6,020,539	6,020,539	0
Prior Year Encumbrances	577,194	577,194	577,194	0
Fund Balance at End of Year	\$ 5,654,370	\$ 7,143,733	\$ 7,143,762	\$ 29

See accompanying notes to the basic financial statements

**PIQUA CITY SCHOOL DISTRICT**

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**Statement of Net Assets**  
**Proprietary Funds**  
**June 30, 2012**

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	Business-Type Activities - Enterprise Fund <u>Food Service</u>	Governmental Activities - Internal Service Funds
<b>Assets:</b>		
<i>Current Assets:</i>		
Pooled Cash and Investments	\$ 1,141,828	\$ 3,497,017
Inventory of Supplies at Cost	29,104	0
<i>Total Current Assets</i>	1,170,932	3,497,017
<i>Non Current Assets:</i>		
Capital Assets, Net	297,028	0
<b>Total Assets</b>	1,467,960	3,497,017
<b>Liabilities:</b>		
<i>Current Liabilities:</i>		
Accounts Payable	229	0
Accrued Wages and Benefits	68,596	0
Intergovernmental Payable	49,895	0
Compensated Absences - Current	6,390	0
<i>Total Current Liabilities</i>	125,110	0
<i>Long Term Liabilities:</i>		
Compensated Absences Payable	67,854	0
<b>Total Liabilities</b>	192,964	0
<b>Net Assets:</b>		
Invested in Capital Assets	297,028	0
Unrestricted	977,968	3,497,017
<b>Total Net Assets</b>	\$ 1,274,996	\$ 3,497,017
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.	293,620	
Net Assets of Business-type Activities	\$ 1,568,616	

See accompanying notes to the basic financial statements

**PIQUA CITY SCHOOL DISTRICT**

**Statement of Revenues, Expenses and Changes in Fund Net Assets  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2012**

	Business-Type Activities - Enterprise Fund	Governmental Activities - Internal Service Funds
	Food Service	
<b>Operating Revenues:</b>		
Sales	\$ 532,358	\$ 0
Other Operating Revenues	3,800	0
<b>Total Operating Revenues</b>	<b>536,158</b>	<b>0</b>
<b>Operating Expenses:</b>		
Salaries and Wages	554,601	0
Fringe Benefits	243,658	290,332
Contractual Services	30,661	0
Supplies and Materials	904,787	0
Depreciation	29,291	0
<b>Total Operating Expenses</b>	<b>1,762,998</b>	<b>290,332</b>
Operating Loss	(1,226,840)	(290,332)
<b>Nonoperating Revenue (Expenses):</b>		
Operating Grants	1,408,743	0
Investment Earnings	540	25,603
Loss on Disposal of Capital Assets	(857)	0
<b>Total Nonoperating Revenues (Expenses)</b>	<b>1,408,426</b>	<b>25,603</b>
<b>Change in Net Assets</b>	<b>181,586</b>	<b>(264,729)</b>
Net Assets Beginning of Year	1,093,410	3,761,746
Net Assets End of Year	<b>\$ 1,274,996</b>	<b>\$ 3,497,017</b>
Change in Net Assets - Total Enterprise Funds	181,586	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.	(10,246)	
Change in Net Assets - Total Business-type Activities	<b>\$ 171,340</b>	

See accompanying notes to the basic financial statements

**PIQUA CITY SCHOOL DISTRICT**

**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2012**

	Business-Type Activities	Governmental Activities
	Enterprise Fund	Internal Service Fund
	Food Service	Service Fund
<u>Cash Flows from Operating Activities:</u>		
Cash Received from Customers	\$536,163	\$0
Cash Payments for Goods and Services	(735,299)	0
Cash Payments to Employees for Services and Benefits	(809,314)	(290,332)
Net Cash Used by Operating Activities	<u>(1,008,450)</u>	<u>(290,332)</u>
<u>Cash Flows from Noncapital Financing Activities:</u>		
Operating Grants Received	1,211,087	0
Net Cash Provided by Noncapital Financing Activities	<u>1,211,087</u>	<u>0</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>		
Acquisition of Equipment	(11,242)	0
Net Cash Used by Capital and Related Financing Activities	<u>(11,242)</u>	<u>0</u>
<u>Cash Flows from Investing Activities:</u>		
Receipts of Interest	540	25,603
Net Cash Provided by Investing Activities	<u>540</u>	<u>25,603</u>
Net Increase (Decrease) in Cash and Cash Equivalents	191,935	(264,729)
Cash and Cash Equivalents at Beginning of Year	949,893	3,761,746
Cash and Cash Equivalents at End of Year	<u>\$1,141,828</u>	<u>\$3,497,017</u>
<u>Reconciliation of Operating Loss to Net Cash</u>		
<u>Used by Operating Activities:</u>		
Operating Loss	(\$1,226,840)	(\$290,332)
Adjustments to Reconcile Operating Loss to		
Net Cash Used by Operating Activities:		
Depreciation Expense	29,291	0
Donated Commodities Used During the Year	197,656	0
Changes in Assets and Liabilities:		
Decrease in Accounts Receivable	5	0
Decrease in Inventory	4,123	0
Decrease in Accounts Payable	(1,630)	0
Decrease in Accrued Wages and Benefits	(3,646)	0
Decrease in Intergovernmental Payables	(7,943)	0
Increase in Compensated Absences	534	0
Total Adjustments	<u>218,390</u>	<u>0</u>
Net Cash Used by Operating Activities	<u>(\$1,008,450)</u>	<u>(\$290,332)</u>

See accompanying notes to the basic financial statements

**PIQUA CITY SCHOOL DISTRICT**

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**Statement of Net Assets**  
**Fiduciary Funds**  
**June 30, 2012**

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	Private Purpose Trust Special Trust Fund	Agency
<b>Assets:</b>		
Cash and Cash Equivalents	\$ 302,394	\$ 33,788
Investments	120,922	0
<b>Total Assets</b>	<u>423,316</u>	<u>33,788</u>
<b>Liabilities:</b>		
Accounts Payable	813	0
Due to Students	0	33,788
<b>Total Liabilities</b>	<u>813</u>	<u>33,788</u>
<b>Net Assets:</b>		
Unrestricted	422,503	0
<b>Total Net Assets</b>	<u>\$ 422,503</u>	<u>\$ 0</u>

See accompanying notes to the basic financial statements

**PIQUA CITY SCHOOL DISTRICT**

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**Statement of Changes in Net Assets**  
**Fiduciary Fund**  
**For the Fiscal Year Ended June 30, 2012**

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	Private Purpose Trust Special Trust Fund
<b>Additions:</b>	
Contributions:	
Sales	\$ 141
Private Donations	6,649
Total Contributions	<u>6,790</u>
Investment Earnings:	
Interest	6,936
Net Increase in the Fair Value of Investments	5,866
Total Investment Earnings	<u>12,802</u>
Total Additions	<u>19,592</u>
<b>Deductions:</b>	
Administrative Expenses	2,636
Community Gifts, Awards and Scholarships	17,193
Total Deductions	<u>19,829</u>
Change in Net Assets	(237)
Net Assets at Beginning of Year	<u>422,740</u>
Net Assets End of Year	<u>\$ 422,503</u>

See accompanying notes to the basic financial statements

# **PIQUA CITY SCHOOL DISTRICT**

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## ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **A. Reporting Entity**

Piqua City School District, Ohio (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 is governed by a locally elected five member Board of Education (the Board) which provides educational services. The Board controls the District's instructional support facilities staffed by approximately 123 noncertified and approximately 214 certified teaching personnel and administrative employees providing education to 3,708 students.

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, "*The Financial Reporting Entity*," and Statement No. 39, "*Determining Whether Certain Organizations are Component Units*," in that the financial statements include all organizations, activities, functions and component units for which the District (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing board and either the District's ability to impose its will over the organization or the possibility that the organization will provide a financial benefit to, or impose a financial burden on the District. Additionally, the primary government is required to consider other organizations for which the primary government is not financially accountable to determine whether the relationship is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Based on the foregoing, the District's reporting entity has one component unit, The Piqua Education Foundation and includes the following services: instructional (regular, special education, vocational), student guidance, extracurricular activities, food service, pupil transportation and care and upkeep of grounds and buildings.

The District is a member of the Metropolitan Dayton Educational Cooperative Association, the Southwestern Ohio Educational Purchasing Council, the Southwestern Ohio Instructional Technology Association, the Upper Valley Joint Vocational School, and the Educational Regional Service System Region 10. All of the aforementioned entities are jointly governed organizations that provide various services to member school districts, see Note 15 "Jointly Governed Organizations." Sometimes a government may appoint the voting majority of board members for another entity without establishing a bond of financial accountability with that entity that would justify its inclusion as a component unit. Generally accepted accounting principles refer to entities that meet this description as related organizations. The Piqua Public Library was determined to be a related organization, see Note 16.

# PIQUA CITY SCHOOL DISTRICT

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## *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012*

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### **A. Reporting Entity** (Continued)

*Discretely Presented Component Unit* - The component unit column in the government-wide financial statements includes the financial data of the District's component unit. It is reported in a separate column to emphasize that it is legally separate from the District. The Piqua Education Foundation is a legally separate, non-profit community organization whose purpose is exclusively educational and charitable and whose charge is to secure and distribute contributions from individuals, corporations and foundations for the benefit of the students in the Piqua City Schools. Financial information can be obtained from Sam Robinson, Treasurer, 326 N. Wayne Street, Piqua, Ohio 45356.

The accounting policies and financial reporting practices of the District conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of its significant accounting policies.

#### **B. Basis of Presentation - Fund Accounting**

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. The various funds are grouped into the categories governmental, proprietary and fiduciary.

***Governmental Funds*** - These are funds through which most governmental functions typically are financed. The acquisition, use and balances of the District's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of "financial flow" (sources, uses and balances of financial resources). The following are the District's major governmental funds:

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

**Bond Retirement Fund** - To account for resources that are used for payment of principal, interest and fiscal charges on general obligation debt.

**Ohio School Facilities Commission Construction Fund** - This fund accounts for state grant monies and debt proceeds to be used for the construction of new school facilities.

The other governmental funds of the District account for grants and other resources whose use is restricted to a particular purpose.

# **PIQUA CITY SCHOOL DISTRICT**

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## ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

#### **B. Basis of Presentation - Fund Accounting** (Continued)

***Proprietary Funds*** - The proprietary funds are accounted for on an “economic resources” measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of the proprietary funds are included on the balance sheet. The proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

**Enterprise Funds** - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises in which the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The District’s major enterprise fund is:

**Food Service Fund** – This fund accounts for the financial transactions related to the food service operations of the District.

**Internal Service Fund** - The internal service fund is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District or to other governments on a cost-reimbursement basis. The Liability Self Insurance Fund accounts for the 10% risk premium applicable to the employee health and dental plans.

***Fiduciary Funds*** – Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary category is split into two classifications: private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations or other governments and therefore not available to support the District’s own programs. The District’s only trust fund is a private purpose trust that accounts for scholarship programs, gifts and awards for specific students. State law permits the District to appropriate for purposes consistent with the endowment’s intent, net appreciation, both realized and unrealized. The agency fund accounts for student managed activities, is custodial in nature (assets equal liabilities) and does not involve the measurement of results of operation.

#### **C. Basis of Presentation – Financial Statements**

**Government-wide Financial Statements** – The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid “doubling up” revenues and expenses. Other interfund services provided and used are not eliminated. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

# **PIQUA CITY SCHOOL DISTRICT**

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## ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

#### **C. Basis of Presentation – Financial Statements (Continued)**

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and 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 grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the District.

**Fund Financial Statements** – Fund financial statements report detailed information about the District. The focus of governmental and enterprise 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. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this 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. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activities.

Private purpose trust funds are reported using the economic resources measurement focus.

## ***PIQUA CITY SCHOOL DISTRICT***

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

##### **D. Basis of Accounting**

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the District is considered to be 60 days after fiscal year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

Under the modified accrual basis, the following revenue sources are considered susceptible to accrual at year end: property taxes, income taxes, tuition, grants and entitlements, student fees, and interest on investments.

Current property taxes measurable at June 30, 2012, and which are not intended to finance fiscal year 2012 operations, have been recorded as deferred revenues. Delinquent property taxes measurable and available (received within 60 days) and amounts available as an advance on future tax settlements are recognized as revenue at year end.

The accrual basis of accounting is utilized for reporting purposes by the government-wide financial statements, proprietary funds and the fiduciary funds. Revenues are recognized when they are earned and expenses are recognized when incurred.

Pursuant to GASB Statement No. 20, "*Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting*," the District follows GASB guidance as applicable to proprietary funds and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements. The District has elected not to apply FASB statements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds.

# **PIQUA CITY SCHOOL DISTRICT**

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## ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

#### **D. Basis of Accounting** (Continued)

***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.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include income and property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the fiscal year in which the income is earned. 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 fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

#### **E. Budgetary Process**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation resolution, all of which are prepared on the basis of budgeting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year.

All funds other than agency funds are legally required to be budgeted and appropriated; however, only the General Fund is required to be reported. The primary level of budgetary control is at the fund level. Supplemental budgetary modifications may only be made by resolution of the Board of Education.

##### **1. Tax Budget**

By January 15, the Superintendent and Treasurer submit an annual operating budget for the following fiscal year to the Board of Education for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by January 20 of each year for the period July 1 to June 30 of the following fiscal year.

# *PIQUA CITY SCHOOL DISTRICT*

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## *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012*

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### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

#### **E. Budgetary Process** (Continued)

##### 2. Estimated Resources

Prior to April 1, the Board accepts by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about July 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement as final budget reflect the amounts in the final amended official certificate of estimated resources issued during fiscal year 2012.

##### 3. Appropriations

A temporary appropriation measure to control expenditures may be passed on or about July 1 of each year for the period July 1 through September 30. An annual appropriation resolution must be passed by October 1 of each year for the period July 1 through June 30. The appropriation resolution establishes spending controls at the fund level. The appropriation resolution may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. The allocation of appropriations may be modified during the year. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual" are provided on the budgetary basis to provide a comparison of actual results to the final budget. All amendments and modifications are included in final budget amounts presented.

##### 4. Lapsing of Appropriations

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be reappropriated.

**PIQUA CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2012**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Process (Continued)**

**5. Basis of Budgeting**

The District's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting. Encumbrances are recorded as the equivalent of expenditures on a budgetary basis.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statement for the General Fund:

	Net Change in Fund Balance
	General Fund
GAAP Basis (as reported)	\$887,802
Increase (Decrease):	
Accrued Revenues	
at June 30, 2012,	
received during FY 2013	(3,531,808)
Accrued Revenues	
at June 30, 2011,	
received during FY 2012	3,486,866
Accrued Expenditures	
at June 30, 2012,	
paid during FY 2013	3,533,944
Accrued Expenditures	
at June 30, 2011,	
paid during FY 2012	(3,362,338)
Encumbrances Outstanding	(369,667)
Perspective Difference:	
Activity of Funds Reclassified	
for GAAP Reporting Purposes	(98,770)
Budget Basis	\$546,029

**F. Cash and Cash Equivalents**

Cash and cash equivalents include amounts in demand deposits and investments with original maturities of less than three months.

The District pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintained its own cash and investment account. See Note 5, "Cash, Cash Equivalents and Investments."

# **PIQUA CITY SCHOOL DISTRICT**

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## ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

#### **G. Investments**

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the District reports its investments at fair value, except for nonparticipating investment contracts (certificates of deposit) which are reported at cost. All investment income, including changes in the fair value of investments, are recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 5, "Cash, Cash Equivalents and Investments."

#### **H. Inventory**

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental funds when purchased and in the enterprise funds when used.

#### **I. Capital Assets and Depreciation**

Capital assets are defined by the District as assets with an initial, individual cost of more than \$1,000 and an estimated useful life threshold of five or more years.

##### **1. Property, Plant and Equipment - Governmental Activities**

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Assets, but they are not reported in the Fund Financial Statements.

Contributed capital assets are recorded at fair market value at the date received. The District does not possess any infrastructure. Estimated historical costs for governmental activities capital asset values were initially determined in 1993 by utilizing the services of Industrial Appraisal Company or by identifying historical costs where such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

**PIQUA CITY SCHOOL DISTRICT**

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***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**I. Capital Assets and Depreciation** (Continued)

2. Property, Plant and Equipment – Business Type Activities

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Contributed capital assets are recorded at fair market value at the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Assets and in the respective funds.

3. Depreciation

All capital assets are depreciated, excluding land and construction in progress. Depreciation has been provided using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Governmental and Business-Type Activities Estimated Lives (in years)</u>
Land Improvements	25
Buildings and Improvements	25 - 75
Machinery, Equipment, Vehicles, Furniture and Fixtures	5 - 25

**J. Long-Term Obligations**

Long-term liabilities are being repaid from the following funds:

<u>Obligation</u>	<u>Fund</u>
General Obligation Bonds	Debt Service Fund
Certificates of Participation	Debt Service Fund
Compensated Absences	General Fund, Food Service Fund

## **PIQUA CITY SCHOOL DISTRICT**

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

##### **K. Compensated Absences**

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," vacation benefits are accrued as a liability when an employee's right to receive compensation is attributable to services already rendered, and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Administrators and classified staff who work twelve month contracts are granted vacation leave based on length of service and position. Sick leave benefits are accrued as a liability using the vesting method. Employees may earn 15 days of sick leave per year up to a maximum of 270 days. Upon retirement, employees will receive twenty-five percent of the accumulated sick leave up to a maximum of 67.5 days. The employees are also eligible to receive payment for "earned days", one additional day of pay for each fiscal year the employee has perfect attendance. The payment for these "earned days" are in addition to the maximum of 67.5 days. Employees who retire at the end of the year in which they reach a total of thirty years with the state retirement system will receive a bonus equal to 23% of their base salary. The aforementioned severance is added to the bonus and paid over three years. For governmental funds, that portion of unpaid compensated absences that is expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." For governmental funds, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. In the government wide statement of net assets, "Compensated Absences Payable" is recorded within the "Due within one year" account and the long-term portion of the liability is recorded within the "Due in more than one year" account. Compensated absences are expensed in the proprietary funds when earned and the related liability is reported within the fund.

##### **L. Net Assets**

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

Of the District's \$30,221,628 in restricted net assets, none is restricted by enabling legislation.

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

## **PIQUA CITY SCHOOL DISTRICT**

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

##### **M. Pensions**

The provision for pension cost is recorded when the related payroll is accrued and the obligation is incurred.

##### **N. Interfund Activity**

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

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

##### **O. Restricted Assets**

Restricted assets in the debt service fund represent cash and cash equivalents set aside for outstanding bonds and coupons not yet redeemed.

##### **P. Fund Balance**

Fund balance is divided into five classifications based primarily on the extent to which the 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. It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

## **PIQUA CITY SCHOOL DISTRICT**

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

##### **P. Fund Balance** (Continued)

***Restricted*** – The 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 District Board of Education. Those committed amounts cannot be used for any other purpose unless the 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 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 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 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.

##### **Q. Estimates**

The preparation of the 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 could differ from those estimates.

## **PIQUA CITY SCHOOL DISTRICT**

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

##### **R. Operating Revenues and Expenses**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are sales for food service and interfund charges for the internal service funds. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

##### **S. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. The District had no extraordinary or special items during fiscal year 2012.

#### **NOTE 2 – COMPLIANCE AND ACCOUNTABILITY**

***Fund Deficits*** - The fund deficits at June 30, 2012 of \$22,047 in the Education Jobs Fund, \$17,837 in the IDEA-B Fund, \$104,692 in the Title I Fund, and \$95 in the Title II-A Fund (special revenue funds) arise from the recognition of expenditures on the modified accrual basis which are greater than expenditures recognized on the budgetary basis. The deficits do not exist under the budgetary/cash basis of accounting. The General Fund provides transfers when cash is required, not when accruals occur.

**PIQUA CITY SCHOOL DISTRICT**

**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2012**

**NOTE 3 – FUND BALANCES**

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the 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:

Fund Balances	General	Bond Retirement	OSFC Construction	Other Governmental Funds	Total Governmental Funds
Nonspendable:					
Supplies Inventory	\$1,533	\$0	\$0	\$0	\$1,533
Endowments	0	0	0	44,919	44,919
Total Nonspendable	<u>1,533</u>	<u>0</u>	<u>0</u>	<u>44,919</u>	<u>46,452</u>
Restricted:					
Endowments	0	0	0	21,002	21,002
Classroom Facilities Maintenance	0	0	0	134,601	134,601
Conflict Management	0	0	0	703	703
Auxiliary Services	0	0	0	12,140	12,140
Extracurricular Activities	0	0	0	361,222	361,222
Race to the Top Program	0	0	0	963	963
Technology Improvements	0	0	0	93,201	93,201
Targeted Academic Assistance	0	0	0	22,146	22,146
Debt Service Payments	0	2,186,831	0	0	2,186,831
Capital Acquisition and Improvement	0	0	29,206,408	3,084,341	32,290,749
Total Restricted	<u>0</u>	<u>2,186,831</u>	<u>29,206,408</u>	<u>3,730,319</u>	<u>35,123,558</u>
Assigned to Other Purposes	582,016	0	0	94,237	676,253
Unassigned	7,199,254	0	0	(144,671)	7,054,583
Total Fund Balances	<u><u>\$7,782,803</u></u>	<u><u>\$2,186,831</u></u>	<u><u>\$29,206,408</u></u>	<u><u>\$3,724,804</u></u>	<u><u>\$42,900,846</u></u>

**PIQUA CITY SCHOOL DISTRICT**

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2012*

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**NOTE 4 – EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES AND THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government – wide statement of activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

*Amount by which capital outlay exceeded depreciation in the current period:*

Capital Outlay	\$3,572,302
Depreciation Expense	(896,376)
	\$2,675,926

*Governmental revenues not reported in the funds:*

Increase in Delinquent Tax Revenue	\$9,818
Increase in Grants Receivable	24,904,618
	\$24,914,436

*Net amount of long-term debt issuance and bond principal payments:*

Bond Principal Payment	\$745,000
General Obligation Bonds Issued	(29,030,000)
Premium on General Obligation Bonds Issued	(361,265)
Deferred Loss on Early Retirement of Debt	(42,440)
Deferred Bond Issuance Cost	(8,502)
Bond Premium Amortization	50,943
Interest Accretion on Capital Appreciation Bonds	(144,058)
	(\$28,790,322)

*Expenses not requiring the use of current financial resources:*

Decrease in Compensated Absences Payable	\$7,935
Decrease in Supplies Inventory	(14,943)
	(\$7,008)

## ***PIQUA CITY SCHOOL DISTRICT***

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS**

Cash resources of several individual funds are combined to form a pool of cash, cash equivalents and investments. In addition, investments are separately held by a number of individual funds.

Statutes require the classification of funds held by the District into three categories. Category 1 consists of “active” funds - those funds required to be kept in a “cash” or “near cash” status for immediate use by the District. Such funds must be maintained either as cash in the District Treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of “inactive” funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

Category 3 consists of “interim” funds - those funds which are not needed for immediate use but, which will be needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

## **PIQUA CITY SCHOOL DISTRICT**

### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

#### **NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

##### **A. Deposits**

Custodial credit risk is the risk that in the event of bank failure, the government's deposits may not be returned. Protection of District cash and deposits is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the District places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions. The District's policy is to deposit funds with banking institutions which collateralize public monies in accordance with the Ohio Revised Code.

At fiscal year end the carrying amount of the District's deposits was \$20,819,452 and the bank balance was \$20,957,303. Federal depository insurance covered \$9,098,621 of the bank balance and \$11,858,682 was collateralized by the financial institutions' public entity deposit pools in the manner described above.

##### **B. Investments**

The District's investments at June 30, 2012 were as follows:

	Fair Value	Credit Rating	Investment Maturities (in Years)		
			less than 1	1-3	3-5
Common Stocks	\$120,922	N/A	\$120,922	\$0	\$0
Money Market Fund	968,882	AAAm/Aaa <sup>1,2</sup>	968,882	0	0
Bankers Acceptances	494,916	A-1+/B+ <sup>1,2</sup>	494,916	0	0
FNMA	10,311,587	AA+/aa3 <sup>1,2</sup>	0	4,740,296	5,571,291
FFCB	1,518,327	AA+/aa3 <sup>1,2</sup>	0	1,418,018	100,309
FHLB	6,290,192	AA+/aa3 <sup>1,2</sup>	2,051,852	4,238,340	0
FHLMC	8,315,293	AA+/aa3 <sup>1,2</sup>	1,002,640	7,061,767	250,886
Total Investments	<u>\$28,020,119</u>		<u>\$4,639,212</u>	<u>\$17,458,421</u>	<u>\$5,922,486</u>

<sup>1</sup> Standard & Poor's

<sup>2</sup> Moody's Investor Service

**PIQUA CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2012**

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**NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

**B. Investments** (Continued)

*Interest Rate Risk* – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date.

*Investment Credit Risk* – The District has no investment policy that limits its investment choices other than the limitation of State statute for “interim” funds described previously.

*Concentration of Credit Risk* – The District places no limit on the amount the District may invest in one issuer. Of the District’s total investments, 36.8% are FNMA, 5.4% are FFEB, 22.4% are FHLB, 29.7% are FHLMC and 5.7% are in other investments.

*Custodial Credit Risk* – The District’s balance of investments are held by the trust department of its banking institution in the District’s name. The District has no policy on custodial credit risk and is governed by Ohio Revised Code as described under Deposits.

**C. Component Unit**

At fiscal year end, the carrying amount of the Piqua Education Foundation’s (component unit) deposits was \$91,388 and the bank balance was \$95,506. Federal depository insurance covered all of the bank balance. In addition, the Piqua Education Foundation had \$364,161 in cash and cash equivalents which was restricted for scholarships.

The Piqua Education Foundation has no formal policy which addresses the depository and investment risks identified in parts A and B of this note.

The Piqua Education Foundation’s investments at June 30, 2012 were as follows:

	Fair Value	Credit Rating	Investment Maturities (in Years)		
			less than 1	1-3	3-5
Equities	\$2,263,076	N/A	\$2,263,076	\$0	\$0
FNMA	153,603	AA+ <sup>1</sup>	100,699	52,904	0
FHLMC	51,869	AA+ <sup>1</sup>	0	0	51,869
Corporate Bonds	208,599	A-AA <sup>1</sup>	0	52,790	155,809
Total Investments	<u>\$2,677,147</u>		<u>\$2,363,775</u>	<u>\$105,694</u>	<u>\$207,678</u>

<sup>1</sup> Standard & Poor’s

## ***PIQUA CITY SCHOOL DISTRICT***

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 6 - TAXES**

##### **A. Property Tax**

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

Property taxes include amounts levied against all real and public utility property located in the District. Real property tax revenue received in calendar year 2012 represents collections of calendar year 2011 taxes. Real property taxes received in calendar year 2012 were levied after April 1, 2011, on the assessed value listed as of January 1, 2011, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2012 represents collections of calendar year 2011 taxes. Public utility real and tangible personal property taxes received in calendar year 2012 became a lien December 31, 2010, were levied after April 1, 2011 and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

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**PIQUA CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2012**

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**NOTE 6 - TAXES (Continued)**

**A. Property Tax (Continued)**

The County Treasurer collects property taxes on behalf of all taxing districts in the County including Piqua City School District. The County Auditor periodically remits to the District its portion of the taxes collected. The assessed values for collection in 2012 were as follows:

	2011 Second Half Collections	2012 First Half Collections
Agricultural/Residential and Other Real Estate	\$400,859,150	\$396,188,850
Public Utility Personal	4,912,550	5,109,850
Tangible Personal Property	305,640	0
Total Assessed Value	\$406,077,340	\$401,298,700
Tax rate per \$1,000 of assessed valuation	\$44.95	\$49.87

**B. Income Tax**

Effective January 1, 1991 the District levied a voted tax of 0.5 percent for general operations on the income of residents and of estates. In March 2008 the voters approved an additional 0.75 percent tax. Employers of residents are required to withhold income tax on compensation and remit the tax to the State. Taxpayers are required to file an annual return. The State makes quarterly distributions to the District after withholding amounts for administrative fees and estimated refunds. Income tax revenue is credited to the General Fund.

**NOTE 7 – INTERFUND TRANSACTONS AND TRANSFERS**

On the Statement of Net Assets, the Business-Type Activities reported an internal balance at June 30, 2012 of \$293,620 which is offset in the Governmental Activities by the same amount.

Following is a summary of transfers in and out for all funds for the year ended June 30, 2012:

Fund	Transfer In	Transfer Out
Bond Retirement Fund	\$300,079	\$0
Nonmajor Governmental Funds	0	300,079
Total All Funds	\$300,079	\$300,079

During fiscal 2012 the Permanent Improvement Fund transferred \$300,079 to the Bond Retirement Fund for debt retirement on HVAC improvement bonds.

**PIQUA CITY SCHOOL DISTRICT**

**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2012**

**NOTE 8 - CAPITAL ASSETS**

**A. Governmental Activities Capital Assets**

Summary by category of changes in governmental activities capital assets at June 30, 2012:

**Historical Cost:**

Class	June 30, 2011	Additions	Deletions	June 30, 2012
<b>Capital assets not being depreciated:</b>				
Land	\$323,722	\$0	(\$6,161)	\$317,561
Construction in Progress	855,230	3,227,961	0	4,083,191
	<u>1,178,952</u>	<u>3,227,961</u>	<u>(6,161)</u>	<u>4,400,752</u>
<b>Capital assets being depreciated:</b>				
Land Improvements	2,956,449	0	(201,407)	2,755,042
Buildings and Improvements	31,568,608	0	(21,710)	31,546,898
Machinery and Equipment	4,511,594	172,133	(96,323)	4,587,404
Vehicles	2,409,492	172,208	(90,618)	2,491,082
Total Cost	<u>\$42,625,095</u>	<u>\$3,572,302</u>	<u>(\$416,219)</u>	<u>\$45,781,178</u>
<b>Accumulated Depreciation:</b>				
Class	June 30, 2011	Additions	Deletions	June 30, 2012
Land Improvements	(\$448,853)	(\$77,194)	\$25,790	(\$500,257)
Buildings and Improvements	(10,701,511)	(473,899)	21,710	(11,153,700)
Machinery and Equipment	(3,129,879)	(215,080)	93,070	(3,251,889)
Vehicles	(1,483,554)	(130,203)	90,618	(1,523,139)
Total Depreciation	<u>(\$15,763,797)</u>	<u>(\$896,376) *</u>	<u>\$231,188</u>	<u>(\$16,428,985)</u>
<b>Net Value:</b>	<u>\$26,861,298</u>			<u>\$29,352,193</u>

\* Depreciation expenses were charged to governmental functions as follows:

Instruction	\$648,355
Support Services:	
Pupils	148
Instructional Staff	771
Administration	6,696
Operations & Maintenance of Plant	33,276
Pupil Transportation	122,194
Operation of Non-Instructional Services	2,023
Extracurricular Activities	82,913
Total Depreciation Expense	<u>\$896,376</u>

**PIQUA CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2012**

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**NOTE 8 - CAPITAL ASSETS (Continued)**

**B. Business-Type Activities Capital Assets**

Summary by Category at June 30, 2012:

***Historical Cost:***

<u>Class</u>	<u>June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2012</u>
Machinery and Equipment	\$947,283	\$11,242	(\$11,606)	\$946,919
Total Cost	<u>\$947,283</u>	<u>\$11,242</u>	<u>(\$11,606)</u>	<u>\$946,919</u>

***Accumulated Depreciation:***

<u>Class</u>	<u>June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2012</u>
Machinery and Equipment	(\$631,349)	(\$29,291)	\$10,749	(\$649,891)
Total Depreciation	<u>(\$631,349)</u>	<u>(\$29,291)</u>	<u>\$10,749</u>	<u>(\$649,891)</u>
<b><i>Net Value:</i></b>	<u>\$315,934</u>			<u>\$297,028</u>

**NOTE 9 - RECEIVABLES**

Receivables at June 30, 2012 consisted of taxes, intergovernmental, and interest receivable.

**NOTE 10- DEFINED BENEFIT PENSION PLANS**

All of the District's full-time employees participate in one of two separate retirement systems which are cost-sharing, multiple-employer defined benefit pension plans.

**A. School Employee Retirement System**

Plan Description - The District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report can be obtained on SERS' website, [www.ohsers.org](http://www.ohsers.org) under Employers/Audit Resources.

## **PIQUA CITY SCHOOL DISTRICT**

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 10- DEFINED BENEFIT PENSION PLANS (Continued)**

##### **A. School Employee Retirement System** (Continued)

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2012, the allocation to pension and death benefits was 12.7 percent. The remaining 1.3 percent of the 14 percent employer contribution rate is allocated to the Medicare B and Health Care funds. The District's contributions for pension obligations to SERS for the fiscal years ended June 30, 2012, 2011 and 2010 were \$627,736, \$571,739 and \$522,103 respectively, which were equal to the required contributions for each year.

##### **B. State Teachers Retirement System**

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

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. The Combined Plan offers features of both the DC Plan and the DB Plan.

In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

## **PIQUA CITY SCHOOL DISTRICT**

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 10- DEFINED BENEFIT PENSION PLANS (Continued)**

##### **B. State Teachers Retirement System** (Continued)

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

Funding Policy - For the fiscal year ended June 30, 2012, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2011, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2012, 2011, and 2010 were \$1,791,638, \$1,762,221, and \$1,809,143 respectively; which were equal to the required contributions for each year. Contributions to the DC and Combined Plans for fiscal year 2012 were \$40,232 made by the District and \$28,737 made by the plan members.

##### **C. Social Security System**

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Retirement System. As of June 30, 2012, one member of the Board of Education has elected Social Security. The contribution rate is 6.2 percent of wages.

#### **NOTE 11 - POSTEMPLOYMENT BENEFITS**

##### **A. School Employee Retirement System**

Plan Description – The District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System (SERS) for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program.

## **PIQUA CITY SCHOOL DISTRICT**

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)**

##### **A. School Employee Retirement System (Continued)**

The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligations to contribute are established by the SERS based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which can be obtained on SERS' website, [www.ohsers.org](http://www.ohsers.org) under Employers/Audit Resources.

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For 2012, 0.55 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2012, this amount was \$35,800.

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

The District's contributions for health care for the fiscal years ended June 30, 2012, 2011, and 2010 were \$82,165, \$127,193, and \$79,184 respectively; which were equal to the required contributions for each year.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2012, this actuarially required allocation was 0.75 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2012, 2011, and 2010 were \$37,071, \$36,793, and \$31,048 respectively; which were equal to the required contributions for each year.

##### **B. State Teachers Retirement System**

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

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2012, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The District's contributions for health care for the fiscal years ended June 30, 2012, 2011, and 2010 were \$137,818, \$135,555, and \$139,165 respectively; which were equal to the required contributions for each year.

**PIQUA CITY SCHOOL DISTRICT**

**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2012**

**NOTE 12 - LONG-TERM DEBT AND OTHER OBLIGATIONS**

Detail of the changes in the long term debt of the District for the year ended June 30, 2012 is as follows:

		Balance			Balance	Amount Due
		June 30, 2011	Additions	Deductions	June 30, 2012	Within One Year
<b>Governmental Activities:</b>						
General Obligation Bonds:						
School Improvement Refunding	3.00-4.2%	\$7,014,990	\$0	(\$745,000)	\$6,269,990	\$775,000
Bond Premium		407,540	0	(50,943)	356,597	0
Deferred Loss on Early Retirement		(339,527)	42,440	0	(297,087)	0
		<u>7,083,003</u>	<u>42,440</u>	<u>(795,943)</u>	<u>6,329,500</u>	<u>775,000</u>
Interest Accretion		589,562	144,058	0	733,620	0
Total School Improvement Refunding Bonds		<u>7,672,565</u>	<u>186,498</u>	<u>(795,943)</u>	<u>7,063,120</u>	<u>775,000</u>
School Facility Construction	1.5-5.0%	0	29,030,000	0	29,030,000	620,000
Bond Premium		0	361,265	0	361,265	0
Total School Facility Construction Bonds		<u>0</u>	<u>29,391,265</u>	<u>0</u>	<u>29,391,265</u>	<u>620,000</u>
Total General Obligation Bonds:		<u>7,672,565</u>	<u>29,577,763</u>	<u>(795,943)</u>	<u>36,454,385</u>	<u>1,395,000</u>
General Obligation Notes:						
School Facility Construction	1.25%	0	29,086,000	(29,086,000)	0	0
Certificates of Participation:						
Energy Conservation Improvement	6.75%	3,770,000	0	0	3,770,000	0
Compensated Absences		2,294,729	346,322	(261,214)	2,379,837	462,701
Total Governmental Activities		<u>13,737,294</u>	<u>59,010,085</u>	<u>(30,143,157)</u>	<u>42,604,222</u>	<u>1,857,701</u>
<b>Business-Type Activities:</b>						
Compensated Absences		73,710	6,924	(6,390)	74,244	6,390
Total Long-Term Debt and Other Obligations		<u>\$13,811,004</u>	<u>\$59,017,009</u>	<u>(\$30,149,547)</u>	<u>\$42,678,466</u>	<u>\$1,864,091</u>

The District's overall debt margin was \$1,849,329 with an unvoted debt margin of \$401,299 at June 30, 2012.

**PIQUA CITY SCHOOL DISTRICT**

**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2012**

**NOTE 12 - LONG-TERM DEBT AND OTHER OBLIGATIONS (Continued)**

**A. Principal and Interest Requirements**

A summary of the District's future long-term debt funding requirements including principal and interest payments as of June 30, 2012, follows:

Years	General Obligation Bonds			Certificates of Participation		
	Principal	Interest	Total	Principal	Interest	Total
2013	\$1,395,000	\$1,422,091	\$2,817,091	\$0	\$254,476	\$254,476
2014	957,356	1,712,324	2,669,680	0	254,476	254,476
2015	937,634	1,728,697	2,666,331	0	254,476	254,476
2016	1,500,000	1,145,921	2,645,921	0	254,476	254,476
2017	1,540,000	1,099,162	2,639,162	0	254,476	254,476
2018-2022	7,025,000	4,711,017	11,736,017	0	1,272,380	1,272,380
2023-2027	4,420,000	3,740,010	8,160,010	3,770,000	1,017,904	4,787,904
2028-2032	5,280,000	2,883,080	8,163,080	0	0	0
2033-2037	6,270,000	1,838,206	8,108,206	0	0	0
2038-2041	5,975,000	490,300	6,465,300	0	0	0
Totals	<u>\$35,299,990</u>	<u>\$20,770,808</u>	<u>\$56,070,798</u>	<u>\$3,770,000</u>	<u>\$3,562,664</u>	<u>\$7,332,664</u>

**B. Defeased Debt**

In April 2005, the District defeased \$8,390,000 of General Obligation Bonds for School Building Improvements, dated November 15, 1997, through the issuance of \$8,389,990 of General Obligation Bonds. The net proceeds of the 2005 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States Government and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$6,545,000 at June 30, 2012, are not included in the District's outstanding debt since the District has in-substance satisfied its obligations through the advance refunding.

**NOTE 13 - RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters.

The District participates in the Ohio School Risk Sharing Authority (the Plan), an insurance purchasing pool established under Section 2744.081 of the Ohio Revised Code. The Plan is an unincorporated nonprofit association of its members which enables the participants to provide for a formalized joint insurance purchasing program for maintaining adequate insurance protection and provides risk management programs and other administrative services. The Plan's business and affairs are conducted by a nine member board consisting of superintendents, treasurers and business managers.

## ***PIQUA CITY SCHOOL DISTRICT***

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 13 - RISK MANAGEMENT (Continued)**

The Avizent Company is responsible for processing claims. Willis Pooling serves as the Plan's administrator, sales representative, and marketing representative who establishes agreements between the Plan and its members. Financial information can be obtained from SORSA, Attn: Executive Director, 8050 North High Street, Suite 160, Columbus, Ohio 43235-6483.

There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three fiscal years.

Workers' compensation claims are covered through the District's participation in the State of Ohio's program. The District pays the State Workers' Compensation System a premium based upon a rate per \$100 of payroll. The rate is determined based on accident history and administrative costs.

The District established the Self Insurance Fund during fiscal year 1997 to account for the proceeds of the contingent premium program administered by Anthem Blue Cross and Blue Shield. The program allows the District to limit the risk of loss to a pre-determined level while benefiting from cash flow advantages and sharing in gains for positive claims experience. Under the contingent premium program, the District remits to Anthem a reduced insurance premium, 90% of the normal fully insured premium, during the twelve month rating period. The District deposits the difference between the contingent premium and the risk premium, 110% of the normal fully insured premium, into the Self Insurance Fund. The risk premium is the maximum liability rate established at the beginning of the contract year. Incurred claims and administrative expenses are calculated at the end of every twelve month period. If the total expenses for the year are equal to or below the amount paid in the contingent premium, no additional payment is due. If total expenses exceed the contingent premium, the District must pay the excess, but only up to the risk premium. Settlement has not yet occurred for fiscal year end 2012, but the maximum amount of additional premium that may be levied against the District is \$950,189.

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**PIQUA CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2012**

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**NOTE 14 – SET-ASIDES**

As stated in House Bill 412 and revised in House Bill 345, school districts are required to maintain two set-aside balances; one for capital acquisition and maintenance and one for textbooks and other instructional materials. A set-aside balance represents resources whose use is limited because of contractual or statutory restrictions. The following demonstrates the District’s compliance with set-aside requirements in House Bill 412:

	Textbooks	Capital Acquisition
Set-aside Cash Balance as of June 30, 2011	\$834,143	\$0
Current Year Set-Aside Requirement	0	609,437
Repeal of ORC Section 3315.17	(834,143)	0
Current Year Offset Credits	0	(939,072)
Qualifying Disbursements	0	(355,900)
Total	\$0	(\$685,535)
Set-aside Cash Balance	\$0	\$0

Beginning in FY 2012, H.B. 30 of the Ohio 129th General Assembly has repealed ORC Section 3315.17 which required school districts to annually set aside funds for acquisition of textbooks and instructional materials. Additionally, Section 267.60.10 of Am. Sub. H. B. 153 provides for school districts’ boards of education to transfer any unencumbered money remaining as of July 1, 2011, in the textbook and instructional materials fund to the districts’ general revenue fund to be used for any purpose authorized for the general revenue fund. Although the District had offsets and qualifying disbursements during the year that reduced the set-aside amounts below zero, the extra amount for capital acquisition may not be used to reduce the set-aside requirements of future years. Negative amounts for capital acquisition are therefore not presented as being carried forward to the next fiscal year.

**NOTE 15 – JOINTLY GOVERNED ORGANIZATIONS**

**A. Metropolitan Dayton Educational Cooperative Association**

The Metropolitan Dayton Educational Cooperative Association (MDECA) is a not-for-profit computer service organization, whose primary function is to provide information technology services to its member school districts with some emphasis being placed on accounting, payroll, personnel records and inventory control services. Other areas of service provided by MDECA include student scheduling, attendance reporting, grade reporting, internet services and curriculum technology support.

The MDECA is one of twenty-three regional service organizations serving over 900 educational agencies in the State of Ohio that make up the Ohio Educational Computer Network (OECN). These service organizations are known as “Data Acquisition Sites.” The OECN is a collective group of Data Acquisition Sites, authorized pursuant to Section 3301.075 of the Revised Code, and their member school districts. Such sites, in conjunction with the Ohio Department of Education, comprise a statewide delivery system to provide comprehensive, cost-effective accounting and other administrative and instructional computer services for participating Ohio school districts. Funding for this network and for the MDECA is derived from the State of Ohio and from user fees.

## ***PIQUA CITY SCHOOL DISTRICT***

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 15 – JOINTLY GOVERNED ORGANIZATIONS (Continued)**

##### **A. Metropolitan Dayton Educational Cooperative Association (Continued)**

There are currently seventy-six consortium members (member school districts) in the Ohio counties of Butler, Clarke, Cuyahoga, Darke, Franklin, Greene, Hamilton, Lucas, Miami and Montgomery. These consortium members are comprised of public school districts, community schools, joint vocational school districts, and educational service centers and are voting members of the MDECA.

The laws governing the Ohio Educational Computer Network require that a board of education serve as a fiscal agent for Data Acquisition Sites receiving state funds. Specifically, Revised Code Section 3301.075 requires MDECA to conform to Revised Code Section 3313.92 in order for the MDECA to receive Ohio Educational Computer Network funds from the State Department of Education. Agreements entered into pursuant to Revised Code Section 3313.92 must be approved by the State Superintendent of Public Instruction, who has interpreted this Revised Code Section to require a board of education to serve as a fiscal agent for a Data Acquisition Site receiving funds from the Ohio Education Computer Network.

For this reason, the Montgomery County Educational Service Center serves as the fiscal agent for the MDECA and performs certain functions that might otherwise be performed by the MDECA Board of Directors in order to ensure receipt of funds from the Ohio Educational Computer Network. Essentially, these functions are to apply for and maintain the Data Acquisition Site permit for the central data processing equipment and to hold legal title to the central data processing equipment. During fiscal year 2012, the Piqua City School District paid \$69,227 to MDECA. The MDECA's office is located in 225 Linwood Drive, Dayton, Ohio 45405.

##### **B. Southwestern Ohio Educational Purchasing Council**

The Southwestern Ohio Educational Purchasing Council (SOEPC) is a purchasing cooperative made up of over 126 public school districts in 18 counties. The purpose of the cooperative is to obtain prices for quality merchandise and services commonly used by schools. All member districts are obligated to pay all fees, charges or other assessments as established by the SOEPC.

Each member district has one voting representative. Title to any and all equipment, furniture and supplies purchased by the SOEPC is held in trust for the member districts. Any district withdrawing from the SOEPC shall forfeit its claim to any and all SOEPC assets. One year prior notice is necessary for withdrawal from the group. During this time, the withdrawing member is liable for all member obligations. Payments to the SOEPC are made from the General Fund. During fiscal year 2012, the Piqua City School District paid \$1,702 to SOEPC. To obtain financial information, write to the Southwestern Ohio Educational Purchasing Cooperative, Ken Swink, Director, 303 Corporate Center Drive, Suite 208 Vandalia, Ohio 45377.

## ***PIQUA CITY SCHOOL DISTRICT***

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 15 – JOINTLY GOVERNED ORGANIZATIONS (Continued)**

##### **C. Southwestern Ohio Instructional Technology Association**

The Southwestern Ohio Instructional Technology Association (SOITA) is a not-for-profit corporation formed under Section 1702.01 of the Ohio Revised Code. The purpose of this corporation is to serve the educational needs of the area through television programming for the advancement of educational programs.

The Board of Trustees is comprised of twenty-one representatives of SOITA member schools or institutions. Twenty-one representatives are elected from within the counties, i.e. Auglaize, Brown, Butler, Champaign, Clark, Clermont, Clinton, Darke, Fayette, Greene, Hamilton, Logan, Mercer, Miami, Montgomery, Preble, Shelby and Warren. Montgomery, Greene and Butler Counties shall elect two representatives per area. All superintendents except for those from educational service centers vote on the representatives after the remaining committee nominates run. One at-large non-public representative shall be elected by the non-public school SOITA members as the State assigned SOITA service area. One at-large higher educational representative shall be elected by higher education SOITA members from within the State assigned SOITA service area.

All member districts are obligated to pay fees, charges or other assessments as established by the SOITA. Upon dissolution, the net assets shall be distributed to the federal government, or to a state or local government, for a public purpose. Payments to SOITA are made from the General Fund. During fiscal year 2012, the Piqua City School District paid \$9,754 to the SOITA. To obtain financial information, write to the Southwestern Ohio Instructional Technology Association, Larry Pogue, Executive Director, 150 East Sixth Street, Franklin, Ohio 45005.

##### **D. Upper Valley Joint Vocational School**

The Upper Valley Joint Vocational School (JVS) is a distinct political subdivision of the State of Ohio which provides vocational education. The JVS operates under the direction of a Board consisting of one representative from each participating School District's elected board. The Board possesses its own budgeting and taxing authority. The degree of control exercised by the District is limited to its representation on the Board. Financial information can be obtained from William Stump, who serves as Treasurer, 8811 Career Drive, Piqua, Ohio 45356.

## **PIQUA CITY SCHOOL DISTRICT**

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2012***

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#### **NOTE 15 – JOINTLY GOVERNED ORGANIZATIONS (Continued)**

##### **E. Educational Regional Service System Region 10**

The School District participates in the Educational Regional Service System (ERSS) Region 10, a jointly governed organization consisting of educational entities within Clark, Darke, Greene, Miami, Montgomery, and Preble counties. The purpose of the ERSS is to provide support services to school districts, community schools, and chartered nonpublic schools within the region by supporting State and school initiatives and efforts to improve school effectiveness and student achievement with a specific reference to the provision of special education and related services. The ERSS is governed by an advisory council, which is the policymaking body for the educational entities within the region, who identifies regional needs and priorities for educational services and develops corresponding policies to coordinate the delivery of services. They are also charged with the responsibility of monitoring the implementation of State and regional initiatives and school improvement efforts. The Advisory Council is made up of the director of the ERSS, the superintendent of each educational service center within the region, the superintendent of the region's largest and smallest school district, the director and an employee from each education technology center, one representative of a four-year institution of higher education and appointed by the Ohio Board of Regents, one representative of a two-year institution of higher education and appointed by the Ohio Association of Community Colleges, three board of education members (one each from a city, exempted village, and local school district within the region), and one business representative. The degree of control exercised by any participating educational entity is limited to its representation on the Advisory Council. Financial information can be obtained from the Montgomery County Educational Service Center, 200 South Keowee Street, Dayton, Ohio, 45402.

#### **NOTE 16 – RELATED ORGANIZATION**

The Piqua Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the Piqua City School District Board of Education. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the District for operational subsidies. Although the District does serve as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Piqua Public Library, William H. Stump, Financial Officer, 116 W. High Street, Piqua, Ohio 45356.

**PIQUA CITY SCHOOL DISTRICT**

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***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2012***

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**NOTE 17 - CONTINGENCIES**

**A. Grants**

The Auditor of State is currently performing a statewide review of supporting documentation for student attendance data reported to the Ohio Department of Education. The results of this review are still pending and will be reported separately to the Ohio Department of Education at a later date.

The District receives financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2012.

**B. Litigation**

The District is not a party to any legal proceedings.

**NOTE 18 – SIGNIFICANT COMMITMENTS**

At June 30, 2012 the District had encumbrance commitments in the Governmental Funds as follows:

<u>Fund</u>	<u>Encumbrances</u>
General Fund	\$369,666
OSFC Construction Fund	3,018,576
Nonmajor Governmental Funds	952,079
Total Governmental Funds	<u>\$4,340,321</u>

At June 30, 2012 the District had \$2,843,581 of contractual commitments for architect services related to the construction of two new pre-kindergarten to third grade buildings and one fourth through sixth grade building.

*PIQUA CITY SCHOOL DISTRICT*

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*COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES*

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*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE  
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS*



# *PIQUA CITY SCHOOL DISTRICT*

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## *Nonmajor Governmental Funds*

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### *Special Revenue Funds*

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

#### **Public School Support Fund**

To account for specific local revenue sources, other than taxes that are restricted to expenditures for specified purposes, curricular and extracurricular, approved by board resolutions. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

#### **Other Grant Fund**

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

#### **District Managed Activity Fund**

To account for student activity programs which have student participation in the activity without involvement in the management of the program. Typically this includes athletic programs, band, cheerleaders and other similar activities.

#### **Auxiliary Services Fund**

To account for monies which provide services and materials to pupils attending non-public schools within the District.

#### **Management Information System Fund**

To account for costs related to hardware and software development or other costs associated with the requirements of the management information system.

#### **Education Jobs Fund**

To account for federal grants to provide for support services necessary to retain existing employees, to recall or rehire former employees, and to hire new employees in order to provide early childhood, elementary or secondary educational and related services.

#### **Race to the Top Fund**

To account for monies received to provide either a new program or expansion of an existing program in specific educational areas.

#### **Title II-D Technology Fund**

To account for federal revenues received to improve academic achievement through technology.

(Continued)

# *PIQUA CITY SCHOOL DISTRICT*

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## *Special Revenue Funds*

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### **School Conflict Management Grant Fund**

To account for monies received to provide programs in the junior high schools dealing with conflict resolution.

### **IDEA-B Fund**

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

### **Title I Fund**

To account for financial assistance received from federal program to meet the special needs of educationally deprived children.

### **One Net Fund**

To account for grant monies to help implement internet technologies into the teaching and learning process. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

### **Classroom Facilities Maintenance Fund**

To account for levy proceeds for the maintenance of District facilities.

### **Title II-A Fund**

To account for federal revenues which support class reduction in grades 1-3 through employment of teachers.

### **Miscellaneous Federal Grant Fund**

To account for federal revenues which support class reduction in grades 1-3 through employment of teachers. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

## *PIQUA CITY SCHOOL DISTRICT*

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### *Capital Projects Funds*

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The Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds.

#### **Permanent Improvement Fund**

The permanent improvement fund accounts for financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary and trust funds.

#### **Building Acquisition and Construction Fund**

This fund accounts for the proceeds of debt and construction costs for energy efficiency improvements.

#### **Replacement Fund**

To account for monies used in the rebuilding, restoration or improvement of property which has been totally or partially destroyed due to any cause.

### *Permanent Fund*

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The Permanent Fund is used to account for the financial resources that are legally restricted in that only the earnings, not the principal, may be used to support the District's programs.

#### **Permanent Fund**

To account for monies, securities or lands which have been set aside as an investment for public school purposes. The income from this fund is used for purposes as designated by the donor.

**PIQUA CITY SCHOOL DISTRICT**

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**Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2012**

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	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Assets:</b>				
Pooled Cash and Investments	\$ 676,971	\$ 3,100,417	\$ 65,921	\$ 3,843,309
Receivables:				
Taxes	209,415	869,185	0	1,078,600
Intergovernmental	62,537	0	0	62,537
<b>Total Assets</b>	<u>\$ 948,923</u>	<u>\$ 3,969,602</u>	<u>\$ 65,921</u>	<u>\$ 4,984,446</u>
<b>Liabilities:</b>				
Accounts Payable	\$ 30,431	\$ 83,870	\$ 0	\$ 114,301
Accrued Wages and Benefits	157,782	0	0	157,782
Intergovernmental Payable	44,444	0	0	44,444
Deferred Revenue - Taxes	179,061	707,154	0	886,215
Deferred Revenue	56,900	0	0	56,900
<b>Total Liabilities</b>	<u>468,618</u>	<u>791,024</u>	<u>0</u>	<u>1,259,642</u>
<b>Fund Balance:</b>				
Nonspendable	0	0	44,919	44,919
Restricted	624,976	3,084,341	21,002	3,730,319
Assigned	0	94,237	0	94,237
Unassigned	(144,671)	0	0	(144,671)
<b>Total Fund Balance</b>	<u>480,305</u>	<u>3,178,578</u>	<u>65,921</u>	<u>3,724,804</u>
<b>Total Liabilities and Fund Balance</b>	<u>\$ 948,923</u>	<u>\$ 3,969,602</u>	<u>\$ 65,921</u>	<u>\$ 4,984,446</u>

**PIQUA CITY SCHOOL DISTRICT**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2012**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
<b>Revenues:</b>				
Local Sources:				
Taxes	\$ 136,420	\$ 935,386	\$ 0	\$ 1,071,806
Investment Earnings	252	2,726	35	3,013
Extracurricular Activities	344,182	0	0	344,182
Intermediate Sources	18,594	0	0	18,594
Intergovernmental - State	177,927	255,975	0	433,902
Intergovernmental - Federal	2,966,547	0	0	2,966,547
All Other Revenue	51,870	62,484	1,000	115,354
<b>Total Revenue</b>	<b>3,695,792</b>	<b>1,256,571</b>	<b>1,035</b>	<b>4,953,398</b>
<b>Expenditures:</b>				
Current:				
Instruction	2,696,556	444,042	0	3,140,598
Supporting Services:				
Pupils	99,892	0	1,200	101,092
Instructional Staff	205,791	0	0	205,791
Administration	12,161	0	0	12,161
Fiscal Services	1,819	17,814	0	19,633
Pupil Transportation	687	172,208	0	172,895
Central	16,200	0	0	16,200
Operation of Non-Instructional Services	255,659	0	0	255,659
Extracurricular Activities	415,827	0	0	415,827
Capital Outlay	0	2,680,592	0	2,680,592
<b>Total Expenditures</b>	<b>3,704,592</b>	<b>3,314,656</b>	<b>1,200</b>	<b>7,020,448</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(8,800)	(2,058,085)	(165)	(2,067,050)
<b>Other Financing Sources (Uses):</b>				
Transfers Out	0	(300,079)	0	(300,079)
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>(300,079)</b>	<b>0</b>	<b>(300,079)</b>
Net Change in Fund Balance	(8,800)	(2,358,164)	(165)	(2,367,129)
<b>Fund Balance at Beginning of Year</b>	<b>489,105</b>	<b>5,536,742</b>	<b>66,086</b>	<b>6,091,933</b>
<b>Fund Balance End of Year</b>	<b>\$ 480,305</b>	<b>\$ 3,178,578</b>	<b>\$ 65,921</b>	<b>\$ 3,724,804</b>

**PIQUA CITY SCHOOL DISTRICT**

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**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2012**

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	Other Grant	District Managed Activity	Auxiliary Services	Management Information System
<b>Assets:</b>				
Pooled Cash and Investments	\$ 23,217	\$ 381,341	\$ 20,033	\$ 93,036
Receivables:				
Taxes	0	0	0	0
Intergovernmental	0	0	0	0
<b>Total Assets</b>	<u>\$ 23,217</u>	<u>\$ 381,341</u>	<u>\$ 20,033</u>	<u>\$ 93,036</u>
<b>Liabilities:</b>				
Accounts Payable	\$ 1,071	\$ 20,099	\$ 7,893	\$ 0
Accrued Wages and Benefits	0	0	0	0
Intergovernmental Payable	0	20	0	0
Deferred Revenue - Taxes	0	0	0	0
Deferred Revenue	0	0	0	0
<b>Total Liabilities</b>	<u>1,071</u>	<u>20,119</u>	<u>7,893</u>	<u>0</u>
<b>Fund Balance:</b>				
Restricted	22,146	361,222	12,140	93,036
Unassigned	0	0	0	0
<b>Total Fund Balance (Deficit)</b>	<u>22,146</u>	<u>361,222</u>	<u>12,140</u>	<u>93,036</u>
<b>Total Liabilities and Fund Balance</b>	<u>\$ 23,217</u>	<u>\$ 381,341</u>	<u>\$ 20,033</u>	<u>\$ 93,036</u>

**PIQUA CITY SCHOOL DISTRICT**

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Education Jobs	Race to the Top	Title II-D Technology	School Conflict Management Grant	IDEA-B	Title I
\$ 0	\$ 6,373	\$ 165	\$ 703	\$ 33,181	\$ 14,675
0	0	0	0	0	0
0	0	850	0	61,687	0
<u>\$ 0</u>	<u>\$ 6,373</u>	<u>\$ 1,015</u>	<u>\$ 703</u>	<u>\$ 94,868</u>	<u>\$ 14,675</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 300	\$ 1,068
0	5,377	0	0	53,168	99,237
22,047	33	0	0	3,187	19,062
0	0	0	0	0	0
0	0	850	0	56,050	0
<u>22,047</u>	<u>5,410</u>	<u>850</u>	<u>0</u>	<u>112,705</u>	<u>119,367</u>
0	963	165	703	0	0
(22,047)	0	0	0	(17,837)	(104,692)
<u>(22,047)</u>	<u>963</u>	<u>165</u>	<u>703</u>	<u>(17,837)</u>	<u>(104,692)</u>
<u>\$ 0</u>	<u>\$ 6,373</u>	<u>\$ 1,015</u>	<u>\$ 703</u>	<u>\$ 94,868</u>	<u>\$ 14,675</u>

(Continued)

**PIQUA CITY SCHOOL DISTRICT**

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**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2012**

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	Classroom Facilities Maintenance	Title II-A	Total Nonmajor Special Revenue Funds
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Assets:</b>			
Pooled Cash and Investments	\$ 104,247	\$ 0	\$ 676,971
Receivables:			
Taxes	209,415	0	209,415
Intergovernmental	0	0	62,537
<b>Total Assets</b>	<u>\$ 313,662</u>	<u>\$ 0</u>	<u>\$ 948,923</u>
 <b>Liabilities:</b>			
Accounts Payable	\$ 0	\$ 0	\$ 30,431
Accrued Wages and Benefits	0	0	157,782
Intergovernmental Payable	0	95	44,444
Deferred Revenue - Taxes	179,061	0	179,061
Deferred Revenue	0	0	56,900
<b>Total Liabilities</b>	<u>179,061</u>	<u>95</u>	<u>468,618</u>
 <b>Fund Balance:</b>			
Restricted	134,601	0	624,976
Unassigned	0	(95)	(144,671)
<b>Total Fund Balance (Deficit)</b>	<u>134,601</u>	<u>(95)</u>	<u>480,305</u>
<b>Total Liabilities and Fund Balance</b>	<u>\$ 313,662</u>	<u>\$ 0</u>	<u>\$ 948,923</u>



**PIQUA CITY SCHOOL DISTRICT**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012**

	Other Grant	District Managed Activity	Auxiliary Services	Management Information System
<b>Revenues:</b>				
Local Sources:				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Investment Earnings	0	222	30	0
Extracurricular Activities	0	344,182	0	0
Intermediate Sources	18,594	0	0	0
Intergovernmental - State	0	0	151,727	0
Intergovernmental - Federal	0	0	0	0
All Other Revenue	1,771	50,099	0	0
<b>Total Revenue</b>	20,365	394,503	151,757	0
<b>Expenditures:</b>				
Current:				
Instruction	31,309	0	0	0
Supporting Services:				
Pupils	0	8,282	0	0
Instructional Staff	0	0	0	0
Administration	0	0	0	1,996
Fiscal Services	0	0	0	0
Pupil Transportation	0	687	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	163,370	0
Extracurricular Activities	0	415,827	0	0
<b>Total Expenditures</b>	31,309	424,796	163,370	1,996
Net Change in Fund Balance	(10,944)	(30,293)	(11,613)	(1,996)
<b>Fund Balance (Deficit) at Beginning of Year</b>	33,090	391,515	23,753	95,032
<b>Fund Balance (Deficit) End of Year</b>	\$ 22,146	\$ 361,222	\$ 12,140	\$ 93,036

**PIQUA CITY SCHOOL DISTRICT**

Education Jobs	Race to the Top	Title II-D Technology	School Conflict Management Grant	IDEA-B	Title I
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	10,000	0	0
505,742	123,803	139,608	0	822,507	1,171,760
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>505,742</u>	<u>123,803</u>	<u>139,608</u>	<u>10,000</u>	<u>822,507</u>	<u>1,171,760</u>
558,799	115,886	135,172	10,000	807,709	867,733
0	0	0	0	2,111	89,499
0	0	25,251	0	29,547	150,993
0	0	0	0	10,165	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	76,843	15,446
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>558,799</u>	<u>115,886</u>	<u>160,423</u>	<u>10,000</u>	<u>926,375</u>	<u>1,123,671</u>
(53,057)	7,917	(20,815)	0	(103,868)	48,089
31,010	(6,954)	20,980	703	86,031	(152,781)
<u>\$ (22,047)</u>	<u>\$ 963</u>	<u>\$ 165</u>	<u>\$ 703</u>	<u>\$ (17,837)</u>	<u>\$ (104,692)</u>

(Continued)

**PIQUA CITY SCHOOL DISTRICT**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012**

	One Net	Classroom Facilities Maintenance	Title II-A	Miscellaneous Federal Grant
<b>Revenues:</b>				
Local Sources:				
Taxes	\$ 0	\$ 136,420	\$ 0	\$ 0
Investment Earnings	0	0	0	0
Extracurricular Activities	0	0	0	0
Intermediate Sources	0	0	0	0
Intergovernmental - State	16,200	0	0	0
Intergovernmental - Federal	0	0	202,366	761
All Other Revenue	0	0	0	0
<b>Total Revenue</b>	16,200	136,420	202,366	761
<b>Expenditures:</b>				
Current:				
Instruction	0	0	167,700	2,248
Supporting Services:				
Pupils	0	0	0	0
Instructional Staff	0	0	0	0
Administration	0	0	0	0
Fiscal Services	0	1,819	0	0
Pupil Transportation	0	0	0	0
Central	16,200	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Extracurricular Activities	0	0	0	0
<b>Total Expenditures</b>	16,200	1,819	167,700	2,248
Net Change in Fund Balance	0	134,601	34,666	(1,487)
<b>Fund Balance (Deficit) at Beginning of Year</b>	0	0	(34,761)	1,487
<b>Fund Balance (Deficit) End of Year</b>	\$ 0	\$ 134,601	\$ (95)	\$ 0

**PIQUA CITY SCHOOL DISTRICT**

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Total Nonmajor  
Special Revenue  
Funds

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\$	136,420
	252
	344,182
	18,594
	177,927
	2,966,547
	<u>51,870</u>
	<u>3,695,792</u>
	2,696,556
	99,892
	205,791
	12,161
	1,819
	687
	16,200
	255,659
	<u>415,827</u>
	<u>3,704,592</u>
	(8,800)
	489,105
\$	<u>480,305</u>

**PIQUA CITY SCHOOL DISTRICT**

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**Combining Balance Sheet  
Nonmajor Capital Projects Funds  
June 30, 2012**

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	Permanent Improvement	Building Acquisition and Construction	Replacement	Total Nonmajor Capital Projects Funds
<b>Assets:</b>				
Pooled Cash and Investments	\$ 2,418,339	\$ 587,841	\$ 94,237	\$ 3,100,417
Receivables:				
Taxes	869,185	0	0	869,185
<b>Total Assets</b>	<b>\$ 3,287,524</b>	<b>\$ 587,841</b>	<b>\$ 94,237</b>	<b>\$ 3,969,602</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 74,371	\$ 9,499	\$ 0	\$ 83,870
Deferred Revenue - Taxes	707,154	0	0	707,154
<b>Total Liabilities</b>	<b>781,525</b>	<b>9,499</b>	<b>0</b>	<b>791,024</b>
<b>Fund Balance:</b>				
Restricted	2,505,999	578,342	0	3,084,341
Assigned	0	0	94,237	94,237
<b>Total Fund Balance</b>	<b>2,505,999</b>	<b>578,342</b>	<b>94,237</b>	<b>3,178,578</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 3,287,524</b>	<b>\$ 587,841</b>	<b>\$ 94,237</b>	<b>\$ 3,969,602</b>

**PIQUA CITY SCHOOL DISTRICT**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Capital Projects Funds  
For the Fiscal Year Ended June 30, 2012**

	Permanent Improvement	Building Acquisition and Construction	Replacement	Total Nonmajor Capital Projects Funds
<b>Revenues:</b>				
Local Sources:				
Taxes	\$ 935,386	\$ 0	\$ 0	\$ 935,386
Investment Earnings	1,377	1,296	53	2,726
Intergovernmental - State	255,975	0	0	255,975
All Other Revenue	61,884	600	0	62,484
<b>Total Revenue</b>	1,254,622	1,896	53	1,256,571
<b>Expenditures:</b>				
Current:				
Instruction	444,042	0	0	444,042
Fiscal Services	17,814	0	0	17,814
Pupil Transportation	172,208	0	0	172,208
Capital Outlay	382,788	2,297,804	0	2,680,592
<b>Total Expenditures</b>	1,016,852	2,297,804	0	3,314,656
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	237,770	(2,295,908)	53	(2,058,085)
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(300,079)	0	0	(300,079)
<b>Total Other Financing Sources (Uses)</b>	(300,079)	0	0	(300,079)
Net Change in Fund Balance	(62,309)	(2,295,908)	53	(2,358,164)
<b>Fund Balance at Beginning of Year</b>	2,568,308	2,874,250	94,184	5,536,742
<b>Fund Balance End of Year</b>	\$ 2,505,999	\$ 578,342	\$ 94,237	\$ 3,178,578

## PIQUA CITY SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds - General Fund  
For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Local Sources:				
Taxes	\$ 13,729,067	\$ 14,078,102	\$ 14,078,102	\$ 0
Tuition	3,980	2,980	2,980	0
Transportation Fees	53,287	51,565	51,565	0
Investment Earnings	10,119	9,368	9,368	0
Class Material and Fees	108,433	117,947	117,947	0
Intergovernmental - State	13,771,061	15,484,478	15,484,478	0
Intergovernmental - Federal	114,986	113,446	113,446	0
All Other Revenues	122,063	138,858	138,858	0
Total Revenues	<u>27,912,996</u>	<u>29,996,744</u>	<u>29,996,744</u>	<u>0</u>
<b>Expenditures:</b>				
Instructional Services:				
Regular:				
Salaries and Wages	9,228,822	8,936,513	8,936,513	0
Fringe Benefits	2,876,546	2,875,923	2,875,923	0
Purchased Services	517,050	1,651,349	1,651,349	0
Supplies and Materials	333,275	303,426	303,426	0
Other Expenditures	13,859	0	0	0
Capital Outlay	9,805	1,813	1,813	0
Total Regular	<u>12,979,357</u>	<u>13,769,024</u>	<u>13,769,024</u>	<u>0</u>
Special:				
Salaries and Wages	1,250,315	1,178,089	1,178,089	0
Fringe Benefits	531,286	510,834	510,834	0
Purchased Services	2,682,216	3,128,590	3,128,590	0
Supplies and Materials	1,500	4,606	4,606	0
Other Expenditures	0	10,993	10,993	0
Capital Outlay	13,480	2,241	2,241	0
Total Special	<u>4,478,797</u>	<u>4,835,353</u>	<u>4,835,353</u>	<u>0</u>
Other:				
Salaries and Wages	13,804	1,541	1,541	0
Fringe Benefits	2,173	274	274	0
Purchased Services	6,360	0	0	0
Supplies and Materials	13,747	9,295	9,295	0
Total Other	<u>36,084</u>	<u>11,110</u>	<u>11,110</u>	<u>0</u>
Total Instructional Services	<u>17,494,238</u>	<u>18,615,487</u>	<u>18,615,487</u>	<u>0</u>

(Continued)

## PIQUA CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds - General Fund  
For the Fiscal Year Ended June 30, 2012***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Support Services:				
Pupils:				
Salaries and Wages	948,065	876,538	876,538	0
Fringe Benefits	352,143	317,662	317,637	25
Purchased Services	1	1	1	0
Supplies and Materials	8,000	14,196	14,196	0
Capital Outlay	1,200	983	983	0
Total Pupils	<u>1,309,409</u>	<u>1,209,380</u>	<u>1,209,355</u>	<u>25</u>
Instructional Staff:				
Salaries and Wages	1,199,767	1,182,365	1,182,365	0
Fringe Benefits	711,746	661,440	661,440	0
Purchased Services	92,674	53,439	53,438	1
Supplies and Materials	21,952	12,368	12,368	0
Capital Outlay	650	0	0	0
Total Instructional Staff	<u>2,026,789</u>	<u>1,909,612</u>	<u>1,909,611</u>	<u>1</u>
Board of Education:				
Salaries and Wages	8,125	8,125	8,125	0
Fringe Benefits	1,198	1,235	1,235	0
Purchased Services	14,194	16,945	16,945	0
Total Board of Education	<u>23,517</u>	<u>26,305</u>	<u>26,305</u>	<u>0</u>
Administration:				
Salaries and Wages	1,354,679	1,292,413	1,292,413	0
Fringe Benefits	527,991	516,484	516,484	0
Purchased Services	396,916	509,851	509,850	1
Supplies and Materials	26,937	12,298	12,298	0
Other Expenditures	21,257	18,727	18,727	0
Capital Outlay	600	0	0	0
Total Administration	<u>2,328,380</u>	<u>2,349,773</u>	<u>2,349,772</u>	<u>1</u>
Fiscal Services:				
Salaries and Wages	231,272	231,025	231,025	0
Fringe Benefits	122,752	129,845	129,845	0
Purchased Services	24,480	42,524	42,524	0
Supplies and Materials	5,248	4,892	4,892	0
Other Expenditures	211,702	197,590	197,590	0
Total Fiscal Services	<u>595,454</u>	<u>605,876</u>	<u>605,876</u>	<u>0</u>

(Continued)

**PIQUA CITY SCHOOL DISTRICT**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds - General Fund  
For the Fiscal Year Ended June 30, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Business:</b>				
Fringe Benefits	2,338	6,432	6,432	0
Total Business	2,338	6,432	6,432	0
<b>Operation and Maintenance of Plant:</b>				
Salaries and Wages	1,078,595	962,862	962,862	0
Fringe Benefits	491,080	440,844	440,844	0
Purchased Services	1,386,083	1,354,104	1,354,104	0
Supplies and Materials	183,939	141,497	141,497	0
Capital Outlay	30,290	1,510	1,510	0
Total Operation and Maintenance Of Plant	3,169,987	2,900,817	2,900,817	0
<b>Pupil Transportation:</b>				
Salaries and Wages	678,238	672,100	672,100	0
Fringe Benefits	387,860	385,464	385,464	0
Purchased Services	116,591	66,834	66,834	0
Supplies and Materials	249,306	277,220	277,219	1
Capital Outlay	0	1,156	1,156	0
Total Pupil Transportation	1,431,995	1,402,774	1,402,773	1
<b>Central:</b>				
Salaries and Wages	104,683	110,304	110,304	0
Fringe Benefits	71,078	69,656	69,656	0
Purchased Services	81,248	103,261	103,261	0
Total Central	257,009	283,221	283,221	0
Total Support Services	11,144,878	10,694,190	10,694,162	28
<b>Extracurricular Activities:</b>				
Salaries and Wages	317,466	321,999	321,999	0
Fringe Benefits	53,240	54,601	54,601	0
Purchased Services	4,342	1,490	1,490	0
Total Extracurricular Activities	375,048	378,090	378,090	0
Total Expenditures	29,014,164	29,687,767	29,687,739	28
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,101,168)	308,977	309,005	28

(Continued)

**PIQUA CITY SCHOOL DISTRICT**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds - General Fund  
For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Other Financing Sources (Uses):</b>				
Proceeds from the Sale of Capital Assets	2,292	0	0	0
Advances In	126,596	126,596	126,596	0
Refund of Prior Year's Expenditures	28,917	110,427	110,428	1
Total Other Financing Sources (Uses):	<u>157,805</u>	<u>237,023</u>	<u>237,024</u>	<u>1</u>
Net Change in Fund Balance	(943,363)	546,000	546,029	29
Fund Balance at Beginning of Year	6,020,539	6,020,539	6,020,539	0
Prior Year Encumbrances	<u>577,194</u>	<u>577,194</u>	<u>577,194</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 5,654,370</u>	<u>\$ 7,143,733</u>	<u>\$ 7,143,762</u>	<u>\$ 29</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds - Debt Service Fund  
For the Fiscal Year Ended June 30, 2012***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 31,538,391</u>	<u>\$ 31,538,391</u>	<u>\$ 0</u>
Total Expenditures and Other Financing Uses	<u>30,535,217</u>	<u>30,535,217</u>	<u>0</u>
Net Change in Fund Balance	1,003,174	1,003,174	0
Fund Balance at Beginning of Year	<u>778,130</u>	<u>778,130</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 1,781,304</u></u>	<u><u>\$ 1,781,304</u></u>	<u><u>\$ 0</u></u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds - Capital Projects Fund  
For the Fiscal Year Ended June 30, 2012***

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**OHIO SCHOOL FACILITIES COMMISSION CONSTRUCTION FUND**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Total Revenues and Other Financing Sources	\$ 30,024,149	\$ 30,058,631	\$ 34,482
Total Expenditures and Other Financing Uses	<u>3,018,577</u>	<u>3,018,577</u>	<u>0</u>
Net Change in Fund Balance	27,005,572	27,040,054	34,482
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 27,005,572</u>	<u>\$ 27,040,054</u>	<u>\$ 34,482</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	\$ 297,200	\$ 297,200	\$ 0
Total Expenditures and Other Financing Uses	216,809	216,809	0
Net Change in Fund Balance	80,391	80,391	0
Fund Balance at Beginning of Year	147,198	147,198	0
Prior Year Encumbrances	24,009	24,009	0
Fund Balance at End of Year	<u>\$ 251,598</u>	<u>\$ 251,598</u>	<u>\$ 0</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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	<b>OTHER GRANT FUND</b>		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Total Revenues and Other Financing Sources	\$ 20,365	\$ 20,365	\$ 0
Total Expenditures and Other Financing Uses	<u>33,580</u>	<u>33,579</u>	<u>1</u>
Net Change in Fund Balance	(13,215)	(13,214)	1
Fund Balance at Beginning of Year	32,507	32,507	0
Prior Year Encumbrances	<u>1,267</u>	<u>1,267</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 20,559</u>	<u>\$ 20,560</u>	<u>\$ 1</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	\$ 396,073	\$ 396,067	\$ (6)
Total Expenditures and Other Financing Uses	455,029	455,029	0
Net Change in Fund Balance	(58,956)	(58,962)	(6)
Fund Balance at Beginning of Year	373,828	373,828	0
Prior Year Encumbrances	26,735	26,735	0
Fund Balance at End of Year	<u>\$ 341,607</u>	<u>\$ 341,601</u>	<u>\$ (6)</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	\$ 151,755	\$ 151,757	\$ 2
Total Expenditures and Other Financing Uses	181,351	181,351	0
Net Change in Fund Balance	(29,596)	(29,594)	2
Fund Balance at Beginning of Year	593	593	0
Prior Year Encumbrances	33,867	33,867	0
Fund Balance at End of Year	<u>\$ 4,864</u>	<u>\$ 4,866</u>	<u>\$ 2</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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**MANAGEMENT INFORMATION SYSTEM FUND**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total Expenditures and Other Financing Uses	<u>4,625</u>	<u>4,625</u>	<u>0</u>
Net Change in Fund Balance	(4,625)	(4,625)	0
Fund Balance at Beginning of Year	<u>95,032</u>	<u>95,032</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 90,407</u></u>	<u><u>\$ 90,407</u></u>	<u><u>\$ 0</u></u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	\$ 589,010	\$ 589,010	\$ 0
Total Expenditures and Other Financing Uses	589,010	589,010	0
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	\$ 261,199	\$ 261,199	\$ 0
Total Expenditures and Other Financing Uses	254,826	254,826	0
Net Change in Fund Balance	6,373	6,373	0
Fund Balance at Beginning of Year	(49,478)	(49,478)	0
Prior Year Encumbrances	49,478	49,478	0
Fund Balance at End of Year	<u>\$ 6,373</u>	<u>\$ 6,373</u>	<u>\$ 0</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	\$ 162,279	\$ 162,279	\$ 0
Total Expenditures and Other Financing Uses	170,103	170,103	0
Net Change in Fund Balance	(7,824)	(7,824)	0
Fund Balance at Beginning of Year	(724)	(724)	0
Prior Year Encumbrances	8,563	8,563	0
Fund Balance at End of Year	<u>\$ 15</u>	<u>\$ 15</u>	<u>\$ 0</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	\$ 10,000	\$ 10,000	\$ 0
Total Expenditures and Other Financing Uses	10,000	10,000	0
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	703	703	0
Fund Balance at End of Year	\$ 703	\$ 703	\$ 0

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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	<b>IDEA-B FUND</b>		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Total Revenues and Other Financing Sources	<u>\$ 938,611</u>	<u>\$ 938,610</u>	<u>\$ (1)</u>
Total Expenditures and Other Financing Uses	<u>946,062</u>	<u>946,062</u>	<u>0</u>
Net Change in Fund Balance	(7,451)	(7,452)	(1)
Fund Balance at Beginning of Year	(30,203)	(30,203)	0
Prior Year Encumbrances	<u>69,452</u>	<u>69,452</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 31,798</u></u>	<u><u>\$ 31,797</u></u>	<u><u>\$ (1)</u></u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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	TITLE I FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Total Revenues and Other Financing Sources	\$ 1,171,760	\$ 1,171,760	\$ 0
Total Expenditures and Other Financing Uses	<u>1,158,153</u>	<u>1,158,153</u>	<u>0</u>
Net Change in Fund Balance	13,607	13,607	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$ 13,607</u>	<u>\$ 13,607</u>	<u>\$ 0</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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	ONE NET FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Total Revenues and Other Financing Sources	\$ 16,200	\$ 16,200	\$ 0
Total Expenditures and Other Financing Uses	<u>16,200</u>	<u>16,200</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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**CLASSROOM FACILITIES MAINTENANCE FUND**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	\$ 106,066	\$ 106,066	\$ 0
Total Expenditures and Other Financing Uses	<u>1,819</u>	<u>1,819</u>	<u>0</u>
Net Change in Fund Balance	104,247	104,247	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 104,247</u>	<u>\$ 104,247</u>	<u>\$ 0</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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	TITLE II-A FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Total Revenues and Other Financing Sources	<u>\$ 202,366</u>	<u>\$ 202,366</u>	<u>\$ 0</u>
Total Expenditures and Other Financing Uses	<u>202,366</u>	<u>202,366</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012***

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**MISCELLANEOUS FEDERAL GRANT FUND**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	\$ 3,232	\$ 3,232	\$ 0
Total Expenditures and Other Financing Uses	<u>3,505</u>	<u>3,505</u>	<u>0</u>
Net Change in Fund Balance	(273)	(273)	0
Fund Balance at Beginning of Year	(2,057)	(2,057)	0
Prior Year Encumbrances	<u>2,330</u>	<u>2,330</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Fund  
For the Fiscal Year Ended June 30, 2012***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	\$ 1,281,120	\$ 1,281,120	\$ 0
Total Expenditures and Other Financing Uses	1,547,676	1,547,670	6
Net Change in Fund Balance	(266,556)	(266,550)	6
Fund Balance at Beginning of Year	2,159,386	2,159,386	0
Prior Year Encumbrances	244,383	244,383	0
Fund Balance at End of Year	<u>\$ 2,137,213</u>	<u>\$ 2,137,219</u>	<u>\$ 6</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Fund  
For the Fiscal Year Ended June 30, 2012***

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	\$ 1,896	\$ 1,896	\$ 0
Total Expenditures and Other Financing Uses	2,923,600	2,923,599	1
Net Change in Fund Balance	(2,921,704)	(2,921,703)	1
Fund Balance at Beginning of Year	283	283	0
Prior Year Encumbrances	2,921,480	2,921,480	0
Fund Balance at End of Year	<u>\$ 59</u>	<u>\$ 60</u>	<u>\$ 1</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Fund  
For the Fiscal Year Ended June 30, 2012***

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	<b>REPLACEMENT FUND</b>		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Total Revenues and Other Financing Sources	<u>\$ 53</u>	<u>\$ 53</u>	<u>\$ 0</u>
Total Expenditures and Other Financing Uses	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	53	53	0
Fund Balance at Beginning of Year	94,184	94,184	0
Fund Balance at End of Year	<u>\$ 94,237</u>	<u>\$ 94,237</u>	<u>\$ 0</u>

**PIQUA CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Permanent Fund  
For the Fiscal Year Ended June 30, 2012***

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	<b>PERMANENT FUND</b>		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Total Revenues and Other Financing Sources	<u>\$ 1,035</u>	<u>\$ 1,035</u>	<u>\$ 0</u>
Total Expenditures and Other Financing Uses	<u>3,200</u>	<u>3,200</u>	<u>0</u>
Net Change in Fund Balance	(2,165)	(2,165)	0
Fund Balance at Beginning of Year	65,086	65,086	0
Prior Year Encumbrances	<u>1,000</u>	<u>1,000</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 63,921</u></u>	<u><u>\$ 63,921</u></u>	<u><u>\$ 0</u></u>

## *PIQUA CITY SCHOOL DISTRICT*

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### *Fiduciary Fund*

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

### *Agency Fund*

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#### **Student Managed Activity Fund**

To account for resources that belong to the student bodies of the various schools for sales and other revenue generating activities.

**PIQUA CITY SCHOOL DISTRICT**

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***Statement Of Changes In Assets And Liabilities  
Agency Fund  
For the Fiscal Year Ended June 30, 2012***

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	Balance June 30, 2011	Additions	Deductions	Balance June 30, 2012
<b><u>Student Managed Activity Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$37,196	\$39,439	(\$42,847)	\$33,788
Total Assets	<u>\$37,196</u>	<u>\$39,439</u>	<u>(\$42,847)</u>	<u>\$33,788</u>
Liabilities:				
Due to Students	\$37,196	\$39,439	(\$42,847)	\$33,788
Total Liabilities	<u>\$37,196</u>	<u>\$39,439</u>	<u>(\$42,847)</u>	<u>\$33,788</u>

*STATISTICAL SECTION*

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*STATISTICAL TABLES*

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

*Contents*

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<b>Financial Trends</b>	S 2– S 13
These schedules contain trend information to help the reader understand how the District's financial position has changed over time.	
<b>Revenue Capacity</b>	S 14 – S 21
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.	
<b>Debt Capacity</b>	S 22 – S 29
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
<b>Economic and Demographic Information</b>	S 30 – S 33
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.	
<b>Operating Information</b>	S 34 – S 47
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 Note:**

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**Piqua City School District**

*Net Assets by Component  
Last Ten Years  
(accrual basis of accounting)*

	2003	2004	2005	* 2006
<b>Governmental Activities:</b>				
Invested in Capital Assets, Net of Related Debt	\$16,509,571	\$16,731,185	\$17,469,998	\$18,034,488
Restricted for:				
Capital Projects	1,637,564	1,966,516	1,336,198	1,076,537
Debt Service	482,876	380,838	577,311	509,255
Other Purposes	0	114,806	288,660	362,554
Permanent Fund:				
Expendable	0	0	0	0
Nonexpendable	0	0	0	0
Unrestricted (Deficit)	(399,114)	990,003	3,299,555	3,135,840
Total Governmental Activities Net Assets	<u>\$18,230,897</u>	<u>\$20,183,348</u>	<u>\$22,971,722</u>	<u>\$23,118,674</u>
<b>Business-type Activities:</b>				
Invested in Capital Assets, Net of Related Debt	\$388,091	\$372,947	\$360,100	\$343,706
Unrestricted (Deficit)	790,300	823,085	869,537	887,314
Total Business-type Activities Net Assets	<u>\$1,178,391</u>	<u>\$1,196,032</u>	<u>\$1,229,637</u>	<u>\$1,231,020</u>
<b>Primary Government:</b>				
Invested in Capital Assets, Net of Related Debt	\$16,897,662	\$17,104,132	\$17,830,098	\$18,378,194
Restricted	2,120,440	2,462,160	2,202,169	1,948,346
Unrestricted (Deficit)	391,186	1,813,088	4,169,092	4,023,154
Total Primary Government Net Assets	<u>\$19,409,288</u>	<u>\$21,379,380</u>	<u>\$24,201,359</u>	<u>\$24,349,694</u>

\* As Restated

Source: District Treasurer's Office

*Piqua City School District*

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<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$18,301,335	\$17,911,256	\$17,985,350	\$18,168,187	\$18,928,936	\$19,340,046
937,024	1,560,221	1,913,605	2,082,762	2,589,369	27,756,367
730,481	788,458	840,185	857,711	942,770	2,070,747
490,122	416,859	0	580,141	912,316	328,593
31,044	28,582	27,126	23,050	21,902	21,002
36,309	38,609	40,049	43,919	44,184	44,919
<u>3,192,601</u>	<u>4,263,735</u>	<u>7,421,574</u>	<u>7,370,622</u>	<u>7,867,316</u>	<u>8,964,093</u>
<u>\$23,718,916</u>	<u>\$25,007,720</u>	<u>\$28,227,889</u>	<u>\$29,126,392</u>	<u>\$31,306,793</u>	<u>\$58,525,767</u>
\$366,053	\$342,971	\$314,533	\$327,699	\$315,934	\$297,028
744,863	877,825	889,595	801,579	1,081,342	1,271,588
<u>\$1,110,916</u>	<u>\$1,220,796</u>	<u>\$1,204,128</u>	<u>\$1,129,278</u>	<u>\$1,397,276</u>	<u>\$1,568,616</u>
\$18,667,388	\$18,254,227	\$18,299,883	\$18,495,886	\$19,244,870	\$19,637,074
2,224,980	2,832,729	2,820,965	3,587,583	4,510,541	30,221,628
<u>3,937,464</u>	<u>5,141,560</u>	<u>8,311,169</u>	<u>8,172,201</u>	<u>8,948,658</u>	<u>10,235,681</u>
<u>\$24,829,832</u>	<u>\$26,228,516</u>	<u>\$29,432,017</u>	<u>\$30,255,670</u>	<u>\$32,704,069</u>	<u>\$60,094,383</u>

## Piqua City School District

*Changes in Net Assets  
Last Ten Years  
(accrual basis of accounting)*

	2003	2004	2005	2006
<b>Expenses</b>				
Governmental Activities:				
Instruction	\$16,881,816	\$16,736,129	\$17,846,789	\$18,811,951
Support Services:				
Pupils	1,485,305	1,443,477	1,606,509	1,445,687
Instructional Staff	1,670,861	1,672,048	1,856,368	2,041,532
Board of Education	7,655	9,288	10,002	19,669
Administration	1,989,454	2,090,822	2,281,690	2,266,873
Fiscal Services	563,651	669,152	597,052	407,123
Business	84,935	74,505	85,456	100,937
Operation and Maintenance of Plant	2,323,836	2,519,590	2,778,643	2,866,955
Pupil Transportation	1,114,543	1,175,222	1,296,336	1,378,564
Central	28,787	64,643	129,257	160,049
Operation of Non-Instructional Services	277,923	316,379	304,911	298,992
Extracurricular Activities	720,679	679,708	638,177	671,020
Interest and Fiscal Charges	564,356	522,049	286,314	473,938
<i>Total Governmental Activities Expenses</i>	<u>27,713,801</u>	<u>27,973,012</u>	<u>29,717,504</u>	<u>30,943,290</u>
Business-type Activities:				
Food Service	1,391,897	1,496,069	1,577,204	1,617,780
<i>Total Business-type Activities Expenses</i>	<u>1,391,897</u>	<u>1,496,069</u>	<u>1,577,204</u>	<u>1,617,780</u>
<i>Total Primary Government Expenses</i>	<u>\$29,105,698</u>	<u>\$29,469,081</u>	<u>\$31,294,708</u>	<u>\$32,561,070</u>
<b>Program Revenues</b>				
Governmental Activities:				
Charges for Services				
Instruction	\$397,793	\$277,325	\$295,514	\$305,864
Support Services:				
Pupils	803	468	776	1,263
Pupil Transportation	38,122	35,848	37,911	54,948
Extracurricular Activities	277,957	261,546	336,562	292,169
Operating Grants and Contributions	1,917,459	2,551,904	2,646,302	2,722,204
Capital Grants and Contributions	11,132	0	32,550	0
<i>Total Governmental Activities</i>	<u>2,643,266</u>	<u>3,127,091</u>	<u>3,349,615</u>	<u>3,376,448</u>
<i>Program Revenues</i>	<u>2,643,266</u>	<u>3,127,091</u>	<u>3,349,615</u>	<u>3,376,448</u>

*Piqua City School District*

2007	2008	2009	2010	2011	2012
\$19,061,767	\$19,105,320	\$19,185,487	\$20,847,397	\$21,406,030	\$22,684,939
1,505,043	1,549,456	1,563,984	1,526,170	1,491,789	1,335,557
2,061,205	2,085,124	1,954,338	2,064,970	2,034,765	2,120,361
23,042	20,339	32,189	29,714	23,825	24,845
2,454,192	2,361,191	2,330,316	2,377,327	2,390,523	2,291,914
390,832	401,055	382,588	400,031	629,529	658,690
101,989	52,433	56,246	26,713	2,338	6,432
3,065,299	2,882,505	2,903,991	2,883,562	3,018,583	2,775,724
1,545,489	1,442,206	1,262,006	1,432,056	1,522,099	1,722,426
162,793	192,486	211,194	314,184	269,213	302,710
375,228	289,838	295,329	148,034	301,869	257,682
861,632	717,482	790,688	845,301	915,886	875,739
481,096	607,378	552,623	493,693	493,346	1,223,052
<u>32,089,607</u>	<u>31,706,813</u>	<u>31,520,979</u>	<u>33,389,152</u>	<u>34,499,795</u>	<u>36,280,071</u>
<u>1,684,194</u>	<u>1,682,680</u>	<u>1,808,378</u>	<u>1,762,234</u>	<u>1,677,921</u>	<u>1,774,101</u>
<u>1,684,194</u>	<u>1,682,680</u>	<u>1,808,378</u>	<u>1,762,234</u>	<u>1,677,921</u>	<u>1,774,101</u>
<u>\$33,773,801</u>	<u>\$33,389,493</u>	<u>\$33,329,357</u>	<u>\$35,151,386</u>	<u>\$36,177,716</u>	<u>\$38,054,172</u>
\$224,647	\$286,554	\$243,635	\$294,387	\$291,930	\$293,716
1,525	1,151	144	124	52	35
54,717	37,531	37,192	49,100	49,763	51,565
432,912	321,306	388,078	425,665	425,579	344,182
2,888,699	2,711,846	2,511,226	4,265,347	4,526,847	3,452,569
27,060	22,757	46,110	0	0	25,793,854
<u>3,629,560</u>	<u>3,381,145</u>	<u>3,226,385</u>	<u>5,034,623</u>	<u>5,294,171</u>	<u>29,935,921</u>

(Continued)

**Piqua City School District**

*Changes in Net Assets  
Last Ten Years  
(accrual basis of accounting)*

	2003	2004	2005	2006
Business-type Activities:				
Charges for Services				
Food Service	643,831	683,775	688,474	681,810
Operating Grants and Contributions	757,534	829,935	922,335	937,353
<i>Total Business-type     Activities Program Revenues</i>	<u>1,401,365</u>	<u>1,513,710</u>	<u>1,610,809</u>	<u>1,619,163</u>
<i>Total Primary Government     Program Revenues</i>	<u>4,044,631</u>	<u>4,640,801</u>	<u>4,960,424</u>	<u>4,995,611</u>
<b>Net (Expense)/Revenue</b>				
Governmental Activities	(25,070,535)	(24,845,921)	(26,367,889)	(27,566,842)
Business-type Activities	9,468	17,641	33,605	1,383
<i>Total Primary Government     Net (Expense)/Revenue</i>	<u>(\$25,061,067)</u>	<u>(\$24,828,280)</u>	<u>(\$26,334,284)</u>	<u>(\$27,565,459)</u>
<b>General Revenues and Other Changes in Net Assets</b>				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	\$8,599,770	\$9,849,084	\$11,202,378	\$10,805,308
Facilities Maintenance	0	0	0	0
Debt Service	909,637	915,618	973,504	999,966
Capital Outlay	1,084,584	1,107,446	1,138,834	1,075,099
Income Taxes	1,818,714	1,809,227	1,938,151	2,063,347
Intergovernmental, Unrestricted	11,520,196	12,752,599	13,300,568	13,308,075
Investment Earnings	120,779	68,934	163,025	296,912
Miscellaneous	235,352	295,464	439,803	368,501
Loss on Disposal of Capital Assets	(2,584)	0	0	0
Transfers	9,052	0	0	0
<i>Total Governmental Activities</i>	<u>24,295,500</u>	<u>26,798,372</u>	<u>29,156,263</u>	<u>28,917,208</u>
Business-type Activities:				
Transfers	(9,052)	0	0	0
<i>Total Business-type Activities</i>	<u>(9,052)</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Primary Government</i>	<u>\$24,286,448</u>	<u>\$26,798,372</u>	<u>\$29,156,263</u>	<u>\$28,917,208</u>
<b>Change in Net Assets</b>				
Governmental Activities	(\$775,035)	\$1,952,451	\$2,788,374	\$1,350,366
Business-type Activities	416	17,641	33,605	1,383
<i>Total Primary Government     Change in Net Assets</i>	<u>(\$774,619)</u>	<u>\$1,970,092</u>	<u>\$2,821,979</u>	<u>\$1,351,749</u>

Source: District Treasurer's Office

*Piqua City School District*

2007	2008	2009	2010	2011	2012
702,248	679,999	685,399	613,175	546,857	536,698
861,842	1,112,561	1,106,311	1,074,209	1,399,062	1,408,743
1,564,090	1,792,560	1,791,710	1,687,384	1,945,919	1,945,441
5,193,650	5,173,705	5,018,095	6,722,007	7,240,090	31,881,362
(28,460,047)	(28,325,668)	(28,294,594)	(28,354,529)	(29,205,624)	(6,344,150)
(120,104)	109,880	(16,668)	(74,850)	267,998	171,340
<u>(\$28,580,151)</u>	<u>(\$28,215,788)</u>	<u>(\$28,311,262)</u>	<u>(\$28,429,379)</u>	<u>(\$28,937,626)</u>	<u>(\$6,172,810)</u>
\$10,065,680	\$10,045,856	\$10,064,281	\$8,884,069	\$9,751,326	\$9,013,333
0	0	0	0	0	144,359
1,060,120	874,031	926,598	840,002	900,216	2,065,576
1,026,558	1,027,335	1,039,595	929,187	1,015,252	930,571
2,253,023	2,260,523	3,382,521	4,494,674	4,724,090	4,922,054
13,915,936	14,538,480	15,554,509	13,925,534	14,444,884	15,954,919
451,410	370,748	179,416	(134,954)	302,254	95,818
287,562	497,499	367,843	314,520	248,003	436,494
0	0	0	0	0	0
0	0	0	0	0	0
<u>29,060,289</u>	<u>29,614,472</u>	<u>31,514,763</u>	<u>29,253,032</u>	<u>31,386,025</u>	<u>33,563,124</u>
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$29,060,289</u>	<u>\$29,614,472</u>	<u>\$31,514,763</u>	<u>\$29,253,032</u>	<u>\$31,386,025</u>	<u>\$33,563,124</u>
\$600,242	\$1,288,804	\$3,220,169	\$898,503	\$2,180,401	\$27,218,974
(120,104)	109,880	(16,668)	(74,850)	267,998	171,340
<u>\$480,138</u>	<u>\$1,398,684</u>	<u>\$3,203,501</u>	<u>\$823,653</u>	<u>\$2,448,399</u>	<u>\$27,390,314</u>

***Piqua City School District***

*Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)*

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
<b>General Fund</b>					
Nonspendable	\$0	\$0	\$0	\$0	\$0
Restricted	0	0	0	0	0
Assigned	0	0	0	0	0
Unassigned	0	0	0	0	0
Reserved	908,531	795,741	1,456,423	1,410,729	1,946,237
Unreserved	<u>(2,375,623)</u>	<u>(1,286,924)</u>	<u>124,232</u>	<u>47,121</u>	<u>(754,678)</u>
<i>Total General Fund</i>	<u>(1,467,092)</u>	<u>(491,183)</u>	<u>1,580,655</u>	<u>1,457,850</u>	<u>1,191,559</u>
<b>All Other Governmental Funds</b>					
Nonspendable	0	0	0	0	0
Restricted	0	0	0	0	0
Assigned	0	0	0	0	0
Unassigned	0	0	0	0	0
Reserved	628,775	742,935	1,353,394	1,195,149	1,267,544
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	184,770	305,494	583,840	299,023	604,671
Capital Projects Funds	<u>1,488,380</u>	<u>1,733,102</u>	<u>726,819</u>	<u>606,341</u>	<u>530,095</u>
<b>Total All Other Governmental Funds</b>	<u>2,301,925</u>	<u>2,781,531</u>	<u>2,664,053</u>	<u>2,100,513</u>	<u>2,402,310</u>
<i>Total Governmental Funds</i>	<u><u>\$834,833</u></u>	<u><u>\$2,290,348</u></u>	<u><u>\$4,244,708</u></u>	<u><u>\$3,558,363</u></u>	<u><u>\$3,593,869</u></u>

Source: District Treasurer's Office

Note: The District implemented GASB 54 in 2011 which established new fund balance classifications for governmental funds.

\* As restated due to GASB 54 implementation

*Piqua City School District*

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2008	2009	*	2011	2012
2008	2009	2010	2011	2012
\$0	\$0	\$0	\$16,476	\$1,533
0	0	0	834,143	0
0	0	0	596,081	582,016
0	0	0	5,463,244	7,199,254
1,081,482	1,680,710	1,666,828	0	0
753,375	3,216,012	3,889,465	0	0
<u>1,834,857</u>	<u>4,896,722</u>	<u>5,556,293</u>	<u>6,909,944</u>	<u>7,782,803</u>
0	0	0	43,919	44,919
0	0	0	7,072,488	35,123,558
0	0	0	94,184	94,237
0	0	0	(194,496)	(144,671)
979,919	1,173,221	1,286,033	0	0
705,088	552,290	366,883	0	0
1,418,931	1,638,364	1,851,071	0	0
<u>3,103,938</u>	<u>3,363,875</u>	<u>3,503,987</u>	<u>7,016,095</u>	<u>35,118,043</u>
<u>\$4,938,795</u>	<u>\$8,260,597</u>	<u>\$9,060,280</u>	<u>\$13,926,039</u>	<u>\$42,900,846</u>

## *Piqua City School District*

*Changes in Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)*

	2003	2004	2005	2006
<b>Revenues:</b>				
Local Sources:				
Taxes	\$12,424,401	\$13,464,803	\$15,296,945	\$14,990,760
Tuition	137,043	18,666	33,062	49,074
Transportation Fees	38,122	35,848	37,911	54,948
Investment Earnings	68,486	42,006	93,786	139,379
Extracurricular Activities	370,617	353,985	440,335	392,676
Class Materials and Fees	168,090	166,220	158,679	156,283
Intermediate Sources	0	0	8,842	14,137
Intergovernmental - State	11,843,762	13,188,158	13,766,336	13,640,495
Intergovernmental - Federal	1,554,911	2,296,840	2,204,242	2,024,983
All Other Revenue	235,355	295,464	439,803	368,501
<b>Total Revenue</b>	<u>26,840,787</u>	<u>29,861,990</u>	<u>32,479,941</u>	<u>31,831,236</u>
<b>Expenditures:</b>				
Current:				
Instruction	16,183,138	16,358,199	17,403,012	18,391,170
Supporting Services:				
Pupils	1,485,538	1,463,501	1,632,401	1,513,694
Instructional Staff	1,680,677	1,676,962	1,954,669	2,200,140
Board of Education	7,655	9,288	10,002	19,669
Administration	1,985,134	2,127,764	2,484,897	2,317,642
Fiscal Services	592,978	619,032	624,953	457,939
Business	90,036	77,078	88,423	105,655
Operation and Maintenance of Plant	2,365,280	2,494,020	2,897,305	2,963,996
Pupil Transportation	1,089,645	1,157,741	1,484,669	1,308,677
Central	28,787	62,856	128,722	159,645
Operation of Non-Instructional Services	256,590	290,601	299,653	294,329
Extracurricular Activities	621,347	572,846	603,368	621,321
Capital Outlay	327,019	145,684	684,360	908,969
Debt Service:				
Principal Retirement	840,000	850,000	875,000	881,401
Interest and Fiscal Charges	553,413	524,077	428,301	376,603
<b>Total Expenditures</b>	<u>28,107,237</u>	<u>28,429,649</u>	<u>31,599,735</u>	<u>32,520,850</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,266,450)	1,432,341	880,206	(689,614)

*Piqua City School District*

2007	2008	2009	2010	2011	2012
\$14,419,517	\$14,150,431	\$15,387,973	\$15,142,143	\$16,378,456	\$17,066,075
3,196	7,460	5,030	3,625	3,980	2,980
54,717	37,531	37,192	49,100	49,763	51,565
239,887	214,974	102,858	(165,964)	281,495	70,250
504,759	457,060	491,461	588,007	588,873	516,971
149,604	143,340	135,222	128,420	124,656	117,947
10,710	30,562	69,506	46,692	33,062	18,594
14,424,266	14,856,722	15,843,854	14,051,556	14,590,761	17,007,252
2,523,093	2,421,712	2,386,862	3,993,343	4,394,062	3,270,878
287,562	497,499	367,843	314,520	248,003	436,494
<u>32,617,311</u>	<u>32,817,291</u>	<u>34,827,801</u>	<u>34,151,442</u>	<u>36,693,111</u>	<u>38,559,006</u>
18,570,721	18,247,045	18,235,730	19,869,739	21,059,021	21,694,021
1,496,885	1,574,056	1,596,274	1,474,825	1,498,317	1,331,123
2,067,550	2,075,287	1,955,021	1,999,864	2,004,830	2,084,488
23,042	20,339	32,189	29,714	23,825	24,845
2,416,263	2,274,443	2,199,678	2,258,046	2,404,543	2,293,806
375,270	404,047	376,558	393,654	625,762	654,313
100,888	54,748	54,058	30,502	2,338	6,432
2,982,253	2,823,351	2,854,147	2,873,207	2,966,605	2,732,303
1,463,409	1,369,429	1,597,794	1,638,063	1,368,692	1,563,661
161,456	191,322	211,419	313,907	268,299	294,528
371,664	286,744	294,428	165,805	300,829	255,659
807,362	664,053	737,425	792,759	838,102	792,826
661,705	349,557	208,690	437,616	1,235,638	3,532,815
799,456	807,637	829,274	753,801	710,000	29,831,000
350,135	337,922	324,805	313,420	292,868	954,701
<u>32,648,059</u>	<u>31,479,980</u>	<u>31,507,490</u>	<u>33,344,922</u>	<u>35,599,669</u>	<u>68,046,521</u>
(30,748)	1,337,311	3,320,311	806,520	1,093,442	(29,487,515)

(Continued)

**Piqua City School District**

*Changes in Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)*

	2003	2004	2005	2006
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	2,784	1,579	5,940	3,269
Certificates of Participation Issued	0	0	0	0
General Obligation Notes Issued	0	0	0	0
General Obligation Bonds Issued	0	0	0	0
Premium on General Obligation Bonds Issued	0	0	0	0
Refunding Bonds Issued	0	0	9,154,131	0
Payment to Refunded Bond Escrow Agent	0	0	(9,026,607)	0
Other Financing Sources - Capital Leases	0	21,595	538,893	0
Transfers In	216,809	4,078	423,951	0
Transfers Out	(757)	(4,078)	(22,154)	0
<b>Total Other Financing Sources (Uses)</b>	<u>218,836</u>	<u>23,174</u>	<u>1,074,154</u>	<u>3,269</u>
<b>Net Change in Fund Balance</b>	<u>(\$1,047,614)</u>	<u>\$1,455,515</u>	<u>\$1,954,360</u>	<u>(\$686,345)</u>
 <b>Debt Service as a Percentage of Noncapital Expenditures</b>	 5.02%	 4.86%	 4.22%	 3.99%

Source: District Treasurer's Office

*Piqua City School District*

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2007	2008	2009	2010	2011	2012
7,560	900	1,400	0	2,292	0
0	0	0	0	3,770,000	0
0	0	0	0	0	29,086,000
0	0	0	0	0	29,030,000
0	0	0	0	0	361,265
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
42,212	0	0	0	0	300,079
0	0	0	0	0	(300,079)
<u>49,772</u>	<u>900</u>	<u>1,400</u>	<u>0</u>	<u>3,772,292</u>	<u>58,477,265</u>
<u>\$19,024</u>	<u>\$1,338,211</u>	<u>\$3,321,711</u>	<u>\$806,520</u>	<u>\$4,865,734</u>	<u>\$28,989,750</u>
3.60%	3.66%	3.73%	3.28%	2.97%	47.75%

## *Piqua City School District*

*Assessed Valuations and Estimated True Values of Taxable Property  
(per \$1,000 of assessed value)  
Last Ten Calendar Years*

<b>Tax year</b>	2002	2003	2004	2005
<b>Real Property</b>				
Assessed	\$338,895,480	\$344,418,880	\$362,252,930	\$367,838,530
Actual	968,272,800	984,053,943	1,035,008,371	1,050,967,229
<b>Public Utility</b>				
Assessed	7,755,360	7,417,100	7,340,430	6,919,730
Actual	22,158,171	21,191,714	20,972,657	19,770,657
<b>Tangible Personal Property</b>				
Assessed	85,311,390	78,654,750	67,163,130	65,430,770
Actual	341,245,560	314,619,000	268,652,520	261,723,080
<b>Total</b>				
Assessed	431,962,230	430,490,730	436,756,490	440,189,030
Actual	1,331,676,531	1,319,864,657	1,324,633,548	1,332,460,966
<b>Assessed Value as a Percentage of Actual Value</b>				
	32.44%	32.62%	32.97%	33.04%
<b>Total Direct Tax Rate</b>				
	40.42	40.42	45.31	45.05

Source: Miami County Auditor

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

Assessed value of Real Property is at 35%, Assessed value of Public Utility is at 35% and Assessed Value of Tangible Personal Property is at 25% through 2005, at 18.75% for 2006, 12.5% for 2007, 6.25% for 2008 and 0% for 2009 and forward.

Additionally, telephone and telecommunications property was reclassified to general business personal property and assessed at 10% for 2009, 5% for 2010 and 0% for 2011 and forward.

*Piqua City School District*

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2006	2007	2008	2009	2010	2011
\$374,683,270	\$406,911,920	\$407,511,780	\$413,598,800	\$400,859,150	\$396,188,850
1,070,523,629	1,162,605,486	1,164,319,371	1,181,710,857	1,145,311,857	1,131,968,143
6,323,530	4,459,970	4,819,310	4,709,220	4,912,550	5,109,850
18,067,229	12,742,771	13,769,457	13,454,914	14,035,857	14,599,571
53,859,240	36,592,810	17,687,650	641,520	305,640	0
287,249,280	292,742,480	283,002,400	6,415,200	6,112,800	0
434,866,040	447,964,700	430,018,740	418,949,540	406,077,340	401,298,700
1,375,840,138	1,468,090,737	1,461,091,228	1,201,580,971	1,165,460,514	1,146,567,714
31.61%	30.51%	29.43%	34.87%	34.84%	35.00%
45.25	44.50	44.82	44.87	44.95	49.87

## *Piqua City School District*

*Property Tax Rates of Direct and Overlapping Governments  
(per \$1,000 of assessed value)  
Last Ten Calendar Years*

	2002	2003	2004	2005	2006
<b>Direct District Rates</b>					
General Fund	35.00	35.00	39.89	39.85	39.80
Bond Retirement Fund	2.42	2.42	2.42	2.40	2.65
Permanent Improvement Fund	3.00	3.00	3.00	2.80	2.80
Total	40.42	40.42	45.31	45.05	45.25
<b>Overlapping Rates</b>					
City of Piqua	4.43	4.43	4.43	4.40	4.40
Joint Vocational School	4.90	4.90	5.46	5.45	5.45
Miami County	9.13	9.13	9.13	9.11	8.81
Special Taxing Districts	0.50	0.50	0.50	0.50	0.50

Ohio Revised Code Sections 5705.02 and 5705.07 require a vote of the people for any millage exceeding the "unvoted" or "inside" millage.

Source:

Miami County Auditor's Office  
Miami County Treasurer's Office

*Piqua City School District*

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<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
39.40	39.72	39.72	39.80	39.80
2.30	2.30	2.35	2.35	7.27
<u>2.80</u>	<u>2.80</u>	<u>2.80</u>	<u>2.80</u>	<u>2.80</u>
44.50	44.82	44.87	44.95	49.87
4.40	4.42	4.42	4.42	4.42
5.35	5.18	5.36	5.32	5.32
8.80	8.81	8.81	8.81	8.81
0.50	0.50	0.50	0.50	0.50



## *Piqua City School District*

### *Principal Taxpayers Real Estate and Public Utilities Tax Current Year and Nine Years Ago*

		Calendar Year 2011		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Midamco	Hospitality	\$4,825,900	1	1.21%
Harvey A Tolson Enterprises	Real Estate	3,724,630	2	0.93%
Wal-Mart	Retail	3,180,870	3	0.79%
Miami Valley Realty	Real Estate	2,324,010	4	0.58%
Evenflo Juvenile	Manufacturer - Juvenile Furniture	2,161,150	5	0.54%
Med-Terra Inc.	Real Estate	2,142,380	6	0.53%
Home Depot Inc.	Retail	2,096,970	7	0.52%
Jackson Tube	Manufacturer - Steel Tubing	1,960,010	8	0.49%
Dayton Power and Light Co.	Electricity	1,943,080	9	0.48%
Pioneer Rural Electric	Electricity	1,625,810	10	0.41%
Subtotal		<u>25,984,810</u>		<u>6.48%</u>
All Others		<u>375,313,890</u>		<u>93.52%</u>
Total		<u><u>\$401,298,700</u></u>		<u><u>100.00%</u></u>
		Calendar Year 2002		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Midamco	Hospitality	\$10,345,670	1	2.99%
Ohio Bell Telephone	Utility	3,074,930	2	0.89%
Jackson Tube	Manufacturer - Steel Tubing	2,624,410	3	0.76%
HCF Reality of Garbry	Senior Housing	2,603,420	4	0.75%
Evenflo Juvenile	Manufacturer - Juvenile Furniture	2,229,270	5	0.64%
Med-Terra Inc.	Real Estate	2,207,480	6	0.64%
Home Depot	Building Supply - Retail	1,990,880	7	0.57%
Fifth Third Bank	Banking	1,772,480	8	0.51%
Dayton Power and Light Co.	Electricity	1,697,600	9	0.49%
New Plan Realty	Shopping Mall	1,607,140	10	0.46%
Subtotal		<u>30,153,280</u>		<u>8.70%</u>
All Others		<u>316,497,560</u>		<u>91.30%</u>
Total		<u><u>\$346,650,840</u></u>		<u><u>100.00%</u></u>

Source: Miami County Auditor - Land and Buildings  
Based on valuation of property in 2011 and 2002

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

***Piqua City School District***

*Property Tax Levies and Collections  
Last Ten Years*

<b>Collection Year</b>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>Total Tax Levy</b>	\$12,134,631	\$12,017,350	\$14,122,098	\$14,192,530
<b>Collections within the Fiscal Year of the Levy</b>				
Current Tax Collections	11,692,681	11,686,585	13,777,100	13,882,416
Percent of Levy Collected	96.36%	97.25%	97.56%	97.81%
Delinquent Tax Collections (1)	<u>287,621</u>	<u>248,690</u>	<u>525,669</u>	<u>607,446</u>
Total Tax Collections	11,980,302	11,935,275	14,302,769	14,489,862
<b>Percent of Total Tax Collections To Tax Levy</b>	98.73%	99.32%	101.28%	102.09%
<b>Accumulated Outstanding Delinquent Taxes</b>	965,901	1,107,525	1,093,320	1,184,242
<b>Percentage of Accumulated Delinquent Taxes to Total Tax Levy</b>	7.96%	9.22%	7.74%	8.34%

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

Source: Miami County Auditor's Office  
Presented on a calendar year basis because that is the manner  
in which the information is maintained by the County.

*Piqua City School District*

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<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$14,177,788	\$13,678,615	\$13,196,070	\$12,524,772	\$12,544,610	\$12,837,246
13,844,988	13,147,245	12,774,025	12,097,727	12,145,139	12,454,909
97.65%	96.12%	96.80%	96.59%	96.82%	97.02%
<u>581,075</u>	<u>402,960</u>	<u>464,920</u>	<u>458,414</u>	<u>482,501</u>	<u>432,918</u>
14,426,063	13,550,205	13,238,945	12,556,141	12,627,640	12,887,827
101.75%	99.06%	100.32%	100.25%	100.66%	100.39%
1,253,166	2,357,109	2,384,309	1,214,881	1,231,409	1,172,973
8.84%	17.23%	18.07%	9.70%	9.82%	9.14%

## *Piqua City School District*

### *Ratio of Outstanding Debt By Type Last Ten Years*

	2003	2004	2005	*
	2003	2004	2005	2006
<b>Governmental Activities</b> (1)				
Installment Notes Payable	\$700,000	\$350,000	\$0	\$0
Certificates of Participation	0	0	0	0
General Obligation Bonds Payable	10,635,432	10,135,432	9,735,546	10,221,398
Capital Leases	58,506	20,605	491,568	390,167
Total Primary Government	<u>\$11,393,938</u>	<u>\$10,506,037</u>	<u>\$10,227,114</u>	<u>\$10,611,565</u>
<b>Population</b> (2)				
Piqua City	20,738	20,738	20,738	20,738
Outstanding Debt Per Capita	\$549	\$507	\$493	\$512
<b>Income</b> (3)				
Personal (in thousands)	\$587,383	\$612,061	\$630,663	\$635,516
Percentage of Personal Income	1.94%	1.72%	1.62%	1.67%

\* As Restated

Sources:

- (1) District Treasurer's Office
- (2) US Bureau of Census of Population
- (3) US Department of Commerce, Bureau of Economic Analysis
  - (a) Per Capita Income is only available by County, Total Personal Income is a calculation based on previous calendar year.

*Piqua City School District*

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2007	2008	2009	2010	2011	2012
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	3,770,000	3,770,000
9,719,528	9,290,773	8,805,425	8,262,560	7,672,565	36,454,385
280,711	163,075	38,801	0	0	0
<u>\$10,000,239</u>	<u>\$9,453,848</u>	<u>\$8,844,226</u>	<u>\$8,262,560</u>	<u>\$11,442,565</u>	<u>\$40,224,385</u>
20,738	20,738	20,582	20,551	20,522	20,592
\$482	\$456	\$430	\$402	\$558	\$1,953
\$665,628	\$747,003	\$713,743	\$717,661	\$718,824	\$721,276
1.50%	1.27%	1.24%	1.15%	1.59%	5.58%

## *Piqua City School District*

### *Ratios of General Bonded Debt Outstanding Last Ten Years*

Year	2003	2004	2005	*
	2006			
<b>Population</b> (1)	20,738	20,738	20,738	20,738
<b>Estimated Actual Value</b>	1,331,676,531	1,319,864,657	1,324,633,548	1,332,460,966
<b>General Bonded Debt</b> (2)				
General Obligation Bonds	10,635,432	10,135,432	9,735,546	10,221,398
<b>Resources Available to Pay Principal</b> (3)	262,134	318,529	578,706	565,738
<b>Net General Bonded Debt</b>	10,373,298	9,816,903	9,156,840	9,655,660
<b>Ratio of Net Bonded Debt to Estimated Actual Value</b>	0.78%	0.74%	0.69%	0.72%
<b>Net Bonded Debt per Capita</b>	500.21	473.38	441.55	465.60

\* As Restated

Source:

(1) U.S. Bureau of Census of Population

(2) Includes all general obligation bonded debt supported by property taxes

(3) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

*Piqua City School District*

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2007	2008	2009	2010	2011	2012
20,738	20,738	20,582	20,551	20,522	20,592
1,375,840,138	1,468,090,737	1,461,091,228	1,201,580,971	1,165,460,514	1,146,567,714
9,719,528	9,290,773	8,805,425	8,262,560	7,672,565	36,454,385
718,046	779,667	827,565	844,123	924,162	2,186,831
9,001,482	8,511,106	7,977,860	7,418,437	6,748,403	34,267,554
0.65%	0.58%	0.55%	0.62%	0.58%	2.99%
434.06	410.41	387.61	360.98	328.84	1,664.12



**Piqua City School District**

*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
June 30, 2012*

<b>Jurisdiction</b>	<b>Gross Debt Outstanding</b>	<b>Percentage Applicable to Piqua City School District (1)</b>	<b>Amount Applicable to Piqua City School District</b>
<b>Direct:</b>			
Piqua City School District	\$36,454,385	100.00%	\$36,454,385
<b>Overlapping:</b>			
Miami County	8,452,850	20.61%	1,742,132
City of Piqua	290,000	100.00%	290,000
		Subtotal	2,032,132
		Total	\$38,486,517

Source: Ohio Municipal Advisory Council, June 2012

(1) Overlapping percentage was calculated by dividing each overlapping subdivision's assessed valuation within the District by the subdivision's total assessed valuation.

**Piqua City School District**

*Debt Limitations  
Last Ten Years*

	2003	2004	2005	2006
				*
Net Assessed Valuation	\$431,962,230	\$430,490,730	\$436,756,490	\$440,189,030
Legal Debt Limitation (%) (1)	9.00%	9.00%	9.00%	9.00%
Legal Debt Limitation (\$) (1)	38,876,601	38,744,166	39,308,084	39,617,013
Applicable District Debt Outstanding	10,635,432	10,135,432	9,735,546	10,221,398
Less: Applicable Debt Service Fund Amounts (2)	(262,134)	(318,529)	(578,706)	(565,738)
Net Indebtedness Subject to Limitation	<u>10,373,298</u>	<u>9,816,903</u>	<u>9,156,840</u>	<u>9,655,660</u>
Overall Legal Debt Margin	<u>\$28,503,303</u>	<u>\$28,927,263</u>	<u>\$30,151,244</u>	<u>\$29,961,353</u>
Legal Debt Limitation (%) (1)	0.10%	0.10%	0.10%	0.10%
Legal Debt Limitation (\$) (1)	431,962	430,491	436,756	440,189
Applicable District Debt Outstanding	0	0	0	0
Unvoted Legal Debt Margin	<u>\$431,962</u>	<u>\$430,491</u>	<u>\$436,756</u>	<u>\$440,189</u>
Legal Debt Limitation (%) (1)	0.90%	0.90%	0.90%	0.90%
Legal Debt Limitation (\$) (1)	3,887,660	3,874,417	3,930,808	3,961,701
Applicable District Debt Outstanding	(700,000)	(350,000)	0	0
Unvoted Energy Conservation				
Loans Legal Debt Margin	<u>\$3,187,660</u>	<u>\$3,524,417</u>	<u>\$3,930,808</u>	<u>\$3,961,701</u>

\* As Restated

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

(2) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

*Piqua City School District*

2007	2008	2009	2010	2011	2012
\$434,866,040	\$447,964,700	\$430,018,740	\$418,949,540	\$406,077,340	\$401,298,700
9.00%	9.00%	9.00%	9.00%	9.00%	9.00%
39,137,944	40,316,823	38,701,687	37,705,459	36,546,961	36,116,883
9,719,528	9,290,773	8,805,425	8,262,560	7,672,565	36,454,385
(718,046)	(779,667)	(827,565)	(844,123)	(924,162)	(2,186,831)
<u>9,001,482</u>	<u>8,511,106</u>	<u>7,977,860</u>	<u>7,418,437</u>	<u>6,748,403</u>	<u>34,267,554</u>
<u>\$30,136,462</u>	<u>\$31,805,717</u>	<u>\$30,723,827</u>	<u>\$30,287,022</u>	<u>\$29,798,558</u>	<u>\$1,849,329</u>
0.10%	0.10%	0.10%	0.10%	0.10%	0.10%
434,866	447,965	430,019	418,950	406,077	401,299
0	0	0	0	0	0
<u>\$434,866</u>	<u>\$447,965</u>	<u>\$430,019</u>	<u>\$418,950</u>	<u>\$406,077</u>	<u>\$401,299</u>
0.90%	0.90%	0.90%	0.90%	0.90%	0.90%
3,913,794	4,031,682	3,870,169	3,770,546	3,654,696	3,611,688
0	0	0	0	0	0
<u>\$3,913,794</u>	<u>\$4,031,682</u>	<u>\$3,870,169</u>	<u>\$3,770,546</u>	<u>\$3,654,696</u>	<u>\$3,611,688</u>

## *Piqua City School District*

### *Demographic and Economic Statistics Last Ten Years*

Calendar Year	2002	2003	2004	2005	2006
<b>Population</b> (1)					
Piqua City	20,738	20,738	20,738	20,738	20,738
Miami County	98,868	98,868	100,797	100,797	100,797
<b>Income</b> (2) (a)					
Total Personal (in thousands)	587,383	612,061	630,663	635,516	665,628
Per Capita	28,324	29,514	30,411	30,645	32,097
<b>Unemployment Rate</b> (3)					
Federal	5.8%	6.0%	5.5%	5.0%	4.6%
State	5.7%	6.1%	6.0%	5.9%	5.5%
Miami County	4.3%	5.3%	5.5%	5.7%	5.5%
Fiscal Year	2003	2004	2005	2006	2007
<b>School Enrollment</b> (4)					
Grades K - 3	1,126	1,203	1,197	1,148	1,093
Grades 4 - 6	879	804	829	825	868
Grades 7 - 8	614	660	644	586	557
Grades 9 - 12	1,241	1,265	1,252	1,233	1,248
Total	<u>3,860</u>	<u>3,932</u>	<u>3,922</u>	<u>3,792</u>	<u>3,766</u>

Sources:

- (1) US Bureau of Census of Population
- (2) US Department of Commerce, Bureau of Economic Analysis
  - (a) Per Capita Income is only available by County (2011 not available),  
Total Personal Income is a calculation
- (3) State Department of Labor Statistics
- (4) District Treasurer's Office

*Piqua City School District*

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2007	2008	2009	2010	2011
20,738	20,582	20,551	20,522	20,592
101,914	101,085	101,256	102,506	102,857
747,003	713,743	717,661	718,824	721,276
36,021	34,678	34,921	35,027	35,027
4.8%	5.8%	9.3%	9.6%	8.9%
5.7%	6.6%	10.2%	10.1%	8.6%
5.0%	6.4%	11.7%	10.5%	8.7%
2008	2009	2010	2011	2012
1,096	1,140	1,154	1,166	1,238
850	851	831	793	792
572	600	568	579	562
1,219	1,189	1,139	1,100	1,116
<u>3,737</u>	<u>3,780</u>	<u>3,692</u>	<u>3,638</u>	<u>3,708</u>



**Piqua City School District**

*Principal Employers  
Current Year and Nine Years Ago*

Employer	Nature of Business	2012		
		Number of Employees	Rank	Percentage of Total Employment
Industry Products	Die Cutting, Silk Screening	350	1	3.91%
Evenflo Company, Inc.	Manufacturer - Juvenile Furniture	285	2	3.18%
Hartzell Propeller Inc.	Manufacturer - Aircraft Propellers	268	3	2.99%
Crane Pumps & Systems	Manufacturer - Industrial Pumps	260	4	2.90%
Jackson Tub Service	Manufacturer - Steel Tubing	160	5	1.79%
Miami Valley Steel	Manufacturer - Steel Products	140	6	1.56%
Nitto Denko Automotive Ohio Inc.	Manufacturer - Auto Industry Seals	122	7	1.36%
Hartzell Fan Inc.	Manufacturer - Industrial Aire Handlers	101	8	1.13%
Hobart Brothers - Piqua FMO	Manufacturer - Welding Wire	94	9	1.05%
Harmony Systems & Service	Plastic Injection Molder	88	10	0.98%
Total		<u>1,868</u>		
Total Employment within the District (1)		<u>8,961</u>		

Employer	Nature of Business	2003		
		Number of Employees	Rank	Percentage of Total Employment
Evenflo Company	Manufacturer - Juvenile Furniture	655	1	6.43%
Jackson Tube	Manufacturer - Steel Tubing	350	2	3.44%
LTV Copperweld	Manufacturer - Steel Tubing	315	3	3.09%
Hartzell Propeller	Manufacturer - Aircraft Propellers	313	4	3.07%
Crane Pumps and Systems	Manufacturer - Industrial Pumps	300	5	2.95%
Industry Products	Die Cutting, Silk Screening	285	6	2.80%
Piqua Technologies	Manufacturer - Auto Industry Seals	185	7	1.82%
Miami Valley Steel	Manufacturer - Steel Products	145	8	1.42%
Hartzell Fan Inc.	Manufacturer - Industrial Air Handlers	143	9	1.40%
Hammer Graphics, Inc.	Printing, Mailing, Computer Services	132	10	1.30%
Total		<u>2,823</u>		
Total Employment within the District (1)		<u>10,186</u>		

Sources: District Treasurer's Office  
(1) US Census Bureau, estimate

## *Piqua City School District*

### *School District Employees by Type Last Seven Years*

	2006	2007	2008	2009	2010
<b>Supervisory</b>					
Instructional Administrators	4.00	4.00	4.00	4.00	4.00
Noninstructional Administrators	6.00	6.00	4.00	4.00	4.00
Consultants/Supervisors of Instruction	1.00	2.00	2.00	3.00	3.00
Principals	9.00	9.00	9.00	9.00	9.00
Assistant Principals	3.00	3.00	3.00	3.00	3.00
<b>Instruction</b>					
Classroom Teachers:					
Kindergarten Center	10.00	10.00	9.00	10.00	11.00
Primary: Grades 1-3	47.00	47.00	45.00	46.00	45.00
Intermediate: Grades 4-6	47.00	45.00	43.00	43.00	42.00
Junior High School	41.00	27.00	27.00	27.00	27.00
High School	52.00	45.00	43.00	44.00	44.00
<b>Student Services</b>					
Guidance Counselors	8.00	8.00	8.00	8.00	7.00
Psychologists	2.00	2.00	2.00	2.00	2.00
Librarians	2.00	1.00	1.00	1.00	0.00
Speech and Hearing Specialists	N/A	3.00	3.00	3.00	2.00
Nurses	N/A	2.00	2.00	1.00	1.00
Physical Education	N/A	7.00	7.00	7.00	7.00
Fine Arts	N/A	15.00	15.00	15.00	15.00
Other Professionals (noninstructional)	2.00	0.00	0.00	0.00	0.00
<b>Support Services</b>					
Clerical/Secretaries	26.00	24.00	23.00	23.00	22.00
EMIS Coordinator	1.00	1.00	1.00	1.00	1.00
Food Service	45.00	43.00	40.00	37.00	34.00
Library Aides	8.00	10.00	9.00	10.00	10.00
Maintenance/Grounds	28.00	28.00	24.00	25.00	21.00
Parents as Teachers	4.00	3.00	3.00	3.00	3.00
Transportation	22.00	22.00	22.00	22.00	21.00
Tutors/Aides	33.00	31.00	16.00	18.00	19.00
Technology	0.00	2.00	2.00	2.00	4.00
Warehouse	1.00	1.00	0.00	0.00	0.00
<i>Total Employees</i>	<u>402.00</u>	<u>401.00</u>	<u>367.00</u>	<u>371.00</u>	<u>361.00</u>

Method: 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee

Source: District Treasurer's Office

Note: Information not available prior to 2006.

*Piqua City School District*

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<u>2011</u>	<u>2012</u>
4.00	4.00
4.00	4.00
3.00	3.00
9.00	9.00
3.00	3.00
11.00	11.00
46.00	44.00
43.00	42.00
27.00	25.00
44.00	42.00
7.00	6.00
2.00	2.50
0.00	0.00
2.00	2.00
1.00	1.00
6.00	6.00
15.00	13.00
0.00	0.00
22.00	21.00
1.00	1.00
31.00	29.00
10.00	8.00
21.00	18.00
3.00	3.00
21.00	21.00
18.00	15.00
3.00	3.00
0.00	0.00
<u>357.00</u>	<u>336.50</u>

***Piqua City School District***

*Operating Indicators - Cost per Pupil  
Last Ten Years*

Fiscal Year	2003	2004	2005	2006	2007
Enrollment	3,860	3,932	3,922	3,792	3,766
Modified Accrual Basis					
Operating Expenditures	28,107,237	28,429,649	31,599,735	32,520,850	32,648,059
Cost per Pupil	7,282	7,230	8,057	8,576	8,669
Percentage of Change	(2.2%)	(0.7%)	11.4%	6.4%	1.1%
Accrual Basis					
Expenses	27,713,801	27,973,012	29,717,504	30,943,290	32,089,607
Cost per Pupil	7,180	7,114	7,577	8,160	8,521
Percentage of Change	6.0%	(0.9%)	6.5%	7.7%	4.4%
Teaching Staff	213	212	207	207	217

Source: District Treasurer's Office and Ohio Department of Education

*Piqua City School District*

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2008	2009	2010	2011	2012
3,737	3,780	3,692	3,638	3,708
31,479,980	31,507,490	33,344,922	35,599,669	38,960,521
8,424 (2.83%)	8,335 (1.05%)	9,032 8.4%	9,786 8.3%	10,507 7.4%
31,706,813	31,520,979	33,389,152	34,499,795	36,280,071
8,485 (0.43%)	8,339 (1.72%)	9,044 8.5%	9,483 4.9%	9,784 3.2%
204	206	201	202	192

## *Piqua City School District*

### *Operating Indicators by Function Last Ten Years*

	2003	2004	2005	2006
<b>Governmental Activities</b>				
Support Services				
Pupils				
Enrollment	3,860	3,932	3,922	3,792
Graduates	226	271	262	280
Percent of Students with Disabilities	14.80%	15.50%	15.80%	15.50%
Percent of Students with English as Second Language	0.3%	0.3%	0.6%	0.6%
Administration				
School Attendance Rate	96.1%	96.0%	96.0%	96.0%
Operation and Maintenance of Plant				
District Square Footage Maintained	607,115	607,115	607,115	607,115
Pupil Transportation				
Average Daily Students Transported	2,829	2,814	2,542	2,691
Average Miles Driven per Day	1,782	1,931	2,140	2,129
Average Miles per Bus	15,274	16,552	18,342	17,419
Number of Buses	21	21	21	22
<b>Business-Type Activities</b>				
Food Service				
Student Meals Served Daily	2,407	2,434	2,521	2,498
Free/Reduced Price Meals Daily	1,139	1,191	1,291	1,294
Percentage of Free/Reduced Price Meals Daily	47.32%	48.93%	51.21%	51.80%
Student Breakfasts Served Daily	893	1,022	1,147	1,094
Free/Reduced Price Breakfasts Daily	642	734	837	802
Percentage of Free/Reduced Price Breakfasts Daily	71.89%	71.82%	72.97%	73.31%

Source: District Treasurer's Office

N/A - not available

*Piqua City School District*

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2007	2008	2009	2010	2011	2012
3,766	3,737	3,780	3,692	3,638	3,708
244	255	273	285	244	239
15.80%	15.60%	13.64%	14.59%	14.35%	16.50%
0.8%	0.7%	0.4%	0.4%	0.5%	0.0%
95.2%	95.0%	95.2%	95.0%	95.3%	95.0%
608,145	608,145	608,145	608,145	608,145	608,145
2,625	2,474	2,437	2,141	1,939	1,955
2,147	2,053	1,911	1,891	1,664	1,671
16,013	15,311	16,727	16,762	14,262	14,322
24	24	22	21	21	21
2,498	2,510	2,599	2,598	2,586	2,559
1,296	1,340	1,447	1,562	1,607	1,660
51.88%	53.39%	55.68%	60.12%	62.14%	64.87%
1,148	1,143	1,181	1,187	1,170	1,183
848	864	920	966	967	1,019
73.87%	75.59%	77.90%	81.38%	82.65%	86.14%

## *Piqua City School District*

### *Operating Indicators - Teacher Base Salaries Last Ten Years*

Fiscal Year	2002	2003	2004	2005	2006
District Average Salary	45,303	47,871	49,730	49,642	51,291
County Average Salary	43,188	45,146	46,851	48,691	47,569
State Average Salary	44,266	45,515	47,495	49,342	51,346

Source: District Treasurer's Office and Ohio Department of Education

### *Operating Indicators - Teacher by Education Last Ten Years*

Fiscal Year	2003	2004	2005	2006	2007
Bachelor's Degree	25	30	27	26	24
Bachelor + 15	2	3	6	1	4
Bachelor + 30	39	36	34	35	33
Master's Degree	68	63	64	73	84
Master's Degree + 10	68	70	65	61	57
Master's Degree + 30	11	10	11	11	15
Total	213	212	207	207	217

Source: District Treasurer's Office

*Piqua City School District*

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2007	2008	2009	2010	2011
52,983	53,979	53,788	54,891	55,761
49,212	49,635	50,034	53,014	52,874
52,596	54,210	55,583	56,995	57,904

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2008	2009	2010	2011	2012
17	14	13	13	13
10	10	5	1	3
25	22	18	15	14
84	91	97	102	99
53	49	46	48	41
15	20	22	23	22
204	206	201	202	192

## *Piqua City School District*

### *Capital Asset Statistics by Building Last Ten Years*

	2003	2004	2005	2006
<b>Secondary</b>				
Piqua Senior High School				
Square Footage	185,375	185,375	185,375	185,375
Capacity (students)	1,200	1,200	1,200	1,200
Enrollment	1,100	1,120	1,077	1,050
Piqua Junior High School				
Square Footage	126,000	126,000	126,000	126,000
Capacity (students)	800	800	800	800
Enrollment	660	644	590	557
<b>Intermediate</b>				
Bennett Intermediate School				
Square Footage	48,739	48,739	48,739	48,739
Capacity (students)	800	800	800	800
Enrollment	232	252	248	249
Wilder Intermediate School				
Square Footage	47,651	47,651	47,651	47,651
Capacity (students)	800	800	800	800
Enrollment	292	283	275	293
Washington Intermediate School				
Square Footage	35,523	35,523	35,523	35,523
Capacity (students)	360	360	360	360
Enrollment	280	294	312	326
<b>Primary</b>				
Favorite Hill Primary School				
Square Footage	40,366	40,366	40,366	40,366
Capacity (students)	400	400	400	400
Enrollment	303	324	325	306
High Street Primary School				
Square Footage	20,816	20,816	20,816	20,816
Capacity (students)	360	360	360	360
Enrollment	269	288	275	259

*Piqua City School District*

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2007	2008	2009	2010	2011	2012
185,375	185,375	185,375	185,375	185,375	185,375
1,200	1,200	1,200	1,200	1,200	1,200
1,248	1,219	1,189	1,139	1,100	1,116
126,000	126,000	126,000	126,000	126,000	126,000
800	800	800	800	800	800
557	572	600	568	579	561
48,739	48,739	48,739	48,739	48,739	48,739
800	800	800	800	800	800
249	242	245	293	292	332
47,651	47,651	47,651	47,651	47,651	47,651
800	800	800	800	800	800
293	299	297	299	281	260
35,523	35,523	35,523	35,523	35,523	35,523
360	360	360	360	360	360
326	305	309	282	267	268
40,366	40,366	40,366	40,366	40,366	40,366
400	400	400	400	400	400
306	282	296	300	296	316
20,816	20,816	20,816	20,816	20,816	20,816
360	360	360	360	360	360
259	253	302	271	272	291

(Continued)

## *Piqua City School District*

### *Capital Asset Statistics by Building Last Ten Years*

	2003	2004	2005	2006
Springcreek Primary School				
Square Footage	25,326	25,326	25,326	25,326
Capacity (students)	360	360	360	360
Enrollment	264	260	271	260
Nicklin Avenue Learning Center				
Square Footage	21,519	21,519	21,519	21,519
Capacity (students)	375	375	375	375
Enrollment	367	325	298	268
<b>All Other</b>				
Central Administration Building				
Square Footage	12,800	12,800	12,800	12,800
Transportation Building				
Square Footage	16,000	16,000	16,000	16,000
Maintenance Building				
Square Footage	27,000	27,000	27,000	27,000

Source: District Treasurer's Office

*Piqua City School District*

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2007	2008	2009	2010	2011	2012
25,326	25,326	25,326	25,326	25,326	25,326
360	360	360	360	360	360
260	268	229	238	255	274
21,519	21,519	21,519	21,519	21,519	21,519
375	375	375	375	375	375
268	297	313	302	296	290
13,830	13,830	13,830	13,830	13,830	13,830
16,000	16,000	16,000	16,000	16,000	16,000
27,000	27,000	27,000	27,000	27,000	27,000

***Piqua City School District***

*Educational and Operating Statistics  
Last Ten Years*

	2003	2004	2005	2006	2007
<b>Cost per Student (ODE) (1)</b>					
Piqua	7,211	7,092	7,855	8,348	8,893
Ohio (Average)	8,441	8,768	9,028	9,343	9,586
<b>Attendance Rate</b>					
Piqua	94.40%	94.50%	94.70%	94.90%	95.20%
Ohio (Average)	94.90%	95.30%	95.20%	94.10%	94.10%
<b>Graduation Rate</b>					
Piqua	84.90%	88.20%	83.80%	83.80%	87.90%
Ohio (Average)	83.90%	84.30%	85.90%	86.20%	86.10%

Source:

District's Student Records and Ohio Department of Education

(1) ODE calculation is not based on GAAP financial reports.

N/A = not available

*Piqua City School District*

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2008	2009	2010	2011	2012
8,654	8,345	9,377	9,905	9,613
9,939	9,990	10,253	10,571	10,697
95.00%	95.20%	95.00%	95.30%	95.00%
94.20%	94.30%	94.30%	94.50%	N/A
92.40%	90.40%	93.10%	93.80%	92.60%
86.90%	84.60%	83.00%	84.30%	N/A





# Dave Yost • Auditor of State

PIQUA CITY SCHOOL DISTRICT

MIAMI COUNTY

## CLERK'S CERTIFICATION

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

*Susan Babbitt*

CLERK OF THE BUREAU

CERTIFIED  
FEBRUARY 26, 2013