

**BEAVERCREEK CITY  
SCHOOL DISTRICT  
GREENE COUNTY, OHIO**

*SUPPLEMENTAL REPORTS  
FOR THE FISCAL YEAR ENDED  
JUNE 30, 2006*

**STEPHEN MAAG, TREASURER**





Mary Taylor, CPA  
Auditor of State

Board of Education  
Beavercreek City School District  
3040 Kemp Road  
Beavercreek, Ohio 45431

We have reviewed the *Independent Auditor's Report* of the Beavercreek City School District, Greene County, prepared by Julian and Grube, Inc., for the audit period July 1, 2005 through June 30, 2006. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

*Mary Taylor*

Mary Taylor, CPA  
Auditor of State

January 26, 2007

**This Page is Intentionally Left Blank.**

**BEAVERCREEK CITY SCHOOL DISTRICT  
GREENE COUNTY, OHIO**

TABLE OF CONTENTS

|   |       |
|---|-------|
| Independent Auditor’s Report on Supplementary Schedule of Receipts and Expenditures of Federal Awards.....  | 1     |
| Schedule of Receipts and Expenditures of Federal Awards .....   | 2     |
| Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> ..... | 3 - 4 |
| Report on Compliance With Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance With <i>OMB Circular A-133</i> .....  | 5 - 6 |
| Schedule of Findings <i>OMB Circular A-133</i> §505 .....   | 7 - 8 |

**This Page is Intentionally Left Blank.**



## **Julian & Grube, Inc.**

*Serving Ohio Local Governments*

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

### **Independent Auditor's Report on Supplementary Schedule of Receipts and Expenditures of Federal Awards**

Board of Education  
Beavercreek City School District  
3040 Kemp Road  
Beavercreek, Ohio 45431

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Beavercreek City School District (the "District") as of and for the fiscal year ended June 30, 2006, and have issued our report thereon dated November 3, 2006. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Beavercreek City School District's basic financial statements. The accompanying Schedule of Receipts and Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as whole.

*Julian & Grube, Inc.*

Julian & Grube, Inc.  
November 3, 2006

BEAVERCREEK CITY SCHOOL DISTRICT  
SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

| FEDERAL GRANTOR/<br>SUB GRANTOR/<br>PROGRAM TITLE  | CFDA<br>NUMBER | PASS-THROUGH<br>GRANT<br>NUMBER | (E)<br>CASH<br>FEDERAL<br>RECEIPTS | OTHER<br>FEDERAL<br>RECEIPTS | (E)<br>CASH<br>FEDERAL<br>DISBURSEMENTS | OTHER<br>FEDERAL<br>DISBURSEMENTS |
|--|----------------|---------------------------------|------------------------------------|------------------------------|---|-----------------------------------|
| <b>U.S. DEPARTMENT OF AGRICULTURE<br/>PASSED THROUGH THE<br/>OHIO DEPARTMENT OF EDUCATION:</b>   |                |                                 |                                    |                              |   |                                   |
| Nutrition Cluster:   |                |                                 |                                    |                              |   |                                   |
| (A) (C) Food Donation  | 10.550         | N/A                             | \$ -                               | \$ 131,044                   | \$ -                                    | \$ 131,044                        |
| Total Food Donation  |                |                                 | -                                  | 131,044                      | -                                       | 131,044                           |
| (A) (D) School Breakfast Program   | 10.553         | 047241-05PU-2005                | 1,176                              | -                            | 1,176                                   | -                                 |
| (A) (D) School Breakfast Program   | 10.553         | 047241-05PU-2006                | 2,484                              | -                            | 2,484                                   | -                                 |
| Total School Breakfast Program   |                |                                 | 3,660                              | -                            | 3,660                                   | -                                 |
| (A) (D) National School Lunch Program  | 10.555         | 047241-LLP4-2005                | 96,143                             | -                            | 96,143                                  | -                                 |
| (A) (D) National School Lunch Program  | 10.555         | 047241-LLP4-2006                | 174,260                            | -                            | 174,260                                 | -                                 |
| Total National School Lunch Program  |                |                                 | 270,403                            | -                            | 270,403                                 | -                                 |
| Total U.S. Department of Agriculture and Nutrition Cluster   |                |                                 | 274,063                            | 131,044                      | 274,063                                 | 131,044                           |
| <b>U.S. DEPARTMENT OF DEFENSE<br/>PASSED THROUGH THE<br/>N/A</b>   |                |                                 |                                    |                              |   |                                   |
| Air Force Defense Research Sciences Program  | 12.800         | N/A                             | 200,316                            | -                            | 238,966                                 | -                                 |
| Total U.S. Department of Defense   |                |                                 | 200,316                            | -                            | 238,966                                 | -                                 |
| <b>U.S. DEPARTMENT OF EDUCATION<br/>PASSED THROUGH THE<br/>N/A</b>   |                |                                 |                                    |                              |   |                                   |
| Impact Aid   | 84.041         | N/A                             | 462,049                            | -                            | 462,049                                 | -                                 |
| Total Impact Aid   |                |                                 | 462,049                            | -                            | 462,049                                 | -                                 |
| <b>U.S. DEPARTMENT OF EDUCATION<br/>PASSED THROUGH THE<br/>OHIO DEPARTMENT OF EDUCATION</b>  |                |                                 |                                    |                              |   |                                   |
| (F) Title I Grants to Local Educational Agencies   | 84.010         | 047241-C1SN-2005                | (733)                              | -                            | -                                       | -                                 |
| Title I Grants to Local Educational Agencies   | 84.010         | 047241-C1S1-2005                | 33,169                             | -                            | 29,563                                  | -                                 |
| Title I Grants to Local Educational Agencies   | 84.010         | 047241-C1S1-2006                | 116,209                            | -                            | 114,920                                 | -                                 |
| Total Title I Grants to Local Educational Agencies   |                |                                 | 148,645                            | -                            | 144,483                                 | -                                 |
| <b>Special Education Cluster:</b>  |                |                                 |                                    |                              |   |                                   |
| (F), (B) Special Education Grants to States  | 84.027         | 047241-6BPM-2004                | (491)                              | -                            | -                                       | -                                 |
| (B) Special Education Grants to States   | 84.027         | 047241-6BPM-2005                | 2,500                              | -                            | 92                                      | -                                 |
| (B) Special Education Grants to States   | 84.027         | 047241-6BPM-2006                | 19,940                             | -                            | 24,699                                  | -                                 |
| (B) Special Education Grants to States   | 84.027         | 047241-6BSF-2005                | 142,172                            | -                            | 158,095                                 | -                                 |
| (B) Special Education Grants to States   | 84.027         | 047241-6BSF-2006                | 1,317,976                          | -                            | 1,355,422                               | -                                 |
| Total Special Education Grants to States   |                |                                 | 1,482,097                          | -                            | 1,538,308                               | -                                 |
| (B) Special Education Preschool Grants   | 84.173         | 047241-PGS1-2005                | 11,922                             | -                            | 13,341                                  | -                                 |
| (B) Special Education Preschool Grants   | 84.173         | 047241-PGS1-2006                | 33,046                             | -                            | 37,555                                  | -                                 |
| Total Special Education Preschool Grants   |                |                                 | 44,968                             | -                            | 50,896                                  | -                                 |
| Total Special Education Cluster  |                |                                 | 1,527,065                          | -                            | 1,589,204                               | -                                 |
| Safe and Drug-Free Schools and Communities State Grants  | 84.186         | 047241-DRS1-2005                | 1,854                              | -                            | 2,187                                   | -                                 |
| Safe and Drug-Free Schools and Communities State Grants  | 84.186         | 047241-DRS1-2006                | 18,776                             | -                            | 19,362                                  | -                                 |
| Total Safe and Drug-Free Schools and Communities State Grants  |                |                                 | 20,630                             | -                            | 21,549                                  | -                                 |
| State Grants for Innovative Programs   | 84.298         | 047241-C2S1-2005                | 2,871                              | -                            | 5,596                                   | -                                 |
| State Grants for Innovative Programs   | 84.298         | 047241-C2S1-2006                | 21,146                             | -                            | 22,181                                  | -                                 |
| Total State Grants for Innovative Programs   |                |                                 | 24,017                             | -                            | 27,777                                  | -                                 |
| (G) Education Technology State Grants  | 84.318         | 047241-TJS1-2005                | (296)                              | -                            | 119                                     | -                                 |
| Education Technology State Grants  | 84.318         | 047241-TJS1-2006                | 5,923                              | -                            | 5,923                                   | -                                 |
| Total Educational Technology State Grants  |                |                                 | 5,627                              | -                            | 6,042                                   | -                                 |
| English Language Acquisition Grants  | 84.365         | 047241-T3S1-2005                | 711                                | -                            | 1,922                                   | -                                 |
| English Language Acquisition Grants  | 84.365         | 047241-T3S1-2006                | 20,416                             | -                            | 20,416                                  | -                                 |
| English Language Acquisition Grants  | 84.365         | 047241-T3S2-2006                | 11,527                             | -                            | 12,051                                  | -                                 |
| Total English Language Acquisition Grants  |                |                                 | 32,654                             | -                            | 34,389                                  | -                                 |
| (H) Improving Teacher Quality State Grants   | 84.367         | 047241-TRS1-2005                | (4,948)                            | -                            | 2,324                                   | -                                 |
| Improving Teacher Quality State Grants   | 84.367         | 047241-TRS1-2006                | 127,855                            | -                            | 135,483                                 | -                                 |
| Total Improving Teacher Quality State Grants   |                |                                 | 122,907                            | -                            | 137,807                                 | -                                 |
| Total U.S. Department of Education   |                |                                 | 2,343,594                          | -                            | 2,423,300                               | -                                 |
| <b>U.S. DEPARTMENT OF HUMAN SERVICES<br/>PASSED THROUGH THE<br/>OHIO DEPARTMENT OF MENTAL RETARDATION AND<br/>DEVELOPMENTAL DISABILITIES</b> |                |                                 |                                    |                              |   |                                   |
| (I) Medical Assistance Program   | 93.778         | N/A                             | 27,338                             | -                            | 27,338                                  | -                                 |
| Total Medical Assistance Program   |                |                                 | 27,338                             | -                            | 27,338                                  | -                                 |
| Total U.S. Department of Human Services  |                |                                 | 27,338                             | -                            | 27,338                                  | -                                 |
| Total Federal Financial Assistance   |                |                                 | \$ 2,845,511                       | \$ 131,044                   | \$ 2,965,667                            | \$ 131,044                        |

- (A) Included as part of "Nutrition Grant Cluster" in determining major programs.  
 (B) Included as part of "Special Education Grant Cluster" in determining major programs.  
 (C) The Food Donation Program is a non-cash, in kind, federal grant. Commodities are valued at fair market prices.  
 (D) Committed with state and local revenue from sales of lunches; assumed expenditures were made on a first-in, first-out basis.  
 (E) This schedule was prepared on the cash basis of accounting.  
 (F) Amount refunded to the Ohio Department of Education.  
 (G) Amount of \$296 transferred to the next grant year based on Ohio Department of Education administrative action.  
 (H) Amount of \$4,948 transferred to the next grant year based on Ohio Department of Education administrative action.  
 (I) These funds were passed through the Greene County Educational Service Center.





## **Julian & Grube, Inc.**

*Serving Ohio Local Governments*

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

### **Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

Board of Education  
Beavercreek City School District  
3040 Kemp Road  
Beavercreek, Ohio 45431

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Beavercreek City School District as of and for the fiscal year ended June 30, 2006, which collectively comprise the Beavercreek City School District's basic financial statements and have issued our report thereon dated November 3, 2006. As disclosed in Note 3.B to the basic financial statements the District has restated net assets and fund balances of other governmental funds and the private purpose trust fund due to reclassification of a fund in accordance with GASB Statement No. 34. 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 *Government Auditing Standards*, issued by the Comptroller General of the United States.

#### Internal Control Over Financial Reporting

In planning and performing our audit, we considered Beavercreek City School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion 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 that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Board of Education  
Beavercreek City School District

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Beavercreek City School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on 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 such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the management, Board of Education and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.  
November 3, 2006



**Julian & Grube, Inc.**  
*Serving Ohio Local Governments*

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

**Report on Compliance with Requirements Applicable to Each  
Major Program and on Internal Control Over Compliance  
in Accordance With OMB Circular A-133**

Board of Education  
Beavercreek City School District  
3040 Kemp Road  
Beavercreek, Ohio 45431

Compliance

We have audited the compliance of Beavercreek City School District, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the fiscal year ended June 30, 2006. As disclosed in Note 3.B to the basic financial statements the District has restated net assets and fund balances of other governmental funds and the private purpose trust fund due to reclassification of a fund in accordance with GASB Statement No. 34. Beavercreek City School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Beavercreek City School District's management. Our responsibility is to express an opinion on Beavercreek City School District's compliance based on our audit.

Board of Education  
Beavercreek City School District

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, *Audit of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Beavercreek City School District's compliance with those requirements and performing such other procedures as 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 Beavercreek City School District's compliance with those requirements.

In our opinion, Beavercreek City School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the fiscal year ended June 30, 2006.

Internal Control Over Compliance

The management of Beavercreek City School District 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 Beavercreek City School District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order 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 detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the management, Board of Education and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Julian & Grube, Inc.  
November 3, 2006

**BEAVERCREEK CITY SCHOOL DISTRICT  
GREENE COUNTY, OHIO**

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

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

|                     |   |  |
|---------------------|---|--|
| <i>(d)(1)(i)</i>    | <i>Type of Financial Statement Opinion</i>  | Unqualified  |
| <i>(d)(1)(ii)</i>   | <i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>         | No   |
| <i>(d)(1)(ii)</i>   | <i>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</i> | No   |
| <i>(d)(1)(iii)</i>  | <i>Was there any reported non-compliance at the financial statement level (GAGAS)?</i>                                | No   |
| <i>(d)(1)(iv)</i>   | <i>Were there any material internal control weakness conditions reported for major federal programs?</i>              | No   |
| <i>(d)(1)(iv)</i>   | <i>Were there any other reportable internal control weakness conditions reported for major federal programs?</i>      | No   |
| <i>(d)(1)(v)</i>    | <i>Type of Major Programs' Compliance Opinion</i>   | Unqualified  |
| <i>(d)(1)(vi)</i>   | <i>Are there any reportable findings under § .510?</i>  | No   |
| <i>(d)(1)(vii)</i>  | <i>Major Programs:</i>  | <b>Nutrition Cluster:</b> Food Donation, CFDA # 10.550; School Breakfast Program, CFDA # 10.553; National School Lunch Program, CFDA # 10.555; Impact Aid, CFDA # 84.041 |
| <i>(d)(1)(viii)</i> | <i>Dollar Threshold: Type A/B Programs</i>  | Type A: >\$300,000<br>Type B: all others   |
| <i>(d)(1)(ix)</i>   | <i>Low Risk Auditee?</i>  | Yes  |

**BEAVERCREEK CITY SCHOOL DISTRICT  
GREENE COUNTY, OHIO**

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

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

None.

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

None.

# COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR

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

BEAVERCREEK, OHIO







**BEAVERCREEK CITY SCHOOL DISTRICT**

**Beavercreek, Ohio**

**Comprehensive Annual Financial Report**

**For the Fiscal Year Ended June 30, 2006**

**Prepared by: Stephen L. Maag, Treasurer/CFO**

**THIS PAGE INTENTIONALLY LEFT BLANK**

BEAVERCREEK, OHIO



INTRODUCTORY SECTION

**Beavercreek City School District, Ohio**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
*For the Fiscal Year Ended June 30, 2006*

**TABLE OF CONTENTS**

|   | <u>Page</u> |
|---|-------------|
| <b>I. <u>INTRODUCTORY SECTION</u></b>   |             |
| Letter of Transmittal .....   | i           |
| List of Principal Officials .....   | viii        |
| Organizational Chart .....  | ix          |
| Certificate of Achievement, Government Finance Officers Association .....   | x           |
| Certificate of Achievement, Association of School Business Officials International .....  | xi          |
| <br><b>II. <u>FINANCIAL SECTION</u></b>   |             |
| <b>Independent Auditor’s Report</b> .....   | 1           |
| <b>Management’s Discussion and Analysis</b> .....   | 3           |
| <br><b>Basic Financial Statements</b>   |             |
| Government-wide Financial Statements:   |             |
| Statement of Net Assets .....   | 9           |
| Statement of Activities .....   | 10          |
| <br><b>Fund Financial Statements</b>  |             |
| Balance Sheet – Governmental Funds .....  | 11          |
| Reconciliation of Total Governmental Fund Balances to<br>Net Assets of Governmental Activities .....  | 12          |
| Statement of Revenues, Expenditures and Changes in<br>Fund Balances – Governmental Funds .....  | 13          |
| Reconciliation of the Statement of Revenues, Expenditures and<br>Changes in Fund Balances of Governmental Funds to the<br>Statement of Activities ..... | 14          |
| Statement of Revenues, Expenditures and Changes in<br>Fund Balance – Budget (Non-GAAP Basis)<br>And Actual - General Fund .....                         | 15          |
| Statement of Fiduciary Net Assets – Fiduciary Fund .....  | 16          |
| <br><b>Notes to the Basic Financial Statements</b> .....  | <br>17      |

**Beavercreek City School District, Ohio**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
*For the Fiscal Year Ended June 30, 2006*

**TABLE OF CONTENTS** (continued)

|   | <u>Page</u> |
|---|-------------|
| <b>Combining Statements and Individual Fund Schedules</b>   |             |
| Combining Statements – Nonmajor Governmental Funds:   |             |
| Fund Descriptions .....   | 43          |
| Combining Balance Sheet –<br>Nonmajor Governmental Funds (by fund type).....  | 49          |
| Combining Statement of Revenues, Expenditures and Changes in<br>Fund Balances –<br>Nonmajor Governmental Funds (by fund type) .....     | 50          |
| Combining Balance Sheet – Nonmajor Special Revenue Funds .....  | 52          |
| Combining Statement of Revenues, Expenditures and Changes in<br>Fund Balances – Nonmajor Special Revenue Funds .....                    | 58          |
| Schedule of Revenues, Expenditures and Changes in Fund Balance –<br>Budget (Non-GAAP Basis) and Actual – Nonmajor Special Revenue Funds |             |
| Food Service Fund .....   | 64          |
| Lida Ferguson Land Fund .....   | 64          |
| Uniform School Supply Fund .....  | 64          |
| Public School Support Fund .....  | 65          |
| Other Grant Fund .....  | 65          |
| Summer School Fund .....  | 65          |
| District Managed Student Activity Fund .....  | 66          |
| Auxiliary Services Fund .....   | 66          |
| Gifted Education Fund .....   | 66          |
| Management Information Systems Fund .....   | 67          |
| Entry Year Programs Fund .....  | 67          |
| Data Communication Fund .....   | 67          |
| School-Net Professional Development Fund .....  | 68          |
| Ohio Reads Fund .....   | 68          |
| Summer Intervention Fund .....  | 68          |
| Other State Grants Fund .....   | 69          |
| IDEA, Part B Grant Fund .....   | 69          |
| Title III, Limited English Proficiency Grant Fund .....   | 69          |
| Title I Grant Fund .....  | 70          |
| Title V - Innovative Education Programs Grant Fund .....  | 70          |
| Drug Free Schools Grant Fund .....  | 70          |
| IDEA Preschool Grant Fund .....   | 71          |
| Improving Teacher Quality Grant Fund .....  | 71          |
| Miscellaneous Federal Grants Fund .....   | 71          |
| Schedule of Revenues, Expenditures and Changes in Fund Balance –<br>Budget (Non-GAAP Basis) and Actual – Debt Service Fund .....        | 72          |

**Beavercreek City School District, Ohio**  
*COMPREHENSIVE ANNUAL FINANCIAL REPORT*  
*For the Fiscal Year Ended June 30, 2006*

**TABLE OF CONTENTS** (continued)

|   | <u>Page</u> |
|---|-------------|
| <b>Combining Statements and Individual Fund Schedules</b> (continued)   |             |
| Balance Sheet – Nonmajor Capital Projects Fund .....  | 73          |
| Statement of Revenues, Expenditures and Changes in<br>Fund Balances – Nonmajor Capital Projects Fund .....                      | 74          |
| Schedule of Revenues, Expenditures and Changes in Fund Balance –<br>Budget (Non-GAAP Basis) and Actual – Capital Projects Funds |             |
| Permanent Improvement Fund.....   | 75          |
| Building Fund.....  | 75          |
| Statement of Changes in Assets and Liabilities – Agency Fund .....  | 76          |
| <br><b><u>STATISTICAL SECTION</u></b>   |             |
| Description of Schedules .....  | 77          |



**December 8, 2006**

**To the Citizens and Board of Education of the Beaver Creek City School District:**

We are pleased to present the fifth annual Comprehensive Annual Financial Report (CAFR) of the Beaver Creek City School District, (the "District"). The information reported is for the fiscal year ended June 30, 2006. The report contains financial statements, supplemental statements and other financial and statistical information to provide complete and full disclosure of all material financial aspects of the District for 2005/2006 fiscal year.

Responsibility for the accuracy, completeness and fairness of this report rests with the District and more specifically, the Office of the Treasurer. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects. Our report is designed to present fairly the financial position of the various funds of the District.

This report is prepared in conformance with accounting principles generally accepted in the United States of America, (GAAP), as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative services, and is representative of the District's continuing commitment to provide meaningful financial information to the citizens of the District.

The CAFR report is divided into three sections:

The Introductory Section introduces the reader to the report and provides an overview of the district and area. It also includes a table of contents, this transmittal letter, a list of principal officials, and the District's organizational chart.

The Financial Section includes the unqualified opinion of our independent auditor, Julian & Grube, Inc. It also includes Management's Discussion and Analysis, the Basic Financial Statements and Notes that provide an overview of the District's financial operating results, the Combining Statements for nonmajor funds and other schedules that provide detailed information relative to the Basic Financial Statements.

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

GAAP also require 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 the 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 auditors.

## **THE REPORTING ENTITY**

The District is located in southwestern Ohio in the heart of Greene County and is approximately 52 square miles. The District is the fourth largest employer within Greene County. The community includes a population of more than 40,000 residents who encompass the City of Beavercreek and Beavercreek Township and small portions of the City of Fairborn, the City of Kettering, the City of Riverside, and Sugarcreek Township. The socioeconomic profile of district residents, as measured by income levels and housing values, is substantially above average for the State.

The Beavercreek City School District is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District is a city district as defined by Section 3311.02 of the Ohio Revised Code. The District operates under a locally elected five-member board and is responsible for the provision of public education to residents of the District.

The Beavercreek City School District provided services to 7,386 students during fiscal year 2006. As such, the District provides a full range of educational services including regular, special and vocational instruction for Pre-K through 12<sup>th</sup> grades, student guidance, extracurricular activities, food service, educational media, student transportation and care and upkeep of buildings.

The District has reviewed its operating entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments and organizations making up Beavercreek City School District (the primary government) and its potential component units. The District has no component units for the fiscal year 2006.

## **ECONOMIC CONDITION AND OUTLOOK**

The City of Beavercreek is the largest City within Greene County and has accessibility to major highways including I-70, I-75, and I-675. It is also in close proximity to major metropolitan areas such as Dayton, Cincinnati and Columbus. The local economy consists mainly of research-based industries, some manufacturing companies, and extensive retail base, and Wright-Patterson Air Force Base. The tax base is comprised of over 70% residential property, and has seen significant growth recently with 29% of total homes located in the City of Beavercreek being constructed in the past decade.

The District and the community it serves anticipate continued growth. Not only is the District anticipating continued increased enrollment figures, but has recently reviewed building capacity levels and has established a Facilities Committee which is made up of district and community members. During fiscal year 2006, the District finished implementing one of this Committee's recommendations through the completion of 6 additional classrooms at Shaw Elementary. In fiscal year 2007, the District will be striving to maintain the excellent academic rating for its seventh consecutive year, while implementing non-cost portions of its continuous improvement plan.



## **LONG-TERM FINANCIAL PLANNING**

### **Five-Year Forecast/Cash Liquidity**

A five-year financial forecast is approved annually by October 31<sup>st</sup> by the Board and reviewed and updated at a minimum once per year and more frequently when major assumptions change and as new and/or updated information becomes available with approval by the Board of Education. The District's cash reserves and liquidity benchmarks are set at minimum levels in order to maintain financial stability and to enable the District to continue long-term fiscal and academic planning. The equity in pooled cash and cash equivalents in the General Fund falls well within the District's five-year forecast adopted by the Board of Education.

### **Debt**

The District issued \$11,000,000 in Tax Anticipation Notes (operational debt) on March 14, 2002 with a repayment period of five years with the final payment due December 2006. No additional General Fund cash flow borrowing will be incurred. It is the policy of the Board of Education to operate under their cash reserves and liquidity guidelines, the District will reduce staffing and scale back programs before borrowing for cash flow purposes. The review of the five-year forecast also allows the Board to anticipate needs. The Board is currently reviewing its outstanding debt and anticipates refunding certain issues for significant savings.

## **MAJOR INITIATIVES**

### **Primary accomplishments for 2006 were as follows:**

The Beavercreek City School District achieved an "excellent" school district designation as prescribed by the Ohio Department of Education. Achievement of this designation is based on state indicators or a Performance Index score. Excellent districts must meet 24 or 25 indicators or must have a 100 or above on the Performance Index. The state indicators include a 75% pass rate on the 3<sup>rd</sup>, 4<sup>th</sup>, 5<sup>th</sup>, 6<sup>th</sup>, 7<sup>th</sup> and 8<sup>th</sup> grade proficiency test(s), 75% pass rate on the 10<sup>th</sup> grade Ohio Graduation Test, a 93% student attendance rate, and at least a 90% graduation rate. The Performance Index Score is based on adequate year progress, (AYP), for the first year. AYP is a federal requirement in which all student groups must be at or able to obtain annual goals in the areas of reading, math, attendance and graduation. These goals are set by the federal government. The District met 25 State Indicators and had a 103.6 Performance Indicator for 2005/2006 school year. These designations are indicative of Beavercreek City School District's commitment to providing a quality educational environment.

#### **Finance**

- Produced a user-friendly budget document that is available for all interested parties.
- Produced and distributed the District's fourth annual CAFR.
- Received the third consecutive Auditor of State of Ohio Auditor's Award for outstanding financial reporting.

#### **Facilities**

- Finished building 6 additional classrooms at Shaw Elementary.

#### **Nutrition Services**

- Continue to serve meals that meet the USDA requirements. Look at ways to improve nutrition profile where possible.
- Became the 42<sup>nd</sup> school district in the entire nation to earn the distinction of a "District of Excellence in Child Nutrition".

**Goals for 2007 are:**

**Finance**

- Receive the fifth annual award from the Government Finance Officer's Association (GFOA), and Association of School Business Officials (ASBO), Certificate of Excellence in Financial Reporting for the District's 2006 Comprehensive Annual Financial Report.
- Continued education of community and staff on school finance through among other things enhancement of the web site.

**Curriculum, Instruction and Pupil Services**

- Improve reading skills at all levels.
- Assure earlier identification of student needs for intervention services.

**Facilities**

- Continued implementation of additional cost saving measures including reduction of liability premiums, energy costs, and Worker's Compensation Premiums.

**Nutrition Services**

- Work with school community on wellness policy.
- Maintain positive fund balance.

**FINANCIAL INFORMATION**

**Internal Accounting and Budgetary Control**

Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation. The management of the District is responsible for establishing and maintaining an internal control environment that provides reasonable assurance the District's financial statements are reliable, the District complied with applicable laws and regulations and the District is operating effectively and efficiently.

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

The District maintains its accounts and accounting records to facilitate budgetary control as outlined by Ohio Revised Code. Before October 1<sup>st</sup> of each fiscal year the Board adopts its annual appropriation measure. These appropriations may be amended as needed by Board action. Annual appropriations and any amendments may not exceed the County Budget Commissions official estimate of resources. The County Auditor must certify that the Board's appropriation measures do not exceed the amount set forth in the latest of those official estimates.

All transfers of cash between funds and changes to appropriations at the fund level require appropriation authority from the Board. Building/Department Budgets are controlled at the object account level within a function and fund. All purchase order requests must be approved by the

building principal, department supervisor, or appropriate central office director and must be certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriations are rejected until additional appropriations are secured.

The accounting system used by the District provides interim financial reports which detail month and year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. Each administrator and school principal is furnished the reports showing the status of the budget accounts for which they are responsible. In addition, an on-line inquiry system is available at each cost center site. As an additional safeguard, all employees are covered by a blanket bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond. Additional information on the District's budgetary accounts can also be found in notes to the basic financial statements.

### **Financial Condition**

This is the fourth year the District has prepared financial statements in accordance with GASB Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments." GASB 34 created new basic financial statements for reports.

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

### **Debt Administration**

The District has four debt issues outstanding at June 30, 2006: a 1995 Bond Issue, one EPA Asbestos Loan, one Energy Conservation Note, and a 2002 Tax Anticipation Note.

### **Cash Management**

The District's cash management program addresses the issues of safety, liquidity and yield while maximizing returns. All investments are spread among available investment options to insure safety. The District utilizes repurchase agreements, money market accounts, high-yield savings, U.S. Treasuries and Federal Agency securities for ready cash and yield. Investment earnings for all funds during the fiscal year were \$1,556,174.

## **RISK MANAGEMENT**

The District continues to protect its assets through a comprehensive insurance program. Insurance policies for fleet liability, property loss and boiler and machinery are purchased from the Indiana Insurance Company. Insurance policies for vehicle fleet liability, general liability, property loss, and boiler and machinery coverage are purchased from insurance companies licensed to do business in the State of Ohio.

The District is a member of the Southwestern Ohio Educational Purchasing Council (SOEPC). The cooperative contracts with Comp Management to provide an insurance purchasing pool for workers compensation. The intent of the pool is to achieve the benefit of a reduced premium for the District by virtue of its grouping a representation with other participants in the pool. The workers compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the pool. Each participant pays its workers compensation premium to the State based on the rate for the pool rather than its individual rate.

Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the pool. A participant will then either receive money from or be required to contribute to the pool. This equity pooling arrangement insures that each participant shares equally in the overall performance of the pool. Participation in the pool is limited to school districts that can meet the pool's selection criteria. Comp Management provides administrative, cost control and actuarial services to the SOEPC.

## **INDEPENDENT AUDIT**

State statutes require the District to be subjected to an annual examination by an independent auditor. Independent auditor Julian & Grube, Inc. was selected to render an opinion on the District's financial statements as of June 30, 2006. An annual audit serves to maintain and strengthen the District's accounting and budgetary controls.

In addition to the financial audit, a single audit was performed as required by the Single Audit Act Amendment of 1996 and the provisions of OMB circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. The single audit report is not included in this Comprehensive Annual Financial Report.

Pursuant to statute, the State prescribed a uniform accounting system to standardize accounting classification and financial reporting for all governments in Ohio. The District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

## **AWARDS**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Beaver Creek City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2005. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

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 accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report will conform to the high standards required by the Certificate of Achievement program.

The District also received the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2005. This award certifies that a Comprehensive Annual Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the ASBO. This award is granted only after an extensive review of the report by an expert panel of certified public accountants and practicing school business officials.

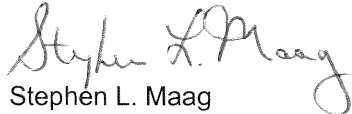
The ASBO certificate is also valid for a period of one year only. The District believes our current report meets ASBO requirements.

## ACKNOWLEDGEMENTS

The preparation and publication of this fifth annual Comprehensive Annual Financial Report would not have been possible without the cooperation and support of the entire staff of the Treasurer's Office.

Additionally, I would like to thank the leadership of the Board of Education for their commitment to excellence in financial accountability.

Respectfully submitted,

A handwritten signature in cursive script that reads "Stephen L. Maag". The signature is written in black ink and is positioned above the printed name and title.

Stephen L. Maag  
Treasurer /CFO

**BEAVERCREEK CITY SCHOOL DISTRICT, OHIO**

**LIST OF PRINCIPAL OFFICIALS**

**June 30, 2006**

**Board of Education**

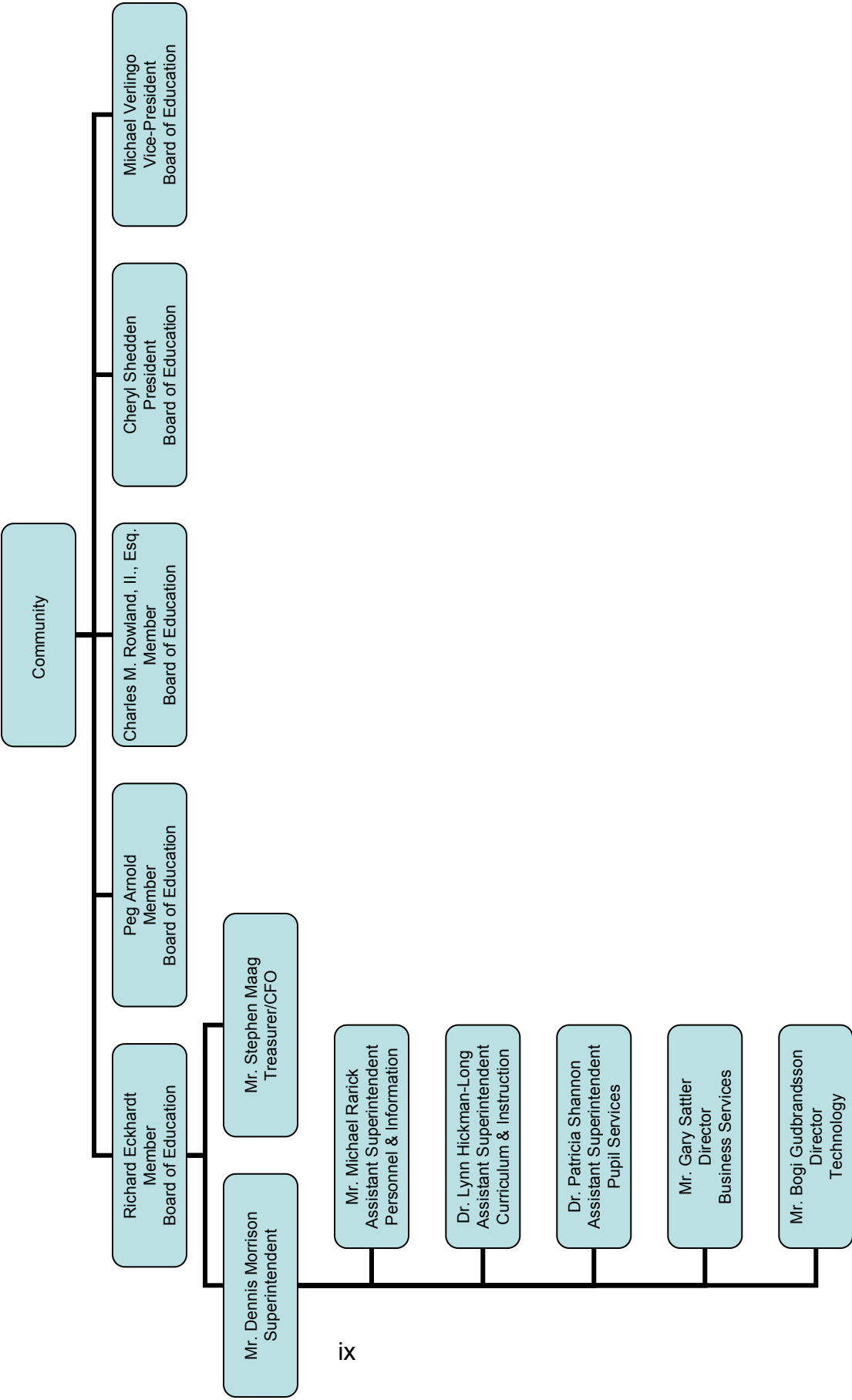
Cheryl Shedden, President  
Michael Verlingo, Vice-President  
Peg Arnold, Member  
Richard Eckhardt, Member  
Charles Rowland, II. Esq., Member

**Administration**

Dennis Morrison, Superintendent  
Stephen L. Maag, Treasurer/CFO

Michael Rarick, Assistant Superintendent, Personnel and Information  
Dr. Lynn Hickman-Long, Assistant Superintendent, Curriculum and Instruction  
Dr. Patricia Shannon, Assistant Superintendent, Pupil Services  
Gary Sattler, Director, Business Services  
Bogi Gudbrandsson, Director, Technology

# Beavercreek City Schools Organizational Chart



# Certificate of Achievement for Excellence in Financial Reporting

Presented to  
Beavercreek  
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. Judge*

President

*Jeffrey R. Emer*

Executive Director



**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**BEAVERCREEK CITY SCHOOLS**

**For its Comprehensive Annual Financial Report (CAFR)**

For the Fiscal Year Ended June 30, 2005

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

President

Interim Executive Director

BEAVERCREEK, OHIO



FINANCIAL SECTION



# Julian & Grube, Inc.

*Serving Ohio Local Governments*

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

## Independent Auditor's Report

Board of Education  
Beavercreek City School District  
3040 Kemp Road  
Beavercreek, Ohio 45431

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Beavercreek City School District, Greene County (the "District") as of and for the fiscal 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 Beavercreek City School District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

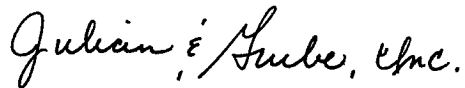
As disclosed in Note 3.B to the basic financial statements the District has restated net assets and fund balances of other governmental funds and the private purpose trust fund due to reclassification of a fund in accordance with GASB Statement No. 34.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 3, 2006, on our consideration of the Beavercreek City School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Board of Education  
Beavercreek City School District

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Beavercreek City School District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements of Beavercreek City School District. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly we express no opinion on them.



Julian & Grube, Inc.  
November 3, 2006

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

Our discussion and analysis of Beavercreek City School District's, (the District), financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2006.

### **Financial Highlights**

- The assets of the District exceeded its liabilities at the close of the fiscal year by \$18,043,129.
- The District's net assets increased by over \$ 4.7 million or over 36%.
- Program revenues accounted for \$9.4 million or 13% of total revenues, and general revenues accounted for \$ 62.3 million or 87%.
- The combined governmental fund balances of the District at year end were \$27,538,726 with the General Fund reporting a positive fund balance of \$ 22,920,631.

### **Using this Comprehensive Annual Financial Report**

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

### **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's 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 to 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's 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 governmental activities begins on page 11. The fund financial statements begin on page 13 and provide detailed information about the most significant funds – not the District as a whole. 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 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 more or less financial resources available to spend in the near future to finance the District's programs. The relationship (or

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

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 is the trustee, or fiduciary, for its scholarship programs. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Assets on page 16. 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 over \$18 million at the close of the most recent fiscal year. This is a condition that has significantly improved from prior years due to renewal of tax levies, a decrease in debt obligations, increased federal funding, and increased property valuations.

A significant portion of the District's net assets reflects its investment in capital assets less 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 cannot be used to liquidate these liabilities.

A comparative analysis of fiscal year 2006 to 2005 follows:

**Table 1**  
**Net Assets**

|   | <u><b>2005</b></u>  | <u><b>2006</b></u>  |
|---|---------------------|---------------------|
| Assets:   |                     |                     |
| Current Assets                                  | \$77,367,427        | \$83,405,046        |
| Capital Assets, Net                             | <u>30,572,681</u>   | <u>29,891,599</u>   |
| Total Assets                                    | <u>107,940,108</u>  | <u>113,296,645</u>  |
| Liabilities:                                    |                     |                     |
| Current and Other Liabilities                   | 53,643,620          | 55,397,819          |
| Long-Term Liabilities                           | <u>41,029,970</u>   | <u>39,855,697</u>   |
| Total Liabilities                               | <u>94,673,590</u>   | <u>95,253,516</u>   |
| Net Assets:                                     |                     |                     |
| Invested in Capital Assets, Net of Related Debt | 23,835,401          | 23,348,332          |
| Restricted                                      | 3,683,796           | 2,732,137           |
| Unrestricted                                    | <u>(14,252,679)</u> | <u>(8,037,340)</u>  |
| Total Net Assets                                | <u>\$13,266,518</u> | <u>\$18,043,129</u> |

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

A comparative analysis of fiscal year 2006 to 2005 follows:

**Table 2**  
**Change in Net Assets**

|   | <u><b>2005</b></u>  | <u><b>2006</b></u>  |
|---|---------------------|---------------------|
| Revenues:                                     |                     |                     |
| Program Revenues:                             |                     |                     |
| Charges for Services                          | \$4,769,477         | \$6,376,516         |
| Operating Grants and Contributions            | 3,295,992           | 3,008,059           |
| Capital Grants and Contributions              | <u>29,580</u>       | <u>64,215</u>       |
| Total Program Revenues                        | 8,095,049           | 9,448,790           |
| General Revenues:                             |                     |                     |
| Property Taxes                                | 47,547,155          | 45,257,946          |
| Grants and Entitlements                       | 16,281,034          | 14,940,900          |
| Investment Earnings                           | 667,830             | 1,556,174           |
| Other   | <u>483,640</u>      | <u>576,489</u>      |
| Total General Revenues                        | <u>64,979,659</u>   | <u>62,331,509</u>   |
| Total Revenues                                | 73,074,708          | 71,780,299          |
| Program Expenses:                             |                     |                     |
| Instruction:                                  |                     |                     |
| Regular                                       | 26,007,220          | 26,636,852          |
| Special                                       | 5,885,058           | 6,178,117           |
| Vocational                                    | 306,567             | 346,662             |
| Other   | 662,213             | 1,385,341           |
| Support Services:                             |                     |                     |
| Pupils  | 3,895,756           | 4,275,676           |
| Instructional                                 | 3,634,102           | 4,246,657           |
| Board of Education                            | 89,925              | 84,549              |
| Administration                                | 3,032,453           | 3,378,807           |
| Fiscal  | 1,450,128           | 1,475,479           |
| Business                                      | 423,969             | 421,373             |
| Operation and Maintenance of Plant            | 5,236,813           | 5,559,181           |
| Pupil Transportation                          | 3,422,782           | 3,897,478           |
| Central                                       | 1,732,444           | 1,814,836           |
| Operation of Non-Instructional Services       | 3,093,411           | 2,967,860           |
| Extracurricular Activities                    | 1,196,542           | 1,276,197           |
| Site Improvement Services                     | 131,113             | 77,378              |
| Architecture and Engineering Services         | 36,937              | 49,031              |
| Building and Site Improvement Services        | 750,695             | 724,768             |
| Other Facilities Acquisition and Construction | 92,228              | 14,079              |
| Interest and Fiscal Charges                   | <u>2,384,195</u>    | <u>2,214,497</u>    |
| Total Expenses                                | <u>63,464,551</u>   | <u>67,024,818</u>   |
| Net Assets at Beginning of Year (as restated) | 3,656,361           | 13,287,648          |
| Increase in Net Assets                        | <u>9,610,157</u>    | <u>4,755,481</u>    |
| Net Assets at End of Year                     | <u>\$13,266,518</u> | <u>\$18,043,129</u> |

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

*Governmental Activities*

Net assets of the District's governmental activities increased by approximately \$4.7 million and unrestricted net assets increased by approximately \$6.2 million. The increase in net assets is primarily the result of levy renewals, increased property valuations, increased federal funding, and reduction in debt outlays.

At the end of the current fiscal year, the District is able to report positive net assets. This is the third consecutive year in which the District reported a positive net asset figure.

The property tax laws in Ohio create the need to periodically seek voter approval for additional operating funds. In general, tax revenues generated from a levy do not increase as a result of inflation. An operating levy is approved for a fixed millage rate, but the rate is reduced for inflation with the affect of providing the District the same amount of tax dollars as originally approved. Therefore, school districts such as ours that are dependent upon property taxes as a primary source of revenue must periodically return to the ballot and ask voters for additional resources to maintain current programs. Since the District must rely heavily on voter approval of operating tax issues, management of the resources is of paramount concern to District administration and the voting public. The District utilizes a five-year cash financial forecast to estimate revenues and control expenditures to assure tax levy revenues can maintain operations for a significant period of time.

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. Comparisons to 2005 are as follows:

**Table 3**  
**Fiscal Year 2006 Total and Net Cost of Program Services**  
**Governmental Activities**

|   | <b>2005</b>                          | <b>2005</b>                        | <b>2006</b>                          | <b>2006</b>                        |
|---|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|
|   | <u><b>Total Cost of Services</b></u> | <u><b>Net Cost of Services</b></u> | <u><b>Total Cost of Services</b></u> | <u><b>Net Cost of Services</b></u> |
| Instruction                             | \$32,861,058                         | \$(29,725,824)                     | \$34,546,972                         | \$(31,588,916)                     |
| Support Services                        | 22,918,372                           | (21,170,080)                       | 25,154,036                           | (22,113,429)                       |
| Operation of Non-Instructional Services | 3,093,411                            | (178,697)                          | 2,967,860                            | (48,761)                           |
| Extracurricular Activities              | 1,196,542                            | (899,733)                          | 1,276,197                            | (745,169)                          |
| Building and Site Improvement Svcs      | 1,010,973                            | (1,010,973)                        | 865,256                              | (865,256)                          |
| Interest and Fiscal Charges             | <u>2,384,195</u>                     | <u>(2,384,195)</u>                 | <u>2,214,497</u>                     | <u>(2,214,497)</u>                 |
| <b>Total Expenses</b>                   | <u><b>\$63,464,551</b></u>           | <u><b>\$(55,369,502)</b></u>       | <u><b>\$67,024,818</b></u>           | <u><b>\$(57,576,028)</b></u>       |



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

The District's is currently heavily reliant on property tax revenues. During fiscal year 2006, property taxes accounted for 63% of total revenues for governmental activities. The reliance on general revenues to support governmental activities is indicated by the net services column reflecting the need for \$57.5 million dollars of support as well as general revenues comprising 87% of total revenues. These trends are constant over the period from fiscal year 2005 to 2006.

***The District's Funds***

Information about the District's governmental funds begins on Page 13. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues and other financing sources of \$71,976,539 and expenditures and other financing uses of \$67,708,088. The net change in fund balance was most significant in the General Fund. This positive change is the result of strong fiscal management and the ability of the District of maintain operating expenditures well below operating revenues. The Debt Service Fund and Permanent Improvement Funds had a negative net change in fund balance caused by accrual of contracts payable and deferral of property tax revenue.

The fund balances of the General and Other Governmental Funds increased by \$4,858,565, 74,053, respectively. The fund balances of the Debt Service and Permanent Improvement Funds decreased by \$(183,956) and (480,211), respectively.

**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. The most significant budgeted fund is the General Fund.

The District utilizes the five-year forecast as the original document from which to form the operating budget. After updating of the forecast for changes in revenue and expenditure assumptions the operating budget begins at the school building level and department level. Each building and department in the district receive an allocation based on a number of factors including estimated revenue, a historical analysis, projected current need, including enrollment and projected current resources. The building and department budgets are reviewed periodically to ensure management becomes aware of any significant variations during the year.

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

**Capital Assets**

At the end of the fiscal year 2006, the District had \$30,572,681 invested in land, land improvements, buildings, building improvements, furniture, equipment and vehicles. Table 4 shows the fiscal year 2006 balances compared to fiscal year 2005. Additional information regarding capital assets can be found in Note 9 of this report.

**Table 4**  
**Capital Assets**  
**(Net of Accumulated Depreciation)**

|                                       | <u>2005</u>                | <u>2006</u>                |
|---------------------------------------|----------------------------|----------------------------|
| <b><u>Governmental Activities</u></b> |                            |                            |
| Land                                  | \$3,264,725                | \$3,264,725                |
| Land Improvements                     | 1,089,955                  | 1,051,871                  |
| Buildings                             | 23,002,512                 | 22,533,835                 |
| Building Improvements                 | 1,002,431                  | 963,790                    |
| Furniture & Equipment                 | 481,693                    | 469,248                    |
| Vehicles                              | 1,434,713                  | 1,608,130                  |
| Construction in Progress              | <u>296,652</u>             | <u>0</u>                   |
| <b>Total</b>                          | <b><u>\$30,572,681</u></b> | <b><u>\$29,891,599</u></b> |

**Debt**

At June 30, 2006, the District had \$35.3 million in outstanding bonds, notes and loans payable. The District paid \$775,000 in principal on bonds outstanding and \$2,526,610 in notes and loans payable during the fiscal year. Detailed information regarding long term debt and notes payable activity is included in the notes to the basic financial statements (Note 10).

In addition, the District has entered into capital leases which include a balance outstanding of \$3 million at June 30, 2006. During the fiscal year, the District paid \$112,831 which was considered principal on these capital leases.

**Contacting the District**

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the District's financial position and to show the District's accountability for the funds it receives. Should you have any questions about this report or any other financial matter, contact Stephen L. Maag, Treasurer/CFO, Beavercreek City School District, 3040 Kemp Road, Beavercreek, Ohio 45431.

**Beavercreek City School District, Ohio**  
*Statement of Net Assets*  
*June 30, 2006*

|   | <u>Governmental</u><br><u>Activities</u> |
|---|--|
| <b>ASSETS:</b>                                  |  |
| Current Assets:                                 |  |
| Equity in Pooled Cash and Cash Equivalents      | \$ 34,724,652                            |
| Inventory Held for Resale                       | 15,711                                   |
| Materials and Supplies Inventory                | 5,245                                    |
| Accrued Interest Receivable                     | 113,764                                  |
| Accounts Receivable                             | 340,908                                  |
| Intergovernmental Receivable                    | 436,383                                  |
| Prepaid Items                                   | 19,233                                   |
| Taxes Receivable                                | 47,749,150                               |
| Noncurrent Assets:                              |  |
| Land and Construction in Progress               | 3,264,725                                |
| Depreciable Capital Assets, net                 | <u>26,626,874</u>                        |
| <i>Total Assets</i>                             | <u><u>\$ 113,296,645</u></u>             |
| <b>LIABILITIES:</b>                             |  |
| Current Liabilities:                            |  |
| Accounts Payable                                | \$ 292,921                               |
| Accrued Wages and Benefits                      | 4,672,466                                |
| Contracts Payable                               | 175,964                                  |
| Intergovernmental Payable                       | 1,361,795                                |
| Accrued Interest Payable                        | 176,597                                  |
| Deferred Revenue                                | 45,862,733                               |
| Notes Payable                                   | 2,360,000                                |
| Compensated Absences Payable                    | 495,343                                  |
| Noncurrent Liabilities:                         |  |
| Long-Term Liabilities:                          |  |
| Due Within One Year                             | 2,160,993                                |
| Due in More Than One Year                       | <u>37,694,704</u>                        |
| <i>Total Liabilities</i>                        | <u>95,253,516</u>                        |
| <b>NET ASSETS:</b>                              |  |
| Invested in Capital Assets, Net of Related Debt | 23,348,332                               |
| Restricted for Debt Service                     | 960,403                                  |
| Restricted for Capital Outlay                   | 1,694,538                                |
| Restricted for Other Purposes                   | 77,196                                   |
| Unrestricted                                    | <u>(8,037,340)</u>                       |
| <i>Total Net Assets</i>                         | <u><u>\$ 18,043,129</u></u>              |

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

**Beavercreek City School District, Ohio**  
*Statement of Activities*  
For the Fiscal Year Ended June 30, 2006

|   | <u>Program Revenues</u> |                      |                       | <u>Net(Expense)Revenue</u>  |
|---|-------------------------|----------------------|-----------------------|---|
|   | <u>Charges for</u>      | <u>Operating</u>     | <u>Capital Grants</u> | <u>and Changes in Net</u>   |
| <u>Expenses</u>   | <u>Services and</u>     | <u>Grants and</u>    | <u>and</u>            | <u>Assets</u>   |
|   | <u>Sales</u>            | <u>Contributions</u> | <u>Contributions</u>  | <u>Governmental</u>   |
|   |                         |                      |                       | <u>Activities</u>   |
| <b>Governmental Activities:</b>                             |                         |                      |                       |   |
| Instruction:  |                         |                      |                       |   |
| Regular   | \$ 26,636,852           | \$ 851,034           | \$ 105,325            | \$ -  |
| Special   | 6,178,117               | 1,228,991            | 571,740               | -   |
| Vocational  | 346,662                 | 24,149               | -                     | -   |
| Other   | 1,385,341               | 31,954               | 144,863               | -   |
| Support Services:   |                         |                      |                       |   |
| Pupils  | 4,275,676               | -                    | 283,737               | -   |
| Instructional Staff   | 4,246,657               | -                    | 741,343               | -   |
| Board of Education  | 84,549                  | -                    | -                     | -   |
| Administration  | 3,378,807               | 4,446                | 181,116               | -   |
| Fiscal  | 1,475,479               | -                    | -                     | -   |
| Business  | 421,373                 | -                    | -                     | -   |
| Operation and Maintenance of Plant                          | 5,559,181               | 20,674               | -                     | -   |
| Pupil Transportation  | 3,897,478               | 1,695,908            | -                     | 64,215  |
| Central   | 1,814,836               | -                    | 49,168                | -   |
| Operation of Non-Instructional Services:                    |                         |                      |                       |   |
| Food Service Operations                                     | 1,981,238               | 1,932,477            | -                     | -   |
| Community Services  | 888,991                 | 43,191               | 845,800               | -   |
| Other   | 97,631                  | 12,664               | 84,967                | -   |
| Extracurricular Activities:                                 |                         |                      |                       |   |
| Academic Oriented Activities                                | 394,106                 | 312,343              | -                     | -   |
| Sport Oriented Activities                                   | 859,784                 | 218,599              | -                     | -   |
| School and Public Service Co-Curricular Activities          | 22,307                  | 86                   | -                     | -   |
| Site Improvement Services                                   | 77,378                  | -                    | -                     | -   |
| Architecture and Engineering Services                       | 49,031                  | -                    | -                     | -   |
| Building Improvement Services                               | 724,768                 | -                    | -                     | -   |
| Other Facilities Acquisition and Construction               | 14,079                  | -                    | -                     | -   |
| Interest and Fiscal Charges                                 | 2,214,497               | -                    | -                     | -   |
|   | <u>\$ 67,024,818</u>    | <u>\$ 6,376,516</u>  | <u>\$ 3,008,059</u>   | <u>\$ 64,215</u>  |
| <b>Total Governmental Activities</b>                        |                         |                      |                       | <u>(57,576,028)</u>   |
| <b>General Revenues:</b>                                    |                         |                      |                       |   |
| Grants and Entitlements not Restricted to Specific Programs |                         |                      |                       | 14,940,900  |
| Gifts and Donations   |                         |                      |                       | 82,931  |
| Investment Earnings   |                         |                      |                       | 1,556,174   |
| Miscellaneous   |                         |                      |                       | 180,807   |
| Property Taxes  |                         |                      |                       | 45,257,946  |
| Tuition and Fees  |                         |                      |                       | 157,028   |
| Extracurricular Activities                                  |                         |                      |                       | 18,849  |
| Customer Sales and Services                                 |                         |                      |                       | 136,874   |
|   |                         |                      |                       | <u>62,331,509</u>   |
| <b>Total General Revenues and Transfers</b>                 |                         |                      |                       | <u>62,331,509</u>   |
|   |                         |                      |                       | Change in Net Assets 4,755,481  |
|   |                         |                      |                       | <u>Net Assets Beginning of Year (Restated, See Note 3) 13,287,648</u> |
|   |                         |                      |                       | <u>Net Assets End of Year \$ 18,043,129</u>                           |

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

Beavercreek City School District, Ohio  
Balance Sheet  
Governmental Funds  
June 30, 2006

|   | <u>GENERAL</u><br><u>FUND</u> | <u>DEBT SERVICE</u><br><u>FUND</u> | <u>PERMANENT</u><br><u>IMPROVEMENT</u><br><u>FUND</u> | <u>All Other</u><br><u>Governmental</u><br><u>Funds</u> | <u>Total</u><br><u>Governmental</u><br><u>Funds</u> |
|---|-------------------------------|------------------------------------|---|---|---|
| <b>ASSETS:</b>                                |                               |                                    |   |   |   |
| Equity in Pooled Cash and Cash Equivalents    | \$ 29,908,586                 | \$ 871,065                         | \$ 2,056,166  | \$ 1,888,835  | \$ 34,724,652                                       |
| Inventory Held for Resale                     | -                             | -                                  | -   | 15,711  | 15,711  |
| Materials and Supplies Inventory              | -                             | -                                  | -   | 5,245   | 5,245   |
| Accrued Interest Receivable                   | 110,648                       | -                                  | -   | 3,116   | 113,764   |
| Accounts Receivable                           | 337,258                       | -                                  | -   | 3,650   | 340,908   |
| Interfund Receivable                          | 180,000                       | -                                  | -   | -   | 180,000   |
| Intergovernmental Receivable                  | -                             | -                                  | -   | 436,383   | 436,383   |
| Prepaid Items                                 | 19,233                        | -                                  | -   | -   | 19,233  |
| Taxes Receivable                              | 43,362,457                    | 2,426,976                          | 1,959,717   | -   | 47,749,150  |
| <b>Total Assets</b>                           | <u>\$ 73,918,182</u>          | <u>\$ 3,298,041</u>                | <u>\$ 4,015,883</u>                                   | <u>\$ 2,352,940</u>                                     | <u>\$ 83,585,046</u>                                |
| <b>LIABILITIES:</b>                           |                               |                                    |   |   |   |
| Accounts Payable                              | \$ 220,016                    | \$ -                               | \$ -  | \$ 72,905   | \$ 292,921  |
| Accrued Wages and Benefits                    | 4,440,514                     | -                                  | -   | 231,952   | 4,672,466   |
| Contracts Payable                             | -                             | -                                  | 175,964   | -   | 175,964   |
| Interfund Payable                             | -                             | -                                  | -   | 180,000   | 180,000   |
| Intergovernmental Payable                     | 1,234,914                     | -                                  | -   | 126,881   | 1,361,795   |
| Accrued Interest Payable                      | 8,080                         | -                                  | -   | -   | 8,080   |
| Deferred Revenue                              | 42,253,968                    | 2,349,655                          | 1,896,128   | -   | 46,499,751  |
| Notes Payable                                 | 2,360,000                     | -                                  | -   | -   | 2,360,000   |
| Compensated Absences Payable                  | 480,059                       | -                                  | -   | 15,284  | 495,343   |
| <b>Total Liabilities</b>                      | <u>50,997,551</u>             | <u>2,349,655</u>                   | <u>2,072,092</u>                                      | <u>627,022</u>  | <u>56,046,320</u>                                   |
| <b>Equity:</b>                                |                               |                                    |   |   |   |
| <b>FUND BALANCES:</b>                         |                               |                                    |   |   |   |
| <b>Reserved:</b>                              |                               |                                    |   |   |   |
| Reserved for Encumbrances                     | 180,074                       | -                                  | 346,769   | 121,074   | 647,917   |
| Reserved for Inventory                        | -                             | -                                  | -   | 5,245   | 5,245   |
| Reserved for Prepaid Items                    | 19,233                        | -                                  | -   | -   | 19,233  |
| Reserved for Property Taxes                   | 1,396,066                     | 77,321                             | 63,589  | -   | 1,536,976   |
| <b>Unreserved, Undesignated, Reported in:</b> |                               |                                    |   |   |   |
| General Fund                                  | 21,325,258                    | -                                  | -   | -   | 21,325,258  |
| Special Revenue Funds                         | -                             | -                                  | -   | 1,596,066   | 1,596,066   |
| Debt Service Funds                            | -                             | 871,065                            | -   | -   | 871,065   |
| Capital Projects Funds                        | -                             | -                                  | 1,533,433   | 3,533   | 1,536,966   |
| <b>Total Fund Balances</b>                    | <u>22,920,631</u>             | <u>948,386</u>                     | <u>1,943,791</u>                                      | <u>1,725,918</u>  | <u>27,538,726</u>                                   |
| <b>Total Liabilities and Fund Balances</b>    | <u>\$ 73,918,182</u>          | <u>\$ 3,298,041</u>                | <u>\$ 4,015,883</u>                                   | <u>\$ 2,352,940</u>                                     | <u>\$ 83,585,046</u>                                |

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

**Beavercreek 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>\$ 27,538,726</b> |
|---|----------------------|

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

|   |            |
|---|------------|
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | 29,891,599 |
|---|------------|

|  |         |
|--|---------|
| Other assets are not available to pay for current period expenditures and therefore are deferred in the funds. |         |
| Intergovernmental Receivable   | 287,577 |
| Taxes  | 349,441 |

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

|                              |                     |
|------------------------------|---------------------|
| Interest Payable             | (168,517)           |
| Compensated Absences Payable | (4,480,901)         |
| General Obligation Debt      | <u>(35,374,796)</u> |

|  |                             |
|--|-----------------------------|
| <b>Net Assets of Governmental Activities</b> | <b><u>\$ 18,043,129</u></b> |
|--|-----------------------------|

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

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

|   | <u>GENERAL</u><br><u>FUND</u> | <u>DEBT SERVICE</u><br><u>FUND</u> | <u>PERMANENT</u><br><u>IMPROVEMENT</u><br><u>FUND</u> | <u>All Other</u><br><u>Governmental</u><br><u>Funds</u> | <u>Total</u><br><u>Governmental</u><br><u>Funds</u> |
|---|-------------------------------|------------------------------------|---|---|---|
| <b>REVENUES:</b>  |                               |                                    |   |   |   |
| Property Taxes  | \$ 41,222,012                 | \$ 2,230,590                       | \$ 1,865,397  | \$ -  | \$ 45,317,999                                       |
| Intergovernmental   | 17,054,657                    | 292,359                            | 252,776   | 3,364,546   | 20,964,338  |
| Interest  | 1,520,931                     | -                                  | -   | 35,243  | 1,556,174   |
| Tuition and Fees  | 744,029                       | -                                  | -   | 500,594   | 1,244,623   |
| Rent  | 20,674                        | -                                  | -   | -   | 20,674  |
| Extracurricular Activities  | -                             | -                                  | -   | 549,877   | 549,877   |
| Gifts and Donations   | -                             | -                                  | 4,000   | 78,931  | 82,931  |
| Customer Sales and Services   | 77,480                        | -                                  | -   | 1,790,282   | 1,867,762   |
| Miscellaneous   | 174,123                       | -                                  | 500   | 6,184   | 180,807   |
| <b>Total Revenues</b>   | <u>60,813,906</u>             | <u>2,522,949</u>                   | <u>2,122,673</u>                                      | <u>6,325,657</u>  | <u>71,785,185</u>                                   |
| <b>EXPENDITURES:</b>  |                               |                                    |   |   |   |
| <b>Current:</b>   |                               |                                    |   |   |   |
| <b>Instruction:</b>   |                               |                                    |   |   |   |
| Regular   | 25,025,238                    | -                                  | 1,129,758   | 709,090   | 26,864,086  |
| Special   | 5,634,694                     | -                                  | -   | 581,046   | 6,215,740   |
| Vocational  | 339,677                       | -                                  | -   | -   | 339,677   |
| Other   | 1,170,163                     | -                                  | -   | 192,990   | 1,363,153   |
| <b>Support Services:</b>  |                               |                                    |   |   |   |
| Pupils  | 3,944,191                     | -                                  | -   | 293,301   | 4,237,492   |
| Instructional Staff   | 3,505,883                     | -                                  | -   | 763,468   | 4,269,351   |
| Board of Education  | 84,549                        | -                                  | -   | -   | 84,549  |
| Administration  | 3,124,331                     | -                                  | -   | 185,562   | 3,309,893   |
| Fiscal  | 1,415,553                     | 38,271                             | 32,262  | -   | 1,486,086   |
| Business  | 418,749                       | -                                  | 796   | -   | 419,545   |
| Operation and Maintenance of Plant  | 5,474,173                     | -                                  | 54,964  | 6,165   | 5,535,302   |
| Pupil Transportation  | 3,578,943                     | -                                  | 473,731   | 563   | 4,053,237   |
| Central   | 892,503                       | -                                  | 87,509  | 49,415  | 1,029,427   |
| <b>Operation of Non-Instructional Services:</b>                           |                               |                                    |   |   |   |
| Food Service Operations   | -                             | -                                  | -   | 1,932,477   | 1,932,477   |
| Community Services  | -                             | -                                  | -   | 887,544   | 887,544   |
| Other   | -                             | -                                  | -   | 97,631  | 97,631  |
| <b>Extracurricular Activities:</b>  |                               |                                    |   |   |   |
| Academic Oriented Activities  | 77,306                        | -                                  | -   | 315,367   | 392,673   |
| Sport Oriented Activities   | 611,877                       | -                                  | -   | 218,599   | 830,476   |
| School and Public Service Co-Curricular Activities                        | 22,221                        | -                                  | -   | 86  | 22,307  |
| <b>Capital Outlay:</b>  |                               |                                    |   |   |   |
| Site Improvement Services   | 16,758                        | -                                  | 60,620  | -   | 77,378  |
| Architecture and Engineering Services                                     | -                             | -                                  | 49,031  | -   | 49,031  |
| Building Improvement Services   | 6,334                         | -                                  | 700,134   | 18,300  | 724,768   |
| Other Facilities Acquisition and Construction                             | -                             | -                                  | 14,079  | -   | 14,079  |
| <b>Debt Service:</b>  |                               |                                    |   |   |   |
| Principal   | 112,831                       | 954,779                            | -   | -   | 1,067,610   |
| Interest  | 308,013                       | 1,905,209                          | -   | -   | 2,213,222   |
| <b>Total Expenditures</b>   | <u>55,763,987</u>             | <u>2,898,259</u>                   | <u>2,602,884</u>                                      | <u>6,251,604</u>  | <u>67,516,734</u>                                   |
| <b>Excess of Revenues Over (Under) Expenditures</b>                       | <u>5,049,919</u>              | <u>(375,310)</u>                   | <u>(480,211)</u>                                      | <u>74,053</u>   | <u>4,268,451</u>                                    |
| <b>OTHER FINANCING SOURCES AND USES:</b>                                  |                               |                                    |   |   |   |
| Transfers In  | -                             | 191,354                            | -   | -   | 191,354   |
| Transfers Out   | (191,354)                     | -                                  | -   | -   | (191,354)   |
| <b>Total Other Financing Sources and Uses</b>                             | <u>(191,354)</u>              | <u>191,354</u>                     | <u>-</u>  | <u>-</u>  | <u>-</u>  |
| <b>Net Change in Fund Balances</b>  | 4,858,565                     | (183,956)                          | (480,211)   | 74,053  | 4,268,451   |
| <b>Fund Balance (Deficit) at Beginning of Year (Restated, See Note 3)</b> | <u>18,062,066</u>             | <u>1,132,342</u>                   | <u>2,424,002</u>                                      | <u>1,651,865</u>  | <u>23,270,275</u>                                   |
| <b>Fund Balance (Deficit) at End of Year</b>                              | <u>\$ 22,920,631</u>          | <u>\$ 948,386</u>                  | <u>\$ 1,943,791</u>                                   | <u>\$ 1,725,918</u>                                     | <u>\$ 27,538,726</u>                                |

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

**Beavercreek 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*

---



---

**Net Change in Fund Balances - Total Governmental Funds** \$ 4,268,451

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period. (680,248)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins and donations) is to decrease net assets. (834)

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

|                              |          |
|------------------------------|----------|
| Intergovernmental Receivable | (64,939) |
| Taxes                        | 60,053   |

Repayment of bond principal, notes, and capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and does not result in an expense in the statement of activities. 1,067,610

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expense is reported when due. (1,275)

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 the governmental funds.

|                      |                |
|----------------------|----------------|
| Compensated Absences | <u>106,663</u> |
|----------------------|----------------|

**Change in Net Assets of Governmental Activities** \$ 4,755,481

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



**Beavercreek City School District, Ohio**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2006*

|   | <b>Original<br/>Budget</b> | <b>Final<br/>Budget</b> | <b>Actual</b>        | <b>Variance with<br/>Final Budget</b> |
|---|----------------------------|-------------------------|----------------------|---------------------------------------|
| <b>Revenues:</b>                                    |                            |                         |                      |                                       |
| Property Taxes                                      | \$ 42,281,000              | \$ 42,281,000           | \$ 44,419,475        | \$ 2,138,475                          |
| Intergovernmental                                   | 16,933,000                 | 16,933,000              | 17,112,538           | 179,538                               |
| Interest  | 675,000                    | 675,000                 | 1,411,727            | 736,727                               |
| Tuition and Fees                                    | 455,000                    | 455,000                 | 714,270              | 259,270                               |
| Rent  | 45,000                     | 45,000                  | 20,153               | (24,847)                              |
| Miscellaneous                                       | 92,000                     | 107,000                 | 98,973               | (8,027)                               |
| <b>Total Revenues</b>                               | <b>60,481,000</b>          | <b>60,496,000</b>       | <b>63,777,136</b>    | <b>3,281,136</b>                      |
| <b>Expenditures:</b>                                |                            |                         |                      |                                       |
| Current:  |                            |                         |                      |                                       |
| Instruction:  |                            |                         |                      |                                       |
| Regular   | 26,450,531                 | 26,372,745              | 25,981,044           | 391,701                               |
| Special   | 5,778,976                  | 5,825,522               | 5,696,597            | 128,925                               |
| Vocational  | 358,283                    | 358,983                 | 339,129              | 19,854                                |
| Other   | 1,277,327                  | 1,244,311               | 1,139,063            | 105,248                               |
| Support Services:                                   |                            |                         |                      |                                       |
| Pupils  | 4,091,505                  | 4,054,259               | 3,982,372            | 71,887                                |
| Instructional Staff                                 | 3,603,728                  | 3,590,640               | 3,460,461            | 130,179                               |
| Board of Education                                  | 103,628                    | 96,468                  | 83,380               | 13,088                                |
| Administration                                      | 3,288,671                  | 3,269,941               | 3,123,916            | 146,025                               |
| Fiscal  | 1,482,985                  | 1,498,285               | 1,443,221            | 55,064                                |
| Business  | 489,116                    | 466,116                 | 447,218              | 18,898                                |
| Operation and Maintenance of Plant                  | 6,018,444                  | 5,899,646               | 5,691,293            | 208,353                               |
| Pupil Transportation                                | 3,429,707                  | 3,617,806               | 3,581,909            | 35,897                                |
| Central   | 941,425                    | 907,967                 | 893,827              | 14,140                                |
| Operation of Non-Instructional Services:            |                            |                         |                      |                                       |
| Extracurricular Activities                          | 722,779                    | 739,779                 | 722,793              | 16,986                                |
| Facilities Acquisition and Construction             | 290,000                    | 299,637                 | 269,146              | 30,491                                |
| <b>Total Expenditures</b>                           | <b>58,327,105</b>          | <b>58,242,105</b>       | <b>56,855,369</b>    | <b>1,386,736</b>                      |
| <b>Excess of Revenues Over (Under) Expenditures</b> | <b>2,153,895</b>           | <b>2,253,895</b>        | <b>6,921,767</b>     | <b>4,667,872</b>                      |
| <b>Other Financing Sources (Uses):</b>              |                            |                         |                      |                                       |
| Refund of Prior Year Expenditures                   | -                          | -                       | 151,400              | 151,400                               |
| Transfers Out                                       | (2,607,055)                | (2,607,055)             | (2,607,055)          | -                                     |
| Advances In   | 70,000                     | 70,000                  | 70,000               | -                                     |
| Advances Out  | (100,000)                  | (200,000)               | (180,000)            | 20,000                                |
| Proceeds From Sale of Capital Assets                | -                          | -                       | 1,350                | 1,350                                 |
| <b>Total Other Financing Sources (Uses)</b>         | <b>(2,637,055)</b>         | <b>(2,737,055)</b>      | <b>(2,564,305)</b>   | <b>172,750</b>                        |
| <b>Net Change in Fund Balance</b>                   | <b>(483,160)</b>           | <b>(483,160)</b>        | <b>4,357,462</b>     | <b>4,840,622</b>                      |
| <b>Fund Balance, July 1</b>                         | <b>24,627,702</b>          | <b>24,627,702</b>       | <b>24,627,702</b>    | <b>-</b>                              |
| <b>Prior Year Encumbrances Appropriated</b>         | <b>557,105</b>             | <b>557,105</b>          | <b>557,105</b>       | <b>-</b>                              |
| <b>Fund Balance, June 30</b>                        | <b>\$ 24,701,647</b>       | <b>\$ 24,701,647</b>    | <b>\$ 29,542,269</b> | <b>\$ 4,840,622</b>                   |

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

**Beavercreek City School District, Ohio**  
*Statement of Fiduciary Net Assets*  
*Fiduciary Fund*  
*June 30, 2006*

---

---

|  | <u>Agency Fund</u> |
|--|--------------------|
| ASSETS:                                    |                    |
| Current Assets:                            |                    |
| Equity in Pooled Cash and Cash Equivalents | \$ 203,302         |
| <i>Total Current Assets</i>                | <u>203,302</u>     |
| <i>Total Assets</i>                        | <u>\$ 203,302</u>  |
| LIABILITIES:                               |                    |
| Current Liabilities:                       |                    |
| Undistributed Monies                       | 43,103             |
| Due to Students                            | <u>160,199</u>     |
| <i>Total Current Liabilities</i>           | <u>\$ 203,302</u>  |
| <i>Total Liabilities</i>                   | <u>\$ 203,302</u>  |

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

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**1. Description of the District and Reporting Entity**

The Beavercreek City School District (the "District") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District is a city district as defined by Section 3311.02 of the Ohio Revised Code. The District operates under a locally elected five member board and is responsible for the provision of public education to residents of the District. The Board controls the District's instructional/support facilities staffed by 253 non-certificated employees, 473 certificated full time-teaching personnel and 33 administrative employees to provide services to approximately 7,386 students and other community members.

**Reporting Entity**

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the basic financial statements of the District are not misleading.

The primary government consists of all funds and departments, which provide various services including instruction, student guidance, extracurricular activities, food service, pre-school, educational media and care and upkeep of grounds and buildings. The operation of each of these activities is directly controlled by the Board of Education.

Current State legislation provides funding to parochial schools, as well as the community and Montessori schools within the District boundaries. These monies are received and disbursed on behalf of the parochial school by the treasurer of the District, as directed by the parochial school. The State monies received/dispursed by the District are reflected as a governmental activity for financial reporting purposes.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing body and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations for which the District approves the budget, the issuance of debt or the levying of taxes. The District does not have any component units.

The District is associated with three organizations, which are defined as jointly governed. These organizations include the Southwestern Ohio Education Purchasing Council (SOEPC), Miami Valley Educational Cooperative Association (MVECA) and the Greene County Career Center. These organizations are presented in Note 16 to the basic financial statements.

**2. Summary of Significant Accounting Policies**

The significant accounting policies followed in the preparation of these financial statements are summarized below. These policies conform to accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units prescribed in the statements issued by the Governmental Accounting Standards Board (GASB) and other recognized

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**2. Summary of Significant Accounting Policies** (continued)

authoritative sources. The District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental activities provided they do not conflict with or contradict GASB pronouncements.

**a. Fund Accounting**

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

*Governmental Funds*

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

General Fund - The General Fund is 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.

Debt Service Fund - The 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.

Permanent Improvement Fund - The Permanent Improvement Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by trust funds.

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

*Fiduciary Funds*

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. These include agency funds. Agency funds are purely custodial and thus do not involve measurement of results of operations. The District's agency funds account for student activities and resources that belong to outside entities.

**b. Basis of Presentation**

*Government-wide Financial Statements* – The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**2. Summary of Significant Accounting Policies** (continued)

The government-wide statements are prepared using the economic resources measurement focus. This approach differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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

*Fund Financial Statements*

Fund financial statements report detailed information about the District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column, and all non-major funds are aggregated into one column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

**c. Basis of Accounting**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. The Fund financial statements are prepared using either modified accrual for governmental funds or accrual basis for fiduciary funds.

*Revenues, Exchange and Non-exchange Transactions*

Revenue resulting from exchange transactions is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recognized in the accounting period when they become both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period of the District is sixty days after year end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been met. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**2. Summary of Significant Accounting Policies** (continued)

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: property taxes available for advance, investment earnings, tuition, grants and student fees.

*Deferred Revenue*

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

Property taxes for which there is an enforceable legal claim as of June 30, 2006, but which were levied to finance fiscal year 2007 operations, have been recorded as deferred revenue.

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

*Expenditures/Expenses*

On the accrual basis of accounting, expenses are recorded at the time they are incurred. The measurement focus of governmental fund accounting is on flow of current financial resources. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred except for (1) principal and interest on general long-term debt, which is recorded when due, and (2) the costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees.

*Budgets and Budgetary Accounting*

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, 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 appropriation 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, however the District elects to adopt appropriations and budgets for its agency funds. The legal level of control is at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Advances in and advances out are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

*Tax Budget*

Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing on the following July 1. The budget includes proposed expenditures and means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayer's comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**2. Summary of Significant Accounting Policies** (continued)

By no later than January 20, the Board-adopted budget is filed with the Greene County Budget Commission for rate determination.

*Estimated Resources*

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources, which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the Certificate is amended to include unencumbered cash balances from the preceding year. The certificate may be further amended during the year if the fiscal officer determines that the revenue collected is greater or less than the current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during fiscal year 2006.

*Appropriations*

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is legally enacted by the Board of Education at the fund level of expenditures, which is the legal level of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education. The Board may pass supplemental fund appropriations so long as the total appropriation by fund does not exceed the amounts set forth in the most recent Certificate of Estimated Resources. The budget figures, which appear in the statements of budgetary comparison, represent the final appropriation amounts, including all amendments and modification.

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations. On the fund financial statement encumbrances outstanding at year-end are reported as reservations of fund balances for subsequent-year expenditure for governmental funds. A reserve for encumbrances is not reported on the government-wide financial statements. Encumbrances are reported as part of expenditures/expenses on a non-GAAP budgetary basis.

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**2. Summary of Significant Accounting Policies** (continued)

*Lapsing of Appropriations*

At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. Encumbered appropriations are carried forward to the succeeding fiscal year and are not re-appropriated.

**d. Cash and Investments**

The District maintains a cash and investment pool used by all funds. The cash and investment pool has the same characteristics as demand deposits. Each fund type's portion of this pool is displayed in the financial statements as cash and cash equivalents. The District utilizes a financial institution to service bonded debt as principal and interest payments come due. The monies are either maintained in a central bank account or used to purchase legal investments.

It is the policy of the District to value investment contracts and money market investments at fair value.

The Ohio Revised Code authorizes the District to invest in United States and State of Ohio bonds, notes and other obligations; bank certificates of deposit; banker's acceptances; commercial paper notes rated prime and issued by United States corporations; and STAR Ohio. It is management's policy to invest in all of the above types of investments. Under existing Ohio statutes, all investment earnings accrue to the general, food service fund and auxiliary service fund. Interest earnings are allocated to these funds based on average monthly cash balances. Investment income credited to the general fund during the fiscal year amounted to \$1,520,931, which includes \$304,186 assigned from other District funds. The, Food Service Fund, Building and Auxiliary Service Funds also received interest revenue of \$22,622, \$11,771 and \$850 respectively.

**e. Inventory**

On government-wide financial statements, inventories are presented at the lower of cost or market using the first in, first out (FIFO) method and are expensed when used.

On fund financial statements, inventories of governmental funds are valued at cost. For all funds, cost is determined using the FIFO method, and are determined by physical count. Inventory in governmental funds consists of expendable supplies held for consumption, and supplies held for resale. The cost is recorded as an expenditure when used. Reported inventories in these funds are equally offset by a fund balance reserve, which indicates they do not represent available spendable resources.



**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**2. Summary of Significant Accounting Policies** (continued)

**f. Prepaid Items**

Payments made to vendors for services that will benefit periods beyond June 30, 2006 are recorded as prepaid items on the government-wide financial statements using the consumption method and recording a current asset for the prepaid amount and reflecting the expenditure in the current year in which services are consumed. Reported prepaids are equally offset by a fund balance reserve, which indicates they do not represent available spendable resources.

**g. Capital Assets and Depreciation**

General capital 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 fixed 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 1 year. The District does not possess any infrastructure.

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

| <u>Description</u>       | <u>Useful Life</u> |
|--------------------------|--------------------|
| Land                     | Not depreciated    |
| Land Improvements        | 30                 |
| Buildings & Improvements | 30                 |
| Furniture & Equipment    | 5-10               |
| Vehicles                 | 10                 |

**h. Inter-fund 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 inter-fund transfers. Inter-fund transfers are reported as other financing sources/uses in governmental funds.

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

**i. 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

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**2. Summary of Significant Accounting Policies** (continued)

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.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "compensated absences payable" in the fund from which the employee will be paid.

**j. Accrued Liabilities and Long-term Debt**

For governmental fund financial statements, the 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, compensated absences paid from governmental funds (typically the general fund) 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 debt paid from governmental funds is not recognized as a liability in the fund financial statements until due.

**k. Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consist of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvements of those assets. For the district this includes outstanding balance for a portion of the 1995 School Improvement Bond, and all of the telephone and administration building leases. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws, regulations or other governments.

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

**l. Fund Balance Reserves**

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 not available for appropriation. Unreserved fund balance indicates the portion of fund equity which is available for appropriation in future periods. Fund equity reserves are established for encumbrances, property taxes, prepaid items and supplies inventory.

**m. Estimates**

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

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**3. Change in Accounting Principle, Restatement of Fund Balance, Accountability and Compliance**

**a. Change in Accounting Principle**

For fiscal year 2006, the District has implemented GASB Statement No. 44, "Economic Condition Reporting: The Statistical Section" GASB Statement No. 45, "Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions", and GASB Statement No. 47, "Accounting for Termination Benefits."

GASB Statement No. 44 improves the understandability and usefulness of the information presented in the Statistical Section.

GASB Statement No. 45 modifies the measurement and disclosure requirements for employers participating in single-employer or agent multi-employer defined benefit OPEB plans.

GASB Statement No. 47 establishes accounting and financial reporting standards for early termination benefits.

The implementation of GASB Statements No. 45 and 47 did not have any material effect on the fund balances of the major and nonmajor funds of the District as they were previously reported as of June 30, 2005. The implementation of GASB Statement No. 44 did not have any material effect on the fund balances of the major and nonmajor funds of the District, however, changes to required supplementary information contained in the Statistical Section have been made.

**b. Restatement of Fund Balance**

During fiscal year 2006 it was determined that the classification of fund type for the Private-Purpose Trust fund was incorrect. To comply with GASB Statement No. 34, this fund was reclassified to a nonmajor Special Revenue Fund. This restatement had the following effects on fund balance for the nonmajor Special Revenue Fund , Other Governmental, and the Private Purpose Trust Fund as previously reported.

|                                      | <u>Net Assets</u>   | <u>Other<br/>Governmental</u> | <u>Private<br/>Purpose<br/>Trust Fund</u> |
|--------------------------------------|---------------------|-------------------------------|---|
| Fund Balance, June 30, 2005          | \$13,266,518        | \$1,630,735                   | \$21,130                                  |
| Reclassification Adjustment          | <u>21,130</u>       | <u>21,130</u>                 | <u>(21,130)</u>                           |
| Adjusted Fund Balance, June 30, 2005 | <u>\$13,287,648</u> | <u>\$1,651,865</u>            | <u>\$0</u>                                |

**c. Deficit Fund Balance**

The Entry Year Programs Fund, Ohio Reads Fund, Title III, Limited English Proficiency Fund, Title V – Innovative Education Programs Fund, IDEA Preschool Grant fund, and Miscellaneous Federal Grants Fund had deficit balances of \$130, \$83, \$1,497, \$2,217, \$6,785 and \$104,963, respectively. These deficit balances resulted from adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and will provide operating transfers when cash is required, not when accruals occur.

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**4. Budgetary Basis of Accounting**

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

| <b>Net Change in Fund Balance</b> |                    |
|-----------------------------------|--------------------|
| GAAP Basis                        | \$4,858,565        |
| Adjustments:                      |                    |
| Revenue Accruals                  | 3,185,980          |
| Expenditure Accrual               | (3,300,548)        |
| Encumbrances                      | <u>(386,535)</u>   |
| Budget Basis                      | <u>\$4,357,462</u> |

**5. Deposits and Investments**

State statutes require the classification of monies held by the District into three categories.

Active Monies - Those monies required to be kept in a “cash” or “near-cash” status for immediate use by the district. Such monies must be maintained either as cash in the District Treasury, in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

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

Interim Monies - Those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Ohio law permits interim monies to be invested in legal securities (see Note 2d).

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

United States Treasury Notes, Bills, Bonds or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**5. Deposits and Investments** (continued)

Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;

Bonds and other obligations of the State of Ohio;

No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;

The State Treasurer's investment pool (STAR Ohio);

Certain banker's acceptance and commercial paper notes for a period not to exceed on hundred eighty days from purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time, and;

Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

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

***Deposits***

The carrying amount of all District deposits was \$23,349,969 exclusive of the \$5,161,451 repurchase agreement included in investments below. Based on the criteria described in GASB Statement 40, "Deposits and Investment Risk Disclosures", \$ 24,336,045 of the District's bank balance of \$ 24,836,045 was exposed to custodial risk as discussed below, while \$500,000 was covered by Federal Deposit Insurance Corporation.

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

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**5. Deposits and Investments** (continued)

pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the District.

*Investments*

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

| <u>Investment Type</u> | <u>Balance at Fair Value</u> | <u>Less than 1 Year</u> | <u>1-5 Years</u>   |
|------------------------|------------------------------|-------------------------|--------------------|
| U.S. Agencies          | \$2,724,243                  | \$83,238                | \$2,641,005        |
| U.S. Treasuries        | 3,692,291                    | 525,721                 | 3,166,570          |
| Repurchase Agreement   | <u>5,161,451</u>             | <u>5,161,451</u>        | <u>0</u>           |
| Total                  | <u>\$11,577,985</u>          | <u>\$5,770,410</u>      | <u>\$5,807,575</u> |

The weighted average maturity of investments is 2.79 years.

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

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. Of the District's investment in repurchase agreements, the entire balance is collateralized by underlying securities pledged by the investment's counterparty, not in the District's name.

Concentration of Credit Risk: The District places a limit on the percentage of the portfolio that may be held in the form of commercial paper, other than this stipulation, the District places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2006:

| <u>Investment Type</u> | <u>Balance at Fair Value</u> | <u>Percent of Total</u> |
|------------------------|------------------------------|-------------------------|
| U.S. Agencies          | \$2,724,243                  | 24%                     |
| U.S. Treasuries        | \$3,692,291                  | 32%                     |
| Repurchase Agreement   | <u>\$5,161,451</u>           | <u>44%</u>              |
| Total                  | <u>\$11,577,985</u>          | 100%                    |

**6. Property Taxes**

Property taxes are levied and assessed on a calendar year basis. Distributions from the second half occur in a new fiscal year and are intended to finance the operations of that year. Property taxes include amounts levied against all real, public utility and tangible personal (used in

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**6. Property Taxes** (continued)

business) property located in the District. Taxpayers remit payment to their respective county, Greene or Montgomery, which then distributes funds to the District on settlement dates that vary each year.

Real property taxes and public utility taxes are levied in April on the assessed value listed as of the prior January 1, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years. Real property taxes are payable annually or semi-annually. If paid annually, payment is due January 20; if paid semi-annually, the first payment is due January 20 with the remainder payable by June 20. Settlement dates for real property taxes generally occur during the months of February and August but on occasion run into the following month. Amounts certified by the county auditor prior to June 30 are available to the District as an advance and should therefore be recognized as revenue in the current fiscal year. The District's policy is not to take an advance on these taxes, as they are budgeted for the next fiscal year, and therefore has designated fund balance accordingly.

Public utility property taxes are assessed on tangible personal property at 25 percent of true value (with certain exceptions) and on real property at 35 percent of true value. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Tangible personal property taxes are levied in April on the value listed as of December 31 of the current year. Tangible personal property settlements are 25 percent of true value. Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Settlement dates for tangible personal property taxes generally occur during the months of October and June.

The assessed values upon which fiscal year 2006 taxes were collected are:

|                            | <b><u>2006 First Half<br/>Collections</u></b> | <b><u>2006 Second<br/>Half Collections</u></b> |
|----------------------------|---|--|
| Real Estate                |   |  |
| Residential/Agriculture    | \$964,189,340                                 | \$1,070,663,450                                |
| Commercial                 | 285,720,640                                   | 300,095,300                                    |
| Public Utility Personal    | 35,942,280                                    | 34,585,440                                     |
| Tangible Personal Property | <u>71,113,484</u>                             | <u>71,743,261</u>                              |
| Total                      | <u>\$1,356,965,744</u>                        | <u>\$1,477,087,451</u>                         |

Accrued property taxes receivable represents delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable as of June 30, 2006, and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations.

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**7. Receivables**

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

A summary of receivables is as follows:

|                              | <u>Amount</u>       |
|------------------------------|---------------------|
| Governmental Activities      |                     |
| Taxes – Current & Delinquent | \$47,749,150        |
| Accounts                     | 340,908             |
| Interest                     | 113,764             |
| Intergovernmental            | <u>436,383</u>      |
| Total Receivables            | <u>\$48,640,205</u> |

**8. Inter-fund Transactions**

Inter-fund balances on the fund statements at June 30, 2006 consist of the following receivables and payables:

| <u>Fund</u>                                   | <u>Receivable</u> | <u>Payable</u>   |
|---|-------------------|------------------|
| General                                       | <u>\$180,000</u>  |                  |
| Other Governmental Funds:                     |                   |                  |
| Other State Grant Fund                        |                   | \$10,000         |
| IDEA, Part B Grant Fund                       |                   | 60,000           |
| Title III, Limited English Proficiency Fund   |                   | 1,000            |
| Title V – Innovative Education Programs Grant |                   | 5,000            |
| Drug Free Schools Grant Fund                  |                   | 5,000            |
| IDEA Preschool Grant Fund                     |                   | 10,000           |
| Improving Teacher Quality Fund                |                   | 15,000           |
| Miscellaneous Federal Grants Fund             |                   | <u>74,000</u>    |
| Total   | <u>\$180,000</u>  | <u>\$180,000</u> |

Inter-fund receivables and payables were made by the general fund to other governmental funds to comply with Ohio revised code which requires all funds have a positive unencumbered balance at the end of each fiscal year. Funds will be returned to the general fund within one year from June 30, 2006.

Inter-fund transfers on the fund statements at June 30, 2006 consist of the following:

|   |           |
|---|-----------|
| Transfer from General Fund to Debt Service Fund | \$191,354 |
|---|-----------|

The purpose of the transfer from the General Fund to the Debt Service Fund was for the repayment of debt.



**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**9. Capital Assets**

A summary of capital asset activity during the fiscal year follows:

|   | <u>Balances at</u><br><u>6/30/05</u> | <u>Additions</u>   | <u>Deletions</u> | <u>Balance at</u><br><u>6/30/06</u> |
|---|--------------------------------------|--------------------|------------------|-------------------------------------|
| <b>Capital Assets, not being depreciated:</b> |                                      |                    |                  |                                     |
| Land  | \$3,264,725                          | \$0                | \$0              | \$3,264,725                         |
| Construction in Progress                      | <u>296,652</u>                       | <u>0</u>           | <u>296,652</u>   | <u>0</u>                            |
| Total Capital Assets, not being depreciated   | <u>\$3,561,377</u>                   | <u>\$0</u>         | <u>\$296,652</u> | <u>\$3,264,725</u>                  |
| <b>Capital Assets being depreciated:</b>      |                                      |                    |                  |                                     |
| Land Improvements                             | 1,302,444                            | 5,514              | 0                | 1,307,958                           |
| Buildings                                     | 36,000,290                           | 764,767            | 0                | 36,765,057                          |
| Building Improvements                         | 1,173,491                            | 0                  | 0                | 1,173,491                           |
| Furniture & Equipment                         | 1,715,129                            | 132,242            | 5,056            | 1,842,315                           |
| Vehicle                                       | <u>3,719,435</u>                     | <u>484,539</u>     | <u>137,523</u>   | <u>4,066,451</u>                    |
| Total Capital Assets being depreciated        | <u>\$43,910,789</u>                  | <u>\$1,387,062</u> | <u>\$142,579</u> | <u>\$45,155,272</u>                 |
| <b>Less: Accumulated Depreciation</b>         |                                      |                    |                  |                                     |
| Land Improvements                             | 212,489                              | 43,598             | 0                | 256,087                             |
| Buildings                                     | 12,997,778                           | 1,233,444          | 0                | 14,231,222                          |
| Building Improvements                         | 171,060                              | 38,641             | 0                | 209,701                             |
| Furniture & Equipment                         | 1,233,436                            | 145,603            | 5,972            | 1,373,067                           |
| Vehicles                                      | <u>2,284,722</u>                     | <u>309,372</u>     | <u>135,773</u>   | <u>2,458,321</u>                    |
| Total Accumulated Depreciation                | <u>16,899,485</u>                    | <u>1,770,658*</u>  | <u>141,745</u>   | <u>18,528,398</u>                   |
| Total Capital Assets, net                     | <u>\$30,572,681</u>                  | <u>\$(383,596)</u> | <u>\$297,486</u> | <u>\$29,891,599</u>                 |

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**9. Capital Assets** (continued)

\* Depreciation expense was charged to governmental functions as follows:

|                                  |                        |
|----------------------------------|------------------------|
| Instruction:                     |                        |
| Regular                          | \$34,525               |
| Special                          | 3,522                  |
| Vocational                       | 5,504                  |
| Support Services:                |                        |
| Instruction                      | 1,102                  |
| Administration                   | 5,733                  |
| Operation & Maintenance of Plant | 31,124                 |
| Pupil Transportation             | 182,633                |
| Central                          | 1,423,551              |
| Non-Instructional Services:      |                        |
| Food Service                     | 47,957                 |
| Extracurricular Activities:      |                        |
| Academic Oriented                | 1,559                  |
| Sports Oriented                  | <u>33,448</u>          |
| <br>Total Depreciation Expense   | <br><u>\$1,770,658</u> |

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**10. Long-Term Debt**

**a. General Obligation Bonds**

The following is a description of the District's bonds outstanding as of June 30, 2006:

| <u>Governmental Activities</u>              | <u>Balance<br/>June 30,<br/>2005</u> | <u>Additions</u> | <u>Deductions</u>  | <u>Balance<br/>June 30,<br/>2006</u> | <u>Amounts<br/>due within<br/>one Year</u> |
|---|--------------------------------------|------------------|--------------------|--------------------------------------|--|
| General Obligation Bonds:                   |                                      |                  |                    |                                      |  |
| 1995 School Improvement Bond – 3.6% - 6.60% | \$32,830,000                         | \$0              | \$775,000          | \$32,055,000                         | \$1,000,000                                |
| 1998 Energy Conservation Note – 4 - 4.95%   | 235,000                              | 0                | 115,000            | 120,000                              | 120,000                                    |
| 1994 EPA Asbestos Loan                      | 246,267                              | 0                | 64,779             | 181,488                              | 64,779                                     |
| Obligations under Capital Leases            | 3,131,139                            | 0                | 112,831            | 3,018,308                            | 119,979                                    |
| Compensated Absences                        | <u>4,587,564</u>                     | <u>729,966</u>   | <u>836,629</u>     | <u>4,480,901</u>                     | <u>856,235</u>                             |
| Total Governmental Activities               | <u>\$41,029,970</u>                  | <u>\$729,966</u> | <u>\$1,904,239</u> | <u>\$39,855,697</u>                  | <u>\$2,160,993</u>                         |

In fiscal year 1996, the District issued approximately \$42,000,000 in general obligation bonds for the improvement and addition of District school buildings. This bond issue will be paid through the debt service fund from property taxes collected by the County Auditor.

The energy conservation notes were issued for the purpose of remodeling schools in the District, and will be repaid with anticipated energy savings from the general fund. Ohio law requires these debt payments be paid out of a debt service fund, therefore amounts for principal and interest are transferred out of the general fund to the debt service fund.

In fiscal year 1995, the district received \$1,168,991 in interest-free loans from the United States Environmental Protection Agency (EPA) for asbestos removal from buildings throughout the District. These loans are being repaid with general fund revenues which are transferred to the debt service fund as principal obligations come due.

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**10. Long-Term Debt** (continued)

The following is a summary of the District's future annual debt service requirements to maturity for general obligation debt:

| <u>Fiscal Year<br/>Ended June 30,</u> | <u>Principal</u>    | <u>Interest</u>     | <u>Total</u>        |
|---------------------------------------|---------------------|---------------------|---------------------|
| 2007                                  | 1,184,780           | 1,855,086           | 3,039,866           |
| 2008                                  | 1,194,780           | 1,793,984           | 2,988,764           |
| 2009                                  | 1,326,929           | 1,730,534           | 3,057,463           |
| 2010                                  | 1,555,000           | 1,654,762           | 3,209,762           |
| 2011                                  | 1,735,000           | 1,565,064           | 3,300,064           |
| 2012-2016                             | 9,085,000           | 6,310,708           | 15,395,708          |
| 2017-2021                             | <u>16,275,000</u>   | <u>2,511,525</u>    | <u>18,786,525</u>   |
| Total                                 | <u>\$32,356,489</u> | <u>\$17,421,663</u> | <u>\$49,778,152</u> |

**b. Note Payable**

The following is a summary of the tax anticipation note (TAN) transactions for the fiscal year ended June 30, 2006:

|                                    | <u>Balance<br/>July 1, 2005</u> | <u>Increase</u> | <u>Decrease</u> | <u>Balance<br/>June 30, 2006</u> |
|------------------------------------|---------------------------------|-----------------|-----------------|----------------------------------|
| 2002 Tax Anticipation Note Payable | \$4,630,000                     | \$0             | \$2,270,000     | \$2,360,000                      |

**c. Capitalized Leases - Lessee Disclosure**

In prior years, the District had entered into a lease agreement for the construction of an administrative office building, and the purchase of telephone equipment. These leases meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases," which defines a capital lease generally as one that transfers benefits and risks of ownership to the lessee. Capital lease payments are reflected as debt service payments in the general fund in the basic financial statements. These expenditures are reflected as program/function expenditures on a budgetary basis.

The assets acquired through the capital leases are as follows:

|                         | <u>Asset Value</u> | <u>Accumulated<br/>Depreciation</u> | <u>Net Book Value</u> |
|-------------------------|--------------------|-------------------------------------|-----------------------|
| Administration Building | \$3,002,317        | \$900,692                           | \$2,101,625           |
| Telephone Lease         | \$174,118          | \$75,450                            | \$98,668              |

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**10. Long-Term Debt** (continued)

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

| <u>Fiscal Year Ended June 30,</u>       | <u>Total Payments</u> |
|---|-----------------------|
| 2007                                    | 283,958               |
| 2008                                    | 284,711               |
| 2009                                    | 278,841               |
| 2010                                    | 247,360               |
| 2011                                    | 247,210               |
| 2012-2016                               | 1,227,775             |
| 2017-2021                               | 1,222,425             |
| 2022-2025                               | <u>1,223,850</u>      |
| Total Minimum Lease Payments            | 5,016,130             |
| Less: Amount Representing Interest      | <u>(1,997,822)</u>    |
| Present Value of Minimum Lease Payments | <u>\$3,018,308</u>    |

**11. Risk Management**

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

During fiscal year 2006, the District contracted with Indiana Insurance for general liability insurance, property and vehicle coverage. General liability insurance has coverage of \$1,000,000 single occurrence limit and a \$2,000,000 aggregate. Property insurance is at blanket value and generally has a \$5,000 deductible. Certain scheduled items (computers, software, cameras, instruments, etc.) have a \$1,000 deductible. The vehicle coverage has \$1,000,000 injury property damage, a medical payment of \$5,000 uninsured/underinsured \$50,000 and a comprehensive deductible of \$500 and a collision deductible of \$1,000. In addition, the District has an umbrella liability policy that provides an additional \$5,000,000 limit with a \$ 1,000 deductible. The superintendent, treasurer and board president are all bonded separately. Settled claims have not exceeded this coverage in any of the past three years. There have been no significant reductions in insurance coverage from last year.

The District elected to provide employee medical benefits through United Health Care. The Board picks up ninety percent of the monthly premium for certified employees and a scaled percentage based on hours worked for classified employees.

Dental benefits are provided through Superior Dental. The Board picks up ninety percent of the monthly premium for certified employees and a scaled percentage based on hours worked for classified employees.

The District provides life insurance to employees through Assurant Employee Benefits.

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**11. Risk Management** (continued)

The District is a member of the Southwestern Ohio Educational Purchasing Council (SOEPC). The cooperative contracts with Comp Management to provide an insurance purchasing pool for workers compensation. The intent of the pool is to achieve the benefit of a reduced premium for the District by virtue of its grouping a representation with other participants in the pool. The workers compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the pool. Each participant pays its workers compensation premium to the State based on the rate for the pool rather than its individual rate.

Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the pool. A participant will then either receive money from or be required to contribute to the pool. This equity pooling arrangement insures that each participant shares equally in the overall performance of the pool. Participation in the pool is limited to school districts that can meet the pool's selection criteria. Comp Management provides administrative, cost control and actuarial services to the SOEPC.

**12. Pension Plans**

**a. School Employees Retirement System**

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing, multiple-employer public employee retirement system administered by the School Employees Retirement Board. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746, or by calling 614.222.5853.

Plan members are required to contribute 10% of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current rate is 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by SERS' Retirement Board. The District's contributions to SERS for the years ending June 30, 2006, 2005, and 2004 were \$1,750,067 \$1,249,645 and \$1,252,805, respectively, 77% has been contributed for fiscal year 2006 and 100% for the fiscal years 2005 and 2004. \$403,560 represented the unpaid contribution for fiscal year 2006.

**b. State Teachers Retirement System**

The District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing, multiple-employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS 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 State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3371, or by calling 614.227.4090.

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**12. Pension Plans** (continued)

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5% of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and DB Plan. DC and Combined Plan members will transfer to the DB 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 year's service credit who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Plan members are required to contribute 10% of their annual covered salary and the District is required to contribute 14% for 2006, 13% was the portion used to fund pension obligations. The contribution rates are established by STRS upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. The District's contributions to STRS for the years ending June 30, 2006, 2005, and 2004 were \$4,677,662 \$4,536,521, and \$4,097,228, respectively; 85% has been contributed for the fiscal year 2006 and 100% for the fiscal years 2005 and 2004. \$707,606 represents the unpaid contribution for the fiscal year 2006.

**c. Social Security System**

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

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**13. Post-employment Benefits**

The District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System, and to retired non-certificated employees and their dependents through the School Employees Retirement System. Benefits include hospitalization, physician's fees, prescription drugs, and partial 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 on a pay as you go basis.

For STRS, most 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. The board currently allocates employer contributions equal to 1% of covered payroll to the Health Care Stabilization Fund. For the fiscal year ended June 30, 2005, 1% of covered payroll was allocated to the fund. The balance in the Health Care Stabilization Fund was \$3.3 billion on June 30, 2005. For the District, this amount equaled \$276,772 during fiscal year 2006.

For the year ended June 30, 2005, the most recent year available, net health care costs paid by STRS were \$254,780,000 and eligible benefit recipients totaled 115,395.

For SERS, coverage is made available to service retirees with ten or more years of qualifying service credit, disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service credit up to a maximum of 75% of the premium.

After the allocation for basic benefits, the remainder of the employer's 14% contribution is allocated to providing health care benefits. At June 30, 2004, the most recent year available, the health care allocation is 3.42%. For the District, this amount equaled \$ 294,472 during fiscal year 2006. In addition, SERS levies a surcharge to fund health care benefits equal to 14% of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal 2006, the minimum pay as been established as \$35,800. The surcharge, added to the unallocated portion of the 14% employer contribution rate, provides for maintenance of the asset target level for the health care fund. Health care benefits are financed on a pay-as-you-go basis. The target level for the health care reserve is 150% of annual health care expenses. Expenses for health care at June 30, 2005 were \$178,221,113 and the target level is 150% of the projected claims less premium contributions for the next fiscal year. At June 30, 2005, the Retirement System's net assets available for payment of health care benefits were \$267.5 million. The number of retirees and covered dependents currently receiving benefits is approximately 58,123.



**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**14. Set Aside Calculations and Fund Reserves**

The District is required by State statute to annually set aside, in the General Fund, an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition or construction of capital improvements. Amounts not spent by the 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 purpose in future years.

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

|  | <u>Textbooks</u>     | <u>Capital Acquisition</u> | <u>Budget Stabilization</u> |
|--|----------------------|----------------------------|-----------------------------|
| Set-aside cash balance as of June 30, 2005             | \$0                  | \$0                        | \$0                         |
| Current year set-aside requirements                    | 1,067,581            | 1,067,581                  | 0                           |
| Prior year carryover                                   | (4,518,534)          | (13,360,751)               | 0                           |
| Current year offsets                                   | 0                    | (773,520)                  | 0                           |
| Qualifying disbursements                               | <u>(1,593,310)</u>   | <u>(2,293,714)</u>         | <u>0</u>                    |
| Set-aside cash balances as of June 30, 2006            | <u>\$0</u>           | <u>\$0</u>                 | <u>\$0</u>                  |
| Required set-aside balances carried forward to FY 2007 | <u>\$(5,044,263)</u> | <u>\$(14,134,271)</u>      | <u>\$0</u>                  |

The District had qualifying disbursements and prior year carryover balances that reduced the textbooks and capital acquisition set-aside amounts below zero. These negative amounts may be used to reduce the set-aside requirements of future years. Prior year carryover balances were restated to reflect the cumulative effect of the carry over and reclassifications of offsets and qualifying disbursements.

**15. Contingencies**

**a. Grants**

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

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**15. Contingencies** (continued)

**b. Litigation**

There are currently matters in litigation with the District as defendant. It is the opinion of management that the potential claims against the District not covered by insurance would not materially affect the financial statements.

**16. Jointly Governed Organizations**

**a. Southwestern Ohio Educational Purchasing Council (SOEPC)**

The Southwestern Ohio Educational Purchasing Council (SOEPC) is a purchasing council made up of 118 public school districts in 17 counties in southwestern Ohio. The purpose of the council is to obtain prices for quality merchandise and services commonly used by schools. All member districts are obligated to pay all fees, charges, or other assessments as established by the SOEPC.

Each member district has one voting representative. Title to any and all equipment, furniture and supplies purchased by the SOEPC is held in trust for the member districts. Any district withdrawing from the SOEPC shall forfeit its claim to any and all SOEPC assets. One year prior notice is necessary for withdrawal from the group.

During this time, the withdrawing member is liable for all member obligations. Payments to SOEPC are made from the General Fund. During fiscal year 2006, the District paid \$10,490 to SOEPC. To obtain financial information, write to the Southwestern Ohio Educational Purchasing Council, Ken Swink, who serves as Director, 1831 Harshman Road, Dayton, Ohio 45424.

**b. Miami Valley Educational Computer Association (MVECA)**

The School District is a participant in the Miami Valley Educational Computer Association (MVECA) which is a computer consortium. MVECA is an association of 24 public school districts within the boundaries of Clark, Clinton, Fayette, Greene and Highland Counties and Cities of Springfield, Wilmington, Washington Court House, Xenia and Hillsboro. 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.

The governing board of MVECA consists of five Superintendents and two Treasurers of member school districts, with four of the five Superintendents and both Treasurers elected by a majority vote of all member school districts except the Greene County Career Center. The fifth Superintendent is from the Greene County Career Center. The School District paid MVECA \$58,673 for services provided during the year. Financial information can be obtained from Norma Stewart, Executive Director, at 330 East Enon Road, Yellow Springs, Ohio 45387.

**Beavercreek City School District, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2006*

**16. Jointly Governed Organizations** (continued)

**c. *Greene County Career Center***

The Greene County Career Center is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one representative from each of the seven participating school districts elected boards, which possesses its own budgeting and taxing authority. To obtain financial information, write to the Greene County Career Center, 2960 West Enon Road, Xenia, Ohio 45385-9545.

**COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS  
AND SCHEDULES**

## **SPECIAL REVENUE FUNDS**

---

**The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditure for specified purposes. The following are descriptions of each Special Revenue Fund.**

---

### **Nonmajor Special Revenue Funds**

#### **Food Service Fund**

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

#### **Lida Ferguson Land Fund**

To account for donations received and expenditures made for the upkeep of the Lida Ferguson Land Lab.

#### **Uniform School Supply Fund**

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

#### **Public School Support Fund**

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

#### **Other Grant Fund**

To account for state funds which are provided to assist the District with various programs.

#### **Summer School Fund**

To account for tuition/fees received for the operation of the summer school.

#### **District Managed Student Activity Fund**

To account for local funds generated to assist student activities, which are managed by District personnel.

#### **Auxiliary Services Fund**

To account for state funds which provide services and materials to students attending non-public schools within the boundaries of the District as provided by state law.

**Nonmajor Special Revenue Funds (continued)**

**Gifted Identification Fund**

To account for research and demonstration projects for the Gifted Pupil Program.

**Management Information Systems Fund**

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

**Entry Year Programs Fund**

To account for state funds provided to implement entry-year programs pursuant to Ohio Revised Code.

**Data Communication Fund**

To account for state funds appropriated for the Ohio Educational Computer Network Connections.

**School-Net Professional Development Fund**

To account for funds received under House Bill 117 to be used for locally held professional development and teacher training activities which are guided by Ohio's model competency based education programming or comparable models to support student achievement, including proficiency test performance.

**Ohio Reads Fund**

To account for state funds provided for developing and instituting programs to increase student reading comprehension skills.

**Summer Intervention Fund**

To account for state funds provided for the implementation of, or expansion of, summer remedial math, reading and science classes.

**Other State Grants Fund**

To account for state funds provided for miscellaneous state programs.

**IDEA, Part B Grant Fund**

To account for federal funds received for the purpose of assisting in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternate service patterns, and provision of full educational opportunities to handicapped children.

**Title III, Limited English Proficiency Grant Fund**

To account for federal funds used to meet the educational needs of children of limited English proficiency.

**Title I Grant Fund**

To account for federal funds used to meet the special needs of educationally deprived children.

**Nonmajor Special Revenue Funds (continued)**

**Title V – Innovative Education Programs Grant Fund**

To account for federal funds used to assist State and local educational agencies in the reform of elementary and secondary education.

**Drug Free Schools Grant Fund**

To account for federal funds used for establishment, operations, and improvement of programs of drug abuse prevention, early intervention, rehabilitation, referral and education in schools.

**IDEA Preschool Grant Fund**

To account for revenues and expenditures made in conjunction with early childhood activities.

**Improving Teacher Quality Grant Fund**

To account for monies received under a federal grant to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

**Miscellaneous Federal Grants Fund**

To account for federal funds provided for miscellaneous federal programs.

## **DEBT SERVICE FUND**

---

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

**Since there is only one Debt Service Fund and it is considered a major fund included in the Basic Financial Statements, only Budget (Non-GAAP Basis) information is presented here.**

---



## CAPITAL PROJECTS FUNDS

---

**The Capital Projects funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings and additions to existing buildings, or for major renovation projects. The following are descriptions of each of the Capital Projects Funds.**

---

### **Permanent Improvement Fund**

To account for all transactions related to acquiring, constructing or improving such permanent improvements as are authorized by Chapter 5705 of the Ohio Revised Code. Since this fund is considered a major fund and information regarding this fund is included in the Basic Financial Statements, only Budget (Non-GAAP Basis) information is presented here.

### **Non-major Capital Project Fund**

#### **Building Fund**

To account for all transactions related to special bond funds in the District. Proceeds from the same of bonds, except premium and accrued interest, are paid into this fund.

## FIDUCIARY FUNDS

---

**Fiduciary are used to account for assets held by the District in a trustee capacity or as an agent for individuals, organizations, other governmental units, and/or other funds. The District's Fiduciary Funds include an Agency Fund. The following are descriptions of each of the District's Fiduciary Funds.**

---

### **Agency Fund**

#### **Beavercreek High School Scholarship Fund**

To account for the resources that belongs to various outside entities. The funds in this account will be expended on scholarships as directed by these outside entities.

#### **Student Managed Activities Fund**

To account for the resources that belongs to the various student groups in the District. The funds account for sales and other revenue generating activities by student activity programs which have students involved in the management of the program.

**Beavercreek City School District, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Governmental Funds (by fund type)*  
*June 30, 2006*

|   | <u>Special<br/>Revenue</u> | <u>Capital<br/>Projects</u> | <u>Total</u>        |
|---|----------------------------|-----------------------------|---------------------|
| <b>ASSETS:</b>                                |                            |                             |                     |
| Equity in Pooled Cash and Cash Equivalents    | \$ 1,885,318               | \$ 3,517                    | \$ 1,888,835        |
| Inventory Held for Resale                     | 15,711                     | -                           | 15,711              |
| Materials and Supplies Inventory              | 5,245                      | -                           | 5,245               |
| Accrued Interest Receivable                   | 3,100                      | 16                          | 3,116               |
| Accounts Receivable                           | 3,650                      | -                           | 3,650               |
| Intergovernmental Receivable                  | 436,383                    | -                           | 436,383             |
| <i>Total Assets</i>                           | <u>\$ 2,349,407</u>        | <u>\$ 3,533</u>             | <u>\$ 2,352,940</u> |
| <b>LIABILITIES:</b>                           |                            |                             |                     |
| Accounts Payable                              | \$ 72,905.00               | \$ -                        | \$ 72,905.00        |
| Accrued Wages and Benefits                    | 231,952                    | -                           | 231,952             |
| Interfund Payable                             | 180,000                    | -                           | 180,000             |
| Intergovernmental Payable                     | 126,881                    | -                           | 126,881             |
| Compensated Absences Payable                  | 15,284                     | -                           | 15,284              |
| <i>Total Liabilities</i>                      | <u>627,022</u>             | <u>-</u>                    | <u>627,022</u>      |
| <b>Equity:</b>                                |                            |                             |                     |
| <b>FUND BALANCES:</b>                         |                            |                             |                     |
| <b>Reserved:</b>                              |                            |                             |                     |
| Reserved for Encumbrances                     | 121,074                    | -                           | 121,074             |
| Reserved for Inventory                        | 5,245                      | -                           | 5,245               |
| <b>Unreserved, Undesignated, Reported in:</b> |                            |                             |                     |
| Special Revenue Funds                         | 1,596,066                  | -                           | 1,596,066           |
| Capital Projects Funds                        | -                          | 3,533                       | 3,533               |
| <i>Total Fund Balances</i>                    | <u>1,722,385</u>           | <u>3,533</u>                | <u>1,725,918</u>    |
| <i>Total Liabilities and Fund Balances</i>    | <u>\$ 2,349,407</u>        | <u>\$ 3,533</u>             | <u>\$ 2,352,940</u> |

**Beavercreek City School District, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Governmental Funds (by fund type)*  
*For the Fiscal Year Ended June 30, 2006*

|   | <u>Special<br/>Revenue</u> | <u>Capital<br/>Projects</u> | <u>Total</u>        |
|---|----------------------------|-----------------------------|---------------------|
| <b>REVENUES:</b>  |                            |                             |                     |
| Intergovernmental   | \$ 3,364,546               | \$ -                        | \$ 3,364,546        |
| Interest  | 34,393                     | 850                         | 35,243              |
| Tuition and Fees  | 500,594                    | -                           | 500,594             |
| Extracurricular Activities  | 549,877                    | -                           | 549,877             |
| Gifts and Donations   | 78,931                     | -                           | 78,931              |
| Customer Sales and Services   | 1,790,282                  | -                           | 1,790,282           |
| Miscellaneous   | 6,184                      | -                           | 6,184               |
| <i>Total Revenues</i>   | <u>6,324,807</u>           | <u>850</u>                  | <u>6,325,657</u>    |
| <b>EXPENDITURES:</b>  |                            |                             |                     |
| Current:  |                            |                             |                     |
| Instruction:  |                            |                             |                     |
| Regular   | 709,090                    | -                           | 709,090             |
| Special   | 581,046                    | -                           | 581,046             |
| Other   | 192,990                    | -                           | 192,990             |
| Support Services:   |                            |                             |                     |
| Pupils  | 293,301                    | -                           | 293,301             |
| Instructional Staff   | 763,468                    | -                           | 763,468             |
| Administration  | 185,562                    | -                           | 185,562             |
| Operation and Maintenance of Plant  | 6,165                      | -                           | 6,165               |
| Pupil Transportation  | 563                        | -                           | 563                 |
| Central   | 49,415                     | -                           | 49,415              |
| Operation of Non-Instructional Services:                                  |                            |                             |                     |
| Food Service Operations   | 1,932,477                  | -                           | 1,932,477           |
| Community Services  | 887,544                    | -                           | 887,544             |
| Other   | 97,631                     | -                           | 97,631              |
| Extracurricular Activities:   |                            |                             |                     |
| Academic Oriented Activities  | 315,367                    | -                           | 315,367             |
| Sport Oriented Activities   | 218,599                    | -                           | 218,599             |
| School and Public Service Co-Curricular Activities                        | 86                         | -                           | 86                  |
| Capital Outlay:   |                            |                             |                     |
| Building Improvement Services   | -                          | 18,300                      | 18,300              |
| <i>Total Expenditures</i>   | <u>6,233,304</u>           | <u>18,300</u>               | <u>6,251,604</u>    |
| <i>Excess of Revenues Over (Under) Expenditures</i>                       | <u>91,503</u>              | <u>(17,450)</u>             | <u>74,053</u>       |
| <i>Net Change in Fund Balances</i>  | 91,503                     | (17,450)                    | 74,053              |
| <i>Fund Balance (Deficit) at Beginning of Year (Restated, See Note 3)</i> | <u>1,630,882</u>           | <u>20,983</u>               | <u>1,651,865</u>    |
| <i>Fund Balance (Deficit) at End of Year</i>                              | <u>\$ 1,722,385</u>        | <u>\$ 3,533</u>             | <u>\$ 1,725,918</u> |

**THIS PAGE INTENTIONALLY LEFT BLANK**

**Beavercreek City School District, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*June 30, 2006*

|   | <u>Food Service</u><br><u>Fund</u> | <u>Lida</u><br><u>Ferguson</u><br><u>Land Fund</u> | <u>Uniform</u><br><u>School</u><br><u>Supply Fund</u> | <u>Public School</u><br><u>Support Fund</u> |
|---|------------------------------------|--|---|---|
| <b>ASSETS:</b>                                |                                    |  |   |   |
| Equity in Pooled Cash and Cash Equivalents    | \$ 491,108                         | \$ 18,315  | \$ 236,747  | \$ 310,150                                  |
| Inventory Held for Resale                     | 15,711                             | -  | -   | -   |
| Materials and Supplies Inventory              | 5,245                              | -  | -   | -   |
| Accrued Interest Receivable                   | 2,189                              | -  | -   | -   |
| Accounts Receivable                           | -                                  | -  | 3,399   | 251   |
| Intergovernmental Receivable                  | 63,869                             | -  | -   | -   |
| <i>Total Assets</i>                           | <u>\$ 578,122</u>                  | <u>\$ 18,315</u>                                   | <u>\$ 240,146</u>                                     | <u>\$ 310,401</u>                           |
| <b>LIABILITIES:</b>                           |                                    |  |   |   |
| Accounts Payable                              | \$ 377                             | \$ -   | \$ 6,147  | \$ 6,838                                    |
| Accrued Wages and Benefits                    | 12,664                             | -  | -   | -   |
| Interfund Payable                             | -                                  | -  | -   | -   |
| Intergovernmental Payable                     | 63,806                             | -  | -   | -   |
| Compensated Absences Payable                  | 5,859                              | -  | -   | -   |
| <i>Total Liabilities</i>                      | <u>82,706</u>                      | <u>-</u>   | <u>6,147</u>  | <u>6,838</u>                                |
| <b>Equity:</b>                                |                                    |  |   |   |
| <b>FUND BALANCES:</b>                         |                                    |  |   |   |
| <b>Reserved:</b>                              |                                    |  |   |   |
| Reserved for Encumbrances                     | 1,504                              | 6,950  | 31,327  | 12,179                                      |
| Reserved for Inventory                        | 5,245                              | -  | -   | -   |
| <b>Unreserved, Undesignated, Reported in:</b> |                                    |  |   |   |
| Special Revenue Funds                         | 488,667                            | 11,365   | 202,672   | 291,384                                     |
| <i>Total Fund Balances</i>                    | <u>495,416</u>                     | <u>18,315</u>                                      | <u>233,999</u>  | <u>303,563</u>                              |
| <i>Total Liabilities and Fund Balances</i>    | <u>\$ 578,122</u>                  | <u>\$ 18,315</u>                                   | <u>\$ 240,146</u>                                     | <u>\$ 310,401</u>                           |

| <u>Other Grant Fund</u> | <u>Summer School Fund</u> | <u>District Managed Student Activity Fund</u> | <u>Auxiliary Services Fund</u> | <u>Gifted Identification Fund</u> |
|-------------------------|---------------------------|---|--------------------------------|-----------------------------------|
| \$ 2,925                | \$ 51,302                 | \$ 470,454                                    | \$ 201,715                     | \$ 27,541                         |
| -                       | -                         | -   | -                              | -                                 |
| -                       | -                         | -   | -                              | -                                 |
| -                       | -                         | -   | 911                            | -                                 |
| -                       | -                         | -   | -                              | -                                 |
| -                       | -                         | -   | -                              | -                                 |
| <u>\$ 2,925</u>         | <u>\$ 51,302</u>          | <u>\$ 470,454</u>                             | <u>\$ 202,626</u>              | <u>\$ 27,541</u>                  |
| \$ -                    | \$ -                      | \$ 5,453                                      | \$ 38,993                      | \$ -                              |
| -                       | -                         | -   | 84,967                         | -                                 |
| -                       | -                         | -   | -                              | -                                 |
| -                       | 7,032                     | 30  | 15,887                         | 18                                |
| -                       | -                         | -   | 653                            | -                                 |
| -                       | <u>7,032</u>              | <u>5,483</u>                                  | <u>140,500</u>                 | <u>18</u>                         |
| 435                     | 390                       | 3,002   | 28,894                         | 496                               |
| -                       | -                         | -   | -                              | -                                 |
| <u>2,490</u>            | <u>43,880</u>             | <u>461,969</u>                                | <u>33,232</u>                  | <u>27,027</u>                     |
| <u>2,925</u>            | <u>44,270</u>             | <u>464,971</u>                                | <u>62,126</u>                  | <u>27,523</u>                     |
| <u>\$ 2,925</u>         | <u>\$ 51,302</u>          | <u>\$ 470,454</u>                             | <u>\$ 202,626</u>              | <u>\$ 27,541</u>                  |

**Beavercreek City School District, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (Continued)*  
*June 30, 2006*

|   | <u>Management<br/>Information<br/>Systems Fund</u> | <u>Entry Year<br/>Programs<br/>Fund</u> | <u>Data<br/>Communication<br/>Fund</u> | <u>Ohio Reads<br/>Fund</u> |
|---|--|---|--|----------------------------|
| <b>ASSETS:</b>                                |  |   |  |                            |
| Equity in Pooled Cash and Cash Equivalents    | \$ 2,098   | \$ -                                    | \$ 4,184                               | \$ -                       |
| Inventory Held for Resale                     | -  | -                                       | -                                      | -                          |
| Materials and Supplies Inventory              | -  | -                                       | -                                      | -                          |
| Accrued Interest Receivable                   | -  | -                                       | -                                      | -                          |
| Accounts Receivable                           | -  | -                                       | -                                      | -                          |
| Intergovernmental Receivable                  | -  | -                                       | -                                      | -                          |
| <i>Total Assets</i>                           | <u>\$ 2,098</u>                                    | <u>\$ -</u>                             | <u>\$ 4,184</u>                        | <u>\$ -</u>                |
| <b>LIABILITIES:</b>                           |  |   |  |                            |
| Accounts Payable                              | \$ 2,068   | \$ -                                    | \$ 4,184                               | \$ -                       |
| Accrued Wages and Benefits                    | -  | -                                       | -                                      | -                          |
| Interfund Payable                             | -  | -                                       | -                                      | -                          |
| Intergovernmental Payable                     | -  | 130                                     | -                                      | 83                         |
| Compensated Absences Payable                  | -  | -                                       | -                                      | -                          |
| <i>Total Liabilities</i>                      | <u>2,068</u>                                       | <u>130</u>                              | <u>4,184</u>                           | <u>83</u>                  |
| <b>Equity:</b>                                |  |   |  |                            |
| <b>FUND BALANCES:</b>                         |  |   |  |                            |
| <b>Reserved:</b>                              |  |   |  |                            |
| Reserved for Encumbrances                     | -  | -                                       | -                                      | -                          |
| Reserved for Inventory                        | -  | -                                       | -                                      | -                          |
| <b>Unreserved, Undesignated, Reported in:</b> |  |   |  |                            |
| Special Revenue Funds                         | 30   | (130)                                   | -                                      | (83)                       |
| <i>Total Fund Balances</i>                    | <u>30</u>  | <u>(130)</u>                            | <u>-</u>                               | <u>(83)</u>                |
| <i>Total Liabilities and Fund Balances</i>    | <u>\$ 2,098</u>                                    | <u>\$ -</u>                             | <u>\$ 4,184</u>                        | <u>\$ -</u>                |



| <u>Other State Grants Fund</u> | <u>IDEA, Part B Grant Fund</u> | <u>Title III, Limited English Proficiency Grant Fund</u> | <u>Title I Grant Fund</u> | <u>Title V - Innovative Education Programs Grant Fund</u> | <u>Drug Free Schools Grant Fund</u> |
|--------------------------------|--------------------------------|--|---------------------------|---|-------------------------------------|
| \$ 17,601                      | \$ 20,294                      | \$ 478   | \$ 1,288                  | \$ 3,966  | \$ 4,419                            |
| -                              | -                              | -  | -                         | -   | -                                   |
| -                              | -                              | -  | -                         | -   | -                                   |
| -                              | -                              | -  | -                         | -   | -                                   |
| -                              | 245,673                        | 1,673  | 26,782                    | 167   | 3,235                               |
| <u>\$ 17,601</u>               | <u>\$ 265,967</u>              | <u>\$ 2,151</u>  | <u>\$ 28,070</u>          | <u>\$ 4,133</u>   | <u>\$ 7,654</u>                     |
| \$ 1,140                       | \$ 4,666                       | \$ -   | \$ -                      | \$ 1,350  | \$ -                                |
| -                              | 80,375                         | 2,198  | 17,638                    | -   | -                                   |
| 10,000                         | 60,000                         | 1,000  | -                         | 5,000   | 5,000                               |
| 263                            | 30,301                         | 450  | 2,906                     | -   | 150                                 |
| -                              | 6,271                          | -  | 775                       | -   | -                                   |
| <u>11,403</u>                  | <u>181,613</u>                 | <u>3,648</u>   | <u>21,319</u>             | <u>6,350</u>  | <u>5,150</u>                        |
| 15,810                         | 10,795                         | -  | -                         | 30  | 2,054                               |
| -                              | -                              | -  | -                         | -   | -                                   |
| <u>(9,612)</u>                 | <u>73,559</u>                  | <u>(1,497)</u>   | <u>6,751</u>              | <u>(2,247)</u>  | <u>450</u>                          |
| <u>6,198</u>                   | <u>84,354</u>                  | <u>(1,497)</u>   | <u>6,751</u>              | <u>(2,217)</u>  | <u>2,504</u>                        |
| <u>\$ 17,601</u>               | <u>\$ 265,967</u>              | <u>\$ 2,151</u>  | <u>\$ 28,070</u>          | <u>\$ 4,133</u>   | <u>\$ 7,654</u>                     |

Continued

**Beavercreek City School District, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (Continued)*  
*June 30, 2006*

|   | <u>IDEA</u><br><u>Preschool</u><br><u>Grant fund</u> | <u>Improving</u><br><u>Teacher</u><br><u>Quality Grant</u><br><u>Fund</u> | <u>Miscellaneous</u><br><u>Federal Grants</u><br><u>Fund</u> | <u>Total</u><br><u>Nonmajor</u><br><u>Special</u><br><u>Revenue</u> |
|---|--|---|--|---|
| <b>ASSETS:</b>                                |  |   |  |   |
| Equity in Pooled Cash and Cash Equivalents    | \$ 5,491   | \$ 7,371  | \$ 7,871   | \$ 1,885,318  |
| Inventory Held for Resale                     | -  | -   | -  | 15,711  |
| Materials and Supplies Inventory              | -  | -   | -  | 5,245   |
| Accrued Interest Receivable                   | -  | -   | -  | 3,100   |
| Accounts Receivable                           | -  | -   | -  | 3,650   |
| Intergovernmental Receivable                  | -  | 94,608  | 376  | 436,383   |
| <i>Total Assets</i>                           | <u>\$ 5,491</u>                                      | <u>\$ 101,979</u>   | <u>\$ 8,247</u>  | <u>\$ 2,349,407</u>   |
| <b>LIABILITIES:</b>                           |  |   |  |   |
| Accounts Payable                              | \$ -   | \$ 1,689  | \$ -   | \$ 72,905   |
| Accrued Wages and Benefits                    | 1,685  | -   | 32,425   | 231,952   |
| Interfund Payable                             | 10,000   | 15,000  | 74,000   | 180,000   |
| Intergovernmental Payable                     | 591  | 175   | 5,059  | 126,881   |
| Compensated Absences Payable                  | -  | -   | 1,726  | 15,284  |
| <i>Total Liabilities</i>                      | <u>12,276</u>  | <u>16,864</u>   | <u>113,210</u>   | <u>627,022</u>  |
| <b>Equity:</b>                                |  |   |  |   |
| <b>FUND BALANCES:</b>                         |  |   |  |   |
| <b>Reserved:</b>                              |  |   |  |   |
| Reserved for Encumbrances                     | 3,751  | 3,457   | -  | 121,074   |
| Reserved for Inventory                        | -  | -   | -  | 5,245   |
| <b>Unreserved, Undesignated, Reported in:</b> |  |   |  |   |
| Special Revenue Funds                         | (10,536)   | 81,658  | (104,963)  | 1,596,066   |
| <i>Total Fund Balances</i>                    | <u>(6,785)</u>                                       | <u>85,115</u>   | <u>(104,963)</u>   | <u>1,722,385</u>  |
| <i>Total Liabilities and Fund Balances</i>    | <u>\$ 5,491</u>                                      | <u>\$ 101,979</u>   | <u>\$ 8,247</u>  | <u>\$ 2,349,407</u>   |

**THIS PAGE INTENTIONALLY LEFT BLANK**

**Beavercreek City School District, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2006*

|   | <u>Food Service</u><br><u>Fund</u> | <u>Lida</u><br><u>Ferguson</u><br><u>Land Fund</u> | <u>Uniform</u><br><u>School</u><br><u>Supply Fund</u> |
|---|------------------------------------|--|---|
| REVENUES:   |                                    |  |   |
| Intergovernmental   | \$ 287,568                         | \$ -   | \$ -  |
| Interest  | 22,622                             | -  | -   |
| Tuition and Fees  | -                                  | -  | 459,022   |
| Extracurricular Activities  | -                                  | -  | -   |
| Gifts and Donations   | -                                  | 1,290  | -   |
| Customer Sales and Services   | 1,790,282                          | -  | -   |
| Miscellaneous   | -                                  | -  | -   |
| <i>Total Revenues</i>   | <u>2,100,472</u>                   | <u>1,290</u>                                       | <u>459,022</u>  |
| EXPENDITURES:   |                                    |  |   |
| Current:  |                                    |  |   |
| Instruction:  |                                    |  |   |
| Regular   | -                                  | -  | 392,092   |
| Special   | -                                  | -  | -   |
| Other   | -                                  | -  | -   |
| Support Services:   |                                    |  |   |
| Pupils  | -                                  | -  | -   |
| Instructional Staff   | -                                  | -  | -   |
| Administration  | -                                  | -  | -   |
| Operation and Maintenance of Plant  | -                                  | 4,105  | -   |
| Pupil Transportation  | -                                  | -  | -   |
| Central   | -                                  | -  | -   |
| Operation of Non-Instructional Services:                                  |                                    |  |   |
| Food Service Operations   | 1,932,477                          | -  | -   |
| Community Services  | -                                  | -  | -   |
| Other   | 12,664                             | -  | -   |
| Extracurricular Activities:   |                                    |  |   |
| Academic Oriented Activities  | -                                  | -  | -   |
| Sport Oriented Activities   | -                                  | -  | -   |
| School and Public Service Co-Curricular Activities                        | -                                  | -  | -   |
| <i>Total Expenditures</i>   | <u>1,945,141</u>                   | <u>4,105</u>                                       | <u>392,092</u>  |
| <i>Excess of Revenues Over (Under) Expenditures</i>                       | <u>155,331</u>                     | <u>(2,815)</u>                                     | <u>66,930</u>   |
| <i>Net Change in Fund Balances</i>  | 155,331                            | (2,815)  | 66,930  |
| <i>Fund Balance (Deficit) at Beginning of Year (Restated, See Note 3)</i> | <u>340,085</u>                     | <u>21,130</u>                                      | <u>167,069</u>  |
| <i>Fund Balance (Deficit) at End of Year</i>                              | <u>\$ 495,416</u>                  | <u>\$ 18,315</u>                                   | <u>\$ 233,999</u>                                     |

| <u>Public School Support Fund</u> | <u>Other Grant Fund</u> | <u>Summer School Fund</u> | <u>District Managed Student Activity Fund</u> | <u>Auxiliary Services Fund</u> | <u>Gifted Identification Fund</u> |
|-----------------------------------|-------------------------|---------------------------|---|--------------------------------|-----------------------------------|
| \$ -                              | \$ 7,261                | \$ -                      | \$ -  | \$ 904,951                     | \$ 43,644                         |
| -                                 | -                       | -                         | -   | 11,771                         | -                                 |
| 251                               | -                       | 41,321                    | -   | -                              | -                                 |
| 219,707                           | -                       | -                         | 330,170                                       | -                              | -                                 |
| 53,941                            | -                       | -                         | 23,700  | -                              | -                                 |
| -                                 | -                       | -                         | -   | -                              | -                                 |
| 725                               | -                       | -                         | 5,459   | -                              | -                                 |
| <u>274,624</u>                    | <u>7,261</u>            | <u>41,321</u>             | <u>359,329</u>                                | <u>916,722</u>                 | <u>43,644</u>                     |
| 13,127                            | 4,219                   | -                         | -   | -                              | -                                 |
| 6,231                             | -                       | -                         | -   | -                              | 16,121                            |
| -                                 | -                       | 31,954                    | -   | -                              | -                                 |
| 159                               | 490                     | -                         | -   | -                              | -                                 |
| 12,911                            | -                       | -                         | -   | -                              | -                                 |
| -                                 | -                       | 4,446                     | -   | -                              | -                                 |
| 2,060                             | -                       | -                         | -   | -                              | -                                 |
| 497                               | -                       | -                         | -   | -                              | -                                 |
| 247                               | -                       | -                         | -   | -                              | -                                 |
| -                                 | -                       | -                         | -   | -                              | -                                 |
| 1,500                             | -                       | -                         | -   | 795,535                        | -                                 |
| -                                 | -                       | -                         | -   | 84,967                         | -                                 |
| 222,982                           | -                       | -                         | 92,385  | -                              | -                                 |
| -                                 | -                       | -                         | 218,599                                       | -                              | -                                 |
| -                                 | -                       | -                         | 86  | -                              | -                                 |
| <u>259,714</u>                    | <u>4,709</u>            | <u>36,400</u>             | <u>311,070</u>                                | <u>880,502</u>                 | <u>16,121</u>                     |
| <u>14,910</u>                     | <u>2,552</u>            | <u>4,921</u>              | <u>48,259</u>                                 | <u>36,220</u>                  | <u>27,523</u>                     |
| <u>14,910</u>                     | <u>2,552</u>            | <u>4,921</u>              | <u>48,259</u>                                 | <u>36,220</u>                  | <u>27,523</u>                     |
| <u>288,653</u>                    | <u>373</u>              | <u>39,349</u>             | <u>416,712</u>                                | <u>25,906</u>                  | <u>-</u>                          |
| <u>\$ 303,563</u>                 | <u>\$ 2,925</u>         | <u>\$ 44,270</u>          | <u>\$ 464,971</u>                             | <u>\$ 62,126</u>               | <u>\$ 27,523</u>                  |

**Beavercreek City School District, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Non-major Special Revenue Funds (Continued)*  
*For the Fiscal Year Ended June 30, 2006*

|   | <u>Management<br/>Information<br/>Systems Fund</u> | <u>Entry Year<br/>Programs Fund</u> | <u>Data<br/>Communication<br/>Fund</u> |
|---|--|-------------------------------------|--|
| REVENUES:   |  |                                     |  |
| Intergovernmental   | \$ 25,198  | \$ 21,050                           | \$ 24,000                              |
| Interest  | -  | -                                   | -                                      |
| Tuition and Fees  | -  | -                                   | -                                      |
| Extracurricular Activities  | -  | -                                   | -                                      |
| Gifts and Donations   | -  | -                                   | -                                      |
| Customer Sales and Services   | -  | -                                   | -                                      |
| Miscellaneous   | -  | -                                   | -                                      |
| <i>Total Revenues</i>   | <u>25,198</u>                                      | <u>21,050</u>                       | <u>24,000</u>                          |
| EXPENDITURES:   |  |                                     |  |
| Current:  |  |                                     |  |
| Instruction:  |  |                                     |  |
| Regular   | -  | -                                   | -                                      |
| Special   | -  | -                                   | -                                      |
| Other   | -  | -                                   | -                                      |
| Support Services:   |  |                                     |  |
| Pupils  | -  | -                                   | -                                      |
| Instructional Staff   | -  | 20,130                              | -                                      |
| Administration  | -  | 250                                 | -                                      |
| Operation and Maintenance of Plant  | -  | -                                   | -                                      |
| Pupil Transportation  | -  | -                                   | -                                      |
| Central   | 25,168   | -                                   | 24,000                                 |
| Operation of Non-Instructional Services:                                  |  |                                     |  |
| Food Service Operations   | -  | -                                   | -                                      |
| Community Services  | -  | 800                                 | -                                      |
| Other   | -  | -                                   | -                                      |
| Extracurricular Activities:   |  |                                     |  |
| Academic Oriented Activities  | -  | -                                   | -                                      |
| Sport Oriented Activities   | -  | -                                   | -                                      |
| School and Public Service Co-Curricular Activities                        | -  | -                                   | -                                      |
| <i>Total Expenditures</i>   | <u>25,168</u>                                      | <u>21,180</u>                       | <u>24,000</u>                          |
| <i>Excess of Revenues Over (Under) Expenditures</i>                       | <u>30</u>  | <u>(130)</u>                        | <u>-</u>                               |
| <i>Net Change in Fund Balances</i>  | 30   | (130)                               | -                                      |
| <i>Fund Balance (Deficit) at Beginning of Year (Restated, See Note 3)</i> | -  | -                                   | -                                      |
| <i>Fund Balance (Deficit) at End of Year</i>                              | <u>\$ 30</u>                                       | <u>\$ (130)</u>                     | <u>\$ -</u>                            |

| <u>School Net<br/>Professional<br/>Development<br/>Fund</u> | <u>Ohio Reads<br/>Fund</u> | <u>Summer<br/>Intervention<br/>Fund</u> | <u>Other State<br/>Grants Fund</u> | <u>IDEA, Part B<br/>Grant Fund</u> | <u>Title III, Limited<br/>English<br/>Proficiency<br/>Grant Fund</u> |
|---|----------------------------|---|------------------------------------|------------------------------------|--|
| \$ 3,925  | \$ 12,479                  | \$ -                                    | \$ 62,319                          | \$ 1,506,372                       | \$ 33,616  |
| -   | -                          | -                                       | -                                  | -                                  | -  |
| -   | -                          | -                                       | -                                  | -                                  | -  |
| -   | -                          | -                                       | -                                  | -                                  | -  |
| -   | -                          | -                                       | -                                  | -                                  | -  |
| -   | -                          | -                                       | -                                  | -                                  | -  |
| 3,925   | 12,479                     | -                                       | 62,319                             | 1,506,372                          | 33,616   |
| 4,410   | -                          | -                                       | 20,184                             | -                                  | -  |
| -   | -                          | -                                       | 3,706                              | 501,514                            | 36,691   |
| -   | 14,246                     | 14,406                                  | -                                  | -                                  | -  |
| -   | -                          | -                                       | 39,961                             | 235,374                            | -  |
| -   | -                          | 52                                      | -                                  | 566,124                            | -  |
| -   | -                          | -                                       | -                                  | 157,291                            | -  |
| -   | -                          | -                                       | -                                  | -                                  | -  |
| -   | -                          | -                                       | 66                                 | -                                  | -  |
| -   | -                          | -                                       | -                                  | -                                  | -  |
| -   | -                          | -                                       | -                                  | 83,815                             | -  |
| -   | -                          | -                                       | -                                  | -                                  | -  |
| -   | -                          | -                                       | -                                  | -                                  | -  |
| -   | -                          | -                                       | -                                  | -                                  | -  |
| 4,410   | 14,246                     | 14,458                                  | 63,917                             | 1,544,118                          | 36,691   |
| (485)   | (1,767)                    | (14,458)                                | (1,598)                            | (37,746)                           | (3,075)  |
| (485)   | (1,767)                    | (14,458)                                | (1,598)                            | (37,746)                           | (3,075)  |
| 485   | 1,684                      | 14,458                                  | 7,796                              | 122,100                            | 1,578  |
| \$ -  | \$ (83)                    | \$ -                                    | \$ 6,198                           | \$ 84,354                          | \$ (1,497)   |

Continued

**Beavercreek City School District, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Non-major Special Revenue Funds (Continued)*  
*For the Fiscal Year Ended June 30, 2006*

|   | <u>Title I Grant<br/>Fund</u> | <u>Title V,<br/>Innovative<br/>Education<br/>Programs<br/>Grant Fund</u> | <u>Drug Free<br/>Schools<br/>Grant Fund</u> |
|---|-------------------------------|--|---|
| <b>REVENUES:</b>  |                               |  |   |
| Intergovernmental   | \$ 145,680                    | \$ 24,184  | \$ 11,161                                   |
| Interest  | -                             | -  | -   |
| Tuition and Fees  | -                             | -  | -   |
| Extracurricular Activities  | -                             | -  | -   |
| Gifts and Donations   | -                             | -  | -   |
| Customer Sales and Services   | -                             | -  | -   |
| Miscellaneous   | -                             | -  | -   |
| <i>Total Revenues</i>   | <u>145,680</u>                | <u>24,184</u>  | <u>11,161</u>                               |
| <b>EXPENDITURES:</b>  |                               |  |   |
| Current:  |                               |  |   |
| Instruction:  |                               |  |   |
| Regular   | -                             | -  | 6,049                                       |
| Special   | 2,370                         | 30   | -   |
| Other   | 132,384                       | -  | -   |
| Support Services:   |                               |  |   |
| Pupils  | -                             | -  | 12,986                                      |
| Instructional Staff   | -                             | 19,867   | -   |
| Administration  | -                             | -  | -   |
| Operation and Maintenance of Plant  | -                             | -  | -   |
| Pupil Transportation  | -                             | -  | -   |
| Central   | -                             | -  | -   |
| Operation of Non-Instructional Services:                                  |                               |  |   |
| Food Service Operations   | -                             | -  | -   |
| Community Services  | 741                           | 2,786  | 1,352                                       |
| Other   | -                             | -  | -   |
| Extracurricular Activities:   |                               |  |   |
| Academic Oriented Activities  | -                             | -  | -   |
| Sport Oriented Activities   | -                             | -  | -   |
| School and Public Service Co-Curricular Activities                        | -                             | -  | -   |
| <i>Total Expenditures</i>   | <u>135,495</u>                | <u>22,683</u>  | <u>20,387</u>                               |
| <i>Excess of Revenues Over (Under) Expenditures</i>                       | <u>10,185</u>                 | <u>1,501</u>   | <u>(9,226)</u>                              |
| <i>Net Change in Fund Balances</i>  | 10,185                        | 1,501  | (9,226)                                     |
| <i>Fund Balance (Deficit) at Beginning of Year (Restated, See Note 3)</i> | <u>(3,434)</u>                | <u>(3,718)</u>   | <u>11,730</u>                               |
| <i>Fund Balance (Deficit) at End of Year</i>                              | <u>\$ 6,751</u>               | <u>\$ (2,217)</u>  | <u>\$ 2,504</u>                             |



| <u>IDEA</u><br><u>Preschool</u><br><u>Grant Fund</u> | <u>Improving</u><br><u>Teacher</u><br><u>Quality Grant</u><br><u>Fund</u> | <u>Miscellaneous</u><br><u>Federal Grants</u><br><u>Fund</u> | <u>Total</u><br><u>Nonmajor</u><br><u>Special</u><br><u>Revenue</u> |
|--|---|--|---|
| \$ 44,968  | \$ 135,222  | \$ 70,948  | \$ 3,364,546  |
| -  | -   | -  | 34,393  |
| -  | -   | -  | 500,594   |
| -  | -   | -  | 549,877   |
| -  | -   | -  | 78,931  |
| -  | -   | -  | 1,790,282   |
| -  | -   | -  | 6,184   |
| <u>44,968</u>  | <u>135,222</u>  | <u>70,948</u>  | <u>6,324,807</u>  |
| -  | -   | 269,009  | 709,090   |
| 14,383   | -   | -  | 581,046   |
| -  | -   | -  | 192,990   |
| 4,331  | -   | -  | 293,301   |
| -  | 138,481   | 5,903  | 763,468   |
| 23,575   | -   | -  | 185,562   |
| -  | -   | -  | 6,165   |
| -  | -   | -  | 563   |
| -  | -   | -  | 49,415  |
| -  | -   | -  | 1,932,477   |
| -  | 875   | 140  | 887,544   |
| -  | -   | -  | 97,631  |
| -  | -   | -  | 315,367   |
| -  | -   | -  | 218,599   |
| -  | -   | -  | 86  |
| <u>42,289</u>  | <u>139,356</u>  | <u>275,052</u>   | <u>6,233,304</u>  |
| <u>2,679</u>   | <u>(4,134)</u>  | <u>(204,104)</u>   | <u>91,503</u>   |
| 2,679  | (4,134)   | (204,104)  | 91,503  |
| <u>(9,464)</u>                                       | <u>89,249</u>   | <u>99,141</u>  | <u>1,630,882</u>  |
| <u>\$ (6,785)</u>                                    | <u>\$ 85,115</u>  | <u>\$ (104,963)</u>  | <u>\$ 1,722,385</u>   |

**Beavercreek City School District, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2006*

|                                      | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | <u>Variance with<br/>Final Budget</u> |
|--------------------------------------|------------------------|---------------------|-------------------|---------------------------------------|
| <b>Food Service Fund</b>             |                        |                     |                   |                                       |
| Total Revenues and Other Sources     | \$ 1,776,401           | \$ 1,776,401        | \$ 2,092,492      | \$ 316,091                            |
| Total Expenditures and Other Uses    | 2,170,175              | 2,170,175           | 1,997,040         | 173,135                               |
| Net Change in Fund Balances          | (393,774)              | (393,774)           | 95,452            | 489,226                               |
| Fund Balance, July 1                 | 351,049                | 351,049             | 351,049           |                                       |
| Prior Year Encumbrances Appropriated | 42,725                 | 42,725              | 42,725            |                                       |
| Fund Balance, June 30                | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 489,226</u> | <u>489,226</u>                        |
| <b>Lida Ferguson Land Fund</b>       |                        |                     |                   |                                       |
| Total Revenues and Other Sources     | \$ 2,000               | \$ 2,000            | \$ 1,290          | \$ (710)                              |
| Total Expenditures and Other Uses    | 5,000                  | 12,000              | 4,105             | 7,895                                 |
| Net Change in Fund Balances          | (3,000)                | (10,000)            | (2,815)           | 7,185                                 |
| Fund Balance, July 1                 | 21,130                 | 21,130              | 21,130            |                                       |
| Prior Year Encumbrances Appropriated | -                      | -                   | -                 |                                       |
| Fund Balance, June 30                | <u>\$ 18,130</u>       | <u>\$ 11,130</u>    | <u>\$ 18,315</u>  | <u>\$ 7,185</u>                       |
| <b>Uniform School Supply Fund</b>    |                        |                     |                   |                                       |
| Total Revenues and Other Sources     | \$ 487,341             | \$ 487,341          | \$ 468,477        | \$ (18,864)                           |
| Total Expenditures and Other Uses    | 544,949                | 547,119             | 434,779           | 112,340                               |
| Net Change in Fund Balances          | (57,608)               | (59,778)            | 33,698            | 93,476                                |
| Fund Balance, July 1                 | 144,363                | 144,363             | 144,363           |                                       |
| Prior Year Encumbrances Appropriated | 21,610                 | 21,610              | 21,610            |                                       |
| Fund Balance, June 30                | <u>\$ 108,365</u>      | <u>\$ 106,195</u>   | <u>\$ 199,671</u> | <u>\$ 93,476</u>                      |

**Beavercreek City School District, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
 In Fund Balance - Budget (Non-GAAP Basis) and Actual  
 Nonmajor Special Revenue Funds  
 For the Fiscal Year Ended June 30, 2006*

|                                      | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | <u>Variance with<br/>Final Budget</u> |
|--------------------------------------|------------------------|---------------------|-------------------|---------------------------------------|
| <b>Public School Support Fund</b>    |                        |                     |                   |                                       |
| Total Revenues and Other Sources     | \$ 260,180             | \$ 317,951          | \$ 274,673        | \$ (43,278)                           |
| Total Expenditures and Other Uses    | 429,636                | 486,586             | 280,688           | 205,898                               |
| Net Change in Fund Balances          | (169,456)              | (168,635)           | (6,015)           | 162,620                               |
| Fund Balance, July 1                 | 272,766                | 272,766             | 272,766           |                                       |
| Prior Year Encumbrances Appropriated | 25,401                 | 25,401              | 25,401            |                                       |
| Fund Balance, June 30                | <u>\$ 128,711</u>      | <u>\$ 129,532</u>   | <u>\$ 292,152</u> | <u>\$ 162,620</u>                     |
| <b>Other Grant Fund</b>              |                        |                     |                   |                                       |
| Total Revenues and Other Sources     | \$ -                   | \$ 6,811            | \$ 7,261          | \$ 450                                |
| Total Expenditures and Other Uses    | 1,469                  | 8,864               | 6,824             | 2,040                                 |
| Net Change in Fund Balances          | (1,469)                | (2,053)             | 437               | 2,490                                 |
| Fund Balance, July 1                 | 2,053                  | 2,053               | 2,053             |                                       |
| Prior Year Encumbrances Appropriated | -                      | -                   | -                 |                                       |
| Fund Balance, June 30                | <u>\$ 584</u>          | <u>\$ -</u>         | <u>\$ 2,490</u>   | <u>\$ 2,490</u>                       |
| <b>Summer School Fund</b>            |                        |                     |                   |                                       |
| Total Revenues and Other Sources     | \$ 52,740              | \$ 52,740           | \$ 41,321         | \$ (11,419)                           |
| Total Expenditures and Other Uses    | 64,164                 | 64,164              | 40,993            | 23,171                                |
| Net Change in Fund Balances          | (11,424)               | (11,424)            | 328               | 11,752                                |
| Fund Balance, July 1                 | 48,912                 | 48,912              | 48,912            |                                       |
| Prior Year Encumbrances Appropriated | 1,673                  | 1,673               | 1,673             |                                       |
| Fund Balance, June 30                | <u>\$ 39,161</u>       | <u>\$ 39,161</u>    | <u>\$ 50,913</u>  | <u>\$ 11,752</u>                      |

**Beavercreek City School District, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
 In Fund Balance - Budget (Non-GAAP Basis) and Actual  
 Nonmajor Special Revenue Funds  
 For the Fiscal Year Ended June 30, 2006*

|   | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | <u>Variance with<br/>Final Budget</u> |
|---|------------------------|---------------------|-------------------|---------------------------------------|
| <b>District Managed Student Activity Fund</b> |                        |                     |                   |                                       |
| Total Revenues and Other Sources              | \$ 348,890             | \$ 351,290          | \$ 359,326        | \$ 8,036                              |
| Total Expenditures and Other Uses             | 620,436                | 627,636             | 318,159           | 309,477                               |
| Net Change in Fund Balances                   | (271,546)              | (276,346)           | 41,167            | 317,513                               |
| Fund Balance, July 1                          | 408,526                | 408,526             | 408,526           |                                       |
| Prior Year Encumbrances Appropriated          | 12,826                 | 12,826              | 12,826            |                                       |
| Fund Balance, June 30                         | <u>\$ 149,806</u>      | <u>\$ 145,006</u>   | <u>\$ 462,519</u> | <u>\$ 317,513</u>                     |
| <b>Auxiliary Services Fund</b>                |                        |                     |                   |                                       |
| Total Revenues and Other Sources              | \$ 897,884             | \$ 917,312          | \$ 916,245        | \$ (1,067)                            |
| Total Expenditures and Other Uses             | 1,066,047              | 1,085,475           | 950,584           | 134,891                               |
| Net Change in Fund Balances                   | (168,163)              | (168,163)           | (34,339)          | 133,824                               |
| Fund Balance, July 1                          | 128,590                | 128,590             | 128,590           |                                       |
| Prior Year Encumbrances Appropriated          | 39,573                 | 39,573              | 39,573            |                                       |
| Fund Balance, June 30                         | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 133,824</u> | <u>\$ 133,824</u>                     |
| <b>Gifted Education Fund</b>                  |                        |                     |                   |                                       |
| Total Revenues and Other Sources              | \$ 16,554              | \$ 43,644           | \$ 43,644         | \$ -                                  |
| Total Expenditures and Other Uses             | 16,554                 | 43,644              | 16,598            | 27,046                                |
| Net Change in Fund Balances                   | -                      | -                   | 27,046            | 27,046                                |
| Fund Balance, July 1                          | -                      | -                   | -                 |                                       |
| Prior Year Encumbrances Appropriated          | -                      | -                   | -                 |                                       |
| Fund Balance, June 30                         | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 27,046</u>  | <u>\$ 27,046</u>                      |

**Beavercreek City School District, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Nonmajor Special Revenue Funds*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*For the Fiscal Year Ended June 30, 2006*

|   | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with<br/>Final Budget</u> |
|---|------------------------|---------------------|---------------|---------------------------------------|
| <b>Mangement Information Systems Fund</b> |                        |                     |               |                                       |
| Total Revenues and Other Sources          | \$ -                   | \$ 25,198           | \$ 25,198     | \$ -                                  |
| Total Expenditures and Other Uses         | -                      | 25,198              | 25,168        | 30                                    |
| Net Change in Fund Balances               | -                      | -                   | 30            | 30                                    |
| Fund Balance, July 1                      | -                      | -                   | -             |                                       |
| Prior Year Encumbrances Appropriated      | -                      | -                   | -             |                                       |
| Fund Balance, June 30                     | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 30</u>  | <u>\$ 30</u>                          |
| <b>Entry Year Programs Fund</b>           |                        |                     |               |                                       |
| Total Revenues and Other Sources          | \$ -                   | \$ 21,050           | \$ 21,050     | \$ -                                  |
| Total Expenditures and Other Uses         | -                      | 21,050              | 21,050        | -                                     |
| Net Change in Fund Balances               | -                      | -                   | -             | -                                     |
| Fund Balance, July 1                      | -                      | -                   | -             |                                       |
| Prior Year Encumbrances Appropriated      | -                      | -                   | -             |                                       |
| Fund Balance, June 30                     | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ -</u>   | <u>\$ -</u>                           |
| <b>Data Communication Fund</b>            |                        |                     |               |                                       |
| Total Revenues and Other Sources          | \$ 24,000              | \$ 24,000           | \$ 24,000     | \$ -                                  |
| Total Expenditures and Other Uses         | 24,000                 | 24,000              | 24,000        | -                                     |
| Net Change in Fund Balances               | -                      | -                   | -             | -                                     |
| Fund Balance, July 1                      | -                      | -                   | -             |                                       |
| Prior Year Encumbrances Appropriated      | -                      | -                   | -             |                                       |
| Fund Balance, June 30                     | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ -</u>   | <u>\$ -</u>                           |

**Beavercreek City School District, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2006*

|   | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with<br/>Final Budget</u> |
|---|------------------------|---------------------|---------------|---------------------------------------|
| <b>School-Net Professional Development Fund</b> |                        |                     |               |                                       |
| Total Revenues and Other Sources                | \$ -                   | \$ 3,925            | \$ 3,925      | \$ -                                  |
| Total Expenditures and Other Uses               | 902                    | 4,827               | 4,827         | -                                     |
| Net Change in Fund Balances                     | (902)                  | (902)               | (902)         | -                                     |
| Fund Balance, July 1                            | 902                    | 902                 | 902           |                                       |
| Prior Year Encumbrances Appropriated            | -                      | -                   | -             |                                       |
| Fund Balance, June 30                           | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ -</u>   | <u>\$ -</u>                           |
| <b>Ohio Reads Fund</b>                          |                        |                     |               |                                       |
| Total Revenues and Other Sources                | \$ 16,841              | \$ 23,646           | \$ 23,646     | \$ -                                  |
| Total Expenditures and Other Uses               | 28,039                 | 34,844              | 34,844        | -                                     |
| Net Change in Fund Balances                     | (11,198)               | (11,198)            | (11,198)      | -                                     |
| Fund Balance, July 1                            | 1,553                  | 1,553               | 1,553         |                                       |
| Prior Year Encumbrances Appropriated            | 9,645                  | 9,645               | 9,645         |                                       |
| Fund Balance, June 30                           | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ -</u>   | <u>\$ -</u>                           |
| <b>Summer Intervention Fund</b>                 |                        |                     |               |                                       |
| Total Revenues and Other Sources                | \$ 10,032              | \$ 4,965            | \$ 4,965      | \$ -                                  |
| Total Expenditures and Other Uses               | 15,293                 | 10,226              | 10,226        | -                                     |
| Net Change in Fund Balances                     | (5,261)                | (5,261)             | (5,261)       | -                                     |
| Fund Balance, July 1                            | 2,878                  | 2,878               | 2,878         |                                       |
| Prior Year Encumbrances Appropriated            | 2,383                  | 2,383               | 2,383         |                                       |
| Fund Balance, June 30                           | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ -</u>   | <u>\$ -</u>                           |

**Beavercreek City School District, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2006*

|   | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>   | <u>Variance with<br/>Final Budget</u> |
|---|------------------------|---------------------|-----------------|---------------------------------------|
| <b>Other State Grants Fund</b>                            |                        |                     |                 |                                       |
| Total Revenues and Other Sources                          | \$ 29,299              | \$ 72,069           | \$ 72,319       | \$ 250                                |
| Total Expenditures and Other Uses                         | 39,964                 | 82,734              | 82,332          | 402                                   |
| Net Change in Fund Balances                               | (10,665)               | (10,665)            | (10,013)        | 652                                   |
| Fund Balance, July 1                                      | 5,176                  | 5,176               | 5,176           |                                       |
| Prior Year Encumbrances Appropriated                      | 5,489                  | 5,489               | 5,489           |                                       |
| Fund Balance, June 30                                     | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 652</u>   | <u>\$ 652</u>                         |
| <b>IDEA, Part B Grant Fund</b>                            |                        |                     |                 |                                       |
| Total Revenues and Other Sources                          | \$ 1,788,261           | \$ 1,787,770        | \$ 1,542,097    | \$ (245,673)                          |
| Total Expenditures and Other Uses                         | 1,819,763              | 1,819,272           | 1,568,769       | 250,503                               |
| Net Change in Fund Balances                               | (31,502)               | (31,502)            | (26,672)        | 4,830                                 |
| Fund Balance, July 1                                      | 2,593                  | 2,593               | 2,593           |                                       |
| Prior Year Encumbrances Appropriated                      | 28,909                 | 28,909              | 28,909          |                                       |
| Fund Balance, June 30                                     | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 4,830</u> | <u>\$ 4,830</u>                       |
| <b>Title III - Limited English Proficiency Grant Fund</b> |                        |                     |                 |                                       |
| Total Revenues and Other Sources                          | \$ 36,295              | \$ 35,327           | \$ 33,654       | \$ (1,673)                            |
| Total Expenditures and Other Uses                         | 37,507                 | 36,539              | 34,389          | 2,150                                 |
| Net Change in Fund Balances                               | (1,212)                | (1,212)             | (735)           | 477                                   |
| Fund Balance, July 1                                      | 1,212                  | 1,212               | 1,212           |                                       |
| Prior Year Encumbrances Appropriated                      | -                      | -                   | -               |                                       |
| Fund Balance, June 30                                     | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 477</u>   | <u>\$ 477</u>                         |

**Beavercreek City School District, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2006*

|   | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>   | <u>Variance with<br/>Final Budget</u> |
|---|------------------------|---------------------|-----------------|---------------------------------------|
| <b>Title I Grant Fund</b>                                 |                        |                     |                 |                                       |
| Total Revenues and Other Sources                          | \$ 175,298             | \$ 175,427          | \$ 148,645      | \$ (26,782)                           |
| Total Expenditures and Other Uses                         | <u>177,425</u>         | <u>177,554</u>      | <u>149,483</u>  | <u>28,071</u>                         |
| Net Change in Fund Balances                               | (2,127)                | (2,127)             | (838)           | 1,289                                 |
| Fund Balance, July 1                                      | 2,127                  | 2,127               | 2,127           |                                       |
| Prior Year Encumbrances Appropriated                      | <u>-</u>               | <u>-</u>            | <u>-</u>        |                                       |
| Fund Balance, June 30                                     | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 1,289</u> | <u>\$ 1,289</u>                       |
| <b>Title V - Innovative Education Programs Grant Fund</b> |                        |                     |                 |                                       |
| Total Revenues and Other Sources                          | \$ 29,183              | \$ 29,183           | \$ 29,016       | \$ (167)                              |
| Total Expenditures and Other Uses                         | <u>36,909</u>          | <u>36,909</u>       | <u>34,157</u>   | <u>2,752</u>                          |
| Net Change in Fund Balances                               | (7,726)                | (7,726)             | (5,141)         | 2,585                                 |
| Fund Balance, July 1                                      | 1,063                  | 1,063               | 1,063           |                                       |
| Prior Year Encumbrances Appropriated                      | <u>6,663</u>           | <u>6,663</u>        | <u>6,663</u>    |                                       |
| Fund Balance, June 30                                     | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 2,585</u> | <u>\$ 2,585</u>                       |
| <b>Drug Free Schools Grant Fund</b>                       |                        |                     |                 |                                       |
| Total Revenues and Other Sources                          | \$ 25,141              | \$ 25,141           | \$ 25,630       | \$ 489                                |
| Total Expenditures and Other Uses                         | <u>25,475</u>          | <u>25,475</u>       | <u>23,603</u>   | <u>1,872</u>                          |
| Net Change in Fund Balances                               | (334)                  | (334)               | 2,027           | 2,361                                 |
| Fund Balance, July 1                                      | 138                    | 138                 | 138             |                                       |
| Prior Year Encumbrances Appropriated                      | <u>196</u>             | <u>196</u>          | <u>196</u>      |                                       |
| Fund Balance, June 30                                     | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 2,361</u> | <u>\$ 2,361</u>                       |



**Beavercreek City School District, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
 In Fund Balance - Budget (Non-GAAP Basis) and Actual  
 Nonmajor Special Revenue Funds  
 For the Fiscal Year Ended June 30, 2006*

|   | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>   | <u>Variance with<br/>Final Budget</u> |
|---|------------------------|---------------------|-----------------|---------------------------------------|
| <b>IDEA Preschool Grant Fund</b>            |                        |                     |                 |                                       |
| Total Revenues and Other Sources            | \$ 54,081              | \$ 58,203           | \$ 54,968       | \$ (3,235)                            |
| Total Expenditures and Other Uses           | <u>60,500</u>          | <u>64,622</u>       | <u>59,647</u>   | <u>4,975</u>                          |
| Net Change in Fund Balances                 | (6,419)                | (6,419)             | (4,679)         | 1,740                                 |
| Fund Balance, July 1                        | 180                    | 180                 | 180             |                                       |
| Prior Year Encumbrances Appropriated        | <u>6,239</u>           | <u>6,239</u>        | <u>6,239</u>    |                                       |
| Fund Balance, June 30                       | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 1,740</u> | <u>\$ 1,740</u>                       |
| <b>Improving Teacher Quality Grant Fund</b> |                        |                     |                 |                                       |
| Total Revenues and Other Sources            | \$ 234,296             | \$ 232,515          | \$ 137,907      | \$ (94,608)                           |
| Total Expenditures and Other Uses           | <u>241,569</u>         | <u>239,788</u>      | <u>142,953</u>  | <u>96,835</u>                         |
| Net Change in Fund Balances                 | (7,273)                | (7,273)             | (5,046)         | 2,227                                 |
| Fund Balance, July 1                        | 3,941                  | 3,941               | 3,941           |                                       |
| Prior Year Encumbrances Appropriated        | <u>3,332</u>           | <u>3,332</u>        | <u>3,332</u>    |                                       |
| Fund Balance, June 30                       | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 2,227</u> | <u>\$ 2,227</u>                       |
| <b>Miscellaneous Federal Grants Fund</b>    |                        |                     |                 |                                       |
| Total Revenues and Other Sources            | \$ 167,918             | \$ 401,956          | \$ 279,943      | \$ (122,013)                          |
| Total Expenditures and Other Uses           | <u>170,853</u>         | <u>404,891</u>      | <u>275,008</u>  | <u>129,883</u>                        |
| Net Change in Fund Balances                 | (2,935)                | (2,935)             | 4,935           | 7,870                                 |
| Fund Balance, July 1                        | 2,785                  | 2,785               | 2,785           |                                       |
| Prior Year Encumbrances Appropriated        | <u>150</u>             | <u>150</u>          | <u>150</u>      |                                       |
| Fund Balance, June 30                       | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ 7,870</u> | <u>\$ 7,870</u>                       |

**Beavercreek City School District, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
 In Fund Balance - Budget (Non-GAAP Basis) and Actual  
 Debt Service Fund  
 For the Fiscal Year Ended June 30, 2006*

|                                      | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | <u>Variance with<br/>Final Budget</u> |
|--------------------------------------|------------------------|---------------------|-------------------|---------------------------------------|
| Total Revenues and Other Sources     | \$ 5,277,195           | \$ 5,277,195        | \$ 5,311,665      | \$ 34,470                             |
| Total Expenditures and Other Uses    | <u>5,325,689</u>       | <u>5,325,689</u>    | <u>5,313,965</u>  | <u>11,724</u>                         |
| Net Change in Fund Balances          | (48,494)               | (48,494)            | (2,300)           | 46,194                                |
| Fund Balance, July 1                 | 873,364                | 873,364             | 873,364           |                                       |
| Prior Year Encumbrances Appropriated | <u>-</u>               | <u>-</u>            | <u>-</u>          |                                       |
| Fund Balance, June 30                | <u>\$ 824,870</u>      | <u>\$ 824,870</u>   | <u>\$ 871,064</u> | <u>\$ 46,194</u>                      |

**Beavercreek City School District, Ohio**  
*Balance Sheet*  
*Nonmajor Capital Projects Fund*  
*June 30, 2006*

---

---

|  | <u><b>BUILDING</b></u><br><u><b>FUND</b></u> |
|--|--|
| <b>ASSETS:</b>                             |  |
| Equity in Pooled Cash and Cash Equivalents | \$ 3,517                                     |
| Accrued Interest Receivable                | <u>16</u>                                    |
| <i>Total Assets</i>                        | <u><u>\$ 3,533</u></u>                       |
| Equity:                                    |  |
| <b>FUND BALANCES:</b>                      |  |
| Unreserved, Undesignated, Reported in:     |  |
| Capital Projects Funds                     | <u>3,533</u>                                 |
| <i>Total Fund Balances</i>                 | <u>3,533</u>                                 |
| <i>Total Liabilities and Fund Balances</i> | <u><u>\$ 3,533</u></u>                       |

**Beavercreek City School District, Ohio**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Capital Projects Fund*  
*For the Fiscal Year Ended June 30, 2006*

---

---

|   | <u><b>BUILDING</b></u><br><u><b>FUND</b></u> |
|---|--|
| REVENUES:   |  |
| Interest  | \$ 850                                       |
| <i>Total Revenues</i>                               | <u>850</u>                                   |
| EXPENDITURES:                                       |  |
| Capital Outlay:                                     |  |
| Building Improvement Services                       | <u>18,300</u>                                |
| <i>Total Expenditures</i>                           | <u>18,300</u>                                |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>(17,450)</u>                              |
| <i>Net Change in Fund Balances</i>                  | (17,450)                                     |
| <i>Fund Balance (Deficit) at Beginning of Year</i>  | <u>20,983</u>                                |
| <i>Fund Balance (Deficit) at End of Year</i>        | <u><u>\$ 3,533</u></u>                       |

**Beavercreek City School District, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
 In Fund Balance - Budget (Non-GAAP Basis) and Actual  
 Capital Projects Fund  
 For the Fiscal Year Ended June 30, 2006*

|                                      | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>       | <u>Variance with<br/>Final Budget</u> |
|--------------------------------------|------------------------|---------------------|---------------------|---------------------------------------|
| <b>Permanent Improvement Fund</b>    |                        |                     |                     |                                       |
| Total Revenues and Other Sources     | \$ 2,156,292           | \$ 2,156,292        | \$ 2,265,439        | \$ 109,147                            |
| Total Expenditures and Other Uses    | <u>2,982,483</u>       | <u>3,347,483</u>    | <u>3,112,003</u>    | <u>235,480</u>                        |
| Net Change in Fund Balances          | (826,191)              | (1,191,191)         | (846,564)           | 344,627                               |
| Fund Balance, July 1                 | 1,425,750              | 1,425,750           | 1,425,750           |                                       |
| Prior Year Encumbrances Appropriated | <u>995,483</u>         | <u>995,483</u>      | <u>995,483</u>      |                                       |
| Fund Balance, June 30                | <u>\$ 1,595,042</u>    | <u>\$ 1,230,042</u> | <u>\$ 1,574,669</u> | <u>\$ 344,627</u>                     |
| <b>Building Fund</b>                 |                        |                     |                     |                                       |
| Total Revenues and Other Sources     | \$ -                   | \$ 888              | \$ 888              | \$ -                                  |
| Total Expenditures and Other Uses    | <u>-</u>               | <u>21,815</u>       | <u>18,300</u>       | <u>3,515</u>                          |
| Net Change in Fund Balances          | -                      | (20,927)            | (17,412)            | 3,515                                 |
| Fund Balance, July 1                 | 20,927                 | 20,927              | 20,927              |                                       |
| Prior Year Encumbrances Appropriated | <u>-</u>               | <u>-</u>            | <u>-</u>            |                                       |
| Fund Balance, June 30                | <u>\$ 20,927</u>       | <u>\$ -</u>         | <u>\$ 3,515</u>     | <u>\$ 3,515</u>                       |

**Beavercreek City School District, Ohio**  
*Statement of Changes in Assets and Liabilities*  
 Agency Fund  
 Fiscal Year Ended June 30, 2006

|   | <u>Balance<br/>7/1/2005</u> | <u>Additions</u>  | <u>Deductions</u> | <u>Balance<br/>6/30/2006</u> |
|---|-----------------------------|-------------------|-------------------|------------------------------|
| <b>Beavercreek High School Scholarship Fund</b> |                             |                   |                   |                              |
| <b>Assets</b>                                   |                             |                   |                   |                              |
| Equity in Pooled Cash and Cash Equivalents      | \$ 6,256                    | \$ 38,747         | \$ 1,900          | \$ 43,103                    |
| Total Assets                                    | <u>\$ 6,256</u>             | <u>\$ 38,747</u>  | <u>\$ 1,900</u>   | <u>\$ 43,103</u>             |
| <b>Liabilities</b>                              |                             |                   |                   |                              |
| Undistributed Monies                            | \$ 6,256                    | \$ 38,747         | \$ 1,900          | \$ 43,103                    |
| Total Liabilities                               | <u>\$ 6,256</u>             | <u>\$ 38,747</u>  | <u>\$ 1,900</u>   | <u>\$ 43,103</u>             |
| <b>Student Managed Activities Fund</b>          |                             |                   |                   |                              |
| <b>Assets</b>                                   |                             |                   |                   |                              |
| Equity in Pooled Cash and Cash Equivalents      | \$ 149,879                  | \$ 235,503        | \$ 225,183        | \$ 160,199                   |
| Total Assets                                    | <u>\$ 149,879</u>           | <u>\$ 235,053</u> | <u>\$ 225,183</u> | <u>\$ 160,199</u>            |
| <b>Liabilities</b>                              |                             |                   |                   |                              |
| Due to Students                                 | \$ 149,879                  | \$ 235,053        | \$ 225,183        | \$ 160,199                   |
| Total Liabilities                               | <u>\$ 149,879</u>           | <u>\$ 235,053</u> | <u>\$ 225,183</u> | <u>\$ 160,199</u>            |
| <b>Totals</b>                                   |                             |                   |                   |                              |
| <b>Assets</b>                                   |                             |                   |                   |                              |
| Equity in Pooled Cash and Cash Equivalents      | \$ 156,135                  | \$ 274,250        | \$ 227,083        | \$ 203,302                   |
| Total Assets                                    | <u>\$ 156,135</u>           | <u>\$ 273,800</u> | <u>\$ 227,083</u> | <u>\$ 203,302</u>            |
| <b>Liabilities</b>                              |                             |                   |                   |                              |
| Undistributed Monies                            | 6,256                       | 38,747            | 1,900             | 43,103                       |
| Due to Students                                 | 149,879                     | 235,053           | 225,183           | 160,199                      |
| Total Liabilities                               | <u>\$ 156,135</u>           | <u>\$ 273,800</u> | <u>\$ 227,083</u> | <u>\$ 203,302</u>            |

BEAVERCREEK, OHIO



STATISTICAL SECTION

## Statistical Section

---

**This part of the 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> .....  | 78-81              |
| 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> .....  | 82-85              |
| These schedules contain information to help the reader assess the District’s most significant local revenue source, the property tax.  |                    |
| <b>Debt Capacity</b> .....   | 86-88              |
| 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> .....  | 89-90              |
| 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> .....   | 91-94              |
| These schedules contain service and infrastructure data to help the reader understand how the information in the District’s financial report relates to the services the District provides and the activities it performs. |                    |

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



**Beavercreek City School District, Ohio**  
*Schedule 1*  
*Net Assets by Component*  
*Last Four Fiscal Years*  
*(accrual basis of accounting)*

|   | Fiscal Year          |                     |                     |                     |
|---|----------------------|---------------------|---------------------|---------------------|
|   | <u>2003</u>          | <u>2004</u>         | <u>2005</u>         | <u>2006</u>         |
| Governmental Activities                         |                      |                     |                     |                     |
| Invested in capital assets, net of related debt | \$25,310,306         | \$24,603,654        | \$23,835,401        | \$23,348,332        |
| Restricted                                      | 2,814,557            | 3,605,318           | 3,704,926           | 2,732,137           |
| Unrestricted                                    | <u>(33,084,948)</u>  | <u>(24,552,611)</u> | <u>(14,252,679)</u> | <u>(8,037,340)</u>  |
| Total governmental activities net assets        | <u>(\$4,960,085)</u> | <u>\$3,656,361</u>  | <u>\$13,287,648</u> | <u>\$18,043,129</u> |

Source: School District records.

**Beavercreek City School District, Ohio**  
*Schedule 2*  
**Changes in Net Assets**  
*Last Four Fiscal Years*  
*(accrual basis of accounting)*

|   | Fiscal Year           |                      |                      |                      |
|---|-----------------------|----------------------|----------------------|----------------------|
|   | 2003                  | 2004                 | 2005                 | 2006                 |
| <b>Expenses</b>   |                       |                      |                      |                      |
| Governmental Activities:                                    |                       |                      |                      |                      |
| Instruction:  |                       |                      |                      |                      |
| Regular   | \$ 22,298,393         | \$ 23,456,220        | \$ 26,007,220        | \$ 26,636,852        |
| Special   | 5,161,890             | 5,318,139            | 5,885,058            | 6,178,117            |
| Vocational  | 349,438               | 327,750              | 306,567              | 346,662              |
| Other   | 694,624               | 424,555              | 662,213              | 1,385,341            |
| Support Services:   |                       |                      |                      |                      |
| Pupils  | 3,190,845             | 3,599,093            | 3,895,756            | 4,275,676            |
| Instructional Staff   | 3,320,764             | 3,498,536            | 3,634,102            | 4,246,657            |
| Board of Education  | 76,470                | 79,139               | 89,925               | 84,549               |
| Administration  | 2,773,427             | 3,147,851            | 3,032,453            | 3,378,807            |
| Fiscal  | 1,159,335             | 1,370,275            | 1,450,128            | 1,475,479            |
| Business  | 178,085               | 510,726              | 423,969              | 421,373              |
| Operation and Maintenance of Plant                          | 5,193,056             | 5,556,628            | 5,236,813            | 5,559,181            |
| Pupil Transportation  | 3,037,339             | 3,015,547            | 3,422,782            | 3,897,478            |
| Central   | 1,680,066             | 1,779,880            | 1,732,444            | 1,814,836            |
| Operation of Non-Instructional Services:                    |                       |                      |                      |                      |
| Food Service Operations                                     | 1,562,625             | 1,700,767            | 2,020,492            | 1,981,238            |
| Community Services  | 1,203,415             | 773,933              | 1,072,919            | 888,991              |
| Other   | 0                     | 86,991               | 0                    | 97,631               |
| Extracurricular Activities:                                 |                       |                      |                      |                      |
| Academic Oriented Activities                                | 406,417               | 324,620              | 369,142              | 394,106              |
| Sport Oriented Activities                                   | 695,684               | 838,244              | 805,673              | 859,784              |
| School and Public Service Co-Curricular Activities          | 19,327                | 22,723               | 21,727               | 22,307               |
| Site Improvement Services                                   | 193,878               | 326,900              | 131,113              | 77,378               |
| Architecture and Engineering Services                       | 64,675                | 27,614               | 36,937               | 49,031               |
| Building Improvement Services                               | 1,011,828             | 492,968              | 750,695              | 724,768              |
| Other Facilities Acquisition and Construction               | 0                     | 0                    | 92,228               | 14,079               |
| Interest and Fiscal Charges                                 | 2,624,217             | 2,490,143            | 2,384,195            | 2,214,497            |
| <b>Total Governmental Activities Expenses</b>               | <b>\$ 56,895,798</b>  | <b>\$ 59,169,242</b> | <b>\$ 63,464,551</b> | <b>\$ 67,024,818</b> |
| <b>Program Revenues</b>                                     |                       |                      |                      |                      |
| Governmental Activities:                                    |                       |                      |                      |                      |
| Charges for Services:                                       |                       |                      |                      |                      |
| Regular Instruction   | 402,754               | 1,107,076            | 835,933              | 851,034              |
| Special Instruction   | 505,166               | 1,517,093            | 1,191,857            | 1,228,991            |
| Vocational Instruction                                      | 0                     | 0                    | 24,093               | 24,149               |
| Other   | 0                     | 0                    | 0                    | 31,954               |
| Administration  | 0                     | 0                    | 0                    | 4,446                |
| Operation and Maintenance of Plant                          | 0                     | 26,740               | 38,881               | 20,674               |
| Pupil Transportation  | 90,325                | 1,316,839            | 695,086              | 1,695,908            |
| Central   | 0                     | 24,000               | 0                    | 0                    |
| Food Service Operations                                     | 1,420,704             | 1,523,966            | 1,686,818            | 1,932,477            |
| Community Services  | 0                     | 38,946               | 0                    | 43,191               |
| Other   | 0                     | 0                    | 0                    | 12,664               |
| Academic Oriented Activities                                | 24,258                | 1,575                | 82,210               | 312,343              |
| Sport Oriented Activities                                   | 275,687               | 224,617              | 214,509              | 218,599              |
| School and Public Service Co-Curricular Activities          | 0                     | 55,545               | 90                   | 86                   |
| Operating Grants and Contributions                          | 2,604,970             | 2,977,200            | 3,295,992            | 3,008,059            |
| Capital Grants and Contributions                            | 0                     | 31,333               | 29,580               | 64,215               |
| <b>Total Governmental Activities Program Revenues</b>       | <b>\$ 5,323,864</b>   | <b>\$ 8,844,930</b>  | <b>\$ 8,095,049</b>  | <b>\$ 9,448,790</b>  |
| <b>Net (Expense)/Revenue</b>                                | <b>\$ 51,571,934</b>  | <b>\$ 50,324,312</b> | <b>\$ 55,369,502</b> | <b>\$ 57,576,028</b> |
| <b>General Revenues and Other Changes in Net Assets</b>     |                       |                      |                      |                      |
| Governmental Activities:                                    |                       |                      |                      |                      |
| Grants and Entitlements not Restricted to Specific Programs | 16,391,774            | 14,066,118           | 16,281,034           | 14,940,900           |
| Gifts and Donations   | 60,822                | 91,004               | 73,972               | 82,931               |
| Investment Earnings   | 247,700               | 426,142              | 667,830              | 1,556,174            |
| Miscellaneous   | 412,760               | 280,135              | 150,773              | 180,807              |
| Property Taxes  | 36,575,002            | 43,729,866           | 47,547,155           | 45,257,946           |
| Tuition and Fees  | 249,899               | 0                    | 0                    | 157,028              |
| Rent  | 48,639                | 0                    | 0                    | 0                    |
| Extracurricular Activities                                  | 205,760               | 218,457              | 258,895              | 18,849               |
| Customer Sales and Services                                 | 2,480                 | 0                    | 0                    | 136,874              |
| Proceeds from Sale of Fixed Assets                          | 554                   | 2,971                | 0                    | 0                    |
| <b>Total General Revenues</b>                               | <b>54,195,390</b>     | <b>58,814,693</b>    | <b>64,979,659</b>    | <b>62,331,509</b>    |
| <b>Change in Net Assets</b>                                 | <b>2,623,456</b>      | <b>8,490,381</b>     | <b>9,610,157</b>     | <b>4,755,481</b>     |
| <b>Net Assets Beginning of Year (As Restated)</b>           | <b>(7,583,541)</b>    | <b>(4,834,020)</b>   | <b>3,656,361</b>     | <b>13,287,648</b>    |
| <b>Net Assets End of Year</b>                               | <b>\$ (4,960,085)</b> | <b>\$ 3,656,361</b>  | <b>\$ 13,266,518</b> | <b>\$ 18,043,129</b> |

Source: School District records.

**Beavercreek City School District, Ohio**  
*Schedule 3*  
**Fund Balances, Governmental Funds**  
*Last Five Fiscal Years*  
 (modified accrual basis of accounting)

|                                    | <u>2002</u>               | <u>2003</u>               | <u>Fiscal Year<br/>2004</u> | <u>2005</u>                | <u>2006</u>                |
|------------------------------------|---------------------------|---------------------------|-----------------------------|----------------------------|----------------------------|
| General Fund                       |                           |                           |                             |                            |                            |
| Reserved                           | \$3,085,325               | \$2,044,061               | 3952161                     | \$4,940,636                | \$1,595,373                |
| Unreserved                         | <u>(4,366,029)</u>        | <u>(1,297,854)</u>        | <u>5,405,622</u>            | <u>13,121,430</u>          | <u>21,325,258</u>          |
| Total General Fund                 | <u><u>(1,280,704)</u></u> | <u><u>\$746,207</u></u>   | <u><u>\$9,357,783</u></u>   | <u><u>\$18,062,066</u></u> | <u><u>\$22,920,631</u></u> |
| All Other Governmental Funds       |                           |                           |                             |                            |                            |
| Reserved                           | \$1,084,260               | \$1,648,570               | \$2,645,535                 | \$3,170,490                | \$613,998                  |
| Unreserved, reported in:           |                           |                           |                             |                            |                            |
| Special Revenue Funds              | 768,597                   | 1,014,910                 | 867,253                     | 1,513,951                  | 1,596,066                  |
| Capital Projects Funds             | 2,343,824                 | 1,738,966                 | 1,569,955                   | 1,446,695                  | 1,536,966                  |
| Debt Service Funds                 | <u>0</u>                  | <u>0</u>                  | <u>0</u>                    | <u>(944,057)</u>           | <u>871,065</u>             |
| Total All Other Governmental Funds | <u><u>\$4,196,681</u></u> | <u><u>\$4,402,446</u></u> | <u><u>\$5,082,743</u></u>   | <u><u>\$5,187,079</u></u>  | <u><u>\$4,618,095</u></u>  |

Source: School District records.

Note: Fiscal year 2002 was first year school district prepared statements in accordance with Generally Accepted Accounting Principles.

**Beavercreek City School District, Ohio**  
*Schedule 4*  
**Changes in Fund Balances, Governmental Funds**  
*Last Five Fiscal Years*  
*(modified accrual basis of accounting)*

|   | <u>2002</u>       | <u>2003</u>       | <u>Fiscal Year<br/>2004</u> | <u>2005</u>       | <u>2006</u>       |
|---|-------------------|-------------------|-----------------------------|-------------------|-------------------|
| <b>REVENUES:</b>  |                   |                   |                             |                   |                   |
| Property and Other Local Taxes                          | \$ 35,789,564     | \$ 36,332,963     | \$ 43,948,756               | \$ 47,488,453     | \$ 45,317,999     |
| Intergovernmental                                       | 17,917,676        | 19,021,736        | 20,142,782                  | 21,195,098        | 20,964,338        |
| Interest  | 365,353           | 247,700           | 426,142                     | 667,830           | 1,556,174         |
| Tuition and Fees  | 388,536           | 1,013,190         | 905,591                     | 939,485           | 1,244,623         |
| Rent  | 0                 | 48,639            | 26,740                      | 38,881            | 20,674            |
| Extracurricular Activities                              | 499,435           | 505,705           | 499,989                     | 555,704           | 549,877           |
| Gifts and Donations                                     | 0                 | 60,822            | 92,177                      | 73,972            | 82,931            |
| Customer Sales and Services                             | 0                 | 1,423,184         | 1,562,912                   | 1,762,417         | 1,867,762         |
| Miscellaneous   | 272,981           | 412,760           | 280,135                     | 150,773           | 180,807           |
| <b>Total Revenues</b>                                   | <u>55,233,545</u> | <u>59,066,699</u> | <u>67,885,224</u>           | <u>72,872,613</u> | <u>71,785,185</u> |
| <b>EXPENDITURES:</b>                                    |                   |                   |                             |                   |                   |
| <b>Current:</b>   |                   |                   |                             |                   |                   |
| <b>Instruction:</b>                                     |                   |                   |                             |                   |                   |
| Regular   | 21,099,116        | 22,309,635        | 23,383,787                  | 25,842,629        | 26,864,086        |
| Special   | 4,783,836         | 5,153,426         | 5,312,472                   | 5,855,183         | 6,215,740         |
| Vocational  | 281,931           | 342,543           | 307,661                     | 315,257           | 339,677           |
| Other   | 846,965           | 694,719           | 428,433                     | 662,213           | 1,363,153         |
| <b>Support Services:</b>                                |                   |                   |                             |                   |                   |
| Pupils  | 3,184,231         | 3,166,555         | 3,508,001                   | 3,901,408         | 4,237,492         |
| Instructional Staff                                     | 2,512,272         | 3,311,993         | 3,428,916                   | 3,663,439         | 4,269,351         |
| Board of Education                                      | 84,787            | 77,481            | 80,212                      | 90,838            | 84,549            |
| Administration  | 2,741,623         | 2,762,830         | 3,138,585                   | 3,045,848         | 3,309,893         |
| Fiscal  | 1,199,958         | 1,150,395         | 1,344,275                   | 1,476,793         | 1,486,086         |
| Business  | 174,165           | 176,886           | 482,748                     | 454,744           | 419,545           |
| Operation and Maintenance of Plant                      | 4,857,362         | 5,192,080         | 5,667,301                   | 5,381,123         | 5,535,302         |
| Pupil Transportation                                    | 2,794,936         | 3,144,999         | 2,718,676                   | 3,446,663         | 4,053,237         |
| Central   | 742,554           | 588,733           | 852,766                     | 967,365           | 1,029,427         |
| <b>Operation of Non-Instructional Services:</b>         |                   |                   |                             |                   |                   |
| Food Service Operations                                 | 838,801           | 1,518,259         | 1,629,703                   | 2,062,889         | 1,932,477         |
| Community Services                                      | 0                 | 1,171,822         | 757,558                     | 1,071,011         | 887,544           |
| Other   | 0                 | 0                 | 86,991                      | 0                 | 97,631            |
| <b>Extracurricular Activities:</b>                      |                   |                   |                             |                   |                   |
| Academic Oriented Activities                            | 0                 | 406,417           | 323,187                     | 367,709           | 392,673           |
| Sport Oriented Activities                               | 1,145,031         | 677,704           | 794,111                     | 784,140           | 830,476           |
| School and Public Service Co-Curricular Activities      | 0                 | 19,327            | 22,723                      | 21,727            | 22,307            |
| Site Improvement Services                               | 0                 | 193,878           | 371,449                     | 131,113           | 77,378            |
| Architecture and Engineering Services                   | 0                 | 64,675            | 27,614                      | 36,937            | 49,031            |
| Building Improvement Services                           | 1,164,323         | 1,011,828         | 492,968                     | 750,695           | 724,768           |
| Other Facilities Acquisition and Construction           | 0                 | 0                 | 0                           | 92,228            | 14,079            |
| <b>Debt Service:</b>                                    |                   |                   |                             |                   |                   |
| Principal   | 2,899,029         | 1,559,295         | 1,114,660                   | 1,258,691         | 1,067,610         |
| Interest  | 2,635,978         | 2,627,128         | 2,495,643                   | 2,383,351         | 2,213,222         |
| <b>Total Expenditures</b>                               | <u>53,986,898</u> | <u>57,322,608</u> | <u>58,770,440</u>           | <u>64,063,994</u> | <u>67,516,734</u> |
| <b>Excess of Revenues Over (Under) Expenditures</b>     | <u>1,246,647</u>  | <u>1,744,091</u>  | <u>9,114,784</u>            | <u>8,808,619</u>  | <u>4,268,451</u>  |
| <b>OTHER FINANCING SOURCES AND USES:</b>                |                   |                   |                             |                   |                   |
| Transfers In  | 525,806           | 898,902           | 518,570                     | 513,581           | 191,354           |
| Proceeds from Sale of Fixed Assets                      | 6,752             | 554               | 2,971                       | 0                 | 0                 |
| Proceeds from Capital Lease                             | 0                 | 0                 | 174,118                     | 0                 | 0                 |
| Transfers Out   | (525,806)         | 898,902           | (518,570)                   | (513,581)         | (191,354)         |
| <b>Total Other Financing Sources and Uses</b>           | <u>6,752</u>      | <u>554</u>        | <u>177,089</u>              | <u>0</u>          | <u>0</u>          |
| <b>Net Change in Fund Balances</b>                      | <u>1,253,399</u>  | <u>1,744,645</u>  | <u>9,291,873</u>            | <u>8,808,619</u>  | <u>4,268,451</u>  |
| Debt Service as a percentage of noncapital expenditures | 10.25%            | 7.30%             | 6.14%                       | 5.69%             | 4.86%             |

Source: School District records.

Note: Fiscal year 2002 was first year school district prepared statements in accordance with Generally Accepted Accounting Principles.

**Beavercreek City School District, Ohio**

*Schedule 5*

*Assessed Value and Actual Value of Taxable Property*

*Last Ten Collection Years*

| Collection Year | Real Property    |                        | Public Utilities Personal |                        | Tangible Personal Property |                        | Total            |                        | Total Direct Tax Rate |
|-----------------|------------------|------------------------|---------------------------|------------------------|----------------------------|------------------------|------------------|------------------------|-----------------------|
|                 | Assessed Value   | Estimated Actual Value | Assessed Value            | Estimated Actual Value | Assessed Value             | Estimated Actual Value | Assessed Value   | Estimated Actual Value |                       |
| <b>2006</b>     | \$ 1,370,758,750 | \$ 3,916,453,571       | \$ 34,585,440             | \$ 98,815,543          | \$ 71,743,261              | \$ 204,980,746         | \$ 1,477,087,451 | \$ 4,220,249,860       | 47.10                 |
| <b>2005</b>     | \$ 1,249,909,980 | \$ 3,571,171,371       | \$ 35,942,280             | \$ 102,692,229         | \$ 71,113,484              | \$ 203,181,383         | \$ 1,356,965,744 | \$ 3,877,044,983       | 48.40                 |
| <b>2004</b>     | \$ 1,214,379,690 | \$ 3,469,656,257       | \$ 35,983,100             | \$ 102,808,857         | \$ 70,996,956              | \$ 202,848,446         | \$ 1,321,359,746 | \$ 3,775,313,560       | 49.00                 |
| <b>2003</b>     | \$ 1,177,230,410 | \$ 3,292,357,457       | \$ 37,108,390             | \$ 103,318,600         | \$ 73,070,575              | \$ 279,358,456         | \$ 1,287,409,375 | \$ 3,675,034,513       | 43.50                 |
| <b>2002</b>     | \$ 1,042,097,790 | \$ 2,977,422,257       | \$ 33,827,070             | \$ 96,648,771          | \$ 76,033,145              | \$ 149,882,636         | \$ 1,151,958,005 | \$ 3,223,953,664       | 45.40                 |
| <b>2001</b>     | \$ 1,001,536,450 | \$ 2,861,532,714       | \$ 47,890,150             | \$ 136,829,000         | \$ 80,000,544              | \$ 122,366,692         | \$ 1,129,427,144 | \$ 3,120,728,406       | 42.12                 |
| <b>2000</b>     | \$ 961,956,670   | \$ 2,748,447,629       | \$ 54,120,160             | \$ 154,629,029         | \$ 77,885,384              | \$ 186,432,788         | \$ 1,093,962,214 | \$ 3,089,509,446       | 42.60                 |
| <b>1999</b>     | \$ 914,497,790   | \$ 2,612,850,829       | \$ 52,138,770             | \$ 148,967,914         | \$ 77,012,015              | \$ 229,377,768         | \$ 1,043,648,575 | \$ 2,991,196,511       | 42.00                 |
| <b>1998</b>     | \$ 890,729,340   | \$ 2,544,940,971       | \$ 52,083,210             | \$ 148,809,171         | \$ 75,108,354              | \$ 287,041,532         | \$ 1,017,920,904 | \$ 2,980,791,674       | 42.90                 |
| <b>1997</b>     | \$ 878,467,500   | \$ 2,509,907,143       | \$ 48,196,560             | \$ 137,704,457         | \$ 71,760,383              | \$ 300,433,416         | \$ 998,424,443   | \$ 2,948,045,016       | 43.00                 |

Source: Greene County Auditor.

**Beavercreek City School District, Ohio**  
*Schedule 6*  
**Direct and Overlapping Property Tax Rates**  
*(Rate per \$1,000 of Assessed Value)*  
**Last Ten Years**

| <b>Tax<br/>Year/Collection<br/>Year</b> | <b>City of<br/>Beavercreek</b> | <b>Beavercreek<br/>Township</b> | <b>Greene County<br/>Career Center</b> | <b>Greene<br/>County</b> | <b>Beavercreek<br/>City School<br/>District</b> |
|---|--------------------------------|---------------------------------|--|--------------------------|---|
| <b>2005/2006</b>                        | 13.04                          | 16.05                           | 3.45                                   | 12.30                    | 47.10   |
| <b>2004/2005</b>                        | 13.10                          | 16.05                           | 3.45                                   | 10.95                    | 48.40   |
| <b>2003/2004</b>                        | 13.10                          | 16.05                           | 3.45                                   | 9.72                     | 49.00   |
| <b>2002/2003</b>                        | 12.95                          | 16.05                           | 3.45                                   | 9.98                     | 43.50   |
| <b>2001/2002</b>                        | 12.50                          | 19.05                           | 3.45                                   | 9.98                     | 45.40   |
| <b>2000/2001</b>                        | 12.00                          | 19.05                           | 3.45                                   | 10.63                    | 42.12   |
| <b>1999/2000</b>                        | 12.00                          | 19.35                           | 3.45                                   | 9.38                     | 42.60   |
| <b>1998/1999</b>                        | 12.00                          | 19.35                           | 3.45                                   | 9.08                     | 42.00   |
| <b>1997/1998</b>                        | 12.00                          | 16.35                           | 3.45                                   | 9.08                     | 42.90   |
| <b>1996/1997</b>                        | 12.00                          | 16.35                           | 3.45                                   | 9.08                     | 43.00   |
| <b>1995/1996</b>                        | 12.70                          | 16.35                           | 3.45                                   | 9.08                     | 42.50   |

Source: Greene County Auditor.

**Beavercreek City School District, Ohio**  
*Schedule 7*  
**Principal Property Tax Payers**  
*Last Calendar Year and Five Years Ago*

| Name of Taxpayer                              | Calendar Year 2005       |      |                                 | Calendar Year 2001       |      |                                 |
|---|--------------------------|------|---------------------------------|--------------------------|------|---------------------------------|
|   | Total Assessed Valuation | Rank | Percent of Total Assessed Value | Total Assessed Valuation | Rank | Percent of Total Assessed Value |
| MFC Beavercreek LLC (aka Glimcher Properties) | \$ 39,307,410            | 1    | 2.66%                           | \$ 36,640,260            | 1    | 3.24%                           |
| Dayton Power and Light                        | \$ 22,716,610            | 2    | 1.54%                           | \$ 21,010,760            | 2    | 1.86%                           |
| Unison Industries LLC (fka Elano Industries)  | \$ 7,789,570             | 3    | 0.53%                           | \$ 7,384,270             | 5    | 0.65%                           |
| MV RG - II                                    | \$ 6,431,870             | 4    | 0.44%                           | \$ 7,902,200             | 3    | 0.70%                           |
| Kontogiannis, George                          | \$ 6,413,470             | 5    | 0.43%                           |                          |      |                                 |
| Continental 44 Fund                           | \$ 5,847,860             | 6    | 0.40%                           | \$ 6,154,760             | 8    | 0.54%                           |
| Wares Delaware Corporation                    | \$ 5,743,340             | 7    | 0.39%                           |                          |      |                                 |
| EL Apartments                                 | \$ 5,651,260             | 8    | 0.38%                           |                          |      |                                 |
| Wexford on the Green, Ltd                     | \$ 5,457,720             | 9    | 0.37%                           | \$ 7,724,590             | 4    | 0.68%                           |
| Ohio Bell Telephone                           | \$ 5,295,220             | 10   | 0.36%                           | \$ 6,807,380             | 6    | 0.60%                           |
| NBL Development Group                         |                          |      |                                 | \$ 6,264,310             | 7    | 0.55%                           |
| Mero Development, LLC                         |                          |      |                                 | \$ 6,093,030             | 9    | 0.54%                           |
| Meijers, Inc.                                 |                          |      |                                 | \$ 6,042,090             | 10   | 0.53%                           |
| SubTotal                                      | \$ 110,654,330           |      | 7.49%                           | \$ 112,023,650           |      | 9.92%                           |
| All Other Taxpayers                           | \$ 1,366,433,121         |      | 92.51%                          | \$ 1,017,403,494         |      | 90.08%                          |
| Total Assessed Valuation                      | \$ 1,477,087,451         |      | 100.00%                         | \$ 1,129,427,144         |      | 100.00%                         |

Source: Greene County Auditor.

**Beavercreek City School District, Ohio**  
*Schedule 8*  
*Property Tax Levies and Collections*  
*Last Ten Levy (Calendar) Years*

| <b>Collection Year</b> | <b>Tax Levied</b> | <b>Current Tax Collections</b> | <b>Percent Collected</b> | <b>Delinquent Collection</b> | <b>Total Collection</b> | <b>Total Collection As a Percent of Total Levy</b> |
|------------------------|-------------------|--------------------------------|--------------------------|------------------------------|-------------------------|--|
| 2005                   | \$ 52,577,977     | \$ 51,160,190                  | 97.30%                   | \$ 1,321,453                 | 52,481,643              | 99.82%   |
| 2004                   | \$ 48,179,568     | \$ 46,646,423                  | 96.82%                   | \$ 1,274,142                 | 47,920,565              | 99.46%   |
| 2003                   | \$ 41,800,185     | \$ 40,628,506                  | 97.20%                   | \$ 895,503                   | 41,524,009              | 99.34%   |
| 2002                   | \$ 41,306,350     | \$ 38,826,274                  | 94.00%                   | \$ 883,639                   | 39,709,913              | 96.14%   |
| 2001                   | \$ 35,701,178     | \$ 34,888,051                  | 97.72%                   | \$ 1,079,287                 | 35,967,338              | 100.75%  |
| 2000                   | \$ 37,165,728     | \$ 34,660,798                  | 93.26%                   | \$ 666,590                   | 35,327,388              | 95.05%   |
| 1999                   | \$ 34,232,270     | \$ 33,056,796                  | 96.57%                   | \$ 719,249                   | 33,776,045              | 98.67%   |
| 1998                   | \$ 33,782,425     | \$ 32,543,739                  | 96.33%                   | \$ 498,915                   | 33,042,654              | 97.81%   |
| 1997                   | \$ 33,439,130     | \$ 33,220,349                  | 99.35%                   | 651,275                      | 33,871,624              | 101.29%  |
| 1996                   | \$ 33,248,167     | \$ 33,013,352                  | 99.29%                   | 610,861                      | 33,624,213              | 101.13%  |

Source: Greene County Auditor.



**Beavercreek City School District, Ohio**  
*Schedule 9*  
*Ratios of Outstanding Debt by Type*  
*Last Ten Fiscal Years*

| Fiscal Year | General Obligation Bonds | Energy Conservation Notes | EPA Loans | Tax Anticipation Notes | Capital Leases | Total Governmental Activities | Percentage Personal Income * | Per                       |                         |                  |
|-------------|--------------------------|---------------------------|-----------|------------------------|----------------|-------------------------------|------------------------------|---------------------------|-------------------------|------------------|
|             |                          |                           |           |                        |                |                               |                              | Capita General Obligation | Enrollment Obligation * | Per Capita Other |
| 2006        | \$32,055,000             | \$120,000                 | \$246,267 | \$2,630,000            | \$3,017,217    | \$38,068,484                  | 1.64%                        | \$844                     | \$4,340                 | \$158            |
| 2005        | \$32,830,000             | \$235,000                 | \$181,488 | \$4,630,000            | \$3,131,139    | \$41,007,627                  | 1.77%                        | \$864                     | \$4,690                 | \$215            |
| 2004        | \$33,495,000             | \$656,282                 | \$311,046 | \$6,815,000            | \$3,238,769    | \$44,516,097                  | 1.92%                        | \$882                     | \$4,897                 | \$290            |
| 2003        | \$34,060,000             | \$1,060,815               | \$375,825 | \$8,930,000            | \$3,144,999    | \$47,571,639                  | 2.05%                        | \$897                     | \$5,234                 | \$356            |
| 2002        | \$34,445,000             | \$1,444,467               | \$445,238 | \$11,000,000           | \$3,866,229    | \$51,200,934                  | 2.21%                        | \$907                     | \$5,299                 | \$441            |
| 2001        | \$36,220,000             | \$1,808,100               | \$518,469 | \$6,970,000            | \$4,553,394    | \$50,069,963                  | 2.16%                        | \$954                     | \$5,538                 | \$365            |
| 2000        | \$37,820,000             | \$2,152,504               | \$591,710 | \$700,000              | \$0            | \$41,264,214                  | 1.78%                        | \$996                     | \$6,030                 | \$91             |
| 1999        | \$39,130,000             | \$2,503,287               | \$697,325 | \$1,000,000            | \$0            | \$43,330,612                  | 1.87%                        | \$1,164                   | \$6,173                 | \$125            |
| 1998        | \$40,295,000             | \$2,863,048               | \$835,325 | \$1,300,000            | \$0            | \$45,293,373                  | 1.96%                        | \$1,198                   | \$6,216                 | \$149            |
| 1997        | \$41,270,000             | \$2,221,860               | \$973,325 | \$1,600,000            | \$0            | \$46,065,185                  | 1.99%                        | \$1,227                   | \$6,327                 | \$143            |

Source: School District records

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.

\* = See Schedule 12 for personal income, enrollment and population data.

**Beavercreek City School District, Ohio**  
*Schedule 10*  
*Direct and Overlapping Governmental Activities Debt*  
*As of June 30, 2006*

|   | <u>General<br/>Obligation<br/>Bonded Debt</u> | <u>Percentage<br/>Applicable to<br/>the District (1)</u> | <u>Amount<br/>Applicable to<br/>the District</u> |
|---|---|--|--|
| <b>Governmental Unit:</b>               |   |  |  |
| <b>Direct:</b>                          |   |  |  |
| Beavercreek City School District        | <u>\$ 32,175,000</u>                          | 100.00%  | <u>\$ 32,175,000</u>                             |
| <b>Overlapping:</b>                     |   |  |  |
| Greene County                           | 28,864,000                                    | 41.88%   | 12,088,243                                       |
| Montgomery County                       | 30,462,940                                    | 0.28%  | 85,296   |
| City of Beavercreek                     | 13,738,455                                    | 100.00%  | 13,738,455                                       |
| City of Fairborn                        | 9,280,403                                     | 10.46%   | 970,730  |
| City of Kettering                       | 5,566,142                                     | 1.26%  | 70,133   |
| City of Riverside                       | 6,022,886                                     | 7.66%  | 461,353  |
| Beavercreek Township                    | 430,000                                       | 99.39%   | 427,377  |
| Sugarcreek Township                     | 1,865,000                                     | 0.62%  | 11,563   |
| Greene County Career Center             | -   | 41.83%   | -  |
| Bellbrook-Sugarcreek Park District      | -   | 0.41%  | -  |
| Dayton-Montgomery Library District      | -   | 0.34%  | -  |
| Greene County Health District           | -   | 41.75%   | -  |
| Greene County Park District             | -   | 41.88%   | -  |
| Miami Shores Subdivision                | -   | 0.28%  | -  |
| Miami Valley Regional Transit Authority | 8,765,000                                     | 0.28%  | 24,542   |
| Montgomery Community College            | -   | 0.28%  | -  |
| Montgomery County Park District         | -   | 0.28%  | -  |
| Sinclair Community College              | <u>-</u>                                      | 0.28%  | <u>-</u>   |
| Total Overlapping                       | <u>104,994,826</u>                            |  | <u>27,877,693</u>                                |
| Total Direct and Overlapping Debt       | <u>\$ 137,169,826</u>                         |  | <u>\$ 60,052,693</u>                             |

Source: Ohio Municipal Advisory Council.

(1) - Percentage derived by comparing subdivision's valuation within the School District compared to the total valuation within School District.

**Beavercreek City School District, Ohio**

*Schedule 11*

*Legal Debt Margin Information*

*Last Ten Fiscal Years*

| <b>Fiscal Year</b> | <b>Voted Debt Limit *</b> | <b>Total Debt Applicable to Limit</b> | <b>Debt Service Available Balance</b> | <b>Net Debt Applicable to Limit</b> | <b>Voted Legal Debt Margin</b> | <b>Total Net Debt Applicable to Limit as a Percentage of Debt Limit</b> |
|--------------------|---------------------------|---------------------------------------|---------------------------------------|-------------------------------------|--------------------------------|---|
| 2006               | \$132,937,871             | \$32,175,000                          | \$871,064                             | \$31,303,936                        | \$101,633,935                  | 30.80%  |
| 2005               | \$122,126,917             | \$33,065,000                          | \$873,364                             | \$32,191,636                        | \$89,935,281                   | 35.79%  |
| 2004               | \$118,922,377             | \$34,151,282                          | \$876,710                             | \$33,274,572                        | \$85,647,805                   | 38.85%  |
| 2003               | \$115,866,844             | \$35,120,815                          | \$815,964                             | \$34,304,851                        | \$81,561,993                   | 42.06%  |
| 2002               | \$103,676,220             | \$35,889,467                          | \$265,577                             | \$35,623,890                        | \$68,052,330                   | 52.35%  |
| 2001               | \$101,648,443             | \$38,028,100                          | \$530,541                             | \$37,497,559                        | \$64,150,884                   | 58.45%  |
| 2000               | \$98,456,599              | \$39,972,504                          | \$741,431                             | \$39,231,073                        | \$59,225,526                   | 66.24%  |
| 1999               | \$93,928,372              | \$41,608,431                          | \$799,589                             | \$40,808,842                        | \$53,119,530                   | 76.82%  |
| 1998               | \$91,612,881              | \$43,086,595                          | \$1,086,010                           | \$42,000,585                        | \$49,612,296                   | 84.66%  |
| 1997               | \$89,858,200              | \$43,377,673                          | \$1,041,812                           | \$42,335,861                        | \$47,522,339                   | 89.09%  |

Source: School District records

N/A - Information not readily available.

\* = Computation of voted legal debt limit based on 9% of collection year assessed valuation that coincides with fiscal year.

**Beavercreek City School District, Ohio**  
*Schedule 12*  
**Demographic and Economic Statistics**  
*Last Ten Fiscal Years*

| <b>Year</b> | <b>Population (1)</b> | <b>Unemployment Rate (2)</b> | <b>Enrollment (3)</b> | <b>Valuation Per Pupil (4)</b> | <b>Average Personal Income Federal AGI (4)</b> | <b>Median Personal Income State (4)</b> | <b>Average Teacher Salary (5)</b> | <b>Graduation Rate (5)</b> | <b>Pupil/Teacher Ratio (5)</b> |
|-------------|-----------------------|------------------------------|-----------------------|--------------------------------|--|---|-----------------------------------|----------------------------|--------------------------------|
| <b>2006</b> | N/A                   | 4.7% *                       | 7,386                 | N/A                            | N/A  | N/A                                     | \$53,076                          | 95.1%                      | 20.8                           |
| <b>2005</b> | 39,655                | 5.50%                        | 7,000                 | \$196,712                      | N/A  | N/A                                     | \$51,933                          | 95.0%                      | 20.5                           |
| <b>2004</b> | 39,359                | 5.50%                        | 6,840                 | \$185,187                      | \$65,610                                       | \$46,355                                | \$51,259                          | 95.0%                      | 20.1                           |
| <b>2003</b> | 39,051                | 5.40%                        | 6,507                 | \$185,129                      | \$60,970                                       | \$45,831                                | \$50,268                          | 93.4%                      | 19.3                           |
| <b>2002</b> | 38,599                | 5.00%                        | 6,500                 | \$188,884                      | \$59,764                                       | \$45,894                                | \$48,213                          | 94.1%                      | 19.1                           |
| <b>2001</b> | 38,253                | 3.90%                        | 6,540                 | \$172,360                      | \$59,482                                       | \$45,345                                | \$47,917                          | 90.1%                      | 19.2                           |
| <b>2000</b> | 37,984                | 3.70%                        | 6,272                 | \$167,482                      | \$60,075                                       | \$46,124                                | \$46,466                          | 95.1%                      | 18.9                           |
| <b>1999</b> | 33,626                | 3.40%                        | 6,339                 | \$163,278                      | \$57,675                                       | \$44,977                                | \$45,793                          | 91.4%                      | 19.6                           |
| <b>1998</b> | 33,626                | 3.30%                        | 6,482                 | \$155,523                      | \$55,435                                       | \$45,447                                | \$44,527                          | 91.1%                      | 20.7                           |
| <b>1997</b> | 33,626                | 3.60%                        | 6,523                 | \$150,966                      | \$52,956                                       | \$41,725                                | \$42,882                          | 87.9%                      | 21.6                           |

(1) - 2001-2005 estimates as of July 1 from U.S. Census Bureau for City of Beavercreek.

(2) = Unemployment rate for entire Greene County. Not seasonally adjusted from U.S. Department of Labor.

(3) = Enrollment (ADM) from Ohio Department of Education iLRC.

(4) = Ohio Department of Taxation by Calendar Year.

(5) - Ohio Department of Education iLRC.

\* - As of September 2006.

N/A = Information not readily available.

**Beavercreek City School District, Ohio**  
*Schedule 13*  
*Principal Employers*  
*Last Calendar Year and Nine Years Ago*

| <b>Employer</b>                                      | <b>December 31, 2005</b> |             |                               | <b>December 31, 1996</b> |             |                               |
|--|--------------------------|-------------|-------------------------------|--------------------------|-------------|-------------------------------|
|  | <b>Employees</b>         | <b>Rank</b> | <b>% of Top Ten Employers</b> | <b>Employees</b>         | <b>Rank</b> | <b>% of Top Ten Employers</b> |
| Wright Patterson Air Force Base                      | 21,827                   | 1           | 71.60%                        | 23,000                   | 1           | 74.02%                        |
| Wright State University                              | 2,000                    | 2           | 6.56%                         | 2,200                    | 2           | 7.08%                         |
| Greene County  | 1,424                    | 3           | 4.67%                         | 1,469                    | 3           | 4.73%                         |
| Beavercreek City School District                     | 1,306                    | 4           | 4.28%                         | 646                      | 4           | 2.08%                         |
| Greene Memorial Hospital                             | 940                      | 5           | 3.08%                         | 860                      | 5           | 2.77%                         |
| Fairborn City School District                        | 626                      | 6           | 2.05%                         | 613                      | 7           | 1.97%                         |
| Unison Industries, Dayton Division (fka Elano Corp.) | 620                      | 7           | 2.03%                         | 560                      | 9           | 1.80%                         |
| Xenia City School District                           | 615                      | 8           | 2.02%                         | 576                      | 8           | 1.85%                         |
| Cedarville University                                | 581                      | 9           | 1.91%                         |                          |             |                               |
| Krogers  | 544                      | 10          | 1.78%                         |                          |             |                               |
| Super Value Stores, Inc.                             |                          |             |                               | 630                      | 6           | 2.03%                         |
| Central State University                             |                          |             |                               | 520                      | 10          | 1.67%                         |
|  | <u>30,483</u>            |             | <u>100.00%</u>                | <u>31,074</u>            |             | <u>100.00%</u>                |

Source: Greene County Auditor.

Note: Information is for all of Greene County as City/Township information not readily available.

**Beavercreek City School District, Ohio**  
*Schedule 14*  
**Staffing Statistics**  
*Full-time Equivalents (FTE) by Type and Function*  
*Last Five Fiscal Years*

| <b>Type</b>                              | <b>2006</b>   | <b>2005</b>   | <b>2004</b>   | <b>2003</b>   | <b>2002</b>   |
|--|---------------|---------------|---------------|---------------|---------------|
| <b>Official/Administrative</b>           |               |               |               |               |               |
| Asst. Deputy/Assoc Superintendent        | 3.00          | 3.00          | 3.00          | 3.00          | 3.00          |
| Asst. Principal                          | 6.00          | 6.00          | 5.00          | 5.00          | 5.00          |
| Principal                                | 8.00          | 8.00          | 8.00          | 8.00          | 8.00          |
| Superintendent                           | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| Supervisory/Managing/Directing           | 9.10          | 9.10          | 8.00          | 11.00         | 10.00         |
| Treasurer                                | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| Coordinator                              | 2.05          | 2.00          | 1.00          | 1.00          | 1.00          |
| Director                                 | 2.00          | 3.00          | 3.00          | 0.00          | 0.00          |
| Other Official/Administrative            | 1.00          | 1.00          | 0.00          | 0.00          | 0.00          |
| <b>Professional/Educational</b>          |               |               |               |               |               |
| Curriculum Specialist                    | 3.00          | 3.00          | 3.00          | 3.00          | 3.00          |
| Counseling                               | 15.00         | 19.00         | 18.00         | 18.00         | 18.00         |
| Librarian/Media                          | 5.00          | 5.00          | 5.00          | 5.00          | 5.00          |
| Regular Teaching                         | 306.68        | 297.83        | 286.73        | 291.83        | 290.87        |
| Special Education Teaching               | 67.39         | 59.93         | 44.50         | 39.47         | 41.48         |
| Vocational Education Teaching            | 3.67          | 3.84          | 3.77          | 5.64          | 4.60          |
| Tutor/Small Group Instructor             | 6.66          | 11.40         | 19.30         | 19.36         | 20.48         |
| Educational Service Personnel            | 15.51         | 15.50         | 15.50         | 15.00         | 16.00         |
| Supplemental Special Education Teacher   | 0.04          | 0.00          | 0.00          | 0.00          | 0.00          |
| Other Professional                       | 6.00          | 4.00          | 5.00          | 0.00          | 0.00          |
| <b>Professional - Other</b>              |               |               |               |               |               |
| Audiologist                              | 0.15          | 0.00          | 0.00          | 0.00          | 0.00          |
| Psychologist                             | 5.65          | 7.14          | 7.30          | 6.62          | 6.63          |
| Registered Nursing                       | 0.00          | 6.93          | 6.93          | 6.93          | 7.60          |
| Registrar                                | 5.00          | 1.00          | 0.00          | 0.00          | 0.00          |
| Social Work                              | 2.00          | 1.00          | 1.00          | 1.00          | 0.00          |
| Physical Therapist                       | 0.02          | 1.58          | 0.00          | 0.00          | 0.00          |
| Speech and Language Therapist            | 6.94          | 7.70          | 6.00          | 6.00          | 6.00          |
| Occupational Therapist                   | 0.50          | 3.99          | 0.00          | 0.00          | 0.00          |
| Educational Interpreter                  | 1.00          | 0.88          | 1.00          | 0.00          | 0.00          |
| Occupational Therapy Assistant           | 1.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| Physical Therapy Assistant               | 0.50          | 0.88          | 0.00          | 0.00          | 0.00          |
| Adapted Physical Education Therapist     | 0.02          | 1.65          | 0.00          | 0.00          | 0.00          |
| Other Professional                       | 0.00          | 0.88          | 0.00          | 0.00          | 0.00          |
| <b>Technical</b>                         |               |               |               |               |               |
| Practical Nursing                        | 3.49          | 4.52          | 3.88          | 2.60          | 3.00          |
| Library Aide                             | 7.68          | 8.50          | 8.50          | 8.50          | 10.00         |
| Other Technical                          | 0.00          | 0.00          | 0.00          | 1.00          | 1.00          |
| <b>Office/Clerical</b>                   |               |               |               |               |               |
| Bookkeeping                              | 4.00          | 4.00          | 5.00          | 4.00          | 4.00          |
| Clerical                                 | 29.25         | 30.41         | 30.51         | 30.64         | 28.66         |
| Messenger                                | 1.00          | 1.00          | 1.00          | 2.00          | 1.00          |
| Messenger (Nutrition Services)           | 0.88          | 0.88          | 0.88          | 1.00          | 1.00          |
| Records Manager                          | 0.00          | 0.00          | 1.00          | 0.00          | 1.00          |
| Teaching Aide                            | 10.23         | 11.14         | 8.38          | 6.75          | 10.88         |
| Telephone Operator                       | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| Other Office/Clerical                    | 5.28          | 5.28          | 5.28          | 6.03          | 8.00          |
| <b>Crafts and Trades</b>                 |               |               |               |               |               |
| General Maintenance                      | 7.00          | 7.00          | 8.00          | 9.00          | 9.00          |
| Mechanic                                 | 4.00          | 4.00          | 5.00          | 4.00          | 4.00          |
| <b>Operative</b>                         |               |               |               |               |               |
| Dispatching                              | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| Vehicle Operator (buses)                 | 43.13         | 43.76         | 43.64         | 38.23         | 35.87         |
| Equipment Operator Assignment            | 2.00          | 2.00          | 2.00          | 2.00          | 2.00          |
| <b>Service Work/Laborer</b>              |               |               |               |               |               |
| Attendance Officer                       | 0.00          | 0.88          | 0.00          | 0.00          | 0.00          |
| Custodian                                | 36.50         | 37.50         | 38.50         | 38.00         | 38.50         |
| Food Service                             | 22.08         | 20.72         | 22.66         | 22.54         | 20.83         |
| Guard/Watchman                           | 5.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| Monitoring                               | 9.81          | 10.92         | 10.55         | 9.78          | 21.50         |
| Groundskeeping                           | 4.00          | 4.00          | 4.00          | 4.00          | 4.00          |
| Attendant                                | 44.06         | 38.13         | 32.98         | 30.34         | 30.43         |
|  | <b>726.27</b> | <b>723.87</b> | <b>686.79</b> | <b>670.26</b> | <b>685.33</b> |
| <b>Function</b>                          |               |               |               |               |               |
| Instruction:                             |               |               |               |               |               |
| Regular                                  | 306.68        | 297.83        | 286.73        | 291.83        | 290.87        |
| Special                                  | 67.39         | 59.93         | 44.50         | 39.47         | 41.48         |
| Vocational                               | 3.71          | 3.84          | 3.77          | 3.36          | 4.60          |
| Other                                    | 12.66         | 15.40         | 24.30         | 19.36         | 20.48         |
| Support Services:                        |               |               |               |               |               |
| Pupils                                   | 45.37         | 61.25         | 47.11         | 49.43         | 46.23         |
| Instructional Staff                      | 82.83         | 81.57         | 70.41         | 65.37         | 82.81         |
| Administration                           | 48.53         | 49.69         | 49.79         | 49.67         | 51.66         |
| Fiscal                                   | 6.00          | 6.00          | 7.00          | 6.00          | 6.00          |
| Business                                 | 3.00          | 3.00          | 3.00          | 3.00          | 2.00          |
| Operation and Maintenance of Plant       | 54.50         | 50.50         | 52.50         | 53.00         | 53.50         |
| Pupil Transportation                     | 52.13         | 52.76         | 53.64         | 47.23         | 44.87         |
| Central                                  | 17.51         | 17.50         | 17.50         | 16.00         | 17.00         |
| Operation of Non-Instructional Services: |               |               |               |               |               |
| Food Service Operations                  | 23.96         | 22.60         | 24.54         | 24.54         | 22.83         |
| Extracurricular Activities:              |               |               |               |               |               |
| Sport Oriented Activities                | 2.00          | 2.00          | 2.00          | 2.00          | 1.00          |
| Total Governmental Activities            | <b>726.27</b> | <b>723.87</b> | <b>686.79</b> | <b>670.26</b> | <b>685.33</b> |

Source: School District records.

**Beavercreek City School District, Ohio**

*Schedule 15*

*Operating Indicators by Function*

*Last Ten Fiscal Years*

| <b>Function</b>                             | <b>2006</b> | <b>2005</b> | <b>2004</b> | <b>2003</b> | <b>2002</b> | <b>2001</b> | <b>2000</b> | <b>1999</b> | <b>1998</b> | <b>1997</b> |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Instruction:                                |             |             |             |             |             |             |             |             |             |             |
| Enrollment (1)                              | 7,386       | 7,000       | 6,840       | 6,507       | 6,500       | 6,540       | 6,272       | 6,339       | 6,482       | 6,523       |
| Graduation Rate (2)                         | 95.1%       | 95.0%       | 95.0%       | 93.3%       | 94.1%       | 90.1%       | 95.1%       | 91.4%       | 91.1%       | 91.6%       |
| Support Services:                           |             |             |             |             |             |             |             |             |             |             |
| Administration                              |             |             |             |             |             |             |             |             |             |             |
| Student Attendance Rate (2)                 | 94.8%       | 94.8%       | 94.9%       | 94.8%       | 94.3%       | 94.2%       | 94.1%       | 94.3%       | 94.9%       | 94.6%       |
| Fiscal (3)                                  |             |             |             |             |             |             |             |             |             |             |
| Payroll Checks Issued                       | 9,692       | 8,856       | 8,777       | 9,166       | 11,587      | 15,395      | 13,880      | 13,776      | N/A         | N/A         |
| Payroll Direct Deposits Issued              | 17,041      | 15,442      | 14,302      | 13,528      | 12,164      | 10,792      | 10,569      | 9,245       | N/A         | N/A         |
| W-2's Issued                                | 1,307       | 1,306       | 1,275       | 1,205       | 1,172       | 1,172       | 1,181       | 1,193       | N/A         | N/A         |
| Non-payroll Checks Issued                   | 6,295       | 6,508       | 5,890       | 5,882       | 5,303       | 5,141       | 6,682       | 6,757       | N/A         | N/A         |
| Pupil Transportation (3)                    |             |             |             |             |             |             |             |             |             |             |
| Average number of student transported daily | 5,529       | 5,360       | 5,105       | 5,173       | 4,463       | 5,376       | 5,231       | 7,208       | N/A         | N/A         |
| Food Service Operations (3)                 |             |             |             |             |             |             |             |             |             |             |
| Average number of meals served              | 3,176       | 2,983       | 2,703       | 2,520       | 2,376       | 2,312       | 2,375       | 2,282       | 2,443       | N/A         |

(1) = Enrollment (ADM) from Ohio Department of Education ILRC.

(2) = Ohio Department of Education ILRC.

(3) School District records.

N/A - Information not readily available.

**Beavercreek City School District, Ohio**  
*Schedule 16*  
**Capital Asset Statistics**  
*Last Four Fiscal Years*

|  | <u>2006</u>          | <u>2005</u>          | <u>2004</u>          | <u>2003</u>          |
|--|----------------------|----------------------|----------------------|----------------------|
| Land   | \$ 3,264,725         | \$ 3,264,725         | \$ 3,264,725         | \$ 3,264,725         |
| Land Improvements                                    | 1,051,871            | 1,089,955            | 998,411              | 785,361              |
| Buildings  | 22,533,835           | 23,002,512           | 24,202,522           | 25,402,532           |
| Building Improvements                                | 963,790              | 1,002,431            | 1,041,071            | 834,428              |
| Furniture & Equipment                                | 469,248              | 481,693              | 504,340              | 363,225              |
| Vehicles   | 1,608,130            | 1,434,713            | 1,515,804            | 1,551,635            |
| Construction in Progress                             | <u>0</u>             | <u>296,652</u>       | <u>0</u>             | <u>0</u>             |
| Total Governmental Activities<br>Capital Assets, net | <u>\$ 29,891,599</u> | <u>\$ 30,572,681</u> | <u>\$ 31,526,873</u> | <u>\$ 32,201,906</u> |

Note: Amounts above are presented net of accumulated depreciation.

Source: School District records.



**Beavercreek City School District, Ohio**  
*Schedule 17*  
*Operating Statistics*  
*Last Four Fiscal Years*

| <b>Fiscal<br/>Year</b> | <b>General Government</b> |                           | <b>Governmental Activities</b> |                           | <b>Enrollment (2)</b> |
|------------------------|---------------------------|---------------------------|--------------------------------|---------------------------|-----------------------|
|                        | <b>Expenses (1)</b>       | <b>Cost per<br/>Pupil</b> | <b>Expenses (1)</b>            | <b>Cost per<br/>Pupil</b> |                       |
| <b>2006</b>            | \$ 64,235,902             | \$ 8,697                  | \$ 64,810,321                  | \$ 8,775                  | 7,386                 |
| <b>2005</b>            | \$ 60,421,952             | \$ 8,632                  | \$ 61,080,356                  | \$ 8,726                  | 7,000                 |
| <b>2004</b>            | \$ 55,160,137             | \$ 8,064                  | \$ 56,679,099                  | \$ 8,286                  | 6,840                 |
| <b>2003</b>            | \$ 53,136,185             | \$ 8,166                  | \$ 54,271,581                  | \$ 8,340                  | 6,507                 |

(1) = Debt service expenses have been excluded. From school district records.

(2) = Enrollment (ADM) from Ohio Department of Education iLRC.





Mary Taylor, CPA  
Auditor of State

BEAVERCREEK CITY SCHOOL DISTRICT  
GREENE COUNTY

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

CLERK OF THE BUREAU

CERTIFIED  
FEBRUARY 8, 2007