

West Clermont Local School District
Clermont County, Ohio

Single Audit

July 1, 2009 through June 30, 2010
Fiscal Years Audited Under GAGAS: 2010



Balestra, Harr & Scherer, CPAs, Inc.

528 South West St, P.O. Box 687, Piketon, Ohio 45661 Phone: 740.289.4131 Fax: 740.289.3639
9076 Ohio River Road, Wheelersburg, Ohio 45694 Phone: 740.876.9121 Fax: 800.210.2573



Dave Yost • Auditor of State

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

We have reviewed the *Independent Auditor's Report* of the West Clermont Local School District, Clermont County, prepared by Balestra, Harr & Scherer, CPAs, Inc., for the audit period July 1, 2009 through June 30, 2010. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

Dave Yost
Auditor of State

March 9, 2011

This Page is Intentionally Left Blank.

West Clermont Local School District
Clermont County, Ohio

Table of Contents

Schedule of Federal Awards Receipts and Expenditures	1
Notes to Schedule of Federal Awards Receipts and Expenditures.....	2
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	3
Report on Compliance With Requirements Applicable to Each Major Federal Program and on Internal Control over Compliance Required by OMB Circular A-133	5
Schedule of Findings OMB Circular A-133 §.505.....	7
Schedule of Prior Audit Findings.....	9

West Clermont Local School District
Clermont County

Schedule of Federal Awards Receipts and Expenditures
For the Year Ended June 30, 2010

Federal Grantor/ Pass Through Grantor/ Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
United States Department of Agriculture						
<i>Passed through Ohio Department of Education</i>						
<i>Nutrition Cluster:</i>						
National School Breakfast Program	05PU	10.553	137,905	-	137,905	-
School Lunch Program	LLP4	10.555	980,146	214,337	980,146	214,337
<i>Total Nutrition Cluster</i>			<u>1,118,051</u>	<u>214,337</u>	<u>1,118,051</u>	<u>214,337</u>
Total United States Department of Agriculture			<u>1,118,051</u>	<u>214,337</u>	<u>1,118,051</u>	<u>214,337</u>
United States Department of Education						
<i>Passed through Ohio Department of Education</i>						
<i>Title I Cluster</i>						
Title I Grants to Local Education Agencies	C1S1	84.010	1,181,379	-	1,181,379	-
Title I Grants to Local Education Agencies - ARRA		84.389	414,739	-	414,739	-
<i>Total Title I Cluster</i>			<u>1,596,118</u>	<u>-</u>	<u>1,596,118</u>	<u>-</u>
<i>Special Education Cluster:</i>						
Special Education Grants to States	6BSF	84.027	1,848,940	-	1,848,940	-
Special Education Grants to States - ARRA		84.391	822,066	-	822,066	-
Special Education Preschool Grants	PGS1	84.173	70,570	-	70,570	-
Special Education Preschool Grants - ARRA		84.392	36,087	-	36,087	-
<i>Total Special Education Cluster</i>			<u>2,777,663</u>	<u>-</u>	<u>2,777,663</u>	<u>-</u>
State Fiscal Stabilization Fund - ARRA		84.394	1,558,803	-	1,480,686	-
Career Development		84.048	22,056	-	22,056	-
Safe and Drug Free Schools and Communities State Grants	DRS1	84.186	29,561	-	29,561	-
Education Technology State Grants	TJS1	84.318	7,950	-	7,169	-
English Language Acquisition Grants	T3S1/T3S2	84.365	7,451	-	7,451	-
Improving Teacher Quality State Grant	TRS1	84.367	186,008	-	186,008	-
Total United States Department of Education			<u>6,185,610</u>	<u>-</u>	<u>6,106,712</u>	<u>-</u>
Total Federal Financial Assistance			<u>\$ 7,303,661</u>	<u>\$ 214,337</u>	<u>\$ 7,224,763</u>	<u>\$ 214,337</u>

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

WEST CLERMONT LOCAL SCHOOL DISTRICT
Notes to Schedule of Federal Awards Receipts and Expenditures
For the Fiscal Year Ended June 30, 2010

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B -FOOD DISTRIBUTIONS

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

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

NOTE C – TRANSFER OF GRANT FUNDS

The School District transferred \$12,187 of Improving Teacher Quality State Grant funds to State Grants for Innovative Programs and the transferred funds were spent to support the receiving program.



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

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the West Clermont Local School District (the School District) as of and for the year ended June 30, 2010, which collectively comprise the School District's basic financial statements and have issued our report thereon dated December 23, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above. However, we identified a certain deficiency in internal control over financial reporting, described in the accompanying schedule of findings that we consider a significant deficiency in internal control over financial reporting. We consider finding 2010-01 to be a significant deficiency. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

We also noted certain internal control matters that we reported to the School District's management in a separate letter dated December 23, 2010.

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

Compliance and Other Matters

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

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

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

Balestra, Harr & Scherer, CPAs, Inc.
December 23, 2010



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

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

Compliance

We have audited the compliance of West Clermont Local School District, Clermont County (the School District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement that could directly and materially affect each of the School District's major federal programs for the year ended June 30, 2010. The summary of auditor's results section of the accompanying schedule of findings identifies the School District's major federal programs. The School District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the School District's compliance based on our audit.

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

In our opinion, the School District complied, in all material respects, with the requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

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

**Internal Control Over Compliance
(Continued)**

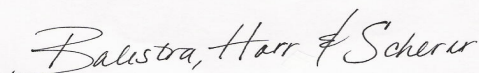
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program compliance requirement.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

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

Schedule of Federal Awards Receipts and Expenditures

We have also audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the West Clermont Local School District as of and for the year ended June 30, 2010, and have issued our report thereon dated December 23, 2010. Our audit was performed to form opinions on the financial statements that collectively comprise the School District's basic financial statements. The accompanying Schedule of Federal Awards Receipts and Expenditures provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Balestra, Harr & Scherer, CPAs, Inc.

December 23, 2010

West Clermont Local School District
 Schedule of Findings
 OMB Circular A-133 Section .505
 For the Fiscal Year Ended June 30, 2010

SUMMARY OF AUDITOR'S RESULTS

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

West Clermont Local School District
Schedule of Findings and Questioned Costs
OMB Circular A-133 Section .505
For the Fiscal Year Ended June 30, 2010

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

Finding Number 2010-001

Significant Deficiency

The School District incurred an adjustment to Intergovernmental Receivables.

The accompanying financial statements were adjusted to reflect correction of misstated balance. The School District should implement application and monitoring controls over financial reporting to ensure that all financial statement transactions are accurately and completed reported.

Client Response:

The Client did not respond to the above finding.

FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

West Clermont Local School District
 Schedule of Prior Audit Findings
 For the Fiscal Year Ended June 30, 2010

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain
2009-001	Significant Deficiency Adjustments	No	2010-01



West Clermont Local School District Cincinnati, OH



Amelia □ **Brantner** □ **Clough Pike** □ **Glen Este** □ **Holly Hill**
Merwin □ **Summerside** □ **Willowville** □ **Withamsville**



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

WEST CLERMONT LOCAL SCHOOL DISTRICT
CINCINNATI, OHIO

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

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

**WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED JUNE 30, 2010**

TABLE OF CONTENTS

	<u>Page</u>
 INTRODUCTORY SECTION	
Letter of Transmittal	V
List of Principal Officials	XIII
Organizational Chart	XIV
GFOA Certificate of Achievement for Excellence in Financial Reporting	XV
ASBO Certificate of Excellence in Financial Reporting	XVI
 FINANCIAL SECTION	
Independent Auditor’s Report	1
Management’s Discussion and Analysis	3
 Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	11
Statement of Activities	12
Fund Financial Statements:	
Balance Sheet – Governmental Funds	13
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities	14
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	15
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities	16
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) – General Fund	17
Statement of Fiduciary Net Assets – Fiduciary Funds	18
Statement of Changes in Fiduciary Net Assets – Fiduciary Funds	19
Notes to the Basic Financial Statements	20
 Combining Statements and Individual Fund Schedules:	
Fund Descriptions	43
Nonmajor Governmental Funds:	
Combining Balance Sheet	46
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	47

**WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED JUNE 30, 2010**

TABLE OF CONTENTS

	<u>Page</u>
Nonmajor Special Revenue Funds:	
Combining Balance Sheet	48
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	52
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance	
- Budget and Actual (Non-GAAP Budgetary Basis):	
Mental Health Special Revenue Fund	56
Public School Support Special Revenue Fund	57
Other Grants Special Revenue Fund	58
District Managed Student Activities Special Revenue Fund	59
Auxiliary Services Special Revenue Fund	60
Education Management Information System Special Revenue Fund	61
Entry Year Programs Special Revenue Fund	62
Poverty Based Assistance Special Revenue Fund	63
Network Connectivity Special Revenue Fund	64
SchoolNet Professional Development Special Revenue Fund	65
OhioReads Special Revenue Fund	66
Miscellaneous State Grants Special Revenue Fund	67
Title VIB Special Revenue Fund	68
Vocational Educational Special Revenue Fund	69
Education Stabilization Special Revenue Fund	70
Title II-D Technology Special Revenue Fund	71
Title III Special Revenue Fund	72
Title I Special Revenue Fund	73
Title VI Innovative Projects Special Revenue Fund	74
Drug Free Schools Special Revenue Fund	75
Preschool Special Revenue Fund	76
Improving Teacher Quality Special Revenue Fund	77
Miscellaneous Federal Grants Special Revenue Fund	78
Food Service Special Revenue Fund	79
Uniform School Supply Special Revenue Fund	80
Debt Service Fund	81
Building Capital Projects Fund	82
Permanent Improvement Capital Projects Fund	83
Agency Fund:	
Statement of Changes in Assets and Liabilities	84

**WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED JUNE 30, 2010**

TABLE OF CONTENTS

	<u>Table</u>	<u>Page</u>
STATISTICAL SECTION		
Net Assets by Component	1	85
Changes in Net Assets of Governmental Activities	2	86
Fund Balances – Governmental Funds	3	87
Changes in Fund Balances – Governmental Funds	4	88
Assessed and Estimated Actual Value of Taxable Property	5	89
Direct and Overlapping Property Tax Rates	6	90
Principal Taxpayers – Real Estate Tax	7	91
Property Tax Levies and Collections	8	92
Ratio of Debt to Assessed Value and Debt per Capita	9	93
Computation of Direct and Overlapping Debt Attributable to Governmental Activities	10	94
Computation of Legal Debt Margin	11	95
Demographic and Economic Statistics	12	96
Principal Employers	13	97
School District Employees by Function/Program	14	98
Building Statistics	15	99
Operating Statistics	16	100
Full-Time Equivalent Teachers by Education	17	101

This Page Intentionally Left Blank

Introductory Section



December 14, 2010

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

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the West Clermont Local School District (District) for the fiscal year ended June 30, 2010. Responsibility for both the accuracy of the presented data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. This report is prepared in conformance with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. This report will provide taxpayers of the West Clermont Local School District with comprehensive financial data in a format, which will enable them to gain an understanding of the District's financial affairs. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. This report has been prepared by the Chief Financial Officer's Office and includes an opinion from Balestra, Harr & Scherer, CPAs, Inc.

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

The Comprehensive Annual Financial Report is divided into three sections:

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

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

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

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

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

The District is comprised of several townships in Clermont County, including Union Township, Pierce Township, and Batavia Township. Enrollment for the 2009-2010 school year was 9,333 students, grades pre-K through 12. The District consists of eight elementary schools, two middle schools, and two high school campuses. West Clermont is the 26th largest of Ohio's 611 school districts.

ORGANIZATION OF THE SCHOOL DISTRICT

The Board of Education of the West Clermont Local School District (Board) is composed of five members elected at large by the citizens of the District. The Board serves as the taxing authority, contracting body and policy initiator of the operation of the District. The Board is also responsible for the adoption of the tax budget, the annual operating budget and approves all expenditures of the District. The Board is a body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code, and has only those powers and authority conferred upon it by the Code. The current Board members, their terms and years on the Board as of June 30, 2010 are:

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Dan Krueger	1/1/08 - 12/31/2011	2.5
Jo Ann Beamer	1/1/10 - 12/31/2014	28.5
Barbara Hartman	1/1/08 - 12/31/2011	30.5
Denise Smith	1/1/10 - 12/31/2014	.5
Doug Young	1/1/10 - 12/31/2014	4.5

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

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

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

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

EMPLOYEE RELATIONS

The District currently has approximately 812 full-time and 118 part-time employees.

The District's teachers are represented for collective bargaining purposes by the West Clermont Education Association (WEA, an affiliate of the Ohio Education Association and the National Education Association). The District has a one-year collective bargaining agreement with WEA, which expires July 31, 2010. The District's support staff is represented by the West Clermont Helping Ohio's Public Employees (HOPE, an OEA and NEA Affiliate). The District has a one-year collective bargaining agreement, which expires June 30, 2010.

ECONOMIC CONDITION AND OUTLOOK

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

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

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

SERVICES PROVIDED

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

Transportation is provided for over 6,578 students each day. The District fleet of 86 buses travels over 6,839 miles each day, transporting to 41 different sites. In addition to making more than 90 daily runs, the department transported both public and non-public students on 602 extra-curricular trips during the year.

The food service department served 633,121 plate lunches throughout the District's kitchens. This is accomplished through the full operation of 6 kitchens. The District currently offers a breakfast program at Holly Hill Elementary.

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

Limited health services are provided by a registered nurse and 13 health aides throughout the District.

The District offers regular instructional programs daily to students in grades K-12. Approximately 308 students participated in the specific trades through Great Oaks Institute of Technology and Career Development programs. About 1,412 students receive special services, due to physical or mental handicapping conditions. In grades K-12, approximately 1,462 students have been identified as gifted.

MAJOR CURRENT AND FUTURE INITIATIVES

Creating the Schools We Need

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

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

High School Redesign

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

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

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

CHALLENGES FOR 2010-2011 AND BEYOND

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

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

BELIEFS

West Clermont's vision

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

West Clermont's character values

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

LONG RANGE BUILDING AND MAINTENANCE PLANS

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

FINANCIAL INFORMATION

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

Internal Accounting and Budgetary Controls

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

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

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

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

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

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

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

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

Independent Audit

Provisions of State statute require that the District's financial statements be subjected to an annual examination by an independent auditor. Balestra, Harr & Scherer CPAs, Inc.'s unqualified opinion rendered on the District's basic financial statements, combining statements and individual fund schedules, is included in the financial section of this Comprehensive Annual Financial Report. Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education agencies in Ohio. The District adopted and has been in conformance with that system effective with its annual financial report since the 1979 calendar year.

Awards

The District received the coveted Certificate in Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada (GFOA) for the 2009 Comprehensive Annual Financial Report. This year's report

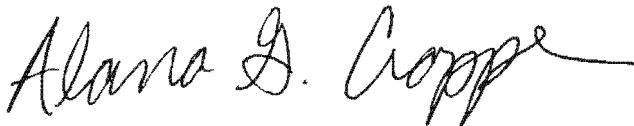
will also be submitted for this award. We feel that the contents of the report are easily readable, efficiently organized and conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The District believes our current report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

The District will also seek the Association of School Business (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2010. The District received the Certificate of Achievement for Excellence in Financial Reporting from ASBO for the 2009 Comprehensive Annual Financial Report. This award certifies that a Comprehensive Annual Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an extensive review of the report by an expert panel of certified public accountants and practicing school business officials.

Acknowledgement

The preparation of the 2010 Comprehensive Annual Financial Report of the West Clermont Local School District was made possible by the dedicated service of the entire Treasurer's staff. Sincere appreciation is extended to Toni Meyer for her efforts. The publication of this Comprehensive Annual Financial Report for the District is a major step in reinforcing the accountability of the District to the taxpayers of the community.

Respectfully submitted,

A handwritten signature in black ink that reads "Alana G. Cropper". The signature is written in a cursive style with a long, sweeping tail on the final letter.

Alana G. Cropper, CPA
Treasurer

WEST CLERMONT LOCAL SCHOOL DISTRICT
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2010

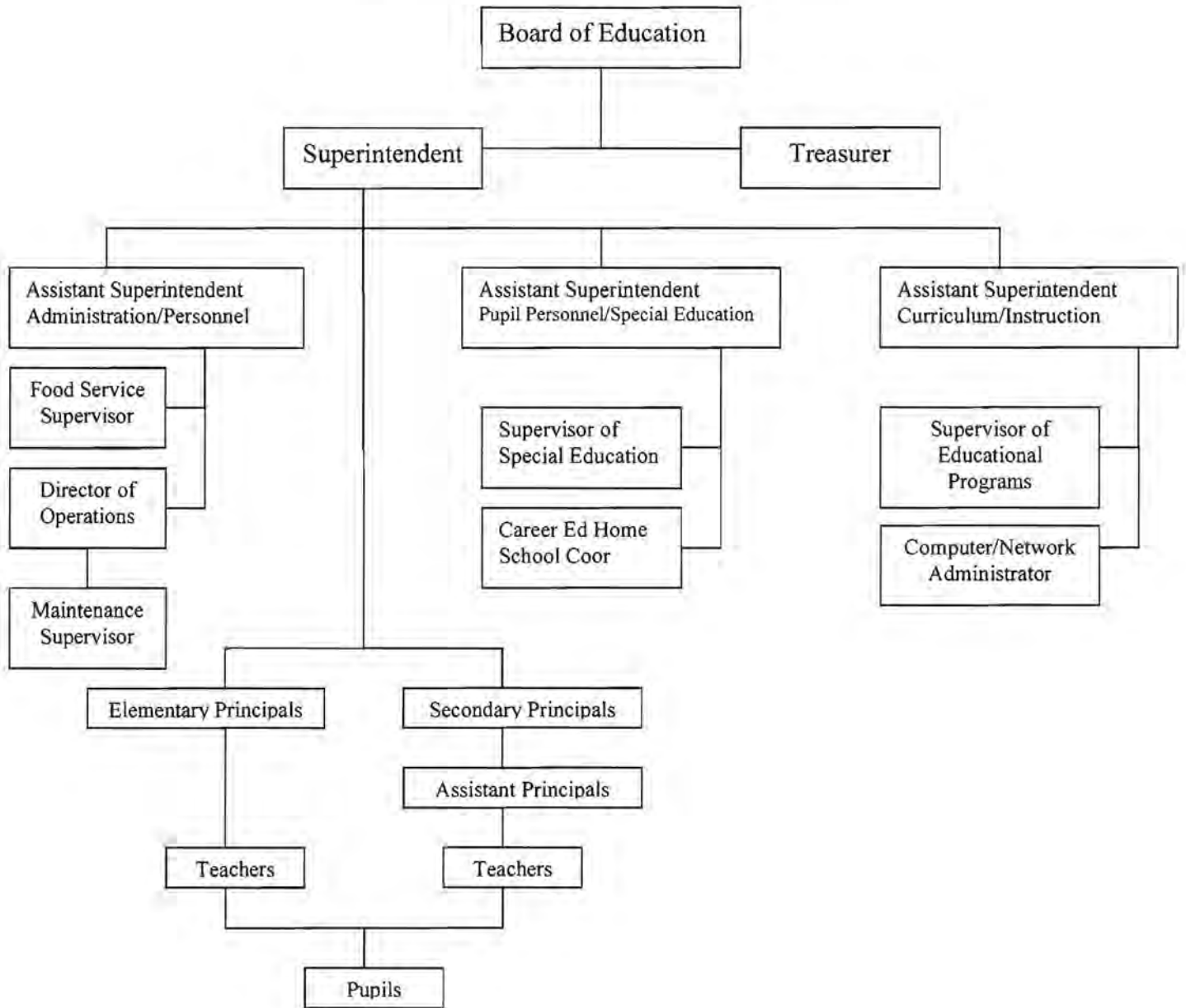
BOARD OF EDUCATION

President Dan Krueger
Vice President Jo Ann Beamer
Board Member Barbara Hartman
Board Member Denise Smith
Board Member Doug Young

ADMINISTRATIVE OFFICIALS

Superintendent Gary Brooks
Treasurer Alana G. Cropper, CPA
Assistant Superintendent- Albert L. Delgado
Administration and Personnel
Assistant Superintendent- Mary Ellen Steele-Pierce
Curriculum/Instruction
Director of Pupil Personnel/Special Education Laura Nazzarine
Director of Operations G. Edward Dyer
Supervisor of Educational Programs Cheryl Turner
Supervisor of Educational Programs Tanya McGregor

West Clermont Local School District
Organizational Chart as of June 30, 2010



Certificate of Achievement for Excellence in Financial Reporting

Presented to

West Clermont Local School
District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

WEST CLERMONT LOCAL SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2009

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director

Financial Section



Independent Auditor's Report

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

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

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the West Clermont Local School District, Clermont County, Ohio, as of June 30, 2010, 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 23, 2010 on our consideration of the School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

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.

We conducted our audit to opine on the financial statements that collectively comprise the School District's basic financial statements taken as a whole. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. We subjected the combining and individual nonmajor fund financial 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.



Balestra, Harr & Scherer, CPAs, Inc.

December 23, 2010

**WEST CLERMONT LOCAL SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2010
(Unaudited)**

The discussion and analysis of West Clermont Local School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2010. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

Financial Highlights

Key financial highlights for 2010 are as follows:

- Net assets for governmental activities totaled \$20,177,446. Net assets of governmental activities increased \$6,313,518 from 2009.
- General revenues accounted for \$77,476,872 in revenue or 88% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$11,009,820 or 12% of total revenues of \$88,486,692.
- The District had \$82,173,174 in expenses related to governmental activities; \$11,009,820 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$77,476,872 were also used to provide for these programs.
- All governmental funds had total revenues of \$86,279,508. All governmental funds had total expenditures of \$104,691,716. The net change in fund balance for the year was a decrease of \$17,883,247.

Using this Comprehensive Annual Financial Report (CAFR)

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

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

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2010?" The *Statement of Net Assets* and the *Statement of Activities* answers this question. These statements include *all assets* and *liabilities* using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

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

Reporting the District's Most Significant Funds

Fund Financial Statements

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

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

The District as a Whole

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

Table 1 provides a summary of the District's net assets for 2010 compared to 2009:

	Governmental Activities	
	2009	2010
Assets		
Current and other assets	\$78,687,089	\$65,804,534
Capital net assets	28,046,836	47,072,013
Total Assets	106,733,925	112,876,547
Liabilities		
Long-term liabilities	46,995,482	44,948,082
Other Liabilities	45,874,515	47,751,019
Total Liabilities	92,869,997	92,699,101
Net Assets		
Invested in capital assets, net of debt	4,172,287	11,263,801
Restricted	32,744,398	9,161,167
Unrestricted	(23,052,757)	(247,522)
Total Net Assets	\$13,863,928	\$20,177,446

Total assets increased \$6,142,622. Equity in pooled cash and cash equivalents decreased \$19,409,303, primarily due to expenditures for the new elementariness that were under construction during 2010. Taxes receivable increased \$4,441,891. Total liabilities decreased \$170,896, resulting in a net asset increase of \$6,313,518.

Over time, net assets can serve as a useful indicator of a government's financial position. At June 30, 2010, the District's assets exceeded liabilities by \$20,177,446.

At year-end, capital assets represented 42% of total assets. Capital assets include land, land improvements, buildings and improvements, and equipment. Capital assets, net of related debt to acquire the assets at June 30, 2010, was \$11,263,801. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$15,549,214, represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund

resources for future use. The District has a deficit of \$1,872,253 in unrestricted net assets at fiscal year end.

Table 2 shows the change in net assets for fiscal year 2010 with comparisons to fiscal year 2009.

Table 2
Changes in Net Assets

	<u>2009</u>	<u>2010</u>
Revenues		
Program Revenues:		
Charges for services & sales	3,117,169	2,783,927
Operating grants	5,022,419	8,225,893
Capital grants	113,187	0
General Revenues:		
Property taxes	40,611,893	42,585,764
Grants and entitlements	32,901,435	33,721,974
Other revenues	<u>1,523,151</u>	<u>1,169,134</u>
Total Revenues	<u>83,289,254</u>	<u>88,486,692</u>
Program expenses		
Instruction	48,731,770	47,893,307
Support services:		
Pupil and instructional staff	8,410,938	7,904,882
Administration	7,668,169	7,132,102
Operations & maintenance	5,909,479	5,675,074
Pupil transportation	6,882,594	7,266,920
Central	1,091,179	1,415,595
Operation of Non-Instructional Services	2,617,011	2,522,728
Community services	0	249
Extracurricular activities	1,318,955	1,384,459
Interest and fiscal charges	<u>2,802,098</u>	<u>977,858</u>
Total Expenses	<u>85,432,193</u>	<u>82,173,174</u>
Change in Net Assets	<u>(2,142,939)</u>	<u>6,313,518</u>
Net Assets beginning of year	<u>16,006,867</u>	<u>13,863,928</u>
Net Assets end of year	<u><u>\$13,863,928</u></u>	<u><u>\$20,177,446</u></u>

Of the total governmental activities revenues of \$88,486,692, \$11,009,820 is from program revenue. This means that the government relies on general revenues to fund the majority of the cost of services provided to the citizens. Of those general revenues, \$42,585,764 (55%) comes from property tax levies and \$33,721,974 (44%) is from state funding. This District's operations are reliant upon its property tax levy and the state's foundation program.

Net assets increased \$6,313,518 which was caused mainly by a increase in federal grants available as well as budget reductions within the District.

Governmental Activities

The District revenues are mainly from two sources. Property taxes levied for general purposes and grants and entitlements comprised 86% of the District's revenues for governmental activities.

The District depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00. Thus Ohio districts do not receive additional property taxes related to increases in appraised values and must regularly return to the voters to maintain a constant level of service. Property taxes levied for general purposes made up 42% of revenue for governmental activities for the District in fiscal year 2010.

Instruction comprises 58% of governmental program expenses. Support services expenses were 36% of governmental program expenses. All other expenses and interest expense was 6%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

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

Table 3
Changes in Net Assets

	Total Cost of Services		Net Cost of Services	
	2009	2010	2009	2010
Instruction	48,731,770	47,893,307	(45,040,229)	(41,990,196)
Support services:				
Pupil and instructional staff	8,410,938	7,904,882	(7,147,136)	(6,407,528)
Administration	7,668,169	7,132,102	(7,400,845)	(6,820,561)
Operations & maintenance	5,909,479	5,675,074	(5,883,847)	(5,633,750)
Pupil transportation	6,882,594	7,266,920	(6,769,407)	(7,011,276)
Central	1,091,179	1,415,595	(1,091,179)	(1,314,532)
Operation of				
Non-Instructional Services	2,617,011	2,522,728	(67,772)	45,104
Community services	0	249	0	(78)
Extracurricular activities	1,318,955	1,384,459	(976,905)	(1,052,679)
Interest and fiscal charges	2,802,098	977,858	(2,802,098)	(977,858)
Total Expenses	\$85,432,193	\$82,173,174	(\$77,179,418)	(\$71,163,354)

The District's Funds

Information about the District's major funds is presented in the Fund Financial Statements (see Table of Contents). These funds are accounted for using the modified accrual basis of accounting. The General Fund had \$69,321,648 in revenues and \$67,848,876 in expenditures. The General Fund's balance at year end was (\$993,514). The Building Fund had \$603,094 in revenues and \$19,665,429 in expenditures.

The District General Fund ending balance increased by \$1,472,772. The increase in fund balance can be attributed to the budget reductions implemented by the District. The Building Fund ending balance decreased by \$19,062,335 as the building projects progressed.

General Fund Budgeting Highlights

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

During the course of fiscal 2010, the District amended its general fund budget; however these amendments were not significant. The District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management. During the course of the year, the District revised the budget in an attempt to deal with unexpected changes in state revenues.

For the General Fund, budget basis (actual) revenue was \$67,355,886, compared the original budget estimates of \$65,225,290. Of this \$2,130,596 difference, most was due to intergovernmental and tax revenues.

The District's ending unobligated cash balance for the General Fund was \$1,797,171 under the final budgeted amount.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2010, the District had \$47,072,013 invested in land, buildings and equipment. Table 4 shows fiscal 2010 balances compared to fiscal 2009:

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

	Governmental Activities	
	2009	2010
Land	\$4,499,870	\$4,499,870
Construction in Progress	6,765,074	25,999,271
Buildings & Improvements	15,700,222	15,040,985
Equipment	920,855	1,395,291
Vehicles	160,815	136,596
Total Net Assets	<u>\$28,046,836</u>	<u>\$47,072,013</u>

The increase in capital assets is due to \$20,030,357 in additions, net offset by the recognition of \$1,005,180 in depreciation, net. Detailed information on capital assets can be found in note 7 on page 31.

Debt

At June 30, 2010, the District had \$40,936,518 in bonds and capital leases outstanding, \$2,005,902 due within one year. Table 5 summarizes debt outstanding at year end.

Table 5
Outstanding Debt, at June 30

	Governmental Activities	
	2009	2010
Bonds Payable:		
School Improvement Refund 2002	\$7,005,000	\$6,375,000
Classroom Facilities Bonds 2008	29,520,000	28,970,000
Total Bonds Payable	<u>36,525,000</u>	<u>35,345,000</u>
Capital Leases Payable	<u>5,771,029</u>	<u>5,591,518</u>
Total Outstanding Debt at Year End	<u>\$42,296,029</u>	<u>\$40,936,518</u>

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

Detailed information relating to the capital leases and debt is presented in the notes to the basic financial statements beginning with note 8 on page 32.

For the Future

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

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

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

New Construction

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

Contacting the District’s Financial Management

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

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF NET ASSETS
 JUNE 30, 2010

	<u>Governmental Activities</u>
ASSETS:	
Equity in pooled cash and investments	\$18,164,523
Receivables:	
Taxes	44,039,355
Accounts	372,240
Intergovernmental	2,586,329
Materials and supplies inventory	29,501
Deferred charges	612,586
Nondepreciable capital assets	30,499,141
Depreciable capital assets, net	<u>16,572,872</u>
TOTAL ASSETS	<u><u>\$112,876,547</u></u>
LIABILITIES:	
Accounts payable	\$2,915,230
Accrued wages and benefits	7,023,124
Unearned revenue	35,976,344
Intergovernmental payable	1,671,974
Accrued interest payable	164,347
Long-term liabilities:	
Due within one year	3,944,107
Due within more than one year	<u>41,003,975</u>
TOTAL LIABILITIES	<u>92,699,101</u>
NET ASSETS:	
Invested in capital assets, net of related debt	11,263,801
Restricted for:	
Debt Service	3,295,254
Capital Projects	1,786,509
Title I	681,767
IDEA B	1,379,291
Student Activities	249,817
Other Purposes	1,768,529
Unrestricted	<u>(247,522)</u>
TOTAL NET ASSETS	<u><u>\$20,177,446</u></u>

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF ACTIVITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense)</u>
		<u>Charges for</u> <u>Services and Sales</u>	<u>Operating Grants</u> <u>and Contributions</u>	<u>Revenue and Changes</u> <u>in Net Assets</u> <u>Governmental</u> <u>Activities</u>
Governmental activities:				
Instruction:				
Regular	\$35,806,489	\$1,032,922	\$2,257,985	(\$32,515,602)
Special	11,871,778	173,369	2,438,855	(9,259,554)
Vocational	215,040	0	0	(215,040)
Support services:				
Pupil	4,990,736	0	63,667	(4,927,069)
Instructional staff	2,914,146	11,994	1,421,693	(1,480,459)
General administration	80,113	0	0	(80,113)
School administration	5,473,533	0	311,541	(5,161,992)
Fiscal	1,534,299	0	0	(1,534,299)
Business	44,157	0	0	(44,157)
Operations & maintenance	5,675,074	0	41,324	(5,633,750)
Pupil transportation	7,266,920	0	255,644	(7,011,276)
Central	1,415,595	0	101,063	(1,314,532)
Non-instructional services	2,522,728	1,233,862	1,333,970	45,104
Community services	249	0	171	(78)
Extracurricular activities	1,384,459	331,780	0	(1,052,679)
Debt service:				
Interest and fiscal charges	977,858	0	0	(977,858)
Total governmental activities	\$82,173,174	\$2,783,927	\$8,225,893	(\$71,163,354)

General revenues:	
Property taxes levied for:	
General purposes	37,480,027
Debt Service	2,727,047
Capital Projects	2,378,690
Grants and entitlements not restricted to specific programs	33,721,974
Earnings on investments	614,307
Other revenues	554,827
Total general revenues	77,476,872
Change in net assets	6,313,518
Net assets beginning of year	13,863,928
Net assets end of year	\$20,177,446

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 JUNE 30, 2010

	General Fund	Building Fund	Other Governmental Funds	Total Governmental Funds
ASSETS:				
Equity in pooled cash and investments	\$2,866,187	\$7,867,637	\$7,430,699	\$18,164,523
Receivables:				
Taxes	37,240,033	0	6,799,322	44,039,355
Accounts Intergovernmental	309,780	16,459	46,001	372,240
Inventory	0	0	2,586,329	2,586,329
	0	0	29,501	29,501
TOTAL ASSETS	\$40,416,000	\$7,884,096	\$16,891,852	\$65,191,948
LIABILITIES AND FUND BALANCE:				
Liabilities:				
Accounts payable	\$378,234	\$2,308,320	\$228,676	2,915,230
Accrued wages and benefits	6,092,674	0	930,450	7,023,124
Intergovernmental payable	1,388,492	0	283,482	1,671,974
Compensated absences payable	766,181	0	6,172	772,353
Deferred revenue	32,783,933	0	8,759,451	41,543,384
Total liabilities	41,409,514	2,308,320	10,208,231	53,926,065
Fund Balances				
Reserved-				
Reserved for encumbrances	690,781	3,147,970	1,625,794	5,464,545
Reserved for inventory	0	0	29,501	29,501
Reserved for property tax advances	1,456,100	0	626,200	2,082,300
Unreserved, Undesignated, Reported in:				
General Fund	(3,140,395)	0	0	(3,140,395)
Special Revenue Funds	0	0	811,264	811,264
Debt Service Fund	0	0	3,401,310	3,401,310
Capital Projects Funds	0	2,427,806	189,552	2,617,358
Total fund balances	(993,514)	5,575,776	6,683,621	11,265,883
TOTAL LIABILITIES AND FUND BALANCES	\$40,416,000	\$7,884,096	\$16,891,852	\$65,191,948

See Notes to the Basic Financial Statements.

**WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2010**

Total Governmental Fund Balances \$11,265,883

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

Land and improvements	4,499,870	
Construction-in-Progress	25,999,271	
Buildings and improvements	33,758,850	
Furniture and equipment	3,690,964	
Vehicles	486,115	
Accumulated depreciation	<u>(21,363,057)</u>	
Total Capital Assets		47,072,013

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

Taxes - delinquent receivables	2,980,711	
Intergovernmental	<u>2,586,329</u>	
Total		5,567,040

In the statement of net assets, interest is accrued, whereas in the governmental funds interest is reported as a liability only when it will require the use of current financial resources. (164,347)

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

Bonds payable	35,345,000	
Capital lease payable	5,591,518	
Unamortized premium on bonds	1,438,134	
Compensated absences	<u>1,801,077</u>	
Total		(44,175,729)

Deferred bond issuance cost associated with long-term liabilities are not reported in the funds. 612,586

Net Assets of Governmental Activities \$20,177,446

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	General Fund	Building Fund	Other Governmental Funds	Total Governmental Funds
Revenues:				
From local sources:				
Taxes	\$37,435,656	\$0	\$5,086,409	\$42,522,065
Tuition and fees	346,429	0	585,047	931,476
Charges for services	30,512	0	1,250,862	1,281,374
Earnings on investments	5,661	603,094	5,552	614,307
Extracurricular activities	0	0	425,571	425,571
Other local revenues	434,960	0	175,936	610,896
Intergovernmental	31,068,430	0	8,825,389	39,893,819
Total revenues	69,321,648	603,094	16,354,765	86,279,508
Expenditures:				
Current:				
Instruction:				
Regular	32,140,138	0	3,136,279	35,276,417
Special	9,274,269	0	2,679,119	11,953,388
Vocational	215,040	0	0	215,040
Support services:				
Pupil	4,618,645	0	406,135	5,024,780
Instructional staff	1,268,839	0	1,612,324	2,881,163
General administration	80,113	0	0	80,113
School administration	5,261,260	0	337,239	5,598,499
Fiscal	1,459,976	33	78,970	1,538,979
Business	49,970	0	0	49,970
Operations & maintenance	4,795,374	0	1,247,541	6,042,915
Pupil transportation	6,985,700	0	279,200	7,264,900
Central	725,662	0	729,410	1,455,072
Non-instructional services	0	0	2,537,375	2,537,375
Community services	0	0	249	249
Extracurricular activities	973,890	0	461,273	1,435,163
Capital outlay	0	19,665,396	35,200	19,700,596
Debt service:				
Principal retirement	0	0	1,888,472	1,888,472
Interest and fiscal charges	0	0	1,748,625	1,748,625
Total expenditures	67,848,876	19,665,429	17,177,411	104,691,716
Excess (deficiency) of revenues over (under) expenditures	1,472,772	(19,062,335)	(822,645)	(18,412,208)
Other financing sources:				
Inception of capital lease	0	0	528,961	528,961
Total other financing sources	0	0	528,961	528,961
Net change in fund balances	1,472,772	(19,062,335)	(293,684)	(17,883,247)
Fund balances, July 1	(2,466,286)	24,638,111	6,977,305	29,149,130
Fund balance, June 30	(\$993,514)	\$5,575,776	\$6,683,621	\$11,265,883

See Notes to the Basic Financial Statements.

**WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

Net Change in Fund Balance - Total Governmental Funds (\$17,883,247)

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

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

Capital asset additions	20,030,357	
Depreciation expense	(1,005,180)	
Total Capital Assets	19,025,177	19,025,177

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

Delinquent property taxes	63,699	
Intergovernmental	2,054,048	
Total	2,117,747	2,117,747

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

Bond principal	1,180,000	
Lease principal	708,472	
Total	1,888,472	1,888,472

In the statement of activities, interest is accrued, whereas in the governmental funds, an interest expenditure is reported when due. 677,961

In the statement of activities, premiums on the issuance of bonds are amortized over the life of the bonds, whereas in the governmental funds, premiums are reported as an other financing source at the time of issuance. 104,436

Some expenses reported in the statement of activities, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 382,972

Change in net assets of governmental activities \$6,313,518

See Notes to the Basic Financial Statements.

West Clermont Local School District, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$34,257,789	\$35,780,056	\$35,780,056	\$0
Intergovernmental	30,365,151	31,068,430	31,068,430	0
Interest	5,000	5,253	5,253	0
Tuition and fees	340,000	346,429	346,429	0
Rent	32,000	30,210	30,210	0
Customer Sales & Service	350	302	302	0
Miscellaneous	225,000	125,206	125,206	0
Total revenues	<u>65,225,290</u>	<u>67,355,886</u>	<u>67,355,886</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	33,312,430	32,505,446	32,505,446	0
Special	9,791,934	9,554,727	9,554,727	0
Vocational	220,378	215,040	215,040	0
Support services:				
Pupil	4,850,040	4,732,549	4,732,549	0
Instructional staff	1,351,603	1,318,861	1,318,861	0
General administration	99,133	96,732	96,732	0
School administration	5,577,272	5,442,164	5,442,164	0
Fiscal	1,536,643	1,499,418	1,499,418	0
Business	51,952	50,693	50,693	0
Operations and maintenance	5,358,984	5,229,164	5,229,164	0
Pupil transportation	7,085,289	6,913,650	6,913,650	0
Central	754,193	735,923	735,923	0
Extracurricular activities				
Academic oriented activities	63,067	61,539	61,539	0
Occupation oriented activities	352	343	343	0
Sport oriented activities	896,229	874,518	874,518	0
Co-Curricular activities	29,885	29,161	29,161	0
Total expenditures	<u>70,979,384</u>	<u>69,259,928</u>	<u>69,259,928</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,754,094)</u>	<u>(1,904,042)</u>	<u>(1,904,042)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	0	382	382	0
Advances in	14,273	14,273	14,273	0
Total other financing sources (uses)	<u>14,273</u>	<u>14,655</u>	<u>14,655</u>	<u>0</u>
Net change in fund balance	<u>(5,739,821)</u>	<u>(1,889,387)</u>	<u>(1,889,387)</u>	<u>0</u>
Fund balance - beginning	3,172,910	3,172,910	3,172,910	0
Prior year encumbrances appropriated	513,648	513,648	513,648	0
Fund balance - ending	<u>(\$2,053,263)</u>	<u>\$1,797,171</u>	<u>\$1,797,171</u>	<u>\$0</u>

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 JUNE 30, 2010

	<u>Private Purpose Trust</u>	<u>Agency</u>
ASSETS:		
Equity in pooled cash and investments	<u>\$4,705</u>	<u>\$103,903</u>
LIABILITIES:		
Due to student groups	<u>\$0</u>	<u>\$103,903</u>
TOTAL LIABILITIES	0	<u>\$103,903</u>
NET ASSETS:		
Held in trust	<u>4,705</u>	
TOTAL NET ASSETS	<u>\$4,705</u>	

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 FIDUCIARY FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2010

1. DESCRIPTION OF THE DISTRICT

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

The District operates under a locally elected five-member Board form of government and provides educational services as mandated by state and/or federal agencies. This Board of Education controls the District's thirteen instructional/support facilities staffed by 321 non-certified and 524 certificated personnel who provide services to students and other community members.

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

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Reporting Entity

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

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

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

The following activities are included within the reporting entity:

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

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

MEASUREMENT FOCUS

Government-wide Financial Statements

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

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

are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements

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

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

FUND ACCOUNTING

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories governmental and fiduciary. The focus of government fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

Governmental Funds

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

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

Building Fund - The building fund is used to account for receipts and expenditures related to the construction of school facilities.

Fiduciary Funds

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

3. BASIS OF ACCOUNTING

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

Revenues – Exchange and Non-exchange Transactions

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

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

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

Deferred Revenue

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

Property taxes for which there is an enforceable legal claim as of June 30, 2010, but which were levied to finance fiscal year 2011 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Expenditures

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

CASH AND CASH EQUIVALENTS

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

The District has invested funds in Money Market Funds, Federal Agency Securities and in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2010. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2A7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2010.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue during fiscal year 2010 amounted to \$614,307.

INVENTORY

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

CAPITAL ASSETS

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

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

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

COMPENSATED ABSENCES

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

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

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

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

NET ASSETS

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

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

INTERFUND ACTIVITY

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and are eliminated on the statement of activities. On fund financials, receivables and payables resulting from short-term inter-fund loans are classified as "inter-fund receivable/payable" and are eliminated on the statement of net assets. The effect of inter-fund activity has been eliminated from the government-wide financial statements.

FUND EQUITY

Reserved fund balances indicate a portion of fund equity which is not available for current appropriation or is legally segregated for a specific use. Fund balances are reserved for encumbrances, inventory 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 unreserved portion of fund equity, reflected for the Governmental Funds, is available for use within the specific purpose of those funds.

ESTIMATES

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

UNAMORTIZED BOND ISSUANCE COSTS/BOND PREMIUM AND DISCOUNT

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

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

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

4. CASH AND CASH EQUIVALENTS

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

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

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

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

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

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

- (7) The Ohio State Treasurer's investment pool (STAR Ohio).
- (8) Commercial paper and banker's acceptances which meet the requirements established by Ohio Revised Code, Sec. 135.142.

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

Deposits

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned. The District's custodial credit risk policy requires that deposits be collateralized as required by ORC Chapter 135. Ohio Revised Code Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of specific securities. Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that at all times the total value of the securities so pledged is at least equal to 105% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance. At year-end, the District's bank balance of \$8,040,178 was either covered by FDIC or collateralized in the manner described above.

Investments

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

	<u>Fair Value</u>	<u>Years</u>
Commercial paper	\$3,785,232	0.17
Star Ohio	<u>6,372,010</u>	n/a
	<u>\$10,157,242</u>	

Interest Rate Risk

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

Credit Risk

It is the District's policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have a credit quality rating of the top 2 ratings by nationally recognized statistical rating organizations. The District's investments in US Agency Securities were rated AAA by Standard & Poor's and Aaa by Moody's. The District's investments in commercial paper were rated A1 by Standard & Poor's and P1 by Moody's. Investments in STAR Ohio were rated AAAM by Standard & Poor's.

Concentration of credit risk is defined as the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District is required to disclose the amount of investments with any one issuer that represent five percent or more of total investments. The District has invested 63 percent of its investments in STAR Ohio and 37 percent in commercial paper.

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

5. PROPERTY TAXES

Real property taxes collected in 2010 were levied in April on the assessed values as of January 1, 2009, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. A re-evaluation of real property is required to be completed no less than every six years, with a statistical update every third year.

Public utility property tax revenue received in calendar year 2010 represents collections of calendar year 2009 taxes. Public utility real and tangible personal property taxes received in calendar year 2010 became a lien January 1, 2009, were levied after April 1, 2009 and are collected in 2010 with real property taxes. Public utility real property is assessed at thirty-five percent of true value, public utility tangible personal property currently is assessed at varying percentages of true value.

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

Real property taxes are payable annually or semi-annually. In 2010, if paid annually, payment was due by January 20th. If paid semi-annually, the first payment (at least 1/2 amount billed) was due January 20th with the remainder due on June 20th.

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

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable at June 30, 2010 and for which there is an enforceable legal claim. Delinquent property taxes collected within 60 days are included as a receivable and tax revenue as of June 30, 2010. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is available to finance current year operations. The receivable is, therefore, offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2010, was \$1,456,100 for the General Fund and \$626,200 for other Governmental Funds and is recognized as revenue, with a corresponding reserve to fund balance since the Board did not appropriate these receivables for fiscal year 2010 operations.

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

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

	<u>Amount</u>
Agricultural/Residential and Other Real Estate	\$1,355,649,250
Public Utility Personal	38,398,840
Tangible Personal Property	<u>1,331,123</u>
Total	<u>\$1,395,379,213</u>

6. RECEIVABLES

Receivables at June 30, 2010, consisted of taxes, accounts (rent and student fees) and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivable amounts, except delinquent property taxes, are expected to be received within one year. A list of the District's intergovernmental receivables follows:

Governmental Activities:	
Title VIB	\$1,469,915
Title II-D Technology	4,426
Title III	14,796
Title I	829,742
Preschool Grant	31,761
Improving Teacher Quality	235,689
	<u>\$2,586,329</u>

7. CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Government Activities				
<i>Capital assets not being depreciated:</i>				
Land	\$4,499,870	\$0	\$0	\$4,499,870
Construction in Progress	6,765,074	19,234,197	0	25,999,271
<i>Capital assets being depreciated:</i>				
Buildings & Improvements	33,756,350	2,500	0	33,758,850
Equipment	2,900,324	790,640	0	3,690,964
Vehicles	<u>483,095</u>	<u>3,020</u>	<u>0</u>	<u>486,115</u>
Totals at Historical Cost	<u>\$48,404,713</u>	<u>\$20,030,357</u>	<u>\$0</u>	<u>\$68,435,070</u>
Less Accumulated Depreciation:				
Buildings & Improvements	\$18,056,128	\$661,737	\$0	\$18,717,865
Equipment	1,979,469	316,204	0	2,295,673
Vehicles	<u>322,280</u>	<u>27,239</u>	<u>0</u>	<u>349,519</u>
Total Accumulated Depreciation	<u>\$20,357,877</u>	<u>\$1,005,180</u>	<u>\$0</u>	<u>\$21,363,057</u>
Governmental Activities Capital Assets, Net	<u>\$28,046,836</u>	<u>\$19,025,177</u>	<u>\$0</u>	<u>\$47,072,013</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$703,882
Special	1,014
Support Services:	
Pupil	5,627
Instructional Staff	1,855
School Administration	14,534
Fiscal	2,040
Business	1,110
Operations and Maintenance	189,751
Pupil Transportation	2,020
Central	29,398
Operation of Non-Instructional Services:	40,982
Academic Oriented Activities	4,240
Extracurricular Activities:	8,727
Total Depreciation Expense	<u>\$1,005,180</u>

8. LONG-TERM LIABILITIES

	Original Issue	Maturity Dates	Beginning Balance Outstanding	Additions	Deductions	Ending Balance Outstanding	Due In One Year
<u>Governmental Activities:</u>							
General Obligation Bonds:							
School Improvement Refund 2002 2.00%-4.25%	\$11,075,000	2/01/19	\$7,005,000	\$0	\$630,000	\$6,375,000	\$665,000
Less deferred amounts:							
Unamortized Premiums			883,457	0	92,156	791,301	0
Classroom Facilities Bonds 2008 4.49%	\$30,000,000	2/01/36	\$29,520,000	\$0	\$550,000	\$28,970,000	\$585,000
Less deferred amounts:							
Unamortized Premiums			659,113	0	12,280	646,833	0
Total General Obligation Bonds			38,067,570	0	1,284,436	36,783,134	1,250,000
Compensated Absences			3,156,883	1,731,651	2,315,104	2,573,430	1,938,205
Capital Leases			5,771,029	528,961	708,472	5,591,518	755,902
Total Governmental Activities Long-Term Liabilities			<u>\$46,995,482</u>	<u>\$2,260,612</u>	<u>\$4,308,012</u>	<u>\$44,948,082</u>	<u>\$3,944,107</u>

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

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

Fiscal Year Ending June 30.	General Obligation Bonds		
	Principal	Interest	Total
2011	1,250,000	1,578,054	2,828,054
2012	1,305,000	1,538,322	2,843,322
2013	1,390,000	1,494,280	2,884,280
2014	745,000	2,171,275	2,916,275
2015	760,000	2,170,275	2,930,275
2016-2020	7,905,000	7,173,638	15,078,638
2021-2025	4,850,000	4,770,950	9,620,950
2026-2030	6,295,000	3,433,400	9,728,400
2031-2035	7,385,000	1,826,300	9,211,300
2036-2037	<u>3,460,000</u>	<u>236,026</u>	<u>3,696,026</u>
Totals	<u>\$35,345,000</u>	<u>\$26,392,520</u>	<u>\$61,737,520</u>

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

The effects of these debt limitations at June 30, 2010 are a voted debt margin of \$125,584,129 and an unvoted debt margin of \$1,395,379.

9. PRIOR YEAR DEFEASANCE OF DEBT

In prior years, the District defeased certain general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included on the District's financial statements. On June 30, 2010, \$11.075 million of bonds outstanding are considered defeased.

10. LEASES

CAPITAL LEASES

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

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

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Payment</u>
2011	\$984,403
2012	865,539
2013	865,756
2014	329,365
2015	3,109,013
2016-2019	<u>351,292</u>
Total Minimum Lease Payments	6,505,368
Less: Amount Representing Interest	<u>(913,850)</u>
Present Value of Minimum Lease Payments	<u>\$5,591,518</u>

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

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

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

11. PENSION PLANS

SCHOOL EMPLOYEES RETIREMENT SYSTEM

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

Plan members are required to contribute 10% of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14% of

annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2010, 2009, and 2008 were \$1,354,464, \$1,162,332 and \$1,155,408 respectively; 50% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008.

STATE TEACHERS RETIREMENT SYSTEM

The District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 East Broad Street, Columbus, Ohio 43215-3371 or by calling (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% of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. 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 disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

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

The District's required contributions for pension obligations for the fiscal years ended June 30, 2010, 2009, and 2008 were \$4,947,600, \$4,872,456, and \$4,926,264, respectively; 92% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008.

12. POST EMPLOYMENT BENEFITS

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

All STRS Ohio benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Ohio Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS Ohio funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal years ended June 30, 2010, 2009 and 2008, the STRS Ohio Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$206,150 for the fiscal years 2010, 2009 and 2008, respectively which was equal to the required allocations for those years.

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

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

The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B premium for calendar year 2010 was \$96.40 for most participants, but could be as high as \$353.60 per month depending on their income. SERS reimbursement to retirees was \$45.50.

The Retirement Board, acting with the advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare B Fund. For fiscal year 2010, the actuarially required allocation was .76%. West Clermont Local School District contributions for the year ended June 30, 2010, 2009 and 2008 were \$6,005, 5,153, and \$5,122, which equaled the required contributions for those year.

ORC 3309.375 and 3309.69 permit SERS to offer health care benefits to eligible retirees and beneficiaries. SERS' Retirement Board reserves the right to change or discontinue any health plan or program. SERS offers several types of health plans from various vendors, including

HMO's, PPO's, and traditional indemnity plans. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrators and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively.

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

The Health Care Fund was established under, and is administered in accordance with, Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14% contribution to the Health Care Fund. At June 30, 2010, the health care allocation was .46%. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect an aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2010, the minimum compensation level was established at \$35,800. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. West Clermont Local School District contributions for the years ended June 30, 2010, 2009, and 2008 were \$171,013, \$156,448, and \$159,522 respectively, which equaled the required allocations for those years.

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

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

13. CONTINGENT LIABILITIES

GRANTS

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and 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 effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District as of June 30, 2010.

LITIGATION

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

14. JOINTLY GOVERNED ORGANIZATIONS

The Hamilton Clermont Cooperative Association/Unified Purchasing Association

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

The Great Oaks Institute of Technology & Career Development

The Great Oaks Joint Vocational School District, a jointly governed organization, is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of one representative from each of the participating school district's elected board. The Board possesses its own budgeting and taxing authority as a separate body politic and corporate, established by the Ohio Revised Code. Great Oaks Institute of Technology and Career Development was formed for the purpose of providing vocational education opportunities to the students of the member school districts, which includes the students of the West Clermont Local School District. The District has no ongoing financial interest in, nor responsibility for the Joint Vocational School. To obtain financial information, write to the Great Oaks Institute of Technology and Career Development, Attention: Treasurer, at 3254 East Kemper Rd., Cincinnati, Ohio 45241-1545.

15. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft, damage to or destruction of assets, errors and omissions, employee injuries, and natural disasters. The District addresses these risks by maintaining a comprehensive risk management program through the purchase of various types of liability, inland marine, and property insurance from private carriers. Settled claims have not exceeded commercial coverage in any of the past three years. A summary of significant coverage, which has not been significantly reduced from 2009, follows:

Building Contents-replacement cost (\$5,000 deductible)	\$118,875,415
Inland Marine Coverage (\$1,000 deductible)	2,227,720
Boiler and Machinery (\$1,000 deductible)	13,800,000
Automobile Liability (\$2,500 deductible)	2,000,000
Earthquake (\$2,500 deductible)	5,000,000
General Liability Per Occurrence	1,000,000
Employee Benefit Liability Total Per Year (Aggregate)	1,000,000

16. INSURANCE PURCHASING POOL

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

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

17. BUDGETARY PROCESS

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriations resolution and the certificate of estimated resources which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at level of control selected by the Board. The legal level of control has been established by the Board at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the

original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2010.

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

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

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

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

Net Change in Fund Balance	
	<u>General</u>
GAAP Basis	\$1,472,772
Net Adjustment for Revenue Accruals	(1,965,761)
Net Adjustment for Expenditure Accruals	(342,037)
Net Adjustment for Other Financial Sources/Uses Accruals	14,655
Encumbrances	<u>(1,069,016)</u>
Budget Basis	<u>\$(1,889,387)</u>

18. COMPLIANCE AND ACCOUNTABILITY

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

<u>Fund</u>	<u>Deficit</u>
General	\$993,514
Special Revenue:	
Title VIB	277,015
Education Stabilization	143,643
Title I	125,202
Title VI Innovative Projects	6,738
Drug Free Schools	6,534
Preschool Grant	3,683

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

19. FUND BALANCE RESERVES FOR SET-ASIDES

The District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by year-end or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years. The following cash basis information describes the change in the year-end set-aside amounts for textbooks and capital acquisition. Disclosure of this information is required by State statute.

	<u>Textbooks</u>	<u>Capital Acquisition</u>
Set-aside Reserve Balance as of June 30, 2009	(\$3,471,673)	\$0
Current Year Set-aside Requirement	1,428,528	1,428,528
Qualified Disbursements	(1,439,641)	(1,428,528)
Current Year Offsets	<u>0</u>	<u>0</u>
Set-aside Cash carried forward to Future Years	<u>(3,482,786)</u>	<u>0</u>
Set-aside Reserve Balance as of June 30, 2010	<u>\$0</u>	<u>\$0</u>

Combining Statements and Individual Fund Schedules

NONMAJOR GOVERNMENTAL FUNDS

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

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

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

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

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

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

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

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

Poverty Based Assistance: To account for state funds, which provide instructional programs and materials for disadvantaged students. These funds are currently used to operate the Garfield Alternative Education Center.

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

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

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

Miscellaneous State Grants: To account for state funds that are legally restricted to expenditures for specified purposes.

Title VIB: To account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels.

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

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

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

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

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

Title VI Innovative Projects: To account for federal funds to provide programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; programs to enhance personal excellence of students and student achievement (formerly called Chapter II).

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

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

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

Miscellaneous Federal Grants: To account for federal funds received to provide programs to assure that needy families with children obtain the education, training and employment and support services that will help them avoid long-term welfare dependence.

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

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

Debt Service Fund: The Debt Service Fund is used for the accumulation of resources for and the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the District is obligated in some manner for the payment.

Capital Projects Funds: The Capital Projects Fund is used to account for the financial resources to be used for the acquisition, construction and improvement of major capital facilities.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS:				
Equity in pooled cash and investments	\$2,203,950	\$3,401,310	\$1,825,439	\$7,430,699
Receivables:				
Taxes	0	2,810,337	3,988,985	6,799,322
Accounts	46,001	0	0	46,001
Intergovernmental	2,586,329	0	0	2,586,329
Inventory	29,501	0	0	29,501
TOTAL ASSETS	\$4,865,781	\$6,211,647	\$5,814,424	\$16,891,852
LIABILITIES AND FUND BALANCE:				
Liabilities:				
Accounts payable	\$87,067	\$0	\$141,609	228,676
Accrued wages and benefits	929,352	0	1,098	930,450
Intergovernmental payable	283,482	0	0	283,482
Compensated absences payable	6,172	0	0	6,172
Deferred revenue	2,586,329	2,476,137	3,696,985	8,759,451
Total liabilities	3,892,402	2,476,137	3,839,692	10,208,231
Fund Balances				
Reserved-				
Reserved for encumbrances	132,614	0	1,493,180	1,625,794
Reserved for inventory	29,501	0	0	29,501
Reserved for property tax advances	0	334,200	292,000	626,200
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	811,264	0	0	811,264
Debt Service Fund	0	3,401,310	0	3,401,310
Capital Projects Funds	0	0	189,552	189,552
Total fund balances	973,379	3,735,510	1,974,732	6,683,621
TOTAL LIABILITIES AND FUND BALANCES	\$4,865,781	\$6,211,647	\$5,814,424	\$16,891,852

**WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
From local sources:				
Taxes	\$0	\$2,716,732	\$2,369,677	\$5,086,409
Tuition and fees	585,047	0	0	585,047
Charges for services	1,250,862	0	0	1,250,862
Earnings on investments	4,292	0	1,260	5,552
Extracurricular activities	425,571	0	0	425,571
Other local revenues	175,936	0	0	175,936
Intergovernmental	8,225,893	333,224	266,272	8,825,389
Total revenues	10,667,601	3,049,956	2,637,209	16,354,766
Expenditures:				
Current:				
Instruction:				
Regular	2,919,352	0	216,927	3,136,279
Special	2,665,291	0	13,828	2,679,119
Support services:				
Pupil	406,135	0	0	406,135
Instructional staff	1,604,666	0	7,658	1,612,324
School administration	337,239	0	0	337,239
Fiscal	0	42,145	36,825	78,970
Operations & maintenance	44,294	0	1,203,247	1,247,541
Transportation	279,200	0	0	279,200
Central	134,560	0	594,850	729,410
Non-instructional services	2,537,375	0	0	2,537,375
Community services	249	0	0	249
Extracurricular activities	331,975	0	129,298	461,273
Capital outlay	0	0	35,200	35,200
Debt service:				
Principal retirement	0	1,180,000	708,472	1,888,472
Interest and fiscal charges	0	1,606,561	142,064	1,748,625
Total expenditures	11,260,336	2,828,706	3,088,369	17,177,411
Excess (deficiency) of revenues over (under) expenditures	(592,735)	221,250	(451,160)	(822,645)
Other financing sources:				
Inception of capital lease	0	0	528,961	528,961
Total other financing sources	0	0	528,961	528,961
Net change in fund balances	(592,735)	221,250	77,801	(293,684)
Fund balances, July 1	1,566,114	3,514,260	1,896,931	6,977,305
Fund balance, June 30	<u>\$973,379</u>	<u>\$3,735,510</u>	<u>\$1,974,732</u>	<u>\$6,683,621</u>

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2010

	Mental Health	Public School Support	Other Grants	District Managed Student Activities	Auxiliary Services
ASSETS:					
Equity in pooled cash and investments	\$1,055	\$374,991	\$6,710	\$132,150	\$143,692
Receivables:					
Accounts	0	14,739	0	23,658	0
Intergovernmental	0	0	0	0	0
Inventory	0	0	0	0	0
TOTAL ASSETS	\$1,055	\$389,730	\$6,710	\$155,808	\$143,692
LIABILITIES AND FUND BALANCE:					
Liabilities:					
Accounts payable	\$0	\$11,690	\$1,588	\$9,894	\$17,989
Accrued wages and benefits	0	0	0	0	27,111
Intergovernmental payable	0	0	0	0	6,989
Compensated absences payable	0	0	0	0	0
Deferred revenue	0	0	0	0	0
Total liabilities	0	11,690	1,588	9,894	52,089
Fund Balances					
Reserved-					
Reserved for encumbrances	0	14,387	1,372	31,543	34,802
Reserved for inventory	0	0	0	0	0
Unreserved, Undesignated, Reported in: Special Revenue Funds	1,055	363,653	3,750	114,371	56,801
Total fund balances	1,055	378,040	5,122	145,914	91,603
TOTAL LIABILITIES AND FUND BALANCES	\$1,055	\$389,730	\$6,710	\$155,808	\$143,692

Education Management Information System	Entry Year Programs	Poverty Based Assistance	Network Connectivity	SchoolNet Professional Development	OhioReads	Miscellaneous State Grants	Title VIB
\$0	\$0	\$0	\$29,501	\$0	\$357	\$0	\$184,991
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	1,469,915
0	0	0	0	0	0	0	0
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$29,501</u>	<u>\$0</u>	<u>\$357</u>	<u>\$0</u>	<u>\$1,654,906</u>

\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,424
0	0	0	0	0	0	0	350,991
0	0	0	0	0	0	0	109,591
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	1,469,915
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,931,921</u>

0	0	0	25,879	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	3,622	0	357	0	(277,015)
0	0	0	29,501	0	357	0	(277,015)
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$29,501</u>	<u>\$0</u>	<u>\$357</u>	<u>\$0</u>	<u>\$1,654,906</u>

Continued

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS - (Concluded)
 JUNE 30, 2010

	Vocational Education	Education Stabilization	Title II-D Technology	Title III	Title I
ASSETS:					
Equity in pooled cash and investments	\$3,939	\$78,115	\$780	\$661	\$175,994
Receivables:					
Accounts	0	0	0	0	0
Intergovernmental	0	0	4,426	14,796	829,742
Inventory	0	0	0	0	0
TOTAL ASSETS	\$3,939	\$78,115	\$5,206	\$15,457	\$1,005,736
LIABILITIES AND FUND BALANCE:					
Liabilities:					
Accounts payable	\$0	\$0	\$0	\$0	\$34,426
Accrued wages and benefits	0	182,780	0	0	220,497
Intergovernmental payable	0	38,978	0	489	46,273
Compensated absences payable	0	0	0	0	0
Deferred revenue	0	0	4,426	14,796	829,742
Total liabilities	0	221,758	4,426	15,285	1,130,938
Fund Balances					
Reserved-					
Reserved for encumbrances	0	0	0	0	0
Reserved for inventory	0	0	0	0	0
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	3,939	(143,643)	780	172	(125,202)
Total fund balances	3,939	(143,643)	780	172	(125,202)
TOTAL LIABILITIES AND FUND BALANCES	\$3,939	\$78,115	\$5,206	\$15,457	\$1,005,736

Title VI Innovative Projects	Drug Free Schools	Preschool Grant	Improving Teacher Quality	Miscellaneous Federal Grants	Food Service	Uniform School Supply	Total Nonmajor Special Revenue Funds
\$2	\$945	\$4,998	\$20,430	\$0	\$613,503	\$431,136	\$2,203,950
0	0	0	0	0	3,288	4,316	46,001
0	0	31,761	235,689	0	0	0	2,586,329
0	0	0	0	0	29,501	0	29,501
<u>\$2</u>	<u>\$945</u>	<u>\$36,759</u>	<u>\$256,119</u>	<u>\$0</u>	<u>\$646,292</u>	<u>\$435,452</u>	<u>\$4,865,781</u>
\$0	\$0	\$0	\$2,502	\$0	\$1,322	\$6,232	\$87,067
0	4,174	6,383	416	0	137,000	0	929,352
6,740	3,305	2,298	0	0	68,819	0	283,482
0	0	0	0	0	6,172	0	6,172
0	0	31,761	235,689	0	0	0	2,586,329
<u>6,740</u>	<u>7,479</u>	<u>40,442</u>	<u>238,607</u>	<u>0</u>	<u>213,313</u>	<u>6,232</u>	<u>3,892,402</u>
0	0	0	4,206	0	2,145	18,280	132,614
0	0	0	0	0	29,501	0	29,501
<u>(6,738)</u>	<u>(6,534)</u>	<u>(3,683)</u>	<u>13,306</u>	<u>0</u>	<u>401,333</u>	<u>410,940</u>	<u>811,264</u>
<u>(6,738)</u>	<u>(6,534)</u>	<u>(3,683)</u>	<u>17,512</u>	<u>0</u>	<u>432,979</u>	<u>429,220</u>	<u>973,379</u>
<u>\$2</u>	<u>\$945</u>	<u>\$36,759</u>	<u>\$256,119</u>	<u>\$0</u>	<u>\$646,292</u>	<u>\$435,452</u>	<u>\$4,865,781</u>

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Mental Health	Public School Support	Other Grants	District Managed Student Activities	Auxiliary Services
Revenues:					
From local sources:					
Tuition and fees	\$0	\$100,125	\$0	\$0	\$0
Charges for services	0	0	17,000	0	0
Earnings on investments	0	0	0	0	3,876
Extracurricular activities	0	124,001	0	301,570	0
Other local revenues	0	145,808	11,200	0	0
Intergovernmental	0	0	2,440	0	539,938
Total revenues	0	369,934	30,640	301,570	543,814
Expenditures:					
Current:					
Instruction:					
Regular	0	13,258	9,919	0	359,982
Special	99	0	0	0	39,718
Support services:					
Pupil	0	347,713	0	0	36,922
Instructional staff	0	1,135	23,762	0	74,805
School administration	0	0	0	0	0
Operations & maintenance	0	0	0	0	0
Transportation	0	0	0	0	0
Central	0	0	0	0	0
Non-instructional services	0	0	0	0	0
Community services	0	0	0	0	0
Extracurricular activities	0	148	0	331,827	0
Total expenditures	99	362,254	33,681	331,827	511,427
Net change in fund balances	(99)	7,680	(3,041)	(30,257)	32,387
Fund balances, July 1	1,154	370,360	8,163	176,171	59,216
Fund balance, June 30	\$1,055	\$378,040	\$5,122	\$145,914	\$91,603

Education Management Information System	Entry Year Programs	Poverty Based Assistance	Network Connectivity	SchoolNet Professional Development	OhioReads	Miscellaneous State Grants	Title VIB
\$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	0	0	0	0
0	0	0	0	0	147	0	0
15,797	0	20,352	27,436	0	0	0	2,689,049
15,797	0	20,352	27,436	0	147	0	2,689,049
0	0	0	17,970	672	0	26	292,780
0	0	32,224	0	0	0	197	1,190,474
0	0	0	0	0	0	0	2,440
0	3,516	21,439	0	1,223	0	0	1,301,824
0	0	0	0	0	0	0	206,028
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
41,429	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	0	0	0
41,429	3,516	53,663	17,970	1,895	0	223	2,993,546
(25,632)	(3,516)	(33,311)	9,466	(1,895)	147	(223)	(304,497)
25,632	3,516	33,311	20,035	1,895	210	223	27,482
\$0	\$0	\$0	\$29,501	\$0	\$357	\$0	(\$277,015)

Continued

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS - (Concluded)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Vocational Education	Education Stabilization	Title II-D Technology	Title III	Title I
Revenues:					
From local sources:					
Tuition and fees	\$0	\$0	\$0	\$0	\$0
Charges for services	0	0	0	0	0
Earnings on investments	0	0	0	0	0
Extracurricular activities	0	0	0	0	0
Other local revenues	0	0	0	0	0
Intergovernmental	22,056	1,558,803	7,950	7,451	1,706,325
Total revenues	<u>22,056</u>	<u>1,558,803</u>	<u>7,950</u>	<u>7,451</u>	<u>1,706,325</u>
Expenditures:					
Current:					
Instruction:					
Regular	0	1,140,768	6,750	0	506,617
Special	0	161,719	0	7,433	1,233,427
Support services:					
Pupil	18,552	0	0	0	0
Instructional staff	0	27,628	0	0	14,095
School administration	0	0	0	0	51,750
Operations & maintenance	0	0	0	0	0
Transportation	0	279,200	0	0	0
Central	0	93,131	0	0	0
Non-instructional services	0	0	420	0	8,229
Community services	0	0	0	0	249
Extracurricular activities	0	0	0	0	0
Total expenditures	<u>18,552</u>	<u>1,702,446</u>	<u>7,170</u>	<u>7,433</u>	<u>1,814,367</u>
Net change in fund balances	3,504	(143,643)	780	18	(108,042)
Fund balances, July 1	435	0	0	154	(17,160)
Fund balance, June 30	<u>\$3,939</u>	<u>(\$143,643)</u>	<u>\$780</u>	<u>\$172</u>	<u>(\$125,202)</u>

Title VI Innovative Projects	Drug Free Schools	Preschool Grant	Improving Teacher Quality	Miscellaneous Federal Grants	Food Service	Uniform School Supply	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$484,922	\$585,047
0	0	0	0	0	1,233,862	0	1,250,862
0	0	0	0	0	416	0	4,292
0	0	0	0	0	0	0	425,571
300	0	0	0	0	10,328	8,153	175,936
0	83,585	111,830	109,138	0	1,323,743	0	8,225,893
300	83,585	111,830	109,138	0	2,568,349	493,075	10,667,601
15,805	15,299	42,156	0	28	0	497,322	2,919,352
0	0	0	0	0	0	0	2,665,291
0	508	0	0	0	0	0	406,135
0	0	26,065	109,174	0	0	0	1,604,666
0	27,253	38,823	13,385	0	0	0	337,239
0	44,294	0	0	0	0	0	44,294
0	0	0	0	0	0	0	279,200
0	0	0	0	0	0	0	134,560
0	2,242	0	0	0	2,526,484	0	2,537,375
0	0	0	0	0	0	0	249
0	0	0	0	0	0	0	331,975
15,805	89,596	107,044	122,559	28	2,526,484	497,322	11,260,336
(15,505)	(6,011)	4,786	(13,421)	(28)	41,865	(4,247)	(592,735)
8,767	(523)	(8,469)	30,933	28	391,114	433,467	1,566,114
(\$6,738)	(\$6,534)	(\$3,683)	\$17,512	\$0	\$432,979	\$429,220	\$973,379

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Mental Health Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$0	\$0	\$0	\$0
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Special	0	99	99	0
Total expenditures	<u>0</u>	<u>99</u>	<u>99</u>	<u>0</u>
Net change in fund balance	<u>0</u>	<u>(99)</u>	<u>(99)</u>	<u>0</u>
Fund balance - beginning	1,150	1,150	1,150	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u>\$1,150</u>	<u>\$1,051</u>	<u>\$1,051</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Public School Support Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Tuition and fees	\$125,000	\$101,554	\$101,554	\$0
Extracurricular activities	155,000	119,026	119,026	0
Donations	70,000	43,324	43,324	0
Other revenues	150,000	96,039	96,039	0
Total revenues	<u>500,000</u>	<u>359,943</u>	<u>359,943</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	45,000	27,674	27,674	0
Support services:				
Pupil	395,000	356,051	356,051	0
Instructional staff	4,800	1,135	1,135	0
Extracurricular Activities:				
Co-Curricular activities	390	148	148	0
Total expenditures	<u>445,190</u>	<u>385,008</u>	<u>385,008</u>	<u>0</u>
Net change in fund balance	<u>54,810</u>	<u>(25,065)</u>	<u>(25,065)</u>	<u>0</u>
Fund balance - beginning	339,824	339,824	339,824	0
Prior year encumbrances appropriated	<u>34,154</u>	<u>34,154</u>	<u>34,154</u>	<u>0</u>
Fund balance - ending	<u>\$428,788</u>	<u>\$348,913</u>	<u>\$348,913</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Other Grants Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$10,000	\$17,000	\$17,000	\$0
Donations	5,000	10,000	10,000	0
Other revenue	2,500	1,200	1,200	0
Intergovernmental	2,500	2,440	2,440	0
Total revenues	<u>20,000</u>	<u>30,640</u>	<u>30,640</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	10,000	12,519	12,519	0
Support services:				
Instructional staff	18,086	24,905	24,905	0
Total expenditures	<u>28,086</u>	<u>37,424</u>	<u>37,424</u>	<u>0</u>
Net change in fund balance	<u>(8,086)</u>	<u>(6,784)</u>	<u>(6,784)</u>	<u>0</u>
Fund balance - beginning	7,447	7,447	7,447	0
Prior year encumbrances appropriated	3,086	3,086	3,086	0
Fund balance - ending	<u>\$2,447</u>	<u>\$3,749</u>	<u>\$3,749</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 District Managed Student Activities Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES				
Extracurricular activities	\$350,000	\$280,200	\$280,200	\$0
Total revenues	<u>350,000</u>	<u>280,200</u>	<u>280,200</u>	<u>0</u>
EXPENDITURES				
Current:				
Extracurricular activities				
Academic oriented activities	50,000	48,428	48,428	0
Occupation oriented activities	2,950	623	623	0
Sport oriented activities	265,386	314,797	314,797	0
Total expenditures	<u>318,336</u>	<u>363,848</u>	<u>363,848</u>	<u>0</u>
Net change in fund balance	<u>31,664</u>	<u>(83,648)</u>	<u>(83,648)</u>	<u>0</u>
Fund balance - beginning	139,518	139,518	139,518	0
Prior year encumbrances appropriated	34,845	34,845	34,845	0
Fund balance - ending	<u>\$206,027</u>	<u>\$90,715</u>	<u>\$90,715</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Auxiliary Services Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Earnings on investments	\$5,000	\$3,876	\$3,876	\$0
Intergovernmental	605,000	539,938	539,938	0
Total revenues	<u>610,000</u>	<u>543,814</u>	<u>543,814</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	440,988	434,112	434,112	0
Special	45,660	44,547	44,547	0
Support services:				
Pupil	36,458	36,250	36,250	0
Instructional Staff	79,639	87,840	87,840	0
Total expenditures	<u>602,745</u>	<u>602,749</u>	<u>602,749</u>	<u>0</u>
Net change in fund balance	<u>7,255</u>	<u>(58,935)</u>	<u>(58,935)</u>	<u>0</u>
Fund balance - beginning	24,959	24,959	24,959	0
Prior year encumbrances appropriated	124,877	124,877	124,877	0
Fund balance - ending	<u>\$157,091</u>	<u>\$90,901</u>	<u>\$90,901</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Education Management Information System Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$30,000	\$15,797	\$0	(\$15,797)
Total revenues	<u>30,000</u>	<u>15,797</u>	<u>0</u>	<u>(15,797)</u>
EXPENDITURES				
Current:				
Support services:				
Central	41,429	25,632	25,632	0
Total expenditures	<u>41,429</u>	<u>25,632</u>	<u>25,632</u>	<u>0</u>
Net change in fund balance	<u>(11,429)</u>	<u>(9,835)</u>	<u>(25,632)</u>	<u>(15,797)</u>
Fund balance - beginning	25,632	25,632	25,632	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u>\$14,203</u>	<u>\$15,797</u>	<u>\$0</u>	<u>(\$15,797)</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Entry Year Programs Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$8,000	\$0	\$0	\$0
Total revenues	<u>8,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Instructional staff	3,515	3,515	3,515	0
Total expenditures	<u>3,515</u>	<u>3,515</u>	<u>3,515</u>	<u>0</u>
Net change in fund balance	<u>4,485</u>	<u>(3,515)</u>	<u>(3,515)</u>	<u>0</u>
Fund balance - beginning	3,515	3,515	3,515	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u>\$8,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Poverty Based Assistance Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$70,000	\$20,352	\$20,352	\$0
Total revenues	<u>70,000</u>	<u>20,352</u>	<u>20,352</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	35,750	32,220	32,220	0
Support services:				
Instructional staff	34,025	29,033	29,033	0
Total expenditures	<u>69,775</u>	<u>61,253</u>	<u>61,253</u>	<u>0</u>
Net change in fund balance	<u>225</u>	<u>(40,901)</u>	<u>(40,901)</u>	<u>0</u>
Fund balance - beginning	40,901	40,901	40,901	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>\$41,126</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Network Connectivity Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$36,000	\$27,436	\$27,436	\$0
Total revenues	<u>36,000</u>	<u>27,436</u>	<u>27,436</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	64,586	44,400	44,400	0
Total expenditures	<u>64,586</u>	<u>44,400</u>	<u>44,400</u>	<u>0</u>
Net change in fund balance	<u>(28,586)</u>	<u>(16,964)</u>	<u>(16,964)</u>	<u>0</u>
Fund balance - beginning	12,586	12,586	12,586	0
Prior year encumbrances appropriated	8,000	8,000	8,000	0
Fund balance - ending	<u>(\$8,000)</u>	<u>\$3,622</u>	<u>\$3,622</u>	<u>\$0</u>

West Clermont Local School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
SchoolNet Professional Development Special Revenue Fund
For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$3,000	\$0	\$0	\$0
Total revenues	<u>3,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	895	672	672	0
Support services:				
Instructional staff	4,500	1,223	1,223	0
Total expenditures	<u>5,395</u>	<u>1,895</u>	<u>1,895</u>	<u>0</u>
Net change in fund balance	<u>(2,395)</u>	<u>(1,895)</u>	<u>(1,895)</u>	<u>0</u>
Fund balance - beginning	1,395	1,395	1,395	0
Prior year encumbrances appropriated	500	500	500	0
Fund balance - ending	<u><u>(\$500)</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Ohio Reads Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Other	\$19,000	\$0	\$147	\$147
Total revenues	<u>19,000</u>	<u>0</u>	<u>147</u>	<u>147</u>
EXPENDITURES				
Current:				
Support services:				
Instructional staff	215	0	0	0
Total expenditures	<u>215</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net change in fund balance	<u>18,785</u>	<u>0</u>	<u>147</u>	<u>147</u>
Fund balance - beginning	212	212	212	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u>\$18,997</u>	<u>\$212</u>	<u>\$359</u>	<u>\$147</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Miscellaneous State Grants Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$35,000	\$0	\$0	\$0
Total revenues	<u>35,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	27	27	27	0
Special	197	197	197	0
Total expenditures	<u>224</u>	<u>224</u>	<u>224</u>	<u>0</u>
Net change in fund balance	<u>34,776</u>	<u>(224)</u>	<u>(224)</u>	<u>0</u>
Fund balance - beginning	224	224	224	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u>\$35,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title VIB Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$2,400,000	\$2,857,237	\$2,857,237	\$0
Total revenues	<u>2,400,000</u>	<u>2,857,237</u>	<u>2,857,237</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	280,000	244,800	244,800	0
Special	1,180,000	1,078,267	1,078,267	0
Support services:				
Pupils	110,000	14,206	14,206	0
Instructional staff	1,289,373	1,157,983	1,157,983	0
School administration	254,177	192,813	192,813	0
Total expenditures	<u>3,113,550</u>	<u>2,688,069</u>	<u>2,688,069</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(713,550)</u>	<u>169,168</u>	<u>169,168</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances (out)	(10,627)	(10,627)	(10,627)	0
Total other financing sources (uses)	<u>(10,627)</u>	<u>(10,627)</u>	<u>(10,627)</u>	<u>0</u>
Net change in fund balance	<u>(724,177)</u>	<u>158,541</u>	<u>158,541</u>	<u>0</u>
Fund balance - beginning	0	0	0	0
Prior year encumbrances appropriated	15,317	15,317	15,317	0
Fund balance - ending	<u>(\$708,860)</u>	<u>\$173,858</u>	<u>\$173,858</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Vocational Educational Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$28,000	\$22,056	\$22,056	\$0
Total revenues	<u>28,000</u>	<u>22,056</u>	<u>22,056</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Pupil	22,300	18,553	18,553	0
Total expenditures	<u>22,300</u>	<u>18,553</u>	<u>18,553</u>	<u>0</u>
Net change in fund balance	<u>5,700</u>	<u>3,503</u>	<u>3,503</u>	<u>0</u>
Fund balance - beginning	139	139	139	0
Prior year encumbrances appropriated	300	300	300	0
Fund balance - ending	<u>\$6,139</u>	<u>\$3,942</u>	<u>\$3,942</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Education Stabilization Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$0	\$1,558,803	\$1,558,803	\$0
Total revenues	<u>0</u>	<u>1,558,803</u>	<u>1,558,803</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	1,005,719	944,505	944,505	0
Special	160,000	146,963	146,963	0
Support services:				
Instructional staff	20,000	16,889	16,889	0
Pupil transportation	285,000	279,200	279,200	0
Central	100,500	93,131	93,131	0
Total expenditures	<u>1,571,219</u>	<u>1,480,688</u>	<u>1,480,688</u>	<u>0</u>
Net change in fund balance	<u>(1,571,219)</u>	<u>78,115</u>	<u>78,115</u>	<u>0</u>
Fund balance - beginning	0	0	0	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>(\$1,571,219)</u></u>	<u><u>\$78,115</u></u>	<u><u>\$78,115</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title II-D Technology Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$0	\$7,950	\$7,950	\$0
Total revenues	<u>0</u>	<u>7,950</u>	<u>7,950</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	0	6,750	6,750	0
Support services:				
Community services	0	420	420	0
Total expenditures	<u>0</u>	<u>7,170</u>	<u>7,170</u>	<u>0</u>
Net change in fund balance	<u>0</u>	<u>780</u>	<u>780</u>	<u>0</u>
Fund balance - beginning	0	0	0	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>\$0</u></u>	<u><u>\$780</u></u>	<u><u>\$780</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title III Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$35,000	\$7,451	\$7,451	\$0
Total revenues	<u>35,000</u>	<u>7,451</u>	<u>7,451</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Special	18,914	6,943	6,943	0
Total expenditures	<u>18,914</u>	<u>6,943</u>	<u>6,943</u>	<u>0</u>
Net change in fund balance	<u>16,086</u>	<u>508</u>	<u>508</u>	<u>0</u>
Fund balance - beginning	153	153	153	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>\$16,239</u></u>	<u><u>\$661</u></u>	<u><u>\$661</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title I Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$1,129,000	\$1,821,325	\$1,821,325	\$0
Total revenues	<u>1,129,000</u>	<u>1,821,325</u>	<u>1,821,325</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	495,654	484,303	484,303	0
Special	1,390,989	1,236,376	1,236,376	0
Support services:				
Instructional staff	67,348	14,432	14,432	0
School administration	98,453	55,117	55,117	0
Community services	17,925	8,488	8,488	0
Total expenditures	<u>2,070,369</u>	<u>1,798,716</u>	<u>1,798,716</u>	<u>0</u>
Net change in fund balance	<u>(941,369)</u>	<u>22,609</u>	<u>22,609</u>	<u>0</u>
Fund balance - beginning	41,880	41,880	41,880	0
Prior year encumbrances appropriated	7,470	7,470	7,470	0
Fund balance - ending	<u>(\$892,019)</u>	<u>\$71,959</u>	<u>\$71,959</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title VI Innovative Projects Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Other	\$230,000	\$0	\$0	\$0
Total revenues	<u>230,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	0	8,764	8,764	0
Total expenditures	<u>0</u>	<u>8,764</u>	<u>8,764</u>	<u>0</u>
Net change in fund balance	<u>230,000</u>	<u>(8,764)</u>	<u>(8,764)</u>	<u>0</u>
Fund balance - beginning	8,764	8,764	8,764	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>\$238,764</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Drug Free Schools Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$35,000	\$87,768	\$87,768	\$0
Total revenues	<u>35,000</u>	<u>87,768</u>	<u>87,768</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	4,525	15,299	15,299	0
Support services:				
Administration	7,730	25,563	25,563	0
Operations & maintenance	13,250	45,000	45,000	0
Community services	300	2,242	2,242	0
Total expenditures	<u>25,805</u>	<u>88,104</u>	<u>88,104</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>9,195</u>	<u>(336)</u>	<u>(336)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances (out)	(554)	(554)	(554)	0
Total other financing sources (uses)	<u>(554)</u>	<u>(554)</u>	<u>(554)</u>	<u>0</u>
Net change in fund balance	<u>8,641</u>	<u>(890)</u>	<u>(890)</u>	<u>0</u>
Fund balance - beginning	149	149	149	0
Prior year encumbrances appropriated	981	981	981	0
Fund balance - ending	<u>\$9,771</u>	<u>\$240</u>	<u>\$240</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Drug Free Schools Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$35,000	\$87,768	\$87,768	\$0
Total revenues	<u>35,000</u>	<u>87,768</u>	<u>87,768</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	4,525	15,299	15,299	0
Support services:				
Administration	7,730	25,563	25,563	0
Operations & maintenance	13,250	45,000	45,000	0
Community services	300	2,242	2,242	0
Total expenditures	<u>25,805</u>	<u>88,104</u>	<u>88,104</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>9,195</u>	<u>(336)</u>	<u>(336)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances (out)	(554)	(554)	(554)	0
Total other financing sources (uses)	<u>(554)</u>	<u>(554)</u>	<u>(554)</u>	<u>0</u>
Net change in fund balance	<u>8,641</u>	<u>(890)</u>	<u>(890)</u>	<u>0</u>
Fund balance - beginning	149	149	149	0
Prior year encumbrances appropriated	981	981	981	0
Fund balance - ending	<u>\$9,771</u>	<u>\$240</u>	<u>\$240</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Preschool Grant Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$80,000	\$111,830	\$111,830	\$0
Total revenues	<u>80,000</u>	<u>111,830</u>	<u>111,830</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Special	36,260	36,260	36,260	0
Support services:				
Instructional staff	30,393	30,393	30,393	0
School administration	38,925	38,925	38,925	0
Total expenditures	<u>105,578</u>	<u>105,578</u>	<u>105,578</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(25,578)</u>	<u>6,252</u>	<u>6,252</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances (out)	(13,864)	(1,252)	(1,252)	0
Total other financing sources (uses)	<u>(13,864)</u>	<u>(1,252)</u>	<u>(1,252)</u>	<u>0</u>
Net change in fund balance	<u>(39,442)</u>	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Fund balance - beginning	0	0	0	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>(\$39,442)</u></u>	<u><u>\$5,000</u></u>	<u><u>\$5,000</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Improving Teacher Quality Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$300,000	\$147,803	\$126,138	(\$21,665)
Total revenues	<u>300,000</u>	<u>147,803</u>	<u>126,138</u>	<u>(21,665)</u>
EXPENDITURES				
Current:				
Support services:				
Instructional staff	150,775	143,484	121,819	21,665
School administration	264,591	13,385	13,385	0
Total expenditures	<u>415,366</u>	<u>156,869</u>	<u>135,204</u>	<u>21,665</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(115,366)</u>	<u>(9,066)</u>	<u>(9,066)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances (out)	(1,840)	(1,840)	(1,840)	0
Total other financing sources (uses)	<u>(1,840)</u>	<u>(1,840)</u>	<u>(1,840)</u>	<u>0</u>
Net change in fund balance	<u>(117,206)</u>	<u>(10,906)</u>	<u>(10,906)</u>	<u>0</u>
Fund balance - beginning	312	312	312	0
Prior year encumbrances appropriated	24,317	24,317	24,317	0
Fund balance - ending	<u>(\$92,577)</u>	<u>\$13,723</u>	<u>\$13,723</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Miscellaneous Federal Grants Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$20,000	\$0	\$0	\$0
Total revenues	<u>20,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	13,556	1,030	1,030	0
Total expenditures	<u>13,556</u>	<u>1,030</u>	<u>1,030</u>	<u>0</u>
Net change in fund balance	<u>6,444</u>	<u>(1,030)</u>	<u>(1,030)</u>	<u>0</u>
Fund balance - beginning	11	11	11	0
Prior year encumbrances appropriated	1,019	1,019	1,019	0
Fund balance - ending	<u><u>\$7,474</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Food Service Special Revenue Fund
For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$1,155,900	\$1,141,076	\$1,141,076	\$0
Interest	2,900	328	328	0
Charges for services	1,432,554	1,323,743	1,323,743	0
Other revenues	8,646	7,148	7,148	0
Total revenues	<u>2,600,000</u>	<u>2,472,295</u>	<u>2,472,295</u>	<u>0</u>
EXPENDITURES				
Current:				
Operation of Non-Instructional Services:				
Food Service Operations	2,200,642	2,289,506	2,289,506	0
Total expenditures	<u>2,200,642</u>	<u>2,289,506</u>	<u>2,289,506</u>	<u>0</u>
Net change in fund balance	<u>399,358</u>	<u>182,789</u>	<u>182,789</u>	<u>0</u>
Fund balance - beginning	419,207	419,207	419,207	0
Prior year encumbrances appropriated	1,873	1,873	1,873	0
Fund balance - ending	<u><u>\$820,438</u></u>	<u><u>\$603,869</u></u>	<u><u>\$603,869</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Uniform School Supply Special Revenue Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Tuition and fees	\$490,000	\$483,764	\$483,764	\$0
Gifts & Donations	10,000	7,527	7,527	0
Total revenues	<u>500,000</u>	<u>491,291</u>	<u>491,291</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	501,267	520,968	520,968	0
Total expenditures	<u>501,267</u>	<u>520,968</u>	<u>520,968</u>	<u>0</u>
Net change in fund balance	<u>(1,267)</u>	<u>(29,677)</u>	<u>(29,677)</u>	<u>0</u>
Fund balance - beginning	414,105	414,105	414,105	0
Prior year encumbrances appropriated	22,182	22,182	22,182	0
Fund balance - ending	<u>\$435,020</u>	<u>\$406,610</u>	<u>\$406,610</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Debt Service Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$2,627,100	\$2,590,532	\$2,590,532	\$0
Intergovernmental	551,308	333,224	333,224	0
Total revenues	<u>3,178,408</u>	<u>2,923,756</u>	<u>2,923,756</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Fiscal	38,000	42,145	42,145	0
Debt Service:				
Principal	1,180,000	1,180,000	1,180,000	0
Interest	1,576,810	1,606,561	1,606,561	0
Total expenditures	<u>2,794,810</u>	<u>2,828,706</u>	<u>2,828,706</u>	<u>0</u>
Net change in fund balance	<u>383,598</u>	<u>95,050</u>	<u>95,050</u>	<u>0</u>
Fund balance - beginning	3,306,263	3,306,263	3,306,263	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>\$3,689,861</u></u>	<u><u>\$3,401,313</u></u>	<u><u>\$3,401,313</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Building Capital Projects Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Earnings on investments	\$400,000	\$586,635	\$586,635	\$0
Total revenues	<u>400,000</u>	<u>586,635</u>	<u>586,635</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Fiscal	300	33	33	0
Capital Outlay				
Building acquisition & construction	26,481,150	25,194,122	25,194,122	0
Total expenditures	<u>26,481,450</u>	<u>25,194,155</u>	<u>25,194,155</u>	<u>0</u>
Net change in fund balance	<u>(26,081,450)</u>	<u>(24,607,520)</u>	<u>(24,607,520)</u>	<u>0</u>
Fund balance - beginning	5,537,418	5,537,418	5,537,418	0
Prior year encumbrances appropriated	21,481,450	21,481,450	21,481,450	0
Fund balance - ending	<u>\$937,418</u>	<u>\$2,411,348</u>	<u>\$2,411,348</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Permanent Improvement Capital Projects Fund
 For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$2,295,524	\$2,259,377	\$2,259,377	\$0
Intergovernmental	230,393	266,272	266,272	0
Interest	1,260	1,260	1,260	0
Total revenues	<u>2,527,177</u>	<u>2,526,909</u>	<u>2,526,909</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	452,000	782,757	782,757	0
Special	10,000	13,828	13,828	0
Support services:				
Instructional staff	8,000	7,658	7,658	0
Fiscal	38,546	36,825	36,825	0
Operations and maintenance	754,465	1,246,398	1,246,398	0
Central	603,513	1,228,913	1,228,913	0
Extracurricular Activities:				
Academic oriented activities	25,648	129,266	129,266	0
Facilities Acquisition and Construction				
Site acquisition	500	500	500	0
Site improvement	40,526	35,200	35,200	0
Building acquisition & construction	7,944	6,678	6,678	0
Building improvement	100	138	138	0
Capital Outlay				
Debt Service				
Principal	527,949	527,949	527,949	0
Interest	121,281	121,281	121,281	0
Total expenditures	<u>2,590,472</u>	<u>4,137,391</u>	<u>4,137,391</u>	<u>0</u>
Net change in fund balance	<u>(63,295)</u>	<u>(1,610,482)</u>	<u>(1,610,482)</u>	<u>0</u>
Fund balance - beginning	1,510,663	1,510,663	1,510,663	0
Prior year encumbrances appropriated	290,472	290,472	290,472	0
Fund balance - ending	<u>\$1,737,840</u>	<u>\$190,653</u>	<u>\$190,653</u>	<u>\$0</u>

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Student Activity			Ending Balance
	Beginning Balance	Additions	Deductions	
ASSETS:				
Equity in pooled cash and investments	\$94,406	\$172,917	\$163,420	\$103,903
TOTAL ASSETS	<u>\$94,406</u>	<u>\$172,917</u>	<u>\$163,420</u>	<u>\$103,903</u>
LIABILITIES AND FUND BALANCE:				
Due to student groups	\$94,406	\$172,917	\$163,420	\$103,903
TOTAL LIABILITIES	<u>\$94,406</u>	<u>\$172,917</u>	<u>\$163,420</u>	<u>\$103,903</u>

Statistical Section

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

Contents

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Economic and Demographic Information

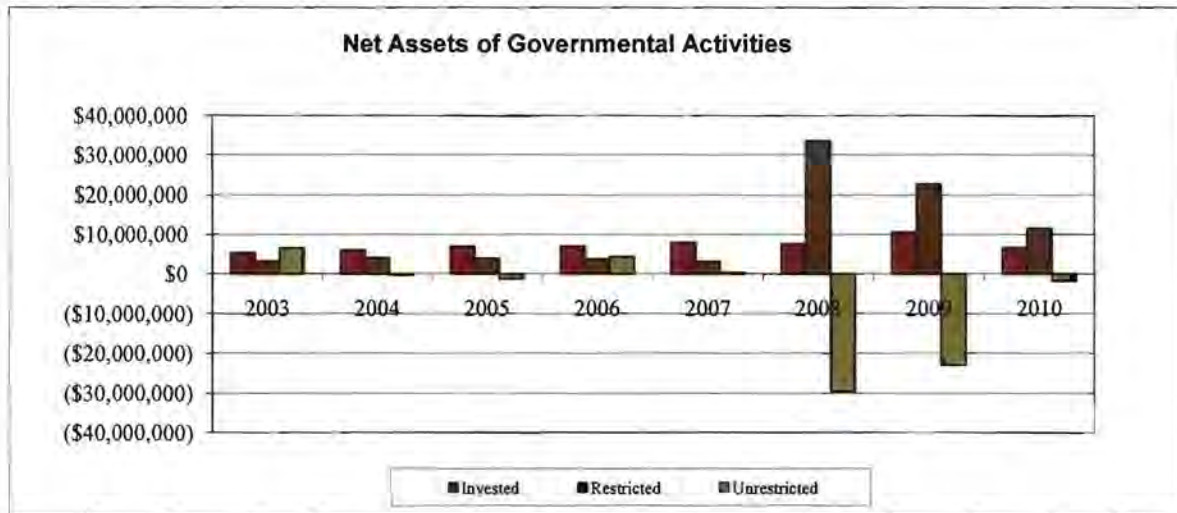
These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

Operating Information

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

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

	2003	2004	2005	2006	2007	2008	2009	2010
Governmental Activities:								
Invested in Capital Assets, Net of Related Debt	\$5,314,178	\$6,029,065	\$6,889,385	\$6,964,535	\$7,893,607	7,552,696	10,524,790	6,500,485
Restricted for:								
Debt Service	1,747,145	2,114,136	2,811,495	2,698,825	2,661,346	3,997,042	3,854,990	4,086,555
Capital Projects	1,881,801	1,869,061	1,256,057	1,606,504	2,057,477	31,424,972	20,329,134	7,706,116
Set-Aside	0	233,129	0	0	0	0	0	0
Federally Funded Programs	0	0	0	0	0	0	735,278	(322,861)
Student Activities	0	0	0	0	0	0	193,279	249,817
Other Purposes	1,242,865	1,979,623	2,670,671	2,113,497	1,022,415	2,086,764	1,279,214	3,829,587
Unrestricted (Deficit)	6,496,030	(242,712)	(1,285,894)	4,282,974	318,428	(29,512,569)	(23,052,757)	(1,872,253)
Total Net Assets	\$16,682,019	\$11,982,302	\$12,341,714	\$17,666,335	\$13,951,273	\$15,548,905	\$13,863,928	\$20,177,446



Source: West Clermont Local School District
 Only Information for years 2003-2010 is available

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

TABLE 2

	2003	2004	2005	2006	2007	2008	2009	2010
Expenses								
Instruction:								
Regular	\$33,935,733	\$34,850,920	\$36,084,853	\$36,974,721	\$37,150,217	\$36,375,989	\$37,131,333	\$35,806,489
Special	7,765,606	8,453,457	9,167,892	9,449,846	9,874,329	10,812,400	11,466,246	11,871,778
Vocational	58,022	7,839	113,405	145,472	82,865	133,377	134,191	215,040
Support services:								
Pupil	3,396,321	4,318,278	4,253,465	4,565,778	4,831,723	4,825,311	5,649,869	4,990,736
Instructional staff	2,513,051	2,372,470	2,887,397	3,105,338	3,301,658	2,750,007	2,761,069	2,914,146
General administration	59,854	67,758	41,272	57,165	58,716	62,285	51,703	80,113
School administration	4,400,562	4,479,330	5,473,982	5,572,762	5,203,476	5,561,195	5,961,862	5,473,533
Fiscal	1,309,410	1,412,765	1,328,772	1,505,909	1,538,879	1,631,819	1,600,176	1,534,299
Business	41,130	41,386	45,743	45,140	58,110	49,022	54,428	44,157
Operations & maintenance	5,067,598	4,052,623	5,011,415	5,154,602	5,656,888	6,514,769	5,909,479	5,675,074
Pupil transportation	5,561,785	5,876,983	6,018,844	6,186,960	6,482,157	7,128,515	6,882,594	7,266,920
Central	783,693	871,925	702,041	1,134,802	1,097,946	1,153,581	1,091,179	1,415,595
Non-instructional services	2,283,712	2,572,351	2,052,972	2,475,124	2,555,104	2,544,614	2,617,011	2,522,728
Community Service								249
Extracurricular activities	1,128,041	1,188,731	1,216,578	1,254,316	1,386,180	1,227,456	1,318,955	1,384,459
Interest and fiscal charges	884,553	1,892,015	468,029	530,913	541,562	916,282	2,802,098	977,858
Total Expenses	69,189,071	72,458,831	74,866,660	78,158,848	79,819,810	81,686,622	85,432,193	82,173,174
Program Revenues								
Charges for services								
Instruction:								
Regular	353,446	535,114	740,108	893,299	907,150	677,130	1,121,383	1,032,922
Special	197	344	101,295	168,586	167,222	198,594	250,864	173,369
Support services:								
Pupil	147,584	258,819	0	0	0	0	0	0
Instructional staff	23,264	39,709	0	0	0	0	19,946	11,994
School administration	1,899	33,953	0	0	0	0	0	0
Operations & maintenance	111,714	108,960	81,861	30,976	30,976	0	0	0
Non-instructional services	1,734,992	1,429,251	1,392,806	1,486,946	1,504,523	1,504,523	1,382,924	1,233,862
Extracurricular activities	135,805	242,586	489,287	495,908	445,550	445,550	342,050	331,780
Operating Grants and Contributions								
Instruction:								
Regular	1,379,280	1,044,510	1,467,280	700,581	670,603	793,471	753,435	2,257,965
Special	979,714	1,465,044	1,212,231	1,373,332	1,660,238	1,927,878	1,565,859	2,438,855
Support services:								
Pupil	293,500	151,790	1,194,802	87,713	357,516	124,658	138,207	63,667
Instructional staff	899,117	1,416,594	1,718,533	1,796,645	1,797,804	1,067,255	1,105,647	1,421,693
School administration	60,229	69,183	46,358	282,859	177,501	347,626	267,324	311,541
Operations & maintenance	0	0	0	25,713	28,403	30,934	25,632	41,324
Pupil Transportation								255,644
Central	53,497	55,407	33,482	0	0	0	0	101,063
Non-instructional services	499,504	581,718	709,025	703,253	718,309	1,050,703	1,166,315	1,333,970
Community Services								171
Capital Grants and Contributions								
Instruction:								
Regular	0	0	55,987	0	61,090	0	0	0
Support services:								
Instructional staff	135,900	0	22,973	0	0	0	0	0
Pupil transportation	120,076	61,292	57,685	50,742	93,683	56,639	113,187	0
Total Program Revenues	6,929,718	7,494,274	9,321,713	8,096,553	8,620,568	8,424,961	8,252,775	11,009,820
Net Expense	(\$62,259,353)	(\$64,964,557)	(\$65,544,947)	(\$70,062,295)	(\$71,199,242)	(\$73,261,661)	(\$77,179,418)	(\$71,163,354)
General Revenues								
Property Taxes Levied for:								
General Purposes	\$27,734,576	\$30,042,133	\$35,490,717	\$41,132,985	\$33,984,605	\$37,538,775	\$35,793,409	\$37,480,027
Debt Service	1,699,637	1,864,387	1,866,544	1,517,228	859,916	2,141,634	2,590,481	2,727,047
Capital Projects	0	0	0	1,754,081	1,836,303	2,293,875	2,228,003	2,378,690
Grants and Entitlements not								
Restricted to Specific Programs	26,427,713	27,430,700	27,451,955	29,461,282	29,932,649	31,410,697	32,901,435	33,721,974
Earnings on investments	507,600	202,844	208,694	521,252	752,587	736,939	1,339,593	614,307
Other revenues	729,512	724,776	886,449	1,000,088	118,120	737,373	183,558	554,827
Total General Revenues	57,099,038	60,264,840	65,904,359	75,386,916	67,484,180	74,859,293	75,036,479	77,476,872
Change in Net Assets	(\$5,160,315)	(\$4,699,717)	\$359,412	\$5,324,621	(\$3,715,062)	\$1,597,632	(\$2,142,939)	\$6,313,518

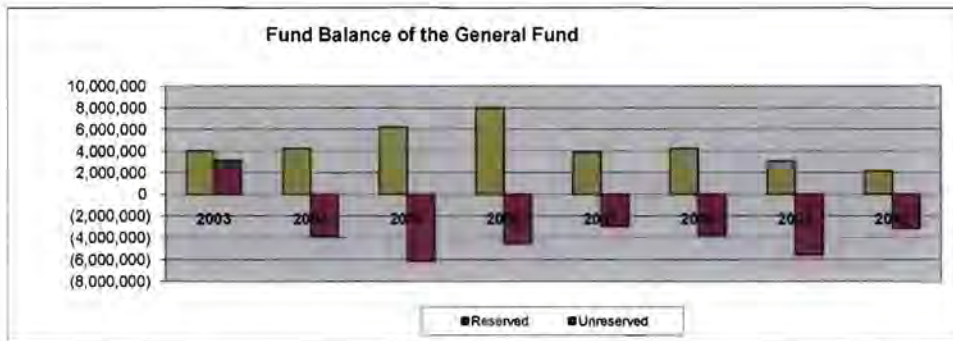
Source: West Clermont Local School District
Only information for years 2003-2010 is available

West Clermont Local School District

TABLE 3

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

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



Source: West Clermont Local School District
Only Information for years 2003-2010 is available

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

TABLE 4

	2003	2004	2005	2006	2007	2008	2009	2010
Revenues								
From local sources:								
Taxes	\$29,434,214	\$30,215,587	\$37,671,422	\$43,312,407	\$36,851,689	\$41,098,054	\$40,363,871	\$42,522,065
Tuition and fees	213,722	226,705	908,968	1,173,651	1,287,900	1,165,775	809,268	931,476
Charges for services	1,734,992	1,838,371	1,393,810	1,522,269	1,528,641	1,551,510	1,433,433	1,281,374
Earnings on investments	507,599	202,844	208,694	521,252	752,587	736,939	1,339,443	614,307
Extracurricular activities	448,618	440,828	510,368	554,360	479,475	545,251	474,476	425,571
Other local revenues	866,031	867,800	485,509	847,766	382,559	500,634	583,919	610,896
Intergovernmental	30,765,356	31,662,295	34,263,638	34,558,823	36,026,439	36,687,425	37,767,084	39,893,819
Total Revenues	63,968,532	65,454,430	75,442,409	82,490,528	77,309,290	82,285,588	82,771,494	86,279,508
Expenditures								
Current:								
Instruction:								
Regular	33,106,758	34,247,847	35,318,251	36,040,332	36,287,747	35,457,388	35,994,093	35,276,417
Special	7,763,657	8,385,232	9,041,995	9,459,901	9,937,522	10,773,119	11,398,543	11,953,388
Vocational	58,122	8,238	113,405	145,472	82,865	133,377	134,191	215,040
Support Services:								
Pupil	3,395,332	4,273,396	4,317,013	4,523,481	4,859,522	4,812,737	5,604,181	5,024,780
Instructional Staff	2,513,327	2,385,337	2,892,962	3,091,920	3,318,080	2,745,360	2,747,686	2,881,163
General administration	59,854	67,758	41,272	57,165	58,716	62,285	51,703	80,113
School administration	4,600,273	4,413,504	5,424,094	5,460,121	5,171,689	5,588,342	5,694,673	5,598,499
Fiscal	1,319,192	1,419,510	1,326,283	1,498,197	1,531,426	1,627,063	1,587,628	1,538,979
Business	39,702	41,244	44,298	44,110	47,458	48,703	50,051	49,970
Operation & maintenance	5,086,951	4,729,778	5,025,574	5,750,785	5,445,908	5,797,155	5,700,594	6,042,915
Pupil transportation	5,559,765	5,874,963	5,910,961	6,184,940	6,480,137	7,126,495	6,880,574	7,264,900
Central	898,200	856,553	736,602	1,192,481	1,098,341	1,132,899	1,100,500	1,455,072
Non-instructional services	2,283,712	2,455,673	1,924,854	2,474,743	2,515,779	2,539,329	2,513,501	2,537,375
Community Services								249
Extracurricular Activities	1,121,890	1,181,004	1,209,245	1,253,638	1,378,660	1,221,879	1,298,763	1,435,163
Capital Outlay	0	37,127	0	139,915	111,824	1,404,616	6,020,128	19,700,596
Debt Service:								
Principal retirement	530,793	2,368,036	1,501,791	1,569,573	673,529	3,086,677	1,701,414	1,888,472
Interest and fiscal charges	886,911	581,860	597,864	605,727	616,660	1,753,179	2,149,675	1,748,625
Total Expenditures	69,224,439	73,327,060	75,426,464	79,492,501	79,615,863	85,310,623	90,627,898	104,691,716
Excess of Revenues Over (Under) Expenditures	(5,255,907)	(7,872,630)	15,945	2,998,027	(2,306,573)	(3,025,035)	(7,856,404)	(18,412,208)
Other Financing Sources (Uses)								
Proceeds of capital lease transaction	457,906	1,022,000	0	597,574	0	2,439,000	0	528,961
Proceeds of bonds	0	0	0	0	0	30,000,000	0	0
Premium on sale of bonds	0	0	0	0	0	671,098	0	0
Premium on sale of notes	0	0	0	0	0	138,900	0	0
Refunding bonds issued	11,075,000	0	0	0	0	0	0	0
Payment to refunding bond escrow	(11,075,000)	0	0	0	0	0	0	0
Transfers in	17,000	30,000	249,489	15,750	0	0	0	0
Transfers out	(17,000)	(30,000)	(249,489)	(15,750)	0	0	0	0
Total Other Financing Sources (Uses)	457,906	1,022,000	0	597,574	0	33,248,998	0	528,961
Net Change in Fund Balances	(\$4,798,001)	(\$6,850,630)	\$15,945	\$3,595,601	(\$2,306,573)	\$30,223,963	(\$7,856,404)	(\$17,883,247)
Debt Service as a Percentage of Noncapital Expenditures	2.1%	4.2%	2.9%	2.8%	1.6%	6.1%	4.8%	4.2%

Source: West Clermont Local School District
Only information for years 2003-2010 is available

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

TABLE 5

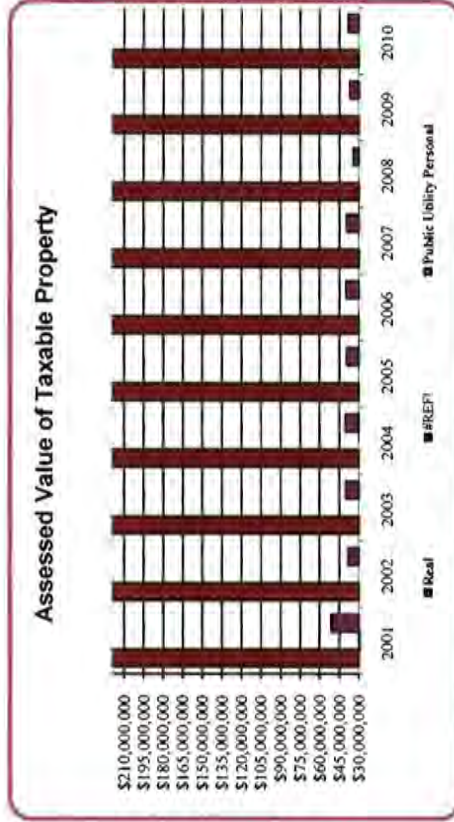
Collection Year	Real Property			Tangible Personal Property			Tangible Personal Property			Total			
	Assessed Value		Estimated Actual Value	Public Utility		Estimated Actual Value	General Business		Estimated Actual Value	Assessed Value		Estimated Actual Value	Total Direct Tax Rate
	Residential/Agricultural	Commercial/Industrial/PU		Assessed Value	Assessed Value		Assessed Value	Assessed Value					
2001	\$631,646,120	\$280,803,370	\$2,606,998,543	\$51,541,320	\$68,721,760	\$87,047,410	\$206,165,280	\$1,051,038,220	\$2,881,885,583	25.33			
2002	658,355,070	289,360,120	2,707,757,686	38,281,430	51,041,907	90,350,035	153,125,720	1,076,346,655	2,911,925,313	25.34			
2003	747,019,290	328,607,670	3,073,219,886	39,994,710	53,326,280	90,784,277	159,976,840	1,206,405,947	3,286,525,006	23.49			
2004	770,860,380	331,454,780	3,149,471,886	40,394,750	52,859,667	87,598,060	161,579,000	1,230,307,970	3,363,910,553	23.49			
2005	793,478,130	395,850,980	3,226,654,600	39,249,410	52,332,547	86,719,042	156,997,640	1,255,297,562	3,435,984,787	31.39			
2006	893,131,640	370,031,280	3,609,036,914	39,731,820	52,975,760	72,136,939	158,927,280	1,375,031,679	3,820,939,954	30.25			
2007	908,710,120	368,913,000	3,650,351,771	39,244,000	52,325,333	57,531,614	156,976,000	1,374,398,734	3,859,653,104	30.05			
2008	926,596,460	374,434,530	3,717,231,400	34,358,770	45,811,693	33,774,874	137,435,080	1,369,164,634	3,900,478,173	31.21			
2009	978,484,110	374,431,720	3,865,473,800	37,131,600	49,508,800	2,662,245	148,526,400	1,392,709,675	4,063,509,000	31.11			
2010	979,893,220	375,756,030	3,873,283,571	38,398,840	51,198,453	1,331,123	153,595,360	1,395,379,213	4,078,077,384	30.85			

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax 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.

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

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



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

TABLE 6

District Direct Rates				Overlapping Rates		
Calendar Year	General Purpose	Capital Purpose	Total	Union Township	Pierce Township	Batavia Township
2001	23.73	1.60	25.33	9.67	11.68	2.40
2002	23.74	1.60	25.34	9.67	11.68	2.40
2003	21.89	1.60	23.49	12.57	11.70	2.40
2004	21.89	1.60	23.49	12.57	11.70	2.40
2005	29.79	1.60	31.39	12.57	11.70	2.40
2006	29.25	1.00	30.25	11.60	10.94	2.40
2007	29.25	0.80	30.05	11.58	13.06	3.40
2008	29.05	2.16	31.21	11.58	16.31	3.40
2009	29.05	2.06	31.11	11.10	15.57	3.35
2010	28.79	2.06	30.85	14.08	15.68	3.35

Source: Ohio Municipal Advisory Council

West Clermont Local School District
Principal Taxpayers
Real Estate Tax
Last Four Years

TABLE 7

Name of Taxpayer	2007		2008		2009		2010	
	Assessed	Percent of Real Property Assessed Value	Assessed	Percent of Real Property Assessed Value	Assessed	Percent of Real Property Assessed Value	Assessed	Percent of Real Property Assessed Value
CBL Eastgate Mall LLC	\$18,811,380	1.47%	\$18,811,380	1.45%	\$15,983,790	1.18%	\$15,840,090	1.17%
Midland Company			11,736,710	0.90%	12,922,670	0.96%	12,922,670	0.95%
OTR	6,652,220	0.52%	6,652,220	0.51%	7,171,010	0.53%	7,171,010	0.53%
Amenshop Biggs Place LLC	7,231,350	0.57%	7,231,350	0.56%	6,907,220	0.51%	6,907,220	0.51%
KRG Eastgate Pavilion LLC	9,621,390	0.75%	9,618,180	0.74%	6,547,310	0.48%	6,547,310	0.48%
Regency Centers LP	5,587,820	0.44%	5,587,820	0.43%	5,813,820	0.43%	5,813,820	0.43%
Fox Chase North LLC	4,489,250	0.35%	4,489,250	0.35%	4,978,900	0.37%	4,978,900	0.37%
Edward Rose Assoc., Inc	4,546,040	0.36%	4,546,040	0.35%	4,517,450	0.33%	4,517,450	0.33%
Meijer Stores Limited Partnership	4,340,000	0.34%	4,340,000	0.33%	4,170,290	0.31%		0.00%
Eastgate Crossing CMBS, LLC	4,642,390	0.36%	4,773,560	0.37%	3,959,070	0.29%	3,746,090	0.28%
Brandychase I Apartment Co LTD						0.00%	3,627,730	0.27%
Coming Precision Lens	4,137,140	0.32%						
Totals	<u>70,058,990</u>	<u>5.48%</u>	<u>77,786,510</u>	<u>5.99%</u>	<u>72,971,530</u>	<u>5.39%</u>	<u>72,072,280</u>	<u>5.32%</u>
Total Assessed Valuation	<u>1,374,398,734</u>		<u>1,374,398,734</u>		<u>1,374,398,734</u>		<u>1,374,398,734</u>	

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

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

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

TABLE 8

Collection Year	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
2001	\$27,199,570	\$25,755,144	94.69	\$703,294	\$26,458,438	97.28
2002	27,422,382	25,918,595	94.52	685,383	26,603,978	97.02
2003	28,817,965	26,987,672	93.65	731,159	27,718,831	96.19
2004	29,724,456	28,019,478	94.26	803,689	28,823,167	96.97
2005	39,649,388	37,748,646	95.21	956,579	38,705,225	97.62
2006	42,193,863	39,641,197	93.95	952,402	40,593,599	96.21
2007	42,645,478	39,815,044	93.36	1,098,916	40,913,960	95.94
2008	44,965,062	41,832,590	93.03	1,407,773	43,240,363	96.16
2009	46,559,926	43,471,991	93.37	1,220,675	44,692,666	95.99
2010	46,600,791	42,767,983	91.78	1,411,730	44,179,713	94.80

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

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

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

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

Fiscal Year	Population (1)	Estimated Actual Value of Taxable Property(2)	General Bonded Debt Outstanding	Ratio of Net Bonded Debt to Estimated Actual Value		Net Bonded Debt per Capita	Percentage of Personal Income (3)	Capital Leases	Total Debt	Ratio of General Debt to Estimated Actual Value		General Debt Per Capita	Percentage of Personal Income (3)
				Bonded Debt to Estimated Actual Value	Ratio of Net Bonded Debt to Estimated Actual Value					General Debt to Estimated Actual Value	Ratio of General Debt to Estimated Actual Value		
2001	184,320	\$1,051,038,220	\$13,480,000	1.28%	1.28%	73.13	1.11%	0	\$13,480,000	1.28%	73.13	1.11%	
2002	184,030	1,076,346,655	13,050,000	1.21%	1.21%	70.91	1.09%	\$3,847,000	16,897,000	1.57%	91.82	1.41%	
2003	191,000	1,206,405,947	12,595,000	1.04%	1.04%	65.94	0.96%	6,716,821	19,311,821	1.60%	101.11	1.47%	
2004	191,000	1,230,307,970	11,365,000	0.92%	0.92%	59.50	0.83%	6,638,785	18,003,785	1.46%	94.26	1.31%	
2005	191,000	1,255,297,562	10,025,000	0.80%	0.80%	52.49	0.70%	6,476,994	16,501,994	1.31%	86.40	1.15%	
2006	191,000	1,375,031,679	8,610,000	0.63%	0.63%	45.08	0.58%	6,768,649	15,378,649	1.12%	80.52	1.04%	
2007	191,000	1,374,398,734	8,100,000	0.59%	0.59%	42.41	0.51%	6,605,120	14,705,120	1.07%	76.99	0.93%	
2008	191,000	1,369,164,634	37,565,000	2.74%	2.74%	196.68	2.41%	6,432,443	43,997,443	3.21%	230.35	2.82%	
2009	191,000	1,392,709,675	36,525,000	2.62%	2.62%	191.23		5,771,029	42,296,029	3.04%	221.45		
2010	191,000	1,395,379,213	35,345,000	2.53%	2.53%	185.05		5,591,518	40,936,518	2.93%	214.33		

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

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

(3) See Demographic and Economic Statistics, Table 12, for personal income data
Personal income data not available for years 2009-2010

West Clermont Local School District
*Computation of Direct and Overlapping
 Debt Attributable to Governmental Activities
 June 30, 2010*

TABLE 10

	<u>Debt Attributable to Governmental Activities</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount of Direct and Overlapping Debt</u>
Direct Debt			
West Clermont Local School District	<u>\$35,345,000</u>	100.00%	<u>\$35,345,000</u>
Overlapping Debt:			
Payable from Property Taxes			
Clermont County	\$6,427,416	31.57%	\$2,029,135
Batavia Township	865,000	50.04%	432,846
Union Township	33,270,000	88.12%	29,317,524
Great Oaks Career Center JSVD	19,200,000	7.18%	1,378,560
Total Overlapping Debt:	<u>\$59,762,416</u>		<u>\$33,158,065</u>
Total Direct and Overlapping Debt	<u><u>\$95,107,416</u></u>		<u><u>\$68,503,065</u></u>

Source: Ohio Municipal Advisory Council

(1) Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the School District by the total assessed valuation of the government. The valuations used were for the 2010 collection year.

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

TABLE 11

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Tax Valuation	\$1,051,038,220	\$1,076,346,655	\$1,206,405,947	\$1,230,307,970	\$1,255,297,562	\$1,375,031,679	\$1,374,399,734	\$1,369,164,634	\$1,392,709,675	\$1,395,379,213
Debt Limit - 9% of Taxable Valuation (1)	\$94,593,440	\$96,871,199	\$108,576,535	\$110,727,717	\$112,976,781	\$123,752,851	\$123,695,886	\$123,224,817	\$125,343,871	\$125,584,129
Amount of Debt Applicable to Debt Limit										
General Obligation Bonds	13,480,000	13,050,000	12,595,000	11,365,000	10,025,000	8,610,000	8,100,000	37,565,000	36,525,000	35,345,000
Less Amount Available in Debt Service	744,521	1,072,589	1,747,375	2,063,437	2,570,480	2,458,075	2,625,327	3,667,372	3,514,260	3,735,510
Amount of Debt Subject to Limit	12,735,479	11,977,411	10,847,625	9,301,563	7,454,520	6,151,925	5,474,673	33,897,628	33,010,740	31,609,490
Legal Debt Margin	\$81,857,961	\$84,893,788	\$97,728,910	\$101,426,154	\$105,522,261	\$117,600,926	\$118,221,213	\$89,327,189	\$92,333,131	\$93,974,639
Legal Debt Margin as a Percentage of the Debt Limit	86.54%	87.64%	90.01%	91.60%	93.40%	95.03%	95.57%	72.49%	73.66%	74.83%
Unvoted Debt Limit	\$1,051,038	\$1,076,347	\$1,206,406	\$1,230,308	\$1,255,298	\$1,375,032	\$1,374,399	\$1,369,165	\$1,392,710	\$1,395,379
10% of Taxable Valuation (1)										
Amount of Debt Subject to Limit	0	0	0	0	0	0	0	0	0	0
Unvoted Legal Debt Margin	\$1,051,038	\$1,076,347	\$1,206,406	\$1,230,308	\$1,255,298	\$1,375,032	\$1,374,399	\$1,369,165	\$1,392,710	\$1,395,379
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Source: Clermont County Auditor and School District Financial Records

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

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

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2) (in thousands)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate (3)</u>
2001	184,320	1,217,020,322	6,603	4.10%
2002	184,320	1,199,116,444	6,506	4.50%
2003	191,000	1,314,737,733	6,883	4.50%
2004	191,000	1,376,899,103	7,209	5.50%
2005	191,000	1,436,214,086	7,519	5.50%
2006	191,000	1,477,544,594	7,736	4.80%
2007	191,000	1,579,387,736	8,269	4.50%
2008	195,385	1,559,292,881	7,981	6.30%
2009	195,385			9.70%
2010	196,364			9.60%

Sources: 1) U.S. Census

2) Ohio Department of Taxation

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

4) Personal income data not available for years 2009-2010

West Clermont Local School District
Principal Employers

TABLE 13

Employer	Nature of Business	2007			2008			2009			2010		
		Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment
American Modern Insurance Group (Formerly Mutual Company)	Financial	1,000	1	1.37%	983	1	1.35%	983	2	1.35%	1,012	2	1.39%
West Clermont Local S.D.	Education	922	2	1.26%	922	2	1.27%	900	3	1.24%	900	3	1.24%
Total Quality Logistics	Technology	750	3	1.03%	829	3	1.14%	1,031	1	1.42%	1,031	1	1.42%
Duke Energy	Energy	450	4	0.62%	431	4	0.59%	431	5	0.59%	431	5	0.59%
L-3 Fuzing & Ordnance (Formerly NDI)	Manufacturing	408	5	0.56%	408	5	0.56%	525	4	0.72%	574	4	0.79%
Jeff Wyler Automotive	Sales	280	6	0.38%	280	6	0.39%	280	6	0.38%	280	7	0.39%
3M Precision Optics	Manufacturing	241	10	0.33%	241	7	0.33%	99	10	0.14%	N/A	N/A	N/A
Child Focus	Education	245	9	0.34%	224	6	0.31%	224	8	0.31%	224	9	0.31%
Eastgate Health Care & Rehab.	Health Care	250	7	0.34%	163	9	0.22%	225	7	0.31%	225	8	0.31%
Multi-Color Corporation	Manufacturing	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	170	10	0.23%
DRS Technologies	Environmental Shelters	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	320	6	0.44%
Biggs	Food Retailer	250	8	0.34%	135	10	0.19%	135	9	0.19%	N/A	N/A	N/A
Total		4,796		6.57%	4,616		6.35%	4,833		6.64%	5,167		7.12%
Total Employment within the School District		72,989			72,645			72,788			72,562		

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

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

TABLE 14

Function/Program	2005	2006	2007	2008	2009	2010
Regular Instruction (1100)						
Elementary Classroom Teachers	218.00	217.00	214.50	207.00	206.00	211.00
Middle School Classroom Teachers	118.00	117.00	113.00	101.00	100.00	101.84
High School Classroom Teachers	142.50	142.00	140.00	135.00	140.00	135.16
Classroom Aides	3.00	3.00	3.00	3.00	3.00	3.00
Special Instruction (1200)						
Classroom Aides	40.50	42.50	39.00	45.00	45.00	45.00
Special/Gifted Education Teachers	6.00	7.00	6.00	7.00	5.00	10.04
Special Education Paraprofessionals	32.00	40.50	32.00	42.00	42.00	41.60
Special Education Tutors	17.00	14.00	19.00	19.00	19.00	16.86
Pupil Support Services (2100)						
Administrators	1.00	1.00	1.00	1.00	1.00	1.00
Administrative Support	4.00	4.00	4.00	4.00	4.00	1.00
Guidance Counselors	9.00	9.00	10.00	10.00	10.00	8.00
Health Services	13.50	13.50	13.50	13.50	13.50	13.71
Psychological Services	3.00	3.00	4.00	4.00	4.00	4.00
Administrative Secretaries	1.00	1.00	1.00	1.00	1.00	1.00
Staff Support Services (2200)						
Administrators	1.00	1.00	1.00	1.00	1.00	1.00
Administrative Support - Staff	2.00	2.00	2.00	2.00	2.00	3.50
Administrative Secretaries	1.00	1.00	1.00	1.00	1.00	1.00
Librarians	2.00	2.00	2.00	2.00	2.00	1.50
Library Aides	10.00	10.00	10.00	10.00	10.00	10.00
Administration (2400)						
Administrators	2.00	2.00	1.00	1.00	1.00	1.00
Administrative Secretaries	3.00	3.00	2.00	2.00	2.00	2.00
Building Administrative Asst.	11.00	10.50	11.50	13.50	13.50	11.00
Communications	1.00	1.00	1.00	1.00	0.00	0.00
Principals	12.00	12.00	12.00	12.00	12.00	12.00
Asst. Principals	11.00	11.00	8.00	8.00	8.00	6.00
Building Secretaries	24.00	27.00	28.00	27.00	27.00	24.00
Fiscal Services (2500)						
Treasurer	1.00	1.00	1.00	1.00	1.00	1.00
Administrative Secretaries	1.00	1.00	1.00	1.00	1.00	1.00
Accounting Staff	5.00	5.00	5.00	5.00	5.00	5.00
Personnel Services (2600)						
Director of Personnel	1.00	1.00	1.00	1.00	1.00	1.00
Administrative Secretaries	1.00	1.00	1.00	2.00	2.00	2.00
Administrative Support -Personnel	0.00	0.00	0.00	0.00	0.00	1.54
Operation of Plant (2700)						
Director of Plant Operations	1.00	1.00	1.00	1.00	1.00	1.00
Administrative Secretaries	1.00	1.00	1.00	1.00	1.00	1.00
Custodians	47.00	47.00	48.00	47.00	47.00	46.75
Maintenance	10.00	10.00	10.00	10.00	10.00	9.00
Central Support Services (2900)						
Director of Public Relations	0.00	0.00	0.00	1.00	1.00	1.00
Administrative Secretaries	0.00	0.00	0.00	1.00	1.00	1.00
Director of Technology	1.00	1.00	1.00	1.00	1.00	1.00
Technology staff	5.00	5.00	5.00	5.00	5.00	5.00
Extra Curricular Activities						
Athletic Directors	2.00	2.00	2.50	2.50	2.00	2.00
Food Service						
Dietitian/Nutritionist	1.00	1.00	1.00	1.00	1.00	1.00
Administrative Secretaries	1.00	1.00	1.00	1.00	1.00	1.00
Cafeteria Personnel	93.00	93.00	93.00	93.00	93.00	93.00
Totals:	859.50	868.00	852.00	847.50	847.00	840.50

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

Source: School District Records

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

**West Clermont Local School District
Building Statistics**

TABLE 15

2010

	2010	2010
Amelia Elementary School		
Date of Original Building	1932	1968
Total Building Square Footage	55,554	44,254
Enrollment	715	515
Grades Housed	K-5	K-5
Percentage of Free & Reduced Applications	42%	28%
Willowville Elementary School		
Date of Original Building		1968
Total Building Square Footage		44,254
Enrollment		515
Grades Housed		K-5
Percentage of Free & Reduced Applications		28%
Brantner Elementary School		
Date of Original Building	1963	1936
Total Building Square Footage	47,927	53,712
Enrollment	450	495
Grades Housed	PreK-5	PreK-5
Percentage of Free & Reduced Applications	45%	47%
Withamsville Elementary School		
Date of Original Building		1936
Total Building Square Footage		53,712
Enrollment		495
Grades Housed		PreK-5
Percentage of Free & Reduced Applications		47%
Clough Pike Elementary School		
Date of Original Building	1968	1961
Total Building Square Footage	44,272	91,452
Enrollment	530	962
Grades Housed	PreK-5	6-8
Percentage of Free & Reduced Applications	24%	36%
Amelia Middle School		
Date of Original Building		1961
Total Building Square Footage		91,452
Enrollment		962
Grades Housed		6-8
Percentage of Free & Reduced Applications		36%
Holly Hill Elementary School		
Date of Original Building	1982	1963
Total Building Square Footage	48,145	88,753
Enrollment	456	958
Grades Housed	K-5	6-8
Percentage of Free & Reduced Applications	61%	26%
Glen Este Middle School		
Date of Original Building		1963
Total Building Square Footage		88,753
Enrollment		958
Grades Housed		6-8
Percentage of Free & Reduced Applications		26%
Merwin Elementary School		
Date of Original Building	1969	1960
Total Building Square Footage	54,974	146,799
Enrollment	698	1,139
Grades Housed	K-5	9-12
Percentage of Free & Reduced Applications	27%	30%
Amelia High School		
Date of Original Building		1960
Total Building Square Footage		146,799
Enrollment		1,139
Grades Housed		9-12
Percentage of Free & Reduced Applications		30%
Summerside Elementary School		
Date of Original Building	1951	1963
Total Building Square Footage	49,793	204,534
Enrollment	560	1,547
Grades Housed	K-5	9-12
Percentage of Free & Reduced Applications	33%	22%
Glen Este High School		
Date of Original Building		1963
Total Building Square Footage		204,534
Enrollment		1,547
Grades Housed		9-12
Percentage of Free & Reduced Applications		22%

Source: School District Records.

West Clermont Local School District
 Operating Statistics
 Last Six Fiscal Years

TABLE 16

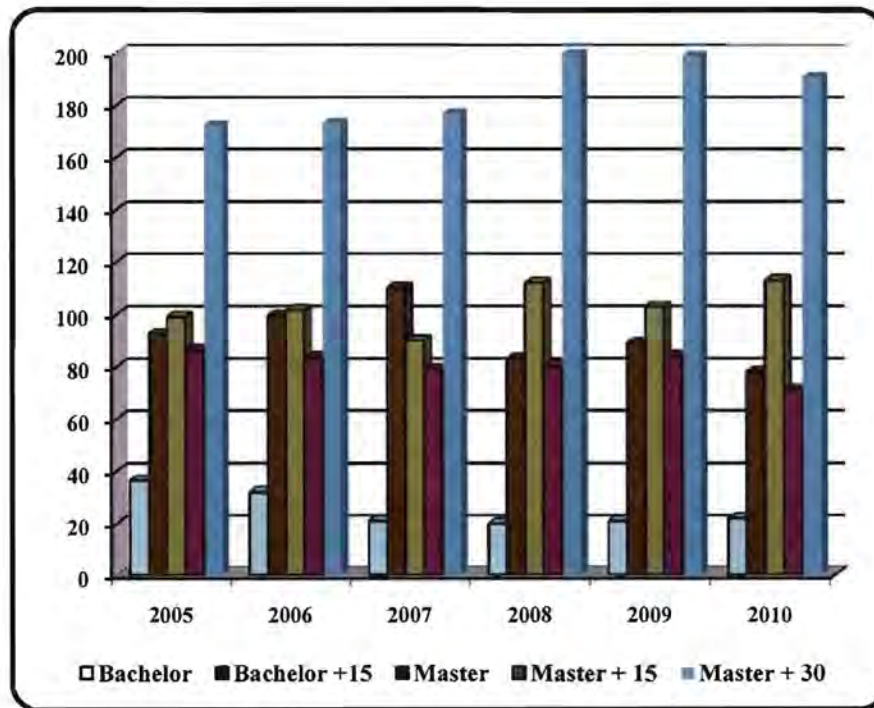
<u>Fiscal Year</u>	<u>Expenses</u>	<u>Enrollment</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil/Teacher Ratio</u>
2004	\$72,458,831	9,183	\$7,891	N/A	506	18.1
2005	74,866,660	9,005	8,314	5.37%	487	18.5
2006	78,158,848	9,014	8,671	4.29%	490	18.4
2007	79,819,810	9,133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

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

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

TABLE 17

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



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

This Page Intentionally Left Blank



Dave Yost • Auditor of State

WEST CLERMONT LOCAL SCHOOL DISTRICT

CLERMONT COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
MARCH 22, 2011**