



Mary Taylor, CPA
Auditor of State

WAVERLY CITY SCHOOL DISTRICT
PIKE COUNTY

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**WAVERLY CITY SCHOOL DISTRICT
PIKE COUNTY**

**FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

FEDERAL GRANTOR/ Pass Through Grantor Program Title	Grant Year	Federal CFDA Number	Receipts	Disbursements
U.S. DEPARTMENT OF AGRICULTURE				
<i>Passed Through Ohio Department of Education:</i>				
Child Nutrition Cluster:				
Non-Cash Assistance:				
National School Lunch Program	2008/2009	10.555	\$ 14,585	\$ 14,585
Cash Assistance:				
School Breakfast Program	2008/2009	10.553	125,237	125,237
National School Lunch Program	2008/2009	10.555	310,471	310,471
Cash Assistance Subtotal			<u>435,708</u>	<u>435,708</u>
Total Child Nutrition Cluster			<u>450,293</u>	<u>450,293</u>
Total U.S. Department of Agriculture			450,293	450,293
U.S. DEPARTMENT OF EDUCATION				
<i>Passed Through Ohio Department of Education:</i>				
Title I Grants to Local Educational Agencies	2008	84.010	48,887	58,751
	2009		502,210	449,407
Total Title I Grants to Local Educational Agencies			<u>551,097</u>	<u>508,158</u>
Special Education Cluster:				
Special Education - Grants to States	2008	84.027	84,625	92,290
	2009		428,798	434,929
Total Special Education - Grants to States			<u>513,423</u>	<u>527,219</u>
Special Education - Preschool Grants	2009	84.173	1,200	
Total Special Education Cluster			<u>514,623</u>	<u>527,219</u>
Safe and Drug-Free Schools and Communities State Grants	2008	84.186	3,343	
	2009		12,411	12,411
Total Safe and Drug-Free Schools and Communities State Grants			<u>15,754</u>	<u>12,411</u>
State Grants for Innovative Programs	2008	84.298	5,273	10,894
	2009		1,803	1,803
Total State Grants for Innovative Programs			<u>7,076</u>	<u>12,697</u>
Education Technology State Grants	2008	84.318		1,740
	2009		6,820	2,248
Total Education Technology State Grants			<u>6,820</u>	<u>3,988</u>
Rural Education	2009	84.358	48,927	3,821
Improving Teacher Quality State Grants	2008	84.367		1,099
	2009		151,788	151,775
Total Improving Teacher Quality State Grants			<u>151,788</u>	<u>152,874</u>
School Improvement Grants	2009	84.377	12,000	
Total U.S. Department of Education			<u>1,308,085</u>	<u>1,221,168</u>
Total Federal Awards Receipts and Expenditures			<u>\$ 1,758,378</u>	<u>\$ 1,671,461</u>

The Notes to the Federal Awards Receipts and Expenditures Schedule is an integral part of the Schedule.

**WAVERLY CITY SCHOOL DISTRICT
PIKE COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Federal Awards Receipts and Expenditures Schedule (the Schedule) reports the School District's federal award programs' receipts and disbursements. The Schedule has been prepared on the cash basis of accounting.

NOTE B - CHILD NUTRITION CLUSTER

The School District commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the School District assumes it expends federal monies first.

NOTE C - FOOD DONATION PROGRAM

Program regulations do not require the School District to maintain separate inventory records for purchased food versus food commodities it receives from the U.S. Department of Agriculture. The School District reports commodities consumed on the Schedule at the fair value.



Mary Taylor, CPA

Auditor of State

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

Waverly City School District
Pike County
1 Tiger Drive
Waverly, Ohio 45690

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Waverly City School District, Pike County, Ohio (the School District), as of and for the year ended June 30, 2009, which collectively comprise the School District's basic financial statements and have issued our report thereon dated December 17, 2009. 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 expressing our opinions on the financial statements, but not to opine 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 control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the School District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the School District's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the School District's internal control will not prevent or detect a material financial statement misstatement.

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 internal control deficiencies that might be 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.

We noted certain matters that we reported to the School District's management in a separate letter dated December 17, 2009.

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 did note a certain noncompliance or other matter that we reported to the School District's management in a separate letter dated December 17, 2009.

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

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

December 17, 2009



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Waverly City School District
Pike County
1 Tiger Drive
Waverly, Ohio 45690

To the Board of Education:

Compliance

We have audited the compliance of the Waverly City School District, Pike County, Ohio (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 apply to each of its major federal programs for the year ended June 30, 2009. 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 contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the 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 apply to each of its major federal programs for the year ended June 30, 2009.

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 in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control over compliance.

A control deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the School District's ability to administer a federal program such that there is more than a remote likelihood that the School District's internal control will not prevent or detect more-than-inconsequential noncompliance with a federal program compliance requirement.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the School District's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

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 that might be 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. However, we noted a matter involving the internal control over federal compliance not requiring inclusion in this report, that we reported to the School District's management in a separate letter dated December 17, 2009.

Federal Awards Receipts and Expenditures Schedule

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Waverly City School District, Pike County, Ohio, as of and for the year ended June 30, 2009, and have issued our report thereon dated December 17, 2009. Our audit was performed to form opinions on the financial statements that collectively comprise the School District's basic financial statements taken as a whole. The accompanying Federal Awards Receipts and Expenditures Schedule 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 management, the Board of Education, and federal awarding agencies and pass-through entities. We intend it for no one other than these specified parties.



Mary Taylor, CPA
Auditor of State

December 17, 2009

**WAVERLY CITY SCHOOL DISTRICT
PIKE COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 §.505
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other significant deficiencies in internal control 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 § .510?	No
(d)(1)(vii)	Major Programs (list):	Nutrition Cluster: School Breakfast Program – CFDA #10.553 National School Lunch Program – CFDA #10.555
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

**2. FINDINGS RELATED TO THE BASIC PURPOSE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

There were no findings required to be reported.

3. FINDINGS FOR FEDERAL AWARDS

There were no findings required to be reported.

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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Waverly City School District
Pike County
1 Tiger Drive
Waverly, Ohio 45690

To the Board of Education:

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

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

1. We noted the Board adopted an anti-harassment policy at its meeting on December 5, 2007.
2. We read the policy, noting it included the following requirements from Ohio Rev. Code Section 3313.666(B):
 - (1) A statement prohibiting harassment, intimidation, or bullying of any student on school property or at school-sponsored events;
 - (2) A definition of harassment, intimidation, or bullying that includes the definition in division (A) of Ohio Rev. Code Section 3313.666;
 - (3) A procedure for reporting prohibited incidents;
 - (4) A requirement that school personnel report prohibited incidents of which they are aware to the school principal or other administrator designated by the principal;
 - (5) A requirement that parents or guardians of any student involved in a prohibited incident be notified and, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended, have access to any written reports pertaining to the prohibited incident;

- (6) A procedure for documenting any prohibited incident that is reported;
- (7) A procedure for responding to and investigating any reported incident;
- (8) A strategy for protecting a victim from additional harassment, intimidation, or bullying, and from retaliation following a report;
- (9) A disciplinary procedure for any student guilty of harassment, intimidation, or bullying, which shall not infringe on any student's rights under the first amendment to the Constitution of the United States;
- (10) A requirement that the district administration semiannually provide the president of the district board a written summary of all reported incidents and post the summary on its web site, if the district has a web site, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended.

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

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



Mary Taylor, CPA
Auditor of State

December 17, 2009

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2009



WAVERLY CITY SCHOOL DISTRICT

WAVERLY, OHIO

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WAVERLY CITY SCHOOL DISTRICT

WAVERLY, OHIO

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Issued by:

Treasurer's Office

Rebecca L. Peden, Treasurer/Chief Financial Officer

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WAVERLY CITY SCHOOL DISTRICT

INTRODUCTORY SECTION



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Waverly City School District
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Waverly City Schools

Board of Education:

Randy Armbruster, President
Sharon Manson, Vice President
John Boyer
Kristen Boyer
Bret Childers

1 Tiger Drive
Waverly, Ohio 45690
(740) 947-4770
Fax (740) 947-4483
www.waverly.k12.oh.us

December 17, 2009

To the Citizens and
Board of Education of the
Waverly City School District

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Waverly City School District for the fiscal year ended June 30, 2009. This Comprehensive Annual Financial Report, which contains financial statements, supplemental statements and statistical information, conforms to generally accepted accounting principles as applicable to governmental entities. It provides complete and full disclosure of all material financial aspects of the Waverly City School District for the 2009 fiscal year.

This report enables the School District to comply with Ohio Administrative Code Section 117-2-03(B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38 which requires the school districts reporting on a GAAP basis to file an unaudited annual report with the Auditor of State within 150 days of fiscal year-end.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based on a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The Auditor of State of Ohio has issued an unqualified ("clean") opinion on the Waverly City School District's financial statements for the fiscal year ended June 30, 2009. The independent accountants' report is located at the front of the Financial Section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent accountants' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE SCHOOL DISTRICT

The Waverly City School District (the “School District”) provides educational services as authorized by State statute and federal guidelines. While located in Pike County, the School District is an independent school district and is not a component unit of a county educational service center.

The School District provides a full range of traditional and non-traditional educational programs, services and facilities. These include elementary and secondary curriculum offerings at general, college preparatory and vocational levels; a broad range of co-curricular and extracurricular activities; and special education programs and facilities.

The School District served 1,981 students during fiscal year 2009. Facilities include one high school, one junior high school, one intermediate school and one primary school, one of which includes a preschool. Enrollment is projected to remain steady with slight increases. The enrollment per school is as follows:

<u>School</u>	<u>Grades</u>	<u>Enrollment</u>
Waverly Primary	K-2	447
Waverly Intermediate	3-5	460
Waverly Junior High	6-8	427
Waverly High School	9-12	647

The Superintendent is the chief executive officer of the School District and is responsible directly to the Board for all operations of the School District.

The Treasurer is the chief financial officer of the School District and is directly responsible to the Board for all financial operations, investments, and custody of all School District funds and assets, and also serves as Secretary to the Board.

The reporting entity consists of all funds, departments, boards, and agencies that are not legally separate from the School District. This includes general operations, food service, and student related activities of the School District.

The School District participates in three jointly governed organizations and two insurance purchasing pools. These organizations are presented in Notes 16 and 17 to the basic financial statements.

MAJOR INITIATIVES

For the first time, one of the School District’s buildings achieved a rating of Excellent on the State Report Card. The Junior High School was awarded the rating of Excellent for the 2008-2009 school year with the Primary, Intermediate, and High Schools being designated as Effective for a second consecutive school year.

The Treasurer plans to continue to prepare the Comprehensive Annual Financial Report in future fiscal years.

ECONOMIC CONDITION AND OUTLOOK

The School District encompasses 119 square miles in Pike County, in south central Ohio. The county itself is located approximately 60 miles south of Columbus on U.S. Route 23, 75 miles east of Cincinnati on U.S. Route 32, and 50 miles north of Ashland, Kentucky. This central position provides a strategic location for the future development of business and industry.

Pike County is a rural community in Southern Ohio with a relatively high unemployment rate. The unemployment rate has risen from a low of 6.4 percent in 2002 to the 2009 rate of 15.2 percent. The estimated population of Pike County in 2008 was 27,967. Population projections for Pike County are indicating slight growth with 29,770 projected for 2010 and 31,550 projected for 2030. A new centrifuge facility planned for the County, which will create up to 500 new jobs, could increase the projected population growth. While not located in the School District, the new facility should bring new residents to the School District.

FINANCIAL TRENDS

For fiscal year 2009, the School District negotiated a 3 percent salary increase for all staff. All staff will also receive a 3 percent increase during fiscal year 2010.

The School District continues to cut costs through the elimination of positions through attrition and by cutting budgets for supplies and equipment. The School District receives a significant portion of its funding from the State of Ohio, which is facing its own financial difficulties. As a result of the declining state economy, the School District is being forced to make more drastic cuts.

FINANCIAL PLANNING AND POLICIES

At the beginning of each fiscal year, the Board of Education adopts a temporary appropriation resolution for that fiscal year. By Statute, permanent appropriations must be adopted upon the receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates. The School District adopts the permanent appropriation measure in September. The amended certificate of estimated resources and the final appropriation resolution serve as the foundation of the School District's financial planning and control. The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The legal level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. The Treasurer has been authorized to allocate Board appropriations to the function and object level within each fund.

The School District plans to continue decreasing expenditures through attrition whenever possible. Currently the School District has no immediate levy plans but all options are being considered.

Federal stimulus funds will become available in fiscal year 2010, which will enable the School District to soften the blow of declining State funding.

AWARDS AND ACKNOWLEDGEMENTS

GFOA CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the School District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2008. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

ASBO CERTIFICATE OF EXCELLENCE

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the School District for its CAFR for the fiscal year ended June 30, 2008.

A Certificate of Excellence is awarded to those school districts who have voluntarily submitted their system's CAFR for review by an ASBO Panel of Review. Upon completion of a vigorous technical review, the panel members conclude whether the school system's financial report has met the criteria for excellence in financial reporting.

ACKNOWLEDGEMENTS

Sincere gratitude goes to the Waverly City Board of Education, Randy Armbruster, Sharon Manson, John Boyer, Kristen Boyer, and Bret Childers, where the commitment to excellence begins, for their support in granting funds for this project. Special acknowledgement is extended to the Auditor of State's Local Government Services Section for their efforts and contributions in the preparation of this CAFR. A special thank you also goes to Linda Jordan, Lari Patton, and Nancy Voorhes of the Waverly City School's Fiscal Office for their assistance in compiling information for this report.

Respectfully submitted,



Rebecca L. Peden
Treasurer



Cheryl Francis
Superintendent

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Waverly City School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2008

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

WAVERLY CITY SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2008

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

Waverly City School District

List of Principal Officials
June 30, 2009

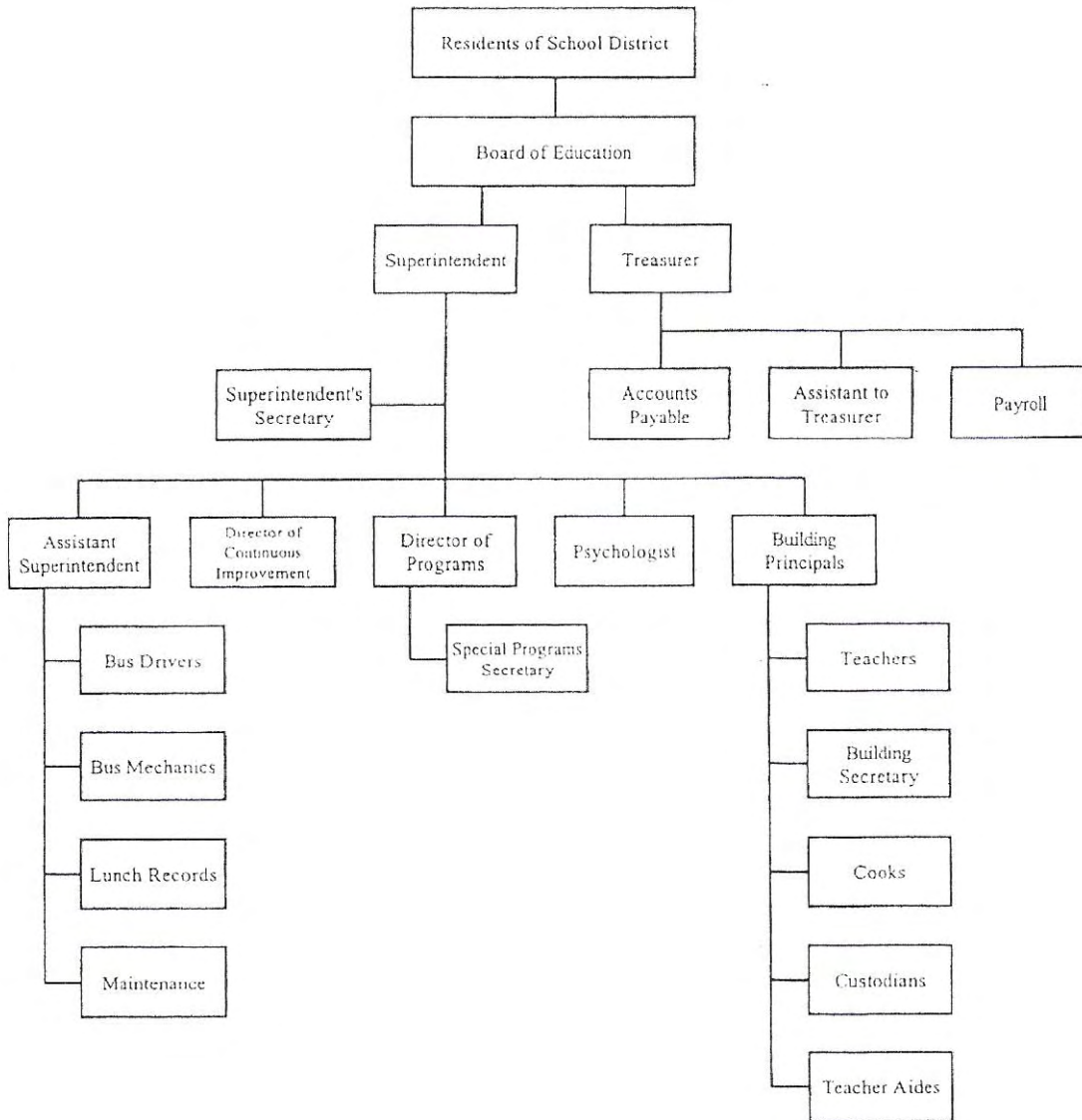
ELECTED OFFICIALS

President, Board of EducationRandy Armbruster
Vice President, Board of Education..... Sharon Manson
Board Member John Boyer
Board Member Kristen Boyer
Board Member Bret Childers

ADMINISTRATIVE OFFICIALS

Superintendent Cheryl Francis
Treasurer Rebecca L. Peden
Assistant Superintendent..... Roger Ramsey
Director of Programs.....Michael Roback
Director of Continuous Improvement.....Rick Teeters
Principal, Waverly High School J. Edward Dickens
Principal, Waverly Junior High William Hoover
Principal, Waverly Intermediate Andrew Seddelmeyer
Principal, Waverly Primary Melissa Marquez
Assistant Principal, Waverly Primary..... William Hobbs

Waverly City School District



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WAVERLY CITY SCHOOL DISTRICT

FINANCIAL SECTION



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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Waverly City School District
Pike County
1 Tiger Drive
Waverly, Ohio 45690

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Waverly City School District, Pike County, Ohio (the School District), as of and for the year ended June 30, 2009, 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 Waverly City School District, Pike County, Ohio, as of June 30, 2009, and the respective changes in financial position and where applicable, cash flows, 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 17, 2009, 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.

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

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

December 17, 2009

Waverly City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

As management of the School District, we offer readers of the School District's Comprehensive Annual Financial Report this narrative, overview and analysis of the financial activities for the fiscal year ended June 30, 2009. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, basic financial statements and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Government-wide Financial Statements

Financial Highlights

- The assets of School District exceeded its liabilities at June 30, 2009 by \$37,173,148.
- In total, net assets decreased \$2,550,133.
- General revenues accounted for \$15,031,784 or 80 percent of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$3,707,375 or 20 percent of total revenues of \$18,739,159.
- The School District had \$21,289,292 in expenses related to governmental activities; only \$3,707,375 of these expenses were offset by program specific charges for services and sales, grants or contributions.

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 School 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 the *Statement of Activities* provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. 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 School District's major funds with all other nonmajor funds presented in total in one column.

Waverly City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

Reporting the School District as a Whole

One of the most important questions asked about the School District is “How did we do financially during fiscal year 2009?” The *Statement of Net Assets* and the *Statement of Activities*, which appear first in the School District’s financial statements, report information on the School District as a whole and its activities in a way that helps answer this question. These statements include all *assets* and *liabilities* using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current fiscal year’s revenues and expenses regardless of when cash is received or paid.

These two statements report the School District’s net assets and changes in those net assets. This change in net assets is important because it tells the reader that, for the School District as a whole, the financial position of the School District has improved or diminished. However, the School District’s goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the School District’s property tax base, current property tax laws in Ohio restricting revenue growth, required educational programs and other factors.

Reporting the School District’s Most Significant Funds

Fund Financial Statements

The analysis of the School District’s major funds begins on page 8. Fund financial statements provide detailed information about the School District’s major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District’s major funds. The major funds for the School District are the General Fund and the Debt Service Fund.

Governmental Funds - Most of the School 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 fiscal 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 School District’s general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or difference) between governmental *activities* (reported in the Statement of Net Assets and the Statement of Activities) and governmental *funds* is reconciled in the financial statements.

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as enterprise or internal service; the School District has no enterprise funds. The internal service fund is used to account for the financing services provided by one department or agency to other departments or agencies of the School District on a cost-reimbursement basis. The internal service fund is used to account for the reimbursement to employees for deductibles on their health insurance.

Waverly City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

Fiduciary Funds - The School District's fiduciary funds consist of an agency fund and a private purpose trust fund. We exclude these activities from the School District's other financial statements because the School District cannot use these assets to finance its operations. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The private purpose trust fund is used to account for college scholarship programs. Fiduciary funds use the accrual basis of accounting.

The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net assets for fiscal years 2009 and 2008:

(Table 1)
Net Assets
Governmental Activities

	2009	2008	Change
Assets			
Current and Other Assets	\$9,569,669	\$10,729,828	(\$1,160,159)
Capital Assets, Net	43,157,068	45,069,201	(1,912,133)
Total Assets	<u>52,726,737</u>	<u>55,799,029</u>	<u>(3,072,292)</u>
Liabilities			
Other Liabilities	(5,805,621)	(6,097,453)	291,832
Long-Term Liabilities	(9,747,968)	(9,978,295)	230,327
Total Liabilities	<u>(15,553,589)</u>	<u>(16,075,748)</u>	<u>522,159</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	34,948,915	36,384,781	(1,435,866)
Restricted	2,036,472	2,009,838	26,634
Unrestricted	187,761	1,328,662	(1,140,901)
Total Net Assets	<u>\$37,173,148</u>	<u>\$39,723,281</u>	<u>(\$2,550,133)</u>

Total net assets decreased \$2,550,133. Capital assets decreased \$1,912,133 primarily due to depreciation recognized during fiscal year 2009. Current and other assets decreased \$1,160,159, primarily due to a decrease in property taxes receivable of \$577,180, and in equity in pooled cash and cash equivalents of \$392,436.

Table 2, on the following page, shows the changes in net assets for fiscal years 2009 and 2008.

Waverly City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

(Table 2)
Change in Net Assets

	2009	2008	Change
Revenues			
Program Revenues:			
Charges for Services and Sales	\$1,157,192	\$1,218,127	(\$60,935)
Operating Grants and Contributions	2,547,683	2,628,571	(80,888)
Capital Grants and Contributions	2,500	3,750	(1,250)
Total Program Revenues	<u>3,707,375</u>	<u>3,850,448</u>	<u>(143,073)</u>
General Revenues:			
Property Taxes	3,811,894	3,656,996	154,898
Grants and Entitlements not Restricted to Specific Programs	11,018,177	10,713,583	304,594
Payments in Lieu of Taxes	16,106	63,215	(47,109)
Interest	88,055	177,591	(89,536)
Unrestricted Gifts and Donations	769	8,053	(7,284)
Gain on Sale of Capital Assets	0	162,400	(162,400)
Miscellaneous	96,783	86,842	9,941
Total General Revenues	<u>15,031,784</u>	<u>14,868,680</u>	<u>163,104</u>
Total Revenues	<u>18,739,159</u>	<u>18,719,128</u>	<u>20,031</u>
Program Expenses			
Instruction:			
Regular	9,396,536	8,916,794	479,742
Special	1,933,202	1,744,791	188,411
Vocational	183,116	187,698	(4,582)
Student Intervention Services	205,729	177,633	28,096
Support Services:			
Pupils	1,010,407	989,280	21,127
Instructional Staff	1,468,477	1,473,050	(4,573)
Board of Education	48,071	50,312	(2,241)
Administration	1,211,151	1,242,859	(31,708)
Fiscal	482,264	517,350	(35,086)
Operation and Maintenance of Plant	2,286,324	1,938,104	348,220
Pupil Transportation	1,087,028	1,144,042	(57,014)
Central	2,171	3,899	(1,728)
Operation of Non-Instructional Services:			
Food Services	1,070,485	913,523	156,962
Other	49,532	66,187	(16,655)
Extracurricular Activities	482,571	533,366	(50,795)
Interest and Fiscal Charges	372,228	447,098	(74,870)
Total Expenses	<u>21,289,292</u>	<u>20,345,986</u>	<u>943,306</u>
Decrease in Net Assets	(2,550,133)	(1,626,858)	(923,275)
Net Assets at Beginning of Year	<u>39,723,281</u>	<u>41,350,139</u>	<u>(1,626,858)</u>
Net Assets at End of Year	<u>\$37,173,148</u>	<u>\$39,723,281</u>	<u>(\$2,550,133)</u>

Waverly City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

Governmental Activities

Grants and Entitlements not Restricted to Specific Programs made up 73 percent of general revenues for governmental activities of the School District for fiscal year 2009. The School District is benefiting from State funding received for instructional purposes, professional development and facilities construction.

Instruction comprises 55 percent of governmental program expenses. Support services expenses make up 36 percent of governmental expenses.

The Statement of Activities shows the cost of program services and the charges for services and sales and grants and contributions offsetting those services. Table 3 shows, for governmental 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)
Governmental Activities

	Total Cost of Services 2009	Total Cost of Services 2008	Net Cost of Services 2009	Net Cost of Services 2008
Instruction	\$11,718,583	\$11,026,916	(\$9,557,176)	(\$8,846,942)
Support Services	7,595,893	7,358,896	(7,011,191)	(6,707,291)
Operation of Non-				
Instructional Services	1,120,017	979,710	(338,937)	(213,196)
Extracurricular Activities	482,571	533,366	(302,385)	(281,011)
Interest and Fiscal Charges	372,228	447,098	(372,228)	(447,098)
Total Expenses	\$21,289,292	\$20,345,986	(\$17,581,917)	(\$16,495,538)

Charges for services and sales decreased \$60,935. Operating grants and contributions decreased \$80,888. Property Taxes increased \$154,898 due to the receipt of a large tangible personal property tax delinquency, which was recognized as revenue in fiscal year 2009. Grants and Entitlements not Restricted for Specific Purposes increased \$304,594 due to a decline in tangible personal property values. Tangible personal property taxes are being phased out and the corresponding drop in values will cause a shift in funding from the local taxpayers to the State. State funding for school districts is based on local taxpayers' ability to pay (i.e., property values) and as property values decrease, the School District's State share of funding will increase.

Program expenses increased \$943,306. Regular Instruction increased \$479,742, due to increases in salaries and benefits. Special Instruction increased \$188,411 due to an increase in the number of students requiring special services. Operation and maintenance of plant increased \$348,220 due to increased utility and repair costs.

Waverly City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

The School District's Funds

Information about the School District's major funds starts on page 16. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$18,748,977 and expenditures of \$19,661,849. The net changes in fund balance for the fiscal year in the General Fund was a decrease of \$961,416.

The Debt Service Fund had an increase of \$75,493. The increase in the Debt Service Fund was due to property tax collections that exceeded principal, interest and fiscal charges paid on long-term obligations, combined with transfers in for future debt service payments.

General Fund revenues increased in fiscal year 2009 by \$177,072, due primarily to an increase in property tax collections in fiscal year 2009. General Fund expenditures increased in fiscal year 2009 by \$718,327, due primarily to increased costs for regular and special education. Regular instruction expenses increased \$312,677, special education costs increased \$154,946, and operation and maintenance of plant increased \$240,890.

General Fund - Budget Highlights

The School 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. During the course of fiscal year 2009 the School District revised its budget as it attempted to deal with unexpected changes in revenues and expenditures. A summary of the General Fund's original and final budgeted amounts is listed on page 20, as well as the actual amounts. A variance comparison is presented between the final budgeted amount and the actual amounts.

The School District's ending unobligated cash balance was \$9,283 above the final budgeted amount in the General Fund.

For the General Fund, original budgeted revenues were \$14,861,225 and final budgeted revenues were \$14,361,358. This represents a decrease in estimated revenue of \$499,867, which was due mainly to decreases in anticipated property tax collections. The difference between actual budget basis revenues and final budgeted revenues was \$9,163.

Original budgeted expenditures in the General Fund were \$14,829,945 and final budgeted expenditures were \$15,002,102. This represents an increase in estimated expenditures of \$172,157, which was due primarily to increases in Regular Instruction and Operation and Maintenance of Plant. The difference between actual budget basis expenditures and final budgeted expenditures was \$120.

Waverly City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2009 the School District had \$43,157,068 invested in land, land improvements, buildings and improvements, furniture and equipment, vehicles and books and educational media. Table 4 shows fiscal year 2009 balances compared to fiscal year 2008:

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

	2009	2008
Land	\$763,100	\$763,100
Land Improvements	2,569,859	2,738,629
Buildings and Improvements	38,087,189	39,554,675
Furniture and Equipment	1,063,261	1,162,468
Vehicles	439,639	460,296
Books and Educational Media	234,020	390,033
Totals	\$43,157,068	\$45,069,201

The primary decrease occurred in buildings and improvements. This is due to the recognition of depreciation expense on buildings.

For more information on capital assets, refer to Note 8 in the notes to the basic financial statements.

Debt

At June 30, 2009, the School District had \$6,927,137 in bonds and loans outstanding, which included \$124,598 of accretion on capital appreciation bonds outstanding, bond premiums of \$353,872 and a deferred gain on refunding of \$245,398. \$454,073 of the bonds and loans outstanding represent the amounts due within one year. Table 5 summarizes bonds and loans outstanding:

Waverly City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

(Table 5)
Outstanding Debt, at Fiscal Year-end

	2009	2008
Loans Payable:		
1998 Energy Conservation Loan	\$89,073	\$173,940
General Obligation Bonds:		
2001 Classroom Facilities Bonds	991,710	1,272,824
2006 Classroom Facilities Bonds	5,967,154	6,041,237
Accretion on Capital		
Appreciation Bonds	124,598	60,558
Deferred Gain on Refunding	(245,398)	(262,927)
Totals	\$6,927,137	\$7,285,632

The School District's overall legal debt margin was \$9,535,777, with an unvoted debt margin of \$170,390, and an Energy Conservation debt margin of \$1,444,440 at June 30, 2009.

For more information on debt, refer to Note 13 in the notes to the basic financial statements.

Current Issues

The School District is considered to be a low wealth district. Therefore, as indicated in the preceding financial information, the State of Ohio provides the majority of the funding received by the School District. Careful financial planning and the passage of a building levy have permitted our School District to provide a quality education for our students along with new facilities for the future, despite our low wealth status.

The School District is unable to predict what effect the budget problems of the State of Ohio may have on its financial operations. The School District is very concerned with the State budget decisions because the School District receives such a substantial amount of funding from the State of Ohio. In addition, the School District is concerned about the increased costs of operating new facilities and the effect these costs are having on the School District's bottom line. Expenditures are increasing at a higher rate than revenues and cuts are being made to maintain a sound financial condition.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional information contact Rebecca L. Peden, Treasurer/Chief Financial Officer of Waverly City Board of Education, 1 Tiger Drive, Waverly, OH 45690 or e-mail at bpeden_wc@scoca-k12.org.

Basic Financial Statements

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Waverly City School District
Statement of Net Assets
June 30, 2009

	Governmental Activities
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents	\$5,069,935
Accrued Interest Receivable	3,025
Prepaid Items	25,782
Inventory Held for Resale	10,428
Materials and Supplies Inventory	3,482
Intergovernmental Receivable	6,138
Property Taxes Receivable	4,342,484
Deferred Charges	108,395
Capital Assets:	
Land	763,100
Depreciable Capital Assets, Net	42,393,968
<i>Total Assets</i>	<i>52,726,737</i>
<u>Liabilities:</u>	
Accounts Payable	251,892
Accrued Wages Payable	1,423,029
Matured Compensated Absences Payable	17,123
Intergovernmental Payable	424,940
Deferred Revenue	3,632,477
Undistributed Monies	202
Accrued Interest Payable	20,361
Claims Payable	35,597
Long-Term Liabilities:	
Due Within One Year	612,016
Due Within More Than One Year	9,135,952
<i>Total Liabilities</i>	<i>15,553,589</i>
<u>Net Assets:</u>	
Invested in Capital Assets, Net of Related Debt	34,948,915
Restricted for:	
Capital Projects	484,404
Debt Service	813,132
Set-Asides	57,076
Other Purposes	681,860
Unrestricted	187,761
<i>Total Net Assets</i>	<i>\$37,173,148</i>

See accompanying notes to the basic financial statements

Waverly City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2009

	Expenses	Charges for Services and Sales	Program Revenues Operating Grants and Contributions
<u>Governmental Activities:</u>			
Instruction:			
Regular	\$9,396,536	\$717,374	\$365,703
Special	1,933,202	0	1,044,328
Vocational	183,116	0	34,002
Student Intervention Services	205,729	0	0
Support Services:			
Pupils	1,010,407	0	34,271
Instructional Staff	1,468,477	22,980	374,443
Board of Education	48,071	0	0
Administration	1,211,151	0	122,505
Fiscal	482,264	0	0
Operation and Maintenance of Plant	2,286,324	2,835	0
Pupil Transportation	1,087,028	0	27,668
Central	2,171	0	0
Operation of Non-Instructional Services:			
Food Services	1,070,485	243,436	488,064
Other	49,532	0	49,580
Extracurricular Activities	482,571	170,567	7,119
Interest and Fiscal Charges	372,228	0	0
<i>Total Governmental Activities</i>	<u>\$21,289,292</u>	<u>\$1,157,192</u>	<u>\$2,547,683</u>

General Revenues:

Property Taxes Levied for:

General Purposes

Debt Service

Capital Outlay

Grants and Entitlements not Restricted to Specific Programs

Payments in Lieu of Taxes

Interest

Unrestricted Gifts and Donations

Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets at Beginning of Year

Net Assets at End of Year

See accompanying notes to the basic financial statements

Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets Governmental Activities
\$0	(\$8,313,459)
0	(888,874)
0	(149,114)
0	(205,729)
0	(976,136)
0	(1,071,054)
0	(48,071)
0	(1,088,646)
0	(482,264)
0	(2,283,489)
0	(1,059,360)
0	(2,171)
0	(338,985)
0	48
2,500	(302,385)
0	(372,228)
<u>\$2,500</u>	<u>(17,581,917)</u>

3,178,154
571,479
62,261
11,018,177
16,106
88,055
769
96,783
15,031,784
(2,550,133)
39,723,281
<u>\$37,173,148</u>

Waverly City School District

Balance Sheet

Governmental Funds

June 30, 2009

	General	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$2,641,320	\$741,211	\$1,490,931	\$4,873,462
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	57,076	0	0	57,076
Receivables:				
Property Taxes	3,620,802	645,816	75,866	4,342,484
Intergovernmental	0	0	6,138	6,138
Accrued Interest	3,025	0	0	3,025
Interfund Receivable	2,104	0	0	2,104
Prepaid Items	13,892	0	11,890	25,782
Inventory Held for Resale	0	0	10,428	10,428
Materials and Supplies Inventory	0	0	3,482	3,482
<i>Total Assets</i>	<u>\$6,338,219</u>	<u>\$1,387,027</u>	<u>\$1,598,735</u>	<u>\$9,323,981</u>
<u>Liabilities and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$232,289	\$0	\$19,603	\$251,892
Accrued Wages Payable	1,124,313	0	298,716	1,423,029
Matured Compensated Absences Payable	17,123	0	0	17,123
Interfund Payable	0	0	2,104	2,104
Intergovernmental Payable	346,266	0	78,674	424,940
Deferred Revenue	3,276,741	581,384	74,944	3,933,069
Undistributed Monies	202	0	0	202
<i>Total Liabilities</i>	<u>4,996,934</u>	<u>581,384</u>	<u>474,041</u>	<u>6,052,359</u>
<u>Fund Balances:</u>				
Reserved for Encumbrances	340,643	0	98,918	439,561
Reserved for Property Taxes	344,061	64,432	7,060	415,553
Reserved for Budget Stabilization	57,076	0	0	57,076
Unreserved, Undesignated, Reported in:				
General Fund	599,505	0	0	599,505
Special Revenue Funds	0	0	534,428	534,428
Debt Service Fund	0	741,211	0	741,211
Capital Projects Funds	0	0	484,288	484,288
<i>Total Fund Balances</i>	<u>1,341,285</u>	<u>805,643</u>	<u>1,124,694</u>	<u>3,271,622</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$6,338,219</u>	<u>\$1,387,027</u>	<u>\$1,598,735</u>	<u>\$9,323,981</u>

See accompanying notes to the basic financial statements

Waverly City School District
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2009*

Total Governmental Fund Balances \$3,271,622

***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. These assets consist of:

Land	763,100	
Capital assets	53,815,683	
Accumulated depreciation	(11,421,715)	
Total capital assets	43,157,068	43,157,068

Some of the School District's revenues will be collected after fiscal year-end, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.

Taxes	294,454	
Intergovernmental	6,138	300,592

The Internal Service Fund is used by management to charge the costs of deductible reimbursement to individual funds. The assets and liabilities of the Internal Service Fund are included in governmental activities in the Statement of Net Assets. 103,800

Bond issuance costs reported as an expenditure in governmental funds are allocated as an expense over the life of the debt on a full accrual basis. 108,395

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, and interest expenditure is reported when due. (20,361)

Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:

Bonds and loans payable	(6,694,065)	
Accretion on capital appreciation bonds	(124,598)	
Premium on debt issue	(353,872)	
Deferred gain on refunding	245,398	
Capital leases	(1,530,719)	
Compensated absences	(1,290,112)	
Total liabilities	(9,747,968)	(9,747,968)

Net Assets of Governmental Activities \$37,173,148

See accompanying notes to the basic financial statements

Waverly City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2009

	General	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
<u>Revenues:</u>				
Property Taxes	\$3,171,363	\$570,227	\$62,333	\$3,803,923
Intergovernmental	10,330,430	119,205	3,126,895	13,576,530
Interest	88,055	0	0	88,055
Tuition and Fees	702,255	0	38,099	740,354
Extracurricular Activities	0	0	170,567	170,567
Customer Services	0	0	243,436	243,436
Rent	2,835	0	0	2,835
Gifts and Donations	3,269	0	7,119	10,388
Payments in Lieu of Taxes	16,106	0	0	16,106
Miscellaneous	538	0	96,245	96,783
Total Revenues	14,314,851	689,432	3,744,694	18,748,977
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	7,308,718	0	940,709	8,249,427
Special	1,291,477	0	487,938	1,779,415
Vocational	168,036	0	0	168,036
Student Intervention Services	22,021	0	241,735	263,756
Support Services:				
Pupils	880,712	0	40,246	920,958
Instructional Staff	532,519	0	569,822	1,102,341
Board of Education	48,071	0	0	48,071
Administration	914,970	0	187,307	1,102,277
Fiscal	417,862	24,513	2,681	445,056
Operation and Maintenance of Plant	2,021,225	0	290,066	2,311,291
Pupil Transportation	962,645	0	13,763	976,408
Central	2,171	0	0	2,171
Operation of Non-Instructional Services:				
Food Services	34,325	0	912,795	947,120
Other	0	0	49,532	49,532
Extracurricular Activities	246,767	0	219,709	466,476
Capital Outlay	0	0	16,713	16,713
Debt Service:				
Principal Retirement	62,509	414,867	0	477,376
Interest and Fiscal Charges	68,513	266,912	0	335,425
Total Expenditures	14,982,541	706,292	3,973,016	19,661,849
Excess of Revenues Under Expenditures	(667,690)	(16,860)	(228,322)	(912,872)
<u>Other Financing Sources (Uses):</u>				
Proceeds from Sale of Capital Assets	2,500	0	0	2,500
Transfers In	0	92,353	203,873	296,226
Transfers Out	(296,226)	0	0	(296,226)
Total Other Financing Sources (Uses)	(293,726)	92,353	203,873	2,500
Net Change in Fund Balances	(961,416)	75,493	(24,449)	(910,372)
Fund Balances at Beginning of Year	2,302,701	730,150	1,149,143	4,181,994
Fund Balances at End of Year	\$1,341,285	\$805,643	\$1,124,694	\$3,271,622

Waverly City School District
*Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2009*

Net Change in Fund Balances - Total Governmental Funds (\$910,372)

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

Capital outlays are reported as expenditures in governmental funds. However, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital assets additions	145,862	
Depreciation expense	<u>(2,048,823)</u>	
Excess of capital outlay under depreciation expense		(1,902,961)

When capital assets are disposed of, the cost of the capital assets is removed from the capital assets account in the Statement of Net Assets resulting in a gain or loss on sale of capital assets in the Statement of Activities.

Proceeds from sale of capital assets	(2,500)	
Loss on disposal of capital assets	<u>(6,672)</u>	
		(9,172)

Because some revenues will not be collected for several months after the School District's fiscal year-end, they are not considered "available" revenues and are deferred in the governmental funds. Deferred revenues changed by this amount this fiscal year.

Delinquent Property Taxes	7,971	
Intergovernmental	<u>(17,789)</u>	
		(9,818)

The Internal Service Fund is used by management to charge the costs of deductible reimbursements to individual funds. The assets and liabilities of the Internal Service Fund are included in government activities in the Statement of Net Assets.

32,294

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:

Accrued interest on bonds and notes	27,232	
Amortization of bond issuance costs	(7,663)	
Amortization of loss on refunding	(17,529)	
Amortization of bond premium	25,197	
Accretion on capital appreciation bonds	<u>(64,040)</u>	
		(36,803)

Repayment of long-term debt and payments to the refunded bond escrow agent are reported as expenditures in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. In the current fiscal year, these amounts consist of:

Loan principal retirement	84,867	
Bond principal retirement	330,000	
Capital lease payments	<u>62,509</u>	
Total long-term debt repayment		477,376

Some items reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Increase in compensated absences		<u>(190,677)</u>
----------------------------------	--	------------------

Change in Net Assets of Governmental Activities (\$2,550,133)

See accompanying notes to the basic financial statements

Waverly City School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$4,332,879	\$3,208,469	\$3,208,469	\$0
Intergovernmental	9,743,931	10,330,422	10,330,422	0
Interest	100,573	97,550	106,627	9,077
Tuition and Fees	662,386	702,255	702,255	0
Rent	2,674	2,835	2,835	0
Gifts and Donations	3,083	3,269	3,269	0
Payments in Lieu of Taxes	15,192	16,106	16,106	0
Miscellaneous	507	452	538	86
<i>Total Revenues</i>	14,861,225	14,361,358	14,370,521	9,163
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	6,556,080	6,721,388	6,721,388	0
Special	1,131,190	1,311,196	1,311,196	0
Vocational	182,667	176,358	176,358	0
Other	567,183	596,513	596,513	0
Support Services:				
Pupils	862,732	735,158	735,158	0
Instructional Staff	573,322	537,265	537,265	0
Board of Education	50,512	49,765	49,765	0
Administration	993,817	943,818	943,758	60
Fiscal	459,341	415,849	415,849	0
Operation and Maintenance of Plant	1,899,353	2,113,100	2,113,100	0
Pupil Transportation	1,149,407	980,622	980,622	0
Central	10,210	8,065	8,005	60
Operation of Non-Instructional Services	5,021	34,326	34,326	0
Extracurricular Activities	255,144	247,657	247,657	0
Capital Outlay	2,944	0	0	0
Debt Service:				
Principal Retirement	56,772	62,509	62,509	0
Interest and Fiscal Charges	74,250	68,513	68,513	0
<i>Total Expenditures</i>	14,829,945	15,002,102	15,001,982	120
<i>Excess of Revenues Over (Under) Expenditures</i>	31,280	(640,744)	(631,461)	9,283
<u>Other Financing Sources (Uses):</u>				
Proceeds from Sale of Capital Assets	2,500	2,500	2,500	0
Refund of Prior Year Expenditures	8	8	8	0
Refund of Prior Year Receipts	0	(82,424)	(82,424)	0
Advances In	8,766	8,766	8,766	0
Advances Out	(1,600)	(1,629)	(1,629)	0
Transfers Out	0	(296,984)	(296,984)	0
<i>Total Other Financing Sources (Uses)</i>	9,674	(369,763)	(369,763)	0
<i>Net Change in Fund Balance</i>	40,954	(1,010,507)	(1,001,224)	9,283
<i>Fund Balance at Beginning of Year</i>	2,908,800	2,908,800	2,908,800	0
<i>Prior Year Encumbrances Appropriated</i>	226,110	226,110	226,110	0
<i>Fund Balance at End of Year</i>	\$3,175,864	\$2,124,403	\$2,133,686	\$9,283

*Waverly City School District
Statement of Fund Net Assets
Internal Service Fund
June 30, 2009*

	<u>MAX 105 Plan</u>
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents	\$139,397
<u>Liabilities:</u>	
Claims Payable	<u>35,597</u>
<u>Net Assets:</u>	
Unrestricted	<u><u>\$103,800</u></u>

See accompanying notes to the basic financial statements

*Waverly City School District
Statement of Revenues, Expenses
and Changes in Fund Net Assets
Internal Service Fund
For the Fiscal Year Ended June 30, 2009*

	<u>MAX 105 Plan</u>
<u>Operating Revenues:</u>	
Charges for Services	\$221,283
<u>Operating Expenses:</u>	
Purchased Services	14,898
Claims	<u>174,091</u>
<i>Total Operating Expenses</i>	<u>188,989</u>
<i>Change in Net Assets</i>	32,294
<i>Net Assets at Beginning of Year</i>	<u>71,506</u>
<i>Net Assets at End of Year</i>	<u><u>\$103,800</u></u>

See accompanying notes to the basic financial statements

Waverly City School District
Statement of Cash Flows
Internal Service Fund
For the Fiscal Year Ended June 30, 2009

	MAX 105 Plan
<i>Increase (Decrease) in Cash and Cash Equivalents:</i>	
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Interfund Services Provided	\$221,283
Cash Payments to Suppliers for Goods and Services	(14,898)
Cash Payments for Claims	(153,983)
<i>Net Increase in Cash and Cash Equivalents</i>	52,402
<i>Cash and Cash Equivalents at Beginning of Year</i>	86,995
<i>Cash and Cash Equivalents at End of Year</i>	\$139,397
<u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</u>	
Operating Income	\$32,294
<i>Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities;</i>	
Decrease in Claims Payable	20,108
<i>Net Cash Provided by Operating Activities</i>	\$52,402

See accompanying notes to the basic financial statements

Waverly City School District
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2009

	Private Purpose Trust Fund	Agency
<u>Assets:</u>		
Equity in Pooled Cash and Cash Equivalents	\$14,328	\$24,826
<u>Liabilities:</u>		
Undistributed Monies		\$24,826
<u>Net Assets:</u>		
Held in Trust for Scholarships	\$14,328	

See accompanying notes to the basic financial statements

Waverly City School District
Statement of Changes in Fiduciary Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2009

	Private Purpose Trust
	Scholarship
<u>Additions:</u>	
Contributions and Donations	\$14,328
<u>Deductions:</u>	0
<i>Change in Net Assets</i>	14,328
<i>Net Assets at Beginning of Year</i>	0
<i>Net Assets at End of Year</i>	\$14,328

See accompanying notes to the basic financial statements

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Waverly City School District (the “School District”) is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The School District operates under a locally-elected Board form of government consisting of five members elected at-large for staggered four year terms. The School District provides educational services as authorized by State statute and federal guidelines.

The School District was established in 1969 through the consolidation of existing land areas and school districts. The School District serves an area of approximately 119 square miles. It is located in Pike County, and includes all of the City of Waverly and portions of Pebble, Pee Pee, Jackson, and Franklin Townships. It is staffed by 91 non-certificated employees, 122 certificated full-time teaching personnel and 12 administrative employees who provide services to 1,981 students and other community members. The School District currently operates four instructional buildings, one athletic facility, and one garage.

Reporting Entity:

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

Parochial School – Within the School District boundaries, Pike Christian Academy is operated as a private school. Current State legislation provides funding to this parochial school. Monies are received and disbursed on behalf of the parochial school by the Treasurer of the School District, as directed by the parochial school. This activity is reflected in a special revenue fund and as part of governmental activities for financial reporting purposes.

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

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

(Continued)

The School District participates in three jointly governed organizations and two insurance purchasing pools. These organizations are the South Central Ohio Computer Association, the Pike County Joint Vocational School, the Coalition of Rural and Appalachian Schools, the Ohio School Plan, and the Ohio School Boards Association Workers' Compensation Group Rating Plan. These organizations are presented in Notes 16 and 17 to the basic financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities and to its Internal Service Fund provided they do not conflict with or contradict GASB pronouncements. The more significant of the School District's accounting policies are described below.

A. Basis of Presentation

The School District's basic financial statements consist of government-wide statements, including a Statement of Net Assets and a Statement of Activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements

The Statement of Net Assets and the Statement of Activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the Internal Service Fund is eliminated to avoid "doubling up" revenues and expenses. The statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The School District, however, has no business-type activities.

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Statement of Net Assets presents the financial condition of the governmental activities of the School District at fiscal year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements

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

B. Fund Accounting

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

Governmental Funds

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

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general obligation bond principal and interest and certain other long-term obligations when the School District is obligated for the payment.

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

Proprietary Fund

Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position, and cash flows. Proprietary funds are classified as either enterprise or internal service. The School District reports the following proprietary fund:

Internal Service Fund - Internal service funds are used to account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost-reimbursement basis. The Internal Service Fund is used to account for the reimbursement to employees for deductibles on their health insurance.

Fiduciary Funds

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the School District are included on the Statement of Net Assets. The Statement of Activities presents increases (e.g., revenues) and decreases (e.g., expenses) in total net assets.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund 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 a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of 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 Revenues, Expenses and Changes in Fund Net Assets presents increases (e.g., revenues) and decreases (e.g., expenses) in net total assets. The Statement of Cash Flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities.

The private purpose trust fund is reported using the economic resources measurement focus.

D. Basis of Accounting

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

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. “Measurable” means that the amount of the transaction can be determined, and “available” means that the resources are collectible within the current fiscal year, or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, “available” means expected to be received within 60 days of fiscal year-end.

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include 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 (see Note 6). 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 fiscal year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange 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 fiscal year-end: property taxes available for advance, grants and interest.

Deferred Revenue

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

Property taxes for which there is an enforceable legal claim as of June 30, 2009, but which were levied to finance fiscal year 2010 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.

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Expenses/Expenditures

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

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

E. Cash and Cash Equivalents

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

During fiscal year 2009, the School District invested in US Treasury Notes, the State Treasury Asset Reserve of Ohio (STAROhio), a money market mutual fund, Federal Home Loan Mortgage Corporation Discount Notes, Federal National Mortgage Association Discount Notes, Federal Home Loan Bank Bonds and Federal Home Loan Mortgage Corporation Global Medium Term Notes. Investments are reported at fair value which is based on quoted market prices. For investments in open-end mutual funds, the fair value is determined by the fund's current share price. STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 2009.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2009 amounted to \$88,055, which includes \$31,772 assigned from other School District funds.

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

F. Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventories consist of purchased food held for resale and consumable supplies.

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2009, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the fiscal year in which services are consumed.

H. Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors or laws of other governments, or imposed by law through constitutional provisions or enabling legislation. Restricted assets in the General Fund are amounts required by statute to be set-aside by the School District to create a reserve for budget stabilization. See Note 18 for additional information regarding set-asides.

I. Capital Assets

All capital assets of the School District are general capital assets that are associated with governmental activities. General capital assets usually result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Assets but are not reported in the fund financial statements.

Capital assets are capitalized at cost (or estimated historical cost, which is determined by indexing the current replacement cost back to the year of acquisition) and updated for additions and retirements during the fiscal year. Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of \$5,000. The School 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 capitalized.

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

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “Interfund Receivable” and “Interfund Payable.” These amounts are eliminated in the governmental activities column of the Statement of Net Assets.

K. 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 School District will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees’ wage rates at fiscal year-end, taking into consideration any limits specified in the School District’s termination policy. The School District records a liability for accumulated unused sick leave after 20 years of current service with the School District.

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

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account “Matured Compensated Absences Payable” in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported.

L. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. All payables, accrued liabilities and long-term obligations payable from the proprietary fund are reported on the fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment in the current fiscal year. Bonds, long-term loans and capital leases that will be paid from governmental funds are recognized as an expenditure and liability on the governmental fund financial statements when due.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net assets restricted for other purposes include resources restricted for food service operations and music and athletic programs, and federal and State grants restricted to expenditures for specified purposes.

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

N. Fund Balance Reserves

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute. The reserve for budget stabilization represents money required to be set aside by statute to protect against cyclical changes in revenues and expenditures.

O. Internal Activity

Transfers within governmental activities are eliminated on the government-wide financial statements.

Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Payments for interfund services provided and used are not eliminated.

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Bond Premiums/Issuance Costs/Interest on Capital Appreciation Bonds

In the government-wide financial statements, bond premiums and issuance costs are deferred and amortized over the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Capital appreciation bonds are accreted each year for the compounded interest accrued during the fiscal year. Bond premiums and the compounded interest on the capital appreciation bonds are presented as an addition to the face amount of the bonds payable whereas issuance costs are recorded as deferred charges.

On the governmental fund financial statements, bond premiums and issuance costs are recognized in the period when the debt is issued. Interest on capital appreciation bonds is recorded as an expenditure when the debt becomes due.

Q. 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.

R. Budgetary Process

All funds, other than the agency fund, are legally required to be budgeted and appropriated. The School District did not anticipate any activity in the Underground Storage Tank and Teacher Development Special Revenue Funds and the Permanent Improvement Capital Projects Fund and none occurred. Therefore, no budgetary statements are presented for these funds. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level. The Treasurer has been authorized to allocate Board appropriations to the function and object level within each fund.

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

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

NOTE 3 - COMPLIANCE AND ACCOUNTABILITY

A. Accountability

At June 30, 2009, the Food Services, Preschool, Title VI-B, Title I, and Title VI-R Special Revenue Funds had deficit fund balances of \$29,503, \$5,188, \$63,582, \$17,222, and \$25,391, respectively. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

B. Compliance

The Education Management Information Systems, OneNet, SchoolNet Professional Development, and Miscellaneous State Grants Special Revenue Funds had original appropriations in excess of original estimated resources plus available balances for the fiscal year ended June 30, 2009 in the amounts of \$160, \$12,000, \$453, and \$21,101, respectively.

The School District will monitor budgetary controls more closely in the future to alleviate such compliance issues.

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

While the School District is reporting financial position, results of operations, and changes in fund balances 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 Balance - Budget (Non-GAAP Basis) and Actual is presented for the General Fund on the budgetary basis to provide a meaningful comparison of actual results with the budget.

The major differences between the budget basis and GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING (Continued)

3. Encumbrances are treated as expenditures (budget basis) rather than as a reservation of fund balance (GAAP basis).
4. Advances In and Advances Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
5. Investments are recorded at fair value (GAAP basis) rather than cost (budget basis).

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

Net Change in Fund Balance	
GAAP Basis	(\$961,416)
Adjustments:	
Revenue Accruals	(29,084)
Net Increase in Fair Value of Investments - Fiscal Year 2008	22,533
Net Increase in Fair Value of Investments - Fiscal Year 2009	(20,195)
Expenditure Accruals	525,073
Encumbrances	(544,515)
Transfers	(757)
Advances	7,137
Budget Basis	(\$1,001,224)

NOTE 5 - DEPOSITS AND INVESTMENTS

Monies held by the School District are classified by State statute into three categories.

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

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

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 5 - DEPOSITS AND INVESTMENTS (Continued)

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

Interim monies held by the School District can be deposited or invested in the following securities:

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above;
4. Bonds and other obligations of the State of Ohio;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2);
7. The State Treasurer's investment pool (STAROhio); and
8. Commercial paper and bankers acceptances if training requirements have been met.

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. Investments may only be made through specified dealers and institutions.

Investments

As of June 30, 2009, the School District had the following investments, which are in an internal investment pool, and all of which mature in less than one year:

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 5 - DEPOSITS AND INVESTMENTS (Continued)

	<u>Fair Value</u>	<u>Percent of Total Investments</u>
US Treasury Notes	\$149,768	N/A
STAROhio	253,895	N/A
First American Treasury Obligation Money Market Mutual Fund	38,070	0.86%
Federal Home Loan Mortgage Corporation Discount Notes	1,258,248	28.29%
Federal National Mortgage Association Discount Notes	1,497,073	33.66%
Federal Home Loan Bank Bonds	972,963	21.88%
Federal Home Loan Mortgage Corporation Global Medium Term Notes	277,266	6.23%
Total Investments	<u>\$4,447,283</u>	

Interest Rate Risk

The School District has no investment policy that addresses interest rate risk beyond the requirements of State statute. 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 School District, and that an investment must be purchased with the expectation that it will be held to maturity.

Credit Risk

STAROhio carries a rating of AAAM by Standard and Poor's. The First American Treasury Obligation Money Market Mutual Fund carries a rating of Aaa by Moody's. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service and that the money market mutual fund be rated in the highest category at the time of purchase by at least one nationally recognized standard rating service. The U.S. Treasury Notes, Federal Home Loan Mortgage Corporation Discount Notes, Federal National Mortgage Association Discount Notes, Federal Home Loan Bank Bonds, and the Federal Home Loan Mortgage Corporation Global Medium Term Notes all carry ratings of Aaa by Moody's. The School District has no investment policy that addresses credit risk.

Concentration of Credit Risk

The School District places no limit on the amount it may invest in any one issuer.

NOTE 6 - PROPERTY TAXES

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

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 6 - PROPERTY TAXES (Continued)

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the School District. Real property tax revenue received in calendar year 2009 represents collections of calendar year 2008 taxes. Real property taxes received in calendar year 2009 were levied after April 1, 2008, on the assessed value listed as of January 1, 2008, the lien date.

Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2009 represents collections of calendar year 2008 taxes. Public utility real and tangible personal property taxes received in calendar year 2009 became a lien December 31, 2007, were levied after April 1, 2008, and are collected in 2009 with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenues received in calendar year 2009 (other than public utility property) represent the collection of calendar year 2009 taxes levied against local and inter-exchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, and furniture and fixtures is no longer levied and collected. The October 2008 tangible personal property tax settlement was the last property tax settlement for general personal property taxes. Tangible personal property taxes received from telephone companies in calendar year 2009 were levied after October 1, 2008, on the value as of December 31, 2008. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

The School District receives property taxes from Pike and Ross Counties. The County Auditors periodically advance to the School District its portion of the taxes collected. Second-half real property tax payments collected by the Counties by June 30, 2009, are available to finance fiscal year 2009 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2009, and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the delayed settlement of personal property tax and the amount of real property taxes available as an advance at June 30 were levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 6 - PROPERTY TAXES (Continued)

The amount available as an advance at June 30, 2009, was \$344,061 in the General Fund, \$64,432 in the Debt Service Fund, and \$7,060 in the Classroom Facilities Maintenance Special Revenue Fund. The amount available as an advance at June 30, 2008, was \$353,253 in the General Fund, \$66,220 in the Debt Service Fund, and \$7,505 in the Classroom Facilities Maintenance Special Revenue Fund.

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 fiscal year 2009 taxes were collected are:

	2008 Second- Half Collections		2009 First- Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$152,331,600	90.07%	\$160,751,060	93.78%
Public Utility Personal	10,254,890	6.06%	10,174,150	5.94%
General Business Personal	6,548,529	3.87%	494,050	0.29%
Total Assessed Value	\$169,135,019	100.00%	\$171,419,260	100.00%
Tax rate per \$1,000 of assessed valuation	\$31.75		\$31.75	

NOTE 7 - RECEIVABLES

Receivables at June 30, 2009, consisted of property taxes, intergovernmental grants, interest and interfund. 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 fiscal year guarantee of federal funds. All receivables will be received within one year except for delinquent property taxes. Property taxes, although ultimately collectible, include some portion of delinquents that will not be collected within one year. The intergovernmental receivables are as follows:

	Amount
<u>Governmental Activities:</u>	
Preschool Grant	\$6,138

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 8 - CAPITAL ASSETS

Capital assets activity for the fiscal year ended June 30, 2009, was as follows:

	Ending Balance 6/30/2008	Additions	Deletions	Ending Balance 6/30/2009
<u>Governmental Activities:</u>				
Capital Assets Not Being Depreciated				
Land	\$763,100	\$0	\$0	\$763,100
Capital Assets Being Depreciated				
Land Improvements	3,696,743	0	0	3,696,743
Buildings and Improvements	45,637,042	0	0	45,637,042
Furniture and Equipment	1,820,133	26,493	(37,804)	1,808,822
Vehicles	1,772,617	119,369	(154,985)	1,737,001
Books and Educational Media	936,075	0	0	936,075
Total Capital Assets Being Depreciated	53,862,610	145,862	(192,789)	53,815,683
Less Accumulated Depreciation:				
Land Improvements	(958,114)	(168,770)	0	(1,126,884)
Buildings and Improvements	(6,082,367)	(1,467,486)	0	(7,549,853)
Furniture and Equipment	(657,665)	(116,528)	28,632	(745,561)
Vehicles	(1,312,321)	(140,026)	154,985	(1,297,362)
Books and Educational Media	(546,042)	(156,013)	0	(702,055)
Total Accumulated Depreciation	(9,556,509)	(2,048,823) *	183,617	(11,421,715)
Total Capital Assets Being Depreciated, Net	44,306,101	(1,902,961)	(9,172)	42,393,968
Governmental Activities Capital Assets, Net	\$45,069,201	(\$1,902,961)	(\$9,172)	\$43,157,068

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$1,054,537
Special	146,196
Vocational	14,620
Student Intervention Services	13,184
Support Services:	
Pupils	74,196
Instructional Staff	342,359
Administration	115,386
Fiscal	29,239
Operation and Maintenance of Plant	5,627
Pupil Transportation	113,177
Operation of Non-Instructional Services:	
Food Services	124,078
Extracurricular Activities	16,224
Total Depreciation Expense	\$2,048,823

NOTE 9 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

Plan Description – The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746.

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2009, 9.09 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2009, 2008 and 2007 were \$188,678, \$177,998 and \$223,620 respectively; 44.22 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

B. State Teachers Retirement System of Ohio

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

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 9 - DEFINED BENEFIT PENSION PLANS (Continued)

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

Funding Policy – For the fiscal year ended June 30, 2009, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2008, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2009, 2008, and 2007 were \$1,020,884, \$1,016,360, and \$1,029,227, respectively; 83.60 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007. Contributions to the DC and Combined Plans for fiscal year 2009 were \$8,462 made by the School District and \$8,059 made by the plan members.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Employees Retirement System. As of June 30, 2009, two members of the Board of Education have elected Social Security. The contribution rate is 6.2 percent of wages.

NOTE 10 - POSTEMPLOYMENT BENEFITS

A. School Employees Retirement System

Plan Description – The School District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System (SERS) for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligations to contribute are established by SERS based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746.

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 401h. For 2009, 4.16 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2009, this amount was \$35,800.

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

The School District's contributions for health care for the fiscal years ended June 30, 2009, 2008, and 2007 were \$128,708, \$123,558, and \$105,299, respectively; 44.22 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare Part B Fund. For 2009, this actuarially required allocation was 0.75 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2009, 2008, and 2007 were \$15,568, \$12,825, and \$15,206, respectively; 44.22 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

B. State Teachers Retirement System of Ohio

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

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 10 - POSTEMPLOYMENT BENEFITS (Continued)

Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2009, STRS Ohio allocated employer contributions equal to one percent of covered payroll to the Health Care Stabilization Fund. The School District's contributions for health care for the fiscal years ended June 30, 2009, 2008, and 2007 were \$78,530, \$78,182, and \$79,171, respectively; 83.60 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

NOTE 11 - EMPLOYEE BENEFITS

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees and administrators earn 10 to 20 days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time.

Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of 220 days for all certified and classified personnel. Upon retirement, payment is made to certified employees for 30 percent of accrued but unused sick leave. Classified employees receive 40 percent of accrued but unused sick leave up to a maximum of 55 days. Classified employees with a sick leave balance over 75 days will also receive an amount equal to 10 percent of accumulated sick leave days over 75.

B. Insurance Benefits

Medical/surgical and prescription drug insurance is offered to employees through Anthem Blue Cross-Blue Shield. The employees share the cost of the monthly premium with the Board. The premium varies with the employee, depending on the terms of the union contract. Dental insurance is provided by Coresource.

The School District provides life insurance and accidental death and dismemberment insurance to employees through CoreSource.

C. Deferred Compensation

School District employees may participate in the Ohio Public Employees Deferred Compensation Plan. This plan was created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plan permits deferral of compensation until future years. According to the plan, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 12 - LEASES - LESSEE DISCLOSURE

During fiscal year 2006, the School District entered into a lease-purchase agreement for the locally funded portion of the new School District buildings which was primarily related to the construction of an auditorium. The School District is leasing the project from Central Ohio Loan Services, Inc. Central Ohio Loan Services, Inc. will retain title to the project during the lease term. As part of the lease agreement, Central Ohio Loan Services, Inc. deposited \$1,650,000 in the School District's bank account. The School District had previously paid all contractors as work progressed, and the proceeds of the lease were used to replenish these monies. At fiscal year-end, the auditorium has been capitalized as buildings and improvements in the amount of \$1,650,000. A liability of \$1,650,000 was recorded on the Statement of Net Assets for governmental activities.

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

The book value of the assets acquired through capital leases as of June 30, 2009 is as follows:

Asset Class	Asset Value	Accumulated Depreciation	Net Book Value
Building and Improvements	\$1,650,000	\$264,000	\$1,386,000

The following is a schedule of the future long-term minimum lease payments required under the capital lease and the present value of the minimum lease payments as of June 30, 2009.

Fiscal Year Ending June 30,	Total Payments
2010	\$131,022
2011	131,022
2012	131,022
2013	131,022
2014	131,022
2015-2019	655,110
2020-2024	655,110
2025-2026	258,863
Total	2,224,193
Less: Amount Representing Interest	(693,474)
Present Value of Net Minimum Lease Payments	\$1,530,719

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 13 - LONG-TERM OBLIGATIONS

The changes in the School District's long-term obligations during fiscal year 2009 were as follows:

	Amount Outstanding 6/30/08	Additions	Deductions	Amount Outstanding 6/30/09	Amounts Due in One Year
<u>Governmental Activities:</u>					
1998 Energy Conservation					
Loan 4.35%	\$173,940	\$0	\$84,867	\$89,073	\$89,073
<u>General Obligation Bonds:</u>					
2001 Classroom Facilities:					
Serial Bonds 4.00 to 5.10%	1,255,000	0	280,000	975,000	310,000
Premium on Debt Issue	17,824	0	1,114	16,710	0
2006 Classroom Facilities					
Refunding Bonds:					
Serial Bonds 4.00%	5,320,000	0	50,000	5,270,000	55,000
Capital Appreciation Bonds 13.79%	359,992	0	0	359,992	0
Accretion on Capital Appreciation Bonds	60,558	64,040	0	124,598	0
Premium on Debt Issue	361,245	0	24,083	337,162	0
Gain on Refunding	(262,927)	17,529	0	(245,398)	0
Compensated Absences	1,099,435	328,849	138,172	1,290,112	95,946
Capital Leases	1,593,228	0	62,509	1,530,719	61,997
Total Governmental Activities Long-Term Obligations	<u>\$9,978,295</u>	<u>\$410,418</u>	<u>\$640,745</u>	<u>\$9,747,968</u>	<u>\$612,016</u>

1998 Energy Conservation Loan

On December 1, 1998, the School District entered into a loan in the amount of \$794,000 for the purpose of providing energy conservation measures for the School District, under the authority of Ohio Revised Code sections 133.06(G) and 3313.372. The loan was issued for an 11 year period with final maturity during fiscal year 2010. The loan will be retired by transfers from the General Fund to the Debt Service Fund.

2001 Classroom Facilities General Obligation Bonds

On June 14, 2001, the School District issued \$8,085,906 in voted general obligation bonds for the purpose of constructing new classroom facilities. Current interest bonds were issued in an aggregate principal amount of \$7,810,000. Of these bonds, \$6,610,000 are serial bonds and \$1,200,000 are term bonds. The remaining amount of \$275,906 are capital appreciation bonds. The bonds were issued for a 23 year period with final maturity in December 2023. The bonds will be retired from the Debt Service Fund.

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 13 - LONG-TERM OBLIGATIONS (Continued)

The term bonds issued at \$1,200,000 and maturing on December 1, 2023, are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed plus accrued interest to the date of redemption, on December 1, in the years and in the respective principal amounts as follows:

<u>Year</u>	<u>Amount</u>
2022	\$585,000
2023	615,000
Total	<u><u>\$1,200,000</u></u>

The serial bonds, issued at \$6,610,000 with maturity dates of December 1, 2002 to December 1, 2021, are subject to optional redemption, in whole or in part on any date at the option of the issuer on or after December 1, 2010, at the redemption price of 100 percent.

2006 Classroom Facilities Refunding Bonds

On December 15, 2006, the School District issued \$5,739,992 in voted general obligation bonds for the purpose of advance refunding a portion of the 2001 Classroom Facilities General Obligation Bonds. The bonds were issued for a 17 year period, with final maturity in December 2023. The bonds will be retired from the Debt Service Fund.

The serial bonds maturing December 1, 2017 and thereafter are subject to optional redemption, in whole or in part on any date in any order of maturity on or after December 1, 2016 at par, which is 100 percent of the face value of the bonds.

The capital appreciation bonds are not subject to prior redemption. They will mature in fiscal years 2013 and 2014. The maturity amount of the capital appreciation bonds will be \$425,000 in 2013 and 2014. For fiscal year 2009, the capital appreciation bonds were accreted \$64,040.

As of June 30, 2009, \$5,270,000 of the 2006 Classroom Facilities Bonds were unmatured and unpaid.

Compensated absences will be paid from the General, Food Services, Poverty Based Assistance, IDEA-B and Title I Funds. Capital lease obligations will be paid from the General Fund.

The School District's overall legal debt margin was \$9,535,777 with an unvoted debt margin of \$170,390, and an Energy Conservation debt margin of \$1,444,440 at June 30, 2009.

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 13 - LONG-TERM OBLIGATIONS (Continued)

Principal and interest requirements to retire general obligation debt outstanding at June 30, 2009, are as follows:

Energy Conservation Loan - 1998							
Fiscal year Ending June 30,	Principal		Interest		Total		
2010	\$89,073		\$1,518		\$90,591		
Classroom Facilities G.O. Bonds - 2001			Classroom Facilities Refunding Bonds - 2006				
Fiscal Year Ending June 30,	Serial Bonds Principal	Serial Bonds Interest	Serial Bonds Principal	Serial Bonds Interest	Capital Appreciation Principal	Capital Appreciation Interest	Total
2010	\$310,000	\$35,445	\$55,000	\$209,700	\$0	\$0	\$610,145
2011	325,000	21,948	55,000	207,500	0	0	609,448
2012	340,000	7,480	60,000	205,200	0	0	612,680
2013	0	0	0	204,000	191,977	233,023	629,000
2014	0	0	0	204,000	168,015	256,985	629,000
2015-2019	0	0	2,305,000	796,500	0	0	3,101,500
2020-2024	0	0	2,795,000	288,500	0	0	3,083,500
Total	\$975,000	\$64,873	\$5,270,000	\$2,115,400	\$359,992	\$490,008	\$9,275,273

NOTE 14 - RISK MANAGEMENT

A. Property and Liability

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

The School District, along with other school districts in Ohio, participates in the Ohio School Plan (OSP), an insurance purchasing pool. Each individual school district enters into an agreement with the OSP and its premium is based on types of coverage, limits of coverage, and deductibles that it selects. The School District pays this annual premium to Hylant Administrative Services, LLC (see Note 17).

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 14 - RISK MANAGEMENT (Continued)

The types and amounts of coverage provided by the Ohio School Plan are as follows:

Building and Business Personal Property Coverage	\$57,146,326
Equipment Breakdown (Boiler/Machinery) Coverage (\$1,000 deductible)	57,146,326
Automobile Liability (\$1,000 deductible for buses; \$500 for other)	2,000,000
General Liability:	
Aggregate Limit	4,000,000
Bodily Injury and Property Damage Limit - Each Occurrence and Sexual Abuse Injury Limit - Each Offense	2,000,000
Personal and Advertising Injury Limit - Each Offense	2,000,000
Medical Expense Limit - Per Person/Accident	10,000
- Each Accident	10,000
Fire Damage Limit - Any One Event	500,000
Products - Completed Operations Limit	2,000,000
Employer's Liability:	
Bodily Injury - Each Accident	2,000,000
Bodily Injury - Endorsement Limit	2,000,000
Bodily Injury by Disease - Each Employee	2,000,000
Employee Benefits Liability:	
Per Claim	2,000,000
Aggregate Limit	4,000,000
Educational Legal Liability:	
Errors and Omissions Injury Limit (\$2,500 deductible)	2,000,000
Errors and Omissions Aggregate Limit	4,000,000
Employment Practices Injury Limit (\$2,500 deductible)	2,000,000

Settled claims have not exceeded this commercial coverage in any of the past four fiscal years. During fiscal year 2009, the value increased in the building and business personal property coverage and the equipment breakdown coverage due to increases in estimates of insurable value.

The Cincinnati Insurance Company maintains a \$100,000 public official bond for the Treasurer, position bonds of \$20,000 each for the Superintendent and Board President, and a \$5,000 blanket bond for other employees.

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 14 - RISK MANAGEMENT (Continued)

B. Workers' Compensation

For fiscal year 2009, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 17). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The 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. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald provides administrative, cost control, and actuarial services to the GRP.

C. Self-Insurance

Beginning in fiscal year 2008, the School District began managing the deductible portion of employee health benefits on a self-insured basis. The employee health benefit plan provides this coverage through Patrick Benefit Administrators, the third party administrator of the program, which reviews and pays the claims. Patrick Benefit Administrators charges the School District an annual fee of \$1,000, with a monthly administration fee of \$6.50 per employee. The claims liability of \$35,597 reported in the internal service fund at June 30, 2009, is estimated by the third-party administrator and is based on the requirements of *Governmental Accounting Standards Board Statement No. 30*, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claims adjustments expenses and does not include other allocated or unallocated claim adjustment expenses. Changes to the internal service fund's claims liability amounts in the past two fiscal years follows:

	Balance at Beginning of Fiscal Year	Current Year Claims	Claim Payments	Balance at End of Fiscal Year
2008	\$0	\$83,619	\$68,130	\$15,489
2009	15,489	174,091	153,983	35,597

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 15 - INTERFUND ACTIVITY

Transfers made during the fiscal year ended June 30, 2009, were as follows:

		<u>Transfer From General Fund</u>
Transfer To	Debt Service Fund	\$92,353
	Nonmajor Governmental Funds	203,873
	Total	<u><u>\$296,226</u></u>

Transfers were made to make annual debt service payments and to move unrestricted balances to support programs and projects accounted for in other funds.

As of June 30, 2009, receivables and payables that resulted from various interfund transactions were as follows:

		<u>Receivable General Fund</u>
Payable	Nonmajor Governmental Funds	<u><u>\$2,104</u></u>

The amounts due to the General Fund are the result of the School District moving unrestricted balances to support programs and projects accounted for in other funds. The General Fund will be reimbursed when funds become available in the special revenue funds.

NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS

A. South Central Ohio Computer Association

The School District is a participant in the South Central Ohio Computer Association (SCOCA), which is a computer consortium. SCOCA is an association of public school districts within the boundaries of Pickaway, Gallia, Highland, Adams, Pike, Scioto, Brown, Ross, Vinton, Jackson and Lawrence Counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The governing body of SCOCA consists of two representatives from each county in the SCOCA service region designated by the Ohio Department of Education, two representatives of the school treasurers, and a representative of the fiscal agent. The School District paid SCOCA \$107,016 for services provided during the fiscal year. Financial information can be obtained from their fiscal agent, the Pike County Joint Vocational School District, Tonya Cooper, who serves as Treasurer, at P. O. Box 577, 175 Beaver Creek Road, Piketon, Ohio 45661.

NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS (Continued)

B. Pike County Joint Vocational School

The Pike County Joint Vocational School is a distinct political subdivision of the State of Ohio operated under the direction of a Board which consists of four of the 11 members of the Ross-Pike County Educational Service Center's Board of Education and one representative from the Waverly City Schools Board of Education, which possesses its own budgeting and taxing authority. To obtain financial information write to the Pike County Joint Vocational School, Tonya Cooper, who serves as Treasurer, at P.O. Box 577, 175 Beaver Creek Road, Piketon, Ohio 45661.

C. Coalition of Rural and Appalachian Schools

The Coalition of Rural and Appalachian Schools (the "Coalition") is a jointly governed organization of over 100 school districts in southeastern Ohio. The Coalition is operated by a board which is composed of 14 members. The board members are composed of one superintendent from each county elected by the school districts within that county.

The Coalition provides various services for school district administrative personnel; gathers data regarding conditions of education in the region; cooperates with other professional groups to assess and develop programs designed to meet the needs of member districts; and provides staff development programs for school district personnel. The Coalition is not dependent upon the continued participation of the School District and the School District does not maintain an equity interest in or a financial responsibility for the Coalition. The School District made no financial contribution to the Coalition for services provided during the fiscal year.

NOTE 17 - INSURANCE PURCHASING POOLS

A. Ohio School Plan

The School District participates in the Ohio School Plan (OSP), an insurance purchasing pool. The OSP is created and organized pursuant to and as authorized by Section 2744.081 of the Ohio Revised Code. The OSP is an unincorporated, non-profit association of its members and an instrumentality for each member for the purpose of enabling members of the OSP to provide for a formalized, joint insurance purchasing program to maintain adequate insurance protection, risk management programs and other administrative services. The OSP's business and affairs are conducted by a 13 member Board of Directors consisting of school district superintendents and treasurers. The OSP has an agreement with Hylant Administrative Services, LLC to provide underwriting, claims management, risk management, accounting, system support services, sales and marketing for the OSP. The Hylant Administrative Services, LLC also coordinates reinsurance brokerage services for the OSP.

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 17 - INSURANCE PURCHASING POOLS (Continued)

B. Ohio School Boards Association Workers' Compensation Group Rating Plan

The School District participates in a group rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP) was established through the Ohio School Boards Association (OSBA) as a group insurance purchasing pool.

The GRP's business and affairs are conducted by a five member Board of Directors. Each fiscal year, the participants pay an enrollment fee to the GRP to cover the costs of administering the program.

NOTE 18 - SET-ASIDE CALCULATIONS

The School District is required by State statute to annually set aside, in the General Fund, an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition or construction of capital improvements. Amounts not spent by fiscal year-end or offset by similarly restricted resources received during the fiscal year must be held in cash at fiscal year-end and carried forward to be used for the same purposes in future fiscal years.

The School District is no longer required to set aside funds in the budget reserve, with the exception of monies received from the Bureau of Workers' Compensation prior to April 10, 2001, which must be retained for budget stabilization or spent for specified purposes.

The following cash-basis information describes the change in the fiscal year-end set-aside amounts. Disclosure of this information is required by State statute.

	Textbooks	Capital Improvements	Budget Stabilization
Set-aside Reserve Balance as of June 30, 2008	(\$1,004,058)	\$72,254	\$57,076
Current Fiscal Year Set-aside Requirement	315,866	315,866	0
Current Fiscal Year Offsets	0	(325,611)	0
Qualifying Disbursements	(401,468)	(62,509)	0
Totals	<u>(\$1,089,660)</u>	<u>\$0</u>	<u>\$57,076</u>
Set-aside Reserve Balance as of June 30, 2009	<u>\$0</u>	<u>\$0</u>	<u>\$57,076</u>
Required Set-aside Balances Carried Forward to FY 2010	<u>(\$1,089,660)</u>	<u>\$0</u>	<u>\$57,076</u>

Amounts of offsets and qualifying disbursements presented in the table for capital improvements were limited to those necessary to reduce the fiscal year-end balance to zero. Although the School District may have had additional offsets and qualifying disbursements for capital improvements during the fiscal year, this extra amount may not be used to reduce the set-aside requirements of future fiscal years.

NOTE 19 - CONTINGENCIES

A. Grants

The School District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2009.

B. Litigation

The School District is party to one legal proceeding. No liability has been accrued on the financial statements. The School District's management is of the opinion that the ultimate disposition of this legal proceeding will not have a material effect, if any, on the financial condition of the School District.

NOTE 20 - CHANGES IN ACCOUNTING PRINCIPLES

For fiscal year 2009, the School District has implemented Governmental Accounting Standard Board (GASB) Statement No. 49, "Accounting and Financial Reporting for Pollution Remediation Obligations," Statement No. 52, "Land and Other Real Estate Held as Investments by Endowments", Statement No. 55, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments," and Statement No. 56, "Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards."

GASB Statement No. 49 addresses accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effect of existing pollution by participating in pollution remediation activities such as site assessments and cleanup. The implementation of this statement did not result in any change to the School District's financial statements.

GASB Statement No. 52 establishes consistent standards for the reporting of land and other real estate held as investments by essentially similar entities. It requires endowments to report their land and other real estate investments at fair value. Governments are also required to report the changes in fair value as investment income and to disclose the methods and significant assumptions employed to determine fair value. The implementation of this statement did not result in any change in the School District's financial statements.

Waverly City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 20 - CHANGES IN ACCOUNTING PRINCIPLES (Continued)

GASB Statement No. 55 incorporates the hierarchy of generally accepted accounting principles (GAAP) for state and local governments into the GASB authoritative literature. The GAAP hierarchy consists of the sources of accounting principles used in the preparation of financial statements of state and local governmental entities that are presented in conformity with GAAP, and the framework for selecting those principles. The implementation of this statement did not result in any change in the School District's financial statements.

GASB Statement No. 56 incorporates accounting and financial reporting guidance previously only contained in the American Institute of Certified Public Accountants' and auditing literature into the GASB's accounting and financial reporting literature for state and local governments. The statement's guidance addresses related party transactions, going concern considerations, and subsequent events from the AICPA literature. The implementation of this statement did not result in any change in the School District's financial statements.

Waverly City School District

Combining and Individual Fund Statements and Schedules

Waverly City School District

Fund Descriptions

Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditure for specified purposes. The following are descriptions of the School District's nonmajor special revenue funds:

Nonmajor Special Revenue Funds

FOOD SERVICES

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

UNIFORM SCHOOL SUPPLIES

To account for the purchase and reimbursement of consumable supplies (workbooks) used by the students as a supplemental learning tool.

PUBLIC SCHOOL SUPPORT

To account for local revenue sources such as vending machine receipts. Revenues are used to fund special events and purchase achievement awards.

LATCHKEY

A fund established to account for the tuition received and expenses made in securing an after-school latchkey program for students of the School District.

UNDERGROUND STORAGE TANK

A fund established to hold the mandated amount for school districts who have underground storage tanks on their property. The School District did not anticipate any activity in this fund, and none occurred. Therefore, no budgetary schedule is presented.

CLASSROOM FACILITIES MAINTENANCE

To account for property tax revenues that are restricted to expenditures for the maintenance and upkeep of School District classroom facilities.

ATHLETICS

A fund provided to account for those student activity programs which charge admission. Most expenditures include referee and security compensation, equipment and supplies needed to run a successful athletic program.

(continued)

Waverly City School District

Fund Descriptions

Nonmajor Special Revenue Funds (Continued)

AUXILIARY SERVICES

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

TEACHER DEVELOPMENT

To account for assistance provided to this School District for the development of in-service programs. The School District did not anticipate any activity in this fund, and none occurred. Therefore, no budgetary schedule is presented.

EDUCATION MANAGEMENT INFORMATION SYSTEMS

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

PRESCHOOL

A fund to account for the monies received from the State to assist in paying the costs of preschool programs for three and four-year-olds.

ONENET

A fund used to account for monies appropriated for Ohio Educational Computer Network Connections.

SCHOOLNET PROFESSIONAL DEVELOPMENT

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

POVERTY BASED ASSISTANCE

To account for monies which are provided for the improvement of the educational and cultural status of disadvantaged pupils.

MISCELLANEOUS STATE GRANTS

This fund accounts for various monies received from State agencies which are not classified elsewhere. A separate special cost center must be used for each grant and be approved by the Auditor of State.

TITLE VI-B

This fund accounts for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels, and to assist in the training of teachers, supervisors and other specialists in providing educational services to the handicapped.

(continued)

Waverly City School District

Fund Descriptions

Nonmajor Special Revenue Funds (Continued)

TITLE I

To account for federal funds expended for services provided to meet special educational needs of educationally deprived children.

TITLE VI

To account for federal funds used to provide programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; and programs to enhance personal excellence of students and student achievement.

DRUG FREE SCHOOLS

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

IDEA PRESCHOOL

To account for federal funds used for special education programs and services to children with disabilities ages three through five under Section 619 of the Individuals with Disabilities Education Act (IDEA).

TITLE VI-R

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

TITLE II-D

To account for federal funds used to provide programs of professional development and to purchase equipment to enhance the technology of the School District.

Capital Projects Funds

The Capital Projects Funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings or additions to existing buildings, and for major renovation projects, including equipment purchases. The following are descriptions of the School District's nonmajor capital projects funds:

Nonmajor Capital Projects Funds

PERMANENT IMPROVEMENT

To account for all transactions relating to the acquiring, constructing, or improving of such permanent improvements as are authorized by Chapter 5705, Revised Code. The School District did not anticipate any activity in this fund, and none occurred. Therefore, no budgetary schedule is presented.

(continued)

Waverly City School District

Fund Descriptions

Nonmajor Capital Projects Funds (Continued)

CONSTRUCTION

To account for all intergovernmental monies, debt proceeds and interest received and expended in connection with the contracts entered into by the School District and the Ohio School Facilities Commission for the building and equipping of new classroom facilities.

Internal Service Fund

Internal Service Funds are used to account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost-reimbursement basis. The Internal Service Fund is used to account for the reimbursement to employees for deductibles on their health insurance.

MAX 105 PLAN

To account for services provided on a cost reimbursement basis. The School District reimburses employees for any health insurance deductibles paid.

Agency Fund

Agency Funds are used to account for assets held by the School District as an agent for individuals, private organizations, other governmental units, and/or other funds. Following is the description of the School District's Agency Fund:

STUDENT MANAGED ACTIVITY

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

Waverly City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$1,006,527	\$484,404	\$1,490,931
Receivables:			
Property Taxes	75,866	0	75,866
Intergovernmental	6,138	0	6,138
Prepaid Items	11,890	0	11,890
Inventory Held for Resale	10,428	0	10,428
Materials and Supplies Inventory	3,482	0	3,482
<i>Total Assets</i>	<u>\$1,114,331</u>	<u>\$484,404</u>	<u>\$1,598,735</u>
<u>Liabilities and Fund Balances:</u>			
<u>Liabilities:</u>			
Accounts Payable	\$19,603	\$0	\$19,603
Accrued Wages Payable	298,716	0	298,716
Interfund Payable	2,104	0	2,104
Intergovernmental Payable	78,674	0	78,674
Deferred Revenue	74,944	0	74,944
<i>Total Liabilities</i>	<u>474,041</u>	<u>0</u>	<u>474,041</u>
<u>Fund Balances:</u>			
Reserved for Encumbrances	98,802	116	98,918
Reserved for Property Taxes	7,060	0	7,060
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	534,428	0	534,428
Capital Projects Funds	0	484,288	484,288
<i>Total Fund Balances</i>	<u>640,290</u>	<u>484,404</u>	<u>1,124,694</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$1,114,331</u>	<u>\$484,404</u>	<u>\$1,598,735</u>

Waverly City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Revenues:</u>			
Property Taxes	\$62,333	\$0	\$62,333
Intergovernmental	3,126,491	404	3,126,895
Tuition and Fees	38,099	0	38,099
Extracurricular Activities	170,567	0	170,567
Customer Services	243,436	0	243,436
Gifts and Donations	7,119	0	7,119
Miscellaneous	96,245	0	96,245
<i>Total Revenues</i>	<u>3,744,290</u>	<u>404</u>	<u>3,744,694</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	940,709	0	940,709
Special	487,938	0	487,938
Student Intervention Services	241,735	0	241,735
Support Services:			
Pupils	40,246	0	40,246
Instructional Staff	569,822	0	569,822
Administration	187,307	0	187,307
Fiscal	2,681	0	2,681
Operation and Maintenance of Plant	290,066	0	290,066
Pupil Transportation	13,763	0	13,763
Operation of Non-Instructional Services:			
Food Services	912,795	0	912,795
Other	49,532	0	49,532
Extracurricular Activities	219,709	0	219,709
Capital Outlay	0	16,713	16,713
<i>Total Expenditures</i>	<u>3,956,303</u>	<u>16,713</u>	<u>3,973,016</u>
<i>Excess of Revenues Under Expenditures</i>	(212,013)	(16,309)	(228,322)
<u>Other Financing Sources:</u>			
Transfers In	203,873	0	203,873
<i>Net Change in Fund Balances</i>	(8,140)	(16,309)	(24,449)
<i>Fund Balances at Beginning of Year</i>	<u>648,430</u>	<u>500,713</u>	<u>1,149,143</u>
<i>Fund Balances at End of Year</i>	<u><u>\$640,290</u></u>	<u><u>\$484,404</u></u>	<u><u>\$1,124,694</u></u>

Waverly City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2009

	Food Services	Public School Support	Latchkey	Underground Storage Tank
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$10,561	\$64,594	\$20,487	\$11,000
Receivables:				
Property Taxes	0	0	0	0
Intergovernmental	0	0	0	0
Prepaid Items	0	0	0	0
Inventory Held for Resale	10,428	0	0	0
Materials and Supplies Inventory	3,482	0	0	0
<i>Total Assets</i>	<u>\$24,471</u>	<u>\$64,594</u>	<u>\$20,487</u>	<u>\$11,000</u>
<u>Liabilities and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$1,197	\$386	\$0	\$0
Accrued Wages Payable	37,364	0	0	0
Interfund Payable	0	0	0	0
Intergovernmental Payable	15,413	0	0	0
Deferred Revenue	0	0	0	0
<i>Total Liabilities</i>	<u>53,974</u>	<u>386</u>	<u>0</u>	<u>0</u>
<u>Fund Balances:</u>				
Reserved for Encumbrances	1,690	8,877	0	0
Reserved for Property Taxes	0	0	0	0
Unreserved, Undesignated (Deficit)	(31,193)	55,331	20,487	11,000
<i>Total Fund Balances (Deficit)</i>	<u>(29,503)</u>	<u>64,208</u>	<u>20,487</u>	<u>11,000</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$24,471</u>	<u>\$64,594</u>	<u>\$20,487</u>	<u>\$11,000</u>

Classroom Facilities Maintenance	Athletics	Auxiliary Services	Teacher Development	Preschool
\$63,626	\$79,831	\$13,910	\$666	\$13,333
75,866	0	0	0	0
0	0	0	0	6,138
11,890	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>\$151,382</u>	<u>\$79,831</u>	<u>\$13,910</u>	<u>\$666</u>	<u>\$19,471</u>
\$5,317	\$3,813	\$690	\$0	\$0
0	0	0	0	15,482
0	2,104	0	0	0
0	0	0	0	3,039
68,806	0	0	0	6,138
<u>74,123</u>	<u>5,917</u>	<u>690</u>	<u>0</u>	<u>24,659</u>
11,676	10,829	2,858	0	0
7,060	0	0	0	0
58,523	63,085	10,362	666	(5,188)
<u>77,259</u>	<u>73,914</u>	<u>13,220</u>	<u>666</u>	<u>(5,188)</u>
<u>\$151,382</u>	<u>\$79,831</u>	<u>\$13,910</u>	<u>\$666</u>	<u>\$19,471</u>

(continued)

Waverly City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2009
(Continued)

	SchoolNet Professional Development	Poverty Based Assistance	Miscellaneous State Grants	Title VI-B
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$1,167	\$610,586	\$755	\$50
Receivables:				
Property Taxes	0	0	0	0
Intergovernmental	0	0	0	0
Prepaid Items	0	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$1,167</u>	<u>\$610,586</u>	<u>\$755</u>	<u>\$50</u>
<u>Liabilities and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$0	\$1,000	\$0	\$0
Accrued Wages Payable	0	108,655	0	49,529
Interfund Payable	0	0	0	0
Intergovernmental Payable	0	26,501	0	14,103
Deferred Revenue	0	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>136,156</u>	<u>0</u>	<u>63,632</u>
<u>Fund Balances:</u>				
Reserved for Encumbrances	0	11,917	0	0
Reserved for Property Taxes	0	0	0	0
Unreserved, Undesignated (Deficit)	1,167	462,513	755	(63,582)
<i>Total Fund Balances (Deficit)</i>	<u>1,167</u>	<u>474,430</u>	<u>755</u>	<u>(63,582)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$1,167</u>	<u>\$610,586</u>	<u>\$755</u>	<u>\$50</u>

Title I	Title VI	IDEA Preschool	Title VI-R	Title II-D	Total Nonmajor Special Revenue Funds
\$64,799	\$259	\$1,200	\$13	\$49,690	\$1,006,527
0	0	0	0	0	75,866
0	0	0	0	0	6,138
0	0	0	0	0	11,890
0	0	0	0	0	10,428
0	0	0	0	0	3,482
<u>\$64,799</u>	<u>\$259</u>	<u>\$1,200</u>	<u>\$13</u>	<u>\$49,690</u>	<u>\$1,114,331</u>
\$121	\$0	\$0	\$0	\$7,079	\$19,603
65,391	0	0	22,295	0	298,716
0	0	0	0	0	2,104
16,509	0	0	3,109	0	78,674
0	0	0	0	0	74,944
<u>82,021</u>	<u>0</u>	<u>0</u>	<u>25,404</u>	<u>7,079</u>	<u>474,041</u>
1,266	0	0	0	49,689	98,802
0	0	0	0	0	7,060
(18,488)	259	1,200	(25,391)	(7,078)	534,428
<u>(17,222)</u>	<u>259</u>	<u>1,200</u>	<u>(25,391)</u>	<u>42,611</u>	<u>640,290</u>
<u>\$64,799</u>	<u>\$259</u>	<u>\$1,200</u>	<u>\$13</u>	<u>\$49,690</u>	<u>\$1,114,331</u>

Waverly City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2009

	Food Services	Uniform School Supplies	Public School Support	Latchkey	Underground Storage Tank
<u>Revenues:</u>					
Property Taxes	\$0	\$0	\$0	\$0	\$0
Intergovernmental	488,064	0	0	0	0
Tuition and Fees	0	15,119	0	22,980	0
Extracurricular Activities	0	0	0	0	0
Customer Services	243,436	0	0	0	0
Gifts and Donations	0	0	0	0	0
Miscellaneous	0	0	54,307	0	0
<i>Total Revenues</i>	<u>731,500</u>	<u>15,119</u>	<u>54,307</u>	<u>22,980</u>	<u>0</u>
<u>Expenditures:</u>					
Current:					
Instruction:					
Regular	0	22,169	5,292	0	0
Special	0	0	644	0	0
Student Intervention Services	0	0	0	0	0
Support Services:					
Pupils	0	0	4,921	0	0
Instructional Staff	0	0	0	16,937	0
Administration	0	0	31,749	0	0
Fiscal	0	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0	0
Pupil Transportation	0	0	0	0	0
Operation of Non-Instructional Services:					
Food Services	912,795	0	0	0	0
Other	0	0	0	0	0
Extracurricular Activities	0	0	6,732	0	0
<i>Total Expenditures</i>	<u>912,795</u>	<u>22,169</u>	<u>49,338</u>	<u>16,937</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(181,295)	(7,050)	4,969	6,043	0
<u>Other Financing Sources:</u>					
Transfers In	196,823	7,050	0	0	0
<i>Net Change in Fund Balances</i>	15,528	0	4,969	6,043	0
<i>Fund Balances (Deficit) at Beginning of Year</i>	<u>(45,031)</u>	<u>0</u>	<u>59,239</u>	<u>14,444</u>	<u>11,000</u>
<i>Fund Balances (Deficit) at End of Year</i>	<u>(\$29,503)</u>	<u>\$0</u>	<u>\$64,208</u>	<u>\$20,487</u>	<u>\$11,000</u>

Classroom Facilities Maintenance	Athletics	Auxiliary Services	Teacher Development	Education Management Information Systems	Preschool	OneNet	SchoolNet Professional Development
\$62,333	\$0	\$0	\$0	\$0	\$0	\$0	\$0
65,694	0	49,580	0	5,828	112,612	12,000	2,970
0	0	0	0	0	0	0	0
0	170,567	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	7,119	0	0	0	0	0	0
0	41,938	0	0	0	0	0	0
<u>128,027</u>	<u>219,624</u>	<u>49,580</u>	<u>0</u>	<u>5,828</u>	<u>112,612</u>	<u>12,000</u>	<u>2,970</u>
0	0	0	0	8,781	99,710	24,000	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	4,000	0	0	0
0	0	0	0	0	13,127	0	3,870
0	0	0	0	0	0	0	0
2,681	0	0	0	0	0	0	0
290,066	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	49,532	0	0	0	0	0
0	212,977	0	0	0	0	0	0
<u>292,747</u>	<u>212,977</u>	<u>49,532</u>	<u>0</u>	<u>12,781</u>	<u>112,837</u>	<u>24,000</u>	<u>3,870</u>
(164,720)	6,647	48	0	(6,953)	(225)	(12,000)	(900)
0	0	0	0	0	0	0	0
(164,720)	6,647	48	0	(6,953)	(225)	(12,000)	(900)
<u>241,979</u>	<u>67,267</u>	<u>13,172</u>	<u>666</u>	<u>6,953</u>	<u>(4,963)</u>	<u>12,000</u>	<u>2,067</u>
<u>\$77,259</u>	<u>\$73,914</u>	<u>\$13,220</u>	<u>\$666</u>	<u>\$0</u>	<u>(\$5,188)</u>	<u>\$0</u>	<u>\$1,167</u>

(continued)

Waverly City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2009
(Continued)

	Poverty Based Assistance	Miscellaneous State Grants	Title VI-B	Title I
<u>Revenues:</u>				
Property Taxes	\$0	\$0	\$0	\$0
Intergovernmental	1,218,671	5,115	428,798	514,210
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Customer Services	0	0	0	0
Gifts and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>1,218,671</u>	<u>5,115</u>	<u>428,798</u>	<u>514,210</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	599,639	2,950	0	0
Special	49	0	246,545	240,700
Student Intervention Services	241,735	0	0	0
Support Services:				
Pupils	397	7,332	0	12,225
Instructional Staff	163,019	0	114,194	256,427
Administration	0	0	155,558	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	13,640	123
Operation of Non-Instructional Services:				
Food Services	0	0	0	0
Other	0	0	0	0
Extracurricular Activities	0	0	0	0
<i>Total Expenditures</i>	<u>1,004,839</u>	<u>10,282</u>	<u>529,937</u>	<u>509,475</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	213,832	(5,167)	(101,139)	4,735
<u>Other Financing Sources:</u>				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	213,832	(5,167)	(101,139)	4,735
<i>Fund Balances (Deficit) at Beginning of Year</i>	<u>260,598</u>	<u>5,922</u>	<u>37,557</u>	<u>(21,957)</u>
<i>Fund Balances (Deficit) at End of Year</i>	<u>\$474,430</u>	<u>\$755</u>	<u>(\$63,582)</u>	<u>(\$17,222)</u>

Title VI	Drug Free Schools	IDEA Preschool	Title VI-R	Title II-D	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$62,333
1,803	12,411	1,200	151,788	55,747	3,126,491
0	0	0	0	0	38,099
0	0	0	0	0	170,567
0	0	0	0	0	243,436
0	0	0	0	0	7,119
0	0	0	0	0	96,245
<u>1,803</u>	<u>12,411</u>	<u>1,200</u>	<u>151,788</u>	<u>55,747</u>	<u>3,744,290</u>
7,424	9,306	0	154,359	7,079	940,709
0	0	0	0	0	487,938
0	0	0	0	0	241,735
0	7,550	0	0	3,821	40,246
0	0	0	0	2,248	569,822
0	0	0	0	0	187,307
0	0	0	0	0	2,681
0	0	0	0	0	290,066
0	0	0	0	0	13,763
0	0	0	0	0	912,795
0	0	0	0	0	49,532
0	0	0	0	0	219,709
<u>7,424</u>	<u>16,856</u>	<u>0</u>	<u>154,359</u>	<u>13,148</u>	<u>3,956,303</u>
(5,621)	(4,445)	1,200	(2,571)	42,599	(212,013)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>203,873</u>
(5,621)	(4,445)	1,200	(2,571)	42,599	(8,140)
<u>5,880</u>	<u>4,445</u>	<u>0</u>	<u>(22,820)</u>	<u>12</u>	<u>648,430</u>
<u>\$259</u>	<u>\$0</u>	<u>\$1,200</u>	<u>(\$25,391)</u>	<u>\$42,611</u>	<u>\$640,290</u>

Waverly City School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2009

	Permanent Improvement	Construction	Total Nonmajor Capital Projects Funds
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$248,747	\$235,657	\$484,404
<u>Fund Balances:</u>			
Reserved for Encumbrances	\$0	\$116	\$116
Unreserved, Undesignated	248,747	235,541	484,288
<i>Total Fund Balances</i>	\$248,747	\$235,657	\$484,404

Waverly City School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Capital Projects Funds

For the Fiscal Year Ended June 30, 2009

	<u>Permanent Improvement</u>	<u>Construction</u>	<u>Total Nonmajor Capital Projects Funds</u>
<u>Revenues:</u>			
Intergovernmental	\$0	\$404	\$404
<u>Expenditures:</u>			
Capital Outlay	<u>0</u>	<u>16,713</u>	<u>16,713</u>
<i>Net Change in Fund Balances</i>	0	(16,309)	(16,309)
<i>Fund Balances at Beginning of Year</i>	<u>248,747</u>	<u>251,966</u>	<u>500,713</u>
<i>Fund Balances at End of Year</i>	<u><u>\$248,747</u></u>	<u><u>\$235,657</u></u>	<u><u>\$484,404</u></u>

Waverly City School District
Statement of Changes in Fiduciary Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2009

<u>STUDENT MANAGED ACTIVITY</u>	<u>Balance at 6/30/08</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at 6/30/09</u>
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$21,824	\$39,138	\$36,136	\$24,826
<u>Liabilities:</u>				
Undistributed Monies	\$21,824	\$39,138	\$36,136	\$24,826

Waverly City School District

**Individual Fund Schedules of Revenues, Expenditures / Expenses
and Changes in Fund Balance / Fund Equity – Budget (Non-GAAP Basis)
and Actual**

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with
	Original	Final	Actual	Final Budget Positive (Negative)
<u>Revenues:</u>				
Property Taxes	\$4,332,879	\$3,208,469	\$3,208,469	\$0
Intergovernmental	9,743,931	10,330,422	10,330,422	0
Interest	100,573	97,550	106,627	9,077
Tuition and Fees	662,386	702,255	702,255	0
Rent	2,674	2,835	2,835	0
Gifts and Donations	3,083	3,269	3,269	0
Payments in Lieu of Taxes	15,192	16,106	16,106	0
Miscellaneous	507	452	538	86
<i>Total Revenues</i>	<u>14,861,225</u>	<u>14,361,358</u>	<u>14,370,521</u>	<u>9,163</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	4,581,921	4,611,194	4,611,194	0
Fringe Benefits	1,443,957	1,428,651	1,428,651	0
Purchased Services	311,852	296,348	296,348	0
Materials and Supplies	163,941	258,406	258,406	0
Capital Outlay - New	48,942	121,495	121,495	0
Other	5,467	5,294	5,294	0
Total Regular	<u>6,556,080</u>	<u>6,721,388</u>	<u>6,721,388</u>	<u>0</u>
Special:				
Salaries and Wages	656,162	704,577	704,577	0
Fringe Benefits	200,567	217,636	217,636	0
Purchased Services	262,893	373,726	373,726	0
Materials and Supplies	8,285	13,914	13,914	0
Capital Outlay - New	2,623	590	590	0
Other	660	753	753	0
Total Special	<u>1,131,190</u>	<u>1,311,196</u>	<u>1,311,196</u>	<u>0</u>
Vocational:				
Salaries and Wages	107,251	113,244	113,244	0
Fringe Benefits	36,052	37,018	37,018	0
Purchased Services	445	413	413	0
Materials and Supplies	37,962	25,556	25,556	0
Capital Outlay - New	836	0	0	0
Other	121	127	127	0
Total Vocational	<u>182,667</u>	<u>176,358</u>	<u>176,358</u>	<u>0</u>
Other:				
Purchased Services	567,183	596,513	596,513	0
Total Instruction	<u>\$8,437,120</u>	<u>\$8,805,455</u>	<u>\$8,805,455</u>	<u>\$0</u>

(continued)

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2009
(Continued)

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Support Services:				
Pupils:				
Salaries and Wages	\$454,302	\$388,733	\$388,733	\$0
Fringe Benefits	142,967	122,556	122,556	0
Purchased Services	257,179	218,935	218,935	0
Materials and Supplies	7,463	4,322	4,322	0
Capital Outlay - New	253	70	70	0
Other	568	542	542	0
Total Pupils	862,732	735,158	735,158	0
Instructional Staff:				
Salaries and Wages	382,695	344,890	344,890	0
Fringe Benefits	169,542	166,965	166,965	0
Purchased Services	8,986	11,597	11,597	0
Materials and Supplies	11,102	11,833	11,833	0
Capital Outlay - New	434	1,544	1,544	0
Capital Outlay - Replacement	160	0	0	0
Other	403	436	436	0
Total Instructional Staff	573,322	537,265	537,265	0
Board of Education:				
Salaries and Wages	12,750	9,250	9,250	0
Fringe Benefits	2,510	2,305	2,305	0
Purchased Services	6,431	8,300	8,300	0
Materials and Supplies	1,319	1,864	1,864	0
Other	27,502	28,046	28,046	0
Total Board of Education	50,512	49,765	49,765	0
Administration:				
Salaries and Wages	671,491	631,144	631,144	0
Fringe Benefits	211,793	203,957	203,957	0
Purchased Services	95,534	97,570	97,510	60
Materials and Supplies	7,859	6,566	6,566	0
Capital Outlay - New	3,522	1,948	1,948	0
Other	3,618	2,633	2,633	0
Total Administration	993,817	943,818	943,758	60
Fiscal:				
Salaries and Wages	149,652	154,419	154,419	0
Fringe Benefits	61,037	61,260	61,260	0
Purchased Services	9,449	10,372	10,372	0
Materials and Supplies	3,032	2,997	2,997	0
Capital Outlay - New	0	668	668	0
Other	236,171	186,133	186,133	0
Total Fiscal	\$459,341	\$415,849	\$415,849	\$0

(continued)

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2009
(Continued)

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Operation and Maintenance of Plant:				
Salaries and Wages	\$518,002	\$529,218	\$529,218	\$0
Fringe Benefits	246,191	235,982	235,982	0
Purchased Services	986,854	1,140,072	1,140,072	0
Materials and Supplies	108,646	170,742	170,742	0
Capital Outlay - New	12,104	7,689	7,689	0
Other	27,556	29,397	29,397	0
Total Operation and Maintenance of Plant	1,899,353	2,113,100	2,113,100	0
Pupil Transportation:				
Salaries and Wages	441,223	431,170	431,170	0
Fringe Benefits	306,676	295,158	295,158	0
Purchased Services	60,337	53,861	53,861	0
Materials and Supplies	233,084	181,452	181,452	0
Capital Outlay - New	2,941	5,571	5,571	0
Capital Outlay - Replacement	90,935	0	0	0
Other	14,211	13,410	13,410	0
Total Pupil Transportation	1,149,407	980,622	980,622	0
Central:				
Purchased Services	10,210	8,065	8,005	60
Total Support Services	5,998,694	5,783,642	5,783,522	120
Operation of Non-Instructional Services:				
Food Service Operations:				
Salaries and Wages	1,008	912	912	0
Fringe Benefits	192	172	172	0
Purchased Services	0	7,962	7,962	0
Materials and Supplies	3,821	8,244	8,244	0
Capital Outlay - New	0	17,036	17,036	0
Total Operation of Non-Instructional Services	5,021	34,326	34,326	0
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries and Wages	33,209	29,757	29,757	0
Fringe Benefits	5,136	3,953	3,953	0
Purchased Services	275	75	75	0
Materials and Supplies	216	0	0	0
Total Academic and Subject Oriented Activities	38,836	33,785	33,785	0
Sports Oriented Activities:				
Salaries and Wages	166,081	166,287	166,287	0
Fringe Benefits	31,359	32,256	32,256	0
Purchased Services	3,698	1,794	1,794	0
Materials and Supplies	176	3,036	3,036	0
Other	40	41	41	0
Total Sports Oriented Activities	\$201,354	\$203,414	\$203,414	\$0

(continued)

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2009
(Continued)

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
School and Public Service Activities:				
Salaries and Wages	\$13,642	\$9,167	\$9,167	\$0
Fringe Benefits	1,312	1,291	1,291	0
Total School and Public Service Activities	<u>14,954</u>	<u>10,458</u>	<u>10,458</u>	<u>0</u>
Total Extracurricular Activities	<u>255,144</u>	<u>247,657</u>	<u>247,657</u>	<u>0</u>
Capital Outlay:				
Architecture and Engineering Services:				
Purchased Services	2,944	0	0	0
Debt Service:				
Principal Retirement	56,772	62,509	62,509	0
Interest and Fiscal Charges	74,250	68,513	68,513	0
Total Debt Service	<u>131,022</u>	<u>131,022</u>	<u>131,022</u>	<u>0</u>
<i>Total Expenditures</i>	<u>14,829,945</u>	<u>15,002,102</u>	<u>15,001,982</u>	<u>120</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>31,280</u>	<u>(640,744)</u>	<u>(631,461)</u>	<u>9,283</u>
<u>Other Financing Sources (Uses):</u>				
Proceeds from Sale of Capital Assets	2,500	2,500	2,500	0
Refund of Prior Year Expenditures	8	8	8	0
Refund of Prior Year Receipts	0	(82,424)	(82,424)	0
Advances In	8,766	8,766	8,766	0
Advances Out	(1,600)	(1,629)	(1,629)	0
Transfers Out	0	(296,984)	(296,984)	0
<i>Total Other Financing Sources (Uses)</i>	<u>9,674</u>	<u>(369,763)</u>	<u>(369,763)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	40,954	(1,010,507)	(1,001,224)	9,283
<i>Fund Balance at Beginning of Year</i>	2,908,800	2,908,800	2,908,800	0
<i>Prior Year Encumbrances Appropriated</i>	<u>226,110</u>	<u>226,110</u>	<u>226,110</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$3,175,864</u>	<u>\$2,124,403</u>	<u>\$2,133,686</u>	<u>\$9,283</u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Debt Service Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$747,654	\$575,821	\$575,821	\$0
Intergovernmental	92,353	119,205	119,205	0
<i>Total Revenues</i>	840,007	695,026	695,026	0
<u>Expenditures:</u>				
Current:				
Support Services:				
Fiscal:				
Other	29,136	24,513	24,513	0
Debt Service:				
Principal Retirement	421,185	414,867	414,867	0
Interest and Fiscal Charges	278,464	266,912	266,912	0
<i>Total Debt Service</i>	699,649	681,779	681,779	0
<i>Total Expenditures</i>	728,785	706,292	706,292	0
<i>Excess of Revenues Over (Under) Expenditures</i>	111,222	(11,266)	(11,266)	0
<u>Other Financing Sources (Uses):</u>				
Transfers In	0	92,353	92,353	0
<i>Net Change in Fund Balance</i>	111,222	81,087	81,087	0
<i>Fund Balance at Beginning of Year</i>	660,124	660,124	660,124	0
<i>Fund Balance at End of Year</i>	\$771,346	\$741,211	\$741,211	\$0

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Services Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
<u>Revenues:</u>				
Intergovernmental	\$367,054	\$449,306	\$449,306	\$0
Customer Services	198,871	235,765	243,436	7,671
<i>Total Revenues</i>	<u>565,925</u>	<u>685,071</u>	<u>692,742</u>	<u>7,671</u>
<u>Expenditures:</u>				
Current:				
Operation of Non-Instructional Services:				
Food Service:				
Salaries	217,819	211,557	211,557	0
Fringe Benefits	151,667	153,933	153,933	0
Purchased Services	13,189	6,018	6,018	0
Materials and Supplies	380,177	510,693	510,693	0
Other	269	244	244	0
<i>Total Expenditures</i>	<u>763,121</u>	<u>882,445</u>	<u>882,445</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(197,196)	(197,374)	(189,703)	7,671
<u>Other Financing Sources:</u>				
Transfers In	196,823	196,823	196,823	0
<i>Net Change in Fund Balance</i>	(373)	(551)	7,120	7,671
<i>Fund Balance at Beginning of Year</i>	6	6	6	0
<i>Prior Year Encumbrances Appropriated</i>	545	545	545	0
<i>Fund Balance at End of Year</i>	<u>\$178</u>	<u>\$0</u>	<u>\$7,671</u>	<u>\$7,671</u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Uniform School Supplies Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
<u>Revenues:</u>				
Tuition and Fees	\$14,334	\$15,119	\$15,119	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Materials and Supplies	<u>21,384</u>	<u>22,169</u>	<u>22,169</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(7,050)	(7,050)	(7,050)	0
<u>Other Financing Sources:</u>				
Transfers In	<u>7,050</u>	<u>7,050</u>	<u>7,050</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance at Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Extracurricular Activities	\$61,070	\$38,639	\$38,844	\$205
Gifts and Donations	15,668	9,966	9,966	0
Miscellaneous	8,643	5,497	5,497	0
<i>Total Revenues</i>	<i>85,381</i>	<i>54,102</i>	<i>54,307</i>	<i>205</i>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Purchased Services	4,427	0	0	0
Materials and Supplies	8,521	8,792	8,792	0
Total Regular	12,948	8,792	8,792	0
Special:				
Purchased Services	675	644	644	0
Total Instruction	13,623	9,436	9,436	0
Support Services:				
Pupils:				
Purchased Services	3,857	3,040	3,040	0
Materials and Supplies	7,913	3,554	3,554	0
Capital Outlay - New	525	0	0	0
Total Pupils	12,295	6,594	6,594	0
Instructional Staff:				
Purchased Services	1,200	0	0	0
Administration:				
Purchased Services	26	0	0	0
Materials and Supplies	36,115	26,218	26,218	0
Capital Outlay - New	0	4,013	4,013	0
Other	16,987	4,409	4,409	0
Total Administration	53,128	34,640	34,640	0
Total Support Services	\$66,623	\$41,234	\$41,234	\$0

(continued)

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Special Revenue Fund
For the Fiscal Year Ended June 30, 2009
(Continued)

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive (Negative)
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Materials and Supplies	\$5,191	\$7,232	\$7,232	\$0
<i>Total Expenditures</i>	<u>85,437</u>	<u>57,902</u>	<u>57,902</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(56)	(3,800)	(3,595)	205
<i>Fund Balance at Beginning of Year</i>	54,281	54,281	54,281	0
<i>Prior Year Encumbrances Appropriated</i>	<u>4,978</u>	<u>4,978</u>	<u>4,978</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$59,203</u></u>	<u><u>\$55,459</u></u>	<u><u>\$55,664</u></u>	<u><u>\$205</u></u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Latchkey Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Tuition and Fees	\$22,442	\$22,980	\$22,980	\$0
<u>Expenditures:</u>				
Current:				
Support Services:				
Pupils:				
Materials and Supplies	3,218	286	286	0
Instructional Staff:				
Salaries and Wages	13,487	14,147	14,147	0
Fringe Benefits	2,169	2,548	2,548	0
Total Instructional Staff	15,656	16,695	16,695	0
<i>Total Expenditures</i>	18,874	16,981	16,981	0
<i>Net Change in Fund Balance</i>	3,568	5,999	5,999	0
<i>Fund Balance at Beginning of Year</i>	14,488	14,488	14,488	0
<i>Fund Balance at End of Year</i>	<u>\$18,056</u>	<u>\$20,487</u>	<u>\$20,487</u>	<u>\$0</u>

WAVERLY CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Classroom Facilities Maintenance Special Revenue Fund
 For the Fiscal Year Ended June 30, 2009*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Property Taxes	\$88,149	\$63,286	\$63,286	\$0
Intergovernmental	47,460	65,694	65,694	0
<i>Total Revenues</i>	<u>135,609</u>	<u>128,980</u>	<u>128,980</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Support Services:				
Fiscal:				
Other	3,368	2,681	2,681	0
Operation and Maintenance of Plant:				
Purchased Services	190,455	198,464	198,464	0
Materials and Supplies	29,826	50,670	50,670	0
Capital Outlay - New	3,867	49,121	49,121	0
Total Operation and Maintenance of Plant	<u>224,148</u>	<u>298,255</u>	<u>298,255</u>	<u>0</u>
<i>Total Expenditures</i>	<u>227,516</u>	<u>300,936</u>	<u>300,936</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(91,907)	(171,956)	(171,956)	0
<i>Fund Balance at Beginning of Year</i>	185,771	185,771	185,771	0
<i>Prior Year Encumbrances Appropriated</i>	33,655	33,655	33,655	0
<i>Fund Balance at End of Year</i>	<u>\$127,519</u>	<u>\$47,470</u>	<u>\$47,470</u>	<u>\$0</u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Athletics Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Extracurricular Activities	\$193,443	\$170,567	\$170,567	\$0
Gifts and Donations	8,074	7,119	7,119	0
Miscellaneous	47,563	41,948	41,938	(10)
<i>Total Revenues</i>	<u>249,080</u>	<u>219,634</u>	<u>219,624</u>	<u>(10)</u>
<u>Expenditures:</u>				
Current:				
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Purchased Services	44,603	3,132	3,132	0
Materials and Supplies	107,405	19,461	19,461	0
Capital Outlay - New	8,169	857	857	0
Other	56,105	37,897	37,897	0
Total Academic and Subject Oriented Activities	<u>216,282</u>	<u>61,347</u>	<u>61,347</u>	<u>0</u>
Sports Oriented Activities:				
Purchased Services	7,750	43,662	43,662	0
Materials and Supplies	6,791	70,306	70,306	0
Capital Outlay - New	2,683	7,247	7,247	0
Capital Outlay - Replacement	0	80	80	0
Other	29,372	40,647	40,647	0
Total Sports Oriented Activities	<u>46,596</u>	<u>161,942</u>	<u>161,942</u>	<u>0</u>
<i>Total Expenditures</i>	<u>262,878</u>	<u>223,289</u>	<u>223,289</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(13,798)	(3,655)	(3,665)	(10)
<u>Other Financing Sources:</u>				
Advances In	0	1,629	1,629	0
<i>Net Change in Fund Balance</i>	(13,798)	(2,026)	(2,036)	(10)
<i>Fund Balance at Beginning of Year</i>	61,675	61,675	61,675	0
<i>Prior Year Encumbrances Appropriated</i>	8,341	8,341	8,341	0
<i>Fund Balance at End of Year</i>	<u>\$56,218</u>	<u>\$67,990</u>	<u>\$67,980</u>	<u>(\$10)</u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Auxiliary Services Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<u>Revenues:</u>				
Intergovernmental	\$59,772	\$49,580	\$49,580	\$0
<u>Expenditures:</u>				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	24,680	22,426	22,426	0
Fringe Benefits	3,888	3,564	3,564	0
Purchased Services	129	1,819	1,819	0
Materials and Supplies	10,769	22,082	22,082	0
Capital Outlay - New	6,374	2,963	2,963	0
<i>Total Expenditures</i>	45,840	52,854	52,854	0
<i>Net Change in Fund Balance</i>	13,932	(3,274)	(3,274)	0
<i>Fund Balance at Beginning of Year</i>	203	203	203	0
<i>Prior Year Encumbrances Appropriated</i>	13,932	13,932	13,932	0
<i>Fund Balance at End of Year</i>	\$28,067	\$10,861	\$10,861	\$0

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Education Management Information Systems Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
<u>Revenues:</u>				
Intergovernmental	\$6,953	\$5,828	\$5,828	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Purchased Services	6,066	8,781	8,781	0
Support Services:				
Pupils:				
Salaries and Wages	8,000	4,000	4,000	0
<i>Total Expenditures</i>	14,066	12,781	12,781	0
<i>Net Change in Fund Balance</i>	(7,113)	(6,953)	(6,953)	0
<i>Fund Balance at Beginning of Year</i>	0	0	0	0
<i>Prior Year Encumbrances Appropriated</i>	6,953	6,953	6,953	0
<i>Fund Balance (Deficit) at End of Year</i>	(\$160)	\$0	\$0	\$0

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Preschool Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$136,647	\$124,584	\$124,584	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	92,629	85,435	85,435	0
Fringe Benefits	20,223	15,215	15,215	0
Total Instruction	112,852	100,650	100,650	0
Support Services:				
Instructional Staff:				
Salaries and Wages	11,599	11,023	11,023	0
Fringe Benefits	2,301	1,997	1,997	0
Total Support Services	13,900	13,020	13,020	0
<i>Total Expenditures</i>	126,752	113,670	113,670	0
<i>Net Change in Fund Balance</i>	9,895	10,914	10,914	0
<i>Fund Balance at Beginning of Year</i>	2,411	2,411	2,411	0
<i>Prior Year Encumbrances Appropriated</i>	8	8	8	0
<i>Fund Balance at End of Year</i>	\$12,314	\$13,333	\$13,333	\$0

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
OneNet Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$0	\$12,000	\$12,000	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Purchased Services	24,000	24,000	24,000	0
<i>Net Change in Fund Balance</i>	(24,000)	(12,000)	(12,000)	0
<i>Fund Balance at Beginning of Year</i>	0	0	0	0
<i>Prior Year Encumbrances Appropriated</i>	12,000	12,000	12,000	0
<i>Fund Balance (Deficit) at End of Year</i>	<u>(\$12,000)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
SchoolNet Professional Development Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$0	\$2,970	\$2,970	\$0
<u>Expenditures:</u>				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	<u>2,970</u>	<u>4,320</u>	<u>4,320</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(2,970)	(1,350)	(1,350)	0
<i>Fund Balance at Beginning of Year</i>	1,167	1,167	1,167	0
<i>Prior Year Encumbrances Appropriated</i>	<u>1,350</u>	<u>1,350</u>	<u>1,350</u>	<u>0</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>(\$453)</u>	<u>\$1,167</u>	<u>\$1,167</u>	<u>\$0</u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Poverty Based Assistance Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$1,304,986	\$1,218,671	\$1,218,671	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	433,193	466,082	466,082	0
Fringe Benefits	152,434	151,444	151,444	0
Materials and Supplies	7,000	6,863	6,863	0
Total Regular	592,627	624,389	624,389	0
Special:				
Salaries and Wages	12,005	12,005	12,005	0
Fringe Benefits	1,855	1,903	1,903	0
Total Special	13,860	13,908	13,908	0
Other:				
Salaries and Wages	92,695	95,274	95,274	0
Fringe Benefits	41,536	42,985	42,985	0
Purchased Services	7,904	17,353	17,353	0
Materials and Supplies	794	2,900	2,900	0
Capital Outlay - New	71,095	77,707	77,707	0
Total Other	214,024	236,219	236,219	0
Total Instruction	820,511	874,516	874,516	0
Support Services:				
Pupils:				
Salaries and Wages	100,495	100,495	100,495	0
Fringe Benefits	35,183	35,581	35,581	0
Purchased Services	32,000	32,000	32,000	0
Total Pupils	167,678	168,076	168,076	0
Instructional Staff:				
Salaries and Wages	100,601	121,365	121,365	0
Fringe Benefits	52,133	57,727	57,727	0
Total Instructional Staff	152,734	179,092	179,092	0
Total Support Services	320,412	347,168	347,168	0
<i>Total Expenditures</i>	1,140,923	1,221,684	1,221,684	0
<i>Net Change in Fund Balance</i>	164,063	(3,013)	(3,013)	0
<i>Fund Balance at Beginning of Year</i>	298,480	298,480	298,480	0
<i>Prior Year Encumbrances Appropriated</i>	302,200	302,200	302,200	0
<i>Fund Balance at End of Year</i>	\$764,743	\$597,667	\$597,667	\$0

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous State Grants Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$5,193	\$5,115	\$5,115	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Materials and Supplies	10,288	2,976	2,976	0
Other:				
Purchased Services	8,098	4,335	4,335	0
Materials and Supplies	13,859	3,000	3,000	0
Total Other	21,957	7,335	7,335	0
<i>Total Expenditures</i>	32,245	10,311	10,311	0
<i>Net Change in Fund Balance</i>	(27,052)	(5,196)	(5,196)	0
<i>Fund Balance at Beginning of Year</i>	758	758	758	0
<i>Prior Year Encumbrances Appropriated</i>	5,193	5,193	5,193	0
<i>Fund Balance (Deficit) at End of Year</i>	(\$21,101)	\$755	\$755	\$0

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$513,423	\$513,423	\$513,423	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Special:				
Salaries and Wages	188,659	198,671	198,671	0
Fringe Benefits	42,892	45,026	45,026	0
Materials and Supplies	687	0	0	0
Total Instruction	<u>232,238</u>	<u>243,697</u>	<u>243,697</u>	<u>0</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	56,488	67,691	67,691	0
Fringe Benefits	38,448	46,139	46,139	0
Total Instructional Staff	<u>94,936</u>	<u>113,830</u>	<u>113,830</u>	<u>0</u>
Administration:				
Salaries and Wages	106,304	107,064	107,064	0
Fringe Benefits	47,389	49,040	49,040	0
Total Administration	<u>153,693</u>	<u>156,104</u>	<u>156,104</u>	<u>0</u>
Pupil Transportation:				
Purchased Services	32,978	13,638	13,638	0
Total Support Services	<u>281,607</u>	<u>283,572</u>	<u>283,572</u>	<u>0</u>
Total Expenditures	<u>513,845</u>	<u>527,269</u>	<u>527,269</u>	<u>0</u>
Net Change in Fund Balance	(422)	(13,846)	(13,846)	0
Fund Balance at Beginning of Year	102	102	102	0
Prior Year Encumbrances Appropriated	<u>13,744</u>	<u>13,744</u>	<u>13,744</u>	<u>0</u>
Fund Balance at End of Year	<u>\$13,424</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$774,391	\$563,097	\$563,097	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Special:				
Salaries and Wages	159,298	179,250	179,250	0
Fringe Benefits	60,196	59,301	59,301	0
Total Instruction	219,494	238,551	238,551	0
Support Services:				
Pupils:				
Salaries and Wages	16,337	4,053	4,053	0
Fringe Benefits	7,857	8,087	8,087	0
Materials and Supplies	507	0	0	0
Total Pupils	24,701	12,140	12,140	0
Instructional Staff:				
Salaries and Wages	188,893	184,762	184,762	0
Fringe Benefits	77,535	68,578	68,578	0
Purchased Services	0	5,394	5,394	0
Total Instructional Staff	266,428	258,734	258,734	0
Total Support Services	291,129	270,874	270,874	0
<i>Total Expenditures</i>	510,623	509,425	509,425	0
<i>Net Change in Fund Balance</i>	263,768	53,672	53,672	0
<i>Fund Balance at Beginning of Year</i>	9,733	9,733	9,733	0
<i>Prior Year Encumbrances Appropriated</i>	128	128	128	0
<i>Fund Balance at End of Year</i>	<u>\$273,629</u>	<u>\$63,533</u>	<u>\$63,533</u>	<u>\$0</u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$7,698	\$7,076	\$7,076	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	9,054	7,424	7,424	0
<i>Excess of Revenues Under Expenditures</i>	(1,356)	(348)	(348)	0
<u>Other Financing Uses:</u>				
Advances Out	0	(5,273)	(5,273)	0
<i>Net Change in Fund Balance</i>	(1,356)	(5,621)	(5,621)	0
<i>Fund Balance at Beginning of Year</i>	259	259	259	0
<i>Prior Year Encumbrances Appropriated</i>	5,621	5,621	5,621	0
<i>Fund Balance at End of Year</i>	<u>\$4,524</u>	<u>\$259</u>	<u>\$259</u>	<u>\$0</u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Schools Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$15,754	\$15,754	\$15,754	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	8,447	7,284	7,284	0
Fringe Benefits	648	524	524	0
Materials and Supplies	1,426	1,503	1,503	0
Total Instruction	10,521	9,311	9,311	0
Support Services:				
Pupils:				
Purchased Services	1,813	7,550	7,550	0
<i>Total Expenditures</i>	12,334	16,861	16,861	0
<i>Excess of Revenues Over (Under) Expenditures</i>	3,420	(1,107)	(1,107)	0
<u>Other Financing Uses:</u>				
Advances Out	0	(3,493)	(3,493)	0
<i>Net Change in Fund Balance</i>	3,420	(4,600)	(4,600)	0
<i>Fund Balance at Beginning of Year</i>	0	0	0	0
<i>Prior Year Encumbrances Appropriated</i>	4,600	4,600	4,600	0
<i>Fund Balance at End of Year</i>	<u>\$8,020</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
IDEA Preschool Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$0	\$1,200	\$1,200	\$0
<u>Expenditures:</u>	0	0	0	0
<i>Net Change in Fund Balance</i>	0	1,200	1,200	0
<i>Fund Balance at Beginning of Year</i>	0	0	0	0
<i>Fund Balance at End of Year</i>	\$0	\$1,200	\$1,200	\$0

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-R Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$151,650	\$151,788	\$151,788	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	94,408	113,064	113,064	0
Fringe Benefits	43,816	39,391	39,391	0
Total Regular	138,224	152,455	152,455	0
Support Services:				
Instructional Staff:				
Purchased Services	4,907	432	432	0
Operation of Non-Instructional Services:				
Services:				
Community Services:				
Purchased Services	200	0	0	0
<i>Total Expenditures</i>	<u>143,331</u>	<u>152,887</u>	<u>152,887</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	8,319	(1,099)	(1,099)	0
<i>Fund Balance at Beginning of Year</i>	<u>1,099</u>	<u>1,099</u>	<u>1,099</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$9,418</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title II-D Special Revenue Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$53,420	\$55,747	\$55,747	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Capital Outlay - New	3,809	49,689	49,689	0
Support Services:				
Pupils:				
Purchased Services	0	3,821	3,821	0
Instructional Staff:				
Purchased Services	3,430	3,988	3,988	0
Total Support Services	3,430	7,809	7,809	0
<i>Total Expenditures</i>	<u>7,239</u>	<u>57,498</u>	<u>57,498</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	46,181	(1,751)	(1,751)	0
<i>Fund Balance at Beginning of Year</i>	0	0	0	0
<i>Prior Year Encumbrances Appropriated</i>	<u>1,751</u>	<u>1,751</u>	<u>1,751</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$47,932</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Construction Capital Projects Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues:</u>				
Intergovernmental	\$14,856	\$404	\$404	\$0
<u>Expenditures:</u>				
Capital Outlay:				
Architecture and Engineering Services:				
Services:				
Purchased Services	61,276	404	404	0
Building Acquisition and Construction Services:				
Purchased Services	17,130	16,425	16,425	0
<i>Total Expenditures</i>	<u>78,406</u>	<u>16,829</u>	<u>16,829</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(63,550)	(16,425)	(16,425)	0
<i>Fund Balance at Beginning of Year</i>	<u>251,966</u>	<u>251,966</u>	<u>251,966</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$188,416</u></u>	<u><u>\$235,541</u></u>	<u><u>\$235,541</u></u>	<u><u>\$0</u></u>

WAVERLY CITY SCHOOL DISTRICT
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
MAX 105 Plan Internal Service Fund
For the Fiscal Year Ended June 30, 2009

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Charges for Services	\$163,900	\$221,283	\$221,283	\$0
<u>Expenses:</u>				
Fringe Benefits	100,462	225,056	225,056	0
<i>Net Change in Fund Equity</i>	63,438	(3,773)	(3,773)	0
<i>Fund Equity at Beginning of Year</i>	63,438	63,438	63,438	0
<i>Prior Year Encumbrances Appropriated</i>	23,557	23,557	23,557	0
<i>Fund Equity at End of Year</i>	<u>\$150,433</u>	<u>\$83,222</u>	<u>\$83,222</u>	<u>\$0</u>

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WAVERLY CITY SCHOOL DISTRICT

STATISTICAL SECTION



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WAVERLY CITY SCHOOL DISTRICT
Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	S2-S13
Revenue Capacity These schedules contain information to help the reader assess the School District's most significant local revenue source, the property tax.	S14-S19
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S21-S25
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	S26-S27
Operating Information These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S28-S38

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant fiscal year. The School District implemented GASB Statement No. 34 in 2001; schedules presenting government-wide information include information beginning in that fiscal year.

WAVERLY CITY SCHOOL DISTRICT

Net Assets by Component

Last Nine Fiscal Years

(accrual basis of accounting)

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	\$5,228,431	\$8,316,620	\$26,963,872	\$42,498,447
Restricted for:				
Capital Projects	35,627,177	32,189,667	13,767,588	428,569
Debt Service	331,873	239,627	335,090	227,525
Set-Asides	0	0	57,076	57,076
Other Purposes	192,951	261,702	86,781	81,599
Unrestricted (Deficit)	<u>4,497,631</u>	<u>4,711,608</u>	<u>4,950,635</u>	<u>3,193,962</u>
Total Governmental Activities Net Assets	<u>\$45,878,063</u>	<u>\$45,719,224</u>	<u>\$46,161,042</u>	<u>\$46,487,178</u>

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$43,103,982	\$39,938,314	\$38,033,116	\$36,384,781	\$34,948,915
144,721	346,611	276,606	500,713	484,404
306,327	450,539	706,469	708,041	813,132
57,076	57,076	57,076	129,330	57,076
444,864	714,526	740,264	671,754	681,860
<u>(244,629)</u>	<u>1,181,058</u>	<u>1,536,608</u>	<u>1,328,662</u>	<u>187,761</u>
<u><u>\$43,812,341</u></u>	<u><u>\$42,688,124</u></u>	<u><u>\$41,350,139</u></u>	<u><u>\$39,723,281</u></u>	<u><u>\$37,173,148</u></u>

WAVERLY CITY SCHOOL DISTRICT

Changes in Net Assets

Last Nine Fiscal Years

(accrual basis of accounting)

	2001	2002	2003	2004
Expenses				
Governmental Activities:				
Instruction:				
Regular	\$5,924,366	\$7,277,328	\$6,708,113	\$7,621,366
Special	1,109,969	1,248,682	1,069,035	1,190,478
Vocational	149,069	123,634	171,496	147,756
Student Intervention Services	45,511	0	0	0
Support Services:				
Pupils	607,246	827,551	781,774	827,706
Instructional Staff	947,256	816,270	1,095,531	1,158,050
Board of Education	38,851	46,775	63,940	45,493
Administration	973,537	1,017,178	1,018,692	1,158,011
Fiscal	360,285	445,742	376,787	425,265
Business	44,894	0	0	0
Operation and Maintenance of Plant	1,068,241	1,054,328	1,156,317	1,249,016
Pupil Transportation	797,019	788,353	886,792	988,140
Central	16,224	19,844	12,339	16,945
Operation of Non-Instructional Services	646,024	699,914	689,598	694,686
Extracurricular Activities	414,154	412,523	449,068	504,173
Intergovernmental	42,109	297,617	425,391	534,151
Interest and Fiscal Charges	256,783	461,276	591,291	266,705
<i>Total Governmental Activities Expenses</i>	<u>13,441,538</u>	<u>15,537,015</u>	<u>15,496,164</u>	<u>16,827,941</u>
Program Revenues				
Governmental Activities:				
Charges for Services and Sales				
Instruction:				
Regular	49,244	199,866	255,338	531,435
Special	30,724	15,969	1,029	0
Support Services				
Pupils	12,670	9,284	12,622	18,046
Instructional Staff	23,675	19,933	20,130	2,538
Administration	10,593	9,517	10,806	0
Operation and Maintenance of Plant	0	3,955	2,065	2,030
Pupil Transportation	1,194	146	382	0
Operation of Non-Instructional Services	201,859	226,742	208,122	218,782
Extracurricular Activities	129,622	136,351	187,589	135,758
Operating Grants and Contributions	2,152,351	2,632,270	2,904,380	3,210,572
Capital Grants and Contributions	145,870	62,320	0	46,200
<i>Total Governmental Activities Program Revenues</i>	<u>2,757,802</u>	<u>3,316,353</u>	<u>3,602,463</u>	<u>4,165,361</u>
Net (Expense)/Revenue	<u>(\$10,683,736)</u>	<u>(\$12,220,662)</u>	<u>(\$11,893,701)</u>	<u>(\$12,662,580)</u>

2005	2006	2007	2008	2009
\$7,565,359	\$9,571,763	\$9,386,064	\$8,916,794	\$9,396,536
1,157,809	1,556,186	1,494,042	1,744,791	1,933,202
81,722	163,007	156,332	187,698	183,116
0	0	270,876	177,633	205,729
995,277	980,844	1,013,553	989,280	1,010,407
1,187,689	1,600,404	1,467,084	1,473,050	1,468,477
39,830	55,275	48,623	50,312	48,071
1,321,229	1,291,218	1,294,677	1,242,859	1,211,151
404,189	521,358	447,155	517,350	482,264
0	0	0	0	0
1,266,638	1,842,924	1,856,356	1,938,104	2,286,324
960,198	1,010,008	1,124,930	1,144,042	1,087,028
10,684	7,563	8,095	3,899	2,171
696,460	943,882	930,361	979,710	1,120,017
486,903	514,390	558,347	533,366	482,571
36,425	0	0	0	0
419,334	415,770	421,127	447,098	372,228
16,629,746	20,474,592	20,477,622	20,345,986	21,289,292
535,139	543,289	575,170	696,716	717,374
0	0	0	0	0
6,981	5,405	4,845	2,244	0
13,109	20,335	19,380	20,198	22,980
0	0	0	0	0
2,400	2,455	2,830	2,498	2,835
0	0	0	0	0
247,044	260,757	246,524	255,540	243,436
134,744	165,503	283,613	240,931	170,567
2,798,447	2,502,358	2,567,524	2,628,571	2,547,683
7,900	29,248	5,750	3,750	2,500
3,745,764	3,529,350	3,705,636	3,850,448	3,707,375
(\$12,883,982)	(\$16,945,242)	(\$16,771,986)	(\$16,495,538)	(\$17,581,917)

(continued)

WAVERLY CITY SCHOOL DISTRICT

*Changes in Net Assets
Last Nine Fiscal Years
(accrual basis of accounting)
(continued)*

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	\$3,036,581	\$3,359,660	\$3,126,071	\$3,485,175
Debt Service	299,732	280,578	551,567	607,668
Capital Outlay	36,375	60,449	63,729	69,530
Grants and Entitlements not Restricted to Specific Programs	43,146,697	7,644,603	7,827,291	8,449,946
Payments in Lieu of Taxes	0	0	382,809	0
Interest	666,613	522,908	348,772	161,814
Unrestricted Gifts and Donations	0	42,132	2,000	2,900
Gain on Sale of Capital Assets	0	0	0	0
Miscellaneous	202,680	151,493	33,280	211,683
<i>Total Governmental Activities</i>	<u>47,388,678</u>	<u>12,061,823</u>	<u>12,335,519</u>	<u>12,988,716</u>
Change in Net Assets Before Special Item	36,704,942	(158,839)	441,818	326,136
Special Item - Demolition of Buildings	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Change in Net Assets	<u>\$36,704,942</u>	<u>(\$158,839)</u>	<u>\$441,818</u>	<u>\$326,136</u>

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$3,246,075	\$4,099,379	\$3,878,179	\$3,041,344	\$3,178,154
570,008	685,410	657,463	554,087	571,479
65,027	78,013	75,731	61,565	62,261
9,435,707	10,556,430	10,409,389	10,713,583	11,018,177
0	162,912	79,508	63,215	16,106
102,029	112,719	123,745	177,591	88,055
4,475	5,310	2,054	8,053	769
0	0	0	162,400	0
241,741	120,852	207,932	86,842	96,783
<u>13,665,062</u>	<u>15,821,025</u>	<u>15,434,001</u>	<u>14,868,680</u>	<u>15,031,784</u>
781,080	(1,124,217)	(1,337,985)	(1,626,858)	(2,550,133)
<u>(3,455,917)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u><u>(\$2,674,837)</u></u>	<u><u>(\$1,124,217)</u></u>	<u><u>(\$1,337,985)</u></u>	<u><u>(\$1,626,858)</u></u>	<u><u>(\$2,550,133)</u></u>

WAVERLY CITY SCHOOL DISTRICT
Program Revenues by Function, Governmental Activities
Last Nine Fiscal Years
(accrual basis of accounting)

<i>Governmental Activities</i>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Function				
Instruction:				
Regular	\$803,391	\$1,340,162	\$1,046,225	\$1,339,839
Special	530,031	347,604	704,145	881,843
Vocational	17,193	27,391	0	40,443
Student Intervention Services	0	0	0	0
Support Services:				
Pupils	29,695	24,495	30,291	40,458
Instructional Staff	475,288	388,464	517,400	503,439
Administration	117,980	107,555	106,100	89,938
Fiscal	891	542	0	0
Operation and Maintenance of Plant	3,482	3,955	2,065	2,030
Pupil Transportation	1,365	38,100	9,671	0
Central	11,177	7,015	0	23,863
Operation of Non-Instructional Services	541,440	603,140	563,838	568,463
Extracurricular Activities	176,456	146,327	197,337	143,315
Intergovernmental	49,413	281,603	425,391	531,730
Total Program Revenues	<u>\$2,757,802</u>	<u>\$3,316,353</u>	<u>\$3,602,463</u>	<u>\$4,165,361</u>

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$1,297,318	\$938,720	\$961,298	\$1,034,217	\$1,083,077
841,100	1,046,705	1,060,710	1,100,141	1,044,328
21,276	39,804	37,710	40,942	34,002
0	0	0	4,674	0
60,623	33,049	31,984	25,723	34,271
527,955	408,833	402,822	432,629	397,423
155,747	162,253	138,221	155,867	122,505
0	0	0	0	0
2,400	2,455	2,830	2,498	2,835
23,680	24,450	52,022	34,888	27,668
0	0	0	0	0
611,175	692,640	708,859	766,514	781,080
204,490	180,441	309,180	252,355	180,186
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$3,745,764</u>	<u>\$3,529,350</u>	<u>\$3,705,636</u>	<u>\$3,850,448</u>	<u>\$3,707,375</u>

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

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
General Fund				
Reserved	\$866,581	\$574,220	\$546,888	\$690,223
Unreserved (Deficit)	3,380,982	3,269,613	3,864,756	3,907,499
Total General Fund	<u>4,247,563</u>	<u>3,843,833</u>	<u>4,411,644</u>	<u>4,597,722</u>
All Other Governmental Funds				
Reserved	29,971	155,085	2,386,557	542,640
Unreserved, Undesignated (Deficit), Reported in:				
Special Revenue Funds	179,775	148,420	59,270	(173,402)
Debt Service Fund	7,949	278,636	182,607	253,418
Capital Projects Funds	9,168	8,710,702	12,047,185	11,766,879
Total All Other Governmental Funds	<u>226,863</u>	<u>9,292,843</u>	<u>14,675,619</u>	<u>12,389,535</u>
Total Governmental Funds	<u><u>\$4,474,426</u></u>	<u><u>\$13,136,676</u></u>	<u><u>\$19,087,263</u></u>	<u><u>\$16,987,257</u></u>

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$830,391	\$620,305	\$627,238	\$991,157	\$657,573	\$741,780
<u>3,136,984</u>	<u>(62,772)</u>	<u>1,679,676</u>	<u>1,562,175</u>	<u>1,645,128</u>	<u>599,505</u>
<u>3,967,375</u>	<u>557,533</u>	<u>2,306,914</u>	<u>2,553,332</u>	<u>2,302,701</u>	<u>1,341,285</u>
4,188,132	665,460	363,940	211,405	261,365	170,410
87,117	188,957	278,526	494,808	453,285	534,428
284,026	366,264	473,853	604,804	663,930	741,211
<u>(75,263)</u>	<u>284,001</u>	<u>346,611</u>	<u>276,606</u>	<u>500,713</u>	<u>484,288</u>
<u>4,484,012</u>	<u>1,504,682</u>	<u>1,462,930</u>	<u>1,587,623</u>	<u>1,879,293</u>	<u>1,930,337</u>
<u>\$8,451,387</u>	<u>\$2,062,215</u>	<u>\$3,769,844</u>	<u>\$4,140,955</u>	<u>\$4,181,994</u>	<u>\$3,271,622</u>

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

	2000	2001	2002	2003
Revenues				
Property Taxes	\$3,185,571	\$3,343,746	\$3,669,150	\$3,687,133
Intergovernmental	8,044,497	9,792,308	19,212,770	27,154,546
Interest	328,608	648,335	531,497	368,844
Tuition and Fees	31,696	57,379	211,796	266,892
Extracurricular Activities	152,569	168,150	163,593	220,974
Customer Services	30,081	231,812	242,024	208,122
Rent	7,005	2,240	4,350	2,095
Gifts and Donations	60,759	54,681	55,296	14,382
Payments in Lieu of Taxes	0	0	0	0
Miscellaneous	136,087	202,680	151,493	33,280
<i>Total Revenues</i>	<u>11,976,873</u>	<u>14,501,331</u>	<u>24,241,969</u>	<u>31,956,268</u>
Expenditures				
Current:				
Instruction:				
Regular	5,441,838	5,749,428	6,959,976	6,521,806
Special	1,043,354	1,093,346	1,151,152	1,104,049
Vocational	127,188	138,735	122,075	167,640
Student Intervention Services	128,174	45,511	0	0
Support Services:				
Pupils	741,203	634,446	775,912	801,604
Instructional Staff	779,537	873,238	883,151	1,083,854
Board of Education	26,911	38,851	46,775	63,940
Administration	795,523	940,271	988,641	1,038,788
Fiscal	329,174	357,037	442,136	378,073
Operation and Maintenance of Plant	1,178,454	1,084,478	1,023,502	1,111,581
Pupil Transportation	729,455	890,040	891,906	927,128
Central	17,542	20,877	15,902	8,524
Operation of Non-Instructional Services	54,997	554,989	651,376	653,806
Extracurricular Activities	371,834	377,709	399,507	449,744
Capital Outlay	1,226,795	830,277	3,171,651	18,665,024
Intergovernmental	0	42,109	297,617	425,391
Debt Service:				
Principal Retirement	57,814	77,100	82,151	268,955
Interest and Fiscal Charges	34,539	242,414	415,678	395,453
Bond Issuance Costs	0	131,753	0	0
<i>Total Expenditures</i>	<u>13,084,332</u>	<u>14,122,609</u>	<u>18,319,108</u>	<u>34,065,360</u>
<i>Excess of Revenues Over</i> <i>(Under) Expenditures</i>	<u>(1,107,459)</u>	<u>378,722</u>	<u>5,922,861</u>	<u>(2,109,092)</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	31,037	775	500	1,307
General Obligation Bonds Issued	0	8,085,906	0	0
Refunding Bonds Issued	0	0	0	0
Inception of Capital Lease	0	65,000	27,226	7,779
Premium on Debt Issue	0	131,847	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Transfers In	262,291	105,313	108,443	193,462
Transfers Out	(262,291)	(105,313)	(108,443)	(193,462)
<i>Total Other Financing Sources (Uses)</i>	<u>31,037</u>	<u>8,283,528</u>	<u>27,726</u>	<u>9,086</u>
<i>Net Change in Fund Balances</i>	<u>(\$1,076,422)</u>	<u>\$8,662,250</u>	<u>\$5,950,587</u>	<u>(\$2,100,006)</u>
Debt Service as a Percentage of Noncapital Expenditures	0.8%	3.4%	3.3%	4.3%

2004	2005	2006	2007	2008	2009
\$4,150,302	\$3,896,834	\$4,800,529	\$4,669,085	\$3,602,797	\$3,803,923
21,984,852	12,575,824	13,042,899	12,878,099	13,488,297	13,576,530
168,619	101,097	113,651	123,745	177,591	88,055
528,395	555,229	569,029	599,395	719,158	740,354
159,017	134,744	165,503	283,613	193,393	170,567
218,782	247,044	260,757	246,524	303,078	243,436
2,395	2,400	2,455	2,830	2,498	2,835
13,275	23,669	20,248	27,621	19,477	10,388
40,000	0	242,912	79,508	63,215	16,106
211,683	241,741	120,852	207,932	86,842	96,783
<u>27,477,320</u>	<u>17,778,582</u>	<u>19,338,835</u>	<u>19,118,352</u>	<u>18,656,346</u>	<u>18,748,977</u>
7,294,024	8,264,749	8,268,744	8,249,821	7,885,069	8,249,427
1,210,603	1,173,884	1,342,665	1,334,159	1,602,706	1,779,415
165,901	80,984	143,286	150,173	173,393	168,036
0	0	0	270,876	189,567	263,756
844,641	1,007,815	879,126	924,561	915,567	920,958
1,134,698	1,168,272	1,178,824	1,104,273	1,110,555	1,102,341
45,493	39,830	55,275	48,623	50,312	48,071
1,161,288	1,287,168	1,134,863	1,223,922	1,135,732	1,102,277
422,062	412,868	481,057	412,791	488,128	445,056
1,207,345	1,848,972	1,837,755	1,849,794	1,958,857	2,311,291
1,028,563	1,457,283	1,040,997	981,457	1,110,559	976,408
13,807	10,684	7,563	8,095	3,899	2,171
693,524	742,004	780,074	804,754	858,444	996,652
537,134	504,597	496,963	554,448	517,422	466,476
19,064,649	5,552,475	942,797	89,711	32,226	16,713
534,209	36,425	0	0	0	0
275,081	283,104	331,795	224,031	327,712	477,376
384,568	372,686	359,422	516,752	502,959	335,425
0	0	0	108,255	0	0
<u>36,017,590</u>	<u>24,243,800</u>	<u>19,281,206</u>	<u>18,856,496</u>	<u>18,863,107</u>	<u>19,661,849</u>
(8,540,270)	(6,465,218)	57,629	261,856	(206,761)	(912,872)
4,400	76,046	0	1,000	247,800	2,500
0	0	0	0	0	0
0	0	0	5,739,992	0	0
0	0	1,650,000	0	0	0
0	0	0	398,013	0	0
0	0	0	(6,029,750)	0	0
209,120	386,267	276,334	272,243	131,996	296,226
(209,120)	(386,267)	(276,334)	(272,243)	(131,996)	(296,226)
<u>4,400</u>	<u>76,046</u>	<u>1,650,000</u>	<u>109,255</u>	<u>247,800</u>	<u>2,500</u>
<u>(\$8,535,870)</u>	<u>(\$6,389,172)</u>	<u>\$1,707,629</u>	<u>\$371,111</u>	<u>\$41,039</u>	<u>(\$910,372)</u>
3.9%	3.5%	3.8%	4.5%	4.4%	4.2%

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

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value
2000	\$85,776,180	\$22,038,570	\$308,042,143	\$12,605,950	\$15,757,438
2001	86,697,410	20,890,350	307,393,600	12,261,160	15,326,450
2002	88,523,460	18,345,430	305,339,686	10,284,900	12,856,125
2003	99,215,880	18,504,650	336,344,371	11,326,030	14,157,538
2004	99,906,270	18,742,110	338,995,371	11,710,520	14,638,150
2005	100,194,320	25,608,650	359,437,057	11,699,070	14,623,838
2006	117,262,960	28,282,390	415,843,857	11,683,260	14,604,075
2007	119,135,290	29,949,440	425,956,371	10,889,950	13,612,438
2008	121,285,680	31,045,920	435,233,143	10,254,890	12,818,613
2009	128,767,840	31,983,220	459,288,743	10,174,150	12,717,688

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 23 percent for inventories. General business tangible personal property tax was being phased out beginning in 2006. The listing percentage was 18.75 percent for 2006, 12.5 percent for 2007, 6.25 percent for 2008, and zero for 2009. Telephone property tax was phased out beginning in 2006. The listing percentage is 25 percent for 2006, 20 percent for 2007, 15 percent for 2008, 10 percent for 2009, 5 percent for 2010 and zero for 2011.

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 percent and 2 1/2 percent rollback reductions and homestead exemptions before being billed. Beginning in 2006 collection year, the 10 percent rollback reduction for commercial/industrial property has been eliminated.

Source: State of Ohio Department of Taxation and Pike County Auditor

Tangible Personal Property		Total			Weighted Average Tax Rate
General Business		Assessed	Estimated	Ratio	
Assessed Value	Actual Value	Value	Value		
\$25,719,595	\$102,878,380	\$146,140,295	\$426,677,960	34.25%	\$23.28
25,025,598	100,102,392	144,874,518	422,822,442	34.26%	28.14
23,491,795	93,967,180	140,645,585	412,162,991	34.12%	27.86
24,936,440	99,745,760	153,983,000	450,247,669	34.20%	27.58
23,214,203	92,856,812	153,573,103	446,490,333	34.40%	27.60
25,359,520	101,438,080	162,861,560	475,498,975	34.25%	27.75
18,921,646	100,915,445	176,150,256	531,363,377	33.15%	26.47
12,895,565	103,164,520	172,870,245	542,733,329	31.85%	25.20
6,548,529	104,776,464	169,135,019	552,828,219	30.59%	24.91
494,050	4,940,500	171,419,260	476,946,930	35.94%	24.61

WAVERLY CITY SCHOOL DISTRICT

*Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years*

	2000	2001	2002	2003
Unvoted Millage				
Operating	<u>\$3.60</u>	<u>\$3.60</u>	<u>\$3.60</u>	<u>\$3.60</u>
Voted Millage - by levy				
1976 Current Expense				
Residential/Agricultural Real	7.86	7.94	7.90	7.97
Commercial/Industrial and Public Utility Real	7.81	8.46	8.48	8.48
General Business and Public Utility Personal	14.90	14.90	14.90	14.90
1977 Current Expense				
Residential/Agricultural Real	4.75	4.80	4.77	4.81
Commercial/Industrial and Public Utility Real	4.72	5.11	5.12	4.12
General Business and Public Utility Personal	9.00	9.00	9.00	9.00
1991 Current Expense				
Residential/Agricultural Real	3.79	3.83	3.81	3.62
Commercial/Industrial and Public Utility Real	3.88	4.20	4.21	4.21
General Business and Public Utility Personal	5.00	5.00	5.00	5.00
2000 Bond \$8,086,000	0.00	4.12	4.12	4.12
2000 Capital Improvement				
Residential/Agricultural Real	0.00	0.50	0.50	0.45
Commercial/Industrial and Public Utility Real	0.00	0.50	0.50	0.50
General Business and Public Utility Personal	<u>0.00</u>	<u>0.50</u>	<u>0.50</u>	<u>0.50</u>
Total voted millage by type of property				
Residential/Agricultural Real	16.40	21.19	21.10	20.97
Commercial/Industrial and Public Utility Real	16.41	22.39	22.43	21.43
General Business and Public Utility Personal	<u>28.90</u>	<u>33.52</u>	<u>33.52</u>	<u>33.52</u>
Total millage by type of property				
Residential/Agricultural Real	20.00	24.79	24.70	24.57
Commercial/Industrial and Public Utility Real	20.01	25.99	26.03	25.03
General Business and Public Utility Personal	<u>32.50</u>	<u>37.12</u>	<u>37.12</u>	<u>37.12</u>
Overlapping Rates by Taxing District				
Townships				
Residential/Agricultural Real	0.22 - 4.55	0.22 - 4.54	0.22 - 4.04	0.20 - 4.03
Commercial/Industrial and Public Utility Real	0.13 - 5.60	0.13 - 5.60	0.13 - 5.03	0.13 - 5.03
General Business and Public Utility Personal	0.40 - 6.00	0.40 - 6.00	0.40 - 6.00	0.40 - 6.00
City				
Residential/Agricultural Real	8.39	8.49	8.49	7.83
Commercial/Industrial and Public Utility Real	8.22	8.87	8.91	8.93
General Business and Public Utility Personal	15.30	14.30	15.30	15.30
Counties				
Residential/Agricultural Real	0.22 - 4.90	0.21 - 4.90	0.19 - 4.90	0.19 - 4.90
Commercial/Industrial and Public Utility Real	0.26 - 4.90	0.27 - 4.90	0.24 - 4.90	0.24 - 4.90
General Business and Public Utility Personal	0.30 - 4.90	0.30 - 4.90	0.30 - 4.90	0.30 - 4.90
Paint Valley Mental Health District				
Residential/Agricultural Real	0.63	0.59	0.57	0.56
Commercial/Industrial and Public Utility Real	0.69	0.64	0.62	0.64
General Business and Public Utility Personal	1.00	1.00	1.00	1.00
Pike County Area Joint Vocational School District				
Residential/Agricultural Real	2.60	2.63	2.62	2.39
Commercial/Industrial and Public Utility Real	2.70	2.87	2.87	2.88
General Business and Public Utility Personal	6.50	6.50	6.50	6.50
West Jackson Township Fire District				
Residential/Agricultural Real	0.00	0.00	0.00	0.00
Commercial/Industrial and Public Utility Real	0.00	0.00	0.00	0.00
General Business and Public Utility Personal	0.00	0.00	0.00	0.00

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes. Real property is reappraised every six years and property values are updated in the third year following each reappraisal.

Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

2004	2005	2006	2007	2008	2009
<u>\$3.60</u>	<u>\$3.60</u>	<u>\$3.60</u>	<u>\$3.60</u>	<u>\$3.60</u>	<u>\$3.60</u>
7.97	7.97	8.10	10.22	10.22	10.22
8.48	8.75	8.19	10.22	10.22	10.22
14.90	14.90	14.90	14.90	14.90	14.90
4.81	4.82	4.89	6.18	6.18	6.18
5.12	5.29	4.95	6.18	6.18	6.18
9.00	9.00	9.00	9.00	9.00	9.00
3.62	3.61	3.41	0.00	0.00	0.00
4.21	4.35	4.07	0.00	0.00	0.00
5.00	5.00	5.00	0.00	0.00	0.00
4.12	4.12	3.75	3.75	3.75	3.75
0.45	0.45	0.39	0.39	0.39	0.37
0.50	0.50	0.47	0.47	0.47	0.47
0.50	0.50	0.50	0.50	0.50	0.50
20.97	20.97	20.54	20.54	20.54	20.52
22.43	23.01	21.43	20.62	20.62	20.62
33.52	33.52	33.15	28.15	28.15	28.15
24.57	24.57	24.14	24.14	24.14	24.12
26.03	26.61	25.03	24.22	24.22	24.22
37.12	37.12	36.75	31.75	31.75	31.75
0.20 - 4.00	0.20 - 3.74	0.17 - 3.74	0.17 - 3.74	0.17 - 3.31	0.16 - 3.32
0.16 - 5.03	0.16 - 5.03	0.14 - 5.03	0.14 - 5.03	0.14 - 4.74	0.14 - 4.74
0.40 - 6.00	0.40 - 6.00	0.40 - 6.00	0.40 - 6.00	0.40 - 6.00	0.40 - 6.00
7.83	7.83	6.91	6.91	6.91	6.66
8.93	9.22	8.67	8.75	8.75	8.75
15.30	15.30	15.30	15.30	15.30	15.30
0.25 - 4.90	0.25 - 4.90	0.21 - 4.90	0.21 - 4.90	0.21 - 4.90	0.20 - 4.90
0.30 - 4.90	0.31 - 4.90	0.29 - 4.90	0.29 - 4.90	0.29 - 4.90	0.29 - 4.90
0.30 - 4.90	0.30 - 4.90	0.30 - 4.90	0.30 - 4.90	0.50 - 4.90	0.50 - 4.90
0.55	0.54	0.51	0.50	0.48	0.47
0.63	0.63	0.60	0.59	0.57	0.58
1.00	1.00	1.00	1.00	1.00	1.00
2.39	2.38	2.84	2.84	2.84	2.80
2.88	2.94	3.66	3.69	3.69	3.69
6.50	6.50	7.50	7.50	7.50	7.50
3.00	3.00	2.64	1.95	1.95	2.39
3.00	3.00	2.88	2.94	2.94	2.88
3.00	3.00	3.00	3.00	3.00	3.00

WAVERLY CITY SCHOOL DISTRICT
Property Tax Levies and Collections - Real and Public Utility Property
Last Ten Collection (Calendar) Years (1)

Collection Year (1)	Current Tax Levy	Current Tax Collections (2)	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
1999	\$2,930,467	\$1,804,951	61.59 %	\$90,129	\$1,895,080	64.67%
2000	2,960,159	2,043,330	69.03	164,638	2,207,968	74.59
2001	2,856,211	2,465,042	86.30	124,769	2,589,811	90.67
2002	3,112,261	2,440,091	78.40	147,151	2,587,242	83.13
2003	3,148,530	2,671,910	84.86	159,713	2,831,623	89.93
2004	3,336,320	2,718,497	81.48	191,384	2,909,881	87.22
2005	3,701,331	2,888,025	78.03	171,599	3,059,624	82.66
2006	3,672,731	3,268,397	88.99	200,501	3,468,898	94.45
2007	3,723,225	3,235,386	86.90	219,911	3,455,297	92.80
2008	4,130,882	3,621,980	87.68	222,346	3,844,326	93.06

Source: Pike County Auditor

- (1) The 2009 information cannot be presented because all collections have not been made by June 30, 2009.
- (2) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as intergovernmental revenue.
- (3) The County does not identify delinquent tax collections by tax year.

WAVERLY CITY SCHOOL DISTRICT
Principal Taxpayers
Real Estate and Public Utility Tangible Personal Property Tax (1)
2009 and 2000

Name of Taxpayer	2009	
	Assessed Value	Percent of Real Estate and Public Utility Tangible Personal Property Assessed Value
Bristol Village Homes	\$32,426,114	18.97%
Mills Pride, Ltd.	29,529,114	17.28%
Wal Mart Stores	4,294,400	2.51%
Top Valco Inc.	2,549,485	1.49%
Brown Corporation of Waverly	1,955,057	1.14%
Pinehurst, Ltd.	1,743,828	1.02%
First National Bank	1,679,542	0.98%
Wausau Homes Inc.	1,519,142	0.89%
Bristol Court Apts.	1,515,857	0.89%
Clough Commons, Ltd.	1,150,000	0.67%
Totals	<u>\$78,362,539</u>	<u>45.84%</u>
Total Assessed Valuation	<u>\$170,925,210</u>	
Name of Taxpayer	2000	
	Assessed Value	Percent of Real Estate and Public Utility Tangible Personal Property Assessed Value
National Church Residences	\$28,381,171	23.57%
Mills Pride, Ltd.	7,498,371	6.23%
Adena Health Systems	6,182,342	5.13%
Wal-Mart Stores	3,577,257	2.97%
HTW Associates, Ltd.	2,154,485	1.79%
First National Bank	1,574,057	1.31%
Pinehurst, Ltd.	1,572,142	1.31%
K-Mart Corporation	1,553,171	1.29%
Clough Commons, Ltd.	1,346,771	1.12%
Parker-Hannifer Corporation	1,318,485	1.09%
Totals	<u>\$55,158,252</u>	<u>45.81%</u>
Total Assessed Valuation	<u>\$120,420,700</u>	

Source: Pike County Auditor

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WAVERLY CITY SCHOOL DISTRICT
*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
June 30, 2009*

	Debt Attributable to Governmental Activities	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct:			
Waverly City School District:			
General Obligation Bonds	\$6,838,064	100.00%	\$6,838,064
Energy Conservation Loan	89,073	100.00	89,073
Capital Lease Obligation	<u>1,530,719</u>	100.00	<u>1,530,719</u>
Total Direct Debt	<u>8,457,856</u>	100.00	<u>8,457,856</u>
Overlapping:			
Pike County (2):			
Loan Obligations	4,120,562	50.46	2,079,236
Capital Lease Obligation	267,675	50.46	135,069
City of Waverly (2):			
Loan and Note Obligations	905,079	100.00	905,079
Pike County Joint Vocational School District:			
Energy Conservation Loan	207,229	48.02	99,511
Capital Lease Obligation	<u>3,330,000</u>	48.02	<u>1,599,066</u>
Total Overlapping Debt	<u>8,830,545</u>		<u>4,817,961</u>
Total Direct and Overlapping Debt	<u><u>\$17,288,401</u></u>		<u><u>\$13,275,817</u></u>

Source: Waverly City School District and Overlapping Government Audit Reports

(1) Percentages were determined by dividing the the total assessed valuation of the School District by each overlapping subdivision's assessed valuation within the School District. The valuations used were for the 2008 collection year.

(2) Debt outstanding for Pike County and the City of Waverly is as of December 31, 2008.

WAVERLY CITY SCHOOL DISTRICT

Ratio of Outstanding

Debt by Type

Last Ten Fiscal Years

Fiscal Year	Population (1)	Estimated Actual Value of Taxable Property (2)	General Bonded Debt			
			General Bonded Debt	Ratio of Bonded Debt to Estimated Actual Value	Bonded Debt per Capita	General Bonded Debt
2000	11,556	\$426,677,960	\$0	0.00%	\$0.00	\$0
2001	11,556	422,822,442	8,219,276	1.94%	711.26	8,219,276
2002	11,556	412,162,991	8,249,052	2.00%	713.83	8,249,052
2003	11,556	450,247,669	8,112,180	1.80%	701.99	8,112,180
2004	11,556	446,490,333	8,235,133	1.84%	712.63	8,235,133
2005	11,556	475,498,975	7,803,511	1.64%	675.28	7,803,511
2006	11,556	565,503,089	7,597,987	1.34%	657.49	7,597,987
2007	11,556	590,941,977	7,386,472	1.25%	639.19	7,386,472
2008	11,556	552,828,219	7,111,692	1.29%	615.41	7,111,692
2009	11,556	476,946,930	6,838,064	1.43%	591.73	6,838,064

Sources: (1) National Center for Education Statistics
2000-2009 from 2000 U.S. Census Data

(2) Ohio Department of Taxation and Pike County Auditor

(3) See S26 for personal income data. The ratios for 2000-2009 were calculated using data from the 2000 U.S. Census.

General Debt

Energy Conservation Loan	School Improvement Bond Anticipation Notes	Capital Leases	Total Debt	Ratio of General Debt to Estimated Actual Value	Percentage of Debt to Personal Income (3)	General Debt Per Capita
\$736,186	\$0	\$18,771	\$754,957	0.18%	0.37%	\$65.33
675,944	8,086,000	48,142	17,029,362	4.03	8.43	1,473.64
613,161	0	56,000	8,918,213	2.16	4.42	771.74
547,465	0	30,520	8,690,165	1.93	4.30	752.00
479,108	0	13,796	8,728,037	1.95	4.32	755.28
407,639	0	2,161	8,213,311	1.73	4.07	710.74
333,005	0	1,650,000	9,580,992	1.69	4.74	829.09
255,125	0	1,650,000	9,291,597	1.57	4.60	804.05
173,940	0	1,593,228	8,878,860	1.61	4.40	768.33
89,073	0	1,530,719	8,457,856	1.77	4.19	731.90

WAVERLY CITY SCHOOL DISTRICT
Computation of Legal Debt Margin
Last Ten Fiscal Years

	2000	2001	2002	2003
Assessed Valuation (1)	\$146,140,295	\$144,874,518	\$140,645,585	\$153,983,000
Less:				
General Business Personal Property	0	0	0	0
Railroad and Telephone Tangible Property	0	0	0	0
Total Assessed Valuation used to calculate Legal Debt Margin	146,140,295	144,874,518	140,645,585	153,983,000
Debt Limit - 9% of Assessed Value (1)	13,152,627	13,038,707	12,658,103	13,858,470
Amount of Debt Applicable to Debt Limit				
Gross Indebtedness	736,186	8,763,373	8,736,109	8,463,371
Less Exempt Debt	(736,186)	(62,411)	(613,161)	(547,465)
Less Amount Available in Debt Service	0	(308,353)	(211,418)	(298,192)
Amount of Debt Subject to Limit	0	8,392,609	7,911,530	7,617,714
Legal Debt Margin	<u>\$13,152,627</u>	<u>\$4,646,098</u>	<u>\$4,746,573</u>	<u>\$6,240,756</u>
Legal Debt Margin as a Percentage of the Debt Limit	100.00%	35.63%	37.50%	45.03%
Unvoted Debt Limit - .10% of Assessed Value (2)	\$146,140	\$144,875	\$140,646	\$153,983
Amount of Debt Subject to Limit	0	0	0	0
Unvoted Legal Debt Margin	<u>\$146,140</u>	<u>\$144,875</u>	<u>\$140,646</u>	<u>\$153,983</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%
Energy Conservation Debt Limit	\$1,315,263	\$1,303,871	\$1,265,810	\$1,385,847
Amount of Debt Subject to Limit	736,186	675,944	613,161	547,465
Energy Conservation Debt Margin	<u>\$579,077</u>	<u>\$627,927</u>	<u>\$652,649</u>	<u>\$838,382</u>
Energy Conservation Debt Margin as a Percentage of the Energy Conservation Limit Limit	44.03%	48.16%	51.56%	60.50%

Source: Ohio Department of Taxation and Waverly City School District Financial Records

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

(2) For fiscal year 2006, HB 530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.

2004	2005	2006	2007	2008	2009
\$153,573,103	\$162,861,560	\$176,150,256	\$172,870,245	\$169,135,019	\$171,419,260
0	0	(18,921,646)	(12,895,565)	(6,548,529)	(494,050)
0	0	(2,592,440)	(2,047,050)	(1,402,290)	(534,920)
153,573,103	162,861,560	154,636,170	157,927,630	161,184,200	170,390,290
13,821,579	14,657,540	13,917,255	14,213,487	14,506,578	15,335,126
8,205,014	7,933,545	7,603,911	7,379,872	7,108,932	6,694,065
(479,108)	(407,639)	(333,005)	(255,125)	(173,940)	(89,073)
(340,284)	(411,828)	(546,486)	(716,185)	(730,150)	(805,643)
7,385,622	7,114,078	6,724,420	6,408,562	6,204,842	5,799,349
\$6,435,957	\$7,543,462	\$7,192,835	\$7,804,925	\$8,301,736	\$9,535,777
46.56%	51.46%	51.68%	54.91%	57.23%	62.18%
\$153,573	\$162,862	\$154,636	\$157,928	\$161,184	\$170,390
0	0	0	0	0	0
\$153,573	\$162,862	\$154,636	\$157,928	\$161,184	\$170,390
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
\$1,382,158	\$1,465,754	\$1,391,726	\$1,421,349	\$1,450,658	\$1,533,513
479,108	407,639	333,005	255,125	173,940	89,073
\$903,050	\$1,058,115	\$1,058,721	\$1,166,224	\$1,276,718	\$1,444,440
65.34%	72.19%	76.07%	82.05%	88.01%	94.19%

WAVERLY CITY SCHOOL DISTRICT

Demographic and Economic Statistics

Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Personal Income (1)</u>	<u>Median Household Income (1)</u>	<u>Pike County Unemployment Rate (3)</u>
2000	11,556	\$201,964,212	\$17,477	\$36,110	7.10%
2001	11,556	201,964,212	17,477	36,110	7.70
2002	11,556	201,964,212	17,477	36,110	6.40
2003	11,556	201,964,212	17,477	36,110	10.70
2004	11,556	201,964,212	17,477	36,110	9.10
2005	11,556	201,964,212	17,477	36,110	9.60
2006	11,556	201,964,212	17,477	36,110	8.10
2007	11,556	201,964,212	17,477	36,110	10.00
2008	11,556	201,964,212	17,477	36,110	9.30
2009	11,556	201,964,212	17,477	36,110	15.20

Sources: (1) National Center for Education Statistics
2000-2009 from 2000 U.S. Census Data

(2) Computation of Per Capita Personal Income
multiplied by population

(3) Ohio Department of Jobs and Family Services

WAVERLY CITY SCHOOL DISTRICT

Principal Employers

2009 and 2006 (1)

2009

<u>Employer</u>	<u>Nature of Business</u>	<u>Number of Employees (2)</u>	<u>Rank</u>
Masco Corporation/Mills Pride, Inc.	Manufacturing	1,400	1
Pike Community Hospital	Service	285	2
Wal-Mart Stores	Retail	263	3
Waverly City School District	Government	225	4
Brown Corporation of Waverly	Manufacturing	192	5
Total		<u>2,365</u> (3)	

2006

<u>Employer</u>	<u>Nature of Business</u>	<u>Number of Employees (2)</u>	<u>Rank</u>
Masco Corporation/Mills Pride, Inc.	Manufacturing	1,450	1
Wal-Mart Stores	Retail	482	2
Brown Corporation of Waverly	Manufacturing	250	3
Waverly City School District	Government	248	4
Pike Community Hospital	Service	228	5
Total		<u>2,658</u> (3)	

Source: Pike County Department of Economic Development

(1) Information prior to 2006 is not available.

(2) Information does not tie to S29, as School District Employees by Function/Program does not include aides, clerical staff or School District administrative/financial office employees.

(3) The School District is located in a community where total employment records are not maintained by any central data collection agency, and therefore, the percentage of individual employers to total employers is not available.

WAVERLY CITY SCHOOL DISTRICT
School District Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2000	2001	2002	2003
Regular Instruction				
Elementary Classroom Teachers	75	76	76	78
High School Classroom Teachers	24	27	28	26
Special Instruction				
Elementary Classroom Teachers	10	10	11	10
Gifted Education Teachers	1	1	1	1
High School Classroom Teachers	3	3	3	3
Vocational Instruction				
High School Classroom Teachers	2	2	2	2
Pupil Support Services				
Guidance Counselors	3	3	3	3
Librarians	1	1	1	1
Psychologists	1	1	1	1
Speech and Language Pathologists	1	1	1	1
Nurse	1	1	1	1
Administrators				
Elementary	5	5	6	6
High School	2	2	2	2
Operation of Plant				
Custodians	12	12	12	12
Maintenance	2	2	2	2
Pupil Transportation				
Bus Drivers	22	23	23	24
Bus Aides	0	0	0	0
Food Service Program				
Elementary Cooks	10	10	10	10
High School Cooks	3	3	3	3
Totals:	<u>178</u>	<u>183</u>	<u>186</u>	<u>186</u>

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

Source: Waverly City School District records.

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
78	79	79	78	71	70
26	26	26	26	26	24
14	14	14	14	14	14
1	1	1	1	1	1
3	3	4	4	4	4
2	1	2	2	2	2
4	4	4	4	4	4
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
6	6	4	4	4	4
2	2	2	2	2	2
15	15	15	15	14	14
2	2	2	2	2	2
24	30	30	29	26	23
1	1	1	0	0	0
10	10	10	10	9	9
3	3	3	3	3	3
<u>195</u>	<u>201</u>	<u>201</u>	<u>198</u>	<u>186</u>	<u>180</u>

WAVERLY CITY SCHOOL DISTRICT

*Building Statistics
Last Ten Fiscal Years*

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Waverly Primary School				
Constructed in 2004				
Total Building Square Footage	N/A	N/A	N/A	N/A
Enrollment Grades K-2	N/A	N/A	N/A	N/A
Student Capacity	N/A	N/A	N/A	N/A
Regular Instruction Classrooms	N/A	N/A	N/A	N/A
Regular Instruction Teachers	N/A	N/A	N/A	N/A
Special Instruction Classrooms	N/A	N/A	N/A	N/A
Special Instruction Teachers	N/A	N/A	N/A	N/A
Waverly Intermediate School				
Constructed in 2004				
Total Building Square Footage	N/A	N/A	N/A	N/A
Enrollment Grades 3-5	N/A	N/A	N/A	N/A
Student Capacity	N/A	N/A	N/A	N/A
Regular Instruction Classrooms	N/A	N/A	N/A	N/A
Regular Instruction Teachers	N/A	N/A	N/A	N/A
Special Instruction Classrooms	N/A	N/A	N/A	N/A
Special Instruction Teachers	N/A	N/A	N/A	N/A
Waverly Junior High School				
Constructed in 2004				
Total Building Square Footage	N/A	N/A	N/A	N/A
Enrollment Grades 6-8	N/A	N/A	N/A	N/A
Student Capacity	N/A	N/A	N/A	N/A
Regular Instruction Classrooms	N/A	N/A	N/A	N/A
Regular Instruction Teachers	N/A	N/A	N/A	N/A
Special Instruction Classrooms	N/A	N/A	N/A	N/A
Special Instruction Teachers	N/A	N/A	N/A	N/A
Waverly High School				
Constructed in 2004				
Total Building Square Footage	N/A	N/A	N/A	N/A
Enrollment Grades 9-12	N/A	N/A	N/A	N/A
Student Capacity	N/A	N/A	N/A	N/A
Regular Instruction Classrooms	N/A	N/A	N/A	N/A
Regular Instruction Teachers	N/A	N/A	N/A	N/A
Special Instruction Classrooms	N/A	N/A	N/A	N/A
Special Instruction Teachers	N/A	N/A	N/A	N/A

Source: Waverly City School District records.

N/A - Not Applicable

2004	2005	2006	2007	2008	2009
N/A	70,000	70,000	70,000	70,000	70,000
N/A	470	515	462	464	447
N/A	605	605	605	605	605
N/A	28	28	28	28	28
N/A	27	23	25	25	26
N/A	2	2	2	2	2
N/A	2	2	2	2	2
N/A	61,000	61,000	61,000	61,000	61,000
N/A	492	431	462	461	460
N/A	512	512	512	512	512
N/A	23	23	23	23	23
N/A	21	17	21	20	20
N/A	2	2	2	2	2
N/A	6	6	6	6	6
N/A	79,000	79,000	79,000	79,000	79,000
N/A	471	483	507	502	427
N/A	544	544	544	544	544
N/A	21	21	21	21	21
N/A	24	21	25	22	22
N/A	2	2	2	2	2
N/A	6	6	6	6	6
N/A	131,000	131,000	131,000	131,000	131,000
N/A	687	692	688	692	647
N/A	722	722	722	722	722
N/A	20	20	20	20	20
N/A	26	22	26	25	24
N/A	2	2	2	2	2
N/A	3	4	4	4	4

(continued)

WAVERLY CITY SCHOOL DISTRICT

*Building Statistics
Last Ten Fiscal Years
(continued)*

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
East Primary School				
Constructed in 1954; demolished in 2005				
Total Building Square Footage	47,618	47,618	47,618	47,618
Enrollment Grades K-2	493	515	494	436
Student Capacity	N/A	N/A	N/A	N/A
Regular Instruction Classrooms	N/A	N/A	N/A	N/A
Regular Instruction Teachers	28	28	28	27
Special Instruction Classrooms	N/A	N/A	N/A	N/A
Special Instruction Teachers	2	2	2	2
West Intermediate School				
Constructed in 1957; demolished in 2005				
Total Building Square Footage	35,208	35,208	35,208	35,208
Enrollment Grades 3-5	489	478	479	488
Student Capacity	N/A	N/A	N/A	N/A
Regular Instruction Classrooms	N/A	N/A	N/A	N/A
Regular Instruction Teachers	19	20	20	21
Special Instruction Classrooms	N/A	N/A	N/A	N/A
Special Instruction Teachers	4	4	4	4
North Junior High School				
Constructed in 1961; demolished in 2005				
Total Building Square Footage	40,665	40,665	40,665	40,665
Enrollment Grades 6-8	479	481	477	500
Student Capacity	N/A	N/A	N/A	N/A
Regular Instruction Classrooms	N/A	N/A	N/A	N/A
Regular Instruction Teachers	19	19	22	24
Special Instruction Classrooms	N/A	N/A	N/A	N/A
Special Instruction Teachers	3	3	4	4
Waverly High School (old)				
Constructed in 1931; demolished in 2005				
Total Building Square Footage	101,369	101,369	101,369	101,369
Enrollment Grades 9-12	651	608	600	642
Student Capacity	N/A	N/A	N/A	N/A
Regular Instruction Classrooms	N/A	N/A	N/A	N/A
Regular Instruction Teachers	24	27	28	26
Special Instruction Classrooms	N/A	N/A	N/A	N/A
Special Instruction Teachers	3	3	3	3

Source: Waverly City School District records.
N/A - Not Applicable

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
47,618	N/A	N/A	N/A	N/A	N/A
459	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
27	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
3	N/A	N/A	N/A	N/A	N/A
35,208	N/A	N/A	N/A	N/A	N/A
480	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
20	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
5	N/A	N/A	N/A	N/A	N/A
40,665	N/A	N/A	N/A	N/A	N/A
489	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
24	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
6	N/A	N/A	N/A	N/A	N/A
101,369	N/A	N/A	N/A	N/A	N/A
670	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
26	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
3	N/A	N/A	N/A	N/A	N/A

WAVERLY CITY SCHOOL DISTRICT

Per Pupil Cost

Last Ten Fiscal Years

Fiscal Year	Enrollment	General Government		Governmental Activities	
		Total Expenditures (1)	Per Pupil Cost	Total Expenses (2)	Per Pupil Cost
2000	2,112	\$12,991,979	\$6,152	N/A	N/A
2001	2,082	13,671,342	6,566	13,184,755	6,333
2002	2,050	17,821,279	8,693	15,075,739	7,354
2003	2,066	33,796,405	16,358	14,904,873	7,214
2004	2,098	35,357,941	16,853	16,561,236	7,894
2005	2,120	23,588,010	11,126	16,210,412	7,646
2006	2,121	18,589,989	8,765	20,058,822	9,457
2007	2,119	18,007,458	8,498	20,056,495	9,465
2008	2,119	18,032,436	8,510	19,898,888	9,391
2009	1,981	18,849,048	9,515	20,917,064	10,559

Source: Waverly City School District Records

(1) Excludes debt service expenditures

(2) The total expenses do not include interest and fiscal charges.

WAVERLY CITY SCHOOL DISTRICT

Teacher to Student Ratio

Last Ten Fiscal Years

<u>Year</u>	<u>Average Number of Students per Teacher (1)</u>	<u>State Average</u>
2000	17.3	18.1
2001	18.8	18.0
2002	17.9	16.9
2003	17.0	16.5
2004	18.9	18.5
2005	19.2	18.5
2006	18.9	18.6
2007	19.2	19.6
2008	18.7	18.6
2009	18.5	18.6

Source: Ohio Department of Education EMIS Data (Power User Reports)

(1) Based on Average Daily Membership submitted to the Ohio Department of Education EMIS system.

WAVERLY CITY SCHOOL DISTRICT
Percentage of Students who Receive Free and Reduced Lunches
Last Eight Fiscal Years

District Buildings	2002	2003	2004	2005
Waverly Primary	40.28%	40.00%	45.24%	49.73%
Waverly Intermediate	39.11%	43.10%	45.59%	48.77%
Waverly Junior High	34.95%	40.04%	38.26%	35.32%
Waverly High School	20.19%	22.80%	26.71%	24.35%

Information prior to 2002 was not available.

Source: Ohio Department of Education

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
52.35%	50.19%	53.11%	48.03%
46.90%	51.54%	45.49%	52.00%
41.47%	43.50%	54.03%	52.10%
32.41%	33.77%	37.02%	21.31%

WAVERLY CITY SCHOOL DISTRICT
Staff Education, Experience and Teacher Salary Data
 June 30, 2009

<u>Degree</u>	<u>Number of Staff</u>	<u>Percent of Total</u>	<u>Number of Teachers</u>	<u>Average Teacher's Salary</u>	<u>Salary Range</u>
Non-Degree	91	40.45%	0	\$0	N/A
Bachelor's Degree	5	2.22%	4	51,299	\$32,269 - \$52,834
Bachelor with 150 Hours	21	9.33%	21	50,712	33,496 - 56,316
Master's Degree	53	23.56%	51	53,731	35,335 - 60,416
Master's Degree + 15 Hours	<u>55</u>	<u>24.44%</u>	<u>46</u>	57,585	36,041 - 61,557
Total	<u><u>225</u></u>	<u><u>100.00%</u></u>	<u><u>122</u></u>		

<u>Years of Experience</u>	<u>Number of Staff</u>	<u>Percent of Total</u>
0-5	13	5.78%
6-10	43	19.11%
11 and over	<u>169</u>	<u>75.11%</u>
Total	<u><u>225</u></u>	<u><u>100.00%</u></u>

N/A - Not Applicable



Mary Taylor, CPA
Auditor of State

WAVERLY CITY SCHOOL DISTRICT

PIKE COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
JANUARY 5, 2010