

**HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY**

**SINGLE AUDIT**

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



**Auditor of State  
Betty Montgomery**



HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY

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HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY

SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2006

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Pass Through Entity Number	Grant Year	Federal CFDA Number	Receipts		Disbursements		
				Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements	
<b>U.S. DEPARTMENT OF AGRICULTURE</b>								
<i>Passed Through Ohio Department of Education</i>								
Food Donation	47019	2006	10.550	\$ -	\$ 170,355	\$ -	\$ 170,355	
National School Lunch Program	047019-LLP4-2005	2005	10.555	189,394	-	189,394	-	
	047019-LLP4-2006	2006		566,118	-	566,118	-	
Total National School Lunch Program				755,512	-	755,512	-	
Child and Adult Care Food Program	047019-CCMO-2005	2005	10.558	571	-	571	-	
	047019-CCMO-2006	2006		1,892	-	1,892	-	
Total Child and Adult Care Food Program				2,463	-	2,463	-	
Team Nutrition Grant	047019-TWNT-2004	2004	10.574	490	-	490	-	
Total U.S. Department of Agriculture				758,465	170,355	758,465	170,355	
<b>U.S. DEPARTMENT OF EDUCATION</b>								
<i>Direct</i>								
Fund for the Improvement of Education	31-5400815	2006	84.215	139,867	-	137,427	-	
<i>Passed Through Ohio Department of Education</i>								
Title I Grants to Local Educational Agencies	047019-C1S1-2005	2005	84.010	19,880	-	58,163	-	
	047019-C1S1-2006	2006		314,432	-	298,472	-	
Total Title I Grants to Local Educational Agencies				334,312	-	356,635	-	
Special Education Cluster:								
Special Education Grants to States	047019-6BSF-2005	2005	84.027	452,293	-	696,732	-	
	047019-6BSF-2006	2006		2,595,825	-	2,373,495	-	
Total Special Education Grants to States				3,048,118	-	3,070,227	-	
Special Education Preschool Grants	047019-PGS1-2005	2005	84.173	8,945	-	10,329	-	
	047019-PGS1-2006	2006		32,593	-	29,238	-	
Total Special Education Preschool Grants				41,538	-	39,567	-	
Total Special Education Cluster				3,089,656	-	3,109,794	-	
Safe and Drug Free Schools and Communities State Grants	047019-DRS1-2005	2005	84.186	(9,193)	-	507	-	
	047019-DRS1-2006	2006		45,402	-	41,167	-	
Total Safe and Drug Free Schools and Communities State Grants				36,209	-	41,674	-	
State Grants for Innovative Programs	047019-C2S1-2005	2005	84.298	2,940	-	10,428	-	
	047019-C2S1-2006	2006		36,631	-	32,048	-	
Total State Grants for Innovative Programs				39,571	-	42,476	-	
Education Technology State Grants	047019-TJS1-2005	2005	84.318	(2,229)	-	74	-	
	047019-TJS1-2006	2006		15,321	-	14,781	-	
Total Education Technology State Grants				13,092	-	14,855	-	
Advanced Placement Program	047019-AVTF-2004	2004	84.330	208	-	208	-	
English Language Acquisition Grants - Limited English Proficient	047019-T3S1-2005	2005	84.365	8,375	-	17,242	-	
English Language Acquisition Grants - Immigrant	047019-T3S2-2005	2005		(719)	-	4,046	-	
English Language Acquisition Grants - Limited English Proficient	047019-T3S1-2006	2006		116,447	-	107,694	-	
English Language Acquisition Grants - Immigrant	047019-T3S2-2006	2006		33,565	-	30,746	-	
Total English Language Acquisition Grants				157,668	-	159,728	-	
Improving Teacher Quality State Grants	047019-TRS1-2005	2005	84.367	39,456	-	43,297	-	
	047019-TRS1-2006	2006		198,340	-	203,245	-	
Total Improving Teacher Quality State Grants				237,796	-	246,542	-	
Hurricane Education Recovery	047019-HR01-2006	2006	84.938	14,000	-	14,000	-	
Total U.S. Department of Education				4,062,379	-	4,123,339	-	
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>								
<i>Passed Through Ohio Department of MRDD</i>								
State Children's Insurance Program	31-5400815	2006	93.767	7,146	-	7,146	-	
Medical Assistance Program								
Community Alternative Funding System	31-5400815	2006	93.778	61,542	-	61,542	-	
Total U.S. Department of Health and Human Services				68,688	-	68,688	-	
<b>Total Federal Awards</b>				<b>\$ 4,889,532</b>	<b>\$ 170,355</b>	<b>\$ 4,950,492</b>	<b>\$ 170,355</b>	

The accompanying notes are an integral part of this schedule.

**HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE B - CHILD NUTRITION CLUSTER**

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

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

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

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

<b>Grant</b>	<b>CFDA Number</b>	<b>Grant Year</b>	<b>Amount of Repayment</b>
Safe and Drug Free Schools and Communities State Grants	84.186	2005	\$9,193
Education Technology State Grants	84.318	2005	2,229
English Language Acquisition Grants - Immigrant	84.365	2005	719
Total			\$12,141



**Auditor of State  
Betty Montgomery**

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

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

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hilliard City School District, Franklin County, Ohio (the District) as of and for the year ended June 30, 2006, which collectively comprise the District's basic financial statements and have issued our report thereon dated October 16, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the District's internal control over financial reporting to determine our auditing procedures to express our opinions on the financial statements and not to opine on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider material weaknesses. In a separate letter to the District's management dated October 16, 2006, we reported another matter involving internal control over financial reporting we did not deem a reportable condition.

**Compliance and Other Matters**

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

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

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

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

**Betty Montgomery**  
Auditor of State

October 16, 2006





## Auditor of State Betty Montgomery

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

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

To the Board of Education:

#### Compliance

We have audited the compliance of Hilliard City School District, Franklin County, Ohio (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133, *Compliance Supplement* that apply to each of its major federal programs for the year ended June 30, 2006. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, Hilliard City School District, Franklin County, Ohio, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements that OMB Circular A-133 requires us to report, which is described in the accompanying schedule of findings as item 2006-001.

### **Internal Control Over Compliance**

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

We have audited the basic financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Hilliard City School District, Franklin County, Ohio as of and for the year ended June 30, 2006, and have issued our report thereon dated October 16, 2006. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of federal awards receipts and expenditures provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



**Betty Montgomery**  
Auditor of State

October 16, 2006

**HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2006**

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

<b>(d)(1)(i)</b>	<b>Type of Financial Statement Opinion</b>	Unqualified
<b>(d)(1)(ii)</b>	<b>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(ii)</b>	<b>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iii)</b>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any material internal control weakness conditions reported for major federal programs?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any other reportable internal control weakness conditions reported for major federal programs?</b>	No
<b>(d)(1)(v)</b>	<b>Type of Major Programs' Compliance Opinion</b>	Unqualified
<b>(d)(1)(vi)</b>	<b>Are there any reportable findings under § .510?</b>	Yes
<b>(d)(1)(vii)</b>	<b>Major Programs (list):</b>	English Language Acquisition Grants CFDA#: 84.365  Title 1 Grants to Local Educational Agencies CFDA # 84.010  Special Education Cluster CFDA#: 84.027 & 84.173
<b>(d)(1)(viii)</b>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$ 300,000 Type B: all others
<b>(d)(1)(ix)</b>	<b>Low Risk Auditee?</b>	No

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

None

**HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2006  
(Continued)**

<b>3. FINDINGS FOR FEDERAL AWARDS</b>
---------------------------------------

<b>Finding Number</b>	2006-001
<b>CFDA Title and Number</b>	Special Education Cluster - CFDA # 84.027 & # 84.173
<b>Federal Award Number / Year</b>	047019-6BSF-2005 047019-6BSF-2006
<b>Federal Agency</b>	U.S. Department of Education
<b>Pass-Through Agency</b>	Ohio Department of Education

**Cash Management**

34 CFR 80.21 prescribes the basic standards and methods under which a federal agency will make payments to grantees and grantees will make payments to subgrantees and contractors.

34 CFR 80.21(c) provides that grantees and subgrantees shall be paid in advance provided they maintain or demonstrate the willingness and ability to maintain procedures to minimize the time elapsing between the transfer of funds and their disbursement by the grantee or subgrantee. In addition, the Ohio Department of Education Project Cash Request Instructions provides that, funds may be requested for a maximum of one month plus any negative fund balances. The District did not maintain procedures to expend Special Education funds within the month for which they were requested. Portions of five out of twenty-five Special Education drawdowns were held for 43 to 74 days.

In addition, the funds drawn for Special Education remained on hand in the District's interest earning cash pool until expended. 34 CFR 80.21(i) provides that except for interest earned on advances of funds exempt under the Intergovernmental Cooperation Act and the Indian Self-Determination Act, grantees and subgrantees shall promptly, but at least quarterly, remit interest earned on advances to the Federal agency. The grantee or subgrantee may keep interest amounts up to \$100 per year for administrative expenses. During 2006, the District earned estimated interest of approximately \$6,297 on Special Education funds.

We recommend that the District develop procedures for the disbursement of funds to ensure that Federal cash on hand is kept at a minimal balance. We also recommend the District contact the U.S. Department of Education to determine what action should be taken regarding excess interest earned but not previously remitted to the U.S. Department of Education.

**Officials' Response and Corrective Action Plan:**

This issue was brought to the attention of management in December 2005. In January 2006, the District implemented new procedures for cash requests to reduce the period of time that grant funds were kept on hand. The exceptions noted above occurred prior to these new procedures taking effect. The responsible contact person for this plan is Brian Wilson, Treasurer.

**HILLIARD CITY SCHOOL DISTRICT  
FRANKLIN COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS  
OMB CIRCULAR A -133 § .315 (b)  
JUNE 30, 2006**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain</i></b>
2005-01	Certification of Expenditures.	Yes	N/A
2005-02	Appropriations Exceeding Estimated Resources	Yes	N/A
2005-03	Cash Management – Title I and English Language Acquisition Grants	Partially	Repeated as finding 2006-001 for the Special Education Cluster



# Comprehensive Annual Financial Report

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



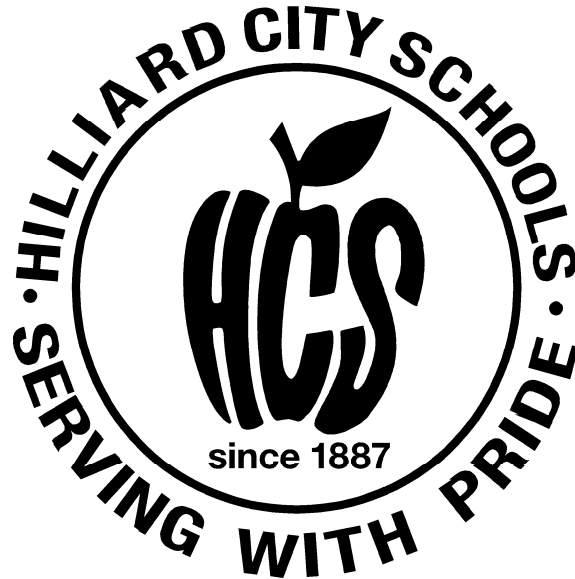
For Fiscal Year Ended  
June 30, 2006





# Hilliard City School District

Hilliard, Ohio



## Comprehensive Annual Financial Report

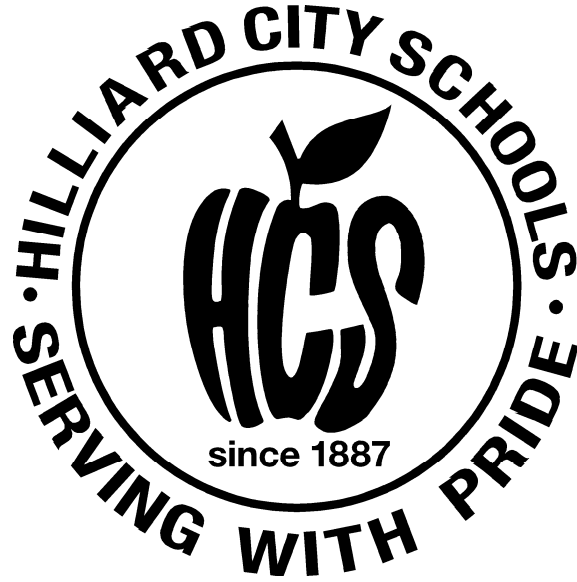
*For Fiscal Year Ended June 30, 2006*

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

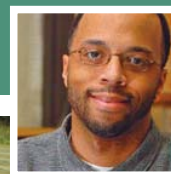
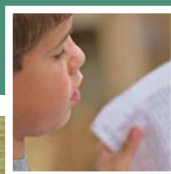
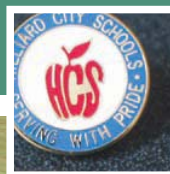
**Brian W. Wilson**  
*Treasurer/C.F.O*

# Hilliard City School District

Hilliard, Ohio



# Introductory Section



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# HILLIARD CITY SCHOOL DISTRICT

## COMPREHENSIVE ANNUAL FINANCIAL REPORT JUNE 30, 2006

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**Hilliard City School District  
Elected Officials and Administrative Staff  
as of June 30, 2006**

**BOARD OF EDUCATION MEMBERS**

President	Mrs. Denise Bobbitt
Vice President	Mr. Doug Maggied
Member	Mr. Dick Hammond
Member	Mr. Andy Teater
Member	Mrs. Cheryl Ryan

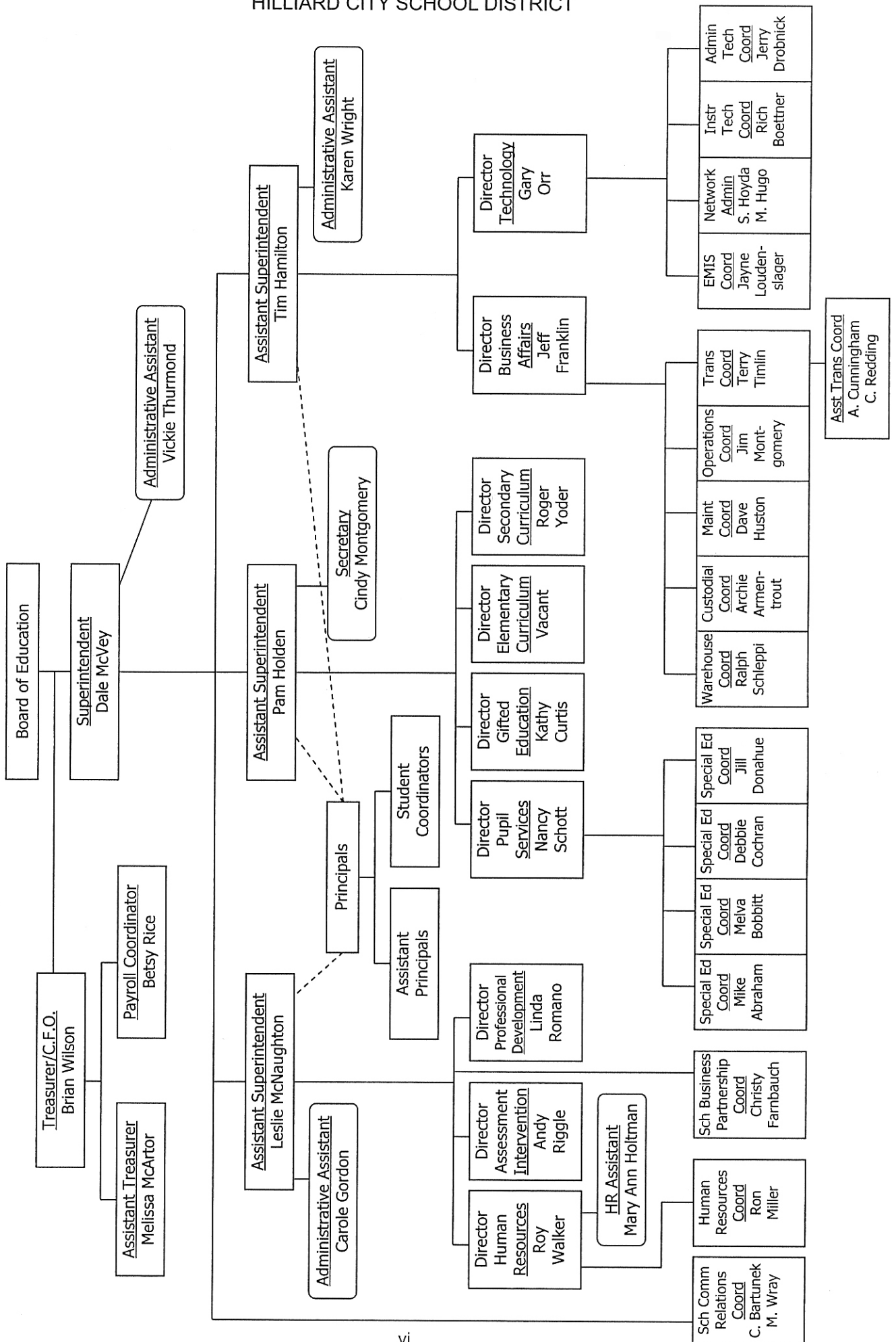
**APPOINTED OFFICIALS**

Superintendent	Dale A. McVey
Treasurer	Brian W. Wilson

**ADMINISTRATIVE STAFF**

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

# HILLIARD CITY SCHOOL DISTRICT DISTRICT ORGANIZATIONAL CHART





## HILLIARD CITY SCHOOL DISTRICT

Dale A. McVey, Superintendent • Brian W. Wilson, Treasurer/CFO

October 16, 2006

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

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

This CAFR is presented in three sections: introductory, financial, and statistical. The Introductory Section contains this letter of transmittal, the Government Finance Officer’s Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting, a list of principal officials, and the District’s organizational chart. The Financial Section includes the independent accountants’ report, a management’s discussion and analysis, the basic financial statements and notes, and combining statements and individual fund schedules which provide detailed information relative to the basic financial statements. The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis.

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

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

In addition to providing these general activities the District has administrative responsibility for state funds distributed to St. Brendan’s School, Sunrise Academy and Dublin Prep Academy, private schools located within the School District boundaries. In accordance with GASB Statement 24, this responsibility is included in the reporting entity as a special revenue fund. While these organizations share operational and service similarity with the District, all are separate and distinct entities. Because of their independent nature, these organizations’ financial statements are not included in this report.

# HILLIARD CITY SCHOOL DISTRICT

## PROFILE OF THE SCHOOL DISTRICT

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

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

The District had an estimated enrollment of 14,851 students for the fiscal year end June 30, 2006 compared to 14,546 students for the fiscal year ended June 30, 2005. This makes the District the ninth largest public school district in the state of Ohio. These students are housed in 13 elementary schools (grades pre-k to 5), 2 sixth grade centers, 3 middle schools (grades 7 to 8), and 2 comprehensive high schools (grades 9 to 12). The age of buildings varies with the oldest built in 1956 and the latest which opened in 2002. Of the District's 20 instructional buildings, 12 have been built since 1989 of which 4 opened in 2002. Additionally, the District operates an administration building, a maintenance/resource center facility, a transportation compound and a support services center. The District estimates enrollment to be 14,932; 15,839; and 17,728 for the fiscal years ended June 30, 2007, 2010, and 2015 respectively. The District's enrollment figures do not include students living within the District's attendance area who attend charter schools. Currently, the District has 177 students attending 23 different charter schools.

## Economic Condition and Outlook

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

Employment in Franklin County has improved slightly with unemployment in June of 2005 of approximately 5.6% decreasing to 5.1% as of June 2006. Employment in the District is diversified with a majority in the service sector. One of the largest employers in the District with over 1,000 employees is Boehringer Ingelheim Roxane, Inc., a pharmaceutical company located in the Columbus portion of the District. Another employer within the Columbus portion of the District is UPS with approximately 855 employees. Employers in the Hilliard portion of the District include MCI Telecommunications/Worldcom with approximately 574 employees and BMW with approximately 750 employees. Additionally, the District is home to many trucking and small manufacturing companies as a result of Interstates 270 and 70 intersecting the District.

## HILLIARD CITY SCHOOL DISTRICT

The District was happy to welcome BMW Financial Services NA, LLC as the newest employer in the District during the first quarter of 2006. BMW constructed a \$23 million 220,000 square foot office complex to house their operations in the City of Hilliard. The District looks forward to welcoming the Credit Union of Ohio as the next business to locate in this planned unit development. Construction should begin by the first quarter of 2007. Hopefully many other businesses will locate in the Britton Central 282 acre mixed use Planned Unit Development.

The Trueman Boulevard project, which opened over 100 acres to new commercial development and was completed in December of 2004, now has a Home Depot, Target, Cheeseburger in Paradise Restaurant, Carrabbas Restaurant and several other shops with more to open in 2007. The latest addition is the 30,000 square feet Cardinal Orthopedic Institute which should be completed no later than the first quarter of 2007.

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

### MAJOR INITIATIVES AND ACCOMPLISHMENTS

#### *Accomplishments for 2006*

##### *Financial*

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

The District received the Award for Outstanding Achievement in Popular Annual Financial Reporting for the first time this year.

The District issued \$65 million in Bonds in 2006 at a True Interest Cost of 4.66% and \$10 million in bond anticipation notes at a yield of 3.65% to fund the construction of a new elementary and high school.

##### *Instruction*

The District met 25 of the 25 indicators this year, on the report card prepared annually by the Ohio Department of Education. The prior year the District met 21 of the 23 indicators.

The District's graduation rate increased from 94.1% to 96.4%.

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

# HILLIARD CITY SCHOOL DISTRICT

## *Initiatives for 2007*

### *Financial*

The District will apply to receive the Certificate of Excellence in Financial Reporting from the GFOA for the District's 2006 CAFR.

The District will also apply to receive the Award for outstanding Achievement in Popular Annual Financial Reporting from the GFOA for the 2006 Popular Annual Financial Report.

### *Instruction*

An ELL Immersion program was implemented at two elementary schools. This program will provide greater English instruction while also allowing ELL students to spend part of their school day in the regular education program.

The new K-12 Wellness Curriculum will be implemented and the new K-12 Language Arts Curriculum review process will begin.

The High School 20/20 committee will work throughout the school year to create recommendations for high school restructuring to the Superintendent. These recommendations will be based on best educational practices research of the knowledge and application skills that high school graduates will need to possess to be competitive in a global economy.

On-line short cycle assessments will be expanded into a total of 10 schools. These assessments will assist teachers to more precisely address student learning sooner throughout the entire school year.

## **FINANCIAL INFORMATION**

### **Internal Controls**

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

# HILLIARD CITY SCHOOL DISTRICT

## **Budgetary Controls**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The primary level of budgetary control required by Ohio Revised Code is at the fund level. The level of budgetary control imposed by the District (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level for all funds. Any budgetary modifications at these levels may only be made by resolution of the Board of Education. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated.

## **Risk Management**

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

## **Cash Management**

Cash temporarily idle during the year was invested in demand deposits, certificates of deposit, U.S. agency securities or obligations, State Treasury Asset Reserve of Ohio (STAR Ohio) and repurchase agreements. As of June 30, 2006 the maturities of investments ranged from 1 day to slightly more than 2 years, with a weighted average maturity of the pooled funds of 0.35 years or 127.75 days. The weighted average yield to maturity at June 30 was 5.16%.

## **Independent Audit**

*Office of Management and Budget Circular A-133* requires an annual audit by independent accountants. The Ohio Auditor of State conducted the District's 2006 fiscal year audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Federal Single Audit Act Amendments of 1996 and related OMB Circular A-133. The auditor's report on the basic financial statements is included in the financial section of this report.

# HILLIARD CITY SCHOOL DISTRICT

## AWARDS

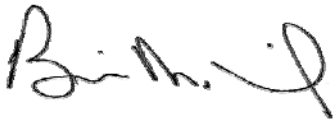
***GFOA Certificate of Achievement*** The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Hilliard City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2005.

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

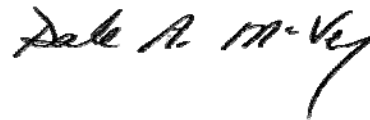
## ACKNOWLEDGMENTS

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

Respectfully submitted,



Brian W. Wilson  
Treasurer/CFO



Dale A. McVey  
Superintendent



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Hilliard City School District,  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2005

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.



*Carla E. Fudge*

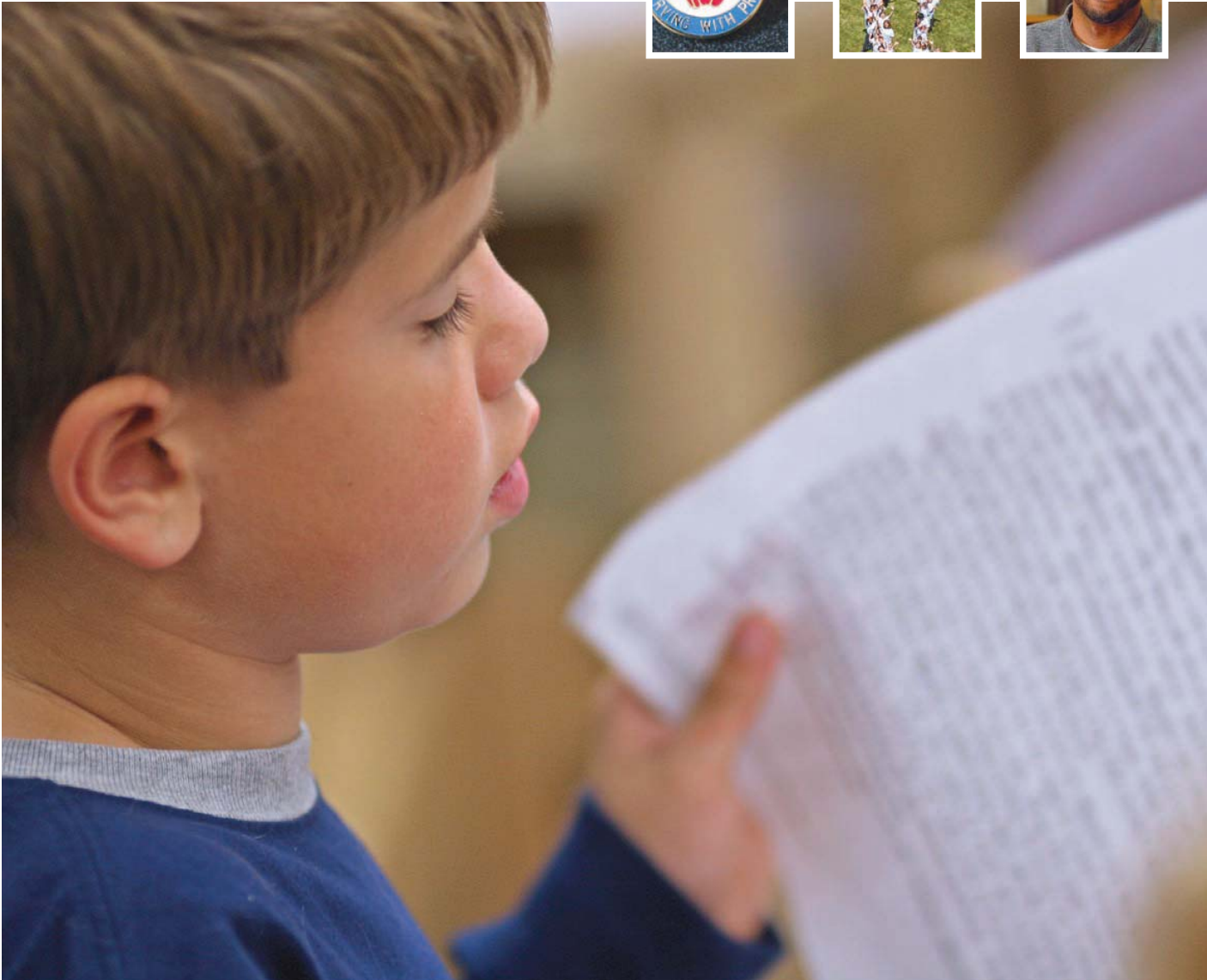
President

*Jeffrey R. Emer*

Executive Director

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# Financial Section



FINANCIAL SECTION





# Auditor of State Betty Montgomery

## INDEPENDENT ACCOUNTANTS' REPORT

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

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hilliard City School District, Franklin County, Ohio (the District), as of and for the year ended June 30, 2006, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Hilliard City School District, Franklin County, Ohio, as of June 30, 2006, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 16, 2006, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

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

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining nonmajor 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.



**Betty Montgomery**  
Auditor of State

October 16, 2006

**Hilliard City School District**  
Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2006  
Unaudited

As management of the Hilliard City School District (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2006. We encourage readers to consider the information presented here in conjunction with our letter of transmittal at the front of this report and the District's financial statements, which follow this section.

**Financial Highlights**

Key financial highlights for 2006 are as follows:

- In total, net assets of governmental activities increased \$11,922,908, which represents a 34.22% increase from 2005.
- General revenues accounted for \$158,006,661 in revenue or 93.29% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$11,370,627 or 6.71% of total revenues of \$169,377,288.
- The District had \$157,454,380 in expenses related to governmental activities; only \$11,370,627 of these expenses was offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$158,006,661 were sufficient to provide for these programs.
- As of June 30, 2006 the General Fund reported a positive fund balance of \$21,589,792, which represents a 58.39% increase from 2005.

**Reporting the District as a Whole**

*The Statement of Net Assets and Statement of Activities*

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

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

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

### *Fund Financial Statements*

Our analysis of the District's major funds appears on the fund financial statements beginning with the Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances. These statements provide detailed information about the most significant funds—not the District as a whole. A schedule showing the fund balance and the total change in fund balance from June 30, 2005 to 2006 for the District's major funds appears on page 6. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. The District's two types of funds, governmental, and fiduciary, use different accounting approaches as further described in the notes to the financial statements.

### *Governmental Funds*

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

### *Fiduciary Funds*

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

## **Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$46,766,379 according to the Statement of Net Assets at the close of the most recent fiscal year.

A portion of the District's net assets (18.39%) reflects its investment in capital assets less depreciation and any related debt used to acquire those assets that is still outstanding. The District uses capital assets to provide services; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves usually are not used to liquidate these liabilities.



A comparative analysis of fiscal year 2006 to 2005 follows from the Statements of Net Assets:

<b>Hilliard City School District</b>		
<b>Net Assets</b>		
	<u>Governmental Activities</u>	
	<u>2006</u>	<u>2005</u>
Current assets	\$ 210,742,100	\$ 123,777,966
Capital assets	<u>126,501,765</u>	<u>130,953,339</u>
Total assets	<u>337,243,865</u>	<u>254,731,305</u>
Current liabilities	93,679,080	84,049,731
Long-term liabilities	<u>196,798,406</u>	<u>135,838,103</u>
Total liabilities	<u>290,477,486</u>	<u>219,887,834</u>
<b>Net Assets:</b>		
Invested in capital, net of debt	8,600,044	12,536,822
Restricted	88,142,113	21,988,141
Unrestricted	<u>(49,975,778)</u>	<u>318,508</u>
Total net assets	<u>\$ 46,766,379</u>	<u>\$ 34,843,471</u>

A portion of the District's net assets (100%) represents resources subject to external restrictions on how they may be used. The increase in restricted net assets is due to the issuance of debt for construction of new buildings to begin in October 2006.

<b>Hilliard City School District</b>		
<b>Changes in Net Assets</b>		
	<u>Governmental Activities</u>	<u>Governmental Activities</u>
	<u>2006</u>	<u>2005</u>
<b>Program revenues:</b>		
Charges for services	\$ 5,929,144	\$ 5,561,212
Federal grants	4,724,052	4,092,547
State grants	717,431	961,520
<b>General revenues:</b>		
Property taxes	102,530,771	92,339,122
State entitlements	49,168,376	47,324,508
Investment income	1,594,740	754,324
Other	<u>4,712,774</u>	<u>1,402,787</u>
Total revenues	<u>169,377,288</u>	<u>152,436,020</u>
<b>Program expenses:</b>		
Instructional	92,328,634	85,788,204
Support services	48,118,112	45,790,070
Community services	1,770,217	1,667,847
Food service	3,847,634	3,374,943
Extracurricular Activities	3,506,953	2,430,606
Other Operations	22,724	25,806
Interest and Fiscal Charges	<u>7,860,106</u>	<u>6,678,285</u>
Total expenses	<u>157,454,380</u>	<u>145,755,761</u>
Increase(decrease) in net assets	<u>\$ 11,922,908</u>	<u>\$ 6,680,259</u>

### Governmental Activities

Net assets of the District's governmental activities increased by \$11,922,908. The increase in net assets is a direct result of the 9.5 mill new property tax passed in March of 2004 and increased investment earnings.

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

<u>Programs</u>	<u>Total Cost of Services</u>	<u>Net Cost of Service</u>
	<u>2006</u>	<u>2006</u>
Instructional services	\$ 92,328,634	\$ 88,572,624
Support services	48,118,112	46,856,352
Community services	1,770,217	(118,120)
Food services	3,847,634	(85,913)
Extracurricular Activities	3,506,953	2,975,980
Other Operations	22,724	22,724
Interest and Fiscal Charges	7,860,106	7,860,106
Total	<u>\$ 157,454,380</u>	<u>\$ 146,083,753</u>

Local property taxes make up 64.89% of total general revenues for governmental activities. The net services column reflecting the need for \$146,083,753 of support indicates the reliance on general revenues to support governmental activities.

### The District's Funds

The District's governmental funds reported a fund balance of \$110,087,999, which represents an increase of \$74,176,497 as compared to last year's total of \$35,911,502 according to the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances. The schedule below shows the fund balance and the total change in fund balance from June 30, 2006 to 2005.

	<u>Fund Balance at</u> <u>June 30, 2006</u>	<u>Fund Balance at</u> <u>June 30, 2005</u>	<u>Increase</u> <u>(Decrease)</u>
General Fund	\$ 21,589,792	\$ 13,631,170	\$ 7,958,622
Bond Retirement Fund	13,455,316	11,282,390	2,172,926
Building Fund	71,636,798	8,707,807	62,928,991
Other Governmental Funds	<u>3,406,093</u>	<u>2,290,135</u>	<u>1,115,958</u>
Total	<u>\$ 110,087,999</u>	<u>\$ 35,911,502</u>	<u>\$ 74,176,497</u>

### General Fund

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

<b>Revenues</b>	<u>2006</u>	<u>2005</u>	<u>% Change</u>
Property taxes	\$ 87,237,234	\$ 82,431,444	5.83%
Intergovernmental	47,736,965	45,805,873	4.22%
Investment income	1,218,074	748,567	62.72%
Other revenue	<u>2,745,636</u>	<u>1,859,294</u>	<u>47.67%</u>
Total	<u>\$ 138,937,909</u>	<u>\$ 130,845,178</u>	<u>6.18%</u>

The increase in property tax revenues is primarily due to the passage of a new 9.5 mill property tax in March of 2004. The increase in investment income is due to a higher cash balance allowing for more investment opportunities and an increase in interest rates.

As the table below indicates, the largest portion of General Fund expenditures at 62.87% is for instructional services.

	<u>2006</u>	<u>2005</u>	<u>% Change</u>
Instructional services	\$ 82,348,492	\$ 76,951,545	7.01%
Support services	45,455,507	46,331,889	-1.89%
Food Service	-	2,779	-100.00%
Co-curricular student activities	2,823,360	1,773,535	59.19%
Other Facilities Acquisition and Construction	152,850	589,016	-74.05%
Capital outlay	-	619,615	100.00%
Miscellaneous	9,963	-	100.00%
Debt service	<u>189,115</u>	<u>168,001</u>	<u>12.57%</u>
Total	<u>\$ 130,979,287</u>	<u>\$ 126,436,380</u>	<u>3.59%</u>

Expenditures are up 3.59% over the prior year due to the hiring of additional staff after a hiring freeze in the prior year and salary and benefit increases associated with existing staff. District enrollment has increased 631 students over the past two years.

### Bond Retirement Fund

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

### Building Fund

The building fund is used to account for significant capital projects. In 2006, revenues within this fund and the corresponding increase in fund balance are related to the issuance of \$65 million in bonds for the construction of a third high school and fourteenth elementary. The bond issue was passed by voters in May 2006.

### Other Funds

Other governmental funds consist of Special Revenue and other Capital Projects funds. The fund balance of these funds increased by \$1.1 million. This is primarily the result of the issuance of \$1.6 million in Energy Conservation bonds for improvements throughout the District.

## **General Fund Budget Information**

The District's budget is prepared in accordance with Ohio law and is based on the cash basis of accounting, utilizing cash receipts, disbursements and encumbrances. Changes are made to the District's budget as changes in revenues and spending patterns are experienced. In 2006, there were no updates made to general fund appropriations.

The District uses the five-year forecast as the original document from which to form the operating budget. After updating the forecast for changes in revenue and expenditure assumptions, the operating budget begins at the school level. Each school in the District receives a per pupil allocation augmented with resources for special education students in the specific buildings. Budgets are reviewed periodically to ensure management becomes aware of any variations during the year.

## **Capital Assets**

The District has \$126,501,765 invested in capital assets net of depreciation. Detailed information regarding capital asset activity is included in the notes to the basic financial statements (Note 7).

## **Debt**

On June 30, 2006, the District had \$187,592,566 in outstanding bonds. The District paid \$9,790,000 in principal on bonds outstanding and \$4,250,194 in interest payments during the 2006 fiscal year. The District also issued \$65,000,000 in school improvement bonds and \$1,600,000 in energy conservation improvement bonds, as well as \$10,000,000 in bond anticipation notes. Detailed information regarding long-term debt activity is included in the notes to the basic financial statements (Note 8).

Under current state statutes, the District's general obligation bonded debt issues are subject to a legal limitation based on 9% of the total taxable valuation of real and personal property. As of June 30, 2006, the District's general obligation debt was below the legal limit.

## **Economic Conditions and Outlook**

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

The biggest challenge facing the District is the growth in student enrollment and how to house the additional students. Currently the two high schools combined are more than 700 students over capacity. The District is also experiencing capacity issues at the elementary and middle school buildings. In May 2006, the District passed a \$75 million bond levy for the construction of a third high school and fourteenth elementary.

The other challenge facing the District is the future of state funding. In the State's current biennium budget that began July 1 of 2005 the District's funding from the state is flat funded for second straight year. The District's student enrollment will increase approximately 350 students over the next year but it will see no increased funding from the state. The state modified the school funding formula significantly, so much so that a funding guarantee was put in place that the District's funding would not decrease below fiscal year 2005 state funding. We do not know at this time how state funding will change in the next biennium budget.

# **BASIC FINANCIAL STATEMENTS**

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Hilliard City School District  
Statement of Net Assets  
June 30, 2006

	<u>Governmental Activities</u>
<b>Assets</b>	
Cash and Cash Equivalents	\$58,307,851
Investments	48,274,308
Receivables	
Taxes - Current	96,434,142
Taxes - Delinquent	7,047,700
Accounts	80,718
Accrued Interest	125,274
Due from:	
Other Governments	406,916
External Party	24,302
Materials & Supplies Inventory	40,889
Land	15,917,327
Other Capital Assets, Net	110,584,438
<b>Total Assets</b>	<b>337,243,865</b>
<b>Liabilities</b>	
Accounts Payable	775,502
Accrued Wages and Benefits	10,698,535
Due to Other:	
Governments	2,340,926
Interest Payable	356,094
Unearned Revenue	69,508,023
Notes Payable	10,000,000
Long-Term Liabilities	
Due within One Year	9,997,231
Due in More Than One Year	186,801,175
<b>Total Liabilities</b>	<b>290,477,486</b>
<b>Net Assets</b>	
Invested in Capital Assets, Net of Related Debt	8,600,044
Restricted for:	
Debt Service	13,099,222
Capital Projects	71,636,798
Other Puposos	3,406,093
Unrestricted	(49,975,778)
<b>Total Net Assets</b>	<b>\$46,766,379</b>

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

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Hilliard City School District  
Statement of Activities  
For the Fiscal Year Ended June 30, 2006

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
Governmental Activities				
Instruction				
Regular	\$ 75,248,613	\$ 204,640	\$ 189,128	\$ (74,854,845)
Special	15,860,883	255,403	3,106,839	(12,498,641)
Vocational	1,219,138	-	-	(1,219,138)
Support Services				
Pupils	8,364,608	5,864	195,663	(8,163,081)
Instructional Staff	7,099,637	25,364	17,352	(7,056,921)
General Administration	8,917,487	-	-	(8,917,487)
Board of Education	535,760	134,168	-	(401,592)
Fiscal Services	2,924,253	-	-	(2,924,253)
Business	588,133	160,620	-	(427,513)
Operation & Maintenance of Plant	11,322,766	137,558	-	(11,185,208)
Pupil Transportation	7,845,387	109,553	365,998	(7,369,836)
Central	520,081	-	109,620	(410,461)
Community Services	1,770,217	1,399,826	488,511	118,120
Food Service Operations	3,847,634	2,965,175	968,372	85,913
Extra Curricular Activities	3,506,953	530,973	-	(2,975,980)
Other Operations	22,724	-	-	(22,724)
Interest and Fiscal Charges	7,860,106	-	-	(7,860,106)
Totals	\$ 157,454,380	\$ 5,929,144	\$ 5,441,483	\$ (146,083,753)
General Revenues				
Property Taxes Levied for:				
General Purposes				
				89,822,463
Debt Service				
				12,708,308
Grants & Entitlements not Restricted to Specific Programs				
				49,168,376
Investment Earnings				
				1,594,740
Miscellaneous				
				4,712,774
Total General Revenues				158,006,661
Change in Net Assets				11,922,908
Net Assets Beginning of Year - Restated (See Note 19)				34,843,471
Net Assets End of Year				\$46,766,379

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

Hilliard City School District  
Balance Sheet  
Governmental Funds  
June 30, 2006

	<u>General</u>	<u>Bond Retirement Fund</u>	<u>Building Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>					
Cash and cash equivalents	\$ 11,151,653	\$ 10,008,235	\$ 33,353,039	\$ 3,794,924	\$ 58,307,851
Investments	-	-	48,274,308	-	48,274,308
Receivables (net of allowances for uncollectibles)					
Taxes - Current	84,633,484	11,800,658	-	-	96,434,142
Taxes - Delinquent	6,145,454	902,246	-	-	7,047,700
Accounts	65,418	-	-	15,300	80,718
Accrued Interest	112,835	-	12,439	-	125,274
Due from Other:					
Governments	19,345	-	-	387,571	406,916
Funds	30,838	-	-	-	30,838
Materials and Supplies Inventory	-	-	-	40,889	40,889
<b>Total assets</b>	<u>102,159,027</u>	<u>22,711,139</u>	<u>81,639,786</u>	<u>4,238,684</u>	<u>210,748,636</u>
<b>Liabilities:</b>					
Accounts Payable	466,170	-	60	309,272	775,502
Accrued Wages and Benefits	10,289,239	-	-	409,296	10,698,535
Due to other funds	-	-	-	6,536	6,536
Due to other governments	2,233,439	-	-	107,487	2,340,926
Compensated Absences Payable	190,292	-	-	-	190,292
Deferred Revenue	67,390,095	9,255,823	2,928	-	76,648,846
Notes Payable	-	-	10,000,000	-	10,000,000
<b>Total Liabilities</b>	<u>80,569,235</u>	<u>9,255,823</u>	<u>10,002,988</u>	<u>832,591</u>	<u>100,660,637</u>
<b>Fund Balances</b>					
Reserved					
Encumbrances	1,433,453	-	5,622,614	1,328,815	8,384,882
Unreserved					
Designated for next fiscal year	23,479,038	3,447,081	-	-	26,926,119
Undesignated, Reported in:					
General fund	(3,322,699)	-	-	-	(3,322,699)
Special Revenue funds	-	-	-	1,841,424	1,841,424
Debt Service fund	-	10,008,235	-	-	10,008,235
Capital Projects fund	-	-	66,014,184	235,854	66,250,038
<b>Total fund balances</b>	<u>21,589,792</u>	<u>13,455,316</u>	<u>71,636,798</u>	<u>3,406,093</u>	<u>110,087,999</u>
<b>Total liabilities and fund balances</b>	<u>\$ 102,159,027</u>	<u>\$ 22,711,139</u>	<u>\$ 81,639,786</u>	<u>\$ 4,238,684</u>	<u>\$ 210,748,636</u>

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

Hilliard City School District, Ohio  
 Reconciliation of Total Governmental Fund Balances to  
 Net Assets of Governmental Activities  
 June 30, 2006

<b>Total Governmental Fund Balances</b>	<b>\$110,087,999</b>
 <i>Amounts reported for governmental activities in the statement of net assets are different because:</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	126,501,765
Other assets are not available to pay for current period expenditures and therefore are deferred in the funds.	7,140,823
Other liabilities are not to be paid from current period resources and are not reported in the funds.	
Interest Payable	(356,094)
Long-Term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences	(8,514,650)
General Obligation Debt	(187,592,566)
Capital Lease Obligations	(500,898)
	<u>(196,608,114)</u>
 <b>Net Assets of Governmental Activities</b>	 <b><u><u>\$46,766,379</u></u></b>

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

Hilliard City School District  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Fiscal Year Ended June 30, 2006

	General	Bond Retirement Fund	Building Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
From local sources					
Taxes	\$ 87,237,234	\$ 12,328,664	\$ -	\$ -	\$ 99,565,898
Tuition	250,582	-	-	1,598,551	1,849,133
Earnings on Investments	1,218,074	-	269,723	14,168	1,501,965
Other local	1,398,698	-	-	227,882	1,626,580
Intergovernmental - State	47,608,777	1,431,411	-	717,431	49,757,619
Intergovernmental - Federal	128,188	-	-	4,724,052	4,852,240
Classroom Materials & Fees	894,466	-	-	-	894,466
Other revenue	201,890	2,351	22,522	25,940	252,703
Extracurricular Activities	-	-	-	491,924	491,924
Food Services	-	-	-	2,965,175	2,965,175
<b>Total Revenues</b>	<b>138,937,909</b>	<b>13,762,426</b>	<b>292,245</b>	<b>10,765,123</b>	<b>163,757,703</b>
Expenditures:					
Current:					
Instruction					
Regular	68,773,533	-	764,376	397,097	69,935,006
Special	12,407,055	-	-	3,365,322	15,772,377
Vocational	1,167,904	-	-	-	1,167,904
Support Services					
Pupils	8,069,083	-	-	207,847	8,276,930
Instructional Staff	7,059,980	-	-	17,392	7,077,372
General Administration	8,261,125	-	-	137,878	8,399,003
Board of Education	282,159	-	238,152	15,449	535,760
Fiscal Services	2,808,020	111,243	-	-	2,919,263
Business	582,015	-	-	-	582,015
Operation & Maintenance of Plant	11,040,506	-	89,940	1,254	11,131,700
Pupil Transportation	6,953,931	-	-	420,829	7,374,760
Central	398,688	-	-	109,620	508,308
Community Services	-	-	-	1,756,061	1,756,061
Food Service Operations	-	-	-	3,821,398	3,821,398
Extra Curricular Activities	2,823,360	-	-	478,108	3,301,468
Other Operations	-	-	-	22,724	22,724
Facilities Acquisition & Construction Services					
Site Acquisition	-	-	10,000	-	10,000
Architecture & Engineering Services	-	-	37,998	-	37,998
Building Acquisition & Construction Services	-	-	196,261	-	196,261
Building Improvement Services	-	-	159,041	-	159,041
Other Facilities Acquisition & Construction	152,850	-	867,486	495,000	1,515,336
Miscellaneous	9,963	-	-	3,186	13,149
Debt Service:					
Principal Retirement	129,942	9,790,000	-	-	9,919,942
Interest and Fiscal Charges	59,173	4,250,194	-	-	4,309,367
<b>Total Expenditures</b>	<b>130,979,287</b>	<b>14,151,437</b>	<b>2,363,254</b>	<b>11,249,165</b>	<b>158,743,143</b>
Excess (deficiency) of revenue over expenditures	7,958,622	(389,011)	(2,071,009)	(484,042)	5,014,560
Other Financing Sources (Uses)					
Premium and interest on bonds sold	-	2,561,937	-	-	2,561,937
Bonds issued	-	-	65,000,000	1,600,000	66,600,000
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>2,561,937</b>	<b>65,000,000</b>	<b>1,600,000</b>	<b>69,161,937</b>
<b>Net Change in Fund balances</b>	<b>7,958,622</b>	<b>2,172,926</b>	<b>62,928,991</b>	<b>1,115,958</b>	<b>74,176,497</b>
Fund balances, July 1 -	13,631,170	11,282,390	8,707,807	2,290,135	35,911,502
<b>Fund balances, June 30</b>	<b>\$ 21,589,792</b>	<b>\$ 13,455,316</b>	<b>\$ 71,636,798</b>	<b>\$ 3,406,093</b>	<b>\$ 110,087,999</b>

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

Hilliard City School District, Ohio  
 Reconciliation of the Statement of Revenues, Expenditures, and Changes  
 in Fund Balances of Governmental Funds to the Statement of Activities  
 For the Fiscal Year Ended June 30, 2006

<b>Net Change in Fund Balances - Total Governmental Funds</b>	<b>\$74,176,497</b>
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	(4,543,412)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Taxes	2,964,873
Interest	92,775
Proceeds from the sale of bonds reported in governmental funds are not reported as revenues in the statement of activities since this provides current financial resources to governmental funds.	(66,600,000)
Repayment of bond principal and leases payable are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and does not result in an expense in the statement of activities.	9,919,942
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(3,550,739)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
Compensated Absences	(537,028)
<b><i>Change in Net Assets of Governmental Activities</i></b>	<b>\$11,922,908</b>

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

Hilliard City School District  
Statement of Fiduciary Assets and Liabilities  
June 30, 2006

	<u>Agency</u>
Assets:	
Cash and cash equivalents	\$ 308,658
Receivables	
Accounts	17,622
Total assets	<u>\$ 326,280</u>
Liabilities:	
Accounts Payable	15,489
Due to Other:	
External Party	24,302
Other	286,489
Total Liabilities	<u>\$ 326,280</u>

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

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements  
June 30, 2006

## 1. Reporting Entity

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

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, and Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, in that the financial statements include all organizations, activities and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board and either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose financial burden on the District. The District has no component units.

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

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

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

The District's reporting entity includes the following:

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

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

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements, continued  
June 30, 2006

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

**2. Summary of Significant Accounting Policies**

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

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

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

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

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

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

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

Government fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service principal expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.



HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements, continued  
June 30, 2006

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

The District reports the following *major* governmental funds:

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

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

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

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

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

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

Additionally, the District reports the following fund type:

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

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

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

(c) *Cash and Investments*

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

(d) *Encumbrances*

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in governmental funds. Encumbrances are reported as reservations of fund balance, since they do not constitute expenditures or liabilities. The District had \$8,384,882 in outstanding encumbrances at year end.

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements, continued  
June 30, 2006

(e) *Inventory*

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

(f) *Capital Assets and Depreciation*

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District follows the policy of not capitalizing assets with a cost of less than \$5,000 and a useful life of less than one year. The District does not possess any infrastructure.

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

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

(g) *Interfund Activity*

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds.

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

(h) *Compensated Absence*

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

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

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements, continued  
June 30, 2006

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

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

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

*(j) Fund Balance Reserves / Restrictions*

The District records reservations for portions of fund equity, which are legally segregated for specific future use or which do not represent available spendable resources and therefore are not available for appropriation for expenditures. Fund equity reserves have been established for encumbrances.

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

*(k) Management Estimates*

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

**3. Cash and Investments**

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

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

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

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

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements, continued  
June 30, 2006

Cash and Investments:

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

The investment and deposit of the District's monies is governed by the provisions of the ORC. In accordance with these statutes, the District is authorized to invest in United States and State of Ohio bonds, notes, and other obligations; bank certificates of deposit; banker acceptances; commercial paper notes rated prime and issued by United States corporations; repurchase agreements secured by United States obligations; and STAROhio. Earnings on investments are credited to the General Fund except earnings specifically related to the Capital Projects Fund, and certain Special Revenue Funds, which is in compliance with ORC Section 3315.01. In fiscal 2006 investment income of \$1,218,074 was recorded in the General Fund.

STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the Securities Exchange Commission as an investment company, but does operate in a manner similar to Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 2006.

Deposits:

Custodial credit risk is the risk that in the event of bank failure, the District's deposits may not be returned. According to state law, public depositories must give security for all public funds on deposit. These institutions may either specifically collateralize individual accounts in lieu of amounts insured by the FDIC, or may pledge a pool of government securities valued at least 105% of the total value of public monies on deposit at the institution. Repurchase agreements must be secured by the specific government securities upon which the repurchase agreements are based. These securities must be obligations of or guaranteed by the United States and mature or be redeemable within 5 years of the date of the related repurchase agreement. State law does not require security for public deposits and investments to be maintained in the District's name. During 2006, the District and public depositories complied with the provisions of these statutes.

At year-end, the District carried account balances at four banks. The carrying amount of all District deposits was \$32,217,332, exclusive of \$4,050 in cash on hand and the \$32,626,000 repurchase agreement. The combined bank balance was \$33,344,519 of which \$400,000 was covered by FDIC insurance and \$32,944,519 was uninsured. Of the remaining uninsured bank balance all was collateralized with securities held by the pledging institution's trust department, not in the District's name.

Investments:

Investments are reported at fair value. As of June 30, 2006, the District had the following investments:

<u>Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity( Years)</u>
FHLB	\$ 3,934,800	0.07
FNMA	27,224,347	0.19
FHLMC	10,787,163	0.09
STAR Ohio	97,125	current
Repurchase Agreement	<u>32,626,000</u>	current
Total Fair Value	<u>\$ 74,669,435</u>	
Portfolio Weighted Average Maturity		0.35

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements, continued  
June 30, 2006

Interest Rate Risk

The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date. Board policy dictates that the Treasurer may take no more than 25% of the funds to a maximum maturity of five years from the date of purchase as long as cash flow requirements allow the securities to be held to maturity.

Diversification Requirements

The following securities are authorized under both the District's policy and the Ohio Revised Code. District policy requires diversification of the portfolio to avoid incurring unreasonable risks inherent in over investing in specific instruments, individual financial institutions or maturities.

<u>Diversification by Instrument</u>	<u>Maximum Percent of Portfolio</u>
U.S. Treasurer Obligations (bills, notes and bonds)	100%
U.S. Government Agency/Instrumentalities	75%
Certificates of Deposit/Bank Deposits (collateralized)	75%
Repurchase Agreements (repo's)	25%
State and Local Government Securities	25%
State of Ohio Investment Pool	75%
Commercial Paper/Banker's Acceptance	25%

Credit Risk

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

Concentration of Credit Risk

The District places limits on the amount the District may invest in any one issuer. No more than 25% may be invested in Commercial Paper/Banker's Acceptance and no more than 75% may be invested in Certificates of Deposit/Bank Deposits. More than 5 percent of the District's investments are in FHLB, FNMA, FHLMC, and repurchase agreements. These investments are 5.27%, 36.46%, 14.45% and 43.69% respectively, of the District's total investments, for the amounts listed above. The percentage invested in repurchase agreements at June 30 exceeds the 25% set forth in District policy. This was due to the District receiving \$65 million in bond proceeds on June 30. Board policy indicates that no transaction needs to be executed when unusual circumstances cause the percentage of a type or category of investment to exceed the diversification limits set forth. Any transactions occurring after such an infraction work towards returning to compliance. Included in the District's investment totals are building fund specific investments. The diversification of building fund investments included 35.64% in repurchase agreements, 32% in Certificates of Deposit and 32.36% in FNMA.

**4. Receivables**

Receivables at June 30, 2006 consist of the following:

	<u>Taxes</u>	<u>Other</u>	<u>Totals</u>
Governmental activities:			
General	\$ 90,778,938	\$ 178,253	\$ 90,957,191
Bond retirement fund	12,702,904	-	12,702,904
Building fund	-	12,439	12,439
Other governmental funds	-	15,300	15,300
Total	<u>\$ 103,481,842</u>	<u>\$ 205,992</u>	<u>\$ 103,687,834</u>

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements, continued  
June 30, 2006

**5. Due from Other Governments**

Due from Other Governments at June 30, 2006 consist of the following:

	<u>Federal</u>	<u>State</u>	<u>Totals</u>
Governmental activities:			
General	\$ 19,345	\$ -	\$ 19,345
Other governmental funds	<u>386,775</u>	<u>796</u>	<u>387,571</u>
Total	<u>\$ 406,120</u>	<u>\$ 796</u>	<u>\$ 406,916</u>

**6. Interfund Receivables and Payables**

Interfund balances at June 30, 2006 consist of the following:

	<u>Receivable</u>	<u>Payable</u>
Governmental activities:		
General	\$ 30,838	-
Other governmental funds	-	6,536
Fiduciary activities:		
Agency Fund	<u>-</u>	<u>24,302</u>
Total	<u>\$ 30,838</u>	<u>\$ 30,838</u>

**7. Property, Plant and Equipment**

A summary of changes in general capital assets for the year ended June 30, 2006, follows:

	Balance (Restated) June 30, 2005	Additions	Disposals	Balance June 30, 2006
<u>Governmental Activities</u>				
Capital Assets, not being Depreciated:				
Land	\$ 15,917,327	\$ -	\$ -	\$ 15,917,327
Capital Assets, being Depreciated:				
Land improvements	13,780,443	339,456	-	14,119,899
Building and improvements	145,087,663	242,124	-	145,329,787
Furniture, fixtures and equipment	8,033,191	77,448	407,910	7,702,729
Buses, autos and trucks	<u>9,736,447</u>	<u>1,313,088</u>	-	<u>11,049,535</u>
Total Capital Assets, Being Depreciated	<u>176,637,744</u>	<u>1,972,116</u>	<u>407,910</u>	<u>178,201,950</u>
Less Accumulated Depreciation:				
Land improvements	6,693,575	649,944	-	7,343,519
Building and improvements	45,257,846	4,215,820	-	49,473,666
Furniture, fixtures and equipment	3,889,540	543,134	246,444	4,186,230
Buses, autos and trucks	<u>5,668,933</u>	<u>945,164</u>	-	<u>6,614,097</u>
Total accumulated depreciation	<u>61,509,894</u>	<u>6,354,062</u>	<u>246,444</u>	<u>67,617,512</u>
Capital assets, net	<u>\$ 131,045,177</u>	<u>\$ (4,381,946)</u>	<u>\$ 161,466</u>	<u>\$ 126,501,765</u>

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements, continued  
June 30, 2006

Depreciation expense was charged to governmental functions as follows:

Instructional services:	
Regular	\$ 4,576,158
Special	24,547
Support services:	
Pupils	2,752
Instructional staff	43,339
General administration	337,944
Business	4,955
Operation and maintenance of plant	166,239
Student Transportation	900,590
Food services	31,575
Community services	4,578
 Extracurricular student activities	 261,385
 Total Depreciation	 <u><u>\$ 6,354,062</u></u>

**8. Long-Term Obligations**

A summary for changes in long-term obligations for the year ended June 30, 2006, follows:

	Balance <u>June 30, 2005</u>	Additions	Reductions	Balance <u>June 30, 2006</u>
Accrued liabilities:				
Severance	\$ 8,048,632	\$ 786,959	\$ 130,649	\$ 8,704,942
Capital lease obligation	630,548	-	129,650	500,898
General obligation bonds payable	<u>127,158,923</u>	<u>70,191,743</u>	<u>9,758,100</u>	<u>187,592,566</u>
	<u>\$ 135,838,103</u>	<u>\$ 70,978,702</u>	<u>\$ 10,018,399</u>	<u>\$ 196,798,406</u>

Amounts Due In One Year

Severance	\$ 727,457
Capital lease obligation	134,770
General obligation bonds payable	<u>9,135,004</u>
	<u><u>\$ 9,997,231</u></u>

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements, continued  
June 30, 2006

General obligation bonds are direct obligations and pledges of the full faith and credit of the District. These bonds generally are issued as serial bonds, except for refunding issues. General obligation bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Accretion in 2006</u>	<u>Total Bonds Outstanding</u>
Refunding Issue (1)	12/01/97	12/01/13	4.7568	133,527	7,118,984
Refunding Issue (2)	05/10/93	12/01/12	5.1874	54,644	465,004
Refunding Issue (3)	06/15/01	12/01/19	4.7807	753,140	26,959,364
Refunding Issue (7)	06/01/04	12/01/12	5.3509	22,034	2,738,806
Refunding Issue (8)	03/01/05	12/01/28	4.3531	297,514	41,594,853
School Improvement (4)	02/01/96	12/01/20	5.4360	634,126	4,482,306
School Improvement (5)	03/01/00	12/01/28	6.6890	1,667,201	32,983,098
School Improvement (6)	06/15/01	12/01/28	4.6548	29,557	4,650,194
School Improvement (9)	04/28/06	12/01/10	3.1000	0	1,600,000
School Improvement (10)	06/30/06	12/01/28	4.3600	0	64,999,957
<b>Total</b>				<b><u>\$3,591,743</u></b>	<b><u>\$187,592,566</u></b>

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

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



HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statements, continued  
June 30, 2006

The annual maturities of the general obligation bonds as of June 30, 2006, and related interest payments are as follows:

<u>Year ending June 30,</u>	<u>Interest rate (%)</u>	<u>Principal</u>	<u>Interest</u>
2007	3.1000-6.689	\$ 8,760,887	\$ 6,884,153
2008	3.1000-6.689	10,145,000	6,280,703
2009	3.1000-6.689	10,442,127	5,872,264
2010	3.1000-6.689	11,126,300	5,400,337
2011	3.1000-6.689	8,629,560	8,060,929
2012-2016	3.1000-6.689	29,087,887	53,829,422
2017-2021	3.1000-6.689	35,074,872	39,148,465
2022-2026	3.1000-6.689	37,200,000	10,870,669
2027-2029	3.1000-6.689	24,895,000	1,778,533
Total		<u>\$ 175,361,633</u>	<u>\$ 138,125,475</u>

The District issued general obligation bonds for the construction and improvement of District buildings. These bonds include current interest serial bonds, capital appreciation bonds, and current interest term bonds. For fiscal year 2006, the capital appreciation bonds accreted \$3,591,743.

The Ohio Revised Code (ORC) provides that the net debt of a school district, whether or not approved by the people, shall not exceed 9.0% of the total value of all property in the school district as listed and assessed for taxation. In addition, the unvoted net debt of a school district cannot exceed 0.1% of the total assessed value of property. The District had no unvoted debt at June 30, 2006. The statutory limitations on debt are measured by a direct ratio of net debt to tax valuation and expressed in terms of a percentage. At June 30, 2006 the District's net debt was approximately 7.34% of the total assessed value of all property within the District.

## 9. Notes Payable

A summary of bond anticipation note (BAN) transactions for the fiscal year ended June 30, 2006 follows:

<u>Issue</u>	<u>Interest Rate</u>	<u>Notes Issue Date</u>	<u>Maturity Date</u>	<u>Original Amount</u>	<u>Retired in 2006</u>	<u>Outstanding 06/30/06</u>
BAN	4.500%	06/14/06	06/14/07	\$10,000,000	\$0	\$10,000,000

The District issued \$10,000,000 in bond anticipation notes in fiscal year 2006. The BAN's were issued to fund construction and other capital issues. The government-wide and fund financial statements reflect notes payable as \$10 million.

## 10. Capital Lease Obligation

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

Capital assets consisting of copiers that have been capitalized in the Governmental Activities Statement of Net Assets in the amount of \$619,615. This amount represents the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded in the Statement of Net Assets. Principal payments in fiscal year 2006 totaled \$129,650.

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statement, continued  
June 30, 2006

The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of June 30, 2006:

Fiscal Year <u>Ending June 30,</u>	Capital Lease <u>Obligations</u>
2007	\$ 177,205
2008	147,321
2009	138,065
2010	<u>136,421</u>
Total minimum lease payments	\$ 599,012
Less: amount representing interest	<u>(98,114)</u>
Present value of minimum lease payments	<u>\$ 500,898</u>

The principal portion of the capital lease obligation due during fiscal year 2007, \$134,770 has been reported on the Statement of Net Assets as a long-term liability due in one year. The remaining capital lease obligation principal amount of \$366,128 has been reported as a long-term liability due in more than one year.

#### 11. Lease Commitments and Leased Property

The District leases fourteen modular classroom buildings, which are presently being used at the two high schools. The lease term is currently thirty-six months, commencing March 2005. Total rental expenditures on the lease for the year ended June 30, 2006, were \$67,200.

The following is a schedule by year of the future minimum rental payments required for operating leases, as the remaining lease term is in excess of one year as of June 30, 2006:

Fiscal Year <u>Ending June 30,</u>	Operating <u>Lease</u>
2007	\$ 67,200
2008	<u>39,200</u>
Total minimum lease payments	<u>\$ 106,400</u>

#### 12. Defined Benefit Pension Plans

##### State Teachers Retirement System

The District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3371 or by calling (614) 227-4090, or by visiting the STRS Ohio Web site at [www.strsoh.org](http://www.strsoh.org).

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor.

The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5% of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statement, continued  
June 30, 2006

Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

For the fiscal year ended June 30, 2006, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2004, (the most recent information available) the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions for pension obligations to the DB Plan for the fiscal years ended June 30, 2006, 2005, and 2004 were \$10,037,216, \$9,466,310, and \$8,859,774 respectively; 88.53 percent has been contributed for fiscal year 2006 and 100 percent for fiscal years 2005 and 2004. \$1,151,477 representing the unpaid contribution for fiscal year 2006 is recorded as a liability within the respective funds.

School Employees Retirement System

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

Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2005, (the most recent information available) 10.57 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2004, 9.09 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2006, 2005 and 2004 were \$2,634,357, \$2,459,404, and \$2,392,734 respectively; 54.85 percent has been contributed for fiscal year 2006 and 100 percent for fiscal years 2005 and 2004. \$1,189,449 representing unpaid the contribution for fiscal year 2006 is recorded as a liability within the respective funds.

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statement, continued  
June 30, 2006

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

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

For STRS, all benefit recipients are required to pay a portion of health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. The board currently allocates employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund for which payments for health care benefits are paid. For the District, this amount equaled \$716,944 during the 2006 fiscal year.

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

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2005, (the most recent information available) employer contributions to fund health care benefits were 3.43 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2006, the minimum pay was established at \$35,800. For the School District, the amount contributed to fund health care benefits during the 2006 fiscal year equaled \$1,021,754.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of the annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2005 (the latest information available), were \$178,221,113 and the target level was \$335.2 million. At June 30, 2005, SERS had net assets available for payment of health care benefits of \$267.5 million. SERS has 58,123 participants currently eligible to receive health care benefits.

**14. Property Taxes**

Property Taxes include amounts levied against all real, public utility and tangible (used in business) property located in the school district. Due and collection dates, as established by Franklin County, were January 20, 2006 and June 20, 2006, for those taxes due during 2006.

Real property and tangible personal property taxes collected during 2006 had a lien and levy date of January 1, 2005 and December 31, 2005 respectively.

Assessed values are established by State law at 35% of appraised market value for Real Estate and Public Utility and at 25% for Tangible Personal. A reappraisal of all property is required to be completed no less than every six years. A revaluation of all property is required to be completed no less than every three years. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at true value (normally 50% of cost). The assessed values for collection in 2006, upon which the 2005 levies were based, were as follows:

Real estate	\$ 2,183,565,840
Public utility	59,705,360
Tangible personal	<u>129,417,796</u>
Total	<u>\$2,372,688,996</u>

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statement, continued  
June 30, 2006

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

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

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable as of June 30, 2006. Although total property tax collections for the next fiscal year are measurable, they are not (exclusive of advances) intended to finance current year operations. The net receivable (total receivable less amount available intended to finance the current year) is therefore offset by a credit to unearned revenue.

**15. Set-Aside Calculations**

The School District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by year-end or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years. State law has set the amount for the set-aside at the number of students times 3% of the average cost per pupil.

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

	Textbook Reserve	Capital Acquisition Reserve
Set-aside balance, July 1, 2005	\$ -	\$ -
Current year set-aside requirement	2,122,749	2,122,749
Qualifying expenditures	(2,492,593)	(2,581,971)
Board of Education Approved Transfers	-	-
Total	(369,844)	(459,222)
Set-aside balance, June 30, 2006	\$ -	\$ -

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

**16. Contingent Liabilities**

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

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Basic Financial Statement, continued  
June 30, 2006

**17. Federal and State Grants**

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

**18. Risk Management**

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

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

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

**19. Accounting Change**

The District increased its capitalization threshold from \$1,500 to \$5,000. In addition, the District previously over-reported its depreciation expense. Accordingly, the beginning net assets of the governmental activities in the government-wide financial statements were misstated. There is no effect to the government fund statements. The correction resulted in the following change to the beginning net assets of the governmental activities:

Governmental Activities Net Assets, July 1, 2005	\$ 33,191,918
Accounting Change	<u>1,651,553</u>
Governmental Activities Net Assets, July 1, 2005 (Restated)	<u>\$ 34,843,471</u>

**20. Accountability**

Expenditures exceeded appropriations in the following funds at year end: Latchkey; School Testing; Auxiliary Services – Sunrise Academy. In addition, the Drug Free Grant and Smaller Learning Communities funds had negative cash balances at year end. The District will monitor appropriations and cash balances on a monthly basis to prevent these violations from occurring in the future.

# **REQUIRED SUPPLEMENTARY INFORMATION**

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**Hilliard City School District  
Budgetary Comparison Schedule  
General Fund  
For the Year Ended June 30, 2006**

	Budgeted Amounts			Variance with Final Budget - Positive/ (Negative)
	Original	Final	Actual	
<b>REVENUES:</b>				
Property taxes	83,394,770	84,218,599	85,399,626	1,181,027
Intergovernmental:				
Federal-				
Unrestricted grants-in-aid	160,441	157,413	159,770	2,357
State-				
Unrestricted grants-in-aid	47,641,166	46,742,133	47,442,042	699,909
Restricted grants-in-aid	214,277	210,233	213,381	3,148
Investment income	1,219,821	1,196,802	1,214,723	17,921
Tuition fees	246,646	241,991	245,615	3,624
Classroom materials & fees	902,765	885,729	898,992	13,263
Miscellaneous	1,376,427	1,350,453	1,370,674	20,221
<b>Total revenues</b>	135,156,313	135,003,353	136,944,823	1,941,470
<b>EXPENDITURES:</b>				
<b>Instructional services:</b>				
Regular	68,325,676	68,325,676	67,918,538	407,138
Special	12,988,222	12,988,222	12,161,405	826,817
Vocational	1,215,750	1,215,750	1,243,967	(28,217)
<b>Total instructional services</b>	82,529,648	82,529,648	81,323,910	1,205,738
<b>Support services:</b>				
Operation and maintenance of plant	12,107,976	12,107,976	11,811,511	296,465
Board of Education	305,701	305,701	278,239	27,462
Business	868,317	868,317	783,848	84,469
Pupils	8,556,595	8,556,595	8,509,462	47,133
Fiscal services	2,778,303	2,778,303	2,815,770	(37,467)
Instructional staff	7,730,774	7,730,774	7,415,797	314,977
Student transportation	6,748,123	6,748,123	7,035,285	(287,162)
Central services	497,187	497,187	432,068	65,119
General administration	8,429,152	8,429,152	8,306,816	122,336
<b>Total support services</b>	48,022,128	48,022,128	47,388,796	633,332
Food Service Operations	36,287	36,287	27,935	8,352
Extracurricular student activities	2,048,282	2,048,282	2,782,746	(734,464)
Facility acquisition and improvement	118,134	118,134	88,060	30,074
<b>Total expenditures</b>	132,754,479	132,754,479	131,611,447	1,143,032
<b>Excess (deficiency) of revenues over expenditures</b>	2,401,834	2,248,874	5,333,376	3,084,502
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from sale of equipment	-	-	23,798	23,798
Refund of prior year expenditure	-	-	175,041	175,041
Refund of prior year receipt	(2,000)	(2,000)	(9,963)	(7,963)
Transfers in	-	-	10,049	10,049
Advances - net	(222,378)	(222,378)	180,399	402,777
<b>Total other financing sources (uses)</b>	(224,378)	(224,378)	379,324	603,702
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	2,177,456	2,024,496	5,712,700	3,688,204
<b>Fund balances at beginning of year</b>	3,681,098	3,681,098	3,681,098	-
<b>Fund balances (deficit) at end of year</b>	5,858,554	5,705,594	9,393,798	3,688,204

See accompanying footnotes to the required supplementary information.

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Required Supplementary Information  
For the Year Ended June 30, 2006

**A. Budgetary Information**

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

- (1) A Tax Budget of estimated cash receipts and disbursements is submitted to the Franklin County Auditor, as secretary of the County Budget Commission, by January 20 of each year, for the fiscal year commencing the following July 1. The Hilliard Board of Education holds a budget hearing when it normally adopts the Tax Budget at the first regular meeting in January, following the budget hearing.
- (2) The County Budget Commission certifies its actions to the District by March 1. As part of this certification, the District receives the official certificate of estimated resources which states the projected receipts of each fund. On or about July 1, this certificate is amended to include any unencumbered balances from the preceding year.
- (3) An annual appropriation measure must be passed by October 1 of each year for the period July 1 to June 30. Unencumbered appropriations lapse at year-end and encumbered appropriations are reported as expenditures in the current year. The Hilliard Board of Education adopted its 2006 permanent appropriation measure at its September 26, 2005 regular meeting. The Board of Education adopted at the June 29, 2005 regular meeting a temporary appropriation measure to allow the District to operate until its annual appropriations were adopted. The appropriation measure may be amended or supplemented during the year as new information becomes available. Individual buildings and/or departments may transfer funds within their budgets. Revised appropriations are presented during the year and include the transfers requested by staff and any amendments to fund unanticipated expenditures. Appropriations may not exceed estimated resources and expenditures may not exceed appropriations at the fund level.

**B. Reconciling Budgetary Basis and GAAP**

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

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

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

HILLIARD CITY SCHOOL DISTRICT  
Notes to the Required Supplementary Information, Continued  
For the Year Ended June 30, 2006

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

Net change in fund balance	\$ 7,958,622
<b>Adjustments</b>	
Due to revenues	(1,993,086)
Due to expenditures	(632,160)
Due to other financing sources	379,324
Deficiency of revenues and other financing sources over expenditures and other financing uses (Budget Basis)	<u>\$ 5,712,700</u>

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## **SUPPLEMENTAL DATA**

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# Hilliard City School District

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

### BOND RETIREMENT FUND

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

### BUILDING FUND

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

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HILLIARD CITY SCHOOL DISTRICT  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual  
 (Non-GAAP Budgetary Basis)  
 For the fiscal year ended June 30, 2006

**MAJOR GOVERNMENTAL FUNDS**

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget positive (negative)</b>
<b>Bond Retirement Fund</b>			
Total Revenues and Other Sources	\$ 13,174,885	16,551,591	3,376,706
Total Expenditures and Other Uses	14,160,194	14,151,437	8,757
Net Change in Fund Balance	(985,309)	2,400,154	3,385,463
Fund Balance, July 1	7,608,082	7,608,082	-
Fund Balance, June 30	<u>\$ 6,622,773</u>	<u>10,008,236</u>	<u>3,385,463</u>
<b>Building Fund</b>			
Total Revenues and Other Sources	\$ -	75,282,734	75,282,734
Total Expenditures and Other Uses	2,849,000	2,848,720	280
Net Change in Fund Balance	(2,849,000)	72,434,014	75,283,014
Fund Balance, July 1	3,570,664	3,570,664	-
Fund Balance, June 30	<u>\$ 721,664</u>	<u>76,004,678</u>	<u>75,283,014</u>

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# Hilliard City School District

## NONMAJOR OTHER GOVERNMENTAL FUNDS

### Special Revenue Funds

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

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#### SPECIAL LOCAL FUND

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

#### CAREER DEVELOPMENT FUND

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

#### STUDENT ACTIVITY FUND

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

#### OTHER LOCAL FUND

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

#### FOOD SERVICE FUND

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

#### LATCHKEY FUND

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

#### TECHNOLOGY ROTARY FUND

A fund used to account for funds received by the computer manufacturer to perform maintenance on computers under warranty.

#### SCHOOL TESTING

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

#### PAMELA CARPENTER MEMORIAL FUND

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

# Hilliard City School District

## 4-MAT TRAINING

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

## EDUCATIONAL MANAGEMENT INFORMATION SYSTEM GRANT (EMIS)

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

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

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

## SCHOOL IMPROVEMENT AWARD

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

## READING INTERVENTION

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

## OTHER STATE GRANTS

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

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

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

## TITLE III FUND

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

## TITLE I FUND

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

## TITLE V

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

# Hilliard City School District

## DRUG FREE GRANT

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

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

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

## TITLE II-A

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

## SMALLER LEARNING COMMUNITIES

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

## OTHER FEDERAL GRANTS

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

## AUXILIARY SERVICES - ST. BRENDANS

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

## AUXILIARY SERVICES - SUNRISE ACADEMY

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

## AUXILIARY SERVICES – DUBLIN PREP ACADEMY

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

# Hilliard City School District

## **Capital Projects Funds**

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Capital Projects Funds are used to account for financial resources to be used for the acquisition of and/or construction of major capital facilities.

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### PERMANENT IMPROVEMENT FUND

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

### SCHOOLNET FUND

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

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Hilliard City School District  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2006

SPECIAL REVENUE FUNDS

	<u>Special Local</u>	<u>Career Development</u>	<u>Student Activity</u>	<u>Other Local</u>	<u>Food Services</u>	<u>Latchkey</u>	<u>Technology Rotary</u>
<b>Assets:</b>							
Cash and investments	\$ 205,091	\$ 11,571	\$ 265,191	\$ 10,635	\$488,998	\$ 621,354	\$ 25,364
Receivables (net of allowances for uncollectibles)							
Accounts Receivable	-	-	-	-	-	5,300	-
Due from Other:							
Governments	-	-	-	-	121,907	796	-
Inventory	-	-	-	-	40,889	-	-
<b>Total assets</b>	<u>205,091</u>	<u>11,571</u>	<u>265,191</u>	<u>10,635</u>	<u>651,794</u>	<u>627,450</u>	<u>25,364</u>
<b>Liabilities:</b>							
Accounts Payable	4,529	-	11,709	-	226,623	2,281	-
Accrued wages and benefits	-	-	-	-	-	6,442	-
Due to Other:							
Funds	-	-	-	-	-	-	-
Governments	-	-	-	-	32,532	17,631	-
Deferred Revenue	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<u>4,529</u>	<u>-</u>	<u>11,709</u>	<u>-</u>	<u>259,155</u>	<u>26,354</u>	<u>-</u>
<b>Fund Balances</b>							
Reserved for encumbrances	1,669	500	2,703	400	-	1,709	-
Unreserved, Undesignated	198,893	11,071	250,779	10,235	392,639	599,387	25,364
<b>Total fund balances</b>	<u>200,562</u>	<u>11,571</u>	<u>253,482</u>	<u>10,635</u>	<u>392,639</u>	<u>601,096</u>	<u>25,364</u>
<b>Total liabilities and fund balances</b>	<u>\$ 205,091</u>	<u>\$ 11,571</u>	<u>\$ 265,191</u>	<u>\$ 10,635</u>	<u>\$651,794</u>	<u>\$ 627,450</u>	<u>\$ 25,364</u>



Hilliard City School District

SPECIAL REVENUE FUNDS

School Testing	Pamela Carpenter Memorial	4-Mat Training	EMIS	OECN Data Comm.	School Improvement	Reading Intervention	Other State
\$ 222,115	\$ 376	\$ 454	\$ -	\$ -	\$ 9,789	\$ -	\$ 19,706
10,000	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>232,115</u>	<u>376</u>	<u>454</u>	<u>-</u>	<u>-</u>	<u>9,789</u>	<u>-</u>	<u>19,706</u>
1,293	-	-	-	-	-	-	-
-	-	-	-	-	-	-	7,449
-	-	-	-	-	-	-	1,633
2,060	-	-	-	-	-	-	1,022
-	-	-	-	-	-	-	-
<u>3,353</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,104</u>
11,212	-	-	-	-	-	-	-
217,550	376	454	-	-	9,789	-	9,602
<u>228,762</u>	<u>376</u>	<u>454</u>	<u>-</u>	<u>-</u>	<u>9,789</u>	<u>-</u>	<u>9,602</u>
<u>\$ 232,115</u>	<u>\$ 376</u>	<u>\$ 454</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,789</u>	<u>\$ -</u>	<u>\$ 19,706</u>

continued

Hilliard City School District  
Combining Balance Sheet  
Nonmajor Governmental Funds (continued)  
June 30, 2006

	<u>Part B, IDEA</u>	<u>Title III</u>	<u>Title I</u>	<u>Title V</u>	<u>Drug-Free Grant</u>	<u>Preschool Grant</u>	<u>Title II-A</u>	<u>Sm. Learning Communities</u>
<b>Assets:</b>								
Cash and investments	\$ 222,329	\$ 11,572	\$ 15,960	\$ 4,583	\$ 4,235	\$ 3,356	\$ -	\$ -
Accounts Receivable	-	-	-	-	-	-	-	-
Due From Other:								
Governments	128,640	17,834	42,970	5,773	8,822	10,526	44,874	-
Inventory	-	-	-	-	-	-	-	-
<b>Total assets</b>	<u><u>350,969</u></u>	<u><u>29,406</u></u>	<u><u>58,930</u></u>	<u><u>10,356</u></u>	<u><u>13,057</u></u>	<u><u>13,882</u></u>	<u><u>44,874</u></u>	<u><u>-</u></u>
<b>Liabilities:</b>								
Accounts Payable	-	-	105	-	8,975	-	-	-
Accrued wages and benefits	274,255	16,611	43,417	6,829	-	5,607	30,616	-
Due to Other:								
Funds	-	-	-	-	-	-	4,903	-
Governments	37,623	2,265	5,965	944	-	771	4,199	-
Deferred Revenue	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<u><u>311,878</u></u>	<u><u>18,876</u></u>	<u><u>49,487</u></u>	<u><u>7,773</u></u>	<u><u>8,975</u></u>	<u><u>6,378</u></u>	<u><u>39,718</u></u>	<u><u>-</u></u>
<b>Fund Balances</b>								
Reserved for encumbrances	-	-	205	1,783	2,314	-	-	19,532
Unreserved, Undesignated	39,091	10,530	9,238	800	1,768	7,504	5,156	(19,532)
<b>Total fund balances</b>	<u><u>39,091</u></u>	<u><u>10,530</u></u>	<u><u>9,443</u></u>	<u><u>2,583</u></u>	<u><u>4,082</u></u>	<u><u>7,504</u></u>	<u><u>5,156</u></u>	<u><u>-</u></u>
<b>Total liabilities and fund balances</b>	<u><u>\$ 350,969</u></u>	<u><u>\$ 29,406</u></u>	<u><u>\$ 58,930</u></u>	<u><u>\$ 10,356</u></u>	<u><u>\$ 13,057</u></u>	<u><u>\$ 13,882</u></u>	<u><u>\$ 44,874</u></u>	<u><u>\$ -</u></u>

Hilliard City School District

SPECIAL REVENUE FUNDS				Total Special Revenue Funds	CAPITAL PROJECTS FUNDS		Total Other Capital Projects Funds	Total
Other Federal	Auxiliary - St. Brendan	Auxiliary - Sunrise Acad.	Auxiliary - Dublin Prep.		Perm. Improvement	SchoolNet		
\$ 845	\$ 72,342	\$ 57,090	\$ 21,669	\$ 2,294,625	\$ 1,398,647	\$ 101,652	\$ 1,500,299	\$ 3,794,924
-	-	-	-	15,300	-	-	-	15,300
5,429	-	-	-	387,571	-	-	-	387,571
-	-	-	-	40,889	-	-	-	40,889
<u>6,274</u>	<u>72,342</u>	<u>57,090</u>	<u>21,669</u>	<u>2,738,385</u>	<u>1,398,647</u>	<u>101,652</u>	<u>1,500,299</u>	<u>4,238,684</u>
3,649	5,363	39,038	5,707	309,272	-	-	-	309,272
-	18,070	-	-	409,296	-	-	-	409,296
-	-	-	-	6,536	-	-	-	6,536
-	2,475	-	-	107,487	-	-	-	107,487
-	-	-	-	-	-	-	-	-
<u>3,649</u>	<u>25,908</u>	<u>39,038</u>	<u>5,707</u>	<u>832,591</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>832,591</u>
-	4,607	17,736	-	64,370	1,172,652	91,793	1,264,445	1,328,815
2,625	41,827	316	15,962	1,841,424	225,995	9,859	235,854	2,077,278
<u>2,625</u>	<u>46,434</u>	<u>18,052</u>	<u>15,962</u>	<u>1,905,794</u>	<u>1,398,647</u>	<u>101,652</u>	<u>1,500,299</u>	<u>3,406,093</u>
<u>\$ 6,274</u>	<u>\$ 72,342</u>	<u>\$ 57,090</u>	<u>\$ 21,669</u>	<u>\$ 2,738,385</u>	<u>\$ 1,398,647</u>	<u>\$ 101,652</u>	<u>\$ 1,500,299</u>	<u>\$ 4,238,684</u>

Hilliard City School District  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2006

SPECIAL REVENUE FUNDS						
	Special Local	Career Development	Student Activity	Other Local	Food Services	Latchkey
Revenues:						
From local sources						
Tuition	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,379,239
Other local	175,538	-	26,980	-	-	-
Intergovernmental - State	-	18,443	-	-	24,638	796
Intergovernmental - Federal	-	-	-	-	943,734	-
Investment Income	-	-	-	-	10,772	-
Other revenue	8,516	-	-	6,224	-	-
Extracurricular Activities	-	-	491,924	-	-	-
Food Services	-	-	-	-	2,965,175	-
<b>Total Revenues</b>	<b>184,054</b>	<b>18,443</b>	<b>518,904</b>	<b>6,224</b>	<b>3,944,319</b>	<b>1,380,035</b>
Expenditures:						
Current:						
Instruction						
Regular	27,423	-	-	-	-	-
Special	679	-	-	-	-	-
Support Services						
Pupils	499	10,894	-	-	-	-
Instructional Staff	-	-	-	-	-	-
Board of Education	-	-	-	-	-	59
General Administration	137,878	-	-	-	-	-
Fiscal Services	-	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-	-
Pupil Transportation	888	-	-	-	-	-
Central	-	-	-	-	-	-
Community Services	-	-	-	2,107	-	1,282,320
Enterprise Operations	22,724	-	-	-	-	-
Extra Curricular Activities	14,034	-	461,074	3,000	-	-
Food Service Operations	-	-	-	-	3,821,398	-
Site Improvement Services	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>204,125</b>	<b>10,894</b>	<b>461,074</b>	<b>5,107</b>	<b>3,821,398</b>	<b>1,282,379</b>
Excess (deficiency) of revenue over expenditures	(20,071)	7,549	57,830	1,117	122,921	97,656
Other Financing Sources (Uses)						
Bonds Issued	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
<b>Net Change in Fund Balance</b>	<b>(20,071)</b>	<b>7,549</b>	<b>57,830</b>	<b>1,117</b>	<b>122,921</b>	<b>97,656</b>
Fund balance, July 1	220,633	4,022	195,652	9,518	269,718	503,440
<b>Fund balance, June 30</b>	<b>\$ 200,562</b>	<b>\$ 11,571</b>	<b>\$ 253,482</b>	<b>\$ 10,635</b>	<b>\$ 392,639</b>	<b>\$ 601,096</b>

Hilliard City School District

SPECIAL REVENUE FUNDS

Technology Rotary	School Testing	Pamela Carpenter Memorial	4-Mat Training	EMIS	OECN Data Comm.	School Improvement	Reading Intervention	Other State
\$ -	\$ 219,312	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
25,364	-	-	-	-	-	-	-	-
-	-	-	-	49,620	60,000	-	-	111,360
-	-	-	-	-	-	-	-	-
-	11,200	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
25,364	230,512	-	-	49,620	60,000	-	-	111,360
-	178,634	-	-	-	-	2,553	-	24,165
-	4,180	-	-	-	-	-	4,981	8,472
-	5,362	-	-	-	-	-	-	61,588
-	-	-	-	-	-	-	-	17,392
-	15,390	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	1,254	-	-	-	-	-	-	-
-	10,525	-	-	-	-	-	-	-
-	-	-	-	49,620	60,000	-	-	-
-	1,032	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	54	-	-	-	-	-	-	632
-	216,431	-	-	49,620	60,000	2,553	4,981	112,249
25,364	14,081	-	-	-	-	(2,553)	(4,981)	(889)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
25,364	14,081	-	-	-	-	(2,553)	(4,981)	(889)
-	214,681	376	454	-	-	12,342	4,981	10,491
\$ 25,364	\$ 228,762	\$ 376	\$ 454	\$ -	\$ -	\$ 9,789	\$ -	\$ 9,602

continued

Hilliard City School District  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds (continued)  
For the Fiscal Year Ended June 30, 2006

	Part B. IDEA	Title III	Title I	Title V	Drug-Free Grant	Preschool Grant	Title II-A	Sm. Learning Communities
<b>Revenues:</b>								
From local sources								
Tuition	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local	-	-	-	-	-	-	-	-
Intergovernmental - State	-	-	-	-	-	-	-	-
Intergovernmental - Federal	2,718,724	160,578	356,366	42,308	45,031	47,636	242,432	139,867
Investment Income	-	-	-	-	-	-	-	-
Other revenue	-	-	-	-	-	-	-	-
Extracurricular Activities	-	-	-	-	-	-	-	-
Food Services	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<u>2,718,724</u>	<u>160,578</u>	<u>356,366</u>	<u>42,308</u>	<u>45,031</u>	<u>47,636</u>	<u>242,432</u>	<u>139,867</u>
<b>Expenditures:</b>								
Current:								
Instruction								
Regular	-	-	-	-	-	-	-	137,427
Special	2,453,951	155,952	345,107	40,603	47,819	37,974	250,823	-
Support Services								
Pupils	128,580	-	-	-	924	-	-	-
Instructional Staff	-	-	-	-	-	-	-	-
Board of Education	-	-	-	-	-	-	-	-
General Administration	-	-	-	-	-	-	-	-
Fiscal Services	-	-	-	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-	-	-	-
Pupil Transportation	409,416	-	-	-	-	-	-	-
Central	-	-	-	-	-	-	-	-
Community Services	49,291	-	-	-	1,399	-	75	-
Enterprise Operations	-	-	-	-	-	-	-	-
Extra Curricular Activities	-	-	-	-	-	-	-	-
Food Service Operations	-	-	-	-	-	-	-	-
Site Improvement Services	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>3,041,238</u>	<u>155,952</u>	<u>345,107</u>	<u>40,603</u>	<u>50,142</u>	<u>37,974</u>	<u>250,898</u>	<u>137,427</u>
Excess (deficiency) of revenue over expenditures	(322,514)	4,626	11,259	1,705	(5,111)	9,662	(8,466)	2,440
Other Financing Sources (Uses)								
Bonds Issued	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>(322,514)</u>	<u>4,626</u>	<u>11,259</u>	<u>1,705</u>	<u>(5,111)</u>	<u>9,662</u>	<u>(8,466)</u>	<u>2,440</u>
Fund balance, July 1	361,605	5,904	(1,816)	878	9,193	(2,158)	13,622	(2,440)
Fund balance, June 30	<u>\$ 39,091</u>	<u>\$ 10,530</u>	<u>\$ 9,443</u>	<u>\$ 2,583</u>	<u>\$ 4,082</u>	<u>\$ 7,504</u>	<u>\$ 5,156</u>	<u>\$ -</u>

Hilliard City School District

SPECIAL REVENUE FUNDS				Total Special Revenue Funds	CAPITAL PROJECTS FUNDS		Total Other Capital Projects Funds	Total
Other Federal	Auxiliary - St. Brendan	Auxiliary - Sunrise Acad.	Auxiliary - Dublin Prep.		Perm. Improvement	SchoolNet		
\$ -	\$ -	\$ -	\$ -	\$ 1,598,551	\$ -	\$ -	\$ -	\$ 1,598,551
-	-	-	-	227,882	-	-	-	227,882
-	289,288	125,297	27,639	707,081	-	10,350	10,350	717,431
27,376	-	-	-	4,724,052	-	-	-	4,724,052
-	3,396	-	-	14,168	-	-	-	14,168
-	-	-	-	25,940	-	-	-	25,940
-	-	-	-	491,924	-	-	-	491,924
-	-	-	-	2,965,175	-	-	-	2,965,175
<u>27,376</u>	<u>292,684</u>	<u>125,297</u>	<u>27,639</u>	<u>10,754,773</u>	<u>-</u>	<u>10,350</u>	<u>10,350</u>	<u>10,765,123</u>
17,534	-	-	-	387,736	-	9,361	9,361	397,097
14,781	-	-	-	3,365,322	-	-	-	3,365,322
-	-	-	-	207,847	-	-	-	207,847
-	-	-	-	17,392	-	-	-	17,392
-	-	-	-	15,449	-	-	-	15,449
-	-	-	-	137,878	-	-	-	137,878
-	-	-	-	-	-	-	-	-
-	-	-	-	1,254	-	-	-	1,254
-	-	-	-	420,829	-	-	-	420,829
-	-	-	-	109,620	-	-	-	109,620
115	292,307	115,738	11,677	1,756,061	-	-	-	1,756,061
-	-	-	-	22,724	-	-	-	22,724
-	-	-	-	478,108	-	-	-	478,108
-	-	-	-	3,821,398	-	-	-	3,821,398
-	-	-	-	-	495,000	-	495,000	495,000
-	-	-	-	686	2,500	-	2,500	3,186
<u>32,430</u>	<u>292,307</u>	<u>115,738</u>	<u>11,677</u>	<u>10,742,304</u>	<u>497,500</u>	<u>9,361</u>	<u>506,861</u>	<u>11,249,165</u>
(5,054)	377	9,559	15,962	12,469	(497,500)	989	(496,511)	(484,042)
-	-	-	-	-	1,600,000	-	1,600,000	1,600,000
-	-	-	-	-	1,600,000	-	1,600,000	1,600,000
(5,054)	377	9,559	15,962	12,469	1,102,500	989	1,103,489	1,115,958
7,679	46,057	8,493	-	1,893,325	296,147	100,663	396,810	2,290,135
<u>\$ 2,625</u>	<u>\$ 46,434</u>	<u>\$ 18,052</u>	<u>\$ 15,962</u>	<u>\$ 1,905,794</u>	<u>\$ 1,398,647</u>	<u>\$ 101,652</u>	<u>\$ 1,500,299</u>	<u>\$ 3,406,093</u>

HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2006

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>SPECIAL REVENUE FUNDS</b>			
<b>Special Local Fund</b>			
Total Revenues and Other Sources	\$ 1,182,000	184,448	(997,552)
Total Expenditures and Other Uses	256,285	206,134	50,151
Net Change in Fund Balance	925,715	(21,686)	(947,401)
Fund Balance, July 1	295,720	295,720	-
Fund Balance, June 30	\$ 1,221,435	274,034	(947,401)
<b>Career Development Fund</b>			
Total Revenues and Other Sources	\$ 18,000	18,443	443
Total Expenditures and Other Uses	11,715	11,147	568
Net Change in Fund Balance	6,285	7,296	1,011
Fund Balance, July 1	3,775	3,775	-
Fund Balance, June 30	\$ 10,060	11,071	1,011
<b>Student Activity Fund</b>			
Total Revenues and Other Sources	\$ 475,000	605,436	130,436
Total Expenditures and Other Uses	575,000	542,630	32,370
Net Change in Fund Balance	(100,000)	62,806	162,806
Fund Balance, July 1	199,681	199,681	-
Fund Balance, June 30	\$ 99,681	262,487	162,806
<b>Other Local Fund</b>			
Total Revenues and Other Sources	\$ 15,000	6,224	(8,776)
Total Expenditures and Other Uses	6,000	5,507	493
Net Change in Fund Balance	9,000	717	(8,283)
Fund Balance, July 1	9,518	9,518	-
Fund Balance, June 30	\$ 18,518	10,235	(8,283)



HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2006

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>Food Service Fund</b>			
Total Revenues and Other Sources	\$ 3,700,000	3,795,822	95,822
Total Expenditures and Other Uses	3,719,159	3,416,750	302,409
Net Change in Fund Balance	(19,159)	379,072	398,231
Fund Balance, July 1	79,200	79,200	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 60,041</u>	<u>458,272</u>	<u>398,231</u>
<b>Latchkey</b>			
Total Revenues and Other Sources	\$ 1,265,000	1,376,904	111,904
Total Expenditures and Other Uses	1,238,064	1,265,909	(27,845)
Net Change in Fund Balance	26,936	110,995	84,059
Fund Balance, July 1	508,650	508,650	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 535,586</u>	<u>619,645</u>	<u>84,059</u>
<b>Technology Rotary</b>			
Total Revenues and Other Sources	\$ 20,000	25,364	5,364
Total Expenditures and Other Uses	-	-	-
Net Change in Fund Balance	20,000	25,364	5,364
Fund Balance, July 1	-	-	-
Fund Balance, June 30	<u>20,000</u>	<u>25,364</u>	<u>5,364</u>
<b>School Testing</b>			
Total Revenues and Other Sources	\$ 415,000	220,720	(194,280)
Total Expenditures and Other Uses	166,936	223,771	(56,835)
Net Change in Fund Balance	248,064	(3,051)	(251,115)
Fund Balance, July 1	213,632	213,632	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 461,696</u>	<u>210,581</u>	<u>(251,115)</u>
<b>Pamela Carpenter Memorial</b>			
Total Revenues and Other Sources	\$ -	-	-
Total Expenditures and Other Uses	-	-	-
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	376	376	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 376</u>	<u>376</u>	<u>-</u>

HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2006

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>4-Mat Training</b>			
Total Revenues and Other Sources	\$ -	-	-
Total Expenditures and Other Uses	-	-	-
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	454	454	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 454</u>	<u>454</u>	<u>-</u>
<b>Educational Management Information Systems (EMIS Grant)</b>			
Total Revenues and Other Sources	\$ 60,000	49,620	(10,380)
Total Expenditures and Other Uses	49,621	49,620	1
Net Change in Fund Balance	10,379	-	(10,379)
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 10,379</u>	<u>-</u>	<u>(10,379)</u>
<b>Ohio Education Computer Network (O.E.C.N.)</b>			
Total Revenues and Other Sources	\$ 75,000	60,000	(15,000)
Total Expenditures and Other Uses	60,000	60,000	-
Net Change in Fund Balance	15,000	-	(15,000)
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 15,000</u>	<u>-</u>	<u>(15,000)</u>
<b>School Improvement</b>			
Total Revenues and Other Sources	\$ -	-	-
Total Expenditures and Other Uses	12,342	2,553	9,789
Net Change in Fund Balance	(12,342)	(2,553)	9,789
Fund Balance, July 1	12,342	12,342	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>9,789</u>	<u>9,789</u>
<b>Reading Intervention Grant</b>			
Total Revenues and Other Sources	\$ 100,000	16,662	(83,338)
Total Expenditures and Other Uses	45,736	45,736	-
Net Change in Fund Balance	54,264	(29,074)	(83,338)
Fund Balance, July 1	29,074	29,074	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 83,338</u>	<u>-</u>	<u>(83,338)</u>

HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2006

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>Other State</b>			
Total Revenues and Other Sources	\$ 174,500	111,360	(63,140)
Total Expenditures and Other Uses	145,040	106,486	38,554
Net Change in Fund Balance	29,460	4,874	(24,586)
Fund Balance, July 1	14,831	14,831	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 44,291</u>	<u>19,705</u>	<u>(24,586)</u>
<b>Part B - IDEA</b>			
Total Revenues and Other Sources	\$ 3,184,000	3,216,128	32,128
Total Expenditures and Other Uses	3,183,749	2,993,798	189,951
Net Change in Fund Balance	251	222,330	222,079
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 251</u>	<u>222,330</u>	<u>222,079</u>
<b>Title III</b>			
Total Revenues and Other Sources	\$ 213,500	185,683	(27,817)
Total Expenditures and Other Uses	226,963	187,743	39,220
Net Change in Fund Balance	(13,463)	(2,060)	11,403
Fund Balance, July 1	13,632	13,632	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 169</u>	<u>11,572</u>	<u>11,403</u>
<b>Title I</b>			
Total Revenues and Other Sources	\$ 409,000	366,556	(42,444)
Total Expenditures and Other Uses	443,247	386,061	57,186
Net Change in Fund Balance	(34,247)	(19,505)	14,742
Fund Balance, July 1	35,155	35,155	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 908</u>	<u>15,650</u>	<u>14,742</u>
<b>Title V</b>			
Total Revenues and Other Sources	\$ 50,000	43,615	(6,385)
Total Expenditures and Other Uses	56,879	48,302	8,577
Net Change in Fund Balance	(6,879)	(4,687)	2,192
Fund Balance, July 1	7,488	7,488	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 609</u>	<u>2,801</u>	<u>2,192</u>

HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2006

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>Drug-Free Grant</b>			
Total Revenues and Other Sources	\$ 135,000	56,785	(78,215)
Total Expenditures and Other Uses	75,000	72,671	2,329
Net Change in Fund Balance	60,000	(15,886)	(75,886)
Fund Balance, July 1	8,833	8,833	-
Prior Year Encumbrances Appropriated		-	-
Fund Balance, June 30	\$ 68,833	(7,053)	(75,886)
<b>Preschool Grant</b>			
Total Revenues and Other Sources	\$ 45,500	45,075	(425)
Total Expenditures and Other Uses	45,428	41,720	3,708
Net Change in Fund Balance	72	3,355	3,283
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated		-	-
Fund Balance, June 30	\$ 72	3,355	3,283
<b>Title II-A</b>			
Total Revenues and Other Sources	\$ 305,200	266,445	(38,755)
Total Expenditures and Other Uses	305,149	266,445	38,704
Net Change in Fund Balance	51	-	(51)
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated		-	-
Fund Balance, June 30	\$ 51	-	(51)
<b>Smaller Learning Communities</b>			
Total Revenues and Other Sources	\$ 160,828	141,296	(19,532)
Total Expenditures and Other Uses	160,828	160,828	-
Net Change in Fund Balance	-	(19,532)	(19,532)
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated		-	-
Fund Balance, June 30	\$ -	(19,532)	(19,532)

HILLIARD CITY SCHOOL DISTRICT  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
(Non-GAAP Budgetary Basis)  
For the fiscal year ended June 30, 2006

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>Other Federal Grants</b>			
Total Revenues and Other Sources	\$ 230,172	33,492	(196,680)
Total Expenditures and Other Uses	50,172	35,764	14,408
Net Change in Fund Balance	180,000	(2,272)	(182,272)
Fund Balance, July 1	2,535	2,535	-
Prior Year Encumbrances Appropriated		-	-
Fund Balance, June 30	\$ 182,535	263	(182,272)
<b>Auxiliary Services - St. Brendans</b>			
Total Revenues and Other Sources	\$ 304,553	292,685	(11,868)
Total Expenditures and Other Uses	347,003	273,706	73,297
Net Change in Fund Balance	(42,450)	18,979	61,429
Fund Balance, July 1	43,399	43,399	-
Prior Year Encumbrances Appropriated		-	-
Fund Balance, June 30	\$ 949	62,378	61,429
<b>Auxiliary Services - Sunrise Academy</b>			
Total Revenues and Other Sources	\$ 118,838	125,297	6,459
Total Expenditures and Other Uses	120,346	126,488	(6,142)
Net Change in Fund Balance	(1,508)	(1,191)	317
Fund Balance, July 1	1,508	1,508	-
Prior Year Encumbrances Appropriated		-	-
Fund Balance, June 30	\$ -	317	317
<b>Auxiliary Services - Dublin Prep Academy</b>			
Total Revenues and Other Sources	\$ 27,609	27,639	30
Total Expenditures and Other Uses	27,609	11,632	15,977
Net Change in Fund Balance	-	16,007	16,007
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated		-	-
Fund Balance, June 30	\$ -	16,007	16,007

HILLIARD CITY SCHOOL DISTRICT  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual  
 (Non-GAAP Budgetary Basis)  
 For the fiscal year ended June 30, 2006

	Final Budget	Actual	Variance with Final Budget positive (negative)
<b>CAPITAL PROJECTS FUNDS</b>			
<b>Permanent Improvement Fund</b>			
Total Revenues and Other Sources	\$ 1,600,000	1,600,000	-
Total Expenditures and Other Uses	1,700,000	1,670,152	29,848
Net Change in Fund Balance	(100,000)	(70,152)	29,848
Fund Balance, July 1	296,147	296,147	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	\$ 196,147	225,995	29,848
<b>SchoolNet</b>			
Total Revenues and Other Sources	\$ 15,000	10,350	(4,650)
Total Expenditures and Other Uses	101,793	101,004	789
Net Change in Fund Balance	(86,793)	(90,654)	(3,861)
Fund Balance, July 1	100,513	100,513	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	\$ 13,720	9,859	(3,861)

# Hilliard City School District

## **FIDUCIARY FUND TYPE**

### **Agency Funds**

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

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#### SECTION 125 AGENCY FUND

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

#### STUDENT ACTIVITY AGENCY FUND

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

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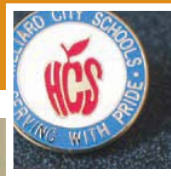
Hilliard City School District  
Combining Schedule of Assets and Liabilities - Agency Funds  
June 30, 2006

	Section 125 Agency Fund	Student Activity Agency Fund	Total Agency Funds
Assets:			
Cash and cash equivalents	\$ 5,187	\$ 303,471	\$ 308,658
Receivables			
Accounts	17,066	556	17,622
Total assets	\$ 22,253	\$ 304,027	\$ 326,280
Liabilities:			
Accounts Payable	-	15,489	15,489
Due to:			
Other Funds	17,066	7,236	24,302
Other	5,187	281,302	286,489
Total Liabilities	\$ 22,253	\$ 304,027	\$ 326,280

Hilliard City School District, Ohio  
Combining Statement of Changes in Assets & Liabilities  
Agency Funds  
For the Fiscal Year Ended June 30, 2006

	Beginning Balance <u>July 1, 2005</u>	<u>Additions</u>	<u>Deductions</u>	Ending Balance <u>June 30, 2006</u>
<b>Section 125</b>				
Assets				
Cash and cash equivalents	\$ -	\$ 5,187	\$ -	\$ 5,187
Accounts Receivable	19,011	0	1,945	17,066
Total Assets	<u>\$ 19,011</u>	<u>\$ 5,187</u>	<u>\$ 1,945</u>	<u>\$ 22,253</u>
Liabilities				
Due to Other Funds	\$ 19,011	\$ -	\$ 1,945	\$ 17,066
Due to Other	-	5,187	-	5,187
Total Liabilities	<u>\$ 19,011</u>	<u>\$ 5,187</u>	<u>\$ 1,945</u>	<u>\$ 22,253</u>
<b>Student Activity</b>				
Assets				
Cash and cash equivalents	\$ 300,026	\$ 3,445	\$ -	\$ 303,471
Accounts Receivable	3,502	556	3,502	556
Total Assets	<u>\$ 303,528</u>	<u>\$ 4,001</u>	<u>\$ 3,502</u>	<u>\$ 304,027</u>
Liabilities				
Accounts Payable	\$ 10,318	\$ 15,489	\$ 10,318	\$ 15,489
Due to Other Funds	10,360	-	3,124	7,236
Due to Other	282,850	-	1,548	281,302
Total Liabilities	<u>\$ 303,528</u>	<u>\$ 15,489</u>	<u>\$ 14,990</u>	<u>\$ 304,027</u>
<b>Total Agency Funds</b>				
Assets				
Cash and cash equivalents	\$ 300,026	\$ 8,632	\$ -	\$ 308,658
Accounts Receivable	22,513	556	5,447	17,622
Total Assets	<u>\$ 322,539</u>	<u>\$ 9,188</u>	<u>\$ 5,447</u>	<u>\$ 326,280</u>
Liabilities				
Accounts Payable	\$ 10,318	\$ 15,489	\$ 10,318	\$ 15,489
Due to Other Funds	29,371	0	5,069	24,302
Due to Other	282,850	5,187	1,548	286,489
Total Liabilities	<u>\$ 322,539</u>	<u>\$ 20,676</u>	<u>\$ 16,935</u>	<u>\$ 326,280</u>

# Statistical Section



## STATISTICAL SECTION

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

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b>	<b>72</b>
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
<b>Revenue Capacity</b>	<b>80</b>
These schedules contain information to help the reader assess the affordability of the District's most significant local revenue source, the property tax.	
<b>Debt Capacity</b>	<b>94</b>
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
<b>Demographic and Economic Information</b>	<b>98</b>
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	
<b>Operating Information</b>	<b>100</b>
These schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	

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

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

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	\$ 8,600,044	\$ 12,536,822	\$ 5,937,505	\$ 25,451,988
Restricted	88,142,113	21,988,141	21,886,461	6,048,566
Unrestricted	<u>(49,975,778)</u>	<u>318,508</u>	<u>(1,312,307)</u>	<u>3,988,279</u>
Total governmental activities Net Assets	<u>\$ 46,766,379</u>	<u>\$ 34,843,471</u>	<u>\$ 26,511,659</u>	<u>\$ 35,488,833</u>

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

	2006	2005	2004	2003
<b>Expenses:</b>				
Governmental Activities:				
Instruction				
Regular	\$ 75,248,613	\$ 69,555,707	\$ 64,587,894	\$ 59,425,864
Special	15,860,883	15,225,235	13,521,829	12,433,387
Vocational	1,219,138	1,007,262	840,016	789,702
Other	-	-	65,402	324,425
Support Services				
Pupils	8,364,608	8,403,900	7,602,064	6,831,418
Instructional Staff	7,099,637	8,674,563	8,677,728	9,327,248
General Administrative	8,917,487	8,484,849	8,106,716	7,485,472
Board of Education	535,760	214,327	455,554	477,574
Fiscal Services	2,924,253	2,823,240	3,052,360	3,592,887
Business	588,133	405,766	706,361	553,300
Operation & Maintenance of Plant	11,322,766	9,814,371	10,256,386	9,868,347
Pupil Transportation	7,845,387	5,964,869	5,200,507	6,388,867
Central	520,081	1,004,185	394,074	482,814
Community Services	1,770,217	1,667,847	1,553,777	1,596,524
Food Service Operations	3,847,634	3,374,943	3,301,938	3,348,203
Extra Curricular Activities	3,506,953	2,430,606	2,866,754	2,663,286
Enterprise Operations	22,724	25,806	4,891	
Facilities Acquisition & Construction	-	-	796,466	-
Interest and Fiscal Charges	7,860,106	6,678,285	7,697,400	6,201,510
Miscellaneous	-	-	8,073	-
Total Governmental Activities				
Expenses	<u>157,454,380</u>	<u>145,755,761</u>	<u>139,696,190</u>	<u>131,790,828</u>



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

	2006	2005	2004	2003
<b>Program Revenues</b>				
Governmental Activities:				
Charges for Services				
Instruction				
Regular	\$ 204,640	\$ 200,677	\$ 303,709	\$ 936,881
Special	255,403	914,892	329,001	-
Support Services				
Pupils	5,864			
Instructional Staff	25,364			
Board of Education	134,168			
Business	160,620			
Operation & Maintenance of Plant	137,558			
Pupil Transportation	109,553			
Community Services	1,399,826	1,264,415	1,285,973	1,327,114
Food Service Operations	2,965,175	2,704,845	2,625,788	2,499,615
Extra Curricular Activities	530,973	476,383	494,569	442,997
Operating Grants and Contributions	5,441,483	5,054,067	4,369,772	3,842,993
Total Governmental Activities				
Program Revenues	<u>11,370,627</u>	<u>10,615,279</u>	<u>9,408,812</u>	<u>9,049,600</u>
<b>Net (Expense)/Revenue</b>				
Governmental Activities	\$ (146,083,753)	\$ (135,140,482)	\$ (130,287,378)	\$ (122,741,228)
<b>General Revenues and Other</b>				
<b>Changes in Net Assets</b>				
Governmental Activities				
Property Taxes Levied for:				
General Purposes	\$ 89,822,463	\$ 79,739,497	\$ 70,555,812	\$ 58,037,278
Debt Service	12,708,308	12,599,625	13,060,846	10,743,494
Grants and Entitlements not				
Restricted to Specific Programs	49,168,376	47,324,508	43,475,009	40,443,840
Investment Earnings	1,594,740	754,324	337,270	1,029,779
Miscellaneous	4,712,774	1,402,787	1,086,917	721,144
Total Governmental Activities	<u>158,006,661</u>	<u>141,820,741</u>	<u>128,515,854</u>	<u>110,975,535</u>
<b>Change in Net Assets</b>				
Governmental Activities	<u>\$ 11,922,908</u>	<u>\$ 6,680,259</u>	<u>\$ (1,771,524)</u>	<u>\$ (11,765,693)</u>

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

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
General Fund										
Reserved	\$ 1,433,453	\$ 22,890,540	\$15,431,474	\$ 8,637,746	\$ 8,643,461	\$ 3,210,215	\$ 2,592,994	\$ 2,204,205	\$ 883,602	\$ 5,483,704
Unreserved	20,156,339	(9,259,370)	(6,796,417)	938,064	10,726,579	16,401,555	13,108,188	19,196,917	13,260,574	12,181,606
Total General Fund	\$ 21,589,792	\$ 13,631,170	\$ 8,635,057	\$ 9,575,810	\$ 19,370,040	\$ 19,611,770	\$ 15,701,182	\$ 21,401,122	\$ 14,144,176	\$ 17,665,310
All Other Governmental Funds										
Reserved	\$ 6,951,429	\$ 9,264,757	\$ 2,787,919	\$ 6,203,811	\$ 8,600,529	\$ 11,064,951	\$ 10,296,467	\$ 410,643	\$ 1,677,255	\$ 7,644,869
Unreserved, designated for next fiscal year	3,447,081	-	-	-	-	-	-	-	-	-
Unreserved, reported in:										
Special Revenue Funds	1,841,424	1,439,808	1,237,199	(9,413)	169,661	370,827	295,108	148,723	212,382	235,788
Debt Service Fund	10,008,235	7,608,448	6,392,056	5,231,371	5,751,100	6,337,743	6,398,365	7,249,382	5,058,933	5,123,847
Capital Projects Fund	66,250,038	3,967,319	10,675,178	13,675,897	19,965,830	28,665,872	44,730,485	942,484	759,347	6,202,463
Total All Other Governmental Funds	\$ 88,498,207	\$ 22,280,332	\$ 21,092,352	\$ 25,101,666	\$ 34,487,120	\$ 46,439,393	\$ 61,720,425	\$ 8,751,232	\$ 7,707,917	\$ 19,206,967

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

	2006	2005	2004	2003	2002	2001
<b>Revenues:</b>						
From Local Sources						
Taxes	\$ 99,565,898	\$ 95,708,397	\$ 83,312,930	\$ 70,972,300	\$ 74,805,054	\$ 71,350,080
Tuition	1,849,133	1,626,140	1,736,908	1,595,438	163,424	238,313
Earning on Investments	1,501,965	769,001	322,245	1,029,779	1,961,608	5,817,555
Other Local	1,626,580	959,555	336,771	31,750	16,407	28,445
Intergovernmental - State	49,757,619	47,790,731	44,475,772	41,475,237	37,872,463	31,136,490
Intergovernmental - Federal	4,852,240	4,587,844	3,831,984	2,664,511	1,361,236	1,356,308
Classroom Materials & Fees	894,466	878,766	705,944	705,115	650,510	621,822
Other Revenue	252,703	318,310	225,977	684,586	709,896	1,075,410
Extracurricular Activities	491,924	476,383	494,569	442,997	440,346	408,323
Food Services	2,965,175	2,704,845	2,625,788	2,499,615	-	-
<b>Total Revenues</b>	<b>163,757,703</b>	<b>155,819,972</b>	<b>138,068,888</b>	<b>122,101,328</b>	<b>117,980,944</b>	<b>112,032,746</b>
<b>Expenditures</b>						
Current:						
Instruction						
Regular	69,935,006	63,935,736	58,197,203	54,875,474	50,523,879	44,479,563
Special	15,772,377	15,475,079	13,358,750	11,944,937	9,685,077	8,267,502
Vocational	1,167,904	1,001,720	828,526	773,396	707,873	634,516
Other Instruction	-	-	38,056	324,425	2,090,081	2,425,867
Support Services						
Pupils	8,276,930	8,455,545	7,553,890	6,700,739	5,871,012	5,202,082
Instructional Staff	7,077,372	8,501,902	7,918,285	9,158,361	8,326,575	6,606,889
General Administration	8,399,003	8,483,620	8,556,691	7,875,322	7,395,377	6,079,164
Board of Education	535,760	214,327	456,090	477,550	446,334	306,205
Fiscal Services	2,919,263	2,846,934	3,046,475	3,585,546	2,978,626	2,765,066
Business	582,015	405,076	694,887	539,142	435,640	393,241
Operation & Maintenance of Plant	11,131,700	11,062,535	10,430,726	9,660,590	9,245,509	7,795,642
Pupil Transportation	7,374,760	6,661,848	4,558,379	5,800,396	5,724,797	5,585,378
Central	508,308	382,777	399,883	490,931	366,823	297,395
Community Services	1,756,061	1,661,911	1,543,772	1,331,249	358,912	319,408
Food Service Operations	3,821,398	3,337,318	3,224,496	3,334,698	-	-
Extra Curricular Activities	3,301,468	2,229,829	2,567,706	2,498,434	1,921,211	1,622,961
Enterprise Operations	22,724	25,806	4,891	-	-	-
Facilities Acquisition and Construction	1,918,636	2,137,181	1,570,658	-	-	-
Miscellaneous	13,149	-	1,511	-	-	-
Capital Outlay	-	619,615	6,367,705	8,948,044	11,569,517	22,019,097
Debt Service						
Principal Retirement	9,919,942	8,052,269	6,483,178	6,891,004	6,454,836	7,250,000
Interest and Fiscal Charges	4,309,367	4,802,449	5,287,591	6,201,510	6,535,788	6,368,702
Refunding Bond Issuing Costs	-	-	-	-	-	6,259,413
<b>Total Expenditures</b>	<b>\$ 158,743,143</b>	<b>\$ 150,293,477</b>	<b>\$ 143,089,349</b>	<b>\$ 141,411,748</b>	<b>\$ 130,637,867</b>	<b>\$ 134,678,091</b>
Excess (deficiency) of revenue over (under) expenditures	\$ 5,014,560	\$ 5,526,495	\$ (5,020,461)	\$ (19,310,420)	\$ (12,656,923)	\$ (22,645,345)
Other Financing (Sources) Uses						
Transfers In	-	35,900	1,207,780	915,974	800,000	800,000
Transfers (out)	-	(35,900)	(1,207,780)	(915,974)	(800,000)	(800,000)
Proceeds of Capital Lease	-	619,615	-	137,458	458,610	-
Proceeds Sale of Fixed Assets	-	-	-	37,157	4,310	-
Premium and interest on Bonds Sold	2,561,937	37,983	70,394	-	-	-
Bonds Issued	66,600,000	-	-	-	-	5,000,000
Refunding Bonds Issued	-	42,209,905	2,764,999	-	-	37,704,069
Bond Anticipation Notes Issued	-	-	-	-	-	-
Payments to Refunded Bond Escrow	-	(42,209,905)	(2,764,999)	-	-	(31,444,656)
<b>Total Other Financing (Sources) Uses</b>	<b>69,161,937</b>	<b>657,598</b>	<b>70,394</b>	<b>174,615</b>	<b>462,920</b>	<b>11,259,413</b>
<b>Net Change in Fund Balance</b>	<b>\$ 74,176,497</b>	<b>\$ 6,184,093</b>	<b>\$ (4,950,067)</b>	<b>\$ (19,135,805)</b>	<b>\$ (12,194,003)</b>	<b>\$ (11,385,932)</b>
Debt Service as a Percentage of Noncapital Expenditures	9.98%	9.54%	9.54%	10.97%	12.25%	13.75%

	2000	1999	1998	1997
\$	53,823,395	\$ 62,960,943	\$ 50,810,677	\$ 52,860,629
	132,223	155,948	19,010	29,231
	4,296,915	2,197,976	2,070,190	2,756,529
	-	-	-	-
	26,520,139	24,212,863	21,356,378	18,851,947
	1,306,816	800,686	675,904	699,700
	560,258	505,142	463,631	422,605
	285,976	315,952	545,046	552,202
	407,527	339,602	283,391	193,921
	-	-	-	-
	<u>87,333,249</u>	<u>91,489,112</u>	<u>76,224,227</u>	<u>76,366,764</u>
	39,897,807	35,953,393	33,222,484	28,271,709
	7,127,825	5,760,524	5,115,156	4,051,773
	506,226	482,114	488,779	459,055
	1,300	1,750	2,078	3,629
	4,560,666	4,059,374	3,556,277	3,076,912
	4,833,936	3,316,436	3,387,569	2,486,706
	5,509,790	5,289,920	4,755,989	4,108,526
	396,541	304,644	300,484	216,488
	2,464,833	2,320,708	1,762,121	1,981,790
	258,637	242,181	276,372	276,058
	7,622,208	7,016,144	6,491,487	5,209,255
	4,478,565	4,744,997	3,656,764	3,301,674
	132,354	219,955	144,713	138,277
	214,972	216,122	218,051	161,959
	-	-	-	-
	1,547,220	1,317,651	1,169,942	952,711
	-	-	-	-
	-	-	-	-
	2,917,741	1,979,456	11,007,614	29,297,515
	5,900,000	5,250,000	4,965,000	3,890,000
	6,859,585	4,724,532	5,187,757	5,543,455
	-	-	586,038	-
\$	<u>95,230,206</u>	<u>\$ 83,199,901</u>	<u>\$ 86,294,675</u>	<u>\$ 93,427,492</u>
\$	(7,896,957)	\$ 8,289,211	\$ (10,070,448)	\$ (17,060,728)
	1,894,394	1,264,977	607,761	794,304
	(1,894,394)	(1,264,977)	(607,761)	(794,304)
	-	-	-	-
	950	11,050	4,226	1,182
	966,445	-	-	-
	54,198,815	-	-	-
	-	-	16,485,214	-
	-	-	-	-
	-	-	-	-
	-	-	(15,899,176)	-
	-	-	-	-
	<u>55,166,210</u>	<u>11,050</u>	<u>590,264</u>	<u>1,182</u>
\$	<u>47,269,253</u>	<u>\$ 8,300,261</u>	<u>\$ (9,480,184)</u>	<u>\$ (17,059,546)</u>
	16.04%	14.00%	15.59%	17.25%

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

Collection Year	Real Property (a)		Personal Property (b)		Public Utility (c)		Total		Tax Rate (d)
	Assessed Value	Est. Actual Value	Assessed Value	Est. Actual Value	Assessed Value	Est. Actual Value	Assessed Value	Est. Actual Value	
2006	\$ 2,183,565,840	\$ 6,238,759,543	\$ 129,417,796	\$ 517,671,184	\$ 59,705,360	\$ 170,586,743	\$ 2,372,688,996	\$ 6,927,017,470	\$ 42.21
2005	1,881,529,090	5,375,797,400	186,803,986	747,215,944	59,046,430	168,704,086	2,127,379,506	6,291,717,430	48.49
2004	1,794,956,850	5,128,448,143	257,185,467	1,028,741,868	58,958,850	168,453,857	2,111,101,167	6,325,643,868	39.84
2003	1,720,019,110	4,914,340,314	266,034,379	1,064,137,516	61,488,430	175,681,229	2,047,541,919	6,154,159,059	40.32
2002	1,514,961,350	4,328,461,000	223,691,355	894,765,420	46,530,060	132,943,029	1,785,182,765	5,356,169,449	43.79
2001	1,460,389,470	4,172,541,343	240,607,331	962,429,324	66,058,070	188,737,343	1,767,054,871	5,323,708,010	44.58
2000	1,376,821,610	3,933,776,029	217,372,611	869,490,444	64,454,980	184,157,086	1,658,649,201	4,987,423,559	38.83
1999	1,169,078,190	3,340,223,400	203,301,812	813,207,248	60,927,550	174,078,714	1,433,307,552	4,327,509,362	42.06
1998	1,092,874,280	3,122,497,943	194,111,631	776,446,524	58,487,990	167,108,543	1,345,473,901	4,066,053,010	42.69
1997	1,035,851,200	2,959,574,857	163,298,062	653,192,248	56,171,680	160,490,514	1,255,320,942	3,773,257,619	42.95

Source : Franklin County Auditor

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

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

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

(d) Tax rates are per \$1,000 of assessed value. The rate represents the weighted average of all the effective (assessed) rates applied by property type.

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

<u>Collection Year</u>	<u>Hilliard City School District</u>	<u>Franklin County</u>	<u>City of Hilliard</u>	<u>Columbus Metropolitan Library</u>	<u>Tolles Vocational School</u>	<u>Township</u>	<u>Total Rate</u>	<u>Residential/Agriculture Effective Rate</u>	<u>Commercial/Industrial Effective Rate</u>
2006	73.14	18.44	1.60	2.20	0.50	17.50	113.38	63.535059	78.407879
2005	74.40	18.44	1.60	2.20	0.50	17.50	114.64	71.884877	81.172255
2004	64.44	17.64	1.60	2.20	0.50	17.50	103.88	61.276859	70.334307
2003	64.44	17.64	1.60	2.20	0.50	17.50	103.88	61.645226	70.641946
2002	65.61	17.64	1.60	2.20	1.10	17.50	105.65	67.831317	75.649651
2001	65.61	17.64	1.60	2.20	1.10	17.50	105.65	68.282835	76.214978
2000	59.71	17.64	1.60	2.20	1.60	17.50	100.25	63.369134	71.939652
1999	59.71	17.54	1.60	2.20	1.60	17.50	100.15	68.972442	73.826606
1998	59.96	15.22	1.60	2.20	1.60	11.50	92.08	61.420578	66.331342
1997	60.28	15.12	1.60	2.20	1.60	11.50	92.30	61.838005	66.918697

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

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



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

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>City of Hilliard</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/Agriculture Effective Rate</b>	<b>Commercial/Industrial Effective Rate</b>
2006	73.14	18.44	1.60	2.20	0.50	14.49	110.37	63.169837	77.264360
2005	74.40	18.44	1.60	2.20	0.50	14.49	111.63	70.776472	79.264983
2004	64.44	17.64	1.60	2.20	0.50	14.50	100.88	60.175479	68.155248
2003	64.44	17.64	1.60	2.20	0.50	14.50	100.88	60.530455	68.364866
2002	65.61	17.64	1.60	2.20	1.10	14.50	102.65	66.764387	73.067154
2001	65.61	17.64	1.60	2.20	1.10	14.50	102.65	67.212983	73.636286
2000	59.71	17.64	1.60	2.20	1.60	14.50	97.25	60.946688	68.184455
1999	59.71	17.54	1.60	2.20	1.60	13.01	95.66	64.512120	68.920900
1998	59.96	15.22	1.60	2.20	1.60	13.02	93.60	62.933430	67.475708
1997	60.28	15.12	1.60	2.20	1.60	13.03	93.83	63.451847	68.156823

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

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

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

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/Agriculture Effective Rate</b>	<b>Commercial/Industrial Effective Rate</b>
2006	73.14	18.44	2.20	0.50	12.80	107.08	62.264321	75.078742
2005	74.40	18.44	2.20	0.50	12.80	108.34	70.358970	79.581998
2004	64.44	17.64	2.20	0.50	9.60	94.38	56.581285	65.473290
2003	64.44	17.64	2.20	0.50	9.60	94.38	56.931749	65.675575
2002	65.61	17.64	2.20	1.10	9.60	96.15	63.054570	69.685910
2001	65.61	17.64	2.20	1.10	9.60	96.15	63.500294	70.122365
2000	59.71	17.64	2.20	1.60	9.60	90.75	58.512449	65.574665
1999	59.71	17.54	2.20	1.60	9.60	90.65	63.773089	68.831997
1998	59.96	15.22	2.20	1.60	9.60	88.58	62.181526	67.408663
1997	60.28	15.12	2.20	1.60	9.60	88.80	62.615826	67.969348

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

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

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

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/Agriculture Effective Rate</b>	<b>Commercial/Industrial Effective Rate</b>
2006	73.14	18.44	2.20	0.50	18.05	112.33	65.066219	83.866516
2005	74.40	18.44	2.20	0.50	18.05	113.59	74.088339	86.560460
2004	64.44	17.64	2.20	0.50	13.05	97.83	58.410069	70.622720
2003	64.44	17.64	2.20	0.50	13.05	97.83	58.698682	69.933144
2002	65.61	17.64	2.20	1.10	13.05	99.60	64.818439	74.078042
2001	65.61	17.64	2.20	1.10	13.05	99.60	65.181867	74.542600
2000	59.71	17.64	2.20	1.60	13.05	94.20	60.148543	69.954069
1999	59.71	17.54	2.20	1.60	13.05	94.10	65.747923	71.595150
1998	59.96	15.22	2.20	1.60	13.05	92.03	64.119807	70.081651
1997	60.28	15.12	2.20	1.60	13.05	92.25	64.515003	70.679085

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

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

**HILLIARD CITY SCHOOL DISTRICT  
REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING (continued)**

**Last Ten Years**

**Norwich Township (District #200)**

**(Per \$1000 Assessed Value)**

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/ Agriculture Effective Rate</b>	<b>Commercial/ Industrial Effective Rate</b>
2006	73.14	18.44	2.20	0.50	21.60	115.88	64.560718	79.770976
2005	74.40	18.44	2.20	0.50	21.60	117.14	73.266356	82.591920
2004	64.44	17.64	2.20	0.50	21.60	106.38	62.630459	71.753972
2003	64.44	17.64	2.20	0.50	21.60	106.38	62.997289	71.913435
2002	65.61	17.64	2.20	1.10	18.80	105.35	66.706216	74.266145
2001	65.61	17.64	2.20	1.10	18.80	105.35	67.160040	74.831472
2000	59.71	17.64	2.20	1.60	18.80	99.95	62.245651	70.555437
1999	59.71	17.54	2.20	1.60	18.80	99.85	67.916683	72.508755
1998	59.96	15.22	2.20	1.60	12.80	91.78	60.366039	65.015555
1997	60.28	15.12	2.20	1.60	12.80	92.00	60.783594	65.602910

Note: The Hilliard City School District consists of ten taxing Districts:

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

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

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

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/Agriculture Effective Rate</b>	<b>Commercial/Industrial Effective Rate</b>
2006	73.14	18.44	2.20	0.50	18.20	112.48	66.232660	81.678438
2005	74.40	18.44	2.20	0.50	14.20	109.74	71.290266	81.540384
2004	64.44	17.64	2.20	0.50	14.20	98.98	60.630383	70.771147
2003	64.44	17.64	2.20	0.50	14.20	98.98	60.947423	71.002727
2002	65.61	17.64	2.20	1.10	14.20	100.75	67.250562	75.460507
2001	65.61	17.64	2.20	1.10	14.20	100.75	67.613731	75.951272
2000	59.71	17.64	2.20	1.60	14.20	95.35	62.616960	71.581722
1999	59.71	17.54	2.20	1.60	14.20	95.25	66.266049	72.542192
1998	59.96	15.22	2.20	1.60	14.20	93.18	64.662082	70.926700
1997	60.28	15.12	2.20	1.60	14.00	93.20	63.594011	70.480237

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

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

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

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/ Agriculture Effective Rate</b>	<b>Commercial/ Industrial Effective Rate</b>
2006	73.14	18.44	2.20	0.50	19.99	114.27	63.671523	78.064243
2005	74.40	18.44	2.20	0.50	19.99	115.53	71.448881	80.168667
2004	64.44	17.64	2.20	0.50	20.00	104.78	60.858383	69.058932
2003	64.44	17.64	2.20	0.50	20.00	104.78	61.235945	69.287395
2002	65.61	17.64	2.20	1.10	20.00	106.55	67.876987	74.314228
2001	65.61	17.64	2.20	1.10	20.00	106.55	68.316940	74.905430
2000	59.71	17.64	2.20	1.60	20.01	101.16	62.081763	69.508406
1999	59.71	17.54	2.20	1.60	18.51	99.56	66.225186	70.527093
1998	59.96	15.22	2.20	1.60	18.52	97.50	64.656975	69.403404
1997	60.28	15.12	2.20	1.60	18.53	97.73	65.175948	70.076139

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

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

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

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>City of Dublin</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/Agriculture Effective Rate</b>	<b>Commercial/Industrial Effective Rate</b>
2006	73.14	18.44	2.95	2.20	0.50	14.49	111.72	63.518029	77.727021
2005	74.40	18.44	2.96	2.20	0.50	14.49	112.99	71.167107	79.746566
2004	64.44	17.64	2.96	2.20	0.50	14.50	102.24	60.567932	68.628725
2003	64.44	17.64	2.97	2.20	0.50	14.50	102.25	60.934732	68.848585
2002	65.61	17.64	2.97	2.20	1.10	14.50	104.02	67.198544	73.576695
2001	65.61	17.64	2.97	2.20	1.10	14.50	104.02	67.650122	74.150774
2000	59.71	17.64	2.97	2.20	1.60	14.51	98.63	61.385264	68.706571
1999	59.71	17.54	2.97	2.20	1.60	13.01	97.03	64.981559	69.472688
1998	59.96	15.22	2.97	2.20	1.60	13.02	94.97	63.402514	68.026816
1997	60.28	15.12	2.98	2.20	1.60	13.03	95.21	63.935997	68.723679

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

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

**HILLIARD CITY SCHOOL DISTRICT  
REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING (continued)**

**Last Ten Years**

**City of Columbus (District #560)**

**(Per \$1000 Assessed Value)**

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Franklin County</b>	<b>City of Columbus</b>	<b>Columbus Metropolitan Library</b>	<b>Tolles Vocational School</b>	<b>Total Rate</b>	<b>Residential/ Agriculture Effective Rate</b>	<b>Commercial/ Industrial Effective Rate</b>
2006	73.14	18.44	3.14	2.20	0.50	97.42	56.561822	69.368294
2005	74.40	18.44	3.14	2.20	0.50	98.68	63.947554	71.752198
2004	64.44	17.64	3.14	2.20	0.50	87.92	53.275333	60.843490
2003	64.44	17.64	3.14	2.20	0.50	87.92	53.568197	61.045775
2002	65.61	17.64	3.14	2.20	1.10	89.69	58.780618	65.056110
2001	65.61	17.64	3.14	2.20	1.10	89.69	59.136726	65.492565
2000	59.71	17.64	3.14	2.20	1.60	84.29	58.277137	62.508061
1999	59.71	17.54	3.14	2.20	1.60	84.19	58.277137	62.508061
1998	59.96	15.22	3.14	2.20	1.60	82.12	56.657574	60.948663
1997	60.28	15.12	3.14	2.20	1.60	82.34	57.046722	61.509348

Note: The Hilliard City School District consists of ten taxing Districts:

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

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



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

<b>Collection Year</b>	<b>Hilliard City School District</b>	<b>Union County</b>	<b>City of Dublin</b>	<b>Vocational School</b>	<b>Township</b>	<b>Total Rate</b>	<b>Residential/Agriculture Effective Rate</b>	<b>Commercial/Industrial Effective Rate</b>
2006	73.14	10.60	2.95	0.50	14.39	101.58	59.595800	70.177900
2005	74.40	10.60	2.96	0.50	14.39	102.85	65.468300	71.738700
2004	64.44	10.60	2.96	0.50	14.40	92.90	55.391600	62.190300
2003	64.44	10.60	2.97	0.50	14.40	92.91	55.715400	62.470000
2002	65.61	10.60	2.97	1.10	14.40	94.68	61.478580	66.925823
2001	65.61	9.10	2.97	1.10	14.40	93.18	60.742275	66.401290
2000	59.71	9.10	2.97	1.60	14.41	87.79	54.400026	60.724691
1999	59.71	9.10	2.97	1.60	12.91	86.29	57.338500	61.084700
1998	59.96	9.10	2.97	1.60	12.92	86.55	59.441800	61.591490
1997	60.28	9.10	2.98	1.60	12.93	86.89	59.025110	62.367534

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

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

Hilliard City School District  
Principal Taxpayers  
June 30, 2006 and June 30, 1997

June 30, 2006		
	Total Assessed Valuation	% of Total Assessed Valuation
<b>Public Utilities</b>		
1 . Columbus Southern Power Company	\$36,898,250	1.56%
2 . Ohio Bell Telephone Company	7,607,180	0.32%
3 . New Cingular Wireless	4,461,490	0.19%
4 . Columbia Gas of Ohio	3,619,780	0.15%
<b>Real Estate</b>		
1 . RPH Industrial LLC	11,332,640	0.48%
2 . Meritex Properties LLC	9,108,770	0.38%
3 . Westpointe Plaza LP	8,212,790	0.35%
4 . United Dominion Realty	6,580,000	0.28%
5 . Kenhio LLC	6,510,010	0.27%
6 . Talcott III Mill Run LLC	6,484,780	0.27%
7 . Met Associates LLC	6,300,000	0.27%
8 . Market Village Investment	6,230,010	0.26%
9 . Firstcal Industrial 2	6,088,310	0.26%
10 . JAL Realty Co	5,818,490	0.25%
<b>Tangible Personal Property *</b>		
1 . Roxane Laboratories Inc	19,814,903	0.84%
2 . Ball Metal Food Container Corp	3,725,573	0.16%
3 . Simpson Strong-tie Company Inc	2,890,253	0.12%
4 . Rich Products Manufacturing Corp	2,762,880	0.12%
5 . Sams East Inc	2,682,075	0.11%
6 . Pactiv Corporation	2,553,720	0.11%
7 . R J F International Corporation	2,384,648	0.10%
8 . ISP Chemicals Inc	2,285,348	0.10%
9 . Allied Mineral Products Inc	2,131,050	0.09%
10 . Parker Hannifin Corporation	2,096,775	0.09%
ALL OTHERS	<u>2,204,109,271</u>	<u>92.89%</u>
<b>TOTAL ASSESSED VALUATION</b>	<u><b>\$2,372,688,996</b></u>	<u><b>100.00%</b></u>

June 30, 1997		
	Total Assessed Valuation	% of Total Assessed Valuation
<b>Public Utilities</b>		
1 . Columbus Southern Power Company	\$27,993,820	2.23%
2 . Ohio Bell Telephone Company	13,477,180	1.07%
3 . Columbia Gas of Ohio Inc.	9,544,360	0.76%
4 . Consolidated Rail Corp.	3,818,880	0.30%
<b>Real Estate</b>		
1 . Sfers Real Estate KLP	21,322,040	1.70%
2 . Keystone-Ohio Property Holding Co.	10,148,230	0.81%
3 . Compuserve, Inc.	9,134,920	0.73%
4 . Market Village Investment Company	5,722,490	0.46%
5 . Aetna Casualty & Surety Co.	4,869,400	0.39%
6 . Wal-Mart Stores, Inc.	4,647,420	0.37%
7 . Meijer, Inc.	4,306,460	0.34%
8 . JAL Realty Co.	4,068,780	0.32%
9 . Cleve Corp.	3,884,470	0.31%
10 . Vincent P. Tippmann	3,811,210	0.30%
<b>Tangible Personal Property</b>		
1 . Roxane Laboratories Inc,	12,343,609	0.98%
2 . Stanley Mechanics Tools Inc.	6,734,730	0.54%
3 . Combibloc Inc.	4,623,100	0.37%
4 . Kellogg Sales Company	4,189,500	0.33%
5 . Dana Corporation	3,935,380	0.31%
6 . Pressware International	3,684,810	0.29%
7 . Tandy Corp.	3,381,220	0.27%
8 . Compuserve, Inc.	3,341,900	0.27%
9 . Parker Hannifin Corporation	3,274,040	0.26%
10 . Meijer, Inc.	2,580,940	0.21%
ALL OTHERS	<u>1,080,482,053</u>	<u>86.07%</u>
<b>TOTAL ASSESSED VALUATION</b>	<u><b>\$1,255,320,942</b></u>	<u><b>100.00%</b></u>

Source : Franklin County Auditor's Office

Assessed Values are for the valuation year of 2005 and 1996 respectively

\* House Bill 66 (the State's biennial budget) has begun the phase out of Tangible Personal Property Tax (TPP) over the next three years. To reflect this phase out, the assessed valuation listed above for TPP is 75% of the 2005 Actual Assessed Valuation.

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

<b>Collection Year</b>	<b>Total Tax Levy</b>	<b>Current Tax Collections</b>	<b>Percent of Levy Collected</b>	<b>Delinquent Tax Collections</b>	<b>Total Tax Collections</b>	<b>Total Tax Collections to Tax Levy</b>	<b>Outstanding Delinquent Taxes</b>	<b>Percent of Delinquent Taxes to Tax Levy</b>
2006	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
2005	\$105,716,738	\$105,135,147	99.45	\$2,195,359	\$107,330,506	101.53	\$4,972,651	4.70
2004	82,815,737	79,354,096	95.82	5,184,243	84,538,339	102.08	3,854,253	4.65
2003	81,365,322	81,773,234	100.50	2,505,364	84,278,598	103.58	7,451,654	9.16
2002	83,014,896	77,249,924	93.06	4,171,222	81,421,146	98.08	7,148,374	8.61
2001	79,683,579	76,991,913	96.62	2,457,396	79,948,809	100.33	9,339,902	11.72
2000	75,189,849	65,675,676	87.35	2,040,762	67,716,438	90.06	5,394,910	7.18
1999	61,832,795	61,171,877	98.93	2,040,762	63,212,639	102.23	3,096,157	5.01
1998	58,648,714	58,265,444	99.35	1,624,259	59,889,703	102.12	3,448,187	5.88
1997	56,413,028	54,982,041	97.46	1,578,916	56,560,957	100.26	3,255,971	5.77

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

n/a - The information was not available at the time of this document's preparation.

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

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

Governmental Activities						
Year	(a) Net Bonded Debt	(b) Capital Leases	Total Primary Government	(c) Percentage of Personal Income	(c) Per Capita	(c) Per Enrollment
2006	\$ 174,137,250	\$ 500,898	\$ 174,638,148	8.08%	2,301	11,759
2005	115,876,533	630,548	116,507,081	4.38%	1,249	8,010
2004	116,475,524	317,050	116,792,574	4.39%	1,252	8,213
2003	125,657,276	430,224	126,087,500	4.83%	1,377	9,282
2002	131,925,553	393,774	132,319,327	5.32%	1,517	9,922
2001	138,867,757	0	138,867,757	5.78%	1,647	10,788
2000	145,057,454	0	145,057,454	11.44%	1,833	11,690
1999	90,907,622	0	90,907,622	8.05%	1,290	7,572
1998	98,348,070	0	98,348,070	10.70%	1,715	8,772
1997	101,628,878	0	101,628,878	10.88%	1,744	9,468

Sources :

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

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

Year	(a) Assessed Value	(b) Gross Bonded Debt	(c) Less Debt Service	Net Bonded Debt	% of Net Bonded Debt to Assessed Valuation	(d) Net Bonded Debt Per Capita	(d) Net Bonded Debt Per Enrollment
2006	\$ 2,372,688,996	\$ 187,592,566	\$ 13,455,316	174,137,250	7.34%	\$ 2,295	\$ 11,726
2005	2,127,379,506	127,158,923	11,282,390	115,876,533	5.45%	1,539	7,966
2004	2,111,101,167	125,655,499	9,179,975	116,475,524	5.52%	1,569	8,191
2003	2,047,541,919	132,025,500	6,368,224	125,657,276	6.14%	1,732	9,250
2002	1,785,182,765	138,815,500	6,889,947	131,925,553	7.39%	1,862	9,892
2001	1,767,054,871	145,205,500	6,337,743	138,867,757	7.86%	2,000	10,788
2000	1,658,649,201	151,455,819	6,398,365	145,057,454	8.75%	2,134	11,690
1999	1,433,307,552	98,157,004	7,249,382	90,907,622	6.34%	1,390	7,572
1998	1,345,473,901	103,407,003	5,058,933	98,348,070	7.31%	1,540	8,772
1997	1,255,320,942	107,872,828	6,243,950	101,628,878	8.10%	1,744	9,468

Sources :

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

**Hilliard City School District  
 Computation of Direct and Overlapping General Obligation Bonded Debt  
 as of June 30, 2006**

Governmental Unit	<u>Gross Debt Outstanding</u>	<u>Percent Applicable to School Dist.</u>	<u>Amount Applicable to Hilliard City School District</u>
Hilliard City School District	\$ 187,592,566	100.000%	\$187,592,566
Franklin County	93,175,000	8.410%	7,836,018
City of Columbus	439,166,030	6.810%	29,907,207
City of Dublin	50,357,713	6.410%	3,227,929
City of Hilliard	25,400,000	99.720%	25,328,880
Washington Township	<u>2,674,999</u>	7.520%	<u>201,160</u>
Total Direct and Overlapping Debt	<u>\$798,366,308</u>		<u>\$254,093,760</u>

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

Overlapping governments with no outstanding debt are not reflected.

Source: Ohio Municipal Advisory Council

Hilliard City School District  
 Legal Debt Margin Information  
 June 30, 2006

Assessed Valuation	<u>\$2,372,688,996</u>									
Voted and Unvoted Debt Limit - 9% of Assessed Valuation	\$213,542,010									
Balance in Debt Service Fund	\$13,455,316									
Total Debt Outstanding	\$ 187,592,566									
Less : Exempted Debt	\$0									
Net subject to 9% limit	<u>\$187,592,566</u>									
Total Legal Voted and Unvoted Debt Margin	<u>\$39,404,760</u>									
	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Debt Limit	\$226,997,326	\$202,746,546	\$ 189,999,105	\$ 184,278,773	\$ 160,666,449	\$ 159,034,938	\$ 149,278,428	\$ 128,997,680	\$ 121,092,651	\$ 112,978,885
Total Net Debt Applicable to Limit	<u>187,592,566</u>	<u>127,158,923</u>	<u>125,655,499</u>	<u>132,025,500</u>	<u>138,815,500</u>	<u>145,205,500</u>	<u>151,455,819</u>	<u>98,157,004</u>	<u>103,407,004</u>	<u>107,872,828</u>
Legal Debt Margin	<u>\$ 39,404,760</u>	<u>\$ 75,587,623</u>	<u>\$ 64,343,606</u>	<u>\$ 52,253,273</u>	<u>\$ 21,850,949</u>	<u>\$ 13,829,438</u>	<u>\$ (2,177,391)</u>	<u>\$ 30,840,676</u>	<u>\$ 17,685,647</u>	<u>\$ 5,106,057</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	82.64%	62.72%	66.13%	71.64%	86.40%	91.30%	101.46%	76.09%	85.39%	95.48%

Source : Franklin County Auditor and School District financial records

Note: Ohio Bond Law sets a limit of 9% for voted debt and 1/10 of 1% for unvoted debt.

Voted debt margins are determined without reference to applicable monies in the school district's Debt Service fund.

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

Year	(a) Estimated Population	(b) Per Capita Income	Personal Income	(c) Unemployment Rate **	(b) % of Population 25 Years and Older with Bachelor's Degree or Higher	(d) Enrollment Membership
2006	75,893	\$ 28,496	\$ 2,162,646,928	5.10%	46.10%	14,851
2005	75,313	28,496	\$ 2,146,119,248	5.60%	46.10%	14,546
2004	74,254	28,496	2,115,941,984	5.80%	46.10%	14,220
2003	72,540	28,496	2,067,099,840	6.10%	46.10%	13,584
2002	70,852	28,496	2,018,998,592	5.50%	46.10%	13,336
2001	69,431	28,496	1,978,505,776	3.60%	46.10%	12,873
2000	67,959	28,496	1,936,559,664	3.60%	46.10%	12,409
1999	65,381	16,029	1,047,992,049	2.80%	21.43%	12,005
1998	63,865	16,029	1,023,692,085	2.90%	21.43%	11,211
1997	58,284 *	16,029	934,234,236	2.80%	21.43%	10,734

Sources :

(a) Population for the District is estimated based on estimates from Mid-Ohio Regional Planning Commission

\* For 1997, population for the District is estimated by multiplying the yearly average circulation rate of the local newspapers which are delivered to all locations within the District, by an average of 2.77 individuals per household (average individuals per household provided by statistical analysis performed by the City of Hilliard).

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

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

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

(d) Educational Management Information System



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

2006		
Employer	Employees	Type of Business
Hilliard City Schools	2,315	Public School District
Boehringer Ingelheim Roaxane Inc.	1,000	Pharmaceuticals
United Parcel Service Inc.	855	Package Delivery Service
BMW Financial Services	750	Automotive Finance
MCI Telecommunications/WorldCom	574	On-line Computer Network
Micro Center, Inc.	283	Distribution/Wholesaler Computer Equip
Honda of America	225	Automotive Parts Manufacturer
Honeywell International Inc.	214	Controls
Redemtech	205	Technology Recovery, Recycling and Disposition Specialist
Baseman Printing Corp.	<u>185</u>	Commercial Printing Company
	<u><u>6,606</u></u>	

1997		
Employer	Employees	Type of Business
Compuserve	2,100	Online Computer Network
United Parcel Service Inc.	1,200	Package Delivery Service
Roxane Labs, Inc.	680	Pharmaceuticals
Medex, Inc.	600	Medical and Hospital Products
Red Roof Inns, Inc.	590	Corporate Headquarters
Meijer, Inc.	500	Grocery Store
Gates McDonald & Company	401	Insurance
Discover Card Systems	368	Credit Card Processing Center
Pressware International	230	Manufacturing
Mac Tools, Inc.	<u>200</u>	Assembly/Tool Distribution
	<u><u>6,869</u></u>	

Note: Percentage of total employment is not available, as total employment figures for the District were not available.

Source: Cities of Hilliard and Columbus Division of Taxation, December 1996 and December 2005

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

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
<b>Professional Staff:</b>										
Teaching Staff:										
Regular Education Teaching	735.11	728.91	745.39	784.14	747.83	664.49	635.42	592.68	562.8	513.5
Special Education Teaching	96.57	104	97	102.99	91	82.5	73.5	65.5	55.3	49.3
Vocational Education Teaching	9	9	9	13	14	9	8	8	8	8
Tutors	63.44	63.68	63.33	56.83	47.91	54.28	63.79	49.89	36.5	30.7
Administrators										
District/Building	64.5	65.5	65.29	64.29	60.79	53.39	50.34	49.57	45.6	47.4
Auxiliary Positions										
Psychologists	18.28	16.96	15.96	15.86	15.18	12.18	10.18	8.18	7.5	7.1
Counseling	31	31.21	31.5	27	26.5	26.5	23.8	24.3	24.3	18.6
Nurses	12	12	12	13	15	11	10	9.5	7.5	6.5
Speech	13.92	14.4	14.39	14.4	14.9	10.9	10.4	9.2	9.2	8.2
Adapted Phys Ed - OT	12.2	11.6	11.4	6.8	6.2	5.2	4.5	3.5	3.3	2.8
Physical Therapist	1.65	1.65	1.65	1.61	1.6	1.6	2	1	0	0
Social Work	2	2	2	0	0	0	0	0	0	0
Librarian/Media	20.8	20.8	21.3	21	22	17	17	12	13	12
Other Professional	72.98	67.98	58.5	4.8	4.3	3.8	3	3	10.3	8.8
<b>Support Staff</b>										
Secretarial	84.5	84.5	87	84	83	77	65.5	61.75	60.3	50.2
Aides	108.1	104.2	105.58	96.84	92.5	69.62	57.64	53.21	46.4	38.6
Accounting, Auditing, Editing	7.5	8.5	9.5	9	9	8	8	7	(a)	(a)
Personnel	3	3	3	3	4	3	3	3	3	3
Planning, Curriculum	39.25	39.75	34	31	20.5	24	21	16	11	2.8
Technical	14.75	15.5	17	15.25	15.75	15.75	13	13	13	12.8
Messenger	2	2	2	1	1	1	1	1	(a)	(a)
Custodial	92	91	98	98	96	84	77	76	76	68
Maintenance	24	24	24	21	18	9	6	6	7	6
Grounds	8	8	7	5	5	4	4	4	4	0
Bus Drivers	60	56	60	59.86	59.85	51.1	53.96	58.13	49.8	49
Mechanics	5	5	5	5	5	5	3	3	3	3
<b>Total</b>	<b>1601.55</b>	<b>1591.14</b>	<b>1600.79</b>	<b>1554.67</b>	<b>1476.81</b>	<b>1303.31</b>	<b>1225.03</b>	<b>1138.41</b>	<b>1056.8</b>	<b>946.30</b>

<b>Function</b>	2006	2005
<b>Governmental Activities</b>		
Instruction		
Regular and Special	1014.22	1011.79
Support Services		
Pupils	168.28	165.05
Instructional Staff	107.55	107.80
School Administration	92	92
Fiscal	10	10
Business	9	9
Maintenance	127	126
Transportation	71	67
Central	2.50	2.50
<b>Total Governmental Activities</b>	<b>1601.55</b>	<b>1591.14</b>
<b>Total Primary Government</b>	<b>1601.55</b>	<b>1591.14</b>

Note - Staffing Statistics by Function were not available prior to 2005.

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

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

**Hilliard City School District**  
**Operating Indicators by Function**  
**For the Years Ended June 30, 2006 and 2005**

<b>Function</b>	2006	2005
<b>Governmental Activities</b>		
Instruction		
Regular and Special		
Support Services - Pupil		
Enrollment (Students)	14,851	14,546
Graduates	968	912
% of Students with Disabilities	11.6%	11.2%
% of Limited English Proficient Students	4.4%	3.9%
Support Services		
Instructional Staff		
Information Technology Services		
Work Orders Completed	8,118	5,412
School Administration		
Student Attendance Rate	95.3%	95.3%
Fiscal		
Purchase Orders Processed	8,595	8,452
Nonpayroll Checks Issued	9,930	9,350
Maintenance		
District Square Footage Maintained by Custodians and Maintenance Staff	1,795,447	1,795,447
District Acreage Maintained by Grounds Staff	206	206
Transportation		
Avg. Public and Parochial Students Transported Daily (includes special education)	10,831	10,904
Avg. Daily Bus Fleet Mileage	8,668	8,668
Number of Buses in District Fleet	139	124
Community Services		
Number of Students Enrolled in District Latchkey Program	696	657
Extra Curricular Activities		
High School Varsity Teams	52	52
Food Service Operations		
Meals Served to Students	1,647,745	1,613,485

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

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

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

	2006	2005	2004	2003
<b>Governmental Activities</b>				
Regular Instruction				
Land and Improvements	\$ 24,124,886	\$ 24,144,415	\$ 24,129,691	\$ 19,655,250
Buildings and Improvements	134,301,330	134,274,304	134,575,582	133,495,783
Furniture Fixtures and Equip.	4,983,756	5,054,986	9,782,913	14,777,785
Special Instruction				
Land and Improvements	237,847	-	-	-
Buildings and Improvements	74,101	-	-	-
Furniture Fixtures and Equip.	24,712	84,732	368,713	368,713
Pupil Support				
Furniture Fixtures and Equip.	18,246	35,146	79,624	79,624
Instructional Staff Support				
Furniture Fixtures and Equip.	441,966	441,966	2,062,195	2,062,195
General and School Administration				
Land and Improvements	498,647	502,981	502,981	502,981
Buildings and Improvements	7,406,386	7,422,461	7,422,461	7,422,461
Furniture Fixtures and Equip.	632,032	796,598	1,123,850	1,123,850
Business				
Furniture Fixtures and Equip.	39,644	39,644	41,273	41,273
Operations and Maintenance				
Land and Improvements	22,071	25,885	17,401	17,401
Buildings and Improvements	1,299,276	1,213,346	37,929	37,929
Furniture Fixtures and Equip.	637,219	539,913	762,673	762,673
Other Vehicles	662,511	709,724	701,916	697,546
Pupil Transportation				
Land and Improvements	718,154	722,034	722,034	722,034
Buildings and Improvements	555,008	563,121	563,121	563,121
Furniture Fixtures and Equip.	27,429	27,429	56,918	56,918
Buses	10,387,024	8,996,884	8,117,445	8,117,445
Central				
Furniture Fixtures and Equip.	-	-	1,544	1,544
Food Service Operations				
Furniture Fixtures and Equip.	686,867	681,528	1,348,746	1,348,746
Community Services				
Buildings and Improvements	32,054	32,054	32,054	32,054
Furniture Fixtures and Equip.	-	-	77,276	77,276
Extracurricular Activities				
Land and Improvements	4,435,621	4,373,432	4,373,431	4,373,431
Buildings and Improvements	1,661,631	1,674,497	1,674,497	1,674,497
Furniture Fixtures and Equip.	210,859	197,991	263,507	263,507
<b>Total Governmental Activities Capital Assets</b>	<b>\$ 194,119,277</b>	<b>\$ 192,555,071</b>	<b>\$ 198,839,775</b>	<b>\$ 198,276,037</b>

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

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Alton Darby Elementary (2002)										
Square Feet	60,247	60,247	60,247	60,247	60,247	N/A	N/A	N/A	N/A	N/A
Capacity (Students)	600	600	600	600	600	N/A	N/A	N/A	N/A	N/A
Enrollment	576	551	556	540	463	N/A	N/A	N/A	N/A	N/A
Avery Elementary (1960)										
Square Feet	45,745	45,475	45,475	45,475	45,475	41,655	41,655	41,655	41,655	41,655
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	484	501	512	518	553	591	567	542	520	584
Beacon Elementary (1968)										
Square Feet	46,220	46,220	46,220	46,220	46,220	46,220	46,220	46,220	46,220	46,220
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	487	498	523	547	502	547	522	494	453	420
Britton Elementary (1968)										
Square Feet	70,338	70,338	70,338	70,338	70,338	70,338	70,338	70,338	70,338	70,338
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	419	466	510	476	498	489	516	549	546	650
Brown Elementary (1965)										
Square Feet	48,323	48,323	48,323	48,323	48,323	48,323	48,323	48,323	48,323	48,323
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	457	448	419	391	407	658	650	607	578	558
Darby Creek Elementary (1998)										
Square Feet	61,000	61,000	61,000	61,000	61,000	61,000	61,000	61,000	61,000	N/A
Capacity (Students)	600	600	600	600	600	600	600	600	600	N/A
Enrollment	676	664	634	564	524	556	463	335	200	N/A
Hilliard Crossing Elementary (1993)										
Square Feet	54,552	54,552	54,552	54,552	54,552	54,552	54,552	54,552	54,552	54,552
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	562	609	617	590	622	643	672	679	637	619
Hilliard Horizon Elementary (1997)										
Square Feet	67,500	67,500	67,500	67,500	67,500	67,500	67,500	67,500	67,500	67,500
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	571	539	554	547	517	604	560	578	590	581
Hoffman Trails Elementary (2002)										
Square Feet	60,247	60,247	60,247	60,247	60,247	N/A	N/A	N/A	N/A	N/A
Capacity (Students)	600	600	600	600	600	N/A	N/A	N/A	N/A	N/A
Enrollment	531	455	373	311	223	N/A	N/A	N/A	N/A	N/A
J.W. Reason Elementary (1958)										
Square Feet	44,295	44,295	44,295	44,295	44,295	44,295	44,295	44,295	44,295	44,295
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	585	595	583	560	571	572	563	653	610	482
Norwich Elementary (1993)										
Square Feet	54,552	54,552	54,552	54,552	54,552	54,552	54,552	54,552	54,552	54,552
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	586	562	554	563	567	584	608	605	606	634
Ridgewood Elementary (1961)										
Square Feet	45,404	45,404	45,404	45,404	45,404	45,404	45,404	45,404	45,404	45,404
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	413	447	479	514	519	541	557	587	588	566
Scioto Darby Elementary (1989)										
Square Feet	64,897	64,897	64,897	64,897	64,897	64,897	64,897	64,897	64,897	64,897
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	522	535	531	555	550	641	590	570	546	656
Hilliard Station Sixth Grade School (2002)										
Square Feet	56,515	56,515	56,515	56,515	56,515	N/A	N/A	N/A	N/A	N/A
Capacity (Students)	650	650	650	650	650	N/A	N/A	N/A	N/A	N/A
Enrollment	590	591	609	609	578	N/A	N/A	N/A	N/A	N/A
Hilliard Tharp Sixth Grade School (2002)										
Square Feet	62,000	62,000	62,000	62,000	62,000	N/A	N/A	N/A	N/A	N/A
Capacity (Students)	650	650	650	650	650	N/A	N/A	N/A	N/A	N/A
Enrollment	556	565	435	426	487	N/A	N/A	N/A	N/A	N/A
Hilliard Heritage Middle School (1996)										
Square Feet	125,405	125,405	125,405	125,405	125,405	125,405	125,405	125,405	125,405	125,405
Capacity (Students)	800	800	800	800	800	800	800	800	800	800
Enrollment	820	800	766	732	701	1,118	883	939	851	801
Hilliard Memorial Middle School (1956) (a)										
Square Feet	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000
Capacity (Students)	800	800	800	800	800	800	800	800	800	800
Enrollment	724	660	692	657	658	1,023	1,020	940	891	858
Hilliard Weaver Middle School (1994)										
Square Feet	124,785	124,785	124,785	124,785	124,785	124,785	124,785	124,785	124,785	124,785
Capacity (Students)	800	800	800	800	800	800	800	800	800	800
Enrollment	757	696	735	761	713	906	909	878	806	761
Hilliard Darby High School (1997)										
Square Feet	290,809 *	276,553	276,553	276,553	276,553	276,553	276,553	276,553	276,553	276,553
Capacity (Students)	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
Enrollment	2,310	2,256	2,128	2,065	1,892	1,789	1,669	1,532	1,079	636
Hilliard Davidson High School (1989)										
Square Feet	252,680 *	245,000	245,000	245,000	245,000	245,000	245,000	245,000	245,000	245,000
Capacity (Students)	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
Enrollment	1,974	1,887	1,861	1,786	1,684	1,595	1,516	1,470	1,695	1,917
Alton Darby Preschool (2002)										
Square Feet	18,640	18,640	18,640	18,640	18,640	(b)	(b)	(b)	(b)	(b)
Capacity (Students)	200	200	200	200	200	(b)	(b)	(b)	(b)	(b)
Enrollment	251	219	142	136	107	78	58	46	15	10
Central Office (1990)										
Square Feet	20,520	20,520	20,520	20,520	20,520	20,520	20,520	20,520	20,520	20,520
Central Office Annex (1990)										
Square Feet	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Maintenance (1991)										
Square Feet	701	701	701	701	701	701	701	701	701	701
Support Services Facility (2003)										
Square Feet	82,000	82,000	82,000	82,000	N/A	N/A	N/A	N/A	N/A	N/A
Transportation (1989)										
Square Feet	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000

Source : School District Records

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

(a) A portion of Memorial Middle School was used as the District's Sixth grade building until the Hilliard Station conversion was completed and Hilliard Tharp was built, both of which opened in 2002. At this time, the building began functioning as a middle school.  
 (b) In FY 1995-2001 Preschool was housed at various elementary buildings, including Darby Creek and J.W. Reason. Space was allocated on an as-needed basis and square footage falls within the elementary building as presented.

N/A - Not available, building was not open

\* In 2005-06 modulars were added to both of the District's high schools to help in accommodating growth.  
 5 modulars were added at Davidson and 9 were added at Darby.

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

	1996-97	1997-98	1998-99	1999-00	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06
<b>ACT Scores (Averages)</b>										
Hilliard	21.8	22.4	21.5	21.9	21.7	21.8	21.7	22.4	22.2	23.4
Ohio	21.3	21.4	21.4	21.4	21.4	21.4	21.4	21.4	21.4	21.5
National	21.0	21.0	21.0	21.0	21.0	20.8	20.8	20.9	20.9	21.1
<b>SAT Scores (Averages)</b>										
Hilliard										
Verbal/Critical Reading	517	520	508	512	518	510	511	519	514	529
Mathematics	529	540	531	531	532	530	527	539	521	549
Writing	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	512
Ohio										
Verbal	535	540	534	533	534	534	536	538	539	535
Mathematics	536	540	538	539	539	539	541	542	543	544
Writing	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	521
National										
Verbal	505	500	505	505	506	506	507	508	508	503
Mathematics	511	510	511	514	514	514	519	518	520	518
Writing	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	497
<b>National Merit Scholars</b>										
Finalist	-	-	-	-	-	-	-	2	4	3
Semi-Finalist	2	3	1	1	3	-	3	2	4	3
Commended Scholars	2	-	-	-	8	-	11	10	4	9
<b>ODE Per Pupil Costs</b>										
Hilliard	\$ 5,527	\$ 6,070	\$ 6,369	\$ 6,932	\$ 7,602	\$ 8,367	\$ 8,365	\$ 8,759	\$ 9,382	\$ 9,860
State Avg.	\$ 5,939	\$ 6,232	\$ 6,642	\$ 7,057	\$ 7,590	\$ 8,073	\$ 8,438	\$ 8,758	\$ 9,047	(a)
<b>Cost to Educate Graduate</b>										
Hilliard	\$ 53,852	\$ 57,011	\$ 60,387	\$ 62,083	\$ 65,966	\$ 70,628	\$ 74,699	\$ 78,880	\$ 83,957	\$ 89,262
State Avg.	\$ 57,530	\$ 60,682	\$ 64,002	\$ 67,621	\$ 71,601	\$ 75,655	\$ 79,747	\$ 84,129	\$ 88,351	(a)
<b>Average Teacher Salary</b>										
Hilliard	\$ 38,924	\$ 40,424	\$ 41,378	\$ 43,010	\$ 45,352	\$ 44,686	\$ 48,111	\$ 50,743	\$ 52,932	\$ 56,139
State Avg.	\$ 38,923	\$ 39,201	\$ 40,835	\$ 41,833	\$ 42,995	\$ 43,755	\$ 45,645	\$ 47,659	\$ 49,438	\$ 50,772
<b>Average Teacher Years' Experience</b>	(a)	(a)	(a)	(a)	(a)	10.0	10.0	11.4	11.9	12.3
<b>Percentage of Teachers with a Master's Degree or Higher</b>	(a)	(a)	(a)	(a)	(a)	(a)	(a)	60.6%	65.7%	66.5%
<b>ODE Teacher/Pupil Ratio</b>										
Hilliard	20.8	19.9	18.5	17.9	17.8	16	15.8	17.5	18.4	18.5
State Avg.	20.7	20.4	18.6	18.1	18.0	16.9	16.5	18.5	18.5	18.6
<b>Percentage of Students on Free/Reduced Lunch</b>	(a)	(a)	(a)	7.15%	7.01%	7.03%	10.65%	9.73%	11.58%	13.86%

n/a - Test did not exist at this time.

(a) - Information is not available.

Source : School District Student Records and Ohio Department of Education



Hilliard City School District | 5323 Cemetery Road | Hilliard, Ohio 43026







**Auditor of State  
Betty Montgomery**

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Facsimile 614-466-4490

**HILLIARD CITY SCHOOL DISTRICT**

**FRANKLIN COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
NOVEMBER 30, 2006**