



**OAKWOOD CITY SCHOOL DISTRICT  
MONTGOMERY COUNTY**

**REGULAR AUDIT**

**FOR THE YEAR ENDED JUNE 30, 2006**



**Auditor of State  
Betty Montgomery**





Mary Taylor, CPA  
Auditor of State

January 19, 2007

The attached audit report was completed and prepared for release prior to the commencement of my term of office on January 8, 2007. Thus, I am certifying this audit report for release under the signature of my predecessor.

*Mary Taylor*

MARY TAYLOR, CPA  
Auditor of State

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OAKWOOD CITY SCHOOL DISTRICT  
MONTGOMERY COUNTY

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**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***

Oakwood City School District  
Montgomery County  
20 Rubicon Road  
Dayton, Ohio 45409

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 Oakwood City School District (the District) as of and for the fiscal year ended June 30, 2006, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 20, 2006. 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 to express our opinions on the financial statements and not to opine on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting 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 financial reporting that, in our judgment, could adversely affect the District's ability to record, process, summarize, and report financial data consistent with management's assertions in the financial statements. A reportable condition is described in the accompanying schedule of findings as item 2006-005.

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. Our consideration of the internal control over financial reporting 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. However, we do not believe the reportable condition described above is a material weakness. In a separate letter to the District's management dated December 20, 2006, we reported other matters involving internal control over financial reporting which 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 2006-001 through 2006-004. In a separate letter to the District's management dated December 20, 2006, we reported other matters related to noncompliance we deemed immaterial.

We intend this report solely for the information and use of the Business Advisory Council, management and Board of Education. It is not intended for anyone other than these specified parties.



**Betty Montgomery**  
Auditor of State

December 20, 2006



**OAKWOOD CITY SCHOOL DISTRICT  
MONTGOMERY COUNTY**

**SCHEDULE OF FINDINGS  
JUNE 30, 2006**

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

**FINDING NUMBER 2006-001**

**Noncompliance Citation**

**Ohio Rev. Code Section 5705.39** states that the total appropriation from each fund should not exceed the total estimated resources for the respective fund. Further, 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 of resources.

The following funds had appropriations in excess of estimated resources at September 13, 2005:

<u>Fund</u>	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Variance</u>
General	\$17,526,881	\$20,134,000	(\$2,607,119)
Bond Retirement	(1,572,089)	2,422,500	(3,994,589)
<i>Non Major Special Revenue Funds:</i>			
Food Service	(84,835)	248,500	(333,335)
Uniform School Supplies	46,203	71,500	(25,297)
Rotary	20,893	72,100	(51,207)
School Support	52,783	114,100	(61,317)
Career Education	23,969	42,200	(18,231)
Latchkey	147,003	205,500	(58,497)
District Managed Activities	(6,614)	218,300	(224,914)
SchoolNet OneNet	(3)	15,000	(15,003)
Ohio SchoolNet Professional	(4,895)	1,200	(6,095)
Summer School Subsidy	5,270	18,000	(12,730)
Safe Schol Help Line	295	2,000	(1,705)
Title VI - B	(128,711)	378,400	(507,111)
Perkins Grant	2,087	8,200	(6,113)
Title I	(13,005)	31,200	(44,205)
Title VI	(8,798)	8,300	(17,098)
Drug Free Schools	(2,806)	6,300	(9,106)
Preschool	(301)	2,900	(3,201)
E - Rate	0	6,700	(6,700)
Title VI - R	(3,930)	34,000	(37,930)
Miscellaneous Federal Grants	(5,730)	1,100	(6,830)
<i>Non Major Capital Projects Fund</i>			
Building	(945,067)	850,900	(1,795,967)
SchoolNet	(\$63,857)	\$16,000	(\$79,857)

**FINDING NUMBER 2006-001  
 (Continued)**

The following funds had appropriations in excess of estimated resources at June 30, 2006:

<u>Fund</u>	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Variance</u>
Bond Retirement	(\$1,458,788)	\$2,440,000	(\$3,898,788)
<i>Non Major Special Revenue Funds:</i>			
Food Service	164,696	294,300	(129,604)
District Managed Activities	199,571	307,000	(107,429)
Entry Year Program	1,552	3,300	(1,748)
Ohio SchoolNet Professional	(917)	7,500	(8,417)
Summer School Subsidy	24,167	40,100	(15,933)
Title VI - B	187,687	352,000	(164,313)
Title I	18,818	40,000	(21,182)
Title VI	(3,135)	5,800	(8,935)
Drug Free Schools	3,252	7,800	(4,548)
Pre-school	3,047	4,100	(1,053)
Title VI - R	31,746	32,500	(754)
Miscellaneous Federal Grants	(5,035)	300	(5,335)
<i>Non Major Capital Projects Fund</i>			
Permanent Improvement	419,614	616,900	(197,286)
Building	(945,067)	1,116,500	(2,061,567)
SchoolNet	(\$63,857)	\$100	(\$63,957)

In addition, there was no evidence that the District submitted appropriation measures to the county budget commission. Accordingly, the District had no certificates from the county auditor that appropriations from each fund did not exceed the total official estimate of resources.

The District should develop and implement procedures to properly monitor its budgetary activity relating to appropriations and available resources that would enable the District to comply with budgetary requirements while limiting the risk of spending more funds than are available. When additional money becomes available, the District should amend its certificate and appropriations accordingly if the money is intended to be spent.

**FINDING NUMBER 2006-002**

**Noncompliance Citation**

**Ohio Rev. Code Section 5705.10** states in pertinent part that monies paid into any fund shall be used only for the purpose such fund was established. The existence of a deficit balance in any fund indicates that money from another fund or funds have been used to pay the obligations of the fund or funds carrying the deficit balance.

Per review of the District's monthly financial reports, several negative fund balances were noted throughout the year. They are as follows:

**FINDING NUMBER 2006-002**  
**(Continued)**

<b>Bond Retirement (002)</b>		<b>Lunchroom (006)</b>	
June 2006	(\$3,931,766)	June 2006	(\$75,414)
March 2006	(2,807,197)	March 2006	(57,254)
July 2005	(2,413,303)	July 2005	(74,004)
<b>Entry Year Program (440)</b>		<b>Ohio Schoolnet Plus (450)</b>	
June 2006	(1,200)	June 2006	(63,901)
March 2006	(195)	March 2006	(63,901)
July 2005	(125)	July 2005	(63,858)
<b>Schoolnet Professional Development (452)</b>		<b>Summer School Subsidy (460)</b>	
June 2006	(8,467)	June 2006	(15,231)
March 2006	(5,892)	March 2006	(11,384)
July 2005	(4,895)	July 2005	(465)
<b>Title VI-B (516)</b>		<b>Title I (572)</b>	
June 2006	(110,468)	June 2006	(21,478)
March 2006	(140,694)	March 2006	(20,872)
July 2005	(125,618)	July 2005	(15,645)
<b>Title VI (573)</b>		<b>Drug Free Schools (584)</b>	
June 2006	(9,003)	June 2006	(4,552)
March 2006	(9,562)	March 2006	(5,642)
July 2005	(9,427)	July 2005	(2,810)
<b>Miscellaneous Federal Grants (599)</b>		<b>Building (004)</b>	
June 2006	(4,779)	June 2006	(283,779)
March 2006	(5,345)	March 2006	(217,288)
July 2005	(5,463)		
<b>District Managed Activities (300)</b>		<b>Preschool (587)</b>	
July	(22,517)	June 2006	(325)
<b>Title II-A (590)</b>		<b>Onenet (451)</b>	
March 2006	(650)	July 2005	(\$3)
July 2005	(\$6,037)		

The District should develop and implement procedures to monitor fund cash balances and related financial activity to avoid negative balances. When expenditures are anticipated to temporarily exceed available resources, the District may consider the use of advances from the General Fund.

## FINDING NUMBER 2006-003

### Noncompliance Citation

**Ohio Rev. Code Section 5705.41(D)** states no contract shall be entered into, and no order shall be issued, involving the expenditure of money unless the accounting officer of the district first certifies that the amount required to meet the expenditure or, in the case of a continuing contract to be performed in whole or in part in a subsequent fiscal year, the amount required to meet the contract in the year in which the contract is made has been lawfully appropriated for the purpose and is in the treasury or in process of collection to the credit of an appropriate fund free from previous encumbrances. Accounts shall be kept in such form as to show at all times the true condition of each appropriation. The Ohio Revised Code does allow the following exceptions to the code:

- 1. Then and Now Certificate:** If the fiscal officer can certify that both at the time that the contract or order was made (“then”), and at the time that the fiscal officer is completing the certification (“now”), that sufficient funds were available or in the process of collection, to the credit of a proper fund, properly appropriated and free from any previous encumbrance, the District can authorize the drawing of a warrant for the payment of the amount due. The District has thirty days from the receipt of the “then and now” certificate to approve payment by ordinance or resolution. Amounts of less than \$3,000 may be paid by the fiscal officer without a resolution or ordinance upon completion of the “then and now” certificate, provided that the expenditure is otherwise lawful. This does not eliminate any otherwise applicable requirement for approval of expenditures by the District.
- 2. Blanket Certificate:** Fiscal officers may prepare “blanket” certificates against any specific line item account over a period not running beyond the current year. The blanket certificates may, but need not, be limited to a specific vendor. Only one blanket certificate may be outstanding at one particular time for any one particular line item appropriation.
- 3. Super Blanket Certificate:** The District may also make expenditures and contracts for any amount from a specific line-item appropriation account in a specified fund upon certification of the fiscal officer for most professional services, fuel, oil, food items, and any other specific recurring and reasonably predictable operating expense. This certification is not to extend beyond the current year. More than one super blanket certificate may be outstanding at a particular time for any one line item appropriation.

The District did not properly certify the availability of funds prior to purchase commitment for 9 out of 60 transactions for a total of \$9,647 or 40% of the dollar amount tested, and there was no evidence that the District followed the aforementioned exceptions. Failure to properly certify the availability of funds could result in misappropriation of monies and negative cash fund balances. Unless the exceptions noted above are used, prior certification is not only required by statute but is a key control in the disbursement process to assure that purchase commitments receive prior approval. To improve controls over disbursements and to help reduce the possibility that District’s funds will exceed budgetary spending limitations, the District should certify that the funds are or will be available prior to the obligation by the District. When prior certification is not possible, “then and now” certification should be used. The most convenient certification method is to use purchase orders that include the certification language ORC 5705.41 (D) requires to authorize disbursements. The fiscal officer should sign the certification prior to the incurrence of a commitment of funds, and only when the requirements of ORC 5705.41 (D) are satisfied, and then post approved purchase commitments to the proper appropriation code to reduce the available appropriation.

#### FINDING NUMBER 2006-004

##### Noncompliance Citation

**Ohio Rev. Code Sections 5705.14-16** set forth the allowances for transfers from one fund of a subdivision to any other fund. However, there are certain exceptions. Generally, money may be transferred from the General Fund to any other fund of the subdivision by resolution of the taxing authority. The District made the following transfers, which did not meet any of the exceptions:

- Transfer from Special Revenue-Latchkey Fund to the General Fund for \$180,000;
- Transfer from Special Revenue-Special Rotary Fund to Agency-Student Managed Activities Fund for \$400;
- Transfer from Agency-Student Managed Activities Fund to the General Fund for \$158;
- Transfer from Agency-Student Managed Activities Fund to Enterprise-Lunchroom Fund for \$68.

The accompanying financial statements have been corrected to properly reflect this activity.

In addition, the Board has delegated its authority to the Treasurer to approve transfers throughout the year, with the Board approving all such transfers at year end. The Board should approve each transfer prior to it being entered into the system and all transfers should comply with the abovementioned Section of the Ohio Revised Code.

#### FINDING NUMBER 2006-005

##### Reportable Condition - Student Activity Forms

The District's student activity programs did not utilize the sales project potential forms for 77% of the activities tested, and purpose statements were not completed 54% of the time. The sales project potential form should be used to account for the income, both actual and projected, from sales projects conducted by student activity programs. The purpose statement should be used to describe the intent of the activity and list anticipated sources of income and expenditures. The omission of these forms does not provide for complete information that sponsors and administrators could utilize to determine if those activities were functioning in accordance with Board policies and the stated program purpose.

The District should develop a policy and implement procedures to require student activities that have fund raisers to complete sales project potential forms and purpose statements for all sales activities. These forms should be reconciled to the Treasurer's records, and then be reviewed by independent personnel to determine the accuracy of the activity records, and after the resolution of any variances, affix their signature as evidence of the review conducted. The District should communicate its policy to all staff and implement procedures to verify compliance with such.

The Auditor of State has developed a handbook titled "Guidelines for developing policies for Student Activity Programs". The District may refer to this guide in developing its policies. The guide may be accessed at [www.auditor.state.oh.us/LocalGovernment/manualsHandbooks](http://www.auditor.state.oh.us/LocalGovernment/manualsHandbooks).

*The officials responsible for the above matters declined to respond to all of the above findings.*

**OAKWOOD CITY SCHOOL DISTRICT  
MONTGOMERY COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS  
JUNE 30, 2006**

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>
2005-001	ORC Sec. 5705.39 – Appropriations exceeded estimated resources.	No	Not Corrected – See finding 2006-001.
2005-002	ORC Sec. 5705.10 – Negative fund balances.	No	Not Corrected – See finding 2006-002.

Oakwood City School District  
Montgomery County, Ohio  
Comprehensive Annual Financial Report  
For the Fiscal Year Ended June 30, 2006

Issued By:  
Treasurer's Office

Kevin Philo  
Treasurer





**OAKWOOD CITY SCHOOL DISTRICT**

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*For the Fiscal Year Ended June 30, 2006*

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**OAKWOOD CITY SCHOOL DISTRICT**

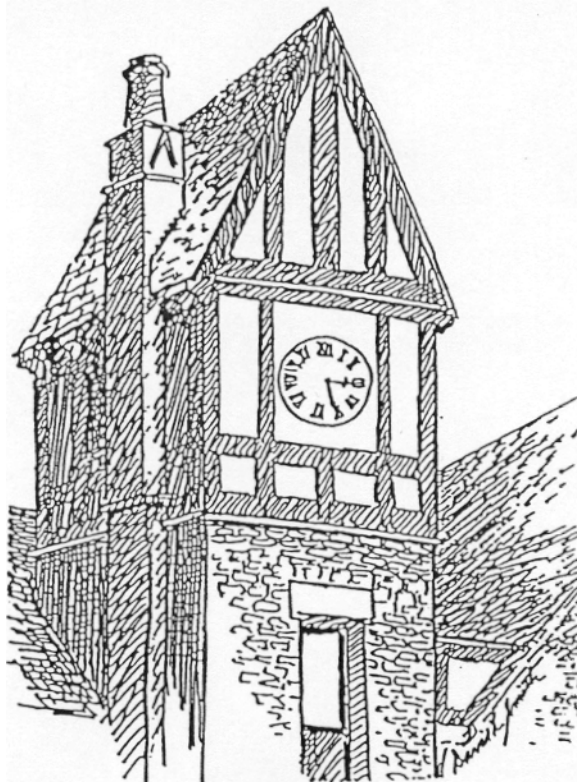
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# **INTRODUCTORY SECTION**



**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**OAKWOOD CITY  
SCHOOL DISTRICT**

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20 RUBICON ROAD, DAYTON, OHIO 45409

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# ***Board of Education***

## ***Oakwood City School District***

20 Rubicon Road, Dayton, OH 45409

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Director of Curriculum and Instruction

December 20, 2006

The Citizens of Oakwood and the Board of Education  
Oakwood City School District

It is my honor to present the Comprehensive Annual Financial Report (CAFR) for the Oakwood City School District. This report provides full disclosures of the financial operations of the School District for the fiscal year ended June 30, 2006. The CAFR, which includes an opinion from the Auditor of State of Ohio, conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for both the accuracy of the data presented, and the completeness and fairness of the presentation, including all disclosures, rests with the management of the School District. To the best of our knowledge and belief, the data presented is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School District. This report will provide the taxpayers, employees, parents, and other parties interested in the operation of the Oakwood City School District with comprehensive financial data in a format which will enable them to gain an understanding of the School District's financial affairs. Copies will be available to the Chamber of Commerce, major commercial and personal property taxpayers, the Wright Public Library, the Oakwood Schools Education Foundation, banking institutions and other interested parties.

The CAFR is composed of three distinct sections. The introductory section includes the title page, table of contents, this letter of transmittal, list of principal officials, an organizational chart, the GFOA Certificate of Achievement For Excellence in Financial Reporting, and the ASBO Certificate of Excellence in Financial Reporting. The financial section includes the independent accountants' report, the basic financial statements and explanatory notes, and the combining statements for nonmajor funds and other schedules that provide detailed information relative to the financial statements. The statistical section includes various tables reflecting social and economic information, financial trends and fiscal capacity of the School District.

### **THE SCHOOL DISTRICT**

The School District is located in the City of Oakwood in Montgomery County. The City of Oakwood is located immediately south of the City of Dayton and adjacent to the University of Dayton. The City of Oakwood encompasses 2.97 square miles and the population is 8,749. Currently, the enrollment at the School District is 2,103.

The citizens of the City of Oakwood have voted in 95.05 mills for operating funds with an effective millage rate of 42.238 as of June 30, 2006. A bond issue of \$20.2 million was approved in November 2002 for the renovation of school facilities. The effective millage of the bond issue was 4.38 as of June 30, 2006.

The Oakwood City School District offers a wide range of courses. The students also have a wide range of extra-curricular activities from which to choose.

### **THE REPORTING ENTITY**

Oakwood City School District has reviewed its reporting entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement Number 14, "The Financial Reporting Entity" and Governmental Accounting Standards Board Statement Number 39, "Determining Whether Certain Organization are Component Units." In evaluating how to define the District for financial reporting purposes, management has considered all funds, departments, boards, organizations, and agencies making up the Oakwood City School District, the primary government. Numerous entities conduct their activities within the School District's boundaries but these entities have been excluded from the financial statements. The School District cannot legally access their resources; the School District has no obligation to finance deficits or provide financial support to them; and the School District is not obligated for their debts.

### **SERVICES PROVIDED**

The School District provides a wide variety of instruction and support services as mandated by state statute or public desire. These services include regular instruction, special instruction, vocational instruction, student guidance services, and extracurricular activities. Support services are necessary to complete the educational process. These services include administration, technical, and other community services. Other activities include uniform school supply sales, food service operation, and a latchkey program. Uniform school supply sales consist of workbooks used by the students. The food service operation provides an opportunity for the children to receive a hot meal every school day, and the latchkey program provides care for School District students before and after school, during the summer, and during winter and spring breaks.

### **ORGANIZATION OF THE SCHOOL DISTRICT**

The first official body designated as the Oakwood City Board of Education was formed in 1907. Statutorily, the School District operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code for the purpose of providing educational services authorized by charter and further mandated by State and/or Federal Agencies.

A five member Board of Education serves as the taxing authority, contracting body and policy maker for the School District. The Board adopts the annual operating budget and approves all expenditures of School District funds.

The Superintendent is the chief administrative officer of the School District, responsible for both education and support operations. The Treasurer is the chief fiscal officer of the School District, responsible for maintaining records of all financial matters, issuing warrants for payment of liabilities incurred by the School District, and investing funds as specified by Ohio law.



## **ECONOMIC CONDITION AND OUTLOOK**

The City of Oakwood consists of approximately 93 percent residential properties. No industrial operations are permitted within the city. Many of the residents are involved in business and professional careers. Given this fact, residential property values, which are the basis for most of the Oakwood City School District's revenues, have significantly increased in the past. The School District, along with many other public schools in the state, relies heavily on local property tax as a primary source of funds. Ohio law limits the growth in real estate revenues by reducing millage as assessed values increase following re-appraisals. Consequently, revenues generated from each levy remain relatively constant. As a result, the District must periodically seek additional funding from its taxpaying constituents. While statewide, voters have proved reluctant to increase their property taxes, the Oakwood City School District has received positive support from its taxpayers. The economic condition of the School District remains very strong and is projected to remain as such.

## **MAJOR INITIATIVES AND ACCOMPLISHMENTS FOR THE SCHOOL DISTRICT**

Major accomplishments at Oakwood City Schools are nothing new to this School District. The Oakwood City School District prides itself on being one of the top performing public school districts in the State of Ohio and is working to continue that tradition. Some interesting facts about the District are:

- In 2006, the Oakwood City School District was one of a very few in the State of Ohio to meet all 27 of 27 State Indicators of Excellence.
- Five year postgraduate surveys indicate that over 90 percent of Oakwood graduates complete college.
- The dropout rate for Oakwood students is less than two percent per year.
- Over 80 percent of the secondary students participate in sports or co-curricular activities.
- The percentages of students passing the ninth grade proficiency tests are consistently one of the tops in the state.
- The School District voters in May 2002 approved a 6 mill operating levy with 69 percent approval. In November 2002, the Oakwood voters approved a 20.2 million dollar bond issue for facility additions and improvements with 65 percent of the vote and also passed a Permanent Improvement Renewal levy with 72 percent approval. In November 2004, the Oakwood voters approved a 5.50 mill operating levy with 60 percent approval. The voters in Oakwood have consistently valued excellent education and shown their overwhelming support at the polls.
- The School District opened up their newest building in August 2000 for kindergarten, latchkey and preschool programs due to a generous \$1,000,000 donation by an alum in the summer of 2000.
- The School District built an ornamental garden complete with bronze statues to honor a long time educator, built a fiber optic infrastructure and upgraded technology throughout the District due to a generous \$1,000,000 donation by an alum in the summer of 2001.

## **ACCOUNTING, INTERNAL CONTROL AND FINANCIAL REPORTING**

### **Internal Accounting and Budgetary Control**

The School District's accounting system is organized on a "fund" basis. Each fund is a self-balancing accounting entity. In developing the School District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

At the beginning of each fiscal year, the Board of education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation is first adopted, the permanent appropriation measure must be adopted once the County Auditor has completed the tax duplicate for the upcoming calendar year, which is usually within the first three months of the fiscal year.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates. State law permits the School District to make adjustments to estimated revenues and appropriations at any time prior to year-end.

All disbursements and transfers of cash between funds require appropriation authority from the Board of Education. Budgets for each of the different funds are controlled at various levels within each fund. All purchase order requests must be approved by the individual program managers and certified by the Treasurer, necessary funds are then encumbered and purchase orders released to vendors.

The accounting system used by the School District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any supplemental appropriations made to date.

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

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

## **FINANCIAL CONDITION**

The School District has prepared its financial statements in accordance with GASB Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments". GASB 34 created basic financial statements for reporting on the School District's financial activities as follows:

**Government-wide financial statements** – These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by many businesses.

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

**Statement of budgetary comparisons** – This statement presents comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As part of this new reporting model, management is responsible for preparing a Management Discussion and Analysis of the District. This discussion is located in the financial section of this report following the audit opinion, and provides an assessment of the District finances for fiscal year 2006.

### **CASH MANAGEMENT**

The Board of Education has an aggressive cash management program, which consists of expediting the receipt of revenues and prudently depositing available cash in financial institutions where it is collateralized by obligations of the United States Government or the State of Ohio or insured by the Federal Deposit Insurance Corporation. The total amount of interest earned in the General Fund was \$109,875 for the year ended June 30, 2006. The figure in the General Fund is lower than in the previous fiscal year due to less cash on hand for investment purposes. Also, various nonmajor governmental funds received interest of \$3,955.

The Federal Deposit Insurance Corporation as well as qualified securities pledged by the institution holding the assets provides protection of the School District's deposits. By law, financial institutions may establish a collateral pool to cover all public deposits. The face value of the pooled collateral must equal at least 105 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

### **RISK MANAGEMENT**

The School District constantly faces the risk of loss of assets by fire, storm, theft, accident or other catastrophes. Generally, the School District shifts the burden of such losses by entering into a casualty insurance contract whereby an insurance company, in consideration of a premium payment, assumes the risk of all or a portion of these losses. The Indiana Insurance Agency provides property insurance coverage. Indiana Insurance also provides general liability insurance and vehicle insurance coverage.

The School District is a member of the Ohio School Boards Association Workers' Compensation Group Rating Plan, which has reduced the yearly State Workers' Compensation rate.

### **INDEPENDENT AUDIT**

Provisions of State statute require that the School District's financial statements be subjected to an annual audit by an independent auditor. Those provisions have been satisfied, and the opinion of the Auditor of State's office is included herein.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education agencies in Ohio. The School District adopted and has been in conformance with that system effective with its annual financial report since the 1979 calendar year.

## **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 Oakwood City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2005.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose content conforms to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. This was the ninth year that the School District has received this prestigious award. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA for review.

### **ASBO Certificate**

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2005, to the Oakwood City School District.

This award certifies that the Comprehensive Annual Financial Report substantially conformed to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. The award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials. This was the ninth year that the School District has received this prestigious award.

Management believes that the Comprehensive Annual Financial Report for the current year, which will be submitted to ASBO for review, will again conform to ASBO's principles and standards.

## **ACKNOWLEDGMENTS**

The publication of this tenth Comprehensive Annual Financial Report for the Oakwood City School District is a major step in reinforcing the accountability of the School District to the taxpayers of the community.

We wish to express appreciation to the members of the Oakwood City School District Board of Education for supporting us in this endeavor and to the staff of the Treasurer's Office and various administrators and employees of the Oakwood City School District who contributed their time and effort to complete this project.

As always, a special thank you is given to the taxpayers, voters, parents and community, who demonstrate their continuing faith in the Oakwood City School District.

Respectfully Submitted,

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Kevin S. Philo, Treasurer

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Dr. Mary Jo Scalzo, Superintendent

OAKWOOD CITY SCHOOL DISTRICT  
MONTGOMERY COUNTY, OHIO  
LIST OF PRINCIPAL OFFICIALS  
June 30, 2006

Elected Officials

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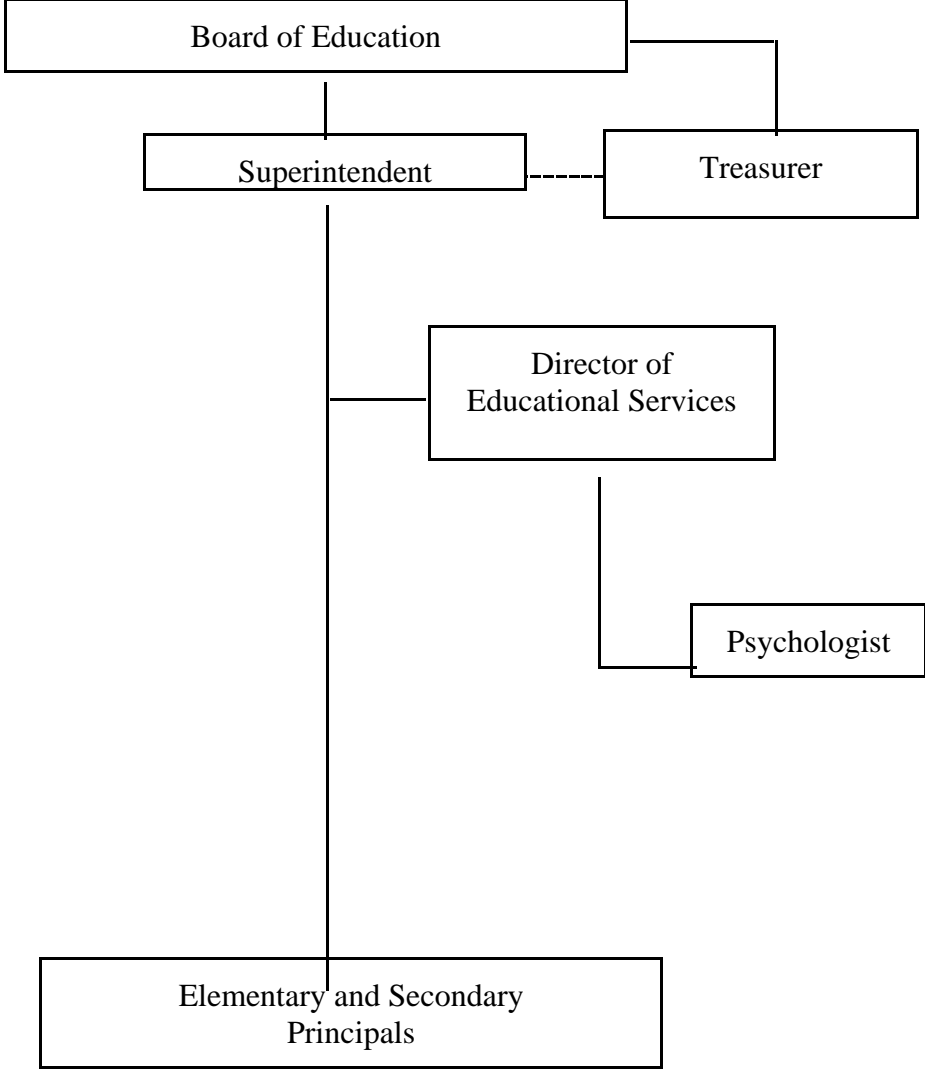
President, Board of Education ..... Beth Merritt  
Board Member ..... Elizabeth Reger  
Board Member ..... Debra Hershey  
Board Member ..... Dr. James Uphoff  
Board Member ..... Dr. Paul Vanderburgh

Administrative Officials

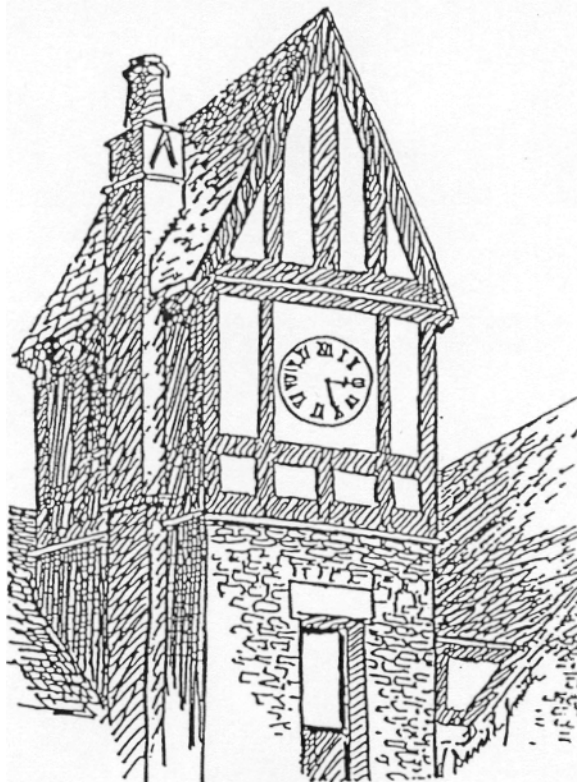
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Superintendent ..... Dr. Mary Jo Scalzo  
Treasurer ..... Kevin Philo  
Director of Educational Services ..... Kathleen Bartalo  
Director of Curriculum ..... Kimberly Kappler

**ORGANIZATIONAL CHART**



# **FINANCIAL SECTION**



**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**OAKWOOD CITY  
SCHOOL DISTRICT**

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**20 RUBICON ROAD, DAYTON, OHIO 45409**

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## Auditor of State Betty Montgomery

### INDEPENDENT ACCOUNTANTS' REPORT

Oakwood City School District  
Montgomery County  
20 Rubicon Road  
Dayton, Ohio 45409

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 Oakwood City School District, Montgomery County, Ohio (the District), as of and for the year ended June 30, 2006, 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 Oakwood City School District, Montgomery County, Ohio, as of June 30, 2006, and the respective changes in financial position thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2006, 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.

The Management's Discussion and Analysis is not a required part of the basic financial statements but is 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.

One First National Plaza / 130 W. Second St. / Suite 2040 / Dayton, OH 45402  
Telephone: (937) 285-6677 (800) 443-9274 Fax: (937) 285-6688  
[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 non-major 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 non-major fund 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.

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 20, 2006

**OAKWOOD CITY SCHOOL DISTRICT**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2006*  
*(Unaudited)*

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The discussion and analysis of the Oakwood City School District's financial performance provides an overview and analysis of the School District's financial activities for the fiscal year ended June 30, 2006. The intent of this discussion and analysis is to look at the District's financial performance as a whole. Readers should also review our letter of transmittal, notes to the basic financial statements and the financial statements themselves to enhance their understanding of the School District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standard Board (GASB) in their Statements No. 34 "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Government" issued in June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

**Financial Highlights**

- ▶ The assets of Oakwood City School District exceeded its liabilities at June 30, 2006 by \$784,335. Of this amount, \$3,363,450 represents the total of capital assets net of related debt and net asset amounts restricted for specific purposes. The remaining deficit amount represents unrestricted net assets.
- ▶ In total, net assets of governmental activities decreased by \$797,406, which represents a 50.41 percent decrease from 2005.
- ▶ General revenues accounted for \$19,486,861 or 91.04 percent of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$1,917,474 or 8.96 percent of total revenues of \$21,404,335.
- ▶ The School District had \$22,219,466 in expenses related to governmental activities; only \$1,917,474 of these expenses were offset by program specific charges for services and sales, grants or contributions. General revenues (primarily taxes and grants and entitlements) and special items of \$19,504,586 and \$1,581,741 of net assets from prior years were utilized to provide for these programs.
- ▶ The School District recognizes two major governmental funds: the General Fund and the Bond Retirement Fund. In terms of dollars received and spent, the General Fund is significantly larger than all the other funds of the School District combined. The General Fund had \$18,501,427 in revenues and \$19,168,737 in expenditures in fiscal year 2006.

**Using this Annual Report**

This annual report consists of a series of financial statements and notes to those statements. These statements are presented following the requirements of GASB Statement No. 34, and are organized so the reader can understand Oakwood City School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2006*  
(Unaudited)

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This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. The School District's basic financial statements are comprised of three components: the government-wide financial statements, fund financial statements and notes to the basic financial statements.

## **Reporting the School District as a Whole**

### **Government-Wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the School District's finances, in a manner similar to private-sector business. The Statement of Net Assets and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances.

The Statement of Net Assets presents information on all of the School District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases and decreases in net assets are important because they serve as a useful indicator of whether the financial position of the School District as a whole is improving or deteriorating. The cause of this change may be the result of several factors, some financial and some not. Nonfinancial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required but unfunded educational programs, and other factors. Ultimately, the School District's goal is to provide services to our students, not to generate profits as commercial entities do.

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

In both of the government-wide financial statements, the School District activities are shown as Governmental Activities. All of the School District's programs and services are reported here including instructional services, support services and operation of non-instructional services. These services are funded primarily by taxes, tuition and fees, and intergovernmental revenues including federal and state grants and other shared revenues.

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

### **Fund Financial Statements**

The analysis of the School District's major funds begins on page 18. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General and Bond Retirement Funds.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2006*  
*(Unaudited)*

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A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objective. The School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the School District can be divided into one of two categories: governmental funds and fiduciary funds.

**Governmental Funds**

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

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

**Fiduciary Funds**

The School District's only fiduciary fund is an agency fund. We exclude these activities from the School District's other financial statements because the School District cannot use these assets to finance its operations. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Fiduciary funds use the accrual basis of accounting.

**Notes to the Basic Financial Statements**

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

**OAKWOOD CITY SCHOOL DISTRICT**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2006*  
(Unaudited)

**Government-Wide Financial Analysis**

Recall that the Statement of Net Assets provides the perspective of the School District as a whole, showing assets, liabilities, and the difference between them (net assets). Table 1 provides a summary of the School District's net assets for 2006 compared to fiscal year 2005:

Table 1  
**Net Assets**

	<u>Governmental Activities</u>	
	2006	2005
<u><b>Assets:</b></u>		
Current and Other Assets	\$14,898,407	\$16,112,886
Capital Assets, Net	22,119,845	21,867,295
<i>Total Assets</i>	37,018,252	37,980,181
<u><b>Liabilities:</b></u>		
Long-Term Liabilities	20,070,116	20,535,677
Other Liabilities	16,163,801	15,862,763
<i>Total Liabilities</i>	36,233,917	36,398,440
<u><b>Net Assets:</b></u>		
Invested in Capital Assets, Net of Related Debt	3,064,845	2,472,295
Restricted	298,605	813,057
Unrestricted	(2,579,115)	(1,703,611)
<i>Total Net Assets</i>	\$784,335	\$1,581,741

Current assets decreased \$1,214,479 from fiscal year 2005 due to a decrease in cash and cash equivalents held by the District, which is the result of payments made for construction costs. Capital assets increased by \$252,550 as a result of the construction in progress for the current year renovation of school facilities.

Other (current) liabilities increased \$301,038 as a result of a decrease in contracts payable for the renovation of school facilities.

Long-term liabilities decreased by \$465,561 due to the retirement of principal on general obligation debt.

The School District's largest portion of net assets is related to invested in capital assets, net of related debt. The School District used these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the School 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 capital assets themselves cannot be used to pay these liabilities.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2006*  
(Unaudited)

The School District's smallest portion of net assets is unrestricted, and carries a deficit balance of \$2,579,115.

The remaining balance of \$298,605 is restricted assets. The restricted net assets are subject to external restrictions on how they may be used.

Table 2 shows the changes in net assets for fiscal year 2006 and provides a comparison to fiscal year 2005.

Table 2  
**Changes in Net Assets**

	Governmental Activities	
	2006	2005
<b><u>Revenues:</u></b>		
<i>Program Revenue:</i>		
Charges for Services and Sales	\$967,724	\$808,265
Operating Grants and Contributions	949,750	500,778
Capital Grants and Contributions	0	15,960
<i>General Revenue:</i>		
Property Taxes	12,509,019	14,199,885
Unrestricted Grants and Entitlements	6,734,165	6,864,276
Unrestricted Contributions	0	47,534
Investment Earnings	113,830	113,948
Miscellaneous	129,847	191,763
<i>Total Revenues</i>	21,404,335	22,742,409
<b><u>Expenses:</u></b>		
<i>Program Expenses:</i>		
<i>Instruction:</i>		
Regular	10,987,484	10,471,342
Special	2,011,620	1,644,455
Other	223,958	196,976

(Continued)

**OAKWOOD CITY SCHOOL DISTRICT**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2006*  
(Unaudited)

Table 2  
**Changes in Net Assets**

	Governmental Activities	
	2006	2005
<i>Support Services:</i>		
Pupil	1,182,228	1,369,213
Instructional Staff	438,128	437,259
Board of Education	20,338	45,401
Administration	1,598,287	1,552,529
Fiscal	663,969	584,718
Business	1,129	0
Operation and Maintenance of Plant	1,766,821	1,751,829
Pupil Transportation	162,013	83,237
Central	595,828	678,047
<i>Operation of Non-Instructional Services:</i>		
Food Service	274,396	186,158
Latchkey	397,346	182,726
Other	36,891	74,614
Extracurricular Activities	958,697	767,000
Interest and Fiscal Charges	900,333	904,992
<i>Total Expenses</i>	<u>22,219,466</u>	<u>20,930,496</u>
<i>Excess Before Special Item</i>	(815,131)	1,811,913
Special Item – Contribution to Permanent Fund	17,725	2,968
<i>Change in Net Assets</i>	(797,406)	1,814,881
Net Assets – Beginning of Year	<u>1,581,741</u>	<u>(233,140)</u>
Net Assets – End of Year	<u>\$784,335</u>	<u>\$1,581,741</u>



**OAKWOOD CITY SCHOOL DISTRICT**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2006*  
(Unaudited)

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The most significant program expenses for the School District are Regular Instruction, Special Instruction, Operation and Maintenance of Plant, Administration and Pupil. These programs account for 78.96 percent of the total governmental activities. Regular Instruction, which accounts for 49.45 percent of the total, represents costs associated with providing general educational services. Special Instruction, which represents 9.05 percent of the total, represent costs associated with providing educational services for handicapped, disadvantaged and other special needs students. Operation and Maintenance of Plant, which represents 7.95 percent of the total, represent costs associated with operating and maintaining the School District's facilities. Administration, which represents 7.19 percent of the total, represents costs associated with the overall administrative responsibility for each building and the School District as a whole. Pupil, which represents 5.32 percent of the total cost, represents costs associated with activities designed to assess and improve the well-being of pupils and supplement the teaching process.

The majority of the funding for the most significant programs indicated above is from property taxes and grants and entitlements not restricted for specific programs. Property taxes and grants and entitlements not restricted for specific programs accounts for 89.90 percent of total revenues.

As noted previously, the net assets for the governmental activities decreased \$797,406. This is a change from last year when net assets increased \$1,814,881. Total revenues decreased \$1,338,074 or 5.88 percent under last year and expenses increased \$1,288,970 or 6.16 percent over last year.

The District had program revenue increases of \$592,471, as well as decreases in general revenues of \$1,930,545. The increase in program revenue is primarily due to an increase in operating grants and contributions during fiscal year 2006. There was one significant decrease in general revenues. Property taxes decreased \$1,690,866 or 11.91 percent due to the increase in the deferred revenue for taxes receivable for fiscal year 2006.

The total expenses for governmental activities increased primarily as a result of regular instruction and special instruction. The remaining portion of the increase in expenses is due to increases to salaries and fringe benefits.

### **Governmental Activities**

Over the past several fiscal years, the School District has remained in stable financial condition. This has been accomplished through strong voter support and good fiscal management. The School District is heavily dependent on property taxes and, like most Ohio schools, is hampered by a lack of revenue growth. Property taxes made up 58.44 percent of the total revenue of governmental activities in fiscal year 2006.

The Ohio Legislature passed H.B. 920 (1976) and changed the way property taxes function in the State. The overall revenue generated by a levy will not increase solely as a result of inflation. As an example, the School District would receive from a home valued at \$100,000 and taxed at 1.0 mill, \$35.00 annually. If three years later the home were reappraised and the value increased to \$200,000 (and this increase in value is comparable to other property owners) the effective tax rate would become 0.5 mill and the School District would still receive \$35.00 annually. Therefore, the School District must regularly return to the voters to maintain a constant level of service.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2006*  
*(Unaudited)*

The School District's 1.8 mill Permanent Improvement Levy is an important piece of the financial picture. It funds not only facility maintenance and upkeep issues but also provides the bulk of the School District's technology needs and a large percentage of the State's set-aside requirements for both textbooks and instructional materials and capital improvements. The 5-year levy was first passed by School District voters in 1992 and has been approved twice, the last time in 2002.

The School District voters also approved a bond retirement tax levy for 4.95 mills. It was passed in November 2002 as part of a \$20,200,000 bond issue for facility improvements. This levy generates approximately \$1.4 million dollars in revenue for debt service payments.

Instruction accounts for 59.51 percent of governmental activities program expenses. Support services expenses make up 28.93 percent of governmental activities expenses. The Statement of Activities shows the cost of program services and charges for services and grants offsetting those services.

Table 3 shows, for governmental activities, the total cost of services and the net cost of services for fiscal year 2006 compared with fiscal year 2005. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 3  
**Net Cost of Governmental Activities**

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
	2006	2006	2005	2005
<i>Program Expenses:</i>				
Instruction	\$13,223,062	\$12,305,482	\$12,312,773	\$11,840,549
Support Services	6,428,741	6,266,142	6,502,233	6,355,197
Operation of Non-Instructional Services	708,633	131,027	443,498	(51,923)
Extracurricular Activities	958,697	699,008	767,000	556,678
Interest and Fiscal Charges	900,333	900,333	904,992	904,992
Total Expenses	<u>\$22,219,466</u>	<u>\$20,301,992</u>	<u>\$20,930,496</u>	<u>\$19,605,493</u>

**The School District's Funds**

The School District's governmental funds are accounted for using the modified accrual basis of accounting. (See Note 2 for discussion of significant accounting policies). All governmental funds had total revenues and other financing sources of \$22,738,769 and expenditures and other financing uses of \$24,205,935.

Total fund balance for governmental funds decreased by \$1,467,166. This decrease is due primarily to a decrease in the Bond Retirement Fund of \$1,222,207, which is the result of transfers made to the General Fund to pay debt of that fund. The General Fund had an increase of \$583,599 in the fund balance, which is due to the receipt of the transfers from the Bond Retirement Fund.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2006*  
*(Unaudited)*

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**Budget Highlights - General Fund**

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

During the course of fiscal year 2006, the School District made one amendment to its General Fund budget. The School District uses a modified site-based budget technique that is designed to control site budgets while providing building administrators and supervisors' flexibility for site management.

The School District prepares and monitors a detailed cashflow plan for the General Fund. Actual cashflow is compared to monthly and year-to-date estimates, and a monthly report is prepared for top management and the Board of Education.

For the General Fund, the final budget basis revenue was \$20,025,089 representing a change of \$6,304,238 from the original budget estimates of \$13,720,851. As a result, the actual revenue exceeded the final budget estimate of revenue by \$254,250 or 1.27 percent.

For the General Fund, the final budget basis expenditures were \$20,374,091 representing a \$257,700 amendment made by the School District that decreased the original budget estimates. However, the actual expenditures were \$517,724 less than the final budget estimate of expenditures due to the strict control of expenditures by management of the School District.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2006*  
(Unaudited)

**Capital Assets and Debt Administration**

**Capital Assets**

At the end of fiscal year 2006, the School District had \$28.1 million invested in land, buildings and improvements, furniture and equipment, and vehicles, of which all was in governmental activities. That total carries an accumulated depreciation of \$6.0 million. Table 4 shows fiscal year 2006 balances compared to fiscal year 2005.

Table 4  
**Capital Assets & Accumulated Depreciation at June 30, 2006**

	<u>Governmental Activities</u>	
	<u>2006</u>	<u>2005</u>
<i>Nondepreciable Capital Assets:</i>		
Land	\$488,237	\$488,237
Construction in Progress	20,045,282	19,610,039
<i>Depreciable Capital Assets:</i>		
Buildings and Improvements	4,009,769	4,008,910
Furniture and Equipment	3,561,716	3,596,571
Vehicles	11,224	11,224
<i>Total Capital Assets</i>	<u>28,116,228</u>	<u>27,714,981</u>
<i>Less Accumulated Depreciation:</i>		
Buildings and Improvements	3,037,727	3,025,585
Furniture and Equipment	2,950,065	2,813,606
Vehicles	8,591	8,495
<i>Total Accumulated Depreciation</i>	<u>5,996,383</u>	<u>5,847,686</u>
Capital Assets, Net	<u><u>\$22,119,845</u></u>	<u><u>\$21,867,295</u></u>

More detailed information pertaining to the School District's capital asset activity can be found in Note 9 of the notes to the basic financial statements.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2006*  
*(Unaudited)*

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**Debt Administration**

At June 30, 2006, the School District had \$19,061,984 in bonds outstanding with \$425,279 due within one year. Table 5 summarizes the long-term bonds outstanding for fiscal year 2006 compared to fiscal year 2005.

Table 5  
**Outstanding Debt, Governmental Activities at Year End**

Purpose	2006	2005
Facility Renovation	\$19,055,000	\$19,395,000
Issuance Premiums on Bonds	6,984	7,263
Total	<u>\$19,061,984</u>	<u>\$19,402,263</u>

More detailed information pertaining to the School District's long-term debt activity can be found in Note 15 of the notes to the basic financial statements.

**Current Issues**

Although considered a mid-wealth district, Oakwood City School District is financially stable, and has been over the past several years. As indicated in the preceding financial information, the School District is heavily dependent on property taxes. Property tax revenue does not increase solely as a result of inflation. Therefore, in the long-term, the current program and staffing levels will be dependent on increased funding to meet inflation. Careful financial planning and the passage of a building levy have permitted the School District to provide a quality education for our students along with renovated facilities for the future.

In the spring of 2002, the Ohio Supreme Court issued its fourth split decision regarding the State's school funding plan. The majority opinion identified aspects of the current plan that require modification if the plan is to be considered constitutional. However, in December of 2002 the Court again ruled in a split decision that the State's plan was not acceptable. The Ohio Supreme Court had two new Justices beginning in calendar year 2003 and another in calendar year 2006 and the new court may be called upon to address the issue. At this time there can be no reasonable estimate of the decision or its impact on school funding.

As of the date of these financial statements, the School District is unable to determine what effect, if any, this decision will have on its future State funding and on its financial statements.

The State Legislature has also made several significant changes impacting local taxes:

In 2004 the Ohio Legislature modified the provisions of the 1999 HB283. This bill was designed to reduce the assessed valuation of the inventory component of personal property tax from 25 percent to 0 percent by 2031. The modification speeds up the reduction of assessed valuation to be completed in half the original time.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2006*  
*(Unaudited)*

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Effective January 1, 2001 non-municipal owned electric utilities and rural co-ops were deregulated in the State of Ohio. All electric company personal property was reduced from 100 percent assessed value (from 50 percent for rural co-ops) to 25 percent. (Distribution and transmission of personal property will continue to be assessed at 88 percent.) This significantly reduced revenues to certain school districts and moderately affects others.

Effective May 1, 2001 a kilowatt hour (KWH) tax began being collected. 37.8 percent of these new dollars would be deposited in a new Property Tax Replacement Fund (PTRF). 70 percent of the PTRF will be paid to school districts that lost revenue as determined by the Ohio Department of Taxation. First, distribution will be made to cover costs of fixed sum levies such as debt issues and emergency levies. Next, fixed rate levies would be replaced from 2002 through 2006; after this a phase out formula would begin.

The Oakwood City School District does not anticipate any meaningful growth or loss in revenue as a result of these changes. Based on these factors, the Board of Education and the administration of the District must maintain careful financial planning and prudent fiscal management in order to preserve the financial stability of the School District.

The Oakwood City School District has committed itself to the highest standards of financial excellence for several years. The District has prepared a Comprehensive Annual Financial Report (CAFR) since fiscal year 1997 and has received the Government Finance Officers Association Certificate of Achievement for Excellence each year since. The commitment continues with this financial report using GASB Statement No. 34 reporting model.

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

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it received. If you have any questions about this report or need additional information, contact Kevin S. Philo, Treasurer of Oakwood City School Board of Education, 20 Rubicon Road, Oakwood, OH 45409.

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**OAKWOOD CITY SCHOOL DISTRICT**

*Statement of Net Assets*

*June 30, 2006*

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	<u>Governmental Activities</u>
<b><u>Assets:</u></b>	
Equity in Pooled Cash and Cash Equivalents	\$1,216,605
Cash and Cash Equivalents with Fiscal Agent	2,468
Property Taxes Receivable	13,649,681
Intergovernmental Receivable	27,964
Inventory Held for Resale	1,689
Nondepreciable Capital Assets	20,533,519
Depreciable Capital Assets, Net	<u>1,586,326</u>
<i>Total Assets</i>	<u>37,018,252</u>
<b><u>Liabilities:</u></b>	
Accounts Payable	163,780
Accrued Wages and Benefits	1,484,817
Contracts Payable	41,025
Intergovernmental Payable	610,584
Accrued Interest Payable	76,599
Matured Compensated Absences Payable	71,199
Deferred Revenue	12,811,597
Notes Payable	904,200
<i>Long-Term Liabilities:</i>	
Due Within One Year	599,936
Due In More Than One Year	<u>19,470,180</u>
<i>Total Liabilities</i>	<u>36,233,917</u>
<b><u>Net Assets:</u></b>	
Invested in Capital Assets, Net of Related Debt	3,064,845
<i>Restricted for:</i>	
Capital Outlay	9,992
Other Purposes	181,828
<i>Permanent Fund Purpose:</i>	
Expendable	86,785
Nonexpendable	20,000
Unrestricted	<u>(2,579,115)</u>
<i>Total Net Assets</i>	<u><u>\$784,335</u></u>

See accompanying notes to the basic financial statements.



**OAKWOOD CITY SCHOOL DISTRICT**

*Statement of Activities*

*For the Fiscal Year Ended June 30, 2006*

	Program Revenues			Net (Expense)
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Revenue and Changes in Net Assets
<b><u>Governmental Activities:</u></b>				
<i>Instruction:</i>				
Regular	\$10,987,484	\$152,762	\$67,780	(\$10,766,942)
Special	2,011,620	0	677,721	(1,333,899)
Other	223,958	0	19,317	(204,641)
<i>Support Services:</i>				
Pupil	1,182,228	23,340	12,808	(1,146,080)
Instructional Staff	438,128	0	59,481	(378,647)
Board of Education	20,338	0	0	(20,338)
Administration	1,598,287	0	0	(1,598,287)
Fiscal	663,969	0	0	(663,969)
Business	1,129	0	0	(1,129)
Operation and Maintenance of Plant	1,766,821	0	0	(1,766,821)
Pupil Transportation	162,013	0	38,810	(123,203)
Central	595,828	5,769	22,391	(567,668)
<i>Operation of Non-Instructional Services:</i>				
Food Services	274,396	235,788	40,035	1,427
Latchkey	397,346	299,334	0	(98,012)
Other	36,891	0	2,449	(34,442)
Extracurricular Activities	958,697	250,731	8,958	(699,008)
Interest and Fiscal Charges	900,333	0	0	(900,333)
<b>Total Governmental Activities</b>	<b>\$22,219,466</b>	<b>\$967,724</b>	<b>\$949,750</b>	<b>(20,301,992)</b>

**General Revenues and Special Item:**

*Property Taxes Levied for:*

General Purposes	11,261,724
Capital Outlay	190,932
Debt Service	1,056,363
Grants and Entitlements not Restricted to Specific Programs	6,734,165
Investment Earnings	113,830
Miscellaneous	129,847

*Total General Revenue* 19,486,861

Special Item - Contribution to Permanent Fund 17,725

*Total General Revenues and Special Item* 19,504,586

Change in Net Assets (797,406)

*Net Assets at Beginning of Year* 1,581,741

*Net Assets at End of Year* \$784,335

See accompanying notes to the basic financial statements.

**OAKWOOD CITY SCHOOL DISTRICT**

*Balance Sheet  
Governmental Funds  
June 30, 2006*

	General	Bond Retirement	Other Governmental Funds	Total Governmental Funds
<b><u>Assets:</u></b>				
Equity in Pooled Cash and Cash Equivalents	\$807,343	\$0	\$409,262	\$1,216,605
<i>Cash and Cash Equivalents:</i>				
With Fiscal Agents	2,468	0	0	2,468
Property Taxes Receivable	12,238,685	1,203,862	207,134	13,649,681
Intergovernmental Receivable	0	0	27,964	27,964
Interfund Receivable	4,531,497	0	0	4,531,497
Inventory Held for Resale	0	0	1,689	1,689
<i>Total Assets</i>	<u>\$17,579,993</u>	<u>\$1,203,862</u>	<u>\$646,049</u>	<u>\$19,429,904</u>
<b><u>Liabilities and Fund Balances:</u></b>				
<b><u>Liabilities:</u></b>				
Accounts Payable	\$120,187	\$0	\$43,593	\$163,780
Accrued Wages and Benefits	1,444,199	0	40,618	1,484,817
Contracts Payable	0	0	41,025	41,025
Intergovernmental Payable	559,943	0	50,641	610,584
Interfund Payable	0	3,931,765	599,732	4,531,497
Accrued Interest Payable	1,423	0	0	1,423
Matured Compensated Absences Payable	66,547	0	4,652	71,199
Deferred Revenue	11,645,290	1,142,000	218,199	13,005,489
Notes Payable	904,200	0	0	904,200
<i>Total Liabilities</i>	<u>14,741,789</u>	<u>5,073,765</u>	<u>998,460</u>	<u>20,814,014</u>
<b><u>Fund Balances:</u></b>				
Reserved for Encumbrances	462,973	0	701,252	1,164,225
Reserved for Property Taxes	593,395	61,862	9,912	665,169
Reserved for Contributions	0	0	20,000	20,000
<i>Unreserved, Undesignated, Reported in:</i>				
General Fund	1,781,836	0	0	1,781,836
Special Revenue Funds	0	0	(283,870)	(283,870)
Debt Service Fund	0	(3,931,765)	0	(3,931,765)
Capital Projects Funds	0	0	(886,490)	(886,490)
Permanent Fund	0	0	86,785	86,785
<i>Total Fund Balances (Deficits)</i>	<u>2,838,204</u>	<u>(3,869,903)</u>	<u>(352,411)</u>	<u>(1,384,110)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$17,579,993</u>	<u>\$1,203,862</u>	<u>\$646,049</u>	<u>\$19,429,904</u>

See accompanying notes to the basic financial statements.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Reconciliation of Total Governmental Fund Balances to  
 Net Assets of Governmental Activities  
 June 30, 2006*

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<b>Total Governmental Funds Balances</b>		(\$1,384,110)
 <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.		22,119,845
Some of the District's receivables will be collected after fiscal year-end, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds. These receivables consist of:		
Property taxes	172,915	
Intergovernmental revenue	<u>20,977</u>	
Total receivables that are not reported in the funds		193,892
Some liabilities are not due and payable in the current period and therefore are not reported in the funds. These liabilities consist of:		
General obligation bonds	(19,055,000)	
Premium on issuance of bonds	(6,984)	
Accrued interest on bonds	(75,176)	
Compensated absences	<u>(1,008,132)</u>	
Total liabilities that are not reported in the funds		<u>(20,145,292)</u>
 <i>Net Assets of Governmental Activities</i>		 <u><u>\$784,335</u></u>

See accompanying notes to the basic financial statements.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Governmental Funds*  
*For the Fiscal Year Ended June 30, 2006*

	General	Bond Retirement	Other Governmental Funds	Total Governmental Funds
<b><u>Revenues:</u></b>				
Property Taxes	\$11,315,431	\$1,060,159	\$191,887	\$12,567,477
Intergovernmental	6,968,198	156,380	511,207	7,635,785
Interest	109,875	0	3,955	113,830
Tuition and Fees	79,073	0	73,689	152,762
Extracurricular Activities	0	0	279,840	279,840
Rent	1,139	0	0	1,139
Charges for Services	0	0	235,788	235,788
Contributions and Donations	0	0	57,089	57,089
Miscellaneous	27,711	0	400,331	428,042
<i>Total Revenues</i>	<u>18,501,427</u>	<u>1,216,539</u>	<u>1,753,786</u>	<u>21,471,752</u>
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular	10,301,545	0	210,699	10,512,244
Special	1,737,084	0	261,927	1,999,011
Other	223,958	0	0	223,958
<i>Support Services:</i>				
Pupil	1,144,477	0	44,059	1,188,536
Instructional Staff	339,035	0	83,856	422,891
Board of Education	20,338	0	0	20,338
Administration	1,592,624	0	5,714	1,598,338
Fiscal	642,901	0	2,609	645,510
Business	1,129	0	0	1,129
Operation and Maintenance of Plant	1,758,136	0	0	1,758,136
Pupil Transportation	162,013	0	0	162,013
Central	559,958	0	28,959	588,917
Operation of Non-Instructional Services	18,646	0	697,344	715,990
Extracurricular Activities	604,723	0	324,950	929,673
Capital Outlay	0	0	930,281	930,281
<i>Debt Service:</i>				
Principal Retirement	0	340,000	0	340,000
Interest and Fiscal Charges	62,170	839,783	0	901,953
<i>Total Expenditures</i>	<u>19,168,737</u>	<u>1,179,783</u>	<u>2,590,398</u>	<u>22,938,918</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(667,310)</u>	<u>36,756</u>	<u>(836,612)</u>	<u>(1,467,166)</u>
<b><u>Other Financing Sources (Uses):</u></b>				
Transfers In	1,258,963	0	8,054	1,267,017
Transfers Out	(8,054)	(1,258,963)	0	(1,267,017)
<i>Total Other Financing Sources (Uses)</i>	<u>1,250,909</u>	<u>(1,258,963)</u>	<u>8,054</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	583,599	(1,222,207)	(828,558)	(1,467,166)
<i>Fund Balances (Deficit) at Beginning of Year</i>	<u>2,254,605</u>	<u>(2,647,696)</u>	<u>476,147</u>	<u>83,056</u>
<i>Fund Balances (Deficit) at End of Year</i>	<u>\$2,838,204</u>	<u>(\$3,869,903)</u>	<u>(\$352,411)</u>	<u>(\$1,384,110)</u>

See accompanying notes to the basic financial statements.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities  
For the Fiscal Year Ended June 30, 2006*

**Net Change in Fund Balances - Total Governmental Funds** (\$1,467,166)

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

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

Capital outlay	523,868	
Depreciation	(271,318)	
Total		252,550

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

Property taxes	(58,458)	
Intergovernmental revenue	8,766	
Total revenue not reported in the funds		(49,692)

Repayment of long-term notes principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 340,000

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 1,341

Some items 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. These activities consist of:

Compensated absences	125,282	
Amortization of debt premium	279	
Total expenditures not reported in the funds		125,561

*Change in Net Assets of Governmental Activities* (\$797,406)

See accompanying notes to the basic financial statements.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget and Actual (Budget Basis)*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
<b><u>Revenues:</u></b>				
Property Taxes	\$13,720,851	\$14,025,089	\$12,012,924	(\$2,012,165)
Intergovernmental	0	5,057,717	6,968,198	1,910,481
Interest	0	79,516	109,552	30,036
Tuition and Fees	0	57,393	79,073	21,680
Rent	0	827	1,139	312
Miscellaneous	0	20,652	28,453	7,801
<b>Total Revenues</b>	<b>13,720,851</b>	<b>19,241,194</b>	<b>19,199,339</b>	<b>(41,855)</b>
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Regular</i>				
Salaries and Wages	7,413,300	7,570,000	7,569,657	343
Fringe Benefits	1,968,800	1,996,500	1,991,626	4,874
Purchased Services	159,511	277,911	225,685	52,226
Supplies and Materials	496,172	600,872	525,900	74,972
Other	0	200	107	93
Capital Outlay	249,086	236,086	200,081	36,005
Capital Outlay Replacement	11,533	11,833	9,203	2,630
<b>Total Regular</b>	<b>10,298,402</b>	<b>10,693,402</b>	<b>10,522,259</b>	<b>171,143</b>
<i>Special</i>				
Salaries and Wages	1,131,000	1,177,000	1,176,011	989
Fringe Benefits	377,000	380,000	379,022	978
Purchased Services	0	121,000	119,740	1,260
Supplies and Materials	0	2,000	1,951	49
<b>Total Special</b>	<b>1,508,000</b>	<b>1,680,000</b>	<b>1,676,724</b>	<b>3,276</b>
<i>Other</i>				
Purchased Services	97,600	215,000	223,958	(8,958)
<b>Total Instruction</b>	<b>11,904,002</b>	<b>12,588,402</b>	<b>12,422,941</b>	<b>165,461</b>
<i>Support Services:</i>				
<i>Pupils</i>				
Salaries and Wages	767,000	805,000	804,030	970
Fringe Benefits	219,000	207,000	204,816	2,184
Purchased Services	6,078	6,278	5,042	1,236
Supplies and Materials	6,102	6,102	4,815	1,287
Other	178,000	108,000	111,516	(3,516)
Capital Outlay	1,000	300	231	69
<b>Total Pupils</b>	<b>1,177,180</b>	<b>1,132,680</b>	<b>1,130,450</b>	<b>2,230</b>
<i>Instructional Staff</i>				
Salaries and Wages	244,700	264,400	263,993	407
Fringe Benefits	55,200	57,300	56,996	304
Purchased Services	4,800	11,000	9,301	1,699
Supplies and Materials	9,138	12,038	10,699	1,339
<b>Total Instructional Staff</b>	<b>313,838</b>	<b>344,738</b>	<b>340,989</b>	<b>3,749</b>

(Continued)

**OAKWOOD CITY SCHOOL DISTRICT**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget and Actual (Budget Basis)*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Board of Education				
Salaries and Wages	5,000	5,600	5,600	0
Fringe Benefits	3,000	2,900	2,798	102
Purchased Services	39,654	13,754	11,008	2,746
Supplies and Materials	1,354	2,654	2,196	458
Total Board of Education	49,008	24,908	21,602	3,306
Administration				
Salaries and Wages	1,043,000	1,064,000	1,063,091	909
Fringe Benefits	379,285	383,285	382,330	955
Purchased Services	179,003	166,203	92,745	73,458
Supplies and Materials	66,482	93,782	79,417	14,365
Capital Outlay	21,863	17,563	16,428	1,135
Capital Outlay Replacement	5,000	0	0	0
Total Administration	1,694,633	1,724,833	1,634,011	90,822
Fiscal				
Salaries and Wages	300,000	304,000	303,233	767
Fringe Benefits	97,000	116,000	115,325	675
Purchased Services	11,750	9,250	7,012	2,238
Supplies and Materials	14,941	15,241	12,508	2,733
Other	175,000	205,000	206,137	(1,137)
Capital Outlay	5,000	2,500	325	2,175
Total Fiscal	603,691	651,991	644,540	7,451
Business				
Other	3,885	2,985	2,014	971
Operation and Maintenance of Plant				
Salaries and Wages	780,000	767,000	766,632	368
Fringe Benefits	209,000	208,000	207,572	428
Purchased Services	926,360	1,185,360	1,062,239	123,121
Supplies and Materials	117,532	156,732	130,983	25,749
Other	8,258	7,458	7,134	324
Capital Outlay	20,500	8,400	7,800	600
Total Operation and Maintenance of Plant	2,061,650	2,332,950	2,182,360	150,590
Pupil Transportation				
Salaries and Wages	74,000	71,000	70,624	376
Fringe Benefits	27,000	22,700	22,387	313
Purchased Services	70,268	64,768	58,060	6,708
Supplies and Materials	24,198	23,498	18,002	5,496
Total Pupil Transportation	195,466	181,966	169,073	12,893

(Continued)

**OAKWOOD CITY SCHOOL DISTRICT**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget and Actual (Budget Basis)*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Central				
Salaries and Wages	285,000	183,000	182,686	314
Fringe Benefits	175,599	200,599	154,464	46,135
Purchased Services	257,353	322,853	310,264	12,589
Supplies and Materials	7,876	5,876	4,822	1,054
Other	11,024	6,924	6,892	32
Total Central	736,852	719,252	659,128	60,124
Total Support Services	6,836,203	7,116,303	6,784,167	332,136
<i>Non-Instructional Services:</i>				
Community Services				
Fringe Benefits	1,000	1,700	86	1,614
Purchased Services	22,743	21,243	19,441	1,802
Total Non-Instructional Services	23,743	22,943	19,527	3,416
<i>Extracurricular Activities:</i>				
Academic Oriented Activities				
Salaries and Wages	94,000	92,400	92,217	183
Fringe Benefits	18,000	18,300	18,065	235
Total Academic Oriented Activities	112,000	110,700	110,282	418
Occupation Oriented Activities				
Salaries and Wages	6,000	5,700	5,538	162
Fringe Benefits	3,000	2,000	1,862	138
Total Occupation Oriented Activities	9,000	7,700	7,400	300
Sports Oriented Activities				
Salaries and Wages	370,000	366,000	365,233	767
Fringe Benefits	95,000	90,000	89,878	122
Purchased Services	20,000	20,200	20,004	196
Total Sports Oriented Activities	485,000	476,200	475,115	1,085
School and Public Service Activities				
Salaries and Wages	11,000	12,600	12,532	68
Fringe Benefits	8,000	4,600	4,571	29
Purchased Services	5,000	5,200	5,102	98
Supplies and Materials	3,150	4,050	6,676	(2,626)
Total School and Public Service Activities	27,150	26,450	28,881	(2,431)
Total Extracurricular Activities	633,150	621,050	621,678	(628)

(Continued)



**OAKWOOD CITY SCHOOL DISTRICT**  
*Statement of Revenues, Expenditures and Changes  
in Fund Balance - Budget and Actual (Budget Basis)  
General Fund  
For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<i>Capital Outlay:</i>				
Architecture and Engineering Services				
Purchased Services	14,693	14,393	0	14,393
<i>Total Expenditures</i>	19,411,791	20,363,091	19,848,313	514,778
Excess of Revenues Under Expenditures	(5,690,940)	(1,121,897)	(648,974)	472,923
<b><u>Other Financing Sources (Uses):</u></b>				
Proceeds from Sale of Notes	0	653,246	900,000	246,754
Transfers In	0	130,649	180,000	49,351
Transfers Out	(1,220,000)	(11,000)	(8,054)	2,946
<i>Total Other Financing Sources (Uses)</i>	(1,220,000)	772,895	1,071,946	299,051
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(6,910,940)	(349,002)	422,972	771,974
Fund Balance at Beginning of Year	3,809,379	3,809,379	3,809,379	0
Prior Year Encumbrances Appropriated	497,796	497,796	497,796	0
Fund Balance (Deficit) at End of Year	(\$2,603,765)	\$3,958,173	\$4,730,147	\$771,974

See accompanying notes to the basic financial statements.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Statement of Fiduciary Assets and Liabilities*  
*Fiduciary Fund*  
*June 30, 2006*

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	<u>Agency</u>
<b><u>Assets:</u></b>	
Equity in Pooled Cash and Cash Equivalents	<u>\$25,165</u>
<b><u>Liabilities:</u></b>	
Accounts Payable	\$18,019
Due To Students	<u>7,146</u>
<i>Total Liabilities</i>	<u>\$25,165</u>

See accompanying notes to the basic financial statements.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY**

**Description of the School District**

Oakwood City School District (the "School District") is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The School District is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The School District operates under a locally-elected Board form of government consisting of five members elected at-large for staggered four year terms. The District provides educational services as authorized by state statute and/or federal guidelines. It is staffed by 67 non-certificated employees, 157 certificated full-time teaching personnel and 9 administrative employees who provide services to 2,103 students and other community members. The School District currently operates 4 instructional buildings and 1 administrative building.

**Reporting Entity**

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the School District consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For Oakwood City School District, this includes general operations, food service, and student related activities of the School District.

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

The School District is associated with two jointly governed organizations, an insurance purchasing pool and two related organizations. These organizations are the Metropolitan Dayton Educational Cooperative Association (MDECA), the Southwestern Ohio Educational Purchasing Council (SOEPC), the Ohio School Boards Association Worker's Compensation Group Rating Plan (GRP), the Oakwood Schools Education Foundation and the Wright Memorial Public Library, respectively. These organizations are presented in Notes 18, 19 and 20 to the basic financial statements.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)

**A. Basis of Presentation**

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

**Government-Wide Financial Statements**

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

The statement of net assets presents the financial condition of the governmental activities of the School District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. The policy of the School District is to not allocate indirect expenses to functions in the Statement of Activities. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

**Fund Financial Statements**

During the year, the School District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental fund financial statements is on major funds rather than reporting by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

**B. Fund Accounting**

The School District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with self-balancing set of accounts. The funds of the School District fall within two categories: governmental and fiduciary.

**Governmental Funds**

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

## **OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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### **NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)

The following are the School District's major governmental funds:

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

**Bond Retirement Fund**- This fund is used to account for financial resources accumulated for the payment of general long-term debt principal, interest and related costs.

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

#### **Fiduciary Funds**

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds, and agency funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's only fiduciary fund is an agency fund which is used to account for student managed activities.

#### **C. Measurement Focus**

##### **Government-Wide Financial Statements**

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the School District are included on the statement of net assets.

##### **Fund Financial Statements**

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

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements*

*For the Fiscal Year Ended June 30, 2006*

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)

**D. Basis of Accounting**

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

**Revenues - Exchange and Nonexchange Transactions**

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 7). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

**Deferred Revenue**

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

Property taxes for which there is an enforceable legal claim as of June 30, 2006, but which were levied to finance fiscal year 2007 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)

**Expenses/Expenditures**

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

**E. Cash and Cash Equivalents**

To improve cash management, cash received by the School District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the School District records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the financial statements.

During the fiscal year 2006, the School District's investments were limited to the State Treasury Asset Reserve of Ohio (STAROhio), money market mutual funds and U.S. government securities. Except for non-participating investment contracts, investments are reported at fair value which is based on quoted market prices. 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 SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investments could be sold for on June 30, 2006.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2006 amounted to \$109,875, which includes \$53,705 assigned from other District funds. The Special Rotary Fund and the Permanent Fund received interest during the year of \$914 and \$3,041 respectively.

Investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the School District are presented on the financial statements as cash equivalents.

**F. Inventory**

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

On fund financial statements, inventories of governmental funds are stated at cost. Cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when consumed or used.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)

**G. Prepaid Items**

Payments made to vendors for services that will benefit periods beyond June 30, 2006, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed. As of June 30, 2006, the School District reported no prepaid items.

**H. Restricted Assets**

Assets are reported as restricted when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors or laws of other governments or imposed by enabling legislation. As of June 30, 2006, the School District reported no restricted assets.

**I. Capital Assets**

General capital assets are associated with and generally arise from governmental activities. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of 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 School District maintains a capitalization threshold of five hundred dollars. The School District does not possess any infrastructure. Improvements are capitalized; the normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

All reported capital assets, except land 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:

<u>Description</u>	<u>Estimated Lives</u>
Land Improvements	20 years
Buildings and Improvements	20 - 50 years
Furniture and Equipment	5 - 30 years
Vehicles	7 - 10 years
Books and Educational Media	4 - 5 years

**J. Interfund Balances**

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "Interfund Receivable" and "Interfund Payable". These amounts are eliminated in the governmental activities column of the statement of net assets.



**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)

**K. Compensated Absences**

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payments in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School District's termination policy. The School District records a liability for accumulated unused sick leave for all employees after 7 years of service with the School District.

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

On the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund from which the employees will be paid.

**L. Accrued Liabilities and Long-Term Liabilities**

All payables, accrued liabilities and long-term liabilities are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgements, compensated absences, special termination of benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment in the current year. Bonds are recognized as a liability on the fund financial statements when due.

**M. Net Assets**

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

Net assets restricted for other purposes are primarily for federal and state grants reported in the Special Revenue Funds.

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

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)

**N. Fund Balance Reserves**

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, contributions, and property taxes.

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The reserve for contributions represents principal in the permanent fund that cannot be spent.

**O. Encumbrances**

Encumbrances are commitments under purchase orders, board resolutions and contracts (as opposed to expenditures) and are shown in the governmental funds as a reserved portion of fund balance for subsequent fiscal year expenditure.

**P. Interfund Transactions**

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

**Q. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence.

**R. Estimates**

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

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)

**S. Budgetary Process**

All funds, other than the agency fund, are legally required to be budgeted and appropriated. The Library Automation, Local Professional Development and the Emergency Repairs Grant Special Revenue Funds and the Harman Playground Project Capital Projects Fund had no anticipated revenues/expenditures and were not budgeted. However, budgetary schedules have been presented for these funds to disclose their remaining fund balances. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of budgetary control for general fund, debt service fund, building and permanent improvement capital projects funds, food service and uniform school supplies special revenues funds is at the object level within each fund and function. All other funds are budgeted at the fund function level with the exception of grant funds which are budgeted at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2006.

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

**NOTE 3 - NEW GASB PRONOUNCEMENT**

For fiscal year 2006, the District implemented GASB Statement No. 44, "Economic Condition Reporting: The Statistical Section", GASB Statement No. 46, "Net Assets Restricted by Enabling Legislation" and GASB Statement No. 47, "Accounting for Termination Benefits". The implementation of GASB Statement No. 44, amends the portions of NCGA Statement No. 1, "Governmental Accounting and Financial Reporting Principles." that guide the preparation of the statistical section. GASB Statement No. 34 information is now required to be included in the statistical section. There is also additional explanation of the nature of the information that the statistical section is to contain so that the information is now more useful and comparable. The implementation of GASB Statements No. 46 and 47 had no effect on the disclosure requirements or the prior period fund balances of the District.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 4 - ACCOUNTABILITY AND COMPLIANCE**

**Accountability**

At June 30, 2006, the following funds had deficit fund balances:

Fund	Amount
Bond Retirement Fund	\$3,869,903
<i>Nonmajor Special Revenue Funds:</i>	
Food Service	90,652
Entry Year Program	1,206
Ohio SchoolNet Professional Development	8,482
Summer School Subsidy	17,941
Title VI-B	172,478
Title I	27,035
Title VI	10,245
Drug Free Schools Program	4,560
Preschool Grant	325
Title VI-R	2,053
Miscellaneous Federal Grants	4,778
<i>Nonmajor Capital Projects Funds:</i>	
Permanent Improvement	52,932
Building	283,780
SchoolNet	63,901

The deficits in these funds resulted from the application of generally accepted accounting principles. The General Fund is liable for any deficit in these funds and provides operating transfers when cash is needed, rather than when accruals occur. The School District is analyzing the situation in the Food Service Special Revenue Fund and is still considering the possibility of increasing lunch rates to reduce the current fund balance deficit.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 4 - ACCOUNTABILITY AND COMPLIANCE** - (Continued)

**Compliance**

At June 30, 2006, the following cash basis deficit fund balances existed:

Bond Retirement Fund	\$3,931,765
<i>Nonmajor Special Revenue Funds:</i>	
Food Service	75,414
Entry Year Program	1,201
Ohio SchoolNet Professional Development	8,467
Summer School Subsidy	15,232
Title VI-B	110,465
Title I	21,476
Title VI	9,003
Drug Free Schools Program	4,552
Preschool Grant	325
Title VI-R	1,138
Miscellaneous Federal Grants	4,778
<i>Nonmajor Capital Projects Fund:</i>	
Building	283,780
SchoolNet	63,901

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 4 - ACCOUNTABILITY AND COMPLIANCE** - (Continued)

The following funds had appropriations in excess of estimated resources plus available balances for the fiscal year ended June 30, 2006:

<u>Fund</u>	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Excess</u>
Bond Retirement Fund	(\$1,458,788)	\$2,440,000	(\$3,898,788)
<i>Nonmajor Special Revenue Funds:</i>			
Food Service	164,696	294,301	(129,605)
District Managed Activities	199,574	307,004	(107,430)
Entry Year Program	1,552	3,300	(1,748)
Ohio SchoolNet Professional Development	(916)	7,500	(8,416)
Summer School Subsidy	24,167	40,099	(15,932)
Title VI-B	187,687	352,002	(164,315)
Title I	18,820	40,000	(21,180)
Title VI	(3,135)	5,800	(8,935)
Preschool Grant	3,047	4,100	(1,053)
Drug Free Schools Program	3,250	7,800	(4,550)
Title VI-R	31,746	34,000	(2,254)
Miscellaneous Federal Grants	(5,035)	300	(5,335)
<i>Nonmajor Capital Projects Fund:</i>			
Permanent Improvement	419,614	616,900	(197,286)
Building	(945,069)	1,116,499	(2,061,568)
SchoolNet	(63,858)	100	(63,958)

The School District did not properly certify the availability of funds prior to purchase commitment and there was no evidence that the School District followed the exceptions allowed by Ohio Revised Code Section 5705.41 (D).

The District made certain transfers during the fiscal year that were contrary to Ohio Revised Code Section 5705.14 (E), however, such transfers were corrected on the GAAP statements.

Expenditures exceeded appropriations in various line items of the General Fund, as noted in the Budget and Actual Statement for the General Fund. In addition, significant excess of expenditure over appropriations occurred in the Bond Retirement Debt Service Fund.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 5 - BUDGETARY BASIS OF ACCOUNTING**

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balance.

The following tables summarize the adjustments necessary to reconcile the GAAP and budgetary basis statements for the General Fund.

<u>Net Change in Fund Balance</u>	
GAAP Basis	\$583,599
<i>Adjustments:</i>	
Revenue Accruals	697,912
Expenditure Accruals	(70,613)
Encumbrances	(608,963)
Other Sources (Uses)	(178,963)
Budget Basis	<u><u>\$422,972</u></u>

**NOTE 6 - DEPOSITS AND INVESTMENTS**

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

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

Inactive deposits are public deposits that the Board has identified as not required for use within the current two year period of designation of depositories. Inactive deposits must be either 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.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 6 - DEPOSITS AND INVESTMENTS** - (Continued)

Interim deposits are deposits of interim moneys. Interim moneys are those moneys 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.

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 Federal Deposit Insurance Corporation (FDIC), or may pledge a pool of government securities valued at least 105% of the total value of public funds 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 five 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 School District's name. During fiscal year 2006, the School District complied with the provisions of these statutes.

Interim monies may be deposited or invested in the following securities:

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



**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 6 - DEPOSITS AND INVESTMENTS** - (Continued)

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the School District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

At fiscal year end, the School District had \$6,003 in undeposited cash on hand which is included on the balance sheet of School District as part of "Equity in Pooled Cash and Cash Equivalents."

**Deposits:** Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the School District.

At June 30, 2006, the carrying amount of all the School District deposits was \$212,567. Based on the criteria described in GASB Statement No. 40, "Deposit and Investment Risk Disclosures", as of June 30, 2006, \$224,739 of the School District's bank balance of \$265,162 was exposed to custodial risk as discussed above, while \$40,423 was covered by Federal Deposit Insurance.

**Investments:** As of June 30, 2006, the School District had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>6 Months or Less</u>
STAROhio	\$1,025,668	\$1,025,668
Totals	<u>\$1,025,668</u>	<u>\$1,025,668</u>

**Interest Rate Risk:** As a means of limiting its exposure to fair value losses arising from rising interest rates and according to state law, the School District's investment policy limits investment portfolio maturities to five years or less.

**Credit Risk:** The School District has no investment policy that limits its credit risk other than the limitations of state laws mentioned previously. Standard and Poor's has assigned STAROhio an "AAAm" money market rating.

**Custodial Credit Risk:** For investments, custodial credit risk is the risk that, in the event of the failure of the counter party, the School District will not be able to recover the value of its investments or collateral securities in the possession of an outside party. School District policy provides that investment collateral is held by the counter party as trust department or agent, and may be held in the name of the School District or not.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

**NOTE 7 - PROPERTY TAXES**

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the School District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31, of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property is required to be revalued every six years. Public utility property taxes are assessed on tangible personal property at 35 percent of true value (with certain exceptions) and on real property at 35 percent of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31. Tangible personal property assessments are 25 percent of true value.

Real property taxes are paid by taxpayers annually or semi-annually. If paid annually, payment is due December 31, unless extended; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20, unless extended. Under certain circumstances, State statute permits earlier or later payment dates to be established.

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

The School District receives property taxes from Montgomery County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2006 are available to finance fiscal year 2006 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents the June 2006 personal property tax settlement, delinquent taxes outstanding and real property, tangible personal property, and public utility taxes which become measurable as of June 30, 2006. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The total amount available as an advance at June 30, 2006 was \$665,169 and is recognized as revenue. Of this total amount, \$593,395 was available to the General Fund, \$61,862 was available to the Bond Retirement Fund, and \$9,912 was available to the Permanent Improvement Fund. The assessed values upon which the fiscal year 2006 taxes were collected are:

	2005 Second- Half Collections		2006 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$272,773,590	98.06%	\$312,165,640	98.56%
Public Utility Personal	3,510,450	1.26%	3,086,980	0.97%
Tangible Personal Property	1,875,874	0.68%	1,488,797	0.47%
Total Assessed Value	<u>\$278,159,914</u>	<u>100.00%</u>	<u>\$316,741,417</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$111.45		\$111.45	

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 8 - RECEIVABLES**

Receivables at June 30, 2006 consisted of property taxes, accounts (student fees), interfund, interest, and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables follows:

<u>Governmental Activities:</u>	
<i>Nonmajor Special Revenue Funds:</i>	
Food Service	\$3,578
Title VI-B	19,772
Title VI	747
Drug Free Schools Program	230
Title VI-R	<u>3,637</u>
Total Intergovernmental Receivables	<u><u>\$27,964</u></u>

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

**NOTE 9 - CAPITAL ASSETS**

Capital asset governmental activity for the fiscal year ended June 30, 2006 was as follows:

<u>Asset Category</u>	<u>Balance at July 1, 2005</u>	<u>Transfers/ Additions</u>	<u>Transfers/ Deletions</u>	<u>Balance at June 30, 2006</u>
<i>Nondepreciable Capital Assets:</i>				
Land	\$488,237	\$0	\$0	\$488,237
Construction in Progress	19,610,039	435,243	0	20,045,282
Total Nondepreciable Capital Assets	20,098,276	435,243	0	20,533,519
<i>Depreciable Capital Assets:</i>				
Buildings and Improvements	4,008,910	859	0	4,009,769
Furniture, Fixtures and Equipment	3,596,571	87,766	(122,621)	3,561,716
Vehicles	11,224	0	0	11,224
Total Depreciable Capital Assets	7,616,705	88,625	(122,621)	7,582,709
Total Capital Assets	27,714,981	523,868	(122,621)	28,116,228
<i>Accumulated Depreciation:</i>				
Buildings and Improvements	(3,025,585)	(12,142)	0	(3,037,727)
Furniture, Fixtures and Equipment	(2,813,606)	(259,080)	122,621	(2,950,065)
Vehicles	(8,495)	(96)	0	(8,591)
Total Accumulated Depreciation	(5,847,686)	(271,318)	122,621	(5,996,383)
Total Net Capital Assets	<u>\$21,867,295</u>	<u>\$252,550</u>	<u>\$0</u>	<u>\$22,119,845</u>

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 9 - CAPITAL ASSETS** - (Continued)

Depreciation expense was charged to governmental functions as follow:

<i>Instruction:</i>	
Regular	\$203,041
Special	2,304
<i>Support Services:</i>	
Pupil	6,774
Instructional Staff	20,364
Administration	15,198
Fiscal	1,307
Operation and Maintenance of Plant	7,522
Central	10,492
Operation of Non-Instructional Services	528
Extracurricular Activities	3,788
	<hr/>
Total Depreciation Expense	<u><u>\$271,318</u></u>

## **OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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### **NOTE 10 - RISK MANAGEMENT**

#### **Property and Liability**

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2006, the School District contracted with Indiana Insurance for general liability insurance with a \$1,000,000 single occurrence limit and a \$2,000,000 aggregate. Property is protected by Indiana Insurance and hold a \$1,000 deductible. The total amount of property covered is \$42,548,439. The School District's vehicles are covered under a business policy with Indiana Insurance Agency which carries a \$1,000,000 limit on any accident. Settled claims have not exceeded this commercial coverage in any of the past three years. There have been no significant reductions in insurance coverage from last year.

#### **Worker's Compensation**

For fiscal year 2006, the School District participated in the Ohio School Boards Association Worker's Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 19). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The worker's compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percent of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund." This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP selection criteria. The firm of Gates McDonald and Company of Ohio provides administrative, cost control, and actuarial services to the GRP.

### **NOTE 11 - DEFINED BENEFIT PENSION PLANS**

#### **School Employees Retirement System**

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement 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 State statute, Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215 or by calling (614) 222-5853.

Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current 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 2006, 10.57 percent of the annual covered salary was the portion used to fund pension obligations. For fiscal year 2005, 9.09 percent was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS Retirement Board. The School District's contributions for pension obligations to SERS for the fiscal years ended June 30, 2006, 2005, and 2004 were \$288,450, \$237,904, and \$206,487, respectively; 51.52 percent has been contributed for fiscal year 2006 and 100 percent for the fiscal years 2005 and 2004. \$120,253 representing the unpaid contribution for fiscal year 2006, is recorded as a liability in the financial statements.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 11 - DEFINED BENEFIT PENSION PLANS** - (Continued)

**State Teachers Retirement System**

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. STRS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771 or by calling (614) 227-4090.

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 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The 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.

Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2005, the portion used to fund pension obligations was 13 percent. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's contributions for pension obligations to STRS for the fiscal years ended June 30, 2006, 2005, and 2004 were \$1,432,098, \$1,322,684, and \$1,392,809, respectively; 83.93 percent has been contributed for fiscal year 2006 and 100 percent for the fiscal years 2005 and 2004. \$230,081 representing the unpaid contribution for fiscal year 2006, is recorded as a liability in the financial statements.

**Social Security System**

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 2006, all members of the Board of Education have elected Social Security. The Board's liability is 6.2 percent of wages paid.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 12 - POSTEMPLOYMENT BENEFITS**

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System of Ohio (STRS), and to retired non-certificated employees and their dependents through the School Employees Retirement System of Ohio (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.

STRS Ohio retirees who participated in the DB or combined plans and their dependents are eligible for health care coverage. All benefit recipients pay a portion of health care cost in the form of a monthly premium. By Ohio Law, the cost of coverage paid from STRS Ohio funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For fiscal year 2006, the Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. For the School District, this amount equaled \$110,161 during fiscal year 2006.

STRS Ohio pays health care benefits from the Health Care Stabilization Fund. The balance in the Fund was \$3.3 billion at June 30, 2005 (the latest information available). For the year ended June 30, 2005, net health care costs paid by STRS Ohio were \$254,780,000 and STRS Ohio had 115,395 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more years of qualifying service credit, disability and survivorship benefit recipients. All retirees and beneficiaries must pay a portion of their premium for health care. The portion is based on years of service, medicare eligibility and retirement status. Premiums may be reduced for retirees which household income falls below the poverty level.

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For fiscal year 2006, 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 2006, the minimum pay has been established at \$35,800. However, the surcharge is capped at 2 percent of each employer's SERS salaries. 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. For the School District, the amount to fund health care benefits, including the surcharge, equaled \$129,143 during the 2006 fiscal year.

The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care at June 30, 2005 (the latest information available) were \$178,221,113. At June 30, 2005, SERS had net assets available for payment of health care benefits of \$267.5 million, which is about 168 percent of next year's projected net health care costs of \$158,776,151. On the basis of actuarial projecting the allocated contributions will be insufficient in the long term to provide for a health care reserve equal to 150% of estimated annual claim costs. The number of participants currently receiving health care benefits is approximately 58,123.



**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

**NOTE 13 - EMPLOYEE BENEFITS**

**Compensated Absences**

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time. Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. There is no maximum number of sick days that can be accumulated. A pro-rated portion of accumulated sick leave is paid upon retirement from the School District.

**Insurance Benefits**

The School District provides life insurance and accidental death and dismemberment insurance to most employees through CoreSource. The School District has elected to provide employee medical/surgical benefits through Blue Cross/Blue Shield. The employees share the cost of the monthly premium with the Board. The premium varies with employee depending on the terms of the union contract. Dental insurance is provided by the School District to most employees through CoreSource.

**Early Retirement Incentive**

The School District offers a special termination benefit to employees who retire in the first year that they become eligible. For classified employees, they must give written notice to the Superintendent by March 30 of the year he/she first becomes eligible for "full retirement" and they must meet the eligibility requirements set forth by the State Employees Retirement System to receive a bonus. For certified employees, they must have at least 30 years of service to retire as set forth by the State Teachers Retirement System. No employees retired during fiscal year 2006 that qualified for the special termination benefit.

**NOTE 14 - NOTE OBLIGATIONS**

The changes in the School District's short-term note obligations during fiscal year 2006 were as follows:

	Issue Date	Interest Rate	Principal Outstanding at July 1, 2005	Additions	Deductions	Principal Outstanding at June 30, 2006
<u>Governmental Activities:</u>						
Tax Anticipation Note	2002	3.79%	\$450,000	\$0	\$145,000	\$305,000
Tax Anticipation Note	2005	2.88%	749,000	0	149,800	599,200
Revenue Anticipation Note	2006	3.52%	0	900,000	900,000	0
Total Governmental Activities Note Obligations			<u>\$1,199,000</u>	<u>\$900,000</u>	<u>\$1,194,800</u>	<u>\$904,200</u>

On June 20, 2002, Oakwood City School District issued a \$724,000 tax anticipation note to cover general operating expenses. The tax anticipation note will be paid from the General Fund using the proceeds of the thirteen mill continuing operating levy. The final payment on the note will be made in December, 2007.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

**NOTE 14 - NOTE OBLIGATIONS** - (Continued)

On June 20, 2005, Oakwood City School District issued a \$749,000 tax anticipation note to cover general operating expenses. The anticipation note is being paid from the General Fund using the proceeds of thirteen mill continuing operating levy. The note matures on December 20, 2009 and will be paid out of the General Fund.

On December 15, 2005, Oakwood City School District issued a \$900,000 current revenue anticipation note to cover general operating expenses. This debt was issued by the General Fund for general operating expenses. The note matured on June 28, 2006 and was paid out of the General Fund.

Principal and interest requirements to retire the tax anticipation notes outstanding at June 30, 2006, are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$299,800	\$25,974	\$325,774
2008	304,800	15,880	320,680
2009	149,800	8,628	158,428
2010	149,800	4,314	154,114
Totals	<u>\$904,200</u>	<u>\$54,796</u>	<u>\$958,996</u>

**NOTE 15 - LONG-TERM LIABILITIES**

The changes in the School District's long-term liabilities during fiscal year 2006 were as follows:

	<u>Issue Date</u>	<u>Interest Rate</u>	<u>Principal Outstanding at July 1, 2005</u>	<u>Additions</u>	<u>Deletions</u>	<u>Principal Outstanding at June 30, 2006</u>	<u>Amount Due in One Year</u>
<u>Governmental Activities:</u>							
Renovation Bonds	2004	4.80%	\$19,395,000	\$0	\$340,000	\$19,055,000	\$425,000
Add Deferred Amounts:							
Issuance Premiums on Bonds			7,263	0	279	6,984	279
Compensated Absences			1,133,414	209,460	334,742	1,008,132	174,657
Total Governmental Activities Long-Term Liabilities			<u>\$20,535,677</u>	<u>\$209,460</u>	<u>\$675,021</u>	<u>\$20,070,116</u>	<u>\$599,936</u>

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 15 - LONG-TERM LIABILITIES** - (Continued)

*Renovation General Obligation Bonds* - On April 1, 2003, Oakwood City School District issued voted general obligation bonds for the purpose of renovating the Middle School, High School, and Elementary buildings. The bonds were issued for a twenty-seven year period with final maturity at December 1, 2030. The proceeds from the sale of these bonds were recorded in the Building Fund. These bonds are retired through the Bond Retirement Fund using tax revenues.

Compensated absences will be paid from the fund from which the person is paid. Most of the District's employees are paid from the General Fund, with the remainder being paid from the Food Service and Title I Funds.

The School District's overall legal debt margin was \$9,451,728 with an unvoted debt margin of \$316,741 at June 30, 2006.

Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2006, are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$425,000	\$832,132	\$1,257,132
2008	435,000	822,880	1,257,880
2009	260,000	814,432	1,074,432
2010	340,000	804,188	1,144,188
2011	355,000	791,530	1,146,530
2012-2016	4,510,000	4,051,971	8,561,971
2017-2021	215,000	3,360,500	3,575,500
2022-2026	5,130,000	2,457,125	7,587,125
2027-2031	7,385,000	981,375	8,366,375
Total	<u>\$19,055,000</u>	<u>\$14,916,133</u>	<u>\$33,971,133</u>

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

**NOTE 16 - INTERFUND ACTIVITY**

As of June 30, 2006, receivables and payables that resulted from various interfund transactions were as follows:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$4,531,497	\$0
Bond Retirement Fund	0	3,931,765
<i>Nonmajor Special Revenue Funds:</i>		
Food Service	0	75,414
Entry Year Program	0	1,201
Ohio SchoolNet Professional Development	0	8,467
Summer School Subsidy	0	15,232
Title VI-B	0	110,465
Title I	0	21,476
Title VI	0	9,003
Drug Free Schools Program	0	4,552
Preschool Grant	0	325
Title VI-R	0	1,138
Miscellaneous Federal Grants	0	4,778
Total Nonmajor Special Revenue Funds	0	252,051
<i>Nonmajor Capital Project Funds:</i>		
Building	0	283,780
SchoolNet	0	63,901
Total Nonmajor Capital Project Funds	0	347,681
Total	<u>\$4,531,497</u>	<u>\$4,531,497</u>

The balance of \$4,531,497 due to the General Fund from the funds listed is a result of negative cash balances in these funds. The General Fund is responsible for any deficit in these funds and interfund transactions were established to cover these expenditures. The purpose for these interfund balances is to eliminate the negative cash balances in these funds.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

**NOTE 16 - INTERFUND ACTIVITY** - (Continued)

Transfers made by the School District during fiscal year 2006 were as follows:

Transfers From	Transfers To		
	General	Nonmajor Special Revenue Funds	Total
General	\$0	\$8,054	\$8,054
Bond Retirement	1,258,963	0	1,258,963
Totals	<u>\$1,258,963</u>	<u>\$8,054</u>	<u>\$1,267,017</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

During the fiscal year 2006, the School District made transfers from the Bond Retirement Debt Service Fund of \$1,258,963 to the General Fund to make debt payments for notes reported in that fund.

**NOTE 17 - STATUTORY SET-ASIDES**

The following changes occurred in the School District's set-aside reserve accounts during fiscal year 2006:

	Textbooks	Capital Improvements	Totals
Set-Aside Balance as of July 1, 2005	\$0	\$0	\$0
Current Year Set-Aside Requirement	305,018	305,018	610,036
Prior Year Carryover	(1,181,729)	0	(1,181,729)
Current Year Offsets	0	(203,868)	(203,868)
Qualifying Disbursements	(610,948)	(1,568,517)	(2,179,465)
Total	<u>(1,487,659)</u>	<u>(1,467,367)</u>	<u>(2,955,026)</u>
Set-Aside Balance as of June 30, 2006	<u>\$0</u>	<u>\$0</u>	
Total Restricted Assets			<u>\$0</u>

Although the School District can have qualifying disbursements during the year that exceed the current year set-aside requirements in both the textbook and capital improvement reserve accounts, only the excess in the textbook reserve account can be carried forward to offset future years' textbook set-aside requirements. Each reserve must be represented by restricted cash at year-end and carried forward to be used for the same purposes in future years.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 18 - JOINTLY GOVERNED ORGANIZATIONS**

**Metropolitan Dayton Educational Cooperative Association** - The School District is a participant in the Metropolitan Education Cooperative Association (MDECA) which is a computer consortium. MDECA is an association of public school districts in a geographic region determined by the Ohio Department of Education. 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 school districts.

The governing board of MDECA consists of one representative from each of the participating members. The School District paid MDECA \$42,536 for services provided during the year. Financial information can be obtained from Jerry C. Woodyard, Executive Director of MDECA, located at 201 Riverside Drive Suite 1C, Dayton, Ohio 45405.

**Southwestern Ohio Educational Purchasing Council** - The Southwestern Ohio Educational Purchasing Council (SOEPC) is a purchasing cooperative made up of nearly 100 school districts in 12 counties. The purpose of the cooperative is to obtain reduced prices for quality merchandise and services commonly used by schools. All member school districts are obligated to pay all fees, charges, or other assessments as established by the SOEPC.

Each member School District has one voting representative. Title to any and all equipment, furniture and supplies purchased by the SOEPC is held in trust for the member school districts. Any school district withdrawing from the SOEPC forfeits its claim to any and all SOEPC assets. A one year prior notice is necessary for withdrawal from the group. During this time, the withdrawing member will be liable for all member obligations for a one year period. Payments to SOEPC are made from the General Fund. The School District paid SOEPC \$1,129 for membership fees during the 2006 fiscal year. To obtain financial information, write to the Southwestern Ohio Purchasing Council, Robert Brown, who serves as Director, 1831 Harshman Road, Dayton, Ohio 45424.

**NOTE 19 - INSURANCE PURCHASING POOL**

**Ohio School Boards Association Worker's Compensation Group Rating Plan**

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

**NOTE 20 - RELATED ORGANIZATIONS**

**Oakwood Schools Education Foundation** - The Education Foundation is a legally separate body politic. Two of the board members of the Oakwood Schools Education Foundation are appointed by the School District, while the other seventeen members are appointed by the two. The School District is not able to impose its will on the Oakwood Schools Education Foundation and no financial benefit/burden relationship exists. The Oakwood Schools Education Foundation is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities.

**OAKWOOD CITY SCHOOL DISTRICT**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2006*

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**NOTE 20 - RELATED ORGANIZATIONS** - (Continued)

Wright Memorial Public Library - The Wright Memorial Public Library is a related organization to Oakwood City School District. The School Board members are responsible for appointing the trustees of the Public Library; however, the School Board cannot influence the Library's operation nor does the Library represent a potential financial benefit or burden to Oakwood City School District. Although the School District does serve as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. Once the Library determines to present a levy to the voters, including the determination of the rate and duration, the School District must place the levy on the ballot. The Library may issue debt and determines its own budget. The Library did not receive any funding from the School District during fiscal year 2006.

**NOTE 21 - CONTINGENCIES**

**Grants**

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2006.

**NOTE 22 - SUBSEQUENT EVENTS**

On November 20, 2006, the School District authorized the issuance of notes in an amount not to exceed \$1,200,000 in anticipation of the collection of current property tax revenues in and for the 2007 fiscal year. On the same date, the School District also authorized the Treasurer to do a refunding/refinancing of the outstanding bonds of the School District.

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**COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES**

**OAKWOOD CITY SCHOOL DISTRICT**

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**GOVERNMENTAL FUNDS**

**SPECIAL REVENUE FUNDS**

Special Revenue Funds are established to account for the proceeds of specific revenue sources (other than amounts related to permanent purposes or major capital projects) that are legally restricted by law and administrative action to expenditures for specified purposes. The following are descriptions of the School District's nonmajor special revenue funds:

***Nonmajor Special Revenue Funds***

Food Service

To account for the financial transactions related to the food service operations of the School District.

Faculty

To account for resources from the teachers of the various schools for the purchase of flowers for various reasons.

Uniform School Supplies

To account for the purchase and sale of school supplies as adopted by the Board of Education for use in the School District.

Special Rotary

To account for monies collected on behalf of the Oakwood Alumni Association for the benefit of the students.

School Support

To account for school site sales and expenditures for field trips, assemblies, and other activity costs approved by Board Resolution.

Career Education

To account for instructional programs for persons nineteen years of age and older who are enrolled in school and who have less than a twelfth-grade education or its equivalent.

Latchkey

To account for fees used to support the latchkey program for children.

Library Automation System

To account for hardware and software development, or other costs associated with the requirements of the computerization in the library. Because there were no anticipated revenues/expenditures in this fund and none occurred, no budgetary information was presented. Fund balance was \$566 at June 30, 2006.

District Managed Activities

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

Local Professional Development

To account for monies received under House Bill 117 to be used for locally held professional development and teacher training activities which are guided by Ohio's model competency based education programming or comparable models to support student achievement, including proficiency test performance. Because there was no anticipated revenues/expenditures in this fund and none has occurred, no budgetary information was presented. Fund balance was \$364 at June 30, 2006.

**OAKWOOD CITY SCHOOL DISTRICT**

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*Nonmajor Special Revenue Funds* (Continued)

Education Management Information Systems

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

Entry Year Program

To account for grant monies that are used to implement entry year programs pursuant to Section 3317.024(T) of the Ohio Revised Code.

SchoolNet OneNet

To account for monies that are used for Ohio Educational Computer Network Connections.

Ohio SchoolNet Professional Development

To account for grant monies used to provide hardware, software, telecommunication services, and staff development to support educational uses of technology in the classroom.

Ohio Reads

To account for grant monies used to improve reading outcomes, and for volunteer coordinators in public school buildings.

Summer School Subsidy

To account for summer intervention services satisfying criteria defined in division (E) of section 3313.608 of the Ohio Revised Code.

Emergency Repairs Grant

To account for grant monies used to make emergency maintenance repairs. Because there were no anticipated revenues/expenditures in this fund and none occurred, no budgetary information was presented. Fund balance was \$691 at June 30, 2006.

Safe School Help Line

To account for grant monies to establish a help line students can call if they do not feel comfortable talking directly to their parents, teachers, or other authoritative individuals if they are aware of a potential violent act.

Eisenhower Grant

To account for monies used to strengthen instruction in science, mathematics, modern foreign languages, English, the arts and computer learning. Because there were no anticipated revenues/expenditures in this fund and none occurred, no budgetary information was presented. Fund balance was \$2 at June 30, 2006.

Title VI-B

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

**OAKWOOD CITY SCHOOL DISTRICT**

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***Nonmajor Special Revenue Funds*** (Continued)

Perkins Grant

To account for federal monies used to develop vocational education programs in the areas of secondary, adult, disadvantaged and handicapped persons, and work-study projects.

Title I

To account for federal monies used to assist in meeting the special needs of educationally deprived children.

Title VI

To account for federal revenues which support the implementation of a variety of programs such as computer education, gifted and talented programs, in service and staff development.

Drug Free Schools Program

To account for federal revenues which support the implementation of programs for drug abuse education and prevention.

Preschool Grant

To account for federal monies which support the preschool grant program which addresses the improvement and expansion of services for handicapped children ages three through five.

E-Rate

To account for grant monies paid directly to the telecommunications service provider.

Title VI-R

To account for monies to hire additional classroom teachers in grades one through three, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants

To account for various monies received from the federal government which are not classified elsewhere. These grants include Title II-D and ATIP.

***CAPITAL PROJECTS FUNDS***

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The following is a description of the School District's nonmajor capital projects funds.

***Nonmajor Capital Projects Funds***

Permanent Improvement

To account for the acquisition, construction or improvement of capital facilities. This fund receives an annual allocation of property taxes from the General Fund.

Building

To account for the receipts and expenditures related to all special bond funds in the School District, including the proceeds from the sale of the bonds and notes. Expenditures for the fund represent the costs of renovation, constructing, or acquiring capital facilities including real property.

**OAKWOOD CITY SCHOOL DISTRICT**

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***Nonmajor Capital Projects Funds*** (Continued)

Harman Playground Project

To account for improvement costs of the Harman Playground. Because there were no anticipated revenues/ expenditures in this fund and none occurred, no budgetary information was presented. Fund balance was \$80 at June 30, 2006.

SchoolNet

To account for monies received that are used to help obtain computers and related educational technology equipment and/or the necessary infrastructure for educational technology.

***PERMANENT FUND***

The Permanent Fund is used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs. The following is a description of the School District's nonmajor permanent fund.

***Nonmajor Permanent Fund***

Scholarship

To account for assets which have been set aside to earn interest that is distributed in the form of scholarships.

**OAKWOOD CITY SCHOOL DISTRICT**

*Combining Balance Sheet*

*Nonmajor Governmental Funds*

*June 30, 2006*

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
<b><u>Assets:</u></b>				
Equity in Pooled Cash and Cash Equivalents	\$289,368	\$13,109	\$106,785	\$409,262
Property Taxes Receivable	0	207,134	0	207,134
Intergovernmental Receivable	27,964	0	0	27,964
Inventory Held for Resale	1,689	0	0	1,689
<i>Total Assets</i>	<u>\$319,021</u>	<u>\$220,243</u>	<u>\$106,785</u>	<u>\$646,049</u>
<b><u>Liabilities and Fund Balances:</u></b>				
<b><u>Liabilities:</u></b>				
Accounts Payable	\$8,745	\$34,848	\$0	\$43,593
Accrued Wages and Benefits	40,618	0	0	40,618
Contracts Payable	0	41,025	0	41,025
Intergovernmental Payable	50,641	0	0	50,641
Interfund Payable	252,051	347,681	0	599,732
Matured Compensated Absences Payable	4,652	0	0	4,652
Deferred Revenue	20,977	197,222	0	218,199
<i>Total Liabilities</i>	<u>377,684</u>	<u>620,776</u>	<u>0</u>	<u>998,460</u>
<b><u>Fund Balances:</u></b>				
Reserved for Encumbrances	225,207	476,045	0	701,252
Reserved for Property Taxes	0	9,912	0	9,912
Reserved for Contributions	0	0	20,000	20,000
<i>Unreserved, Undesignated, Reported in:</i>				
Special Revenue Funds	(283,870)	0	0	(283,870)
Capital Projects Funds	0	(886,490)	0	(886,490)
Permanent Fund	0	0	86,785	86,785
<i>Total Fund Balances</i>	<u>(58,663)</u>	<u>(400,533)</u>	<u>106,785</u>	<u>(352,411)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$319,021</u>	<u>\$220,243</u>	<u>\$106,785</u>	<u>\$646,049</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Fiscal Year Ended June 30, 2006

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
<b><u>Revenues:</u></b>				
Property Taxes	\$0	\$191,887	\$0	\$191,887
Intergovernmental	483,473	27,734	0	511,207
Interest	914	0	3,041	3,955
Tuition and Fees	73,689	0	0	73,689
Extracurricular Activities	279,840	0	0	279,840
Charges for Services	235,788	0	0	235,788
Contributions and Donations	39,364	0	17,725	57,089
Miscellaneous	400,259	72	0	400,331
<i>Total Revenues</i>	<u>1,513,327</u>	<u>219,693</u>	<u>20,766</u>	<u>1,753,786</u>
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular	170,042	40,657	0	210,699
Special	261,927	0	0	261,927
<i>Support Services:</i>				
Pupils	44,059	0	0	44,059
Instructional Staff	83,856	0	0	83,856
Administration	5,714	0	0	5,714
Fiscal	0	2,609	0	2,609
Central	28,959	0	0	28,959
Operation of Non-Instructional Services	697,344	0	0	697,344
Extracurricular Activities	321,310	0	3,640	324,950
Capital Outlay	1,000	929,281	0	930,281
<i>Total Expenditures</i>	<u>1,614,211</u>	<u>972,547</u>	<u>3,640</u>	<u>2,590,398</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(100,884)</u>	<u>(752,854)</u>	<u>17,126</u>	<u>(836,612)</u>
<b><u>Other Financing Sources (Uses):</u></b>				
Transfers In	8,054	0	0	8,054
<i>Total Other Financing Sources (Uses)</i>	<u>8,054</u>	<u>0</u>	<u>0</u>	<u>8,054</u>
<i>Net Change in Fund Balances</i>	(92,830)	(752,854)	17,126	(828,558)
<i>Fund Balances at Beginning of Year</i>	34,167	352,321	89,659	476,147
<i>Fund Balances at End of Year</i>	<u>(\$58,663)</u>	<u>(\$400,533)</u>	<u>\$106,785</u>	<u>(\$352,411)</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*June 30, 2006*

	Food Service	Faculty	Uniform School Supplies	Special Rotary	School Support	Career Education
<b><u>Assets:</u></b>						
Equity In Pooled Cash and Cash Equivalents	\$0	\$9,632	\$64,231	\$28,420	\$66,791	\$25,359
Intergovernmental Receivable	3,578	0	0	0	0	0
Inventory Held for Resale	1,689	0	0	0	0	0
<i>Total Assets</i>	<u>\$5,267</u>	<u>\$9,632</u>	<u>\$64,231</u>	<u>\$28,420</u>	<u>\$66,791</u>	<u>\$25,359</u>
<b><u>Liabilities and Fund Balances:</u></b>						
<b><u>Liabilities:</u></b>						
Accounts Payable	\$1,192	\$0	\$1,132	\$1,548	\$605	\$1,412
Accrued Wages and Benefits	9,145	0	0	0	0	0
Intergovernmental Payable	5,516	0	0	0	0	0
Interfund Payable	75,414	0	0	0	0	0
Matured Compensated Absences Payable	4,652	0	0	0	0	0
Deferred Revenue	0	0	0	0	0	0
<i>Total Liabilities</i>	<u>95,919</u>	<u>0</u>	<u>1,132</u>	<u>1,548</u>	<u>605</u>	<u>1,412</u>
<b><u>Fund Balances:</u></b>						
Reserved for Encumbrances	53,321	1,875	7,932	470	10,318	9,329
<i>Unreserved, Undesignated, Reported in:</i> Special Revenue Funds	<u>(143,973)</u>	<u>7,757</u>	<u>55,167</u>	<u>26,402</u>	<u>55,868</u>	<u>14,618</u>
<i>Total Fund Balances (Deficits)</i>	<u>(90,652)</u>	<u>9,632</u>	<u>63,099</u>	<u>26,872</u>	<u>66,186</u>	<u>23,947</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$5,267</u>	<u>\$9,632</u>	<u>\$64,231</u>	<u>\$28,420</u>	<u>\$66,791</u>	<u>\$25,359</u>



Latchkey	Library Automation System	District Managed Activities	Local Professional Development	Education Management Information Systems	Entry Year Program	SchoolNet OneNet	Ohio SchoolNet Professional Development
\$72,535	\$566	\$7,295	\$364	\$0	\$0	\$4,817	\$0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>\$72,535</u>	<u>\$566</u>	<u>\$7,295</u>	<u>\$364</u>	<u>\$0</u>	<u>\$0</u>	<u>\$4,817</u>	<u>\$0</u>
236	\$0	\$2,620	\$0	\$0	\$0	\$0	\$0
706	0	0	0	0	0	0	0
17	0	0	0	0	5	0	15
0	0	0	0	0	1,201	0	8,467
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>959</u>	<u>0</u>	<u>2,620</u>	<u>0</u>	<u>0</u>	<u>1,206</u>	<u>0</u>	<u>8,482</u>
45,143	0	94,072	0	0	480	0	0
26,433	566	(89,397)	364	0	(1,686)	4,817	(8,482)
<u>71,576</u>	<u>566</u>	<u>4,675</u>	<u>364</u>	<u>0</u>	<u>(1,206)</u>	<u>4,817</u>	<u>(8,482)</u>
<u>\$72,535</u>	<u>\$566</u>	<u>\$7,295</u>	<u>\$364</u>	<u>\$0</u>	<u>\$0</u>	<u>\$4,817</u>	<u>\$0</u>

(Continued)

**OAKWOOD CITY SCHOOL DISTRICT**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*June 30, 2006*

	Ohio Reads	Summer School Subsidy	Emergency Repairs Grant	Safe School Help Line	Eisenhower Grant	Title VI-B
<b><u>Assets:</u></b>						
Equity In Pooled Cash and Cash Equivalents	\$4,051	\$0	\$691	\$294	\$2	\$0
Intergovernmental Receivable	0	0	0	0	0	19,772
Inventory Held for Resale	0	0	0	0	0	0
<i>Total Assets</i>	<u>\$4,051</u>	<u>\$0</u>	<u>\$691</u>	<u>\$294</u>	<u>\$2</u>	<u>\$19,772</u>
<b><u>Liabilities and Fund Balances:</u></b>						
<b><u>Liabilities:</u></b>						
Accounts Payable	\$0	\$0	\$0	\$0	\$0	\$0
Accrued Wages and Benefits	0	2,595	0	0	0	17,493
Intergovernmental Payable	0	114	0	0	0	44,520
Interfund Payable	0	15,232	0	0	0	110,465
Matured Compensated Absences Payable	0	0	0	0	0	0
Deferred Revenue	0	0	0	0	0	19,772
<i>Total Liabilities</i>	<u>0</u>	<u>17,941</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>192,250</u>
<b><u>Fund Balances:</u></b>						
Reserved for Encumbrances	0	0	0	0	0	2,000
<i>Unreserved, Undesignated, Reported in:</i> Special Revenue Funds	<u>4,051</u>	<u>(17,941)</u>	<u>691</u>	<u>294</u>	<u>2</u>	<u>(174,478)</u>
<i>Total Fund Balances (Deficits)</i>	<u>4,051</u>	<u>(17,941)</u>	<u>691</u>	<u>294</u>	<u>2</u>	<u>(172,478)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$4,051</u>	<u>\$0</u>	<u>\$691</u>	<u>\$294</u>	<u>\$2</u>	<u>\$19,772</u>

Perkins Grant	Title I	Title VI	Drug Free Schools Program	Preschool Grant	E-Rate	Title VI-R	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$4,320	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$289,368
0	0	747	230	0	0	3,637	0	27,964
0	0	0	0	0	0	0	0	1,689
<u>\$4,320</u>	<u>\$0</u>	<u>\$747</u>	<u>\$230</u>	<u>\$0</u>	<u>\$0</u>	<u>\$3,637</u>	<u>\$0</u>	<u>\$319,021</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$8,745
0	5,281	1,242	0	0	0	4,156	0	40,618
0	278	0	8	0	0	168	0	50,641
0	21,476	9,003	4,552	325	0	1,138	4,778	252,051
0	0	0	0	0	0	0	0	4,652
0	0	747	230	0	0	228	0	20,977
0	27,035	10,992	4,790	325	0	5,690	4,778	377,684
0	0	0	0	0	0	0	267	225,207
4,320	(27,035)	(10,245)	(4,560)	(325)	0	(2,053)	(5,045)	(283,870)
4,320	(27,035)	(10,245)	(4,560)	(325)	0	(2,053)	(4,778)	(58,663)
<u>\$4,320</u>	<u>\$0</u>	<u>\$747</u>	<u>\$230</u>	<u>\$0</u>	<u>\$0</u>	<u>\$3,637</u>	<u>\$0</u>	<u>\$319,021</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Special Revenue Funds  
 For the Fiscal Year Ended June 30, 2006

	Food Service	Faculty	Uniform School Supplies	Special Rotary	School Support	Career Education
<b><u>Revenues:</u></b>						
Intergovernmental	\$40,035	\$0	\$0	\$0	\$0	\$5,378
Interest	0	0	0	914	0	0
Tuition and Fees	0	0	73,689	0	0	0
Extracurricular Activities	0	5,769	0	0	93,359	0
Charges for Services	235,788	0	0	0	0	0
Contributions and Donations	0	0	0	9,794	3,456	26,114
Miscellaneous	0	0	0	62,486	15,739	0
<b>Total Revenues</b>	<b>275,823</b>	<b>5,769</b>	<b>73,689</b>	<b>73,194</b>	<b>112,554</b>	<b>31,492</b>
<b><u>Expenditures:</u></b>						
<i>Current:</i>						
<i>Instruction:</i>						
Regular	0	0	60,929	0	0	40,286
Special	0	0	0	0	0	0
<i>Support Services:</i>						
Pupils	0	0	0	0	27,304	1,807
Instructional Staff	0	0	0	9,473	0	1,266
Administration	0	0	0	0	5,714	0
Central	0	4,169	0	0	0	0
Operation of Non-Instructional Services	281,753	0	0	16,195	2,050	0
Extracurricular Activities	0	0	0	44,268	87,904	0
Capital Outlay	0	0	0	0	0	1,000
<b>Total Expenditures</b>	<b>281,753</b>	<b>4,169</b>	<b>60,929</b>	<b>69,936</b>	<b>122,972</b>	<b>44,359</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(5,930)</b>	<b>1,600</b>	<b>12,760</b>	<b>3,258</b>	<b>(10,418)</b>	<b>(12,867)</b>
<b><u>Other Financing Sources (Uses):</u></b>						
Transfers In	0	0	0	0	0	6,291
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,291</b>
<b>Net Change in Fund Balances</b>	<b>(5,930)</b>	<b>1,600</b>	<b>12,760</b>	<b>3,258</b>	<b>(10,418)</b>	<b>(6,576)</b>
<b>Fund Balances (Deficits) at Beginning of Year</b>	<b>(84,722)</b>	<b>8,032</b>	<b>50,339</b>	<b>23,614</b>	<b>76,604</b>	<b>30,523</b>
<b>Fund Balances (Deficits) at End of Year</b>	<b>(\$90,652)</b>	<b>\$9,632</b>	<b>\$63,099</b>	<b>\$26,872</b>	<b>\$66,186</b>	<b>\$23,947</b>

Latchkey	Library Automation System	District Managed Activities	Local Professional Development	Education Management Information Systems	Entry Year Program	SchoolNet OneNet	Ohio SchoolNet Professional Development
\$0	\$0	\$0	\$0	\$7,042	\$0	\$15,000	\$3,925
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	180,712	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
299,334	0	22,700	0	0	0	0	0
299,334	0	203,412	0	7,042	0	15,000	3,925
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	20,623	2,756	0	7,512
0	0	0	0	0	0	0	0
0	0	0	0	9,329	0	10,183	0
397,346	0	0	0	0	0	0	0
0	0	189,138	0	0	0	0	0
397,346	0	189,138	0	29,952	2,756	10,183	7,512
(98,012)	0	14,274	0	(22,910)	(2,756)	4,817	(3,587)
0	0	0	0	0	124	3	0
0	0	0	0	0	124	3	0
(98,012)	0	14,274	0	(22,910)	(2,632)	4,820	(3,587)
169,588	566	(9,599)	364	22,910	1,426	(3)	(4,895)
\$71,576	\$566	\$4,675	\$364	\$0	(\$1,206)	\$4,817	(\$8,482)

(Continued)

**OAKWOOD CITY SCHOOL DISTRICT**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2006*

	Ohio Reads	Summer School Subsidy	Emergency Repairs Grant	Safe School Help Line	Eisenhower Grant	Title VI-B
<b><u>Revenues:</u></b>						
Intergovernmental	\$2,000	\$12,211	\$0	\$0	\$0	\$311,212
Interest	0	0	0	0	0	0
Tuition and Fees	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Charges for Services	0	0	0	0	0	0
Contributions and Donations	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
<i>Total Revenues</i>	<u>2,000</u>	<u>12,211</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>311,212</u>
<b><u>Expenditures:</u></b>						
<i>Current:</i>						
<i>Instruction:</i>						
Regular	0	30,650	0	0	0	0
Special	0	0	0	0	0	217,916
<i>Support Services:</i>						
Pupil	0	0	0	0	0	0
Instructional Staff	0	1,000	0	0	0	41,226
Administration	0	0	0	0	0	0
Central	0	0	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Capital Outlay	0	0	0	0	0	0
<i>Total Expenditures</i>	<u>0</u>	<u>31,650</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>259,142</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	2,000	(19,439)	0	0	0	52,070
<b><u>Other Financing Sources (Uses):</u></b>						
Transfers In	0	211	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>211</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	2,000	(19,228)	0	0	0	52,070
<i>Fund Balances (Deficits) at Beginning of Year</i>	<u>2,051</u>	<u>1,287</u>	<u>691</u>	<u>294</u>	<u>2</u>	<u>(224,548)</u>
<i>Fund Balances (Deficits) at End of Year</i>	<u><u>\$4,051</u></u>	<u><u>(\$17,941)</u></u>	<u><u>\$691</u></u>	<u><u>\$294</u></u>	<u><u>\$2</u></u>	<u><u>(\$172,478)</u></u>

Perkins Grant	Title I	Title VI	Drug Free Schools Program	Preschool Grant	E-Rate	Title VI-R	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$6,718	\$31,395	\$4,852	\$4,996	\$2,913	\$5,278	\$30,461	\$57	\$483,473
0	0	0	0	0	0	0	0	914
0	0	0	0	0	0	0	0	73,689
0	0	0	0	0	0	0	0	279,840
0	0	0	0	0	0	0	0	235,788
0	0	0	0	0	0	0	0	39,364
0	0	0	0	0	0	0	0	400,259
<u>6,718</u>	<u>31,395</u>	<u>4,852</u>	<u>4,996</u>	<u>2,913</u>	<u>5,278</u>	<u>30,461</u>	<u>57</u>	<u>1,513,327</u>
0	0	5,749	0	0	0	32,428	0	170,042
0	40,065	0	0	3,946	0	0	0	261,927
7,347	0	0	7,601	0	0	0	0	44,059
0	0	0	0	0	0	0	0	83,856
0	0	0	0	0	0	0	0	5,714
0	0	0	0	0	5,278	0	0	28,959
0	0	0	0	0	0	0	0	697,344
0	0	0	0	0	0	0	0	321,310
								1,000
<u>7,347</u>	<u>40,065</u>	<u>5,749</u>	<u>7,601</u>	<u>3,946</u>	<u>5,278</u>	<u>32,428</u>	<u>0</u>	<u>1,614,211</u>
(629)	(8,670)	(897)	(2,605)	(1,033)	0	(1,967)	57	(100,884)
0	0	0	797	0	0	61	567	8,054
0	0	0	797	0	0	61	567	8,054
(629)	(8,670)	(897)	(1,808)	(1,033)	0	(1,906)	624	(92,830)
4,949	(18,365)	(9,348)	(2,752)	708	0	(147)	(5,402)	34,167
<u>\$4,320</u>	<u>(\$27,035)</u>	<u>(\$10,245)</u>	<u>(\$4,560)</u>	<u>(\$325)</u>	<u>\$0</u>	<u>(\$2,053)</u>	<u>(\$4,778)</u>	<u>(\$58,663)</u>

**OAKWOOD CITY SCHOOL DISTRICT**

*Combining Balance Sheet*

*Nonmajor Capital Projects Funds*

*June 30, 2006*

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Harman Playground Project</u>	<u>SchoolNet</u>	<u>Total Nonmajor Capital Projects Funds</u>
<b><u>Assets:</u></b>					
Equity in Pooled Cash and Cash Equivalents	\$13,029	\$0	\$80	\$0	\$13,109
Property Taxes Receivable	<u>207,134</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>207,134</u>
<i>Total Assets</i>	<u><u>\$220,163</u></u>	<u><u>\$0</u></u>	<u><u>\$80</u></u>	<u><u>\$0</u></u>	<u><u>\$220,243</u></u>
<b><u>Liabilities and Fund Balances:</u></b>					
<b><u>Liabilities:</u></b>					
Accounts Payable	\$34,848	\$0	\$0	\$0	\$34,848
Contracts Payable	41,025	0	0	0	41,025
Interfund Payable	0	283,780	0	63,901	347,681
Deferred Revenue	<u>197,222</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>197,222</u>
<i>Total Liabilities</i>	<u>273,095</u>	<u>283,780</u>	<u>0</u>	<u>63,901</u>	<u>620,776</u>
<b><u>Fund Balances:</u></b>					
Reserved for Encumbrances	28,085	447,960	0	0	476,045
Reserved for Property Taxes	9,912	0	0	0	9,912
<i>Unreserved, Undesignated, Reported in:</i>					
Capital Projects Funds	<u>(90,929)</u>	<u>(731,740)</u>	<u>80</u>	<u>(63,901)</u>	<u>(886,490)</u>
<i>Total Fund Balances (Deficits)</i>	<u>(52,932)</u>	<u>(283,780)</u>	<u>80</u>	<u>(63,901)</u>	<u>(400,533)</u>
<i>Total Liabilities and Fund Balances</i>	<u><u>\$220,163</u></u>	<u><u>\$0</u></u>	<u><u>\$80</u></u>	<u><u>\$0</u></u>	<u><u>\$220,243</u></u>



**OAKWOOD CITY SCHOOL DISTRICT**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Capital Projects Funds*  
*For the Fiscal Year Ended June 30, 2006*

	Permanent Improvement	Building	Harman Playground Project	SchoolNet	Total Nonmajor Capital Projects Funds
<b><u>Revenues:</u></b>					
Property Taxes	\$191,887	\$0	\$0	\$0	\$191,887
Intergovernmental	27,734	0	0	0	27,734
Miscellaneous	72	0	0	0	72
<i>Total Revenues</i>	<u>219,693</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>219,693</u>
<b><u>Expenditures:</u></b>					
<i>Current:</i>					
<i>Instruction:</i>					
Regular	0	40,613	0	44	40,657
<i>Support Services:</i>					
Fiscal	2,609	0	0	0	2,609
Capital Outlay	534,651	394,630	0	0	929,281
<i>Total Expenditures</i>	<u>537,260</u>	<u>435,243</u>	<u>0</u>	<u>44</u>	<u>972,547</u>
<i>Net Change in Fund Balances</i>	(317,567)	(435,243)	0	(44)	(752,854)
<i>Fund Balances (Deficits) at Beginning of Year</i>	<u>264,635</u>	<u>151,463</u>	<u>80</u>	<u>(63,857)</u>	<u>352,321</u>
<i>Fund Balances (Deficits) at End of Year</i>	<u><u>(\$52,932)</u></u>	<u><u>(\$283,780)</u></u>	<u><u>\$80</u></u>	<u><u>(\$63,901)</u></u>	<u><u>(\$400,533)</u></u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Bond Retirement Debt Service Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		(Negative)
<b><u>Revenues:</u></b>				
Property Taxes	\$1,193,974	\$1,307,275	\$1,116,664	(\$190,611)
Intergovernmental	0	0	156,380	156,380
<i>Total Revenues</i>	1,193,974	1,307,275	1,273,044	(34,231)
<b><u>Expenditures:</u></b>				
<i>Debt Service:</i>				
Principal Retirement	1,617,000	1,954,000	1,520,789	433,211
Interest and Fiscal Charges	795,000	472,000	903,946	(431,946)
Other	10,500	14,000	14,011	(11)
<i>Total Expenditures</i>	2,422,500	2,440,000	2,438,746	1,254
Excess of Revenues Over (Under) Expenditures	(1,228,526)	(1,132,725)	(1,165,702)	(32,977)
Fund Balance (Deficit) at Beginning of Year	(2,766,063)	(2,766,063)	(2,766,063)	0
Fund Balance (Deficit) at End of Year	(\$3,994,589)	(\$3,898,788)	(\$3,931,765)	(\$32,977)

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Budget Basis)*  
**Food Service Special Revenue Fund**  
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$21,686	\$22,449	\$763
Customer Sales and Services	0	227,779	235,788	8,009
Miscellaneous	0	66	68	2
<i>Total Revenues</i>	<u>0</u>	<u>249,531</u>	<u>258,305</u>	<u>8,774</u>
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Non-Instructional Services:</i>				
Salaries and Wages	92,200	94,000	93,696	304
Fringe Benefits	37,300	50,000	49,488	512
Supplies and Materials	137,077	166,177	147,528	18,649
Capital Outlay	0	2,200	2,148	52
<i>Total Expenditures</i>	<u>266,577</u>	<u>312,377</u>	<u>292,860</u>	<u>19,517</u>
Excess of Revenues Over (Under) Expenditures	(266,577)	(62,846)	(34,555)	28,291
Fund Balance (Deficit) at Beginning of Year	(84,835)	(84,835)	(84,835)	0
Prior Year Encumbrances Appropriated	<u>18,076</u>	<u>18,076</u>	<u>18,076</u>	<u>0</u>
Fund Equity (Deficit) at End of Year	<u>(\$333,336)</u>	<u>(\$129,605)</u>	<u>(\$101,314)</u>	<u>\$28,291</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual (Budget Basis)*  
**Faculty Special Revenue Fund**  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues:</u></b>				
Extracurricular Activities	\$0	\$6,159	\$5,769	(\$390)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Support Services:</i>				
Central				
Supplies and Materials	7,850	6,150	5,169	981
Excess of Revenues Over (Under) Expenditures	(7,850)	9	600	591
Fund Balance at Beginning of Year	7,082	7,082	7,082	0
Prior Year Encumbrances Appropriated	951	951	951	0
Fund Balance (Deficit) at End of Year	\$183	\$8,042	\$8,633	\$591

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Uniform School Supplies Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues:</u></b>				
Tuition and Fees	\$0	\$71,302	\$73,809	\$2,507
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Regular</i>				
Materials and Supplies	75,529	72,029	67,774	4,255
Excess of Revenues Over (Under) Expenditures	(75,529)	(727)	6,035	6,762
Fund Balance at Beginning of Year	46,203	46,203	46,203	0
Prior Year Encumbrances Appropriated	4,029	4,029	4,029	0
Fund Balance at End of Year	<u>(\$25,297)</u>	<u>\$49,505</u>	<u>\$56,267</u>	<u>\$6,762</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Special Rotary Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues:</u></b>				
Interest	\$0	\$912	\$914	\$2
Contributions and Donations	0	9,768	9,794	26
Miscellaneous	0	62,320	62,486	166
<i>Total Revenues</i>	0	73,000	73,194	194
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Support Services:</i>				
<i>Instructional Staff</i>				
Purchased Services	748	733	700	33
Supplies and Materials	7,349	7,203	6,877	326
Capital Outlay	2,403	2,355	2,249	106
<i>Total Support Services</i>	10,500	10,291	9,826	465
<i>Non-Instructional Services:</i>				
<i>Community Services</i>				
Purchased Services	7,867	7,711	7,362	349
Supplies and Materials	9,568	9,377	8,953	424
<i>Total Non-Instructional Services</i>	17,435	17,088	16,315	773
<i>Extracurricular Activities:</i>				
<i>Academic Oriented Activities</i>				
Purchased Services	2,867	2,810	2,683	127
<i>School and Public Service Activities</i>				
Purchased Services	44,155	43,275	41,319	1,956
Supplies and Materials	284	279	266	13
<i>Total Extracurricular Activities</i>	47,306	46,364	44,268	2,096
<i>Total Expenditures</i>	75,241	73,743	70,409	3,334
Excess of Revenues Over (Under) Expenditures	(75,241)	(743)	2,785	3,528
Fund Balance at Beginning of Year	20,892	20,892	20,892	0
Prior Year Encumbrances Appropriated	3,142	3,142	3,142	0
Fund Balance (Deficit) at End of Year	(\$51,207)	\$23,291	\$26,819	\$3,528

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*School Support Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues:</u></b>				
Extracurricular Activities	\$0	\$94,631	\$93,359	(\$1,272)
Contributions and Donations	0	3,503	3,456	(47)
Miscellaneous	0	17,167	16,936	(231)
<i>Total Revenues</i>	0	115,301	113,751	(1,550)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Support Services:</i>				
<i>Pupils</i>				
Supplies and Materials	28,734	32,093	27,260	4,833
<i>Administration</i>				
Purchased Services	2,730	3,049	2,590	459
Supplies and Materials	3,448	3,851	3,271	580
<i>Total Support Services</i>	34,912	38,993	33,121	5,872
<i>Non-Instructional Services:</i>				
<i>Other</i>				
Purchased Services	242	271	230	41
Supplies and Materials	1,327	1,482	1,259	223
<i>Total Non-Instructional Services</i>	1,569	1,753	1,489	264
<i>Extracurricular Activities:</i>				
<i>Academic Oriented Activities</i>				
Purchased Services	47,131	52,641	44,714	7,927
Supplies and Materials	46,018	51,398	43,658	7,740
<i>Total Academic Oriented Activities</i>	93,149	104,039	88,372	15,667
<i>School and Public Service Activities</i>				
Purchased Services	7,237	8,083	6,866	1,217
<i>Total Extracurricular Activities</i>	100,386	112,122	95,238	16,884
<i>Total Expenditures</i>	136,867	152,868	129,848	23,020
Excess of Revenues Over (Under) Expenditures	(136,867)	(37,567)	(16,097)	21,470
Fund Balance at Beginning of Year	52,783	52,783	52,783	0
Prior Year Encumbrances Appropriated	22,769	22,769	22,769	0
Fund Balance (Deficit) at End of Year	(\$61,315)	\$37,985	\$59,455	\$21,470

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Career Education Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$5,597	\$5,378	(\$219)
Contributions and Donations	0	27,177	26,114	(1,063)
<i>Total Revenues</i>	<u>0</u>	<u>32,774</u>	<u>31,492</u>	<u>(1,282)</u>
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Purchased Services	2,454	3,154	2,640	514
Materials and Supplies	12,263	15,761	13,193	2,568
Capital Outlay	26,382	33,907	28,383	5,524
Total Instruction	<u>41,099</u>	<u>52,822</u>	<u>44,216</u>	<u>8,606</u>
<i>Support Services:</i>				
Pupils				
Purchased Services	5,374	6,906	5,781	1,125
Materials and Supplies	1,401	1,800	1,507	293
Total Pupils	<u>6,775</u>	<u>8,706</u>	<u>7,288</u>	<u>1,418</u>
Instructional Staff				
Purchased Services	306	393	329	64
Materials and Supplies	871	1,119	937	182
Total Instructional Staff	<u>1,177</u>	<u>1,512</u>	<u>1,266</u>	<u>246</u>
Total Support Services	<u>7,952</u>	<u>10,218</u>	<u>8,554</u>	<u>1,664</u>
<i>Extracurricular Activities:</i>				
Academic Oriented Activities				
Purchased Services	2,840	3,650	3,055	595
Total Extracurricular Activities	<u>2,840</u>	<u>3,650</u>	<u>3,055</u>	<u>595</u>
Total Expenditures	<u>51,891</u>	<u>66,690</u>	<u>55,825</u>	<u>10,865</u>
Excess of Revenues Over (Under) Expenditures	(51,891)	(33,916)	(24,333)	9,583
<b><u>Other Financing Sources (Uses):</u></b>				
Transfers In	0	6,547	6,291	(256)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>6,547</u>	<u>6,291</u>	<u>(256)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(51,891)	(27,369)	(18,042)	9,327
Fund Balance at Beginning of Year	23,970	23,970	23,970	0
Prior Year Encumbrances Appropriated	<u>9,688</u>	<u>9,688</u>	<u>9,688</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>(\$18,233)</u>	<u>\$6,289</u>	<u>\$15,616</u>	<u>\$9,327</u>



**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Latchkey Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b><u>Revenues:</u></b>				
Miscellaneous	\$0	\$289,167	\$299,334	\$10,167
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Non-Instructional Services:</i>				
Food Service Operations				
Salaries and Wages	925	1,782	1,678	104
Fringe Benefits	11	21	20	1
Supplies and Materials	2,328	4,485	4,223	262
Total Food Service Operations	<u>3,264</u>	<u>6,288</u>	<u>5,921</u>	<u>367</u>
Community Services				
Purchased Services	<u>128,996</u>	<u>248,534</u>	<u>234,031</u>	<u>14,503</u>
Total Non-Instructional Services	<u>132,260</u>	<u>254,822</u>	<u>239,952</u>	<u>14,870</u>
<i>Total Expenditures</i>	<u>132,260</u>	<u>254,822</u>	<u>239,952</u>	<u>14,870</u>
Excess of Revenues Over (Under) Expenditures	(132,260)	34,345	59,382	25,037
<b><u>Other Financing Sources (Uses):</u></b>				
Transfers Out	<u>(99,214)</u>	<u>(191,154)</u>	<u>(180,000)</u>	<u>11,154</u>
Total Other Financing Sources (Uses)	<u>(99,214)</u>	<u>(191,154)</u>	<u>(180,000)</u>	<u>11,154</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(231,474)	(156,809)	(120,618)	36,191
Fund Balance at Beginning of Year	147,003	147,003	147,003	0
Prior Year Encumbrances Appropriated	<u>25,974</u>	<u>25,974</u>	<u>25,974</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>(\$58,497)</u>	<u>\$16,168</u>	<u>\$52,359</u>	<u>\$36,191</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual (Budget Basis)*  
**Library Automation System Special Revenue Fund**  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues</u></b>	\$0	\$0	\$0	\$0
<b><u>Expenditures</u></b>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	566	566	566	0
Fund Balance at End of Year	\$566	\$566	\$566	\$0

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*District Managed Activities Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues:</u></b>				
Extracurricular Activities	\$0	\$183,175	\$180,712	(\$2,463)
Miscellaneous	0	23,009	22,700	(309)
<i>Total Revenues</i>	0	206,184	203,412	(2,772)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Extracurricular Activities:</i>				
<i>Sport Oriented Activities</i>				
Salaries and Wages	743	994	870	124
Purchased Services	86,180	115,346	100,923	14,423
Supplies and Materials	86,479	115,746	101,273	14,473
Capital Outlay	5,550	7,428	6,500	928
Capital Outlay Replacement	83,143	111,281	97,366	13,915
<i>Total Expenditures</i>	262,095	350,795	306,932	43,863
Excess of Revenues Over (Under) Expenditures	(262,095)	(144,611)	(103,520)	41,091
Fund Balance (Deficit) at Beginning of Year	(6,610)	(6,610)	(6,610)	0
Prior Year Encumbrances Appropriated	43,791	43,791	43,791	0
Fund Balance (Deficit) at End of Year	(\$224,914)	(\$107,430)	(\$66,339)	\$41,091

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual (Budget Basis)*  
**Local Professional Development Special Revenue Fund**  
*For the Fiscal Year Ended June 30, 2006*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b><u>Revenues</u></b>	\$0	\$0	\$0	\$0
<b><u>Expenditures</u></b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>364</u>	<u>364</u>	<u>364</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$364</u></u>	<u><u>\$364</u></u>	<u><u>\$364</u></u>	<u><u>\$0</u></u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Education Management Information Systems Special Revenue Fund*  
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$7,138	\$7,042	(\$96)
<i>Total Revenues</i>	<u>\$0</u>	<u>\$7,138</u>	<u>\$7,042</u>	<u>(\$96)</u>
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Support Services:</i>				
Instructional Staff				
Purchased Services	5,233	20,656	20,623	33
Central				
Purchased Services	2,367	9,344	9,329	15
Total Support Services	<u>7,600</u>	<u>30,000</u>	<u>29,952</u>	<u>48</u>
<i>Total Expenditures</i>	<u>7,600</u>	<u>30,000</u>	<u>29,952</u>	<u>48</u>
Excess of Revenues Over (Under) Expenditures	(7,600)	(22,862)	(22,910)	(48)
Fund Balance at Beginning of Year	<u>22,910</u>	<u>22,910</u>	<u>22,910</u>	<u>0</u>
Fund Balance at End of Year	<u>\$15,310</u>	<u>\$48</u>	<u>\$0</u>	<u>(\$48)</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Entry Year Program Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues</u></b>	\$0	\$0	\$0	\$0
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
Supplies and Materials	52	245	240	5
<i>Support Services:</i>				
Instructional Staff				
Salaries and Wages	559	2,635	2,580	55
Fringe Benefits	2	11	11	0
Materials and Supplies	87	409	400	9
Total Instructional Staff	648	3,055	2,991	64
<i>Total Expenditures</i>	700	3,300	3,231	69
Excess of Revenues Over (Under) Expenditures	(700)	(3,300)	(3,231)	69
<b><u>Other Financing Sources:</u></b>				
Transfers In	0	126	124	(2)
<i>Total Other Financing Sources</i>	0	126	124	(2)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(700)	(3,174)	(3,107)	67
Fund Balance at Beginning of Year	1,426	1,426	1,426	0
Fund Balance (Deficit) at End of Year	\$726	(\$1,748)	(\$1,681)	\$67

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*SchoolNet OneNet Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$15,204	\$15,000	(\$204)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Support Services:</i>				
Central				
Purchased Services	15,000	10,200	10,183	17
<i>Total Expenditures</i>	<u>15,000</u>	<u>10,200</u>	<u>10,183</u>	<u>17</u>
Excess of Revenues Over (Under) Expenditures	(15,000)	5,004	4,817	(187)
<b><u>Other Financing Sources (Uses):</u></b>				
Transfers In	0	0	3	3
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>3</u>	<u>3</u>
Excess of Revenues Over (Under) Expenditures	(15,000)	5,004	4,820	(184)
Fund Balance (Deficit) at Beginning Of Year	<u>(3)</u>	<u>(3)</u>	<u>(3)</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>(\$15,003)</u>	<u>\$5,001</u>	<u>\$4,817</u>	<u>(\$184)</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Ohio SchoolNet Professional Development Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$3,979	\$3,925	(\$54)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Support Services:</i>				
Instructional Staff				
Salaries and Wages	750	4,687	4,685	2
Purchased Services	450	2,813	2,812	1
<i>Total Expenditures</i>	<u>1,200</u>	<u>7,500</u>	<u>7,497</u>	<u>3</u>
Excess of Revenues Over (Under) Expenditures	(1,200)	(3,521)	(3,572)	(51)
Fund Balance (Deficit) at Beginning of Year	<u>(4,895)</u>	<u>(4,895)</u>	<u>(4,895)</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u><u>(\$6,095)</u></u>	<u><u>(\$8,416)</u></u>	<u><u>(\$8,467)</u></u>	<u><u>(\$51)</u></u>



**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Ohio Reads Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$2,027	\$2,000	(\$27)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Support Services:</i>				
Instructional Staff				
Purchased Services	2,000	0	0	0
<i>Total Expenditures</i>	2,000	0	0	0
Excess of Revenues Over (Under) Expenditures	(2,000)	2,027	2,000	(27)
Fund Balance at Beginning of Year	2,051	2,051	2,051	0
Fund Balance at End of Year	\$51	\$4,078	\$4,051	(\$27)

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Summer School Subsidy Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$18,683	\$18,432	(\$251)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Regular</i>				
Salaries and Wages	12,218	26,497	25,880	617
Fringe Benefits	4,095	8,881	8,674	207
Supplies and Materials	2,125	4,608	4,501	107
Total Instruction	<u>18,438</u>	<u>39,986</u>	<u>39,055</u>	<u>931</u>
<i>Support Services:</i>				
<i>Instructional Staff</i>				
Purchased Services	472	1,024	1,000	24
Total Expenditures	<u>18,910</u>	<u>41,010</u>	<u>40,055</u>	<u>955</u>
Excess of Revenues Over (Under) Expenditures	(18,910)	(22,327)	(21,623)	704
<b><u>Other Financing Sources:</u></b>				
Transfers In	0	214	211	(3)
Total Other Financing Sources:	<u>0</u>	<u>214</u>	<u>211</u>	<u>(3)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(18,910)	(22,113)	(21,412)	701
Fund Balance at Beginning of Year	5,270	5,270	5,270	0
Prior Year Encumbrances Appropriated	<u>911</u>	<u>911</u>	<u>911</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>(\$12,729)</u>	<u>(\$15,932)</u>	<u>(\$15,231)</u>	<u>\$701</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Emergency Repairs Grant Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues</u></b>	\$0	\$0	\$0	\$0
<b><u>Expenditures</u></b>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	691	691	691	0
Fund Balance at End of Year	<u>\$691</u>	<u>\$691</u>	<u>\$691</u>	<u>\$0</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Safe School Help Line Special Revenue Fund*  
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$0	\$0	\$0
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Non-Instructional Services:</i>				
Regular				
Purchased Services	2,000	0	0	0
<i>Total Expenditures</i>	<u>2,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	(2,000)	0	0	0
Fund Balance at Beginning of Year	<u>295</u>	<u>295</u>	<u>295</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u><u>(\$1,705)</u></u>	<u><u>\$295</u></u>	<u><u>\$295</u></u>	<u><u>\$0</u></u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Budget Basis)*  
**Title VI-B Special Revenue Fund**  
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$316,398	\$312,144	(\$4,254)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Special</i>				
Salaries and Wages	47,875	44,640	43,141	1,499
Fringe Benefits	24,542	22,883	22,115	768
Purchased Services	270,703	252,407	243,933	8,474
Total Instruction	<u>343,120</u>	<u>319,930</u>	<u>309,189</u>	<u>10,741</u>
<i>Support Services:</i>				
<i>Instructional Staff</i>				
Salaries and Wages	34,698	32,354	31,267	1,087
Fringe Benefits	12,798	11,933	11,532	401
Total Support Services	<u>47,496</u>	<u>44,287</u>	<u>42,799</u>	<u>1,488</u>
<i>Total Expenditures</i>	<u>390,616</u>	<u>364,217</u>	<u>351,988</u>	<u>12,229</u>
Excess of Revenues Over (Under) Expenditures	(390,616)	(47,819)	(39,844)	7,975
Fund Balance (Deficit) at Beginning of Year	(128,711)	(128,711)	(128,711)	0
Prior Year Encumbrances Appropriated	<u>12,215</u>	<u>12,215</u>	<u>12,215</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>(\$507,112)</u>	<u>(\$164,315)</u>	<u>(\$156,340)</u>	<u>\$7,975</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual (Budget Basis)*  
**Perkins Grant Special Revenue Fund**  
*For the Fiscal Year Ended June 30, 2006*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$6,810	\$6,718	(\$92)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Support Services:</i>				
Pupils				
Purchased Services	8,054	7,845	5,468	2,377
Supplies and Materials	3,514	3,423	2,386	1,037
<i>Total Expenditures</i>	<u>11,568</u>	<u>11,268</u>	<u>7,854</u>	<u>3,414</u>
Excess of Revenues Over (Under) Expenditures	(11,568)	(4,458)	(1,136)	3,322
Fund Balance at Beginning of Year	2,087	2,087	2,087	0
Prior Year Encumbrances Appropriated	<u>3,369</u>	<u>3,369</u>	<u>3,369</u>	<u>0</u>
Fund Balance at End of Year	<u>(\$6,112)</u>	<u>\$998</u>	<u>\$4,320</u>	<u>\$3,322</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Budget Basis)*  
**Title I Special Revenue Fund**  
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$31,823	\$31,395	(\$428)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Special</i>				
Salaries and Wages	31,200	40,000	39,869	131
<i>Total Expenditures</i>	<u>31,200</u>	<u>40,000</u>	<u>39,869</u>	<u>131</u>
Excess of Revenues Over (Under) Expenditures	(31,200)	(8,177)	(8,474)	(297)
Fund Balance (Deficit) at Beginning of Year	<u>(13,003)</u>	<u>(13,003)</u>	<u>(13,003)</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u><u>(\$44,203)</u></u>	<u><u>(\$21,180)</u></u>	<u><u>(\$21,477)</u></u>	<u><u>(\$297)</u></u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual (Budget Basis)*  
**Title VI Special Revenue Fund**  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$5,663	\$5,587	(\$76)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Salaries and Wages	8,276	5,783	5,775	8
Fringe Benefits	24	17	17	0
<i>Total Expenditures</i>	8,300	5,800	5,792	8
Excess of Revenues Over (Under) Expenditures	(8,300)	(137)	(205)	(68)
Fund Balance (Deficit) at Beginning of Year	(8,798)	(8,798)	(8,798)	0
Fund Balance (Deficit) at End of Year	(\$17,098)	(\$8,935)	(\$9,003)	(\$68)



**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*Drug Free Schools Program Special Revenue Fund*  
*For the Fiscal Year Ended June 30, 2006*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$5,250	\$5,180	(\$70)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Support Services:</i>				
Pupils				
Salaries and Wages	6,300	7,800	7,721	79
<i>Total Expenditures</i>	<u>6,300</u>	<u>7,800</u>	<u>7,721</u>	<u>79</u>
Excess of Revenues Over (Under) Expenditures	(6,300)	(2,550)	(2,541)	9
<b><u>Other Financing Sources:</u></b>				
Transfers In	0	808	797	(11)
<i>Total Other Financing Sources:</i>	<u>0</u>	<u>808</u>	<u>797</u>	<u>(11)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(6,300)	(1,742)	(1,744)	(2)
Fund Balance (Deficit) at Beginning of Year	<u>(2,808)</u>	<u>(2,808)</u>	<u>(2,808)</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>(\$9,108)</u>	<u>(\$4,550)</u>	<u>(\$4,552)</u>	<u>(\$2)</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual (Budget Basis)  
 Preschool Grant Special Revenue Fund  
 For the Fiscal Year Ended June 30, 2006*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$3,348	\$3,303	(\$45)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Special</i>				
Purchased Services	3,600	4,800	4,027	773
<i>Total Expenditures</i>	<u>3,600</u>	<u>4,800</u>	<u>4,027</u>	<u>773</u>
Excess of Revenues Over (Under) Expenditures	(3,600)	(1,452)	(724)	728
Fund Balance (Deficit) at Beginning of Year	(301)	(301)	(301)	0
Prior Year Encumbrances Appropriated	<u>700</u>	<u>700</u>	<u>700</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>(\$3,201)</u>	<u>(\$1,053)</u>	<u>(\$325)</u>	<u>\$728</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Budget Basis)*  
*E-Rate Special Revenue Fund*  
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$5,350	\$5,278	(\$72)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Support Services:</i>				
Central				
Purchased Services	6,700	5,300	5,278	22
<i>Total Expenditures</i>	<u>6,700</u>	<u>5,300</u>	<u>5,278</u>	<u>22</u>
Excess of Revenues Over (Under) Expenditures	(6,700)	50	0	(50)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u><u>(\$6,700)</u></u>	<u><u>\$50</u></u>	<u><u>\$0</u></u>	<u><u>(\$50)</u></u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual (Budget Basis)*  
**Title VI-R Special Revenue Fund**  
*For the Fiscal Year Ended June 30, 2006*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$35,614	\$35,135	(\$479)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Regular</i>				
Salaries and Wages	29,323	29,323	27,947	1,376
Fringe Benefits	4,677	4,677	4,458	219
<i>Total Expenditures</i>	<u>34,000</u>	<u>34,000</u>	<u>32,405</u>	<u>1,595</u>
Excess of Revenues Over (Under) Expenditures	(34,000)	1,614	2,730	1,116
<b><u>Other Financing Sources:</u></b>				
Transfers In	0	62	61	(1)
<i>Total Other Financing Sources</i>	<u>0</u>	<u>62</u>	<u>61</u>	<u>(1)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(34,000)	1,676	2,791	1,115
Fund Balance (Deficit) at Beginning of Year	<u>(3,930)</u>	<u>(3,930)</u>	<u>(3,930)</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>(\$37,930)</u>	<u>(\$2,254)</u>	<u>(\$1,139)</u>	<u>\$1,115</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Budget Basis)  
Miscellaneous Federal Grants Special Revenue Fund  
For the Fiscal Year Ended June 30, 2006*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b><u>Revenues:</u></b>				
Intergovernmental	\$0	\$120	\$118	(\$2)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Support Services:</i>				
Instructional Staff				
Purchased Services	1,367	567	267	300
<i>Total Expenditures</i>	<u>1,367</u>	<u>567</u>	<u>267</u>	<u>300</u>
Excess of Revenues Over (Under) Expenditures	(1,367)	(447)	(149)	298
<b><u>Other Financing Sources:</u></b>				
Transfers In	0	575	567	(8)
<i>Total Other Financing Sources</i>	<u>0</u>	<u>575</u>	<u>567</u>	<u>(8)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(1,367)	128	418	290
Fund Balance (Deficit) at Beginning of Year	(5,730)	(5,730)	(5,730)	0
Prior Year Encumbrances Appropriated	<u>267</u>	<u>267</u>	<u>267</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>(\$6,830)</u>	<u>(\$5,335)</u>	<u>(\$5,045)</u>	<u>\$290</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance- Budget (Non-GAAP Basis) and Actual  
Permanent Improvement Capital Projects Fund  
For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b><u>Revenues:</u></b>				
Property Taxes	\$234,437	\$237,941	\$203,867	(\$34,074)
Intergovernmental	0	0	27,734	27,734
Miscellaneous	0	0	72	72
<i>Total Revenues</i>	234,437	237,941	231,673	(6,268)
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Support Services:</i>				
Fiscal				
Other	2,200	2,600	2,609	(9)
<i>Total Support Services</i>	2,200	2,600	2,609	(9)
Pupil Transportation				
Purchased Services	500	0	0	0
<i>Total Pupil Transportation</i>	500	0	0	0
Capital Outlay:				
Architecture and Engineering Services				
Purchased Services	12,042	12,942	9,065	3,877
Building Improvement Services				
Capital Outlay	395,458	709,458	587,842	121,616
Interest and Fiscal Charges	0	17,200	17,160	40
<i>Total Capital Outlay</i>	407,500	739,600	614,067	125,533
<i>Total Expenditures</i>	410,200	742,200	616,676	125,524
Excess of Revenues Over (Under) Expenditures	(175,763)	(504,259)	(385,003)	119,256
Fund Balance at Beginning of Year	181,673	181,673	181,673	0
Prior Year Encumbrances Appropriated	125,300	125,300	125,300	0
Fund Balance (Deficit) at End of Year	\$131,210	(\$197,286)	(\$78,030)	\$119,256

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance- Budget (Non-GAAP Basis) and Actual*  
*Building Capital Projects Fund*  
*For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
	\$0	\$0	\$0	\$0
<b><u>Revenues</u></b>				
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Capital Outlay	247,181	87,881	40,613	47,268
<i>Support Services:</i>				
Fiscal				
Other	3,100	0	0	0
<i>Capital Outlay:</i>				
Site Improvement Services				
Purchased Services	22,087	6,887	5,761	1,126
Architecture and Engineering Services				
Purchased Services	465,786	279,786	113,545	166,241
Building Improvement Services				
Purchased Services	1,411,006	2,067,006	955,602	1,111,404
Capital Outlay	11,590	3,790	0	3,790
Total Building Improvement Services	1,422,596	2,070,796	955,602	1,115,194
Total Capital Outlay	1,910,469	2,357,469	1,074,908	1,282,561
<i>Total Expenditures</i>	2,160,750	2,445,350	1,115,521	1,329,829
Excess of Revenues Over (Under) Expenditures	(2,160,750)	(2,445,350)	(1,115,521)	1,329,829
<b><u>Other Financing (Uses):</u></b>				
Transfers Out	(19,000)	0	0	0
<i>Total Other Financing (Uses):</i>	(19,000)	0	0	0
Excess of Revenues Over (Under) Expenditures and Other Financing Uses	(2,179,750)	(2,445,350)	(1,115,521)	1,329,829
Fund Balance (Deficit) at Beginning of Year	(945,069)	(945,069)	(945,069)	0
Prior Year Encumbrances Appropriated	1,328,851	1,328,851	1,328,851	0
Fund Balance (Deficit) at End of Year	(\$1,795,968)	(\$2,061,568)	(\$731,739)	\$1,329,829

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
 Changes in Fund Balance - Budget and Actual (Budget Basis)  
 Harman Playground Project Capital Projects Fund  
 For the Fiscal Year Ended June 30, 2006*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>	\$0	\$0	\$0	\$0
<b><u>Expenditures</u></b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at Beginning of Year	<u>80</u>	<u>80</u>	<u>80</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$80</u></u>	<u><u>\$80</u></u>	<u><u>\$80</u></u>	<u><u>\$0</u></u>



**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance- Budget (Non-GAAP Basis) and Actual  
SchoolNet Capital Projects Fund  
For the Fiscal Year Ended June 30, 2006*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b><u>Revenues:</u></b>				
Intergovernmental	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Instruction</i>				
Regular				
Capital Outlay	<u>16,000</u>	<u>100</u>	<u>44</u>	<u>56</u>
Excess of Revenues Over (Under) Expenditures	(16,000)	(100)	(44)	56
Fund Balance (Deficit) at Beginning of Year	<u>(63,858)</u>	<u>(63,858)</u>	<u>(63,858)</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>(\$79,858)</u>	<u>(\$63,958)</u>	<u>(\$63,902)</u>	<u>\$56</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Budget Basis)*  
**Scholarship Permanent Fund**  
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues:</u></b>				
Interest	\$0	\$3,080	\$3,041	(\$39)
Contributions and Donations	0	17,954	17,725	(229)
<i>Total Revenues</i>	<u>0</u>	<u>21,034</u>	<u>20,766</u>	<u>(268)</u>
<b><u>Expenditures:</u></b>				
<i>Current:</i>				
<i>Extracurricular Activities:</i>				
Academic Oriented Activities				
Purchased Services	2,058	2,175	2,140	35
Other	1,442	1,525	1,500	25
<i>Total Expenditures</i>	<u>3,500</u>	<u>3,700</u>	<u>3,640</u>	<u>60</u>
Excess of Revenues Over (Under) Expenditures	(3,500)	17,334	17,126	(208)
Fund Balance (Deficit) at Beginning of Year	<u>89,661</u>	<u>89,661</u>	<u>89,661</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u><u>\$86,161</u></u>	<u><u>\$106,995</u></u>	<u><u>\$106,787</u></u>	<u><u>(\$208)</u></u>

**OAKWOOD CITY SCHOOL DISTRICT**

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***FIDUCIARY FUND***

To account for assets held by the School District in trust or as an agent for individuals, private organizations, other governmental units and/or other funds.

***Agency Fund***

**Student Managed Activities**

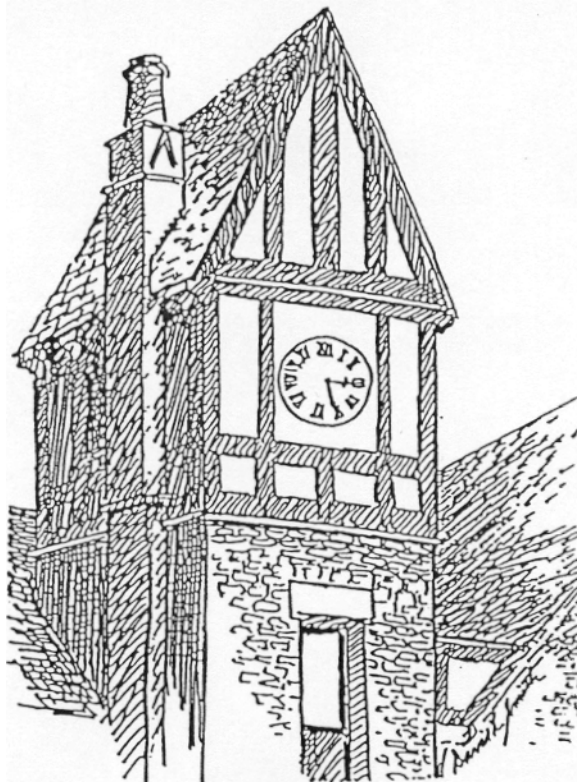
To account for those student activity programs which have student participation in the activity and have student involvement in the management of the program.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Statement of Changes in Assets and Liabilities*  
 Agency Fund  
 June 30, 2006

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	Student Activity	Additions	Deductions	Total
<b><u>Assets:</u></b>				
Equity Pooled in Cash and Cash Equivalents	\$38,131	\$195,986	\$208,952	\$25,165
<b><u>Liabilities:</u></b>				
Accounts Payable	\$13,448	\$18,019	\$13,448	\$18,019
Intergovernmental Payable	200	0	200	0
Due to Students	24,483	177,967	195,304	7,146
<i>Total Liabilities</i>	\$38,131	\$195,986	\$208,952	\$25,165

# STATISTICAL SECTION



**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**OAKWOOD CITY  
SCHOOL DISTRICT**

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20 RUBICON ROAD, DAYTON, OHIO 45409

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# Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	<b>110-114</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source, the property tax.	<b>115-120</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	<b>121-124</b>
<b>Economic and Demographic Information</b> This schedule offers economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	<b>125</b>
<b>Operating Information</b> These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	<b>126-128</b>

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

**OAKWOOD CITY SCHOOL DISTRICT**

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

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Invested in Capital Assets, Net of Related Debt	\$2,873,491	\$909,094	\$2,472,295	\$3,064,845
Restricted for:				
Capital Outlay	0	0	419,779	9,992
Other Purposes	109,277	576,130	303,619	181,828
<i>Permanent Fund Purpose:</i>				
Expendable	67,435	68,602	69,659	86,785
Nonexpendable	20,000	20,000	20,000	20,000
Unrestricted (Deficit)	<u>(2,553,207)</u>	<u>(1,806,966)</u>	<u>(1,703,611)</u>	<u>(2,579,115)</u>
<b>Total Net Assets</b>	<u><u>\$516,996</u></u>	<u><u>(\$233,140)</u></u>	<u><u>\$1,581,741</u></u>	<u><u>\$784,335</u></u>



**OAKWOOD CITY SCHOOL DISTRICT**  
*Changes in Net Assets of Governmental Activities*  
*Last Four Fiscal Years*  
*(accrual basis of accounting)*

	2003	2004	2005	2006
<b>Expenses</b>				
Regular Instruction	\$9,495,259	\$9,581,298	\$10,471,342	\$10,987,484
Special Instruction	1,590,993	1,576,437	1,644,455	2,011,620
Vocational Instruction	9,073	500	0	0
Other Instruction	92,798	160,936	196,976	223,958
Pupil Support	1,084,045	1,239,061	1,369,213	1,182,228
Instructional Staff Support	442,710	399,700	437,259	438,128
Board of Education	17,279	26,337	45,401	20,338
Administration	1,492,354	1,473,852	1,552,529	1,598,287
Fiscal	563,052	564,327	584,718	663,969
Business	901	3,104	0	1,129
Operation and Maintenance of Plant	1,544,836	1,772,021	1,751,829	1,766,821
Pupil Transportation	153,561	217,193	83,237	162,013
Central	513,884	719,190	678,047	595,828
<i>Operation of Non-Instructional Services:</i>				
Food Services	250,545	285,543	186,158	274,396
Latchkey	167,914	206,124	182,726	397,346
Other	78,651	29,509	74,614	36,891
Extracurricular Activities	797,479	1,041,156	767,000	958,697
Interest and Fiscal Charges	328,280	930,023	904,992	900,333
<i>Total Expenses</i>	<u>18,623,614</u>	<u>20,226,311</u>	<u>20,930,496</u>	<u>22,219,466</u>
<b>Program Revenues</b>				
<i>Charges for Services:</i>				
Regular Instruction	\$59,275	\$64,717	\$136,245	\$152,762
Pupil Instruction	0	0	0	23,340
Central	4,244	4,841	5,776	5,769
Operation of Food Service	195,716	193,909	200,172	235,788
Operation of Latchkey	231,562	249,754	255,750	299,334
Extracurricular Activities	124,582	138,089	210,322	250,731
<i>Operating Grants and Contributions:</i>				
Regular Instruction	176	10,727	88,102	67,780
Special Instruction	158,428	211,469	231,917	677,721
Vocational Instruction	9,536	0	0	0
Other Instruction	0	0	0	19,317
Pupil Support	19,928	0	18,758	12,808
Instructional Staff Support	0	6,140	94,298	59,481
Operation and Maintenance of Plant	30,150	0	0	0
Pupil Transportation	0	0	0	38,810
Central	15,398	30,068	28,204	22,391
Operation of Food Service	31,551	38,989	37,593	40,035
Operation of Other	0	0	1,906	2,449
Extracurricular Activities	30,820	0	0	8,958
<i>Capital Grants and Contributions:</i>				
Regular Instruction	73,625	0	15,960	0
Pupil Transportation	27,802	0	0	0
<i>Total Program Revenues</i>	<u>1,012,793</u>	<u>948,703</u>	<u>1,325,003</u>	<u>1,917,474</u>
<b>Net Expense</b>	<u>(\$17,610,821)</u>	<u>(\$19,277,608)</u>	<u>(\$19,605,493)</u>	<u>(\$20,301,992)</u>

(continued)

**OAKWOOD CITY SCHOOL DISTRICT**  
*Changes in Net Assets of Governmental Activities (continued)*  
*Last Four Fiscal Years*  
*(accrual basis of accounting)*

	2003	2004	2005	2006
<b>General Revenues</b>				
Property Taxes Levied for:				
General Purposes	\$10,460,877	\$10,655,205	\$12,815,177	\$11,261,724
Capital Outlay	209,471	204,231	227,242	190,932
Debt Service	714,595	1,032,053	1,157,466	1,056,363
Grants and Entitlements not				
Restricted to Specific Programs	6,158,788	6,622,309	6,864,276	6,734,165
Gain on Sale of Capital Assets	525	0	0	0
Contributions and Donations	37,797	47,694	47,534	0
Investment Earnings	301,644	173,629	113,948	113,830
Miscellaneous	246,784	249,451	191,763	129,847
<i>Total General Revenues</i>	<u>18,130,481</u>	<u>18,984,572</u>	<u>21,417,406</u>	<u>19,486,861</u>
Special Item - Contribution to Permanent Fund	<u>0</u>	<u>0</u>	<u>2,968</u>	<u>17,725</u>
<i>Total General Revenues and Special Item</i>	<u>18,130,481</u>	<u>18,984,572</u>	<u>21,420,374</u>	<u>19,504,586</u>
<i>Change in Net Assets</i>	<u>\$519,660</u>	<u>(\$293,036)</u>	<u>\$1,814,881</u>	<u>(\$797,406)</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Fund Balances, Governmental Funds*  
*Last Ten Fiscal Years*  
*(modified accrual basis of accounting)*

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General Fund										
Reserved	\$514,467	\$761,641	\$523,396	\$695,754	\$1,661,507	\$1,144,877	\$1,481,535	\$841,367	\$1,684,887	\$1,056,368
Unreserved	<u>(309,368)</u>	<u>(1,041,356)</u>	<u>(1,919,451)</u>	<u>(2,389,354)</u>	<u>(2,905,813)</u>	<u>(2,467,713)</u>	<u>(1,746,577)</u>	<u>(1,532,215)</u>	<u>569,718</u>	<u>1,781,836</u>
<i>Total General Fund</i>	<u>205,099</u>	<u>(279,715)</u>	<u>(1,396,055)</u>	<u>(1,693,600)</u>	<u>(1,244,306)</u>	<u>(1,322,836)</u>	<u>(265,042)</u>	<u>(690,848)</u>	<u>2,254,605</u>	<u>2,838,204</u>
All Other Governmental Funds										
Reserved	79,182	697,343	144,946	74,864	149,921	74,998	1,351,194	6,989,344	1,456,784	793,026
Unreserved, Undesignated, Reported in:										
Special Revenue Funds	(9,691)	38,705	54,601	1,273	(52,235)	(6,891)	(71,814)	1,670	(54,376)	(283,870)
Debt Service Funds	0	12,259	0	0	0	931	(717,671)	(1,185,333)	(2,766,063)	(3,931,765)
Capital Projects Funds	70,765	(650,591)	(582,608)	(487,950)	(165,727)	(361,469)	16,436,746	(934,637)	(877,553)	(886,490)
Permanent Funds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>67,435</u>	<u>68,602</u>	<u>69,659</u>	<u>86,785</u>
<i>Total All Other Governmental Funds</i>	<u>140,256</u>	<u>97,716</u>	<u>(383,061)</u>	<u>(411,813)</u>	<u>(68,041)</u>	<u>(292,431)</u>	<u>17,065,890</u>	<u>4,939,646</u>	<u>(2,171,549)</u>	<u>(4,222,314)</u>
<i>Total Governmental Funds</i>	<u>\$345,355</u>	<u>(\$181,999)</u>	<u>(\$1,779,116)</u>	<u>(\$2,105,413)</u>	<u>(\$1,312,347)</u>	<u>(\$1,615,267)</u>	<u>\$16,800,848</u>	<u>\$4,248,798</u>	<u>\$83,056</u>	<u>(\$1,384,110)</u>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Changes in Fund Balances, Governmental Funds*  
*Last Ten Fiscal Years*  
*(modified accrual basis of accounting)*

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
<b>Revenues</b>										
Property and Other Local Taxes	\$8,286,039	\$8,755,503	\$8,305,669	\$9,523,571	\$10,338,549	\$9,904,494	\$11,351,727	\$11,613,152	\$14,394,329	\$12,567,477
Intergovernmental	2,687,715	3,328,334	3,467,529	3,711,061	4,271,572	5,920,735	6,526,821	6,919,702	7,368,803	7,635,785
Interest	122,257	117,939	82,987	76,033	218,763	98,194	302,717	173,629	113,948	113,830
Tuition and Fees	67,895	82,967	78,766	66,374	79,162	64,932	113,623	124,005	136,245	152,762
Extracurricular Activities	107,133	126,173	127,590	129,686	151,360	201,168	198,426	230,087	216,098	279,840
Contributions and Donations	0	0	40,532	1,040,106	28,889	17,769	40,286	73,905	50,502	57,089
Charges for Services	0	0	0	0	0	0	427,278	421,244	455,922	235,788
Rentals	0	2,566	1,712	0	0	0	0	0	0	1,139
Miscellaneous	323,668	335,038	102,972	166,471	641,684	934,905	150,091	98,873	191,763	428,042
<i>Total Revenues</i>	<i>11,594,707</i>	<i>12,748,520</i>	<i>12,207,757</i>	<i>14,713,302</i>	<i>15,729,979</i>	<i>17,142,197</i>	<i>19,110,969</i>	<i>19,654,597</i>	<i>22,927,610</i>	<i>21,471,752</i>
<b>Expenditures</b>										
Current:										
Instruction:										
Regular	6,135,719	6,619,462	6,790,480	7,036,050	7,480,446	8,432,664	9,229,355	9,780,738	10,885,553	10,512,244
Special	971,989	1,017,682	1,147,815	1,157,575	1,202,694	1,298,366	1,586,303	1,555,309	1,680,320	1,999,011
Vocational	4,340	50,247	68,693	18,370	7,264	8,560	9,073	500	0	0
Other	0	0	56,443	7,613	33,787	50,183	92,798	160,936	196,976	223,958
Support Services:										
Pupil	576,098	620,934	728,319	863,358	808,750	929,092	1,069,703	1,254,214	1,347,311	1,188,536
Instructional Staff	373,076	387,121	249,691	281,429	318,902	307,025	417,834	366,959	425,080	422,891
Board of Education	22,283	33,949	23,410	19,356	25,874	26,487	17,271	26,637	45,401	20,338
Administration	977,558	1,085,751	1,103,758	1,191,498	1,162,439	1,291,273	1,490,451	1,450,847	1,489,369	1,598,338
Fiscal	345,729	413,426	428,590	447,302	488,230	496,735	545,974	572,676	598,699	645,510
Business	745	931	931	11,227	0	2,624	901	3,104	0	1,129
Operation and Maintenance of Plant	1,065,938	1,149,302	1,155,176	1,247,423	1,385,844	1,538,324	1,541,225	1,719,344	1,832,551	1,758,136
Pupil Transportation	101,363	103,159	120,994	119,600	155,340	154,172	150,115	167,323	150,677	162,013
Central	645,208	461,333	461,177	571,064	651,820	638,537	526,973	733,676	668,210	588,917
Operation of Non-Instructional Services	16,033	23,563	38,389	105,156	89,183	163,189	472,366	495,316	474,540	715,990
Extracurricular Activities	546,008	584,015	581,824	666,208	641,634	751,515	777,612	916,716	930,665	929,673
Capital Outlay	443,303	767,345	683,540	1,273,589	357,672	987,726	2,721,197	11,574,566	5,126,407	930,281
<i>Debt Service:</i>										
Principal Retirement	58,000	409,409	123,969	149,285	107,537	110,340	113,317	497,819	335,000	340,000
Interest and Fiscal Charges	27,640	27,524	68,313	91,496	69,497	123,963	266,692	929,967	906,593	901,953
<i>Total Expenditures</i>	<i>12,311,030</i>	<i>13,755,153</i>	<i>13,831,512</i>	<i>15,257,599</i>	<i>14,986,913</i>	<i>17,310,775</i>	<i>21,029,160</i>	<i>32,206,647</i>	<i>27,093,352</i>	<i>22,938,918</i>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>(716,323)</i>	<i>(1,006,633)</i>	<i>(1,623,755)</i>	<i>(544,297)</i>	<i>743,066</i>	<i>(168,578)</i>	<i>(1,918,191)</i>	<i>(12,552,050)</i>	<i>(4,165,742)</i>	<i>(1,467,166)</i>
<b>Other Financing Sources (Uses)</b>										
Sale of Capital Assets	0	0	0	0	0	0	525	0	0	0
General Obligation Bonds Issued	0	0	0	0	0	0	20,200,000	0	0	0
Premium on Debt Issued	0	0	0	0	0	0	7,885	0	0	0
Energy Conservation Notes Issued	0	290,000	0	0	0	0	0	0	0	0
Inception of Capital Lease	0	189,279	26,397	188,000	0	0	0	0	0	0
Transfers In	133,745	151,984	80,543	105,311	257,859	185,430	2,182,164	511,151	1,654,557	1,267,017
Transfers Out	(135,745)	(151,984)	(80,543)	(75,311)	(207,859)	(185,905)	(2,182,164)	(511,151)	(1,654,557)	(1,267,017)
<i>Total Other Financing Sources (Uses)</i>	<i>(2,000)</i>	<i>479,279</i>	<i>26,397</i>	<i>218,000</i>	<i>50,000</i>	<i>(475)</i>	<i>20,208,410</i>	<i>0</i>	<i>0</i>	<i>0</i>
<i>Net Change in Fund Balances</i>	<i>(\$718,323)</i>	<i>(\$527,354)</i>	<i>(\$1,597,358)</i>	<i>(\$326,297)</i>	<i>\$793,066</i>	<i>(\$169,053)</i>	<i>\$18,290,219</i>	<i>(\$12,552,050)</i>	<i>(\$4,165,742)</i>	<i>(\$1,467,166)</i>

**OAKWOOD CITY SCHOOL DISTRICT**  
*Assessed and Estimated Actual Value of Taxable Property*  
*Last Ten Years*

Collection Year	Real Property			Tangible Personal Property				Total	
	Assessed Value		Estimated Actual Value	Public Utility		General Business		Assessed Value	Estimated Actual Value
	Residential/Agricultural	Commercial/Industrial/PU		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
1997	\$205,476,510	\$15,587,520	\$631,611,514	\$5,187,620	\$5,895,023	\$2,698,065	\$10,792,260	\$228,949,715	\$648,298,797
1998	205,061,480	15,397,210	629,881,971	5,221,010	5,932,966	2,632,901	10,531,604	228,312,601	646,346,541
1999	205,092,240	15,217,870	629,457,457	5,227,520	5,940,364	2,428,998	9,715,992	227,966,628	645,113,813
2000	225,216,200	16,112,130	689,509,514	4,464,190	5,072,943	1,909,209	7,636,836	247,701,729	702,219,293
2001	224,217,880	16,087,770	686,587,571	4,323,570	4,913,148	2,117,008	8,468,032	246,746,228	699,968,751
2002	224,891,570	15,354,680	686,417,857	3,678,190	4,179,761	2,573,525	10,294,100	246,497,965	700,891,718
2003	256,513,870	16,168,450	779,092,343	3,671,630	4,172,307	2,029,247	8,116,988	278,383,197	791,381,638
2004	256,535,140	16,168,450	779,153,114	3,631,430	4,126,625	2,075,283	8,301,132	278,410,303	791,580,871
2005	256,485,670	16,287,920	779,353,114	3,510,450	3,989,148	1,875,874	7,503,496	278,159,914	790,845,758
2006	296,748,300	15,417,340	891,901,829	3,086,980	3,507,932	1,488,797	7,131,964	316,741,417	902,541,725

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

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

**Source:** Office of the County Auditor, Montgomery County, Ohio

**OAKWOOD CITY SCHOOL DISTRICT**  
*Property Tax Rates - Direct and Overlapping Governments*  
*(per \$1,000 of assessed value)*  
*Last Ten Years*

YEAR (1)	SCHOOL LEVY	COUNTY LEVY	CITY LEVY	LIBRARY LEVY	TOTAL LEVY	DEBT SERVICE INCLUDED IN TOTAL LEVY			
						SCHOOL	COUNTY	CITY	TOTAL
2006	111.45	18.24	11.80	0.94	142.43	4.38	0.00	0.00	4.38
2005	111.45	18.24	11.80	0.94	142.43	4.38	0.00	0.00	4.38
2004	105.95	18.24	11.80	0.90	136.89	4.38	0.00	0.00	4.38
2003	105.95	17.24	11.80	0.94	135.93	4.38	0.00	0.00	4.38
2002	95.57	17.24	11.80	0.94	125.55	0.00	0.00	0.00	0.00
2001	95.57	17.24	11.80	0.94	125.55	0.00	0.00	0.00	0.00
2000	95.57	16.64	11.80	0.94	124.95	0.00	0.00	0.00	0.00
1999	88.82	16.64	11.80	0.94	118.20	0.00	0.00	0.00	0.00
1998	88.82	16.64	11.80	0.94	118.20	0.00	0.00	0.00	0.00
1997	88.82	16.64	11.80	0.00	117.26	0.00	0.00	0.00	0.00

Source: Montgomery County Auditor

(1) Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Auditor.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Property Tax Levies and Collections (1)*  
*Last Ten Years*

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes To Current Tax Levy
1996	\$9,342,699	\$9,338,639	99.96%	N/A	\$9,338,639	99.96%	\$217,998	2.33%
1997	9,408,090	9,392,194	99.83	N/A	9,392,194	99.83	207,201	2.20%
1998	9,646,326	9,463,898	98.11	198,589	9,662,487	100.17	249,649	2.59%
1999	9,609,610	9,427,769	98.11	190,256	9,617,935	100.09	248,372	2.58%
2000	9,665,106	9,481,810	98.10	190,256	9,672,066	100.07	175,576	1.82%
2001	11,129,623	10,944,098	98.33	190,615	11,134,713	100.05	76,065	0.68%
2002	11,122,595	10,989,722	98.81	126,588	11,116,310	99.94	114,264	1.03%
2003	13,936,708	13,689,738	98.23	193,725	13,883,463	99.62	352,814	2.53%
2004	13,956,775	13,668,760	97.94	232,023	13,900,783	99.60	425,817	3.05%
2005	15,458,429	15,167,481	98.12	286,523	15,454,004	99.97	40,950	0.26%

**Source:** Office of the County Auditor, Montgomery County, Ohio

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (2) The 2006 information cannot be presented because all collections have not been made by June 30, 2006.
- (3) The County does not identify delinquent tax collections by tax year.

**OAKWOOD CITY SCHOOL DISTRICT**

*Principal Taxpayers*

*Real Estate Tax*

*2006(1)*

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<u>Name of Taxpayer</u>	2006	
	<u>Assessed Value</u>	<u>Percent of Real Property Assessed Value</u>
Oakwood Investment Group, LLC	\$2,415,000	0.78%
Americana Mobile Home Park	779,300	0.25%
Karrington of Oakwood, Ltd.	653,650	0.21%
Gray, John C.	631,670	0.20%
4101 Company, LLC	602,270	0.19%
German, Daniel S.	569,110	0.18%
Shear, Lee E.	542,560	0.17%
Bloom, Julie	522,800	0.17%
Burke, Stephen	454,500	0.15%
Carpenter, Kristen	451,420	0.14%
Totals	<u>\$7,622,280</u>	<u>2.45%</u>
Total Assessed Valuation	<u>\$311,485,740</u>	

(1) The amounts presented represent the assessed values upon which 2006 collections were based.

**Source:** Office of the County Auditor, Montgomery County, Ohio



**OAKWOOD CITY SCHOOL DISTRICT**

*Principal Taxpayers*

*Tangible Personal Property Tax*

*2006 (1)*

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<u>Name of Taxpayer</u>	2006	
	<u>Assessed Value</u>	<u>Percent of Tangible Personal Property Assessed Value</u>
Dorothy Lane Market Inc.	\$305,340	20.51%
Talbots, Inc.	143,910	9.67%
Oakwood CVS, Inc.	135,900	9.13%
Kunesh Eye Center, Inc.	104,020	6.99%
Designers Exchange, Inc.	75,950	5.10%
Karrington of Oakwood, LLC	48,187	3.24%
William Riffe Company	42,320	2.84%
Trojan Printing Products	39,810	2.67%
Wyatt Group Corporation	38,380	2.58%
Chico's FAS, Inc	33,850	2.27%
Total	<u>\$967,667</u>	<u>65.00%</u>
Total Assessed Valuation	<u>\$1,488,797</u>	

(1) The amounts presented represent the assessed values upon which 2006 collections were based.

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

**OAKWOOD CITY SCHOOL DISTRICT**

*Principal Taxpayers*

*Public Utilities Tax*

*2006 (1)*

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<u>Name of Taxpayer</u>	<u>2006</u>	
	<u>Assessed Value</u>	<u>Percent of Public Utility Assessed Value</u>
Ohio Bell Telephone Co.	\$1,570,100	50.86%
Dayton Power and Light Co.	1,112,170	36.03%
Vectren Energy Delivery	194,260	6.29%
Total	<u>\$2,876,530</u>	<u>93.18%</u>
Total Assessed Valuation	<u>\$3,086,980</u>	

(1) The amounts presented represent the assessed values upon which 2006 collections were based.

**Source:** Office of the County Auditor, Montgomery County, Ohio

**OAKWOOD CITY SCHOOL DISTRICT**

*Ratio of Debt  
to Assessed Value and Debt per Capita  
Last Ten Fiscal Years*

Fiscal Year	Population (1)		Assessed Value of Taxable Property(2)	General Bonded Debt				General Debt					
				General Bonded Debt Outstanding	Resources Available to Pay Principal	Net General Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita	General Bonded Debt Outstanding	Capital Leases	Total Debt	Ratio of General Debt to Assessed Value	General Debt Per Capita
1997	9,000	a	\$228,949,715	\$0	\$0	\$0	0.000%	\$0	\$0	\$0	\$0	0.000%	\$0
1998	8,387	a	228,312,601	0	0	0	0.000%	0	0	127,870	127,870	0.056%	15
1999	8,387	a	227,966,628	0	0	0	0.000%	0	0	88,298	88,298	0.039%	11
2000	9,215	a	247,701,729	0	0	0	0.000%	0	0	185,013	185,013	0.075%	20
2001	9,215	b	246,746,228	0	0	0	0.000%	0	0	135,476	135,476	0.055%	15
2002	8,981	b	246,497,965	0	0	0	0.000%	0	0	83,136	83,136	0.034%	9
2003	8,981	b	278,383,197	20,200,000	0	20,200,000	7.256%	2,249	20,200,000	27,819	20,227,819	7.266%	2,252
2004	8,817	c	278,410,303	19,730,000	0	19,730,000	7.087%	2,238	19,730,000	0	19,730,000	7.087%	2,238
2005	8,817	c	278,159,914	19,395,000	0	19,395,000	6.973%	2,200	19,395,000	0	19,395,000	6.973%	2,200
2006	8,749		316,741,417	19,055,000	0	19,055,000	6.016%	2,178	19,055,000	0	19,055,000	6.016%	2,178

**Sources:** (1) U.S. Bureau of Census, Census of Population  
 (a) 1990 Federal Census  
 (b) 2000 Federal Census  
 (c) 2004 Federal Census

(2) Montgomery County Auditor

*This format is only appropriate when there is no debt related to business type activities and personal income amounts are not available for the government's jurisdiction.*

*Columns C and F are not required if presented elsewhere in the Tables.*

**Note:** Column J is to be limited to resources that may only be used to pay principal. This column is no longer intended to be the balance in the debt service fund since that balance ordinarily is available to pay either principal or interest. In most reports, this column will not be used.

**Note:** The balances of outstanding debt should tie to the financial statements, that is they should be presented net of premiums and discounts.

**OAKWOOD CITY SCHOOL DISTRICT**  
*Ratio of Annual Debt Service Expenditures for  
 General Obligation Bonded Debt To Total General Fund Expenditures  
 Last Ten Fiscal Years*

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YEAR	PRINCIPAL	INTEREST	TOTAL DEBT SERVICE	TOTAL GENERAL FUND EXPENDITURES	RATIO OF DEBT SERVICE TO GENERAL FUND EXPENDITURES (PERCENTAGE)
2006	\$340,000	\$839,783	\$1,179,783	\$19,168,737	6.15%
2005	335,000	846,532	1,181,532	18,563,030	6.36%
2004	470,000	854,583	1,324,583	17,922,306	7.39%
2003	58,000	35,359	93,359	16,875,394	0.55%
2002	58,000	9,598	67,598	16,463,866	0.41%
2001	58,000	5,568	63,568	14,287,774	0.44%
2000	58,000	4,022	62,022	14,495,665	0.43%
1999	58,000	10,741	68,741	12,585,252	0.55%
1998	0	12,259	12,259	12,451,560	0.10%
1997	0	0	0	11,362,316	0.00%

Source: School District Fund Financial Statements

**OAKWOOD CITY SCHOOL DISTRICT**

*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
June 30, 2006*

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<u>Jurisdiction</u>	<u>Net General Obligation Bonded Debt Outstanding (1)</u>	<u>Percentage Applicable to School District</u>	<u>Amount Applicable to School District</u>
<u>Direct Debt:</u>			
Oakwood City School District	\$19,055,000	100%	\$19,055,000
<u>Overlapping Debt:</u>			
Montgomery County	48,689,872	3% (2)	<u>1,460,696</u>
Total Direct and Overlapping Debt			<u><u>\$20,515,696</u></u>

Source: Montgomery County Auditor

(1) Includes all general obligation bonded debt, not general obligation notes.

(2) Percentage of County's valuation within the School District compared to the total valuation of the County.

**OAKWOOD CITY SCHOOL DISTRICT**

*Computation of Legal Debt Margin*

*Last Ten Fiscal Years*

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Tax Valuation	<u>\$228,949,715</u>	<u>\$228,312,601</u>	<u>\$227,966,628</u>	<u>\$247,701,729</u>	<u>\$246,746,228</u>	<u>\$246,497,965</u>	<u>\$278,383,197</u>	<u>\$278,410,303</u>	<u>\$278,159,914</u>	<u>\$316,741,417</u>
Debt Limit - 9% of Taxable Valuation (1)	<u>\$20,605,474</u>	<u>\$20,548,134</u>	<u>\$20,516,997</u>	<u>\$22,293,156</u>	<u>\$22,207,161</u>	<u>\$22,184,817</u>	<u>\$25,054,488</u>	<u>\$25,056,927</u>	<u>\$25,034,392</u>	<u>\$28,506,728</u>
Amount of Debt Applicable to Debt Limit										
General Obligation Bonds	0	0	0	0	0	0	20,200,000	19,730,000	19,395,000	19,055,000
Less Amount Available in Debt Service	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Amount of Debt Subject to Limit	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>20,200,000</u>	<u>19,730,000</u>	<u>19,395,000</u>	<u>19,055,000</u>
Legal Debt Margin	<u>\$20,605,474</u>	<u>\$20,548,134</u>	<u>\$20,516,997</u>	<u>\$22,293,156</u>	<u>\$22,207,161</u>	<u>\$22,184,817</u>	<u>\$4,854,488</u>	<u>\$5,326,927</u>	<u>\$5,639,392</u>	<u>\$9,451,728</u>
Legal Debt Margin as a Percentage of the Debt Limit	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	19.38%	21.26%	22.53%	33.16%
Unvoted Debt Limit - .10% of Taxable Valuation (1)	\$228,950	\$228,313	\$227,967	\$247,702	\$246,746	\$246,498	\$278,383	\$278,410	\$278,160	\$316,741
Amount of Debt Subject to Limit	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Legal Debt Margin	<u>\$228,950</u>	<u>\$228,313</u>	<u>\$227,967</u>	<u>\$247,702</u>	<u>\$246,746</u>	<u>\$246,498</u>	<u>\$278,383</u>	<u>\$278,410</u>	<u>\$278,160</u>	<u>\$316,741</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

**Source:** Montgomery County Auditor and School District Financial Records

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

**Note:** The amount of debt presented as subject to the limit should be the balances used to compute the margin as specified by statute, i.e. the gross balances, not amounts that are net of premiums or discounts. On deep discount or capital appreciation bonds, this would be the original issue amount.

**Note:** The definition of tax valuation for the purpose of calculating the debt margin was modified by H.B. 530, effective 3/30/06, to exclude tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, or personal property owned or leased by a railroad company and used in railroad operations.

# OAKWOOD CITY SCHOOL DISTRICT

## *Demographic and Economic Statistics*

### *Last Ten Years*

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<u>Year</u>	<u>Population (1)</u>	<u>Unemployment Rate (2)</u>
1997	9,000	4.00%
1998	8,387	3.90
1999	8,387	3.90
2000	9,215	4.20
2001	9,215	5.30
2002	8,981	5.80
2003	8,981	6.20
2004	8,817	6.40
2005	8,817	5.90
2006	8,749	5.50

**Sources:** 1) U.S. Bureau of Census, Census of Population  
2) Ohio Department of Job and Family Services Website

# OAKWOOD CITY SCHOOL DISTRICT

## *School District Employees by Function/Program*

*Fiscal Year 2006*

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<u>Function/Program</u>	<u>2006</u>
Regular Instruction	
Elementary Classroom Teachers	69.00
Junior High School Classroom Teachers	28.00
High School Classroom Teachers	34.00
Special Instruction	
Elementary Classroom Teachers	11.00
Junior High School Classroom Teachers	3.00
High School Classroom Teachers	5.00
Aides	17.00
Pupil Support Services	
Guidance Counselors	4.00
Psychologists	1.00
Speech and Language Pathologists	1.00
Nurses	3.00
Instructional Staff Support Services	
Librarians	4.00
Administration	
Superintendent	1.00
Principals	6.00
Administrative Assistants	15.00
Fiscal Services	
Treasurer	1.00
Assistants to Treasurer	4.00
Operation of Plant	
Custodians	15.00
Pupil Transportation	
Van Drivers	5.00
Food Service Program	
Cooks	5.00
Extracurricular Activities	
Director of Athletics	1.00

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

Information prior to 2006 is not available.

**Source:** The School District employee records.



**OAKWOOD CITY SCHOOL DISTRICT**

*Operating Statistics*

*Last Six Fiscal Years*

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<u>Fiscal Year</u>	<u>Average Daily Membership</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil/Teacher Ratio</u>
2001	1,965	\$7,553	0.00%	133	14.8
2002	1,976	8,487	12.37%	145	13.6
2003	2,012	8,910	4.98%	157	12.8
2004	2,032	9,428	5.81%	138	14.7
2005	2,073	9,832	4.29%	135	15.4
2006	2,103	9,739	-0.95%	131	16.1

Source: School District Records.

# OAKWOOD CITY SCHOOL DISTRICT

## Miscellaneous Statistics

June 30, 2006

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Year of Establishment	1907
Form of Government	Locally-elected five member Board
Number of Employees:	
Certificated	157
Non-Certificated	67
Administrative	9
Area - square miles	2.97
Average Daily Membership	2,103
Cost per Pupil	\$9,739
Average Number of Years Teaching Experience	13
Percentage of Teaching Staff Holding a Master's Degree	70.5%

<u>School Buildings</u>	<u>Teacher to Student Ratio</u>
Harman Elementary School	16 to 1
Edwin D. Smith Elementary School	16 to 1
Oakwood Junior High School	12 to 1
Oakwood High School	17 to 1
Lange Elementary School	21 to 1



**Mary Taylor, CPA**  
Auditor of State

**OAKWOOD CITY SCHOOL DISTRICT**  
**MONTGOMERY COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED**  
**JANUARY 30, 2007**