



**Auditor of State  
Betty Montgomery**



HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY

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HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY

SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2005

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Pass Through Entity Number	Grant Year	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<b>U.S. DEPARTMENT OF AGRICULTURE</b>							
<i>Passed Through Ohio Department of Education</i>							
Nutrition Cluster							
Food Distribution Program		2005	10.550	\$ -	\$ 116,367	\$ -	\$ 116,367
National School Lunch Program	047019-LLP4-2004	2004	10.555	210,314	-	210,314	-
	047019-LLP4-2005	2005		475,956	-	475,956	-
Total National School Lunch Program				686,270	-	686,270	-
Total Ohio Department of Education - Nutrition Cluster				686,270	116,367	686,270	116,367
Child and Adult Care Food Program	047019-CCMO-2005	2005	10.558	1,003	-	1,003	-
Total U.S. Department of Agriculture				687,273	116,367	687,273	116,367
<b>U.S. DEPARTMENT OF EDUCATION</b>							
<i>Direct</i>							
Fund for the Improvement of Education	N/A	2005	84.215	127,142	-	121,633	-
<i>Passed Through Ohio Department of Education</i>							
Title I Grants to Local Educational Agencies	047019-C1S1-2004	2004	84.010	63,401	-	58,821	-
	047019-C1S1-2005	2005		325,934	-	287,651	-
Total Title I Grants to Local Educational Agencies				389,335	-	346,472	-
Special Education Cluster:							
Special Education Grants to States	047019-6BSF-2004	2004	84.027	230,789	-	256,910	-
	047019-6BSF-2005	2005		1,960,114	-	1,715,675	-
Total Special Education Grants to States				2,190,903	-	1,972,585	-
Special Education Preschool Grants	047019-PGS1-2004	2004	84.173	4,419	-	4,846	-
	047019-PGS1-2005	2005		34,790	-	33,406	-
Total Special Education Preschool Grants				39,209	-	38,252	-
Total Special Education Cluster				2,230,112	-	2,010,837	-
Safe and Drug Free Schools and Communities	047019-DRS1-2004	2004	84.186	(3,258)	-	453	-
	047019-DRS1-2005	2005		41,116	-	31,417	-
Total Safe and Drug Free Schools and Communities				37,858	-	31,870	-
State Grants for Innovative Programs	047019-C2S1-2004	2004	84.298	1,375	-	12,421	-
	047019-C2S1-2005	2005		59,549	-	52,062	-
Total State Grants for Innovative Programs				60,924	-	64,483	-
Education Technology State Grants	047019-TJS1-2004	2004	84.318	(4,692)	-	-	-
	047019-TJS1-2005	2005		11,920	-	9,617	-
Total Education Technology State Grants				7,228	-	9,617	-
English Language Acquisition Grants	047019-T3S1-2004	2004	84.365	45,773	-	11,611	-
English Language Acquisition Grants - Limited English Proficient	047019-T3S1-2005	2005		116,145	-	107,278	-
English Language Acquisition Grants - Immigrant	047019-T3S2-2005	2005		29,788	-	25,023	-
Total English Language Acquisition Grants				191,706	-	143,912	-
Improving Teacher Quality State Grants	047019-TRS1-2004	2004	84.367	51,253	-	48,715	-
	047019-TRS1-2005	2005		197,433	-	193,592	-
Total Improving Teacher Quality State Grants				248,686	-	242,307	-
Total U.S. Department of Education				3,292,991	-	2,971,131	-
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>							
<i>Passed Through Ohio Department of MRDD</i>							
State Children's Insurance Program		2005	93.767	38,345	-	38,345	-
Medical Assistance Program							
Community Alternative Funding System		2005	93.778	564,193	-	564,193	-
Total U.S. Department of Health and Human Services				602,538	-	602,538	-
<b>Total Federal Awards</b>				<b>\$ 4,582,802</b>	<b>\$ 116,367</b>	<b>\$ 4,260,942</b>	<b>\$ 116,367</b>

The accompanying notes are an integral part of this schedule.

**HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FISCAL YEAR ENDED JUNE 30, 2005**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Federal Awards Receipts and Expenditures (the Schedule) summarizes activity of the District's federal award programs. The schedule has been prepared on the cash basis of accounting.

**NOTE B - CHILD NUTRITION CLUSTER**

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

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

**NOTE C – REFUND OF PRIOR YEAR RECEIPTS TO THE OHIO DEPARTMENT OF EDUCATION**

The Schedule includes negative receipt amounts for refund of prior year receipts to the Ohio Department of Education. These refunds are due to the expiration of period of availability and are as follows:

<b>Grant</b>	<b>CFDA Number</b>	<b>Grant Year</b>	<b>Amount of Repayment</b>
Safe and Drug Free Schools and Communities	84.186	2004	\$3,258
Education Technology State Grants	84.318	2004	<u>4,692</u>
Total			\$7,950



**Auditor of State  
Betty Montgomery**

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

Hilliard City School District  
Franklin County  
5323 Cemetery Road  
Hilliard, Ohio 43026

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hilliard City School District, Franklin County, Ohio (the District) as of and for the year ended June 30, 2005, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 9, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the District's internal control over financial reporting to determine our auditing procedures in order to express our opinions on the financial statements and not to opine on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider material weaknesses. In a separate letter to the District's management dated December 9, 2005, we reported other matters involving internal control over financial reporting we did not deem reportable conditions.

**Compliance and Other Matters**

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express an opinion. The results of our tests disclosed instances of noncompliance or other matters that we must report under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2005-001 and 2005-002. In a separate letter to the District's management dated December 9, 2005, we reported other matters related to noncompliance we deemed immaterial.

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Hilliard City School District  
Franklin County  
Independent Accountants' Report on Internal Control Over  
Financial Reporting and on Compliance and Other Matters  
Required By *Government Auditing Standards*  
Page -2-

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

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

**Betty Montgomery**  
Auditor of State

December 9, 2005





## Auditor of State Betty Montgomery

### INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM, ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133, AND ON THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES

Hilliard City School District  
Franklin County  
5323 Cemetery Road  
Hilliard, Ohio 43026

To the Board of Education:

#### Compliance

We have audited the compliance of Hilliard City School District, Franklin County, Ohio (The District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that apply to each of its major federal programs for the year ended June 30, 2005. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits 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 reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

As described in item 2005-003 in the accompanying schedule of findings, the District did not comply with requirements regarding Cash Management that are applicable to its English Language Acquisition Grants and Title I Grants. Compliance with such requirements is necessary, in our opinion, for the District to comply with requirements applicable to these programs.

In our opinion, except for the noncompliance described in the preceding paragraph, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005.

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### **Internal Control Over Compliance**

The District's management is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could directly and materially affect a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

We noted a certain matter involving the internal control over compliance and its operation that we consider a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the District's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts, and grants. A reportable condition is described in the accompanying schedule of findings as item 2005-003.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be timely detected by employees when performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered material weaknesses. We do not believe the reportable condition described above is a material weakness.

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

We have audited the basic financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Hilliard City School District, Franklin County, Ohio, as of and for the year ended June 30, 2005, and have issued our report thereon dated December 9, 2005. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of federal awards receipts and expenditures provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



**Betty Montgomery**  
Auditor of State

December 9, 2005

**HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2005**

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

<b>(d)(1)(i)</b>	<b>Type of Financial Statement Opinion</b>	Unqualified
<b>(d)(1)(ii)</b>	<b>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(ii)</b>	<b>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iii)</b>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	Yes
<b>(d)(1)(iv)</b>	<b>Were there any material internal control weakness conditions reported for major federal programs?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any other reportable internal control weakness conditions reported for major federal programs?</b>	Yes
<b>(d)(1)(v)</b>	<b>Type of Major Programs' Compliance Opinion</b>	Qualified: Title 1 CFDA # 84.010 and English Language Acquisition Grants CFDA #: 84.365 Unqualified : Nutrition Cluster CFDA #: 10.550 and 10.555
<b>(d)(1)(vi)</b>	<b>Are there any reportable findings under § .510?</b>	Yes
<b>(d)(1)(vii)</b>	<b>Major Programs (list):</b>	Nutrition Cluster CFDA #: 10.550 and 10.555 Title I CFDA #: 84.010 English Language Acquisition Grants CFDA #: 84.365
<b>(d)(1)(viii)</b>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$ 300,000 Type B: all others
<b>(d)(1)(ix)</b>	<b>Low Risk Auditee?</b>	Yes

**HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2005  
(Continued)**

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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<b>Finding Number</b>	2005-001
-----------------------	----------

**Certification of Expenditures**

**Ohio Revised Code Section 5705.41(B)** requires that no subdivision or taxing unit is to expend money unless it has been appropriated.

The following variances were noted throughout the year:

<b>Fund</b>	<b>Fund Number</b>	<b>Month Ended</b>	<b>Appropriations</b>	<b>Expenditures</b>	<b>Variance</b>
General	001	February	\$ 61,991,395	\$ 84,564,341	\$ (22,572,946)
		October	91,300	99,168	(7,868)
Principals	018	February	91,300	134,071	(42,771)
Athletics	300	February	299,100	431,478	(132,378)
		October	0	152,302	(152,302)
Scholarships	401	February	0	397,546	(397,546)
		October	0	25,000	(25,000)
		February	0	25,000	(25,000)
EMIS	432	Year-End	91,372	96,111	(4,379)
SchoolNet	450	February	0	117,180	(117,180)
Drug Free Schools	452	February	0	3,287	(3,287)
		October	0	5,868	(5,868)
Ohio Reads	459	February	0	11,458	(11,458)
		October	0	83,242	(83,242)
Work & Family	460	February	0	183,389	(183,389)
		October	0	12,977	(12,977)
Literacy	499	February	0	40,812	(40,812)
		October	0	532,375	(532,375)
Title VIB	516	February	0	1,214,834	(1,214,834)
		October	0	17,268	(17,268)
Title III	551	February	0	264,736	(264,736)
		October	0	112,043	(112,043)
Title I	572	February	0	249,346	(249,346)
		October	0	22,983	(22,983)
Title VI	573	February	0	46,981	(46,981)
Drug Free Schools Grant	584	October	0	33,662	(33,662)
		February	0	51,164	(51,164)
Preschool With Disabilities Grant	587	October	0	10,646	(10,646)
		February	0	24,858	(24,858)
		October	0	83,962	(83,962)
Title II	590	February	0	168,450	(168,450)

**HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2005  
(Continued)**

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS (Continued)</b>
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<b>Finding Number</b>	2005-001 (Continued)
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**Certification of Expenditures (Continued)**

Miscellaneous		February	0	49,708	(49,708)
Federal Grants	599	Year-End	0	147,986	(147,986)
Bond Retirement	002	February	6,145,000	13,624,030	(7,479,030)
Food Service	006	February	1,457,000	3,453,351	(1,996,351)
Uniform School		October	0	4,555	(4,555)
Supplies	009	February	0	4,555	(4,555)
Latchkey Program	011	February	0	787,000	(787,000)
		October	37,500	47,195	(9,695)
		February	37,500	49,685	(12,185)
Scholarships	022	Year-End	53,644	57,567	(3,923)

The Treasurer should thoroughly review the Financial Account by Fund Report to ensure appropriation amounts are posted accurately and timely. The Treasurer and Board should also frequently compare actual expenditures plus encumbrances to appropriations to avoid potential overspending. In addition, we recommend the Treasurer present budget to actual statements for all funds on a monthly basis to ensure that all funds are monitored.

<b>Finding Number</b>	2005-002
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**Appropriations Exceeding Estimated Resources**

Ohio Revised Code Section 5705.39 states that the total appropriation from each fund should not exceed the total estimated revenue. No appropriation measure is to become effective until the county auditor files a certificate that the total appropriations from each fund do not exceed the total official estimate or amended official estimate. The District had several funds during the fiscal year that had appropriations exceeding estimated resources. The following table lists those funds and negative variances at year end.

Fund	Appropriations	Estimated Resources	Variance
Athletics – 300	\$ 545,494	\$ 475,787	\$ (69,704)
Misc. Federal – 599	272,617	185,488	(87,129)
Food Service – 006	3,541,629	3,048,477	(493,152)
Latchkey Program – 009	1,413,960	547,376	(866,584)

**HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2005  
(Continued)**

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS (Continued)</b>
---

<b>Finding Number</b>	2005-002 (Continued)
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**Appropriations Exceeding Estimated Resources (Continued)**

We recommend that the Treasurer present proposed appropriation and estimated receipts amendments to the Board and show that the appropriations do not exceed estimated resources. The Board should evaluate all amendments to determine if they are appropriate and adhere to District budgetary controls.

<b>3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS</b>
--

<b>Finding Number</b>	2005-003
<b>CFDA Title and Number</b>	Title I CFDA #: 84.010 English Language Acquisition Grants CFDA #: 84.365
<b>Federal Award Number / Year</b>	Title I: 2004 and 2005 English Language Acquisition Grants: 2004 and 2005
<b>Federal Agency</b>	U.S. Department of Education
<b>Pass-Through Agency</b>	Ohio Department of Education

**Cash Management**

34 CFR 80.21(c) provides that grantees and subgrantees shall be paid in advance provided they maintain or demonstrate the willingness and ability to maintain procedures to minimize the time elapsing between the transfer of funds and their disbursement by the grantee or subgrantee. In addition, the Ohio Department of Education Project Cash Request Instructions provides that, funds may be requested for a maximum of one month plus any negative fund balances. The District did not maintain procedures to expend Title I and English Language Acquisition Grants funds within the month for which they were requested. Portions of nine out of eleven Title I drawdowns were held for 38 to 80 days. Portions of eleven out of nineteen English Language Acquisition Grants drawdowns were held for 43 to 85 days.

HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY

SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2005  
(Continued)

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

**Cash Management (Continued)**

In addition, the funds drawn for Title I and English Language Acquisition Grants remained on hand in the District's interest earning cash pool until expended. 34 CFR 80.21(i) provides that except for interest earned on advances of funds exempt under the Intergovernmental Cooperation Act and the Indian Self-Determination Act, grantees and subgrantees shall promptly, but at least quarterly, remit interest earned on advances to the Federal agency. The grantee or subgrantee may keep interest amounts up to \$100 per year for administrative expenses. During 2005, the District earned estimated interest of approximately \$438 on Title I funds and \$218 on English Language Acquisition Grants funds, but was not accounted for or remitted.

We recommend that the District develop procedures for the disbursement of funds to ensure that Federal cash on hand is kept at a minimal balance.

HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS  
OMB CIRCULAR A -133 § .315 (b)  
JUNE 30, 2005

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>
2004-001	5705.41(B) – Expenditures exceeding appropriations	No	Not Corrected; repeat as finding 2005-001.



**HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY**

**CORRECTIVE ACTION PLAN  
OMB CIRCULAR A -133 § .315 (c)  
JUNE 30, 2005**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2005-001	A permanent appropriation resolution will be completed as required by the Ohio Revised Code. This has been resolved for FY 06. Monthly reports are provided to the Board of Education.	Immediately	Brian W. Wilson, Treasurer/CFO
2005-002	Revenues and appropriations are reviewed on a monthly basis to avoid this situation in the future.	Immediately	Brian W. Wilson, Treasurer/CFO
2005-003	The Ohio Department of Education's Project Cash Requests provide a default payment of 10% of allocable funds. For FY 06 the District will no longer accept the default payment unless our cash outflows require this amount of funds.	Immediately	Melissa McArtor, Assistant Treasurer





# Comprehensive Annual Financial Report

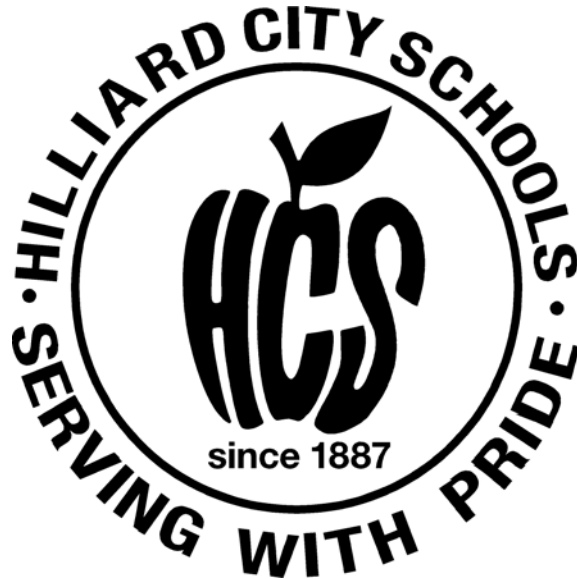


FOR FISCAL YEAR ENDED JUNE 30, 2005

Board of Education | Hilliard City School District | Hilliard, Ohio

# Hilliard City School District

Hilliard, Ohio



## Comprehensive Annual Financial Report

*For Fiscal Year Ended June 30, 2005*

**Issued by:**  
*Office of the Treasurer*

**Brian W. Wilson**  
*Treasurer/C.F.O*

# Hilliard City School District

Hilliard, Ohio



# Introductory

SECTION



Introductory



# HILLIARD CITY SCHOOL DISTRICT

## COMPREHENSIVE ANNUAL FINANCIAL REPORT JUNE 30, 2005

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# HILLIARD CITY SCHOOL DISTRICT

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**Hilliard City School District  
Elected Officials and Administrative Staff  
as of June 30, 2005**

**BOARD OF EDUCATION MEMBERS**

President  
Vice President  
Member  
Member  
Member

Mrs. Libby Gierach  
Mr. Dick Hammond  
Mr. Thomas F. Calhoun II  
Mrs. Denise Bobbitt  
Mr. Doug Maggied

**APPOINTED OFFICIALS**

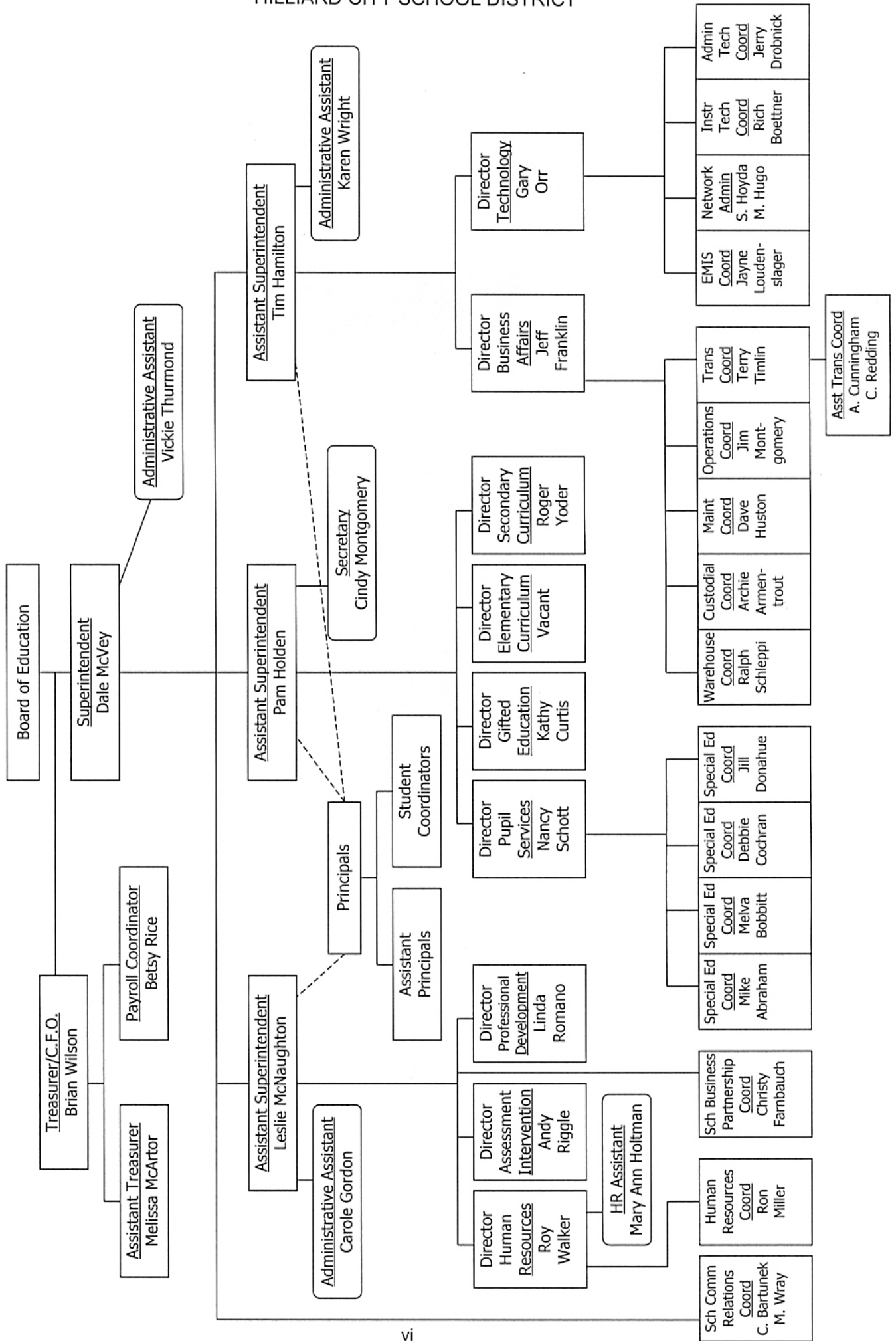
Superintendent  
Treasurer

Dale A. McVey  
Brian W. Wilson

**ADMINISTRATIVE STAFF**

Assistant Superintendent	Leslie McNaughton	Principal, Hilliard Davidson High School	John Bandow
Assistant Superintendent	Tim Hamilton	Principal, Hilliard Darby High School	David Stewart
Assistant Superintendent	Pam Holden	Principal, Hilliard Heritage Middle School	Suzanne McCoy
Assistant Treasurer	Melissa McArtor	Principal, Hilliard Memorial Middle School	Doug Lowery
Director, Business Affairs	Jeff Franklin	Principal, Hilliard Weaver Middle School	Ed O'Reilly
Director, Secondary Curriculum	Roger Yoder	Principal, Hilliard Station Sixth Grade School	Thomas Tucker
Director, Pupil Services	Nancy Schott	Principal, Hilliard Tharp Sixth Grade School	Tom Stahl
Director, Gifted Services	Kathy Curtis	Coordinator, Alton Darby Preschool	Sharon Balduf
Director, Assessment and Intervention	Andy Riggle	Principal, Alton Darby Elementary School	Jill Humbert
Director of Professional Development	Linda Romano	Principal, Avery Elementary School	Steven Beale
Director, School Age Child Care	Anna Karoutsos	Principal, Beacon Elementary School	Craig Vroom
Director, Human Resources	Roy Walker	Principal, Britton Elementary School	Pat Farrenkopf
Coordinator, Human Resources	Ron Miller	Principal, Brown Elementary School	Brian Blum
Coordinator, Payroll	Betsy Rice	Principal, Darby Creek Elementary School	Vicky Clark
Director of Technology	Garry Orr	Principal, Hilliard Crossing Elementary School	Cindi Montgomery
Coordinator, Administrative Technology	Jerry Drobnick	Principal, Hilliard Horizon Elementary School	Mary Rykowski
Coordinator, Instructional Technology	Rich Boettner	Principal, Hoffman Trails Elementary School	Denny Thompson
Coordinator, EMIS	Jayne Loudenslager	Principal, J.W. Reason Elementary School	Greg Hennes
Coordinator, School Business Partnerships	Christy Farnbauch	Principal, Norwich Elementary School	Karen Lehrer
Coordinator, Custodial	Archie Armentrout	Principal, Ridgewood Elementary School	Jennifer Wash
Coordinator, HVAC	Jim Montgomery	Principal, Scioto Darby Elementary School	Robert Spicer
Coordinator, Maintenance	Dave Huston	Coordinator, Student Assistance	Vicki Noll
Coordinator, Transportation	Terry Timlin	Coordinators, Special Education	Mike Abraham
Coordinators, School Community Relations	Michelle Wray		Melva Bobbitt
	Carrie Bartunek		Deb Cochran
Network Administrators	Steve Hoyda		Jill Donahue
	Marty Hugo		

# HILLIARD CITY SCHOOL DISTRICT DISTRICT ORGANIZATIONAL CHART





# Hilliard City School District

Dale A. McVey, Superintendent

Brian W. Wilson, Treasurer/CFO  
Tim Hamilton, Assistant Superintendent  
Jeff Franklin, Business Affairs  
Roy Walker, Human Resources  
Gary Orr, Technology  
Andy Riggle, Assessment/Intervention

Leslie A. McNaughton, Assistant Superintendent  
Pamela Holden, Assistant Superintendent  
Elementary Curriculum  
Roger Yoder, Secondary Curriculum  
Kathy Curtis, Gifted Services  
Nancy Schott, Pupil Services  
Linda M. Romano, Professional Development

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5323 Cemetery Road • Hilliard, Ohio 43026 • (614) 771-4273 • FAX (614) 777-2424 • [www.hilliard.k12.oh.us](http://www.hilliard.k12.oh.us)

December 9, 2005

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

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Hilliard City School District (the "District"). This CAFR, which includes an unqualified opinion from the Ohio Auditor of State, conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with District's management. To the best of our knowledge and belief, this CAFR and the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

This CAFR is presented in three sections: introductory, financial, and statistical. The Introductory Section contains this letter of transmittal, the Government Finance Officer's Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting, a list of principal officials, and the District's organizational chart. The Financial Section includes the independent accountants' report, a management's discussion and analysis, the basic financial statements and notes, and combining statements and individual fund schedules which provide detailed information relative to the basic financial statements. The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis. The District has implemented Governmental Accounting Standards Board (GASB) Statement No. 40, "Deposit and Investment Risk Disclosures" and has chosen to implement GASB Statement No. 44, "Economic Condition Reporting: The Statistical Section".

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

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

In addition to providing these general activities the District has administrative responsibility for state funds distributed to St. Brendan's School, Sunrise Academy and Dublin Prep Academy, private schools located within the School District boundaries. In accordance with GASB Statement 24, this responsibility is included in the reporting entity as a special revenue fund. While these organizations

## HILLIARD CITY SCHOOL DISTRICT

share operational and service similarity with the District, all are separate and distinct entities. Because of their independent nature, these organizations' financial statements are not included in this report.

### **PROFILE OF THE SCHOOL DISTRICT**

The District was organized in the late 1800's and is a fiscally independent political subdivision of the State of Ohio. The District is a public school system located primarily in Franklin County, with a small portion (less than 1%) extending into Union County. The District's area is approximately 60 square miles in and around the City of Hilliard. Also included are portions of the cities of Columbus and Dublin, as well as Norwich, Brown, Washington, Prairie, and Franklin Townships. Located approximately 15 miles northwest of the downtown area of the City of Columbus, the District is largely suburban in character and continues to be one of the fastest growing school districts in the State of Ohio.

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

The District had an estimated enrollment of 14,546 students for the fiscal year end June 30, 2005 compared to 14,220 students for the fiscal year ended June 30, 2004. This makes the District the ninth largest public school district in the state of Ohio. These students are housed in 13 elementary schools (grades pre-k to 5), 2 sixth grade centers, 3 middle schools (grades 7 to 8), and 2 comprehensive high schools (grades 9 to 12). Additionally, the District operates an administration building, a maintenance/resource center facility, a transportation compound and a support services center.

### **Economic Condition and Outlook**

The School District is in the Columbus, Ohio Metropolitan Statistical Area (MSA), which is comprised of the counties of Delaware, Fairfield, Franklin, Licking, Madison, Morrow, Pickaway and Union, and is the thirty-first largest MSA of 362 in the United States at the time of the 2000 census.

Employment in Franklin County has improved slightly with unemployment in June of 2004 of approximately 5.8% decreasing to 5.6% as of June 2005. Employment in the District is diversified with a majority in the service sector. One of the largest employers in the District with over 950 employees is Boehringer Ingelheim Roxane, Inc., a pharmaceutical company located in the Columbus portion of the District. Another employer within the Columbus portion of the District is Discover Financial Services with approximately 350 employees. Employers in the Hilliard portion of the District include MCI Telecommunications/Worldcom with approximately 1,048 employees and Gates McDonald & Company with approximately 614 employees. Additionally, the District is home to many trucking and small manufacturing companies as a result of Routes 270 and 70 intersecting the District.

The District is also looking forward to welcoming BMW Financial Services NA, LLC as the newest employer in the District during the first quarter of 2006. BMW is currently constructing a \$23 million 220,000 square foot office complex to house their operations in the City of Hilliard. BMW is the first of hopefully many businesses to locate in the Britton Central 282 acre mixed use Planned Unit Development.

## HILLIARD CITY SCHOOL DISTRICT

The Trueman Boulevard project, which opened over 100 acres to new commercial development and was completed in December of 2004, now has a Home Depot, Target and a Cheeseburger in Paradise Restaurant with several more shops to open in 2006.

The City of Columbus and the City of Hilliard are aggressive in recruiting new businesses and will make use of all economic incentives to increase the tax base. Both entities have made use of tax abatements and Tax Increment Financing to attract businesses. Through negotiations with the cities the District has been reimbursed for property taxes it would have otherwise collected ranging from complete reimbursements to the minimums required by law.

### MAJOR INIATIVES AND ACCOMPLISHMENTS

#### *Accomplishments for 2005*

##### *Financial*

The District received the Certificate of Excellence in Financial Reporting from the Government Finance Officers Association for the tenth consecutive year.

The District issued \$42,209,905 in Bonds in 2005 at a True Interest Cost of 4.35% to current refund the callable portion of the Series 1996 and 2000 Bonds. The Series 1996 Callable Bonds Refunded was \$18,270,000 and had an average interest rate of 5.43%. The Series 2000 Callable Bonds refunded was \$23,940,000 and had an average interest rate of 5.75%. This resulted in a savings to the District of \$2,870,650 over the remaining life of the Bonds

##### *Instruction*

The District met 21 of the 23 indicators this year, on the report card prepared annually by the Ohio Department of Education. The prior year the District met 16 of the 18 indicators.

The District's graduation rate increased from 91.7% to 94.1%.

Each school building receives a grade from the Ohio Department of Education based on various indicators. The top two grades are excellent and effective. 90% of District school buildings received an effective or excellent rating.

The District added Science Online coursework at the high school level. This completes the offering of online coursework for all core areas at the High Schools.

Hilliard CARES is a new program that provided tutoring for children over fourteen Saturdays during the school year at Hilliard Crossing Elementary. This District program serves over 100 students from elementary schools around the District. 50 Ohio State University students tutor the elementary students.

# HILLIARD CITY SCHOOL DISTRICT

## *Initiatives for 2006*

### *Financial*

The District will apply to receive the Certificate of Excellence in Financial Reporting from the GFOA for the District's 2005 CAFR.

The District will also apply to receive the Award for outstanding Achievement in Popular Annual Financial Reporting from the GFOA for the 2005 Popular Annual Financial Report. This will be the District's first Popular Annual Financial Report.

### *Instruction*

Restructure Gifted Intervention Services to provide mathematics intervention for students identified in this area.

Continue to revise the summer school program to provide more intervention opportunities in particular for English Language Learner (ELL) students.

The District will provide a Kindergarten Literacy Intervention Program (KLIP) and an ELL Kindergarten Literacy Intervention Program (EKLIP) in selected high-risk schools.

The District created a wellness council to review school lunch practices, physical fitness and general practices to promote wellness in all our students.

## **FINANCIAL INFORMATION**

### **Internal Controls**

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

### **Budgetary Controls**

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 appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required



## HILLIARD CITY SCHOOL DISTRICT

to be budgeted and appropriated. The primary level of budgetary control required by Ohio Revised Code is at the fund level. The level of budgetary control imposed by the District (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level for all funds. Any budgetary modifications at these levels may only be made by resolution of the Board of Education. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated.

### **Risk Management**

The District enrolled in a retrospective rating plan for worker's compensation. In this plan, the individual premium rate is calculated based on the worker's compensation experience of the District. Additionally, the District carries all-risk property insurance on buildings and contents, fleet insurance on all rolling stock, liability and excess liability insurance coverage as well as officers' liability insurance, employee benefits liability, and workers' compensation intentional acts defense coverage. All employees are covered by the District's blanket bond, and medical coverage for employees is provided through a conventional healthcare plan.

### **Cash Management**

Cash temporarily idle during the year was invested in demand deposits, certificates of deposit, U.S. agency securities or obligations, State Treasury Asset Reserve of Ohio (STAR Ohio) and repurchase agreements. As of June 30, 2005 the maturities of investments ranged from 1 day to slightly more than 3 years, with a weighted average maturity of the pooled funds of 81 days. The weighted average yield to maturity at June 30 was 2.62% .

### **Independent Audit**

State statutes require an annual audit by independent accountants. The Ohio Auditor of State conducted the District's 2005 fiscal year audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Federal Single Audit Act Amendments of 1996 and related OMB Circular A-133. The auditor's report on the basic financial statements is included in the financial section of this report.

# HILLIARD CITY SCHOOL DISTRICT

## AWARDS


***GFOA Certificate of Achievement*** The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Hilliard City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2004.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA for their review.

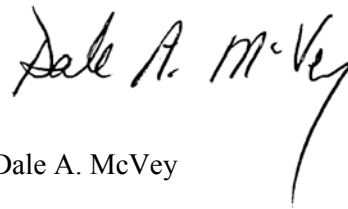
## ACKNOWLEDGMENTS

Preparation of this report could not have been accomplished without the support and hard work of the staff of the Treasurer's office, Superintendent's office, and the School-Community Relations office. Credit must also be given to the Board of Education. Without their leadership and commitment to excellence this report would not be possible.

Respectfully submitted,



Brian W. Wilson  
Treasurer/CFO



Dale A. McVey  
Superintendent

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Hilliard City School District,  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2004

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.



*Nancy L. Ziehl*

President

*Jeffrey R. Enos*

Executive Director

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# Financial

SECTION



Financial





## Auditor of State Betty Montgomery

### INDEPENDENT ACCOUNTANTS' REPORT

Hilliard City School District  
Franklin County  
5323 Cemetery Road  
Hilliard, Ohio 43026

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hilliard City School District, Franklin County, Ohio (the District), as of and for the year ended June 30, 2005, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Hilliard City School District, Franklin County, Ohio, as of June 30, 2005, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2005, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis and the budgetary comparison for the General Fund are not a required part of the basic financial statements but are supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

35 N. Fourth St. / Second Floor / Columbus, OH 43215  
Telephone: (614) 466-3402      (800) 443-9275      Fax: (614) 728-7199  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



**Betty Montgomery**  
Auditor of State

December 9, 2005



**Hilliard City School District**  
Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2005  
Unaudited

As management of the Hilliard City School District (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2005. We encourage readers to consider the information presented here in conjunction with our letter of transmittal at the front of this report and the District's financial statements, which follow this section.

**Financial Highlights**

Key financial highlights for 2005 are as follows:

- In total, net assets of governmental activities increased \$6,680,259, which represents a 25% increase from 2004.
- General revenues accounted for \$141,820,741 in revenue or 93% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$10,615,279 or 6.96% of total revenues of \$152,436,020.
- The District had \$145,755,761 in expenses related to governmental activities; only \$10,615,279 of these expenses was offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$141,820,741 were sufficient to provide for these programs.
- As of June 30, 2005 the General Fund reported a positive fund balance of \$13,631,170, which represents a 58% increase from 2004.

**Reporting the District as a Whole**

*The Statement of Net Assets and Statement of Activities*

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of the year activities?" The Statement of Net Assets and the Statement of Activities report information about the District as a whole and about its activities in a manner that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by private sector corporations. All of the current year revenues and expenses are taken into consideration regardless of when cash is received or paid.

These two statements report the District's net assets and changes in them. The change in net assets provides the reader a tool to assist in determining whether the District's financial health is improving or deteriorating. The reader will need to consider other non-financial factors such as property tax base, current property tax laws, student enrollment growth, and facility conditions in arriving at their conclusion regarding the overall health of the District.

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

### *Fund Financial Statements*

Our analysis of the District's major funds appears on the fund financial statements beginning with the Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances. These statements provide detailed information about the most significant funds—not the District as a whole. A schedule showing the fund balance and the total change in fund balance from June 30, 2004 to 2005 for the District's major funds appears on page 6. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. The District's two types of funds, governmental, and fiduciary, use different accounting approaches as further described in the notes to the financial statements.

### *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 that are available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and 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 financial resources available to spend in the near future to finance the District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the basic financial statements.

### *Fiduciary Funds*

The District's fiduciary funds are student-managed activities and Section 125 agency funds. The District's fiduciary activities are reported in the Statement of Fiduciary Assets and Liabilities. We exclude these activities from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

## **Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$33,191,918 according to the Statement of Net Assets at the close of the most recent fiscal year.

A portion of the District's net assets (32.79%) reflects its investment in capital assets less depreciation and any related debt used to acquire those assets that is still outstanding. The District uses capital assets to provide services; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves usually are not used to liquidate these liabilities.

A comparative analysis of fiscal year 2005 to 2004 follows from the Statements of Net Assets:

**Hilliard City School District**

**Net Assets**

	<u>Governmental Activities</u>	
	<u>2005</u>	<u>2004</u>
Current assets	\$ 123,777,966	\$ 122,098,400
Capital assets	<u>129,301,786</u>	<u>131,910,058</u>
Total assets	<u>253,079,752</u>	<u>254,008,458</u>
Current liabilities	84,049,731	85,548,803
Long-term liabilities	<u>135,838,103</u>	<u>141,947,992</u>
Total liabilities	<u>219,887,834</u>	<u>227,496,795</u>
Net Assets:		
Invested in capital, net of debt	10,885,269	5,937,505
Restricted	21,988,141	21,886,461
Unrestricted	<u>318,508</u>	<u>(1,312,307)</u>
Total net assets	<u>\$ 33,191,918</u>	<u>\$ 26,511,659</u>

A portion of the District's net assets (66.2%) represents resources subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets may be used to meet the District's ongoing activities.

**Hilliard City School District**  
**Changes in Net Assets**

	<u>Governmental Activities</u>	<u>Governmental Activities</u>
	<u>2005</u>	<u>2004</u>
<b>Program revenues:</b>		
Charges for services	\$ 5,561,212	\$ 5,039,040
Federal grants	4,092,547	3,369,009
State grants	961,520	1,000,763
<b>General revenues:</b>		
Property taxes	92,339,122	83,616,658
State entitlements	47,324,508	43,475,009
Investment income	754,324	337,270
Other	<u>1,402,787</u>	<u>1,086,917</u>
Total revenues	<u>152,436,020</u>	<u>137,924,666</u>
<b>Program expenses:</b>		
Instructional	85,788,204	79,015,141
Support services	45,790,070	44,451,750
Community services	1,667,847	1,553,777
Food service	3,374,943	3,301,938
Extracurricular Activities	2,430,606	2,866,754
Enterprise Operations	25,806	4,891
Facilities Acquisition and Construction	-	796,466
Interest and Fiscal Charges	6,678,285	7,697,400
Miscellaneous	<u>-</u>	<u>8,073</u>
Total expenses	<u>145,755,761</u>	<u>139,696,190</u>
Increase(decrease) in net assets	<u>\$ 6,680,259</u>	<u>\$ (1,771,524)</u>

### Governmental Activities

Net assets of the District's governmental activities increased by \$6,680,259. The increase in net assets is a direct result of the 9.5 mill new property tax passed in March of 2004.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The table below reflects the cost of program services and the net cost of those services after taking into account the program revenues for the governmental activities. General revenues including tax revenue, investment earnings and unrestricted State entitlements must support the net cost of program services.

Programs	Total Cost of Services	Net Cost of Service
	2005	2005
Instructional services	\$ 85,788,204	\$ 81,043,093
Support services	45,790,070	45,563,521
Community services	1,667,847	(110,005)
Food services	3,374,943	5,963
Extracurricular Activities	2,430,606	1,933,819
Enterprise Operations	25,806	25,806
Interest and Fiscal Charges	6,678,285	6,678,285
Total	<u>\$ 145,755,761</u>	<u>\$ 135,140,482</u>

Local property taxes make up 65.1% of total general revenues for governmental activities. The net services column reflecting the need for \$135,140,482 of support indicates the reliance on general revenues to support governmental activities.

### The District's Funds

The District's governmental funds reported a fund balance of \$35,911,502, which represents an increase of \$6,184,093 as compared to last year's total of \$29,727,409 according to the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances. The schedule below shows the fund balance and the total change in fund balance from June 30, 2004 to 2005.

	Fund Balance at June 30, 2005	Fund Balance at June 30, 2004	Increase (Decrease)
General Fund	\$ 13,631,170	\$ 8,635,057	\$ 4,996,113
Bond Retirement Fund	11,282,390	9,179,975	2,102,415
Building Fund	8,707,807	10,287,239	(1,579,432)
Other Governmental Funds	<u>2,290,135</u>	<u>1,625,138</u>	<u>664,997</u>
Total	<u>\$ 35,911,502</u>	<u>\$ 29,727,409</u>	<u>\$ 6,184,093</u>

### *General Fund*

The District's General Fund balance increased as a result of revenues exceeding expenditures.

<b>Revenues</b>	<u>2005</u>	<u>2004</u>	<u>% Change</u>
Property taxes	\$ 82,431,444	\$ 70,300,680	17.26%
Intergovernmental	45,805,873	42,439,290	7.93%
Investment income	748,567	279,764	167.57%
Other revenue	<u>1,859,294</u>	<u>1,065,931</u>	<u>74.43%</u>
Total	<u>\$ 130,845,178</u>	<u>\$ 114,085,665</u>	<u>14.69%</u>

The increase in property tax revenues is primarily due to the passage of a new 9.5 mill property tax in March of 2004.

As the table below indicates, the largest portion of General Fund expenditures at 60.9% is for instructional services.

<b>Expenditures by Function</b>	<u>2005</u>	<u>2004</u>	<u>% Change</u>
Instructional services	\$ 76,951,545	\$ 69,342,508	10.97%
Support services	46,331,889	42,213,603	9.76%
Food Service	2,779	7,260	-61.72%
Co-curricular student activities	1,773,535	2,072,215	-14.41%
Other Facilities Acquisition and Construction	589,016	33,963	1634.29%
Capital outlay	619,615	-	100.00%
Debt service	<u>168,001</u>	<u>149,089</u>	<u>12.69%</u>
Total	<u>\$ 126,436,380</u>	<u>\$ 113,818,638</u>	<u>11.09%</u>

Expenditures are up 11.09% over the prior year due to the hiring of additional staff after a hiring freeze in the prior year and salary and benefit increases associated with existing staff. District enrollment has increased 646 students over the past two years.

### *Bond Retirement Fund*

The Debt service fund balance increased by \$2.1 million due to increased property tax revenues. The revenues of the fund are property taxes, calculated by the county auditor, and state homestead and rollback money computer as a percentage of the tax due to the fund. The expenses of the fund include principal and interest payments as well as county auditor and treasurer fees. The increased fund balance will be used to make upcoming debt payments.

### *Building Fund*

The building fund is used to account for significant capital projects. In 2005, costs within this fund and the corresponding decrease in fund balance are related to expenditures for the completion of the support services facility project, final expenditures related to the addition of 14 modular classroom buildings at the District's two high schools and other miscellaneous capital projects.

### *Other Funds*

Other governmental funds consist of Special Revenue and other capital projects funds. The fund balance of these funds increased by \$664,997. This is primarily the result of an increase in federal grant revenues.

## **General Fund Budget Information**

The District's budget is prepared in accordance with Ohio law and is based on the cash basis of accounting, utilizing cash receipts, disbursements and encumbrances. Changes are made to the District's budget as changes in revenues and spending patterns are experienced.

The District uses the five-year forecast as the original document from which to form the operating budget. After updating the forecast for changes in revenue and expenditure assumptions, the operating budget begins at the school level. Each school in the District receives a per pupil allocation augmented with resources for special education students in the specific buildings. Budgets are reviewed periodically to ensure management becomes aware of any variations during the year. There were no significant variations between original and final budgets or between actual budgetary expenditures and final budget in the General Fund for the year ended June 30, 2005. Since there were no significant fluctuations in estimates, the District did not file any appropriation amendments with the County.

## **Capital Assets**

The District has \$129,301,786 invested in capital assets net of depreciation. Detailed information regarding capital asset activity is included in the notes to the basic financial statements (Note 8).

## **Debt**

On June 30, 2005, the District had \$127,158,923 in outstanding bonds. The District paid \$7,946,001 in principal on bonds outstanding and \$4,740,716 in interest payments during the 2005 fiscal year. The District also refunded \$18,270,000 in serial bonds from the 1996 issuance and \$23,940,000 in serial bonds from the 2000 issuance. Detailed information regarding long-term debt activity is included in the notes to the basic financial statements (Notes 9 and 10).

Under current state statutes, the District's general obligation bonded debt issues are subject to a legal limitation based on 9% of the total taxable valuation of real and personal property. As of June 30, 2005, the District's general obligation debt was below the legal limit.

## **Economic Conditions and Outlook**

With the passage of the 2004 operating levy the District is in good shape financially. The operating issue provides the necessary funds for the District to maintain current educational programs and facilities for the near future. However, the future financial stability of the District is not without challenges.

The biggest challenge facing the District is the growth in student enrollment and how to house the additional students. Currently the two high schools combined are 700 students over capacity. The District is also experiencing capacity issues at the elementary and middle school buildings.

The other challenge facing the District is the future of state funding. In the State's current biennium budget that began July 1 of 2005 the District's funding from the state is flat funded for the next two years. The District's student enrollment will increase approximately 700 students over these two years but will see no increased funding from the state. The state modified the school funding formula significantly, so much so that a funding guarantee was put in place that the District's funding would not decrease below fiscal year 2005 state funding. We do not know at this time how state funding will change in the next biennium budget.

# **BASIC FINANCIAL STATEMENTS**

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Hilliard City School District  
Statement of Net Assets  
June 30, 2005

	<u>Governmental Activities</u>
<b>Assets</b>	
Equity in Pooled Cash and Investments	\$24,152,587
Receivables	
Taxes - Current	94,531,670
Taxes - Delinquent	4,082,827
Accounts	252,131
Accrued Interest	18,631
Due from:	
Other Governments	647,104
Other	29,371
Materials & Supplies Inventory	46,753
Prepaid Assets	16,892
Land	15,927,409
Other Capital Assets, Net	113,374,377
<b>Total Assets</b>	<u><u>253,079,752</u></u>
<b>Liabilities</b>	
Accounts Payable	1,036,299
Accrued Wages and Benefits	10,897,565
Due to Other:	
Governments	2,459,115
Interest Payable	397,098
Deferred Revenue	69,259,654
Long-Term Liabilities	
Due within One Year	10,485,753
Due in More Than One Year	125,352,350
<b>Total Liabilities</b>	<u><u>219,887,834</u></u>
<b>Net Assets</b>	
Invested in Capital Assets, Net of Related Debt	10,885,269
Restricted for:	
Debt Service	10,885,292
Capital Projects	8,707,807
Other Puposes	2,395,042
Unrestricted	318,508
<b>Total Net Assets</b>	<u><u>\$33,191,918</u></u>

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

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Hilliard City School District  
Statement of Activities  
For the Fiscal Year Ended June 30, 2005

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
Governmental Activities				
Instruction				
Regular	\$ 69,555,707	\$ 200,677	\$ 168,282	\$ (69,186,748)
Special	15,225,235	914,892	3,461,260	(10,849,083)
Vocational	1,007,262	-	-	(1,007,262)
Support Services				
Pupils	8,403,900	-	34,624	(8,369,276)
Instructional Staff	8,674,563	-	64,004	(8,610,559)
General Administration	8,484,849	-	-	(8,484,849)
Board of Education	214,327	-	-	(214,327)
Fiscal Services	2,823,240	-	-	(2,823,240)
Business	405,766	-	-	(405,766)
Operation & Maintenance of Plant	9,814,371	-	22,402	(9,791,969)
Pupil Transportation	5,964,869	-	-	(5,964,869)
Central	1,004,185	-	105,519	(898,666)
Community Services	1,667,847	1,264,415	513,437	110,005
Food Service Operations	3,374,943	2,704,845	664,135	(5,963)
Extra Curricular Activities	2,430,606	476,383	20,404	(1,933,819)
Enterprise Operations	25,806	-	-	(25,806)
Interest and Fiscal Charges	6,678,285	-	-	(6,678,285)
Totals	<u>\$ 145,755,761</u>	<u>\$ 5,561,212</u>	<u>\$ 5,054,067</u>	<u>\$ (135,140,482)</u>

General Revenues

Property Taxes Levied for:	
General Purposes	79,739,497
Debt Service	12,599,625
Grants & Entitlements not Restricted to Specific Programs	47,324,508
Investment Earnings	754,324
Miscellaneous	1,402,787
Total General Revenues	<u>141,820,741</u>
Change in Net Assets	6,680,259
Net Assets Beginning of Year - Restated (See Note 19)	26,511,659
Net Assets End of Year	<u><u>\$33,191,918</u></u>

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

Hilliard City School District  
Balance Sheet  
Governmental Funds  
June 30, 2005

	<u>General</u>	<u>Bond Retirement Fund</u>	<u>Building Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>					
Cash and cash equivalents	\$ 5,526,216	\$ 7,608,081	\$ 8,707,807	\$ 2,310,483	\$ 24,152,587
Receivables (net of allowances for uncollectibles)					
Taxes - Current	81,841,974	12,689,696	-	-	94,531,670
Taxes - Delinquent	3,490,299	592,528	-	-	4,082,827
Accounts	60,751	-	-	191,380	252,131
Accrued Interest	18,631	-	-	-	18,631
Due from Other:					
Governments	80,773	367	-	565,964	647,104
Funds	211,237	-	-	-	211,237
Materials and Supplies Inventory	-	-	-	46,753	46,753
Prepaid expenditures	16,892	-	-	-	16,892
<b>Total assets</b>	<u>91,246,773</u>	<u>20,890,672</u>	<u>8,707,807</u>	<u>3,114,580</u>	<u>123,959,832</u>
<b>Liabilities:</b>					
Accounts Payable	974,892	-	-	61,407	1,036,299
Accrued Wages and Benefits	10,516,741	-	-	380,824	10,897,565
Due to other funds	-	-	-	181,866	181,866
Due to other governments	2,302,126	-	-	156,989	2,459,115
Compensated Absences Payable	130,653	-	-	-	130,653
Deferred Revenue	63,691,191	9,608,282	-	43,359	73,342,832
<b>Total Liabilities</b>	<u>77,615,603</u>	<u>9,608,282</u>	<u>-</u>	<u>824,445</u>	<u>88,048,330</u>
<b>Fund Balances</b>					
<b>Reserved</b>					
Encumbrances	1,232,218	-	5,137,148	453,667	6,823,033
Future Appropriations	21,641,430	3,673,942	-	-	25,315,372
Prepaid Expenditures	16,892	-	-	-	16,892
<b>Unreserved</b>					
<b>Undesignated, Reported in:</b>					
General fund	(9,259,370)	-	-	-	(9,259,370)
Special Revenue funds	-	-	-	1,439,808	1,439,808
Debt Service fund	-	7,608,448	-	-	7,608,448
Capital Projects fund	-	-	3,570,659	396,660	3,967,319
<b>Total fund balances</b>	<u>13,631,170</u>	<u>11,282,390</u>	<u>8,707,807</u>	<u>2,290,135</u>	<u>35,911,502</u>
<b>Total liabilities and fund balances</b>	<u>\$ 91,246,773</u>	<u>\$ 20,890,672</u>	<u>\$ 8,707,807</u>	<u>\$ 3,114,580</u>	<u>\$ 123,959,832</u>

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

Hilliard City School District, Ohio  
 Reconciliation of Total Governmental Fund Balances to  
 Net Assets of Governmental Activities  
 June 30, 2005

<b>Total Governmental Fund Balances</b>	<b>\$35,911,502</b>
 <i>Amounts reported for governmental activities in the statement of net assets are different because:</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	129,301,786
Other assets are not available to pay for current period expenditures and therefore are deferred in the funds.	4,083,178
Other liabilities are not to be paid from current period resources and are not reported in the funds.	
Interest Payable	(397,098)
Long-Term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences	(7,917,979)
General Obligation Debt	(127,158,923)
Capital Lease Obligations	(630,548)
	<u>(135,707,450)</u>
 <b>Net Assets of Governmental Activities</b>	 <b><u><u>\$33,191,918</u></u></b>

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

Hilliard City School District  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Fiscal Year Ended June 30, 2005

	General	Bond Retirement Fund	Building Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
From local sources					
Taxes	\$ 82,431,444	\$ 13,276,953	\$ -	\$ -	\$ 95,708,397
Tuition	161,048	-	-	1,465,092	1,626,140
Earnings on Investments	748,567	-	13,842	6,592	769,001
Other local	753,844	-	-	205,711	959,555
Intergovernmental - State	45,310,576	1,392,005	-	1,088,150	47,790,731
Intergovernmental - Federal	495,297	-	-	4,092,547	4,587,844
Classroom Materials & Fees	878,766	-	-	-	878,766
Other revenue	65,636	197,440	-	55,234	318,310
Extracurricular Activities	-	-	-	476,383	476,383
Food Services	-	-	-	2,704,845	2,704,845
<b>Total Revenues</b>	<u>130,845,178</u>	<u>14,866,398</u>	<u>13,842</u>	<u>10,094,554</u>	<u>155,819,972</u>
<b>Expenditures:</b>					
<b>Current:</b>					
<b>Instruction</b>					
Regular	63,601,948	-	-	333,788	63,935,736
Special	12,347,877	-	-	3,127,202	15,475,079
Vocational	1,001,720	-	-	-	1,001,720
<b>Support Services</b>					
Pupils	8,398,078	-	-	57,467	8,455,545
Instructional Staff	8,340,068	-	-	161,834	8,501,902
General Administration	8,374,982	-	-	108,638	8,483,620
Board of Education	210,923	-	-	3,404	214,327
Fiscal Services	2,730,185	115,249	-	1,500	2,846,934
Business	405,076	-	-	-	405,076
Operation & Maintenance of Plant	10,991,094	-	45,109	26,332	11,062,535
Pupil Transportation	6,654,817	-	-	7,031	6,661,848
Central	226,666	-	-	156,111	382,777
Community Services	-	-	-	1,661,911	1,661,911
Food Service Operations	2,779	-	-	3,334,539	3,337,318
Extra Curricular Activities	1,773,535	-	-	456,294	2,229,829
Enterprise Operations	-	-	-	25,806	25,806
<b>Facilities Acquisition &amp; Construction Services</b>					
Site Acquisition	-	-	166,716	-	166,716
Building Improvement Services	-	-	1,381,449	-	1,381,449
Other Facilities Acquisition & Construction	589,016	-	-	-	589,016
Capital Outlay	619,615	-	-	-	619,615
<b>Debt Service:</b>					
Principal Retirement	106,268	7,946,001	-	-	8,052,269
Interest and Fiscal Charges	61,733	4,740,716	-	-	4,802,449
<b>Total Expenditures</b>	<u>126,436,380</u>	<u>12,801,966</u>	<u>1,593,274</u>	<u>9,461,857</u>	<u>150,293,477</u>
Excess (deficiency) of revenue over expenditures	4,408,798	2,064,432	(1,579,432)	632,697	5,526,495
<b>Other Financing Sources (Uses)</b>					
Transfers in	-	-	-	35,900	35,900
Transfers out	(32,300)	-	-	(3,600)	(35,900)
Proceeds from capital lease	619,615	-	-	-	619,615
Premium and interest on bonds sold	-	37,983	-	-	37,983
Refunding Bonds issued	-	42,209,905	-	-	42,209,905
Payment for Refunded Bonds	-	(42,209,905)	-	-	(42,209,905)
<b>Total other financing sources (uses)</b>	<u>587,315</u>	<u>37,983</u>	<u>-</u>	<u>32,300</u>	<u>657,598</u>
<b>Net Change in Fund balances</b>	4,996,113	2,102,415	(1,579,432)	664,997	6,184,093
Fund balances, July 1 - Restated ( See Note 20)	8,635,057	9,179,975	10,287,239	1,625,138	29,727,409
Fund balances, June 30	<u>\$ 13,631,170</u>	<u>\$ 11,282,390</u>	<u>\$ 8,707,807</u>	<u>\$ 2,290,135</u>	<u>\$ 35,911,502</u>

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

Hilliard City School District, Ohio  
 Reconciliation of the Statement of Revenues, Expenditures, and Changes  
 in Fund Balances of Governmental Funds to the Statement of Activities  
 For the Fiscal Year Ended June 30, 2005

<b>Net Change in Fund Balances - Total Governmental Funds</b>	<b>\$6,184,093</b>
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>	
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.	(2,608,272)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Taxes	(3,369,275)
Interest	(14,677)
Repayment of bond principal, notes and leases payable is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and does not result in an expense in the statement of activities.	8,052,269
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(2,520,775)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
Compensated Absences	956,896
<b><i>Change in Net Assets of Governmental Activities</i></b>	<b>\$6,680,259</b>

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

Hilliard City School District  
Statement of Fiduciary Assets and Liabilities  
June 30, 2005

	<u>Agency</u>
Assets:	
Cash and cash equivalents	\$ 300,026
Receivables	
Accounts	22,513
Total assets	<u>\$ 322,539</u>
Liabilities:	
Accounts Payable	10,318
Due to Other:	
Funds	29,371
Other	282,850
Total Liabilities	<u>\$ 322,539</u>

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



HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements  
June 30, 2005

**1. Reporting Entity**

The Hilliard City School District (the District) was organized in 1870 and is a fiscally independent political subdivision of the State of Ohio. The District is governed by a five-member board of education (the Board) elected by the citizens of the District.

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 and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board and either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose financial burden on the District. The District has no component units.

The Metropolitan Educational Council (MEC) is a jointly governed organization of the District. The organization was formed for the purpose of applying modern technology, with the aid of computers and other electronic equipment, to administrative and instructional functions among member districts. Districts participating in the MEC are within the boundaries of Franklin, Delaware, Union, Pickaway, Madison and Fairfield counties. MEC is governed by a board of directors consisting of a member of the Board of Education and a member of the administrative staff from each of the participating members. Financial statements for MEC can be obtained from Metropolitan Educational Council administrative offices at 2100 City Gate Drive, Columbus, OH 43219.

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

The Central Ohio Special Education Resource Center (COSERC) is a jointly governed organization of the District. The District's Board of Education appoints one member of the seventy member Governing Board of COSERC. However, the financial statements of COSERC are not included within the District's reporting entity as the District cannot impose its will and there is no financial benefit, financial burden relationship or related party transactions between the District and COSERC.

The District's reporting entity includes the following:

St. Brendan's School--Within the District's boundaries, St. Brendan School is operated as a private school. Current State legislation provides funding to the parochial school. The monies are received and disbursed on behalf of the parochial school by the Treasurer of the District, as directed by the parochial school. The activity is reflected in a special revenue fund of the District.

Sunrise Academy--Within the District's boundaries, Sunrise Academy is operated as a private school. Current State legislation provides funding to the parochial school. The monies are received and disbursed on behalf of the parochial school by the Treasurer of the District, as directed by the parochial school. The activity is reflected in a special revenue fund of the District.

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements  
June 30, 2005

Dublin Prep Academy-- Within the District's boundaries, Dublin Prep Academy is operated as a private school. Current State legislation provides funding to the parochial school. The monies are received and disbursed on behalf of the parochial school by the Treasurer of the District, as directed by the parochial school. The activity is reflected in a special revenue fund of the District.

## 2. Summary of Significant Accounting Policies

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

### (a) *Government-wide and fund financial statements*

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from legally separate *component units* for which the primary government is financially accountable. The District (primary government) has no business-type activities or component units.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *Program revenues* include 1) charges to those who benefit from the goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. The District has no proprietary funds.

### (b) *Measurement focus, basis of accounting, and financial statement presentation*

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Government fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service principal expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

HILLIARD CITY SCHOOL DISTRICT  
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Property taxes are recognized as revenue in the fiscal year for which taxes have been levied, provided they are collected and certified by the county auditor by the fiscal year-end. Additionally, taxes collected within 60 days after fiscal year-end are recorded as a receivable with an offset to deferred revenue for amounts not collected and available for advance on June 30 by the county auditor. Tuition, grants, fees and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when the cash is received by the District.

The District reports the following *major* governmental funds:

General Fund – The General Fund is the general operating fund of the District and is used to account for all financial resources except those required to be accounted for in another fund.

Bond Retirement Fund – The Bond Retirement Fund, a debt service fund, is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Building Fund – The Building Fund, a capital projects fund, is used to account for the receipts and expenditures related to the acquisition and construction of capital facilities including real property.

The District's *non-major* governmental funds include the following fund types:

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources, other than major capital projects, that are legally restricted to expenditures for specified purposes.

Capital Project Funds – The non-major capital projects funds are used to account for financial resources to be used for the permanent improvements and receipt and expenditures of SchoolNet monies.

Additionally, the District reports the following fund type:

Fiduciary Funds – Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. This includes Agency Funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Agency Funds are primarily used as an agent for the District's student organizations.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to those who benefit from the goods, services, or privileges provided, and 2) operating grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

(c) *Cash and Investments*

Monies received by the District are pooled in a central bank account with individual fund balance integrity retained throughout. In 1998, the District adopted GASB Statement No. 31 (GASB 31), *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and records its investments at fair value. Repurchase agreements are valued at cost.

(d) *Encumbrances*

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in governmental funds. Encumbrances are reported as reservations of fund balance, since they do not constitute expenditures or liabilities. The District had \$6,823,033 in outstanding encumbrances at year end.

HILLIARD CITY SCHOOL DISTRICT  
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(e) *Inventory*

Inventory is valued at cost (first-in, first-out). The cost of inventory is recorded as an expenditure/expense at the time individual inventory items are consumed.

(f) *Prepaid Assets*

Payments made to vendors for services that will benefit periods beyond June 30, 2005 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is recorded in the year in which services are consumed.

(g) *Capital Assets and Depreciation*

General capital assets are those assets specifically related to activities reported in the governmental funds. These assets are reported in the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District follows the policy of not capitalizing assets with a cost of less than \$1,500 and a useful life of less than one year. The District does not possess any infrastructure.

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

Land Improvements	20
Buildings & Improvements	20-50
Furniture and Equipment	5-20
Vehicles	8

(h) *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.

On fund financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net assets.

(i) *Compensated Absence*

The District has implemented the provisions of GASB Statement No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employee's right to receive compensation is attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at June 30 by those employees who are currently eligible to receive termination payments and those employees for whom it is probable they will become eligible to receive termination benefits in the future. The criteria for determining the vacation and sick leave liability is derived from Board policy, negotiated agreements, and state laws.

HILLIARD CITY SCHOOL DISTRICT  
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Administrators and classified staff who work twelve month contracts are granted vacation leave. The leave amount is based on length of service and position. The District accrues vacation leave benefits as earned. Accrued vacation may be carried forward for the next fiscal year. Twelve month staff with the consent of the superintendent may carry over from one employment year to the next, an amount of vacation equal to 10 days. The maximum that classified staff may carry over is the amount of vacation leave earned, but not used, during the preceding two full years of continued employment by the District. District employees earn sick leave at fifteen days per year, which, if not taken, accumulates on an unlimited basis until retirement. Upon retirement, an employee is paid one-fourth of the accumulated sick leave up to a maximum of 60 days for certificated staff and 63 and  $\frac{3}{4}$  days for classified staff. The general fund is primarily responsible for liquidating the liability.

The entire compensated absence liability is reported on the entity-wide financial statements. For governmental fund financial statements, the amount of accumulated vacation and sick leave of employees has been recorded as a current liability to the extent that the amounts are expected to be paid using expendable available financial resources to the extent that the liabilities mature each period. The balance of the liability is not recorded.

*(j) Accrued Liabilities and Long-term Debt*

All accrued liabilities and long-term debt are reported in the entity-wide financial statements. For governmental fund financial statements, these accrued liabilities are generally reported as a governmental fund liability if due for payment as of the balance sheet date regardless of whether they will be liquidated with current financial resources. However, claims for judgments and compensated absences paid from governmental funds are reported as a liability in the fund financial statements only for the portion expected to be financed from expendable available financial resources. Long-term liabilities paid from governmental funds are not recognized as a liability in the fund financial statements until due.

*(k) Fund Balance Reserves / Restrictions*

The District records reservations for portions of fund equity, which are legally segregated for specific future use or which do not represent available spendable resources and therefore are not available for appropriation for expenditures. Fund equity reserves have been established for prepaid assets, encumbrances, and property tax revenue for future year's appropriations.

The District complies with all restrictions governing the use of restricted assets. Such restrictions do not offer discretion regarding use of these resources in an unrestricted manner. When capital restricted funds, usually bond proceeds, are available, capital assets are acquired from such resources. Capital assets can be, however, and to a lesser amount are, acquired from unrestricted resources.

*(l) Management Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reported period. Actual results could differ from those estimates.

**3. Cash and Investments**

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

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

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

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

Cash and Investments:

In 1998, the District adopted GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools, and records all its investments at fair value, except repurchase agreements, which are reported at cost.

The investment and deposit of the District's monies is governed by the provisions of the ORC. In accordance with these statutes, the District is authorized to invest in United States and State of Ohio bonds, notes, and other obligations; bank certificates of deposit; banker acceptances; commercial paper notes rated prime and issued by United States corporations; repurchase agreements secured by United States obligations; and STAROhio. Earnings on investments are credited to the General Fund except earnings specifically related to the Capital Projects Fund, and certain Special Revenue Funds, which is in compliance with ORC Section 3315.01. In fiscal 2005 investment income of \$748,567 was recorded in the General Fund.

STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the Securities Exchange Commission as an investment company, but does operate in a manner similar to Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 2005.

Deposits:

Custodial credit risk is the risk that in the event of bank failure, the District's deposits may not be returned. According to state law, public depositories must give security for all public funds on deposit. These institutions may either specifically collateralize individual accounts in lieu of amounts insured by the FDIC, or may pledge a pool of government securities valued at least 105% of the total value of public monies on deposit at the institution. Repurchase agreements must be secured by the specific government securities upon which the repurchase agreements are based. These securities must be obligations of or guaranteed by the United States and mature or be redeemable within 5 years of the date of the related repurchase agreement. State law does not require security for public deposits and investments to be maintained in the District's name. During 2005, the District and public depositories complied with the provisions of these statutes.

At year-end, the District carried account balances at three banks. The carrying amount of all District deposits was \$3,779,593, exclusive of \$6,050 in cash on hand and the \$16,266,000 repurchase agreement. The combined bank balance was \$20,041,187 of which \$217,839 was covered by FDIC insurance and \$19,823,348 was uninsured. Of the remaining uninsured bank balance all was collateralized with securities held by the pledging institution's trust department, not in the District's name.

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June 30, 2005

Investments:

Investments are reported at fair value. As of June 30, 2005, the District had the following investments:

<u>Type</u>	<u>Fair Value</u>	<u>Maturity Date</u>
FHLB	\$ 998,444	08/05/05
FHLB	966,440	12/26/07
FHLB	959,610	07/17/08
STAR Ohio	1,476,476	current
Repurchase Agreement	<u>16,266,000</u>	current
Total Fair Value	\$ 20,666,970	

Interest rate risk

The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date.

Credit Risk

The District's investments except for the Repurchase Agreement, as discussed above, and STAR Ohio were rated AAA by Standard & Poor's. Its investment in Star Ohio was rated AAAM by Standard & Poor's.

Concentration of Credit Risk

The District places no limit on the amount the District may invest in any one issuer. More than 5 percent of the District's investments are in FHLB and Star Ohio. These investments are 14.15% and 7.14% respectively, of the District's total investments, for the amounts listed above.

**4. Receivables**

Receivables at June 30, 2005 consist of the following:

	<u>Taxes</u>	<u>Other</u>	<u>Totals</u>
Governmental activities:			
General	\$ 85,332,273	\$ 79,382	\$ 85,411,655
Bond retirement fund	13,282,224	-	13,282,224
Other governmental funds	<u>-</u>	<u>191,380</u>	<u>191,380</u>
Total	<u>\$ 98,614,497</u>	<u>\$ 270,762</u>	<u>\$ 98,885,259</u>

**5. Due from Other Governments**

Due from Other Governments at June 30, 2005 consist of the following:

	<u>Federal</u>	<u>State</u>	<u>Totals</u>
Governmental activities:			
General	\$ 50,927	\$ 29,846	\$ 80,773
Bond retirement fund	-	367	367
Other governmental funds	<u>546,721</u>	<u>19,243</u>	<u>565,964</u>
Total	<u>\$ 597,648</u>	<u>\$ 49,456</u>	<u>\$ 647,104</u>

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Financial Statements, continued  
June 30, 2005

**6. Interfund Receivables and Payables**

Interfund balances at June 30, 2005 consist of the following:

	<u>Receivable</u>	<u>Payable</u>
Governmental activities:		
General	\$ 211,237	-
Other governmental funds	-	181,866
Fiduciary activities:		
Agency Fund	-	29,371
<b>Total</b>	<b><u>\$ 211,237</u></b>	<b><u>\$ 211,237</u></b>

**7. Interfund Transfers**

Interfund transfer balances at June 30, 2005 consist of the following:

	<u>Transfer - Out</u>	<u>Transfer - In</u>
Governmental activities:		
General	\$ 32,300	-
Other governmental funds	3,600	35,900
<b>Total</b>	<b><u>\$ 35,900</u></b>	<b><u>\$ 35,900</u></b>

The purpose of these transfers was to provide financial support for school testing.

**8. Property, Plant and Equipment**

A summary of changes in general capital assets for the year ended June 30, 2005, follows:

	Balance (Restated) June 30, 2004	Additions	Disposals	Balance June 30, 2005
<i><u>Governmental Activities</u></i>				
Capital Assets, not being Depreciated:				
Land	\$ 15,927,409	\$ -	\$ -	\$ 15,927,409
Capital Assets, being Depreciated:				
Land improvements	13,818,129	23,209	-	13,841,338
Building and improvements	144,305,644	1,175,417	301,278	145,179,783
Furniture, fixtures and equipment	15,969,232	1,117,096	-	17,086,328
Buses, autos and trucks	8,819,361	1,369,394	405,095	9,783,660
<b>Total Capital Assets, Being Depreciated</b>	<b><u>182,912,366</u></b>	<b><u>3,685,116</u></b>	<b><u>706,373</u></b>	<b><u>185,891,109</u></b>
Less Accumulated Depreciation:				
Land improvements	6,662,577	578,950	-	7,241,527
Building and improvements	45,256,330	3,987,609	285,371	48,958,568
Furniture, fixtures and equipment	9,103,869	1,039,912	-	10,143,781
Buses, autos and trucks	5,906,941	671,010	405,095	6,172,856
<b>Total accumulated depreciation</b>	<b><u>66,929,717</u></b>	<b><u>6,277,481</u></b>	<b><u>690,466</u></b>	<b><u>72,516,732</u></b>
<b>Capital assets, net</b>	<b><u>\$ 131,910,058</u></b>	<b><u>\$ (2,592,365)</u></b>	<b><u>\$ 15,907</u></b>	<b><u>\$ 129,301,786</u></b>



HILLIARD CITY SCHOOL DISTRICT  
Notes to the Financial Statements, continued  
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Depreciation expense was charged to governmental functions as follows:

Instructional services:	
Regular	\$ 4,583,949
Special	23,809
Support services:	
Pupils	4,000
Instructional staff	199,641
General administration	346,251
Business	4,291
Operation and maintenance of plant	164,347
Student Transportation	637,685
Central	206
Food services	55,033
Community services	17,006
 Extracurricular student activities	 241,263
 Total Depreciation	 <u><u>\$ 6,277,481</u></u>

### 9. Long-Term Obligations

A summary for changes in long-term obligations for the year ended June 30, 2005, follows:

	Balance June 30, 2004	Additions	Reductions	Balance June 30, 2005
Accrued liabilities:				
Severance	\$ 8,847,743	\$ 130,649	\$ 929,760	\$ 8,048,632
Capital lease obligation	317,050	619,615	306,117	630,548
General obligation bonds payable	<u>132,783,199</u>	<u>44,531,630</u>	<u>50,155,906</u>	<u>127,158,923</u>
	<u>\$ 141,947,992</u>	<u>\$ 45,281,894</u>	<u>\$ 51,391,783</u>	<u>\$ 135,838,103</u>

Amounts Due In One Year

Severance	\$ 605,615
Capital lease obligation	122,085
General obligation bonds payable	<u>9,758,053</u>
	<u><u>\$ 10,485,753</u></u>

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Financial Statements, continued  
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General obligation bonds are direct obligations and pledges of the full faith and credit of the District. These bonds generally are issued as serial bonds, except for refunding issues. General obligation bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Accretion in 2005</u>	<u>Total Bonds Outstanding</u>
Refunding Issue (1)	03/01/92	12/01/05	6.0352	0	\$ 1,400,000
Refunding Issue (2)	12/01/97	12/01/13	4.7568	120,541	8,270,458
Refunding Issue (3)	05/10/93	12/01/12	5.1874	106,797	903,416
Refunding Issue (8)	06/01/04	12/01/12	5.3509	6,773	2,761,772
Refunding Issue (4)	06/15/01	12/01/19	4.7807	638,178	28,631,224
School Improvement (5)	02/01/96	12/01/20	5.4360	131,651	5,263,180
School Improvement (6)	03/01/00	12/01/28	6.6890	997,910	32,860,898
School Improvement (7)	06/15/01	12/01/28	4.6548	19,394	4,755,637
Refunding Issue (9)	03/01/05	12/01/28	4.3531	<u>102,433</u>	<u>42,312,338</u>

**Total** \$2,123,677    \$127,158,923

- (1) Included construction of new high school, and additions and renovations to the middle school, commons building and eight elementary schools. Also provided furnishings and equipment for the new high school, new additions, and existing school buildings.
- (2) Included construction of two new elementary schools and one additional middle school. Additions and renovations to one elementary school. Provided for furnishings and equipment for new buildings, new additions and existing school buildings.
- (3) Included construction of new sixth grade school building, administration building and additions to three elementary buildings. Provide for furnishings and equipment for new buildings, new additions and existing school buildings.
- (4) Included construction of a new middle school, a new elementary school and additions to the existing elementary schools, middle school and bus garage. Initial construction and site work for a new high school and district wide technology improvements. Also provided furnishings and equipment for new buildings, new additions and existing school buildings.
- (5) Included construction of second high school, athletic facility and an elementary school. Also provided for various permanent improvements to be made at existing facilities.
- (6) Included construction of two new elementary schools and renovation of a sixth grade school. Also provided for various permanent improvements to be made at existing facilities and land acquisition.
- (7) Included construction of two new elementary schools and renovation of a sixth grade school. Also provided for various permanent improvements to be made at existing facilities and land acquisition.
- (8) Issued to refund the serial bond portion of issue (3).
- (9) Issued to refund the serial bond portion of issue (5) & (6).

HILLIARD CITY SCHOOL DISTRICT  
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In 2001 the District used \$1,000,000 and \$31,444,656 (4) of School Building Construction and Improvement Refunding Bonds, Series 2001B, which were issued to advance refund the outstanding \$31,444,973 1995 School Building Construction and Improvement Bonds on June 15, 2002, resulting in an economic gain of \$2,153,052. The District defeased these general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. This advance refunding represents both legal and in-substance defeasance and was accounted for in accordance with GASB Statement No. 7, *Advance Refundings Resulting in Defeasance of Debt*. Accordingly, the trust account's assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2005 \$25,349,973 of bonds are considered defeased.

In 2005 the District used \$42,209,905 (9) of School Building Construction and Improvement Refunding Bonds, Series 2005, which were issued to current refund the outstanding serial bonds principal amounts of the 1996 and 2000 School Building Construction and Improvement Refunding Bonds on March 1, 2005, resulting in cash flow savings of \$2,870,650 over the life of the debt service payments and an economic gain of \$1,830,504.

In the opinion of management, the District has complied with all bond covenants.

The annual maturities of the general obligation bonds as of June 30, 2005, and related interest payments are as follows:

<u>Year ending June 30,</u>	<u>Interest rate (%)</u>	<u>Principal</u>	<u>Interest</u>
2006	4.3531-6.689	\$ 9,758,056	\$ 4,666,608
2007	4.3531-6.689	8,440,887	4,231,136
2008	4.3531-6.689	9,815,000	3,409,276
2009	4.3531-6.689	10,112,127	3,011,158
2010	4.3531-6.689	10,481,300	2,555,850
2011-2015	4.3531-6.689	22,250,091	36,903,559
2016-2020	4.3531-6.689	22,813,902	26,361,442
2021-2025	4.3531-6.689	13,013,369	8,359,756
2026-2029	4.3531-6.689	11,647,669	1,101,444
Total		<u>\$ 118,332,401</u>	<u>\$ 90,600,229</u>

The District issued general obligation bonds for the construction and improvement of District buildings. These bonds include current interest serial bonds, capital appreciation bonds, and current interest term bonds. For fiscal year 2005, the capital appreciation bonds accreted \$2,123,677.

The Ohio Revised Code (ORC) provides that the net debt of a school district, whether or not approved by the people, shall not exceed 9.0% of the total value of all property in the school district as listed and assessed for taxation. In addition, the unvoted net debt of a school district cannot exceed 0.1% of the total assessed value of property. The District had no unvoted debt at June 30, 2005. The statutory limitations on debt are measured by a direct ratio of net debt to tax valuation and expressed in terms of a percentage. At June 30, 2005 the District's net debt was approximately 5.98% of the total assessed value of all property within the District.

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Financial Statements, continued  
June 30, 2005

**10. Capital Lease Obligation**

The Hilliard City School District entered into capital leases for copiers. These leases met the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee.

Capital assets consisting of copiers that have been capitalized in the Governmental Activities Statement of Net Assets in the amount of \$619,615. This amount represents the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded in the Statement of Net Assets. Principal payments in fiscal year 2005 totaled \$106,268. Capital lease liabilities in the amount of \$199,849 were eliminated by specifications of the new lease agreements.

The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of June 30, 2005:

Fiscal Year <u>Ending June 30,</u>	Capital Lease <u>Obligations</u>
2006	\$ 177,565
2007	177,206
2008	147,297
2009	138,063
2010	136,421
2011	11,278
Total minimum lease payments	\$ 787,830
Less: amount representing interest	<u>(157,282)</u>
Present value of minimum lease payments	<u>\$ 630,548</u>

The principal portion of the capital lease obligation due during fiscal year 2006, \$122,085 has been reported on the Statement of Net Assets as a long-term liability due in one year. The remaining capital lease obligation principal amount of \$508,463 has been reported as a long-term liability due in more than one year.

**11. Lease Commitments and Leased Property**

The District leases fourteen modular classroom buildings, which are presently being used at the two high schools. The lease term is currently thirty-six months, commencing March 2005. Total rental expenditures on the lease for the year ended June 30, 2005, were \$28,000.

The following is a schedule by year of the future minimum rental payments required for operating leases, as the remaining lease term is in excess of one year as of June 30, 2005:

Fiscal Year <u>Ending June 30,</u>	Operating <u>Lease</u>
2006	\$ 67,200
2007	67,200
2008	<u>39,200</u>
Total minimum lease payments	<u>\$ 173,600</u>

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Financial Statements, continued  
June 30, 2005

**12. Defined Benefit Pension Plans**

State Teachers Retirement System

The District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3371 or by calling (614) 227-4090, 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 member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor.

The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5% of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and 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. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

For the fiscal year ended June 30, 2005, 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 2004, 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% for members and 14% for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions for pension obligations to the DB Plan for the fiscal years ended June 30, 2005, 2004, and 2003 were \$9,466,310, \$8,859,774, and \$11,085,796 respectively; 82.95 percent has been contributed for fiscal year 2005 and 100 percent for fiscal years 2004 and 2003. \$1,613,702 representing the unpaid contribution for fiscal year 2005 is recorded as a liability within the respective funds.

School Employees Retirement System

The District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3476. or by calling (614) 222-5853.

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Financial Statements, continued  
June 30, 2005

Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2005, 10.57 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2004, 9.09 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2005, 2004 and 2003 were \$2,459,404, \$2,392,734, and \$2,319,419, respectively; 65.63 percent has been contributed for fiscal year 2005 and 100 percent for fiscal years 2004 and 2003. \$845,413 representing unpaid the contribution for fiscal year 2005 is recorded as a liability within the respective funds.

### **13. Postemployment Benefits Other Than Pension Benefits**

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

For STRS, all benefit recipients are required to pay a portion of health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. The board currently allocates employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund for which payments for health care benefits are paid. For the District, this amount equaled \$676,165 during the 2005 fiscal year.

STRS Ohio pays health care benefits from the Health Care Stabilization Fund. At June 30, 2004, (the latest information available) the balance in the Fund was \$3.1 billion. For the year ended June 30, 2004, net health care costs paid by STRS Ohio were \$268,739,000 and STRS Ohio had 111,853 eligible benefit recipients.

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2005, employer contributions to fund health care benefits were 3.43 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2005, the minimum pay was established at \$27,400. For the School District, the amount contributed to fund health care benefits during the 2005 fiscal year equaled \$869,764.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of the annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2004 (the latest information available), were \$223,443,805 and the target level was \$335.2 million. At June 30, 2004, SERS had net assets available for payment of health care benefits of \$300.8 million. SERS has approximately 62,000 participants currently receiving health care benefits.

### **14. Property Taxes**

Property Taxes include amounts levied against all real, public utility and tangible (used in business) property located in the school district. Due and collection dates, as established by Franklin County, were January 20, 2005 and June 20, 2005, for those taxes due during 2005.

Real property and tangible personal property taxes collected during 2005 had a lien and levy date of January 1, 2004 and December 31, 2004 respectively.

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Financial Statements, continued  
June 30, 2005

Assessed values are established by State law at 35% of appraised market value for Real Estate and Public Utility and at 25% for Tangible Personal. A reappraisal of all property is required to be completed no less than every six years. A revaluation of all property is required to be completed no less than every six years. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at true value (normally 50% of cost). The assessed values for collection in 2005, upon which the 2004 levies were based, were as follows:

Real estate	\$1,881,529,090
Public utility	59,046,430
Tangible personal	<u>186,803,986</u>
Total	<u>\$2,127,379,506</u>

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the District's share is .445% (4.45 mills) of assessed value. Increases in the property tax rate are restricted only by voter willingness to 67.65 mills in 2005.

The Franklin County Treasurer collects property taxes on behalf of all taxing districts in the county, including the Hilliard City School District. The Franklin County Auditor periodically remits to the District its portion of the taxes collected. Property taxes may be paid on either an annual or semiannual basis.

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable as of June 30, 2005. Although total property tax collections for the next fiscal year are measurable, they are not (exclusive of advances) intended to finance current year operations. The net receivable (total receivable less amount available intended to finance the current year) is therefore offset by a credit to deferred revenue.

**15. Set-Aside Calculations**

The School District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by year-end or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years. State law has set the amount for the set-aside at the number of students times 3% of the average cost per pupil. The District was also required to set aside money for budget stabilization. The requirement for this set aside changed as a result of the passage of Senate Bill 345. In fiscal year 2005, the District eliminated its Budget Stabilization Reserve by way of a Board approved transfer to the General Fund. None of these monies were expended by the District as of June 30, 2005.

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

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Financial Statements, continued  
June 30, 2005

	Textbook Reserve	Capital Acquisition Reserve	Budget Stabilization Reserve
Set-aside balance, July 1, 2004	\$ -	\$ -	\$ 1,826,987
Current year set-aside requirement	2,038,733	2,038,733	-
Qualifying expenditures	(2,115,450)	(4,756,152)	-
Board of Education Approved Transfers	-	-	(1,826,987)
Total	<u>(76,717)</u>	<u>(2,717,419)</u>	<u>-</u>
Set-aside balance, June 30, 2005	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

**16. Contingent Liabilities**

The Hilliard City School District is party to various legal proceedings seeking damages or injunctive relief generally incidental to its operations and pending projects. The ultimate disposition of such proceedings is not presently determinable, but will not, in the opinion of the District's Management, have a material adverse effect on the financial condition of the District.

**17. Federal and State Grants**

The Federal and State Grants remain subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, the District's administration believes such disallowances, if any, would be immaterial.

**18. Risk Management**

The District carries all-risk property insurance on buildings and contents, fleet insurance on all rolling stock, liability and excess liability insurance coverage as well as officers' liability insurance, employee benefits liability, and workers' compensation intentional acts defense coverage. All employees are covered by the District's blanket bond, and medical coverage for employees is provided through a conventional healthcare plan, as well as a health maintenance organization plan offered by the District.

There have been no changes in the aforementioned insurance coverage. Additionally, there were no settlements in excess of insurance coverage over the past three fiscal years.

The District is enrolled in the retrospective rating plan for worker's compensation. In this plan, the individual premium rate is calculated based on the worker's compensation experience of the District.



HILLIARD CITY SCHOOL DISTRICT  
Notes to the Financial Statements, continued  
June 30, 2005

**19. Restatement**

The District previously reported capital assets that did not meet its capitalization threshold. Accordingly, the beginning net assets of the governmental activities in the government-wide financial statements were misstated. There is no effect to the government fund statements. The correction resulted in the following change to the beginning net assets of the governmental activities:

Governmental Activities Net Assets, July 1, 2004	\$ 33,717,309
Accounting Change	<u>(7,205,650)</u>
Governmental Activities Net Assets, July 1, 2004 (Restated)	<u>\$ 26,511,659</u>

GASB Technical Bulletin No. 2004-02 addresses the amount that should be recognized as expenditure/expense and as a liability each period by employers participating in a cost-sharing multiple-employer pension and other post-employment benefit (OPEB) plans.

The implementation of GASB Technical Bulletin No. 2004-02 had the following effect on the fund balance of the general fund of the District as it was previously reported as of June 30, 2004:

General Fund Balance, June 30, 2004	\$ 9,496,977
GASB Technical Bulletin No. 2004-02	<u>(861,920)</u>
Restated General Fund Balance, June 30, 2004	<u>\$ 8,635,057</u>

**20. Fund Deficits/Accountability**

The following funds had fund deficit fund balances as of June 30, 2005:

	<u>Deficit Fund Balance</u>
Special Revenue Funds:	
Title I	\$ (1,816)
Preschool Grant	(2,158)
Smaller Learning Communities	(2,440)

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

Expenditures exceeded appropriations in the following funds at year end: School Testing; Pamela Carpenter Memorial; EMIS; Preschool Grant.

During the year, the District had several funds in which expenditures exceeded appropriations, as well as several funds in which appropriations exceeded estimated resources. The District will monitor appropriations on a monthly basis to prevent these violations from occurring in the future.

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# **REQUIRED SUPPLEMENTARY INFORMATION**

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**Hilliard City School District  
Budgetary Comparison Schedule  
General Fund  
Year Ended June 30, 2005**

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive/ (Negative)
	Original	Final	Actual	
<b>REVENUES:</b>				
Property taxes	\$ 75,344,043	\$ 74,936,000	\$ 74,362,900	\$ (573,100)
Intergovernmental:				
Federal-				
Unrestricted grants-in-aid	181,000	525,000	602,538	77,538
State-				
Unrestricted grants-in-aid	45,025,260	44,679,818	45,096,230	416,412
Restricted grants-in-aid	1,271,680	183,712	184,500	788
Investment income	475,000	600,000	684,083	84,083
Tuition fees	269,350	214,000	172,586	(41,414)
Classroom materials & fees	865,200	865,200	873,806	8,606
Miscellaneous	591,718	245,000	703,329	458,329
<b>Total revenues</b>	<b>124,023,251</b>	<b>122,248,730</b>	<b>122,679,972</b>	<b>431,242</b>
<b>EXPENDITURES:</b>				
<b>Instructional services:</b>				
Regular	62,462,312	62,462,312	63,790,996	(1,328,684)
Special	13,056,681	13,056,681	12,582,597	474,084
Vocational	971,265	971,265	1,015,189	(43,924)
<b>Total instructional services</b>	<b>76,490,258</b>	<b>76,490,258</b>	<b>77,388,782</b>	<b>(898,524)</b>
<b>Support services:</b>				
Operation and maintenance of plant	11,808,547	11,808,547	11,134,326	674,221
Board of Education	373,272	373,272	208,954	164,318
Business	764,075	764,075	591,823	172,252
Pupils	7,736,584	7,736,584	8,286,018	(549,434)
Fiscal services	2,957,467	2,957,467	2,735,798	221,669
Instructional staff	9,617,559	9,617,559	8,137,374	1,480,185
Student transportation	7,072,746	7,072,746	6,573,953	498,793
Central services	235,327	235,327	226,112	9,215
General administration	9,074,565	9,074,565	8,678,892	395,673
<b>Total support services</b>	<b>49,640,142</b>	<b>49,640,142</b>	<b>46,573,250</b>	<b>3,066,892</b>
Food Service Operations	6,000	6,000	2,779	3,221
Extracurricular student activities	2,375,875	2,375,875	1,779,128	596,747
Community services	-	-	-	-
Facility acquisition and improvement	744,315	744,315	660,716	83,599
<b>Total expenditures</b>	<b>129,256,590</b>	<b>129,256,590</b>	<b>126,404,655</b>	<b>2,851,935</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(5,233,339)</b>	<b>(7,007,860)</b>	<b>(3,724,683)</b>	<b>3,283,177</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from sale of equipment	-	19,400	13,848	(5,552)
Refund of prior year expenditure	-	69,500	68,047	(1,453)
Transfers out	(50,000)	(50,000)	(32,300)	17,700
Advances - net	(237,197)	51,900	(147,288)	(199,188)
<b>Total other financing sources (uses)</b>	<b>(287,197)</b>	<b>90,800</b>	<b>(97,693)</b>	<b>(188,493)</b>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<b>(5,520,536)</b>	<b>(6,917,060)</b>	<b>(3,822,376)</b>	<b>3,094,684</b>
<b>Fund balances at beginning of year</b>	<b>7,503,474</b>	<b>7,503,474</b>	<b>7,503,474</b>	<b>-</b>
<b>Fund balances (deficit) at end of year</b>	<b>\$ 1,982,938</b>	<b>\$ 586,414</b>	<b>\$ 3,681,098</b>	<b>\$ 3,094,684</b>

See accompanying footnotes to the required supplementary information.

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Required Supplementary Information  
For the Year Ended June 30, 2005

**A. Budgetary Information**

All governmental funds are subject to annual expenditures budgets. The Board follows the procedures outlined below in establishing the expenditures budget data reported in the general purpose financial statements:

- (1) A Tax Budget of estimated cash receipts and disbursements is submitted to the Franklin 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 Hilliard Board of Education holds a budget hearing when it normally adopts the Tax Budget at the first regular meeting in January, following the budget hearing.
- (2) 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.
- (3) An annual appropriation measure must be passed by October 1 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 Hilliard Board of Education adopted its 2005 permanent appropriation measure at its May 23, 2005 regular meeting. The Board of Education adopted at the June 25, 2004 regular meeting a temporary appropriation measure to allow the District to operate until its annual appropriations were adopted. The appropriation measure may be amended or supplemented during the year as new information becomes available. Individual buildings and/or departments may transfer funds within their budgets. Revised appropriations are presented during the year and include the transfers requested by staff and any amendments to fund unanticipated expenditures. Appropriations may not exceed estimated resources and expenditures may not exceed appropriations at the fund level.

**B. Reconciling Budgetary Basis and GAAP**

The District prepares its budget on a basis of accounting that differs from generally accepted accounting principles (GAAP). The actual results of operations are presented in the Budgetary Comparison Schedule—General Fund in accordance with the budget basis of accounting.

The major differences between the budgetary basis of accounting and GAAP are that:

- A. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- B. Expenditures are recorded when encumbered (budget basis) as opposed to when the liability is incurred (GAAP basis); and
- C. Encumbrances are recorded as the equivalent of expenditures (budget basis) as opposed to a reservation of fund balance (GAAP basis).

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Required Supplementary Information, Continued  
For the Year Ended June 30, 2005

A reconciliation of the General Fund results of operations at the end of the year on the GAAP basis to the budget basis follows:

Net change in fund balance	\$ 4,996,113
<b>Adjustments</b>	
Due to revenues	(8,165,206)
Due to expenditures	31,725
Due to other financing sources	(685,008)
Deficiency of revenues and other financing sources over expenditures and other financing uses (Budget Basis)	<u><u>\$ (3,822,376)</u></u>

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## **SUPPLEMENTAL DATA**

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# Hilliard City School District

## **MAJOR GOVERNMENTAL FUNDS** (Other than General Fund)

### BOND RETIREMENT FUND

The Bond Retirement Fund is used to account for the accumulation of resources for, and the payment of general long-term debt principal, interest and related costs.

### BUILDING FUND

The Building Fund is used to account for financial resources to be used for the acquisition and/or construction of major capital facilities and/or the acquisition of land.

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HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2005

**MAJOR GOVERNMENTAL FUNDS**

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget positive (negative)</b>
<b>Bond Retirement Fund</b>			
Total Revenues and Other Sources	\$ 13,110,976	\$ 14,017,992	\$ 907,016
Total Expenditures and Other Uses	16,321,143	15,569,220	751,923
Net Change in Fund Balance	(3,210,167)	(1,551,228)	1,658,939
Fund Balance, July 1	9,159,310	9,159,310	-
Fund Balance, June 30	\$ 5,949,143	\$ 7,608,082	\$ 1,658,939
<b>Building Fund</b>			
Total Revenues and Other Sources	\$ 35,000	\$ 13,842	\$ (21,158)
Total Expenditures and Other Uses	7,103,396	6,745,748	357,648
Net Change in Fund Balance	(7,068,396)	(6,731,906)	336,490
Fund Balance, July 1	10,302,570	10,302,570	-
Fund Balance, June 30	\$ 3,234,174	\$ 3,570,664	\$ 336,490

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# Hilliard City School District

## NONMAJOR OTHER GOVERNMENTAL FUNDS

### Special Revenue Funds

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Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

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#### SPECIAL LOCAL FUND

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

#### CAREER DEVELOPMENT FUND

A fund provided to account for monies received and expended in conjunction with Vocational Education - Career Development projects funded by the State of Ohio, Ohio Department of Education.

#### STUDENT ACTIVITY FUND

A fund provided to account for those student activity programs which have student participation in the activity, but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders, flag corps, and other similar types of activities.

#### MARTHA HOLDEN JENNINGS FUND

A fund provided to account for the monies received from this Foundation and expended to help implement innovative education programs.

#### OTHER LOCAL FUND

A rotary fund provided to account for the purchase and sale of school supplies and other miscellaneous school donations. Profit and moneys derived from such sales or donations are to be used for school purposes or activities in connection with the school.

#### FOOD SERVICE FUND

A fund used to record financial transactions related to the District's food service operation.

#### LATCHKEY FUND

A fund used to account for the operation of school-age child care program before and after school on days the Board's schools are in session.

#### PAMELA CARPENTER MEMORIAL FUND

A fund used to account for donations collected to purchase books available to students in the District.

#### SCHOOL TESTING

A fund used to account for the fees collected for college aptitude testing and test preparation classes available to students in the District.

# Hilliard City School District

## 4-MAT TRAINING

A fund used to account for fees collected from participants to cover the cost of materials and presenters which support a model that engages students in an experiential cycle of learning.

## EDUCATIONAL MANAGEMENT INFORMATION SYSTEM GRANT (EMIS)

A fund provided to account for the monies received and expended for the implementation of EMIS required by Ohio legislation.

## OHIO EDUCATION COMPUTER NETWORK (OECN Data Comm.)

A fund to account for the monies received from The State of Ohio with expenditures for installation and support costs for data communication links to connect schools to the Data Acquisition Sites, and to help offset upgrade and support costs necessary to increase data communication links.

## SCHOOL IMPROVEMENT AWARD

A fund used to account for revenue from an incentive award, as well as expenditures to be spent on staff development, classroom equipment, materials and /or books. Awarded to Darby Creek Elementary by the State of Ohio based on improved proficiency test results.

## STUDENT INTERVENTION

A fund used to account for State grant monies to assist in improving student reading achievement.

## OTHER STATE GRANTS

A fund used to account for revenues and expenditures related to grants received by the District for SchoolNet Professional Development, Timeline Mini Mural Grant, Ohio Reads Volunteer Fund, Safe School Help Line, Entry Year Teacher Grant, Student Assistance Program, Promising Practice Grant SIRI Professional Development and Government Highway Safety.

## TITLE II-A

A fund to account for grants providing financial assistance to State and Local Educational Agencies to improve teacher quality.

## EDUCATION OF HANDICAPPED CHILDREN ACT TITLE VI-B FUND (Part B-IDEA)

Provision of grants received to assist states 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 III FUND

A fund provided to account for the Foreign Language Grant program, which is funded with U.S. Department of Education grant monies.

## TITLE I FUND

To provide financial assistance to State and Local Educational Agencies to meet the special reading needs of educationally deprived children.



# Hilliard City School District

## TITLE V

To consolidate various programs into a single authorization of grants to States to be used in accordance with the educational needs and priorities of the state and local agencies. The District allocates these funds toward math remediation.

## DRUG FREE GRANT

To provide funds to local educational agencies and consortia of these agencies to establish, operate and improve local programs of drug abuse prevention, early intervention, rehabilitation referral and education in elementary and secondary schools, and to engage in development, training, technical assistance and coordination activities.

## EHA PRESCHOOL GRANTS FOR THE HANDICAPPED (Preschool Grant)

The Preschool Grant Program, Section 69 of Public Law 99-457, addresses the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

## SMALLER LEARNING COMMUNITIES

To account for a grant from the United States Department of Education to assist large high schools in creating smaller, more personalized learning communities.

## OTHER FEDERAL GRANTS

A fund used to currently account for revenues and expenditures related to grants received for Heritage Middle School Family & School Partnership.

## AUXILIARY SERVICES - ST. BRENDANS

A special revenue fund used to account for monies which provide services and materials to pupils attending the non-public school, St. Brendan's, located within the School District

## AUXILIARY SERVICES - SUNRISE ACADEMY

A special revenue fund used to account for monies which provide services and materials to pupils attending the non-public school, Sunrise Academy, located within the School District.

## AUXILIARY SERVICES – DUBLIN PREP ACADEMY

A special revenue fund used to account for monies which provide services and materials to pupils attending the non-public school, Dublin Prep Academy, located within the School District.

## AUXILIARY SERVICES - OTHER

A special revenue fund used to account for monies which provide services and materials to pupils attending other non-public schools located within the School District.

# Hilliard City School District

## **Capital Projects Funds**

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

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### PERMANENT IMPROVEMENT FUND

A fund provided to account for all transactions related to the acquiring, constructing, or improving of such permanent improvements as are authorized by Section 5705, Ohio Revised Code.

### SCHOOLNET FUND

A fund to record revenues and expenditures related to monies provided by the State of Ohio for the acquisition of computer equipment and electrical wiring.

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Hilliard City School District  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2005

	SPECIAL REVENUE FUNDS							
	Special Local	Career Development	Student Activity	M.H. Jennings	Other Local	Food Services	Latchkey	Pamela Carpenter Memorial
Assets:								
Cash and investments	\$ 227,001	\$ 7,046	\$ 207,961	\$ -	\$ 9,518	\$ 79,200	\$ 510,020	\$ 376
Receivables (net of allowances for uncollectibles)								
Accounts Receivable	394	-	3,270	-	-	143,765	384	-
Due from Other:								
Governments	-	-	-	-	-	-	2,581	-
Inventory	-	-	-	-	-	46,753	-	-
Total assets	<u>227,395</u>	<u>7,046</u>	<u>211,231</u>	<u>-</u>	<u>9,518</u>	<u>269,718</u>	<u>512,985</u>	<u>376</u>
Liabilities:								
Accounts Payable	6,762	3,024	8,643	-	-	-	2,249	-
Accrued wages and benefits	-	-	-	-	-	-	6,662	-
Due to Other:								
Funds	-	-	-	-	-	-	-	-
Governments	-	-	6,936	-	-	-	634	-
Deferred Revenue	-	-	-	-	-	-	-	-
Total Liabilities	<u>6,762</u>	<u>3,024</u>	<u>15,579</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,545</u>	<u>-</u>
Fund Balances								
Reserved for encumbrances	-	247	2,965	-	-	-	1,326	-
Unreserved, Undesignated	220,633	3,775	192,687	-	9,518	269,718	502,114	376
Total fund balances	<u>220,633</u>	<u>4,022</u>	<u>195,652</u>	<u>-</u>	<u>9,518</u>	<u>269,718</u>	<u>503,440</u>	<u>376</u>
Total liabilities and fund balances	<u>\$ 227,395</u>	<u>\$ 7,046</u>	<u>\$ 211,231</u>	<u>\$ -</u>	<u>\$ 9,518</u>	<u>\$ 269,718</u>	<u>\$ 512,985</u>	<u>\$ 376</u>

Hilliard City School District

SPECIAL REVENUE FUNDS

<u>School Testing</u>	<u>4-Mat Training</u>	<u>EMIS</u>	<u>OECN Data Comm.</u>	<u>School Improvement</u>	<u>Student Intervention</u>	<u>Other State</u>
\$ 214,473	\$ 454	\$ -	\$ -	\$ 12,342	\$ 29,074	\$ 18,332
43,567	-	-	-	-	-	-
-	-	-	-	-	16,662	-
<u>258,040</u>	<u>454</u>	<u>-</u>	<u>-</u>	<u>12,342</u>	<u>45,736</u>	<u>18,332</u>
-	-	-	-	-	-	1,800
-	-	-	-	-	35,824	3,897
-	-	-	-	-	-	1,633
-	-	-	-	-	4,931	511
43,359	-	-	-	-	-	-
<u>43,359</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,755</u>	<u>7,841</u>
841	-	-	-	-	-	1,701
213,840	454	-	-	12,342	4,981	8,790
<u>214,681</u>	<u>454</u>	<u>-</u>	<u>-</u>	<u>12,342</u>	<u>4,981</u>	<u>10,491</u>
<u>\$ 258,040</u>	<u>\$ 454</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,342</u>	<u>\$ 45,736</u>	<u>\$ 18,332</u>

continued

Hilliard City School District  
Combining Balance Sheet  
Nonmajor Governmental Funds (continued)  
June 30, 2005

SPECIAL REVENUE FUNDS

	<u>Title II-A</u>	<u>Part B, IDEA</u>	<u>Title III</u>	<u>Title I</u>	<u>Title V</u>	<u>Drug-Free Grant</u>	<u>Preschool Grant</u>	<u>Sm. Learning Communities</u>
<b>Assets:</b>								
Cash and investments	\$ 6,072	\$ 403,156	\$ 13,632	\$ 38,283	\$ 7,488	\$ 9,700	\$ 4,204	\$ 14,025
Accounts Receivable	-	-	-	-	-	-	-	-
Due From Other:								
Governments	40,238	458,034	14,923	20,916	3,036	-	4,429	-
Inventory	-	-	-	-	-	-	-	-
<b>Total assets</b>	<u>46,310</u>	<u>861,190</u>	<u>28,555</u>	<u>59,199</u>	<u>10,524</u>	<u>9,700</u>	<u>8,633</u>	<u>14,025</u>
<b>Liabilities:</b>								
Accounts Payable	-	-	-	1,368	-	507	2,063	-
Accrued wages and benefits	26,776	230,434	15,254	40,169	8,479	-	5,193	-
Due to Other:								
Funds	2,231	158,717	-	-	-	-	2,820	16,465
Governments	3,681	110,434	7,397	19,478	1,167	-	715	-
Deferred Revenue	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<u>32,688</u>	<u>499,585</u>	<u>22,651</u>	<u>61,015</u>	<u>9,646</u>	<u>507</u>	<u>10,791</u>	<u>16,465</u>
<b>Fund Balances</b>								
Reserved for encumbrances	6,073	403,157	-	1,760	-	360	2,141	14,026
Unreserved, Undesignated	7,549	(41,552)	5,904	(3,576)	878	8,833	(4,299)	(16,466)
<b>Total fund balances</b>	<u>13,622</u>	<u>361,605</u>	<u>5,904</u>	<u>(1,816)</u>	<u>878</u>	<u>9,193</u>	<u>(2,158)</u>	<u>(2,440)</u>
<b>Total liabilities and fund balances</b>	<u>\$ 46,310</u>	<u>\$ 861,190</u>	<u>\$ 28,555</u>	<u>\$ 59,199</u>	<u>\$ 10,524</u>	<u>\$ 9,700</u>	<u>\$ 8,633</u>	<u>\$ 14,025</u>

Hilliard City School District

SPECIAL REVENUE FUNDS					Total Special Revenue Funds	CAPITAL PROJECTS FUNDS		Total Other Capital Projects Funds	Total
Other Federal	Auxiliary - St. Brendan	Auxiliary - Sunrise Acad.	Auxiliary - Dublin Prep.	Auxiliary - Other		Perm. Improvement	SchoolNet		
\$ 2,608	\$ 67,815	\$ 30,893	\$ -	\$ -	\$ 1,913,673	\$ 296,147	\$ 100,663	\$ 396,810	\$ 2,310,483
-	-	-	-	-	191,380	-	-	-	191,380
5,145	-	-	-	-	565,964	-	-	-	565,964
-	-	-	-	-	46,753	-	-	-	46,753
<u>7,753</u>	<u>67,815</u>	<u>30,893</u>	<u>-</u>	<u>-</u>	<u>2,717,770</u>	<u>296,147</u>	<u>100,663</u>	<u>396,810</u>	<u>3,114,580</u>
74	12,517	22,400	-	-	61,407	-	-	-	61,407
-	8,136	-	-	-	380,824	-	-	-	380,824
-	-	-	-	-	181,866	-	-	-	181,866
-	1,105	-	-	-	156,989	-	-	-	156,989
-	-	-	-	-	43,359	-	-	-	43,359
<u>74</u>	<u>21,758</u>	<u>22,400</u>	<u>-</u>	<u>-</u>	<u>824,445</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>824,445</u>
-	11,934	6,986	-	-	453,517	-	150	150	453,667
7,679	34,123	1,507	-	-	1,439,808	296,147	100,513	396,660	1,836,468
<u>7,679</u>	<u>46,057</u>	<u>8,493</u>	<u>-</u>	<u>-</u>	<u>1,893,325</u>	<u>296,147</u>	<u>100,663</u>	<u>396,810</u>	<u>2,290,135</u>
<u>\$ 7,753</u>	<u>\$ 67,815</u>	<u>\$ 30,893</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,717,770</u>	<u>\$ 296,147</u>	<u>\$ 100,663</u>	<u>\$ 396,810</u>	<u>\$ 3,114,580</u>

Hilliard City School District  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2005

	SPECIAL REVENUE FUNDS					
	Special <u>Local</u>	Career <u>Development</u>	Student <u>Activity</u>	M.H. <u>Jennings</u>	Other <u>Local</u>	Food <u>Services</u>
Revenues:						
From local sources						
Tuition	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local	195,781	-	9,930	-	-	-
Intergovernmental - State	-	12,912	-	-	-	20,404
Intergovernmental - Federal	-	-	-	-	-	664,135
Investment Income	-	-	-	-	-	4,888
Other revenue	-	-	-	-	2,424	39,724
Extracurricular Activities	-	-	476,383	-	-	-
Food Services	-	-	-	-	-	2,704,845
<b>Total Revenues</b>	<u>195,781</u>	<u>12,912</u>	<u>486,313</u>	<u>-</u>	<u>2,424</u>	<u>3,433,996</u>
Expenditures:						
Current:						
Instruction						
Regular	5,321	-	-	-	-	-
Special	14,867	-	-	-	-	-
Support Services						
Pupils	463	8,943	-	1,700	-	-
Instructional Staff	837	-	-	-	-	-
Board of Education	-	-	-	-	-	-
General Administration	108,632	-	-	-	-	-
Fiscal Services	-	-	1,500	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-	-
Pupil Transportation	889	-	-	-	-	-
Central	-	-	-	-	-	-
Community Services	2,087	-	-	-	-	-
Enterprise Operations	25,806	-	-	-	-	-
Extra Curricular Activities	720	-	453,574	-	2,000	-
Food Service Operations	-	-	-	-	-	3,334,539
<b>Total Expenditures</b>	<u>159,622</u>	<u>8,943</u>	<u>455,074</u>	<u>1,700</u>	<u>2,000</u>	<u>3,334,539</u>
Excess (deficiency) of revenue over expenditures	36,159	3,969	31,239	(1,700)	424	99,457
Other Financing Sources (Uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	36,159	3,969	31,239	(1,700)	424	99,457
Fund balance, July 1	184,474	53	164,413	1,700	9,094	170,261
<b>Fund balance, June 30</b>	<u>\$ 220,633</u>	<u>\$ 4,022</u>	<u>\$ 195,652</u>	<u>\$ -</u>	<u>\$ 9,518</u>	<u>\$ 269,718</u>



Hilliard City School District

SPECIAL REVENUE FUNDS

<u>Latchkey</u>	<u>Pamela Carpenter Memorial</u>	<u>School Testing</u>	<u>4-Mat Training</u>	<u>EMIS</u>	<u>OECN Data Comm.</u>	<u>School Improvement</u>	<u>Student Intervention</u>	<u>Other State</u>
\$ 1,264,415	\$ -	\$ 200,677	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
3,759	-	-	-	45,519	60,000	-	266,310	124,158
-	-	-	-	-	-	-	-	-
-	70	3,668	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>1,268,174</u>	<u>70</u>	<u>204,345</u>	<u>-</u>	<u>45,519</u>	<u>60,000</u>	<u>-</u>	<u>266,310</u>	<u>124,158</u>
17	-	152,219	-	-	-	1,706	-	46,336
-	225	-	-	-	-	-	261,859	-
-	-	21,907	-	-	-	-	-	24,454
-	-	-	-	-	-	-	-	43,817
-	-	3,404	-	-	-	-	-	-
6	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	1,100	-	-	-	-	-	25,232
-	-	6,142	-	-	-	-	-	-
-	-	-	-	96,111	60,000	-	-	-
1,123,189	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>1,123,212</u>	<u>225</u>	<u>184,772</u>	<u>-</u>	<u>96,111</u>	<u>60,000</u>	<u>1,706</u>	<u>261,859</u>	<u>139,839</u>
144,962	(155)	19,573	-	(50,592)	-	(1,706)	4,451	(15,681)
-	-	35,900	-	-	-	-	-	-
-	-	(3,600)	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>32,300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
144,962	(155)	51,873	-	(50,592)	-	(1,706)	4,451	(15,681)
358,478	531	162,808	454	50,592	-	14,048	530	26,172
<u>\$ 503,440</u>	<u>\$ 376</u>	<u>\$ 214,681</u>	<u>\$ 454</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,342</u>	<u>\$ 4,981</u>	<u>\$ 10,491</u>

continued

Hilliard City School District  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds (continued)  
For the Fiscal Year Ended June 30, 2005

	SPECIAL REVENUE FUNDS							
	Title II-A	Part B. IDEA	Title III	Title I	Title V	Drug-Free Grant	Preschool Grant	Sm. Learning Communities
Revenues:								
From local sources								
Tuition	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local	-	-	-	-	-	-	-	-
Intergovernmental - State	-	-	-	-	-	-	-	-
Intergovernmental - Federal	237,671	2,418,149	160,856	343,088	62,586	32,473	39,219	127,142
Investment Income	-	-	-	-	-	-	-	-
Other revenue	-	-	-	-	-	-	-	-
Extracurricular Activities	-	-	-	-	-	-	-	-
Food Services	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<u>237,671</u>	<u>2,418,149</u>	<u>160,856</u>	<u>343,088</u>	<u>62,586</u>	<u>32,473</u>	<u>39,219</u>	<u>127,142</u>
Expenditures:								
Current:								
Instruction								
Regular	-	-	-	-	-	-	-	118,160
Special	223,546	2,017,461	126,312	342,591	59,095	30,621	41,300	-
Support Services								
Pupils	-	-	-	-	-	-	-	-
Instructional Staff	-	-	-	-	-	-	-	-
Board of Education	-	-	-	-	-	-	-	-
General Administration	-	-	-	-	-	-	-	-
Fiscal Services	-	-	-	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-	-	-	-
Pupil Transportation	-	-	-	-	-	-	-	-
Central	-	-	-	-	-	-	-	-
Community Services	-	40,841	28,631	7,181	2,539	1,303	-	-
Enterprise Operations	-	-	-	-	-	-	-	-
Extra Curricular Activities	-	-	-	-	-	-	-	-
Food Service Operations	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>223,546</u>	<u>2,058,302</u>	<u>154,943</u>	<u>349,772</u>	<u>61,634</u>	<u>31,924</u>	<u>41,300</u>	<u>118,160</u>
Excess (deficiency) of revenue over expenditures	14,125	359,847	5,913	(6,684)	952	549	(2,081)	8,982
Other Financing Sources (Uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>14,125</u>	<u>359,847</u>	<u>5,913</u>	<u>(6,684)</u>	<u>952</u>	<u>549</u>	<u>(2,081)</u>	<u>8,982</u>
Fund balance, July 1	(503)	1,758	(9)	4,868	(74)	8,644	(77)	(11,422)
<b>Fund balance, June 30</b>	<u>\$ 13,622</u>	<u>\$ 361,605</u>	<u>\$ 5,904</u>	<u>\$ (1,816)</u>	<u>\$ 878</u>	<u>\$ 9,193</u>	<u>\$ (2,158)</u>	<u>\$ (2,440)</u>

Hilliard City School District

SPECIAL REVENUE FUNDS					Total Special Revenue Funds	CAPITAL PROJECTS FUNDS		Total Other Capital Projects Funds	Total
Other Federal	Auxiliary - St. Brendan	Auxiliary - Sunrise Acad.	Auxiliary - Dublin Prep.	Auxiliary - Other		Perm. Improvement	SchoolNet		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,465,092	\$ -	\$ -	\$ -	\$ 1,465,092
-	-	-	-	-	205,711	-	-	-	205,711
-	282,651	118,319	27,488	-	961,520	-	126,630	126,630	1,088,150
7,228	-	-	-	-	4,092,547	-	-	-	4,092,547
-	1,704	-	-	-	6,592	-	-	-	6,592
-	9,348	-	-	-	55,234	-	-	-	55,234
-	-	-	-	-	476,383	-	-	-	476,383
-	-	-	-	-	2,704,845	-	-	-	2,704,845
<u>7,228</u>	<u>293,703</u>	<u>118,319</u>	<u>27,488</u>	<u>-</u>	<u>9,967,924</u>	<u>-</u>	<u>126,630</u>	<u>126,630</u>	<u>10,094,554</u>
-	-	-	-	-	323,759	-	10,029	10,029	333,788
9,325	-	-	-	-	3,127,202	-	-	-	3,127,202
-	-	-	-	-	57,467	-	-	-	57,467
-	-	-	-	-	44,654	-	117,180	117,180	161,834
-	-	-	-	-	3,404	-	-	-	3,404
-	-	-	-	-	108,638	-	-	-	108,638
-	-	-	-	-	1,500	-	-	-	1,500
-	-	-	-	-	26,332	-	-	-	26,332
-	-	-	-	-	7,031	-	-	-	7,031
-	-	-	-	-	156,111	-	-	-	156,111
366	259,199	155,972	40,603	-	1,661,911	-	-	-	1,661,911
-	-	-	-	-	25,806	-	-	-	25,806
-	-	-	-	-	456,294	-	-	-	456,294
-	-	-	-	-	3,334,539	-	-	-	3,334,539
<u>9,691</u>	<u>259,199</u>	<u>155,972</u>	<u>40,603</u>	<u>-</u>	<u>9,334,648</u>	<u>-</u>	<u>127,209</u>	<u>127,209</u>	<u>9,461,857</u>
(2,463)	34,504	(37,653)	(13,115)	-	633,276	-	(579)	(579)	632,697
-	-	-	-	-	35,900	-	-	-	35,900
-	-	-	-	-	(3,600)	-	-	-	(3,600)
-	-	-	-	-	<u>32,300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,300</u>
(2,463)	34,504	(37,653)	(13,115)	-	665,576	-	(579)	(579)	664,997
10,142	11,553	46,146	13,115	-	1,227,749	296,147	101,242	397,389	1,625,138
<u>\$ 7,679</u>	<u>\$ 46,057</u>	<u>\$ 8,493</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,893,325</u>	<u>\$ 296,147</u>	<u>\$ 100,663</u>	<u>\$ 396,810</u>	<u>\$ 2,290,135</u>

HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2005

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>SPECIAL REVENUE FUNDS</b>			
<b>Special Local Fund</b>			
Total Revenues and Other Sources	\$ 217,257	197,330	(19,927)
Total Expenditures and Other Uses	208,989	160,406	48,583
Net Change in Fund Balance	8,268	36,924	28,656
Fund Balance, July 1	258,796	258,796	-
Fund Balance, June 30	\$ 267,064	295,720	28,656
<b>Career Development Fund</b>			
Total Revenues and Other Sources	\$ 14,731	14,731	-
Total Expenditures and Other Uses	15,524	11,749	3,775
Net Change in Fund Balance	(793)	2,982	3,775
Fund Balance, July 1	793	793	-
Fund Balance, June 30	\$ -	3,775	3,775
<b>Student Activity Fund</b>			
Total Revenues and Other Sources	\$ 305,599	488,196	182,597
Total Expenditures and Other Uses	545,491	458,703	86,788
Net Change in Fund Balance	(239,892)	29,493	269,385
Fund Balance, July 1	170,188	170,188	-
Fund Balance, June 30	\$ (69,704)	199,681	269,385
<b>Martha Holden Jennings Fund</b>			
Total Revenues and Other Sources	\$ -	-	-
Total Expenditures and Other Uses	1,700	1,700	-
Net Change in Fund Balance	(1,700)	(1,700)	-
Fund Balance, July 1	1,700	1,700	-
Fund Balance, June 30	\$ -	-	-

HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2005

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>Other Local Fund</b>			
Total Revenues and Other Sources	\$ 2,000	2,424	424
Total Expenditures and Other Uses	2,400	2,331	69
Net Change in Fund Balance	(400)	93	493
Fund Balance, July 1	9,425	9,425	-
Fund Balance, June 30	\$ 9,025	9,518	493
<b>Food Service Fund</b>			
Total Revenues and Other Sources	\$ 3,048,477	3,517,484	469,007
Total Expenditures and Other Uses	3,541,629	3,438,284	103,345
Net Change in Fund Balance	(493,152)	79,200	572,352
Fund Balance, July 1	-	-	-
Fund Balance, June 30	\$ (493,152)	79,200	572,352
<b>Latchkey</b>			
Total Revenues and Other Sources	\$ 1,301,000	1,265,209	(35,791)
Total Expenditures and Other Uses	1,271,121	1,132,769	138,352
Net Change in Fund Balance	29,879	132,440	102,561
Fund Balance, July 1	376,210	376,210	-
Fund Balance, June 30	\$ 406,089	508,650	102,561
<b>School Testing</b>			
Total Revenues and Other Sources	\$ 154,850	240,087	85,237
Total Expenditures and Other Uses	146,249	189,737	(43,488)
Net Change in Fund Balance	8,601	50,350	41,749
Fund Balance, July 1	163,282	163,282	-
Fund Balance, June 30	\$ 171,883	213,632	41,749
<b>Pamela Carpenter Memorial</b>			
Total Revenues and Other Sources	\$ 1,200	70	(1,130)
Total Expenditures and Other Uses	190	225	(35)
Net Change in Fund Balance	1,010	(155)	(1,165)
Fund Balance, July 1	531	531	-
Fund Balance, June 30	\$ 1,541	376	(1,165)

HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2005

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>4-Mat Training</b>			
Total Revenues and Other Sources	\$ -	-	-
Total Expenditures and Other Uses	-	-	-
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	454	454	-
Fund Balance, June 30	\$ 454	454	-
<b>Educational Management Information Systems (EMIS Grant)</b>			
Total Revenues and Other Sources	\$ 41,140	45,519	4,379
Total Expenditures and Other Uses	91,732	96,111	(4,379)
Net Change in Fund Balance	(50,592)	(50,592)	-
Fund Balance, July 1	50,592	50,592	-
Fund Balance, June 30	\$ -	-	-
<b>Ohio Education Computer Network (O.E.C.N.)</b>			
Total Revenues and Other Sources	\$ 60,000	60,000	-
Total Expenditures and Other Uses	60,000	60,000	-
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	-	-	-
Fund Balance, June 30	\$ -	-	-
<b>School Improvement</b>			
Total Revenues and Other Sources	\$ -	-	-
Total Expenditures and Other Uses	14,048	1,706	12,342
Net Change in Fund Balance	(14,048)	(1,706)	12,342
Fund Balance, July 1	14,048	14,048	-
Fund Balance, June 30	\$ -	12,342	12,342
<b>Student Intervention</b>			
Total Revenues and Other Sources	\$ 313,706	297,044	(16,662)
Total Expenditures and Other Uses	319,321	273,585	45,736
Net Change in Fund Balance	(5,615)	23,459	29,074
Fund Balance, July 1	5,615	5,615	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	\$ -	29,074	29,074

HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2005

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>Other State</b>			
Total Revenues and Other Sources	\$ 124,158	124,158	-
Total Expenditures and Other Uses	142,886	138,467	4,419
Net Change in Fund Balance	(18,728)	(14,309)	4,419
Fund Balance, July 1	29,140	29,140	-
Fund Balance, June 30	\$ 10,412	14,831	4,419
<b>Part B - IDEA</b>			
Total Revenues and Other Sources	\$ 2,682,590	2,383,273	(299,317)
Total Expenditures and Other Uses	2,708,709	2,409,392	299,317
Net Change in Fund Balance	(26,119)	(26,119)	-
Fund Balance, July 1	26,119	26,119	-
Fund Balance, June 30	\$ -	-	-
<b>Title III</b>			
Total Revenues and Other Sources	\$ 211,691	196,768	(14,923)
Total Expenditures and Other Uses	211,691	183,136	28,555
Net Change in Fund Balance	-	13,632	13,632
Fund Balance, July 1	-	-	-
Fund Balance, June 30	\$ -	13,632	13,632
<b>Title I</b>			
Total Revenues and Other Sources	\$ 421,707	400,792	(20,915)
Total Expenditures and Other Uses	421,707	365,637	56,070
Net Change in Fund Balance	-	35,155	35,155
Fund Balance, July 1	-	-	-
Fund Balance, June 30	\$ -	35,155	35,155
<b>Title V</b>			
Total Revenues and Other Sources	\$ 67,446	64,410	(3,036)
Total Expenditures and Other Uses	78,492	67,968	10,524
Net Change in Fund Balance	(11,046)	(3,558)	7,488
Fund Balance, July 1	11,406	11,406	-
Fund Balance, June 30	\$ 360	7,848	7,488

HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2005

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>Drug-Free Grant</b>			
Total Revenues and Other Sources	\$ 71,222	59,100	(12,122)
Total Expenditures and Other Uses	74,934	53,979	20,955
Net Change in Fund Balance	(3,712)	5,121	8,833
Fund Balance, July 1	3,712	3,712	-
Fund Balance, June 30	\$ -	8,833	8,833
<b>Preschool Grant</b>			
Total Revenues and Other Sources	\$ 42,021	44,296	2,275
Total Expenditures and Other Uses	42,448	44,723	(2,275)
Net Change in Fund Balance	(427)	(427)	-
Fund Balance, July 1	427	427	-
Fund Balance, June 30	\$ -	-	-
<b>Title II-A</b>			
Total Revenues and Other Sources	\$ 298,051	260,045	(38,006)
Total Expenditures and Other Uses	288,924	260,045	28,879
Net Change in Fund Balance	9,127	-	(9,127)
Fund Balance, July 1	-	-	-
Fund Balance, June 30	\$ 9,127	-	(9,127)
<b>Smaller Learning Communities</b>			
Total Revenues and Other Sources	\$ 158,137	201,745	43,608
Total Expenditures and Other Uses	245,466	201,745	43,721
Net Change in Fund Balance	(87,329)	-	87,329
Fund Balance, July 1	-	-	-
Fund Balance, June 30	\$ (87,329)	-	87,329



HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2005

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>Other Federal Grants</b>			
Total Revenues and Other Sources	\$ 22,353	14,276	(8,077)
Total Expenditures and Other Uses	27,151	16,739	10,412
Net Change in Fund Balance	(4,798)	(2,463)	2,335
Fund Balance, July 1	4,998	4,998	-
Fund Balance, June 30	\$ 200	2,535	2,335
<b>Auxiliary Services - St. Brendans</b>			
Total Revenues and Other Sources	\$ 292,399	293,703	1,304
Total Expenditures and Other Uses	308,645	276,296	32,349
Net Change in Fund Balance	(16,246)	17,407	33,653
Fund Balance, July 1	25,992	25,992	-
Fund Balance, June 30	\$ 9,746	43,399	33,653
<b>Auxiliary Services - Sunrise Academy</b>			
Total Revenues and Other Sources	\$ 118,319	118,319	-
Total Expenditures and Other Uses	164,627	163,119	1,508
Net Change in Fund Balance	(46,308)	(44,800)	1,508
Fund Balance, July 1	46,308	46,308	-
Fund Balance, June 30	\$ -	1,508	1,508
<b>Auxiliary Services - Dublin Prep Academy</b>			
Total Revenues and Other Sources	\$ 27,488	27,488	-
Total Expenditures and Other Uses	40,603	40,603	-
Net Change in Fund Balance	(13,115)	(13,115)	-
Fund Balance, July 1	13,115	13,115	-
Fund Balance, June 30	\$ -	-	-
<b>Auxiliary Services - Other</b>			
Total Revenues and Other Sources	-	-	-
Total Expenditures and Other Uses	130,549	130,549	-
Net Change in Fund Balance	(130,549)	(130,549)	-
Fund Balance, July 1	130,549	130,549	-
Fund Balance, June 30	\$ -	-	-

HILLIARD CITY SCHOOL DISTRICT  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual  
 (Non-GAAP Budgetary Basis)  
 For the fiscal year ended June 30, 2005

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>CAPITAL PROJECTS FUNDS</b>			
<b>Permanent Improvement Fund</b>			
Total Revenues and Other Sources	\$ -	-	-
Total Expenditures and Other Uses	-	-	-
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	296,147	296,147	-
Fund Balance, June 30	\$ 296,147	296,147	-
<b>SchoolNet</b>			
Total Revenues and Other Sources	\$ 126,630	126,630	-
Total Expenditures and Other Uses	136,080	127,359	8,721
Net Change in Fund Balance	(9,450)	(729)	8,721
Fund Balance, July 1	101,242	101,242	-
Fund Balance, June 30	\$ 91,792	100,513	8,721

# Hilliard City School District

## **FIDUCIARY FUND TYPE**

### **Agency Funds**

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Agency Funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

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#### **SECTION 125 AGENCY FUND**

A fund established to account for the cafeteria plans employee contributions and resulting expenditures to a third party administrator of the plan.

#### **STUDENT ACTIVITY AGENCY FUND**

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

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Hilliard City School District  
Combining Schedule of Assets and Liabilities - Agency Funds  
June 30, 2005

	Section 125 Agency Fund	Student Activity Agency Fund	Total Agency Funds
Assets:			
Cash and cash equivalents	\$ -	\$ 300,026	\$ 300,026
Receivables			
Accounts	19,011	3,502	22,513
Total assets	\$ 19,011	\$ 303,528	\$ 322,539
Liabilities:			
Accounts Payable	-	10,318	10,318
Due to:			
Other Funds	19,011	10,360	29,371
Other	-	282,850	282,850
Total Liabilities	\$ 19,011	\$ 303,528	\$ 322,539

Hilliard City School District, Ohio  
Combining Statement of Changes in Assets & Liabilities  
Agency Funds  
For the Fiscal Year Ended June 30, 2005

	Beginning Balance <u>July 1, 2004</u>	<u>Additions</u>	<u>Deductions</u>	Ending Balance <u>June 30, 2005</u>
<b>Section 125</b>				
Assets				
Cash and cash equivalents	\$ 25,438	\$ -	\$ 25,438	\$ -
Accounts Receivable	-	19,011	-	19,011
Total Assets	<u>\$ 25,438</u>	<u>\$ 19,011</u>	<u>\$ 25,438</u>	<u>\$ 19,011</u>
Liabilities				
Due to Other Funds	\$ -	\$ 19,011	\$ -	\$ 19,011
Due to Other	25,438	-	25,438	-
Total Liabilities	<u>\$ 25,438</u>	<u>\$ 19,011</u>	<u>\$ 25,438</u>	<u>\$ 19,011</u>
<b>Student Activity</b>				
Assets				
Cash and cash equivalents	\$ 303,531	\$ -	\$ 3,505	\$ 300,026
Accounts Receivable	390	3,502	390	3,502
Total Assets	<u>\$ 303,921</u>	<u>\$ 3,502</u>	<u>\$ 3,895</u>	<u>\$ 303,528</u>
Liabilities				
Accounts Payable	\$ 6,447	\$ 10,318	\$ 6,447	\$ 10,318
Due to Other Funds	11,913	-	1,553	10,360
Due to Other	285,561	-	2,711	282,850
Total Liabilities	<u>\$ 303,921</u>	<u>\$ 10,318</u>	<u>\$ 10,711</u>	<u>\$ 303,528</u>
<b>Total Agency Funds</b>				
Assets				
Cash and cash equivalents	\$ 328,969	\$ -	\$ 28,943	\$ 300,026
Accounts Receivable	390	22,513	390	22,513
Total Assets	<u>\$ 329,359</u>	<u>\$ 22,513</u>	<u>\$ 29,333</u>	<u>\$ 322,539</u>
Liabilities				
Accounts Payable	\$ 6,447	\$ 10,318	\$ 6,447	\$ 10,318
Due to Other Funds	11,913	19,011	1,553	29,371
Due to Other	310,999	-	28,149	282,850
Total Liabilities	<u>\$ 329,359</u>	<u>\$ 29,329</u>	<u>\$ 36,149</u>	<u>\$ 322,539</u>

# Statistical

SECTION



Statistical





# STATISTICAL SECTION

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

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b>	<b>74</b>
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
<b>Revenue Capacity</b>	<b>82</b>
These schedules contain information to help the reader assess the affordability of the District's most significant local revenue source, the property tax.	
<b>Debt Capacity</b>	<b>96</b>
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
<b>Demographic and Economic Information</b>	<b>100</b>
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	
<b>Operating Information</b>	<b>102</b>
These schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 for the year ended June 30, 2003; schedules presenting government-wide information include information beginning in that year.

**Hilliard City School District**  
**Net Assets by Component**  
**Last Three Fiscal Years**  
(accrual basis of accounting)

	<u>2005</u>	<u>2004</u>	<u>2003</u>
Governmental Activities			
Invested in Capital Assets, Net of Related Debt	\$ 10,885,269	\$ 5,937,505	\$ 25,451,988
Restricted	21,988,141	21,886,461	6,048,566
Unrestricted	<u>318,508</u>	<u>(1,312,307)</u>	<u>3,988,279</u>
Total governmental activities Net Assets	<u>\$ 33,191,918</u>	<u>\$ 26,511,659</u>	<u>\$ 35,488,833</u>

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**Hilliard City School District**  
**Changes in Net Assets**  
**Last Three Fiscal Years**  
(accrual basis of accounting)

	<u>2005</u>	<u>2004</u>	<u>2003</u>
<b>Expenses:</b>			
Governmental Activities:			
Instruction			
Regular	\$69,555,707	\$64,587,894	\$59,425,864
Special	15,225,235	13,521,829	12,433,387
Vocational	1,007,262	840,016	789,702
Other	-	65,402	324,425
Support Services			
Pupils	8,403,900	7,602,064	6,831,418
Instructional Staff	8,674,563	8,677,728	9,327,248
General Administrative	8,484,849	8,106,716	7,485,472
Board of Education	214,327	455,554	477,574
Fiscal Services	2,823,240	3,052,360	3,592,887
Business	405,766	706,361	553,300
Operation & Maintenance of Plant	9,814,371	10,256,386	9,868,347
Pupil Transportation	5,964,869	5,200,507	6,388,867
Central	1,004,185	394,074	482,814
Community Services	1,667,847	1,553,777	1,596,524
Food Service Operations	3,374,943	3,301,938	3,348,203
Extra Curricular Activities	2,430,606	2,866,754	2,663,286
Enterprise Operations	25,806	4,891	
Facilities Acquisition & Construction	-	796,466	-
Interest and Fiscal Charges	6,678,285	7,697,400	6,201,510
Miscellaneous	-	8,073	-
Total Governmental Activities	<u>145,755,761</u>	<u>139,696,190</u>	<u>131,790,828</u>
Expenses			

**Hilliard City School District**  
**Changes in Net Assets (continued)**  
**Last Three Fiscal Years**  
(accrual basis of accounting)

	<u>2005</u>	<u>2004</u>	<u>2003</u>
<b>Program Revenues</b>			
Governmental Activities:			
Charges for Services			
Instruction			
Regular	\$200,677	\$303,709	\$936,881
Special	914,892	329,001	-
Community Services	1,264,415	1,285,973	1,327,114
Food Service Operations	2,704,845	2,625,788	2,499,615
Extra Curricular Activities	476,383	494,569	442,997
Operating Grants and Contributions	<u>5,054,067</u>	<u>4,369,772</u>	<u>3,842,993</u>
Total Governmental Activities			
Program Revenues	<u>10,615,279</u>	<u>9,408,812</u>	<u>9,049,600</u>
<b>Net (Expense)/Revenue</b>			
Governmental Activities	(\$135,140,482)	(\$130,287,378)	(\$122,741,228)
<b>General Revenues and Other</b>			
<b>Charges in Net Assets</b>			
Governmental Activities			
Property Taxes Levied for:			
General Purposes	\$79,739,497	\$70,555,812	\$58,037,278
Debt Service	12,599,625	13,060,846	10,743,494
Grants and Entitlements not			
Restricted to Specific Programs	47,324,508	43,475,009	40,443,840
Investment Earnings	754,324	337,270	1,029,779
Miscellaneous	<u>1,402,787</u>	<u>1,086,917</u>	<u>721,144</u>
Total Governmental Activities	<u>141,820,741</u>	<u>128,515,854</u>	<u>110,975,535</u>
<b>Change in Net Assets</b>			
Governmental Activities	<u>\$6,680,259</u>	<u>(\$1,771,524)</u>	<u>(\$11,765,693)</u>

Hilliard City School District  
Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996
General Fund										
Reserved	\$22,890,540	\$15,431,474	\$8,637,746	\$8,643,461	\$3,210,215	\$2,592,994	\$2,204,205	\$883,602	\$5,483,704	\$2,923,764
Unreserved	(9,259,370)	(6,796,417)	938,064	10,726,579	16,401,555	13,108,188	19,196,917	13,260,574	12,181,606	5,218,509
Total General Fund	\$13,631,170	\$8,635,057	\$9,575,810	\$19,370,040	\$19,611,770	\$15,701,182	\$21,401,122	\$14,144,176	\$17,665,310	\$8,142,273
All Other Governmental Funds										
Reserved	\$9,264,757	\$2,787,919	\$6,203,811	\$8,600,529	\$11,064,951	\$10,296,467	\$410,643	\$1,677,255	\$7,644,869	\$25,679,897
Unreserved, reported in:										
Special Revenue Funds	1,439,808	1,237,199	(9,413)	169,661	370,827	295,108	148,723	212,382	235,788	148,896
Debt Service Fund	7,608,448	6,392,056	5,231,371	5,751,100	6,337,743	6,398,365	7,249,382	5,058,933	5,123,847	4,267,367
Capital Projects Fund	3,967,319	10,675,178	13,675,897	19,965,830	28,665,872	44,730,485	942,484	759,347	6,202,463	15,693,390
Total All Other Governmental Funds	\$22,280,332	\$21,092,352	\$25,101,666	\$34,487,120	\$46,439,393	\$61,720,425	\$8,751,232	\$7,707,917	\$19,206,967	\$45,789,550

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**Hilliard City School District**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
(modified accrual basis of accounting)

	2005	2004	2003	2002	2001
<b>Revenues:</b>					
From Local Sources					
Taxes	\$95,708,397	\$83,312,930	\$70,972,300	\$74,805,054	\$71,350,080
Tuition	1,626,140	1,736,908	1,595,438	163,424	238,313
Earning on Investments	769,001	322,245	1,029,779	1,961,608	5,817,555
Other Local	959,555	336,771	31,750	16,407	28,445
Intergovernmental - State	47,790,731	44,475,772	41,475,237	37,872,463	31,136,490
Intergovernmental - Federal	4,587,844	3,831,984	2,664,511	1,361,236	1,356,308
Classroom Materials & Fees	878,766	705,944	705,115	650,510	621,822
Other Revenue	318,310	225,977	684,586	709,896	1,075,410
Extracurricular Activities	476,383	494,569	442,997	440,346	408,323
Food Services	2,704,845	2,625,788	2,499,615	-	-
<b>Total Revenues</b>	<b>155,819,972</b>	<b>138,068,888</b>	<b>122,101,328</b>	<b>117,980,944</b>	<b>112,032,746</b>
<b>Expenditures</b>					
Current:					
Instruction					
Regular	63,935,736	58,197,203	54,875,474	50,523,879	44,479,563
Special	15,475,079	13,358,750	11,944,937	9,685,077	8,267,502
Vocational	1,001,720	828,526	773,396	707,873	634,516
Other Instruction	-	38,056	324,425	2,090,081	2,425,867
Support Services					
Pupils	8,455,545	7,553,890	6,700,739	5,871,012	5,202,082
Instructional Staff	8,501,902	7,918,285	9,158,361	8,326,575	6,606,889
General Administration	8,483,620	8,556,691	7,875,322	7,395,377	6,079,164
Board of Education	214,327	456,090	477,550	446,334	306,205
Fiscal Services	2,846,934	3,046,475	3,585,546	2,978,626	2,765,066
Business	405,076	694,887	539,142	435,640	393,241
Operation & Maintenance of Plant	11,062,535	10,430,726	9,660,590	9,245,509	7,795,642
Pupil Transportation	6,661,848	4,558,379	5,800,396	5,724,797	5,585,378
Central	382,777	399,883	490,931	366,823	297,395
Community Services	1,661,911	1,543,772	1,331,249	358,912	319,408
Food Service Operations	3,337,318	3,224,496	3,334,698	-	-
Extra Curricular Activities	2,229,829	2,567,706	2,498,434	1,921,211	1,622,961
Enterprise Operations	25,806	4,891	-	-	-
Facilities Acquisition and Construction	2,137,181	1,570,658	-	-	-
Miscellaneous	-	1,511	-	-	-
Capital Outlay	619,615	6,367,705	8,948,044	11,569,517	22,019,097
Debt Service					
Principal Retirement	8,052,269	6,483,178	6,891,004	6,454,836	7,250,000
Interest and Fiscal Charges	4,802,449	5,287,591	6,201,510	6,535,788	6,368,702
Refunding Bond Issuing Costs	-	-	-	-	6,259,413
<b>Total Expenditures</b>	<b>\$150,293,477</b>	<b>\$143,089,349</b>	<b>\$141,411,748</b>	<b>\$130,637,867</b>	<b>\$134,678,091</b>
Excess (deficiency) of revenue over (under) expenditures	\$5,526,495	(\$5,020,461)	(\$19,310,420)	(\$12,656,923)	(\$22,645,345)
Other Financing (Sources) Uses					
Transfers In	35,900	1,207,780	915,974	800,000	800,000
Transfers (out)	(35,900)	(1,207,780)	(915,974)	(800,000)	(800,000)
Proceeds of Capital Lease	619,615	-	137,458	458,610	-
Proceeds Sale of Fixed Assets	-	-	37,157	4,310	-
Premium and interest on Bonds Sold	37,983	70,394	-	-	-
Bonds Issued	-	-	-	-	5,000,000
Refunding Bonds Issued	42,209,905	2,764,999	-	-	37,704,069
Bond Anticipation Notes Issued	-	-	-	-	-
Payments to Refunded Bond Escrow	(42,209,905)	(2,764,999)	-	-	(31,444,656)
<b>Total Other Financing (Sources) Uses</b>	<b>657,598</b>	<b>70,394</b>	<b>174,615</b>	<b>462,920</b>	<b>11,259,413</b>
<b>Net Change in Fund Balance</b>	<b>\$6,184,093</b>	<b>(\$4,950,067)</b>	<b>(\$19,135,805)</b>	<b>(\$12,194,003)</b>	<b>(\$11,385,932)</b>
Debt Service as a Percentage of Noncapital Expenditures	9.54%	9.54%	10.97%	12.25%	13.75%



2000	1999	1998	1997	1996
\$53,823,395	\$62,960,943	\$50,810,677	\$52,860,629	\$45,050,060
132,223	155,948	19,010	29,231	7,778
4,296,915	2,197,976	2,070,190	2,756,529	3,003,730
-	-	-	-	-
26,520,139	24,212,863	21,356,378	18,851,947	17,741,069
1,306,816	800,686	675,904	699,700	827,291
560,258	505,142	463,631	422,605	404,008
285,976	315,952	545,046	552,202	225,179
407,527	339,602	283,391	193,921	182,710
-	-	-	-	-
<u>87,333,249</u>	<u>91,489,112</u>	<u>76,224,227</u>	<u>76,366,764</u>	<u>67,441,825</u>
39,897,807	35,953,393	33,222,484	28,271,709	24,459,323
7,127,825	5,760,524	5,115,156	4,051,773	3,552,603
506,226	482,114	488,779	459,055	422,904
1,300	1,750	2,078	3,629	-
4,560,666	4,059,374	3,556,277	3,076,912	2,528,688
4,833,936	3,316,436	3,387,569	2,486,706	1,264,968
5,509,790	5,289,920	4,755,989	4,108,526	3,230,630
396,541	304,644	300,484	216,488	288,620
2,464,833	2,320,708	1,762,121	1,981,790	1,733,515
258,637	242,181	276,372	276,058	205,859
7,622,208	7,016,144	6,491,487	5,209,255	4,306,347
4,478,565	4,744,997	3,656,764	3,301,674	3,228,448
132,354	219,955	144,713	138,277	213,593
214,972	216,122	218,051	161,959	132,001
-	-	-	-	-
1,547,220	1,317,651	1,169,942	952,711	711,756
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
2,917,741	1,979,456	11,007,614	29,297,515	32,564,271
5,900,000	5,250,000	4,965,000	3,890,000	4,520,000
6,859,585	4,724,532	5,187,757	5,543,455	5,020,073
-	-	586,038	-	-
<u>\$95,230,206</u>	<u>\$83,199,901</u>	<u>\$85,708,637</u>	<u>\$93,427,492</u>	<u>\$88,383,599</u>
(\$7,896,957)	\$8,289,211	(\$9,484,410)	(\$17,060,728)	(\$20,941,774)
1,894,394	1,264,977	607,761	794,304	500,035
(1,894,394)	(1,264,977)	(607,761)	(794,304)	(500,035)
-	-	-	-	-
950	11,050	4,226	1,182	-
966,445	-	-	-	36,893
54,198,815	-	-	-	34,998,240
-	-	16,485,214	-	-
-	-	-	-	-
-	-	(15,899,176)	-	-
-	-	-	-	-
<u>55,166,210</u>	<u>11,050</u>	<u>590,264</u>	<u>1,182</u>	<u>35,035,133</u>
<u>\$47,269,253</u>	<u>\$8,300,261</u>	<u>(\$8,894,146)</u>	<u>(\$17,059,546)</u>	<u>\$14,093,359</u>
16.04%	14.00%	15.73%	17.25%	20.61%

Hilliard City School District  
 Assessed Valuation and Estimated Actual Value of Taxable Property  
 Last Ten Collection Years

Collection Year	Real Property (a)		Personal Property (b)		Public Utility (c)		Total	
	Assessed Value	Est. Actual Value	Assessed Value	Est. Actual Value	Assessed Value	Est. Actual Value	Assessed Value	Est. Actual Value
2005	\$ 1,881,529,090	\$ 5,375,797,400	\$ 186,803,986	\$ 747,215,944	\$ 59,046,430	\$ 168,704,086	\$ 2,127,379,506	\$ 6,291,717,430
2004	1,794,956,850	5,128,448,143	257,185,467	1,028,741,868	58,958,850	168,453,857	2,111,101,167	6,325,643,868
2003	1,720,019,110	4,914,340,314	266,034,379	1,064,137,516	61,488,430	175,681,229	2,047,541,919	6,154,159,059
2002	1,514,961,350	4,328,461,000	223,691,355	894,765,420	46,530,060	132,943,029	1,785,182,765	5,356,169,449
2001	1,460,389,470	4,172,541,343	240,607,331	962,429,324	66,058,070	188,737,343	1,767,054,871	5,323,708,010
2000	1,376,821,610	3,933,776,029	217,372,611	869,490,444	64,454,980	184,157,086	1,658,649,201	4,987,423,559
1999	1,169,078,190	3,340,223,400	203,301,812	813,207,248	60,927,550	174,078,714	1,433,307,552	4,327,509,362
1998	1,092,874,280	3,122,497,943	194,111,631	776,446,524	58,487,990	167,108,543	1,345,473,901	4,066,053,010
1997	1,035,851,200	2,959,574,857	163,298,062	653,192,248	56,171,680	160,490,514	1,255,320,942	3,773,257,619
1996	896,338,930	2,560,968,371	153,306,055	613,224,220	51,767,390	147,906,829	1,101,412,375	3,322,099,420

Source : Franklin County Auditor

(a) The assessed value of real property is fixed at 35% of true value and is determined pursuant to the rules of the State Tax Commissioner.

(b) The rate at which tangible personal property used in business is assessed for purposes of ad valorem property taxation decreased one percent each year from 35% in 1983 until it reached 25% in 1993.

(c) Assumes public utilities are assessed at true value which is 35%.

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**HILLIARD CITY SCHOOL DISTRICT**  
**REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING**  
**Last Ten Years**  
**City of Hilliard (District #050)**  
**(Per \$1000 Assessed Value)**

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>City of Hilliard</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/Agriculture Effective Rate</b>	<b>Commercial/Industrial Effective Rate</b>
2005	74.40	18.44	1.60	2.20	0.50	17.50	114.64	71.884877	81.172255
2004	64.44	17.64	1.60	2.20	0.50	17.50	103.88	61.276859	70.334307
2003	64.44	17.64	1.60	2.20	0.50	17.50	103.88	61.645226	70.641946
2002	65.61	17.64	1.60	2.20	1.10	17.50	105.65	67.831317	75.649651
2001	65.61	17.64	1.60	2.20	1.10	17.50	105.65	68.282835	76.214978
2000	59.71	17.64	1.60	2.20	1.60	17.50	100.25	63.369134	71.939652
1999	59.71	17.54	1.60	2.20	1.60	17.50	100.15	68.972442	73.826606
1998	59.96	15.22	1.60	2.20	1.60	11.50	92.08	61.420578	66.331342
1997	60.28	15.12	1.60	2.20	1.60	11.50	92.30	61.838005	66.918697
1996	60.65	14.82	1.60	2.20	1.60	11.50	92.37	65.918171	69.497110

Note: The Hilliard City School District consists of ten taxing Districts:  
Hilliard City School District - City of Hilliard (District #050)  
Hilliard City School District - City of Hilliard/Washington Township (District #052)  
Hilliard City School District - Brown Township (District #120)  
Hilliard City School District - Franklin Township (District #142)  
Hilliard City School District - Norwich Township (District #200)  
Hilliard City School District - Prairie Township (District #241)  
Hilliard City School District - Washington Township (District #272)  
Hilliard City School District - City of Dublin/Washington Township (District #274)  
Hilliard City School District - City of Columbus (District #560)  
Hilliard City School District - Union County - Washington Township of Franklin County

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

**HILLIARD CITY SCHOOL DISTRICT**  
**REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING (continued)**  
**Last Ten Years**  
**City of Hilliard/Washington Township (District #052)**  
**(Per \$1000 Assessed Value)**

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>City of Hilliard</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/Agriculture Effective Rate</b>	<b>Commercial/Industrial Effective Rate</b>
2005	74.40	18.44	1.60	2.20	0.50	14.49	111.63	70.776472	79.264983
2004	64.44	17.64	1.60	2.20	0.50	14.50	100.88	60.175479	68.155248
2003	64.44	17.64	1.60	2.20	0.50	14.50	100.88	60.530455	68.364866
2002	65.61	17.64	1.60	2.20	1.10	14.50	102.65	66.764387	73.067154
2001	65.61	17.64	1.60	2.20	1.10	14.50	102.65	67.212983	73.636286
2000	59.71	17.64	1.60	2.20	1.60	14.50	97.25	60.946688	68.184455
1999	59.71	17.54	1.60	2.20	1.60	13.01	95.66	64.512120	68.920900
1998	59.96	15.22	1.60	2.20	1.60	13.02	93.60	62.933430	67.475708
1997	60.28	15.12	1.60	2.20	1.60	13.03	93.83	63.451847	68.156823
1996	60.65	14.82	1.60	2.20	1.60	13.04	93.91	67.598890	70.810796

Note: The Hilliard City School District consists of ten taxing Districts:  
Hilliard City School District - City of Hilliard (District #050)  
Hilliard City School District - City of Hilliard/Washington Township (District #052)  
Hilliard City School District - Brown Township (District #120)  
Hilliard City School District - Franklin Township (District #142)  
Hilliard City School District - Norwich Township (District #200)  
Hilliard City School District - Prairie Township (District #241)  
Hilliard City School District - Washington Township (District #272)  
Hilliard City School District - City of Dublin/Washington Township (District #274)  
Hilliard City School District - City of Columbus (District #560)  
Hilliard City School District - Union County - Washington Township of Franklin County

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

**HILLIARD CITY SCHOOL DISTRICT**  
**REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING (continued)**  
**Last Ten Years**  
**Brown Township (District #120)**  
**(Per \$1000 Assessed Value)**

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/ Agriculture Effective Rate</b>	<b>Commercial/ Industrial Effective Rate</b>
2005	74.40	18.44	2.20	0.50	12.80	108.34	70.358970	79.581998
2004	64.44	17.64	2.20	0.50	9.60	94.38	56.581285	65.473290
2003	64.44	17.64	2.20	0.50	9.60	94.38	56.931749	65.675575
2002	65.61	17.64	2.20	1.10	9.60	96.15	63.054570	69.685910
2001	65.61	17.64	2.20	1.10	9.60	96.15	63.500294	70.122365
2000	59.71	17.64	2.20	1.60	9.60	90.75	58.512449	65.574665
1999	59.71	17.54	2.20	1.60	9.60	90.65	63.773089	68.831997
1998	59.96	15.22	2.20	1.60	9.60	88.58	62.181526	67.408663
1997	60.28	15.12	2.20	1.60	9.60	88.80	62.615826	67.969348
1996	60.65	14.82	2.20	1.60	9.60	88.87	67.011071	70.215301

Note: The Hilliard City School District consists of ten taxing Districts:  
Hilliard City School District - City of Hilliard (District #050)  
Hilliard City School District - City of Hilliard/Washington Township (District #052)  
Hilliard City School District - Brown Township (District #120)  
Hilliard City School District - Franklin Township (District #142)  
Hilliard City School District - Norwich Township (District #200)  
Hilliard City School District - Prairie Township (District #241)  
Hilliard City School District - Washington Township (District #272)  
Hilliard City School District - City of Dublin/Washington Township (District #274)  
Hilliard City School District - City of Columbus (District #560)  
Hilliard City School District - Union County - Washington Township of Franklin County

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

**HILLIARD CITY SCHOOL DISTRICT**  
**REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING (continued)**  
**Last Ten Years**  
**Franklin Township (District #142)**  
**(Per \$1000 Assessed Value)**

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/Agriculture Effective Rate</b>	<b>Commercial/Industrial Effective Rate</b>
2005	74.40	18.44	2.20	0.50	18.05	113.59	74.088339	86.560460
2004	64.44	17.64	2.20	0.50	13.05	97.83	58.410069	70.622720
2003	64.44	17.64	2.20	0.50	13.05	97.83	58.698682	69.933144
2002	65.61	17.64	2.20	1.10	13.05	99.60	64.818439	74.078042
2001	65.61	17.64	2.20	1.10	13.05	99.60	65.181867	74.542600
2000	59.71	17.64	2.20	1.60	13.05	94.20	60.148543	69.954069
1999	59.71	17.54	2.20	1.60	13.05	94.10	65.747923	71.595150
1998	59.96	15.22	2.20	1.60	13.05	92.03	64.119807	70.081651
1997	60.28	15.12	2.20	1.60	13.05	92.25	64.515003	70.679085
1996	60.65	14.82	2.20	1.60	13.05	92.32	68.813755	73.253783

Note: The Hilliard City School District consists of ten taxing Districts:  
Hilliard City School District - City of Hilliard (District #050)  
Hilliard City School District - City of Hilliard/Washington Township (District #052)  
Hilliard City School District - Brown Township (District #120)  
Hilliard City School District - Franklin Township (District #142)  
Hilliard City School District - Norwich Township (District #200)  
Hilliard City School District - Prairie Township (District #241)  
Hilliard City School District - Washington Township (District #272)  
Hilliard City School District - City of Dublin/Washington Township (District #274)  
Hilliard City School District - City of Columbus (District #560)  
Hilliard City School District - Union County - Washington Township of Franklin County

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

**HILLIARD CITY SCHOOL DISTRICT**  
**REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING (continued)**  
**Last Ten Years**  
**Norwich Township (District #200)**  
**(Per \$1000 Assessed Value)**

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/ Agriculture Effective Rate</b>	<b>Commercial/ Industrial Effective Rate</b>
2005	74.40	18.44	2.20	0.50	21.60	117.14	73.266356	82.591920
2004	64.44	17.64	2.20	0.50	21.60	106.38	62.630459	71.753972
2003	64.44	17.64	2.20	0.50	21.60	106.38	62.997289	71.913435
2002	65.61	17.64	2.20	1.10	18.80	105.35	66.706216	74.266145
2001	65.61	17.64	2.20	1.10	18.80	105.35	67.160040	74.831472
2000	59.71	17.64	2.20	1.60	18.80	99.95	62.245651	70.555437
1999	59.71	17.54	2.20	1.60	18.80	99.85	67.916683	72.508755
1998	59.96	15.22	2.20	1.60	12.80	91.78	60.366039	65.015555
1997	60.28	15.12	2.20	1.60	12.80	92.00	60.783594	65.602910
1996	60.65	14.82	2.20	1.60	12.80	92.07	64.949751	68.160415

Note: The Hilliard City School District consists of ten taxing Districts:  
Hilliard City School District - City of Hilliard (District #050)  
Hilliard City School District - City of Hilliard/Washington Township (District #052)  
Hilliard City School District - Brown Township (District #120)  
Hilliard City School District - Franklin Township (District #142)  
Hilliard City School District - Norwich Township (District #200)  
Hilliard City School District - Prairie Township (District #241)  
Hilliard City School District - Washington Township (District #272)  
Hilliard City School District - City of Dublin/Washington Township (District #274)  
Hilliard City School District - City of Columbus (District #560)  
Hilliard City School District - Union County - Washington Township of Franklin County

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



**HILLIARD CITY SCHOOL DISTRICT**  
**REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING (continued)**  
**Last Ten Years**  
**Prairie Township (District #241)**  
**(Per \$1000 Assessed Value)**

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/ Agriculture Effective Rate</b>	<b>Commercial/ Industrial Effective Rate</b>
2005	74.40	18.44	2.20	0.50	14.20	109.74	71.290266	81.540384
2004	64.44	17.64	2.20	0.50	14.20	98.98	60.630383	70.771147
2003	64.44	17.64	2.20	0.50	14.20	98.98	60.947423	71.002727
2002	65.61	17.64	2.20	1.10	14.20	100.75	67.250562	75.460507
2001	65.61	17.64	2.20	1.10	14.20	100.75	67.613731	75.951272
2000	59.71	17.64	2.20	1.60	14.20	95.35	62.616960	71.581722
1999	59.71	17.54	2.20	1.60	14.20	95.25	66.266049	72.542192
1998	59.96	15.22	2.20	1.60	14.20	93.18	64.662082	70.926700
1997	60.28	15.12	2.20	1.60	14.00	93.20	63.594011	70.480237
1996	60.65	14.82	2.20	1.60	14.00	93.27	67.760944	73.167919

Note: The Hilliard City School District consists of ten taxing Districts:  
Hilliard City School District - City of Hilliard (District #050)  
Hilliard City School District - City of Hilliard/Washington Township (District #052)  
Hilliard City School District - Brown Township (District #120)  
Hilliard City School District - Franklin Township (District #142)  
Hilliard City School District - Norwich Township (District #200)  
Hilliard City School District - Prairie Township (District #241)  
Hilliard City School District - Washington Township (District #272)  
Hilliard City School District - City of Dublin/Washington Township (District #274)  
Hilliard City School District - City of Columbus (District #560)  
Hilliard City School District - Union County - Washington Township of Franklin County

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

**HILLIARD CITY SCHOOL DISTRICT**  
**REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING (continued)**  
**Last Ten Years**  
**Washington Township (District #272)**  
**(Per \$1000 Assessed Value)**

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/Agriculture Effective Rate</b>	<b>Commercial/Industrial Effective Rate</b>
2005	74.40	18.44	2.20	0.50	19.99	115.53	71.448881	80.168667
2004	64.44	17.64	2.20	0.50	20.00	104.78	60.858383	69.058932
2003	64.44	17.64	2.20	0.50	20.00	104.78	61.235945	69.287395
2002	65.61	17.64	2.20	1.10	20.00	106.55	67.876987	74.314228
2001	65.61	17.64	2.20	1.10	20.00	106.55	68.316940	74.905430
2000	59.71	17.64	2.20	1.60	20.01	101.16	62.081763	69.508406
1999	59.71	17.54	2.20	1.60	18.51	99.56	66.225186	70.527093
1998	59.96	15.22	2.20	1.60	18.52	97.50	64.656975	69.403404
1997	60.28	15.12	2.20	1.60	18.53	97.73	65.175948	70.076139
1996	60.65	14.82	2.20	1.60	18.54	97.81	69.653291	72.921770

Note: The Hilliard City School District consists of ten taxing Districts:  
Hilliard City School District - City of Hilliard (District #050)  
Hilliard City School District - City of Hilliard/Washington Township (District #052)  
Hilliard City School District - Brown Township (District #120)  
Hilliard City School District - Franklin Township (District #142)  
Hilliard City School District - Norwich Township (District #200)  
Hilliard City School District - Prairie Township (District #241)  
Hilliard City School District - Washington Township (District #272)  
Hilliard City School District - City of Dublin/Washington Township (District #274)  
Hilliard City School District - City of Columbus (District #560)  
Hilliard City School District - Union County - Washington Township of Franklin County

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

**HILLIARD CITY SCHOOL DISTRICT**  
**REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING (continued)**  
**Last Ten Years**  
**City of Dublin/Washington Township (District #274)**  
**(Per \$1000 Assessed Value)**

<u>Collection Year</u>	<u>Hilliard City School District</u>	<u>Franklin County</u>	<u>City of Dublin</u>	<u>Columbus Metropolitan Library</u>	<u>Tolles Vocational School</u>	<u>Township</u>	<u>Total Rate</u>	<u>Residential/Agriculture Effective Rate</u>	<u>Commercial/Industrial Effective Rate</u>
2005	74.40	18.44	2.96	2.20	0.50	14.49	112.99	71.167107	79.746566
2004	64.44	17.64	2.96	2.20	0.50	14.50	102.24	60.567932	68.628725
2003	64.44	17.64	2.97	2.20	0.50	14.50	102.25	60.934732	68.848585
2002	65.61	17.64	2.97	2.20	1.10	14.50	104.02	67.198544	73.576695
2001	65.61	17.64	2.97	2.20	1.10	14.50	104.02	67.650122	74.150774
2000	59.71	17.64	2.97	2.20	1.60	14.51	98.63	61.385264	68.706571
1999	59.71	17.54	2.97	2.20	1.60	13.01	97.03	64.981559	69.472688
1998	59.96	15.22	2.97	2.20	1.60	13.02	94.97	63.402514	68.026816
1997	60.28	15.12	2.98	2.20	1.60	13.03	95.21	63.935997	68.723679
1996	60.65	14.82	2.98	2.20	1.60	13.04	95.29	68.107150	71.398175

Note: The Hilliard City School District consists of ten taxing Districts:  
Hilliard City School District - City of Hilliard (District #050)  
Hilliard City School District - City of Hilliard/Washington Township (District #052)  
Hilliard City School District - Brown Township (District #120)  
Hilliard City School District - Franklin Township (District #142)  
Hilliard City School District - Norwich Township (District #200)  
Hilliard City School District - Prairie Township (District #241)  
Hilliard City School District - Washington Township (District #272)  
Hilliard City School District - City of Dublin/Washington Township (District #274)  
Hilliard City School District - City of Columbus (District #560)  
Hilliard City School District - Union County - Washington Township of Franklin County

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

**HILLIARD CITY SCHOOL DISTRICT**  
**REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING (continued)**  
**Last Ten Years**  
**City of Columbus (District #560)**  
**(Per \$1000 Assessed Value)**

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>City of Columbus</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Total Rate</b>	<b>Residential/ Agriculture Effective Rate</b>	<b>Commercial/ Industrial Effective Rate</b>
2005	74.40	18.44	3.14	2.20	0.50	98.68	63.947554	71.752198
2004	64.44	17.64	3.14	2.20	0.50	87.92	53.275333	60.843490
2003	64.44	17.64	3.14	2.20	0.50	87.92	53.568197	61.045775
2002	65.61	17.64	3.14	2.20	1.10	89.69	58.780618	65.056110
2001	65.61	17.64	3.14	2.20	1.10	89.69	59.136726	65.492565
2000	59.71	17.64	3.14	2.20	1.60	84.29	58.277137	62.508061
1999	59.71	17.54	3.14	2.20	1.60	84.19	58.277137	62.508061
1998	59.96	15.22	3.14	2.20	1.60	82.12	56.657574	60.948663
1997	60.28	15.12	3.14	2.20	1.60	82.34	57.046722	61.509348
1996	60.65	14.82	3.14	2.20	1.60	82.41	60.620407	63.755301

Note: The Hilliard City School District consists of ten taxing Districts:  
Hilliard City School District - City of Hilliard (District #050)  
Hilliard City School District - City of Hilliard/Washington Township (District #052)  
Hilliard City School District - Brown Township (District #120)  
Hilliard City School District - Franklin Township (District #142)  
Hilliard City School District - Norwich Township (District #200)  
Hilliard City School District - Prairie Township (District #241)  
Hilliard City School District - Washington Township (District #272)  
Hilliard City School District - City of Dublin/Washington Township (District #274)  
Hilliard City School District - City of Columbus (District #560)  
Hilliard City School District - Union County - Washington Township of Franklin County

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

**HILLIARD CITY SCHOOL DISTRICT**  
**REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING (continued)**  
**Last Ten Years**  
**Union County - Washington Township of Franklin County**  
**(Per \$1000 Assessed Value)**

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Union County</b>	<b>City of Dublin</b>	<b>Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/Agriculture Effective Rate</b>	<b>Commercial/Industrial Effective Rate</b>
2005	74.40	10.60	2.96	0.50	14.39	102.85	65.468300	71.738700
2004	64.44	10.60	2.96	0.50	14.40	92.90	55.391600	62.190300
2003	64.44	10.60	2.97	0.50	14.40	92.91	55.715400	62.470000
2002	65.61	10.60	2.97	1.10	14.40	94.68	61.478580	66.925823
2001	65.61	9.10	2.97	1.10	14.40	93.18	60.742275	66.401290
2000	59.71	9.10	2.97	1.60	14.41	87.79	54.400026	60.724691
1999	59.71	9.10	2.97	1.60	12.91	86.29	57.338500	61.084700
1998	59.96	9.10	2.97	1.60	12.92	86.55	59.441800	61.591490
1997	60.28	9.10	2.98	1.60	12.93	86.89	59.025110	62.367534
1996	60.65	9.10	2.98	1.60	13.04	87.37	62.272376	65.034878

Note: The Hilliard City School District consists of ten taxing Districts:  
Hilliard City School District - City of Hilliard (District #050)  
Hilliard City School District - City of Hilliard/Washington Township (District #052)  
Hilliard City School District - Brown Township (District #120)  
Hilliard City School District - Franklin Township (District #142)  
Hilliard City School District - Norwich Township (District #200)  
Hilliard City School District - Prairie Township (District #241)  
Hilliard City School District - Washington Township (District #272)  
Hilliard City School District - City of Dublin/Washington Township (District #274)  
Hilliard City School District - City of Columbus (District #560)  
Hilliard City School District - Union County - Washington Township of Franklin County

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

Hilliard City School District  
Principal Taxpayers  
June 30, 2005 and June 30, 1996

June 30, 2005		
	Total Assessed Valuation	% of Total Assessed Valuation
<b>Public Utilities</b>		
1 . Columbus Southern Power Company	\$35,150,810	1.65%
2 . Ohio Bell Telephone Company	8,185,470	0.38%
3 . AT&T Wireless PCS LLC	4,319,960	0.20%
<b>Real Estate</b>		
1 . RPH Industrial LLC	10,553,190	0.50%
2 . Meritex Properties LLC	10,325,910	0.49%
3 . United Dominion Realty	6,930,010	0.33%
4 . Westpointe Plaza LP	6,924,470	0.33%
5 . JAL Realty Co	6,597,740	0.31%
6 . Westbelt Industrial LLC	6,197,820	0.29%
7 . Market Village Investment	6,195,020	0.29%
8 . Millington Investment Co	6,020,010	0.28%
9 . Inland Southeast Hilliard	5,985,010	0.28%
10 . Met Associates LLC	5,950,000	0.28%
<b>Tangible Personal Property</b>		
1 . Roaxane Laboratories Inc	29,297,495	1.38%
2 . Uunet Technologies Inc	10,414,730	0.49%
3 . Ball Metal Food Container Corp	4,489,240	0.21%
4 . ISP Chemicals Inc	4,070,480	0.19%
5 . Parker Hannifin Corporation	3,764,370	0.18%
6 . Pactiv Corporation	3,519,480	0.17%
7 . Rich Products Manufacturing Corp	3,374,420	0.16%
8 . Simpson Strong-tie Company Inc	2,913,150	0.14%
9 . Boehringer Ingelheim Pharmaceuticals Inc	2,784,227	0.13%
10 . R J F International Corporation	2,664,720	0.13%
ALL OTHERS	<u>1,940,751,774</u>	<u>91.23%</u>
TOTAL ASSESSED VALUATION	<u><u>\$2,127,379,506</u></u>	<u><u>100.00%</u></u>

June 30, 1996		
	Total Assessed Valuation	% of Total Assessed Valuation
<b>Public Utilities</b>		
1 . Columbus Southern Power Company	\$24,252,890	2.20%
2 . Ohio Bell Telephone Company	14,262,110	1.29%
3 . Columbia Gas Company	10,036,990	0.91%
4 . Consolidated Rail Corp.	3,374,880	0.31%
<b>Real Estate</b>		
1 . Sfers real Estate KLP	21,416,280	1.94%
2 . Keystone-Ohio Property Holding Co.	7,304,160	0.66%
3 . Market Village Investment Company	6,047,990	0.55%
4 . Aetna Casualty & Surety Co.	4,864,990	0.44%
5 . Vincent P. Tippmann	3,700,220	0.34%
6 . Cleve Corp.	3,699,500	0.34%
7 . Compuserve, Inc.	3,592,430	0.33%
8 . Pier Set Inc.	3,584,030	0.33%
9 . Donwalter Investments	3,363,500	0.31%
10 . Meijer, Inc.	3,354,710	0.30%
<b>Tangible Personal Property</b>		
1 . Roxane Laboratories Inc,	12,343,609	1.12%
2 . Stanley Mechanics Tools Inc.	6,734,730	0.61%
3 . Combibloc Inc.	4,623,100	0.42%
4 . Kellog Sales Company	4,189,500	0.38%
5 . Dana Corporation	3,935,380	0.36%
6 . Pressware International	3,684,810	0.33%
7 . Tandy Corp.	3,381,220	0.31%
8 . Compuserve, Inc.	3,341,900	0.30%
9 . Parker Hannifin Corporation	3,274,040	0.30%
10 . Meijer, Inc.	2,580,940	0.23%
ALL OTHERS	<u>940,468,466</u>	<u>85.39%</u>
TOTAL ASSESSED VALUATION	<u><u>\$1,101,412,375</u></u>	<u><u>100.00%</u></u>

Source : Franklin County Auditor's Office

1. Assessed Values are for the valuation year of 2004 and 1995 respectively

**HILLIARD CITY SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
Last Ten Years**

<u>Collection Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Total Tax Collections to Tax Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Percent of Delinquent Taxes to Tax Levy</u>
2005	\$105,716,738	\$105,135,147	99.45	\$2,195,359	\$107,330,506	101.53	\$4,972,651	4.70
2004	82,815,737	79,354,096	95.82	5,184,243	84,538,339	102.08	3,854,253	4.65
2003	81,365,322	81,773,234	100.50	2,505,364	84,278,598	103.58	7,451,654	9.16
2002	83,014,896	77,249,924	93.06	4,171,222	81,421,146	98.08	7,148,374	8.61
2001	79,683,579	76,991,913	96.62	2,457,396	79,948,809	100.33	9,339,902	11.72
2000	75,189,849	65,675,676	87.35	2,040,762	67,716,438	90.06	5,394,910	7.18
1999	61,832,795	61,171,877	98.93	2,040,762	63,212,639	102.23	3,096,157	5.01
1998	58,648,714	58,265,444	99.35	1,624,259	59,889,703	102.12	3,448,187	5.88
1997	56,413,028	54,982,041	97.46	1,578,916	56,560,957	100.26	3,255,971	5.77
1996	51,471,843	50,949,280	98.98	1,269,916	52,219,196	101.45	3,247,589	6.31

Note: The information above is for real estate, public utilities and tangible personal property collections and levies.

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

**Hilliard City School District  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years**

Governmental Activities						
Year	(a) Net Bonded Debt	(b) Capital Leases	Total Primary Government	(c) Percentage of Personal Income	(c) Per Capita	(c) Per Enrollment
2005	\$ 115,876,533	\$ 630,548	\$ 116,507,081	4.38%	\$ 1,249	\$ 8,010
2004	116,475,524	317,050	116,792,574	4.39%	1,252	8,213
2003	125,657,276	430,224	126,087,500	4.83%	1,377	9,282
2002	131,925,553	393,774	132,319,327	5.32%	1,517	9,922
2001	138,867,757	0	138,867,757	5.78%	1,647	10,788
2000	145,057,454	0	145,057,454	11.44%	1,833	11,690
1999	90,907,622	0	90,907,622	8.05%	1,290	7,572
1998	98,348,070	0	98,348,070	10.70%	1,715	8,772
1997	101,628,878	0	101,628,878	10.88%	1,744	9,468
1996	106,813,989	0	106,813,989	11.76%	1,885	10,638

Sources :

- (a) See schedule "Ratios of Net General Bonded Debt Outstanding" for net bonded debt information
- (b) See notes to the financial statements regarding the District's capital leases payable
- (c) See Schedule "Demographic and Economic Statistics, Last Ten Years" for personal income, population and enrollment information



**Hilliard City School District**  
**Ratios of Net General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

Year	(a) Assessed Value	(b) Gross Bonded Debt	(c) Less Debt Service	Net Bonded Debt	% of Net Bonded Debt to Assessed Valuation	(d) Net Bonded Debt Per Capita	(d) Net Bonded Debt Per Enrollment
2005	\$ 2,127,379,506	\$ 127,158,923	\$11,282,390	\$ 115,876,533	5.45%	\$ 1,235	\$ 7,966
2004	2,111,101,167	125,655,499	9,179,975	116,475,524	5.52%	1,248	8,191
2003	2,047,541,919	132,025,500	6,368,224	125,657,276	6.14%	1,372	9,250
2002	1,785,182,765	138,815,500	6,889,947	131,925,553	7.39%	1,512	9,892
2001	1,767,054,871	145,205,500	6,337,743	138,867,757	7.86%	1,647	10,788
2000	1,658,649,201	151,455,819	6,398,365	145,057,454	8.75%	1,833	11,690
1999	1,433,307,552	98,157,004	7,249,382	90,907,622	6.34%	1,290	7,572
1998	1,345,473,901	103,407,003	5,058,933	98,348,070	7.31%	1,715	8,772
1997	1,255,320,942	107,872,828	6,243,950	101,628,878	8.10%	1,744	9,468
1996	1,101,412,375	111,762,828	4,948,839	106,813,989	9.70%	1,885	10,638

Sources :

- (a) County Auditor
- (b) General Obligation debt outstanding end of fiscal year. School District Records
- (c) Balance of General Obligation Bond Retirement fund at end of fiscal year
- (d) See Schedule "Demographic and Economic Statistics, Last Ten Years" for population and enrollment information

**Hilliard City School District  
 Computation of Direct and Overlapping General Obligation Bonded Debt  
 as of June 30, 2005**

Governmental Unit	<u>Gross Debt Outstanding</u>	<u>Percent Applicable to School Dist.</u>	<u>Amount Applicable to Hilliard City School District</u>
Hilliard City School District	\$ 127,158,923	100.000%	\$127,158,923
Franklin County	89,675,000	8.420%	7,550,635
City of Columbus	401,425,000	6.820%	27,377,185
City of Dublin	54,564,298	5.640%	3,077,426
City of Hilliard	26,505,000	99.720%	26,430,786
Washington Township	<u>2,794,999</u>	6.870%	<u>192,016</u>
Total Direct and Overlapping Debt	<u>\$702,123,220</u>		<u>\$191,786,971</u>

Note: Percent applicable to Hilliard City School District calculated using assessed valuation of the School District area value contained within the noted governmental unit divided by assessed valuation of the governmental unit.

Overlapping governments with no outstanding debt are not reflected.

Source: Ohio Municipal Advisory Council

Hilliard City School District  
 Legal Debt Margin Information  
 June 30, 2005

Assessed Valuation	<u>\$2,127,379,506</u>									
Voted and Unvoted Debt Limit - 9% of Assessed Valuation	\$191,464,156									
Balance in Debt Service Fund	\$11,282,390									
Total Debt Outstanding	\$ 127,158,923									
Less : Exempted Debt	\$0									
Net subject to 9% limit	\$127,158,923									
Total Legal Voted and Unvoted Debt Margin	<u>\$75,587,623</u>									
	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996
Debt Limit	\$202,746,546	\$ 189,999,105	\$ 184,278,773	\$ 160,666,449	\$ 159,034,938	\$ 149,278,428	\$ 128,997,680	\$ 121,092,651	\$ 112,978,885	\$ 99,127,144
Total Net Debt Applicable to Limit	127,158,923	125,655,499	132,025,500	138,815,500	145,205,500	151,455,819	98,157,004	103,407,004	107,872,828	111,762,828
Legal Debt Margin	<u>\$ 75,587,623</u>	<u>\$ 64,343,606</u>	<u>\$ 52,253,273</u>	<u>\$ 21,850,949</u>	<u>\$ 13,829,438</u>	<u>\$ (2,177,391)</u>	<u>\$ 30,840,676</u>	<u>\$ 17,685,647</u>	<u>\$ 5,106,057</u>	<u>\$ (12,635,684)</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	62.72%	66.13%	71.64%	86.40%	91.30%	101.46%	76.09%	85.39%	95.48%	112.75%

Source : Franklin County Auditor and School District financial records  
 Note: Ohio Bond Law sets a limit of 9% for voted debt and 1/10 of 1% for unvoted debt.  
 Voted debt margins are determined without reference to applicable monies in the school district's Debt Service fund.

**Hilliard City School District  
Demographic and Economic Statistics  
Last Ten Years**

Year	(a) Estimated Population	(b) Per Capita Income	Personal Income	(c) Unemployment Rate ***	(b) % of Population 25 Years and Older with Bachelor's Degree or Higher	(d) Enrollment Membership
2005	93,835	\$ 28,496	\$ 2,673,922,160	5.60%	46.10%	14,546
2004	93,311 **	28,496	2,658,990,256	5.80%	46.10%	14,220
2003	91,600	28,496	2,610,233,600	6.10%	46.10%	13,584
2002	87,250 *	28,496	2,486,276,000	5.50%	46.10%	13,336
2001	84,300	28,496	2,402,212,800	3.60%	46.10%	12,873
2000	79,125	28,496	2,254,746,000	3.60%	46.10%	12,409
1999	70,448	16,029	1,129,210,992	2.80%	21.43%	12,005
1998	57,353	16,029	919,311,237	2.90%	21.43%	11,211
1997	58,284	16,029	934,234,236	2.80%	21.43%	10,734
1996	56,653	16,029	908,090,937	3.10%	21.43%	10,041

Sources :

(a) Population for the District is estimated by multiplying the yearly average circulation rate of the local newspapers, which are delivered to all locations within the District, by an average of 2.77 individuals per household through fiscal year 1988 (average individuals per household provided by statistical analysis performed by the City of Hilliard).

\* Effective 1999, population for the District is estimated based on registered voters and student population.

\*\* Effective 2004, population for the District is estimated based on estimates from Mid-Ohio Regional Planning Commission

(b) US Census Bureau 2000 and 1990 Census Demographic Profiles for the City of Hilliard

(c) June Data of Ohio Bureau of Employment Services or Ohio Department of Jobs and Family Services

\*\*\* Specific employment figures for the Hilliard City School District area are not available. Unemployment figures presented are for Franklin County.

(d) Educational Management Information System

**Hilliard City School District  
Principal Employers  
Current Year and Eight Years Ago**

December 2004

Employer	Employees	Type of Business
Hilliard City Schools	2,368	Public School District
MCI Telecommunications	1,048	Telecommunications
Micro Center, Inc.	748	Distribution/Wholesaler Computer Equip
Gates McDonald & Company	613	Insurance
Arctic Express, Inc,	327	Transportation - Trucking
Honda of America	294	Automotive Parts Manufacturer
Gates McDonald Health Plus Inc.	233	Insurance
Rich Products Mfg. Corp.	229	Baker
Baseman Printing Corp.	173	Commercial Printing Company
FedEx Freight East Inc.	163	Transportation Services

December 1996

Employer	Employees	Type of Business
Compuserve	2,100	Online Computer Network
United Parcel Service Inc.	1,200	Distribution Center
Roxane Labs, Inc.	680	Pharmaceuticals
Medex, Inc.	600	Medical and Hospital Products
Red Roof Inns, Inc.	590	Corporate Headquarters
Meijer, Inc.	500	Grocery Store
Gates McDonald & Company	401	Insurance
Discover Card Systems	368	Credit Card Processing Center
Pressware International	230	Manufacturing
Mac Tools, Inc.	200	Assembly/Tool Distribution

Note: Information for nine years ago and total city employment were not available. Information is for employers within the City of Hilliard only for 2004, and therefore does not include employers within the District that reside in the City of Columbus or various townships.

Source: City of Hilliard Division of Taxation, December 1996 and December 2004

**Hilliard City School District  
Staffing Statistics - Full Time Equivalents (FTE) by Type and Function  
Last Ten Fiscal Years**

	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996
<b>Professional Staff:</b>										
Teaching Staff:										
Regular Education Teaching	728.91	745.39	784.14	747.83	664.49	635.42	592.68	562.8	513.5	456
Special Education Teaching	104	97	102.99	91	82.5	73.5	65.5	55.3	49.3	41.7
Vocational Education Teaching	9	9	13	14	9	8	8	8	8	8
Tutors	63.68	63.33	56.83	47.91	54.28	63.79	49.89	36.5	30.7	33.8
Administrators										
District/Building	65.5	65.29	64.29	60.79	53.39	50.34	49.57	45.6	47.4	38
Auxiliary Positions										
Psychologists	16.96	15.96	15.86	15.18	12.18	10.18	8.18	7.5	7.1	6.3
Counseling	31.21	31.5	27	26.5	26.5	23.8	24.3	24.3	18.6	17.1
Nurses	12	12	13	15	11	10	9.5	7.5	6.5	4.5
Speech	14.4	14.39	14.4	14.9	10.9	10.4	9.2	9.2	8.2	6.2
Adapted Phys Ed - OT	11.6	11.4	6.8	6.2	5.2	4.5	3.5	3.3	2.8	2.3
Physical Therapist	1.65	1.65	1.61	1.6	1.6	2	1	0	0	0
Social Work	2	2	0	0	0	0	0	0	0	0
Librarian/Media	20.8	21.3	21	22	17	17	12	13	12	6
Other Professional	67.98	58.5	4.8	4.3	3.8	3	3	10.3	8.8	7.2
Support Staff										
Secretarial	84.5	87	84	83	77	65.5	61.75	60.3	50.2	46.8
Aides	104.2	105.58	96.84	92.5	69.62	57.64	53.21	46.4	38.6	36.4
Accounting, Auditing, Editing	8.5	9.5	9	9	8	8	7	(a)	(a)	(a)
Personnel	3	3	3	4	3	3	3	3	3	3
Planning, Curriculum	39.75	34	31	20.5	24	21	16	11	2.8	3
Hall monitor/Security										
Technical	15.5	17	15.25	15.75	15.75	13	13	13	12.8	11.3
Messenger	2	2	1	1	1	1	1	(a)	(a)	(a)
Custodial	91	98	98	96	84	77	76	76	68	59
Maintenance	24	24	21	18	9	6	6	7	6	6
Grounds	8	7	5	5	4	4	4	4	0	0
Bus Drivers	56	60	59.86	59.85	51.1	53.96	58.13	49.8	49	52.9
Mechanics	5	5	5	5	5	3	3	3	3	3
<b>Total</b>	<b><u>1591.14</u></b>	<b><u>1600.79</u></b>	<b><u>1554.67</u></b>	<b><u>1476.81</u></b>	<b><u>1303.31</u></b>	<b><u>1225.03</u></b>	<b><u>1138.41</u></b>	<b><u>1056.8</u></b>	<b><u>946.30</u></b>	<b><u>848.5</u></b>

<b>Function</b>	2005
<b>Governmental Activities</b>	
Instruction	
Regular and Special	1011.79
Support Services	
Pupils	165.05
Instructional Staff	107.80
School Administration	92
Fiscal	10
Business	9
Maintenance	126
Transportation	67
Central	2.50
<b>Total Governmental Activities</b>	<b>1591.14</b>
<b>Total Primary Government</b>	<b><u>1591.14</u></b>

Note - Staffing Statistics by Function were not available prior to 2004.

(a) - Category did not exist on Staff EMIS reports prior to FY 1999.

Source - School District EMIS (Education Management Information System) Records

**Hilliard City School District  
Operating Indicators by Function  
For the Year Ended June 30, 2005**

Function	2005
<b>Governmental Activities</b>	
Instruction	
Regular and Special	
Support Services - Pupil	
Enrollment (Students)	14,546
Graduates	912
% of Students with Disabilities	11.2%
% of Limited English Proficient Students	3.9%
Support Services	
Instructional Staff	
Information Technology Services	
Work Orders Completed	5,412
School Administration	
Student Attendance Rate	95.3%
Fiscal	
Purchase Orders Processed	8,452
Nonpayroll Checks Issued	9,350
Maintenance	
District Square Footage Maintained by Custodians and Maintenance Staff	1,795,447
District Acreage Maintained by Grounds Staff	726
Transportation	
Avg. Public and Parochial Students Transported Daily (includes special education)	10,904
Avg. Daily Bus Fleet Mileage	8,668
Number of Buses in District Fleet	114
Community Services	
Number of Students Enrolled in District Latchkey Program	657
Extra Curricular Activities	
High School Varsity Teams	52
<b>Business-Type Activities</b>	
Food Service Operations	
Meals Served to Students	1,613,485

Note - Indicators by Function were not available prior to 2005. Indicators were not available for the following functions: Business and Central.

Source - School District Records and Ohio Department of Education Report Card Data

**Hilliard City School District  
Capital Assets by Function/Program  
Last Three Fiscal Years**

	2005	2004	2003
<b>Governmental Activities</b>			
Regular Instruction			
Land and Improvements	\$ 24,144,415	\$ 24,129,691	\$ 19,655,250
Buildings and Improvements	134,274,304	134,575,582	133,495,783
Furniture Fixtures and Equip.	10,380,575	9,782,913	14,777,785
Special Instruction			
Furniture Fixtures and Equip.	370,475	368,713	368,713
Pupil Support			
Buildings and Improvements			
Furniture Fixtures and Equip.	88,786	79,624	79,624
Instructional Staff Support			
Furniture Fixtures and Equip.	2,066,195	2,062,195	2,062,195
General and School Administration			
Land and Improvements	502,981	502,981	502,981
Buildings and Improvements	7,422,461	7,422,461	7,422,461
Furniture Fixtures and Equip.	1,398,603	1,123,850	1,123,850
Fiscal Services			
Furniture Fixtures and Equip.			
Business			
Furniture Fixtures and Equip.	41,273	41,273	41,273
Other Vehicles			
Operations and Maintenance			
Land and Improvements	25,885	17,401	17,401
Buildings and Improvements	1,213,346	37,929	37,929
Furniture Fixtures and Equip.	929,939	762,673	762,673
Other Vehicles	709,724	701,916	697,546
Pupil Transportation			
Land and Improvements	722,034	722,034	722,034
Buildings and Improvements	563,121	563,121	563,121
Furniture Fixtures and Equip.	56,918	56,918	56,918
Buses	9,073,936	8,117,445	8,117,445
Central			
Land and Improvements			
Buildings and Improvements			
Furniture Fixtures and Equip.	1,544	1,544	1,544
Food Service Operations			
Furniture Fixtures and Equip.	1,366,154	1,348,746	1,348,746
Community Services			
Buildings and Improvements	32,054	32,054	32,054
Furniture Fixtures and Equip.	85,361	77,276	77,276
Extracurricular Activities			
Land and Improvements	4,373,432	4,373,431	4,373,431
Buildings and Improvements	1,674,497	1,674,497	1,674,497
Furniture Fixtures and Equip.	300,505	263,507	263,507
<b>Total Governmental Activities Capital Assets</b>	<b>\$ 201,818,518</b>	<b>\$ 198,839,775</b>	<b>\$ 198,276,037</b>



**Hilliard City School District  
School Building Information  
Last Ten Fiscal Years**

	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996
<b>Alton Darby Elementary (2002)</b>										
Square Feet	60,247	60,247	60,247	60,247	N/A	N/A	N/A	N/A	N/A	N/A
Capacity (Students)	600	600	600	600	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	551	556	540	463	N/A	N/A	N/A	N/A	N/A	N/A
<b>Avery Elementary (1960)</b>										
Square Feet	45,475	45,475	45,475	45,475	41,655	41,655	41,655	41,655	41,655	41,655
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	501	512	518	553	591	567	542	520	584	593
<b>Beacon Elementary (1968)</b>										
Square Feet	46,220	46,220	46,220	46,220	46,220	46,220	46,220	46,220	46,220	46,220
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	498	523	547	502	547	522	494	453	420	400
<b>Britton Elementary (1968)</b>										
Square Feet	70,338	70,338	70,338	70,338	70,338	70,338	70,338	70,338	70,338	70,338
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	466	510	476	498	489	516	549	546	650	619
<b>Brown Elementary (1965)</b>										
Square Feet	48,323	48,323	48,323	48,323	48,323	48,323	48,323	48,323	48,323	48,323
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	448	419	391	407	658	650	607	578	558	665
<b>Darby Creek Elementary (1998)</b>										
Square Feet	61,000	61,000	61,000	61,000	61,000	61,000	61,000	61,000	N/A	N/A
Capacity (Students)	600	600	600	600	600	600	600	600	N/A	N/A
Enrollment	664	634	564	524	556	463	335	200	N/A	N/A
<b>Hilliard Crossing Elementary (1993)</b>										
Square Feet	54,552	54,552	54,552	54,552	54,552	54,552	54,552	54,552	54,552	54,552
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	609	617	590	622	643	672	679	637	619	777
<b>Hilliard Horizon Elementary (1997)</b>										
Square Feet	67,500	67,500	67,500	67,500	67,500	67,500	67,500	67,500	67,500	N/A
Capacity (Students)	600	600	600	600	600	600	600	600	600	N/A
Enrollment	539	554	547	517	604	560	578	590	581	N/A
<b>Hoffman Trails Elementary (2002)</b>										
Square Feet	60,247	60,247	60,247	60,247	N/A	N/A	N/A	N/A	N/A	N/A
Capacity (Students)	600	600	600	600	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	455	373	311	223	N/A	N/A	N/A	N/A	N/A	N/A
<b>J.W. Reason Elementary (1958)</b>										
Square Feet	44,295	44,295	44,295	44,295	44,295	44,295	44,295	44,295	44,295	44,295
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	595	583	560	571	572	563	653	610	482	480
<b>Norwich Elementary (1993)</b>										
Square Feet	54,552	54,552	54,552	54,552	54,552	54,552	54,552	54,552	54,552	54,552
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	562	554	563	567	584	608	605	606	634	604
<b>Ridgewood Elementary (1961)</b>										
Square Feet	45,404	45,404	45,404	45,404	45,404	45,404	45,404	45,404	45,404	45,404
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	447	479	514	519	541	557	587	588	566	578
<b>Scioto Darby Elementary (1989)</b>										
Square Feet	64,897	64,897	64,897	64,897	64,897	64,897	64,897	64,897	64,897	64,897
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	535	531	555	550	641	590	570	546	656	673
<b>Hilliard Station Sixth Grade School (2002)</b>										
Square Feet	56,515	56,515	56,515	56,515	N/A	N/A	N/A	N/A	N/A	N/A
Capacity (Students)	650	650	650	650	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	591	609	609	578	N/A	N/A	N/A	N/A	N/A	N/A
<b>Hilliard Tharp Sixth Grade School (2002)</b>										
Square Feet	62,000	62,000	62,000	62,000	N/A	N/A	N/A	N/A	N/A	N/A
Capacity (Students)	650	650	650	650	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	565	435	426	487	N/A	N/A	N/A	N/A	N/A	N/A
<b>Hilliard Heritage Middle School (1996)</b>										
Square Feet	125,405	125,405	125,405	125,405	125,405	125,405	125,405	125,405	125,405	125,405
Capacity (Students)	800	800	800	800	800	800	800	800	800	800
Enrollment	800	766	732	701	1,118	983	939	851	801	810
<b>Hilliard Memorial Middle School (1956) (a)</b>										
Square Feet	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000
Capacity (Students)	800	800	800	800	800	800	800	800	800	800
Enrollment	660	692	657	658	1,023	1,020	940	891	858	786
<b>Hilliard Weaver Middle School (1994)</b>										
Square Feet	124,785	124,785	124,785	124,785	124,785	124,785	124,785	124,785	124,785	124,785
Capacity (Students)	800	800	800	800	800	800	800	800	800	800
Enrollment	696	735	761	713	906	909	878	806	761	640
<b>Hilliard Darby High School (1997)</b>										
Square Feet	276,553	276,553	276,553	276,553	276,553	276,553	276,553	276,553	276,553	N/A
Capacity (Students)	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	N/A
Enrollment	2,256	2,128	2,065	1,892	1,789	1,669	1,532	1,079	636	N/A
<b>Hilliard Davidson High School (1989)</b>										
Square Feet	245,000	245,000	245,000	245,000	245,000	245,000	245,000	245,000	245,000	245,000
Capacity (Students)	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
Enrollment	1,887	1,861	1,786	1,684	1,595	1,516	1,470	1,695	1,917	2,378
<b>Alton Darby Preschool (2002)</b>										
Square Feet	18,640	18,640	18,640	18,640	(b)	(b)	(b)	(b)	(b)	(b)
Capacity (Students)	200	200	200	200	(b)	(b)	(b)	(b)	(b)	(b)
Enrollment	219	142	136	107	78	58	46	15	10	38
<b>Central Office (1990)</b>										
Square Feet	20,520	20,520	20,520	20,520	20,520	20,520	20,520	20,520	20,520	20,520
<b>Central Office Annex (1990)</b>										
Square Feet	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
<b>Maintenance (1991)</b>										
Square Feet	701	701	701	701	701	701	701	701	701	701
<b>Support Services Facility (2003)</b>										
Square Feet	82,000	82,000	82,000	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>Transportation (1989)</b>										
Square Feet	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000

Source : School District Records

Note: Year of original construction in parentheses. Increases in square footage and capacity are the result of renovations and additions. Capacity is the "program " capacity and can increase/decrease as a result of changes in federal, state, or local standards.

(a) A portion of Memorial Middle School was used as the District's Sixth grade building until the Hilliard Station conversion was completed and Hilliard Tharp was built, both of which opened in 2002. At this time, the building began functioning as a middle school.

(b) In FY 1996-2001 Preschool was housed at various elementary buildings, including Darby Creek and J.W. Reason. Space was allocated on an as-needed basis and square footage falls within the elementary building as presented.

N/A - Not available, building was not open

**Hilliard City School District  
Educational and Operating Statistics  
Last Ten School Years**

	1995-96	1996-97	1997-98	1998-99	1999-00	2000-01	2001-02	2002-03	2003-04	2004-05
<b>ACT Scores (Averages)</b>										
Hilliard	22.2	21.8	22.4	21.5	21.9	21.7	21.8	21.7	22.4	22.2
Ohio	21.3	21.3	21.4	21.4	21.4	21.4	21.4	21.4	21.4	21.4
National	20.9	21.0	21.0	21.0	21.0	21.0	20.8	20.8	20.9	20.9
<b>SAT Scores (Averages)</b>										
Hilliard										
Verbal	525	517	520	508	512	518	510	511	519	514
Mathematics	545	529	540	531	531	532	530	527	539	521
Ohio										
Verbal	536	535	540	534	533	534	534	536	538	539
Mathematics	535	536	540	538	539	539	539	541	542	543
National										
Verbal	505	505	500	505	505	506	506	507	508	508
Mathematics	508	511	510	511	514	514	514	519	518	520
<b>National Merit Scholars</b>										
Finalist	-	-	-	-	-	-	-	-	2	4
Semi-Finalist	2	2	3	1	1	3	-	3	2	4
Commended Scholars	2	2	-	-	-	8	-	11	10	4
<b>ODE Per Pupil Costs</b>										
Hilliard	\$ 4,784	\$ 5,527	\$ 6,070	\$ 6,369	\$ 6,932	\$ 7,602	\$ 8,367	\$ 8,365	\$ 8,759	\$ 9,382
State Avg.	\$ 5,284	\$ 5,939	\$ 6,232	\$ 6,642	\$ 7,057	\$ 7,590	\$ 8,073	\$ 8,438	\$ 8,758	\$ 9,047
<b>Cost to Educate Graduate</b>										
Hilliard	\$ 49,727	\$ 53,852	\$ 57,011	\$ 60,387	\$ 62,083	\$ 65,966	\$ 70,628	\$ 74,699	\$ 70,422	\$ 75,527
State Avg.	\$ 53,475	\$ 57,530	\$ 60,682	\$ 64,002	\$ 67,621	\$ 71,601	\$ 75,655	\$ 79,747	\$ 84,129	\$ 88,351

Source : School District Student Records and Ohio Department of Education



**Auditor of State  
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**HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN 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 9, 2006**