

**WEST CLERMONT LOCAL
SCHOOL DISTRICT, OHIO**

Single Audit Reports

June 30, 2006



Mary Taylor, CPA
Auditor of State

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

We have reviewed the *Independent Auditors' Report* of the West Clermont Local School District, Clermont County, prepared by Clark, Schaefer, Hackett & Co., 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 West Clermont Local School District is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

February 27, 2007

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WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO

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WEST CLERMONT LOCAL SCHOOL DISTRICT

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2006

<u>Federal Grantor/Program Title</u>	<u>Pass Through Entity Number</u>	<u>Federal CFDA Number</u>	<u>Federal Revenues</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Agriculture:</u>				
<i>(Passed through Ohio Department of Education)</i>				
Food Donation	N/A	10.550	\$ 208,600	208,600
Nutrition Cluster:				
School Breakfast Program	05PU	10.553	17,967	17,967
National School Lunch Program	LLP4	10.555	<u>539,768</u>	<u>539,768</u>
Nutrition Cluster Total			<u>557,735</u>	<u>557,735</u>
Total U.S. Department of Agriculture			<u>766,335</u>	<u>766,335</u>
<u>U.S. Department of Education:</u>				
<i>(Passed through Ohio Department of Education)</i>				
Title I Grants to Local Educational Agencies	C1S1	84.010	1,081,933	1,157,614
Special Education Cluster:				
Special Education - Grants to States	6BSF	84.027	1,930,837	1,802,196
Special Education - Preschool Grants	PGS1	84.173	<u>91,329</u>	<u>91,571</u>
Special Education Cluster Total			<u>2,022,166</u>	<u>1,893,767</u>
Safe and Drug-Free Schools and Communities - State Grants	DRS1	84.186	36,674	27,046
State Grants for Innovative Programs	C2S1	84.298	30,644	64,425
Advanced Placement Program	AVS1	84.330	2,740	2,740
Education Technology State Grants	TJS1	84.318	12,612	10,047
English Language Acquisition Grants	T3S1/T3S2	84.365	29,804	29,703
Improving Teacher Quality State Grants	TRS1	84.367	147,321	254,929
<i>(Passed through Great Oaks Institute of Technology and Career Development)</i>				
Vocational Education - Basic Grants to States	n/a	84.048	<u>23,518</u>	<u>12,906</u>
Total U.S. Department of Education			<u>3,387,412</u>	<u>3,453,177</u>
Total Federal Awards			\$ <u>4,153,747</u>	<u>4,219,512</u>

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS:

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed.



Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

**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***

To the Board of Education
West Clermont Local School District, Ohio:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of West Clermont Local School District, Ohio (the School District) as of and for the year ended June 30, 2006, which collectively comprise the School District's basic financial statements and have issued our report thereon dated December 1, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *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 the School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting 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 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 operations that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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*.

We also noted certain additional matters that we reported to management of the School District in a separate letter dated December 1, 2006.

This report is intended solely for the information and use of management, the 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 those specified parties.

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
December 1, 2006



Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

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

To the Board of Education
West Clermont Local School District, Ohio:

Compliance

We have audited the compliance of West Clermont Local 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 year ended June 30, 2006. West Clermont Local School District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the West Clermont Local School District's management. Our responsibility is to express an opinion on the West Clermont Local School District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to 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 West Clermont Local 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 the Service Center's compliance with those requirements.

In our opinion, West Clermont Local 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 year ended June 30, 2006.

Internal Control over Compliance

The management of West Clermont Local School District is responsible for establishing and maintaining effective control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered West Clermont Local 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 of management, the 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.

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
December 1, 2006

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO

Schedule of Findings and Questioned Costs

Year Ended June 30, 2006

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	unqualified
Internal control over financial reporting:	
• Material weakness(es) identified?	none
• Reportable condition(s) identified that are not considered to be material weaknesses?	none
Noncompliance material to financial statements noted?	none

Federal Awards

Internal Control over major programs:	
• Material weakness(es) identified?	none
• Reportable condition(s) identified not considered to be material weaknesses?	none
Type of auditors' report issued on compliance for major programs:	unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	none

Identification of major programs:

Special Education Cluster:
CFDA 84.027- Special Education – Grants to States
CFDA 84.173- Special Education – Preschool Grants

Nutrition Cluster:
CFDA 10.553- School Breakfast Program
CFDA 10.555- National School Lunch Program

Dollar threshold to distinguish between Type A and Type B Programs:	\$300,000
Auditee qualified as low-risk auditee?	yes

Section II - Financial Statement Findings

None

Section III - Federal Award Findings and Questioned Costs

None

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO

Schedule of Prior Audit Findings

Year Ended June 30, 2006

2005-1 Non-payroll Cash Disbursements

Condition: As part of our testing of internal control over non-payroll cash disbursements, we selected a sample of sixty (60) cash disbursements from throughout the fiscal year. For a significant portion of the fiscal year, the School District did not have a permanent Treasurer. Our tests showed that prior to the hiring of the current Treasurer, certain controls over the non-payroll cash disbursement function could not be relied upon and may have been inadequate. We noted the following:

- Instances in which requisitions were not approved by supervisors and the Superintendent or Assistant Superintendent as required by internal policies.
- Items in which an invoice/purchase order or requisition was not marked "ok to pay", initialed or signed by the purchaser which would indicate the goods or services were received.
- No documentation of the approval of purchase orders by the Treasurer or other responsible official.

Recommendation: It was recommended the School District review its internal control procedures over non-payroll cash disbursements and take steps to ensure that internal controls are properly performed prior to the disbursement of cash.

Current Status: No such instances were noted during the current audit.

2005-2 Non-payroll Cash Disbursements

Condition: Ohio Revised Code Section, 5705.41(D), states no orders or contracts involving the expenditure of money are to be made unless there is a certificate of the fiscal officer that the amount required for the order or contract has been lawfully appropriated and is in the treasury or in the process of collection to the credit of an appropriate fund free from any previous encumbrances. The following exceptions to this basic requirement are provided by statute:

Then and Now Certificate: This exception provides that, if the fiscal officer can certify that both at the time that the contract or order was made and at the time that he is completing his certification, sufficient funds were available or in the process of collection, to the credit of a proper fund, properly appropriated and free from any previous encumbrance, the Board of

Education can authorize the drawing of a warrant. The Board of Education has 30 days from the receipt of such certificate to approve payment by resolution or ordinance.

Amounts of less than \$3,000 may be paid by the fiscal officer without such affirmation of the Board of Education upon completion of the "then and now" certificate, provided that the expenditure is otherwise lawful.

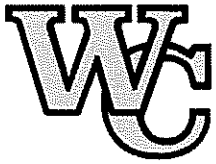
As part of our testing over non-payroll cash disbursements, we noted 20 instances out of 151 items tested that did not have certification prior to the obligation date and neither of the two exceptions provided above were utilized.

Current Status: No such instances were noted during the current audit.

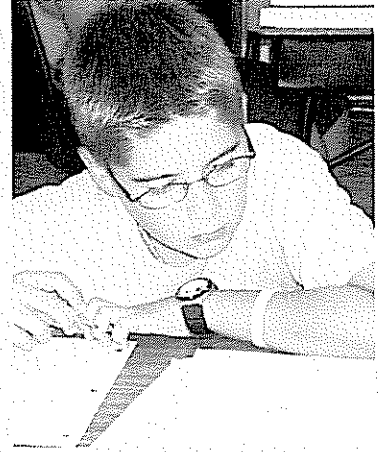
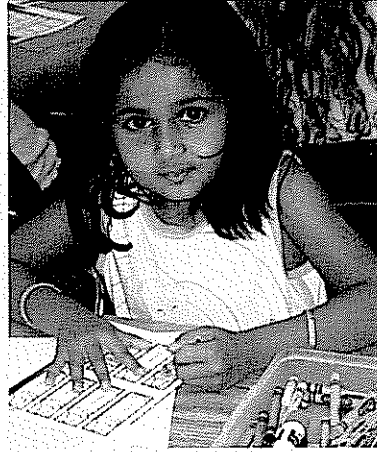
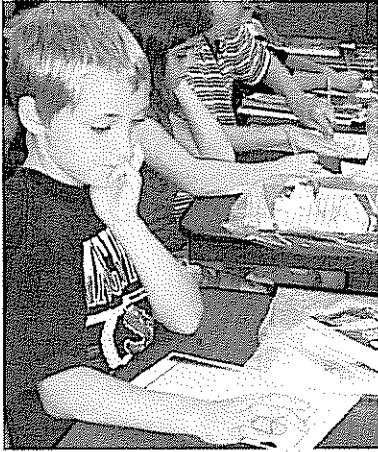
2005-3 Non-payroll Cash Disbursements

Condition: The reportable condition described at Finding 2005-1 was applicable to the School District's major federal programs.

Current Status: No such instances were noted during the current audit.



**WEST CLERMONT LOCAL SCHOOL DISTRICT
CINCINNATI, OH**



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

WEST CLERMONT LOCAL SCHOOL DISTRICT
CINCINNATI, OHIO

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

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

**WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED JUNE 30, 2006**

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**WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
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West Clermont
Local School District

December 14, 2006

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

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the West Clermont Local School District (District) for the fiscal year ended June 30, 2006. Responsibility for both the accuracy of the presented data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. This report is prepared in conformance with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. This report will provide taxpayers of the West Clermont Local School District with comprehensive financial data in a format, which will enable them to gain an understanding of the District's financial affairs. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. This report has been prepared by the Chief Financial Officer's Office and includes an opinion from Clark, Schaefer, Hackett & Co.

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

The Comprehensive Annual Financial Report is divided into three sections:

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

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

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

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

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

The District is comprised of several townships in Clermont County, including Union Township, Pierce Township, and Batavia Township. Enrollment for the 2005-2006 school year was 9,014 students, grades pre-K through 12. The District consists of eight elementary schools, two middle schools, and two high school campuses. West Clermont is the 23rd largest of Ohio's 613 school districts.

ORGANIZATION OF THE SCHOOL DISTRICT

The Board of Education of the West Clermont Local School District (Board) is composed of five members elected at large by the citizens of the District. The Board serves as the taxing authority, contracting body and policy initiator of the operation of the District. The Board is also responsible for the adoption of the tax budget, the annual operating budget and approves all expenditures of the District. The Board is a body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code, and has only those powers and authority conferred upon it by the Code. The current Board members, their terms and years on the Board as of June 30, 2006 are:

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Jo Ann Beamer	1/1/06 - 12/31/2009	24.5
Linda Bloom	1/1/04 - 12/31/2007	2.5
Jeff Burgess	1/1/06 - 12/31/2009	5.5
Barbara Hartman	1/1/04 - 12/31/2007	26.5
Doug Young	1/1/06 - 12/31/2009	.5

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

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

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

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

EMPLOYEE RELATIONS

The District currently has approximately 810 full-time and 112 part-time employees.

The District's teachers are represented for collective bargaining purposes by the West Clermont Education Association (WEA, an affiliate of the Ohio Education Association and the National Education Association). The District has a two-year collective bargaining agreement with WEA, which expires July 31, 2007. The District's support staff is represented by the West Clermont Helping Ohio's Public Employees (HOPE, an OEA and NEA Affiliate). The District has a two-year collective bargaining agreement, which expires June 30, 2007.

ECONOMIC CONDITION AND OUTLOOK

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

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

The last tax levy was passed in March 2004. The residents of the District approved a \$7.9 mill emergency levy. Collections of the levy began in January of 2005.

SERVICES PROVIDED

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

Transportation is provided for over 7,583 students each day. The District fleet of 91 buses travels over 6,993 miles each day, transporting to 43 different sites. In addition to making more than 89 daily runs, the department transported both public and non-public students on 600 extra-curricular trips during the year.

The food service department served 628,771 plate lunches throughout the District's kitchens. This is accomplished through the full operation of 6 kitchens. The District currently offers a breakfast program at Holly Hill Elementary.

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

Limited health services are provided by a registered nurse and 14 health aides throughout the district.

The District offers regular instructional programs daily to students in grades K-12. Approximately 233 students participated in the specific trades through Great Oaks Joint Vocational School programs. About 880 students receive special services, due to physical or mental handicapping conditions. In grades K-12, approximately 980 students have been identified as gifted.

MAJOR CURRENT AND FUTURE INITIATIVES

Creating the Schools We Need

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

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

High School Redesign

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

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

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

CHALLENGES FOR 2006-2007 AND BEYOND

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

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

BELIEFS

West Clermont's vision

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

West Clermont's character values

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

LONG RANGE BUILDING AND MAINTENANCE PLANS

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

FINANCIAL INFORMATION

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

Internal Accounting and Budgetary Controls

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

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

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

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

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

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

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

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

Independent Audit

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

Awards

The District received the coveted Certificate in Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada (GFOA) for the 2005 Comprehensive Annual Financial Report. This year's report will also be submitted for this award. We feel that the contents of the report are easily readable, efficiently organized and conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The District believes our current report conforms to the Certificate of Achievement Program

requirements and we are submitting it to the GFOA to determine its eligibility for a certificate.

The District will also seek the Association of School Business (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2006. The District received the Certificate of Achievement for Excellence in Financial Reporting from ASBO for the 2005 Comprehensive Annual Financial Report. This award certifies that a Comprehensive Annual Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an extensive review of the report by an expert panel of certified public accountants and practicing school business officials.

Acknowledgement

The preparation of the 2006 Comprehensive Annual Financial Report of the West Clermont Local School District was made possible by the dedicated service of the entire Treasurer's staff. Sincere appreciation is extended to Toni Meyer for her efforts. The publication of this Comprehensive Annual Financial Report for the District is a major step in reinforcing the accountability of the District to the taxpayers of the community.

Respectfully submitted,

Alana G. Cropper, CPA
Treasurer

WEST CLERMONT LOCAL SCHOOL DISTRICT
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2006

BOARD OF EDUCATION

PresidentJo Ann Beamer
Vice PresidentBarbara Hartman
Board MemberLinda Bloom
Board MemberJeff Burgess
Board MemberDoug Young

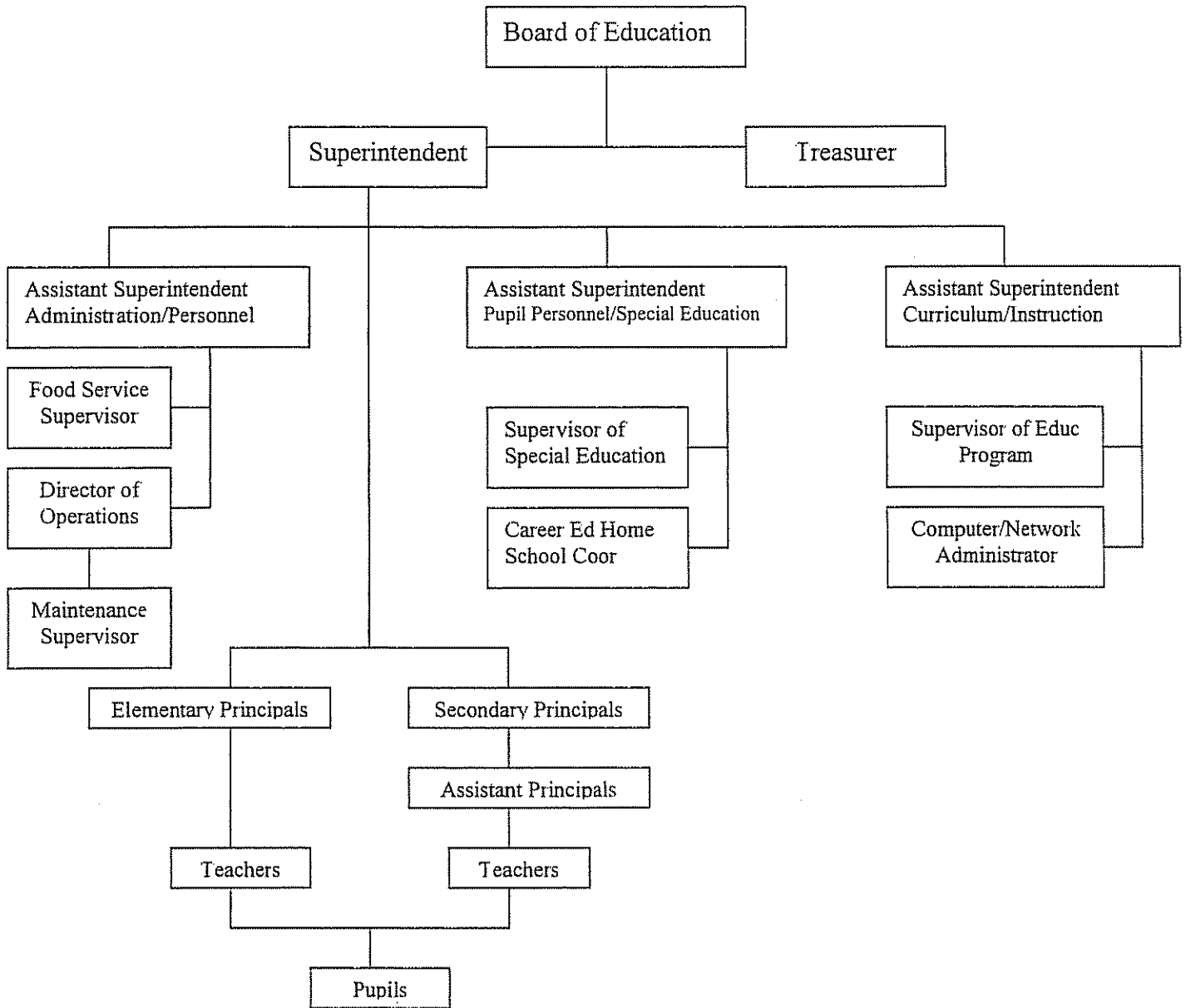
ADMINISTRATIVE OFFICIALS

SuperintendentGary Brooks

TreasurerAlana G. Cropper, CPA

Assistant Superintendent-John W. Abegglen
Administration and Personnel
Assistant Superintendent-Albert L. Delgado
Pupil Personnel/Special Education
Assistant Superintendent-Mary Ellen Steele-Pierce
Curriculum/Instruction
Director of OperationsG. Edward Dyer
Supervisor of Educational ProgramsLesley A. Quattrone
Supervisor of Educational ProgramsMatthew A. White

West Clermont Local School District
 Organizational Chart as of June 30, 2006



Certificate of Achievement for Excellence in Financial Reporting

Presented to
West Clermont
Local School District
Ohio

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



President

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

WEST CLERMONT LOCAL SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 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

Executive Director



Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

INDEPENDENT AUDITORS' REPORT

To the Board of Education
West Clermont Local School District, Ohio:

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *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 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 West Clermont Local School District, Ohio as of June 30, 2006, and the respective changes in financial position thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2006, on our consideration of 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 on pages 3 through 10 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the 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. 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.

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
December 1, 2006

**WEST CLERMONT LOCAL SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2006
(Unaudited)**

The discussion and analysis of West Clermont Local School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2006. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

Financial Highlights

Key financial highlights for 2006 are as follows:

- Net assets for governmental activities totaled \$17,666,335. Net assets of governmental activities increased \$5,324,621 from 2005.
- General revenues accounted for \$75,386,916 in revenue or 90% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$8,096,553 or 10% of total revenues of \$83,483,469.
- The District had \$78,158,848 in expenses related to governmental activities; \$8,096,553 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$70,062,295 were also used to provide for these programs.
- All governmental funds had total revenues and other financing sources of \$83,103,852. All governmental funds had total expenditures and other financing uses of \$79,508,251. The net change in fund balance for the year was \$3,595,601.

Using this Comprehensive Annual Financial Report (CAFR)

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

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

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2006?" The *Statement of Net Assets* and the *Statement of Activities* answers this question. These statements include *all assets* and *liabilities* using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

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

Reporting the District's Most Significant Funds

Fund Financial Statements

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

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

The District as a Whole

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

Table 1 provides a summary of the District's net assets for 2006 compared to 2005:

Table 1
Net Assets

	<u>Governmental Activities</u>	
	<u>2005</u>	<u>2006</u>
Assets		
Current and Other Assets	\$47,401,507	\$53,334,904
Capital Assets	<u>23,391,379</u>	<u>23,465,692</u>
Total Assets	<u>70,792,886</u>	<u>76,800,596</u>
Liabilities		
Long-Term Liabilities	18,967,904	18,103,662
Other Liabilities	<u>39,483,268</u>	<u>41,030,599</u>
Total Liabilities	<u>58,451,172</u>	<u>59,134,261</u>
Net Assets		
Invested in Capital		
Assets Net of Debt	6,889,385	8,087,043
Restricted	6,738,223	6,418,826
Unrestricted	<u>(1,285,894)</u>	<u>3,160,466</u>
Total Net Assets	<u>\$12,341,714</u>	<u>\$17,666,335</u>

Total assets increased \$6,007,710. Equity in pooled cash and cash equivalents increased \$2,208,755. Taxes receivable increased \$3,714,577. Total liabilities increased \$683,089, resulting in a net asset increase of \$5,324,621.

Over time, net assets can serve as a useful indicator of a government's financial position. At June 30, 2006, the District's assets exceeded liabilities by \$17,666,335.

At year-end, capital assets represented 31% of total assets. Capital assets include land, land improvements, buildings and improvements, and equipment. Capital assets, net of related debt to acquire the assets at June 30, 2006, was \$8,087,043. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$6,418,826, represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use. The District has \$3,160,466 in unrestricted net assets at fiscal year end.

Table 2 shows the change in net assets for fiscal year 2006 with comparisons to fiscal year 2005.

Table 2
Changes in Net Assets

	Governmental Activities <u>2005</u>	Governmental Activities <u>2006</u>
Revenues		
Program Revenues:		
Charges for Services	\$2,805,357	\$3,075,715
Operating Grants	6,379,711	4,970,096
Capital Grants	136,645	50,742
General Revenue:		
Property Taxes	37,357,261	44,404,294
Grants and Entitlements	27,451,955	29,461,282
Other	<u>1,095,143</u>	<u>1,521,340</u>
Total Revenues	<u>75,226,072</u>	<u>83,483,469</u>
Program Expenses:		
Instruction	45,366,150	46,570,039
Support Services:		
Pupil and Instructional Staff	7,140,862	7,671,116
School and General Administration, Fiscal and Business	6,889,769	7,180,976
Operations and Maintenance	5,011,415	5,154,602
Pupil Transportation	6,018,844	6,186,960
Central	702,041	1,134,802
Operation of Non-Instructional Services	2,052,972	2,475,124
Extracurricular Activities	1,216,578	1,254,316
Interest and Fiscal Charges	<u>468,029</u>	<u>530,913</u>
Total Expenses	<u>74,866,660</u>	<u>78,158,848</u>
Increase (Decrease) in Net Assets	<u>359,412</u>	<u>5,324,621</u>
Beginning Net Assets	<u>11,982,302</u>	<u>12,341,714</u>
Ending Net Assets	<u>\$12,341,714</u>	<u>\$17,666,335</u>

Of the total governmental activities revenues of \$83,483,469, \$8,096,553 is from program revenue. This means that the government relies on general revenues to fund the majority of the cost of services provided to the citizens. Of those general revenues, \$44,404,294 (59%) comes from property tax levies and \$29,461,282 (39%) is from state and federal funding. This District's operations are reliant upon its property tax levy and the state's foundation program.

Net assets increased \$5,324,621 which was caused mainly by an increase in property taxes.

Governmental Activities

The District revenues are mainly from two sources. Property taxes levied for general purposes and grants and entitlements comprised 88% of the District's revenues for governmental activities.

The District depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00. Thus Ohio districts do not receive additional property taxes related to increases in appraised values and must regularly return to the voters to maintain a constant level of service. Property taxes made up 53% of revenue for governmental activities for the District in fiscal year 2006.

Instruction comprises 60% of governmental program expenses. Support services expenses were 34% of governmental program expenses. All other expenses and interest expense was 6%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

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

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>
Instruction	\$45,366,150	\$46,570,039	(\$41,789,249)	(\$43,434,241)
Support Services:				
Pupil and Instructional Staff	7,140,862	7,671,116	(4,206,554)	(5,786,758)
School and General Administration,				
Fiscal and Business	6,889,769	7,180,976	(6,843,411)	(6,898,117)
Operations and Maintenance	5,011,415	5,154,602	(4,929,554)	(5,097,913)
Pupil Transportation	6,018,844	6,186,960	(5,961,159)	(6,136,218)
Central	702,041	1,134,802	(668,559)	(1,134,802)
Operation of Non-Instructional Services	2,052,972	2,475,124	48,859	(284,925)
Extracurricular Activities	1,216,578	1,254,316	(727,291)	(758,408)
Interest and Fiscal Charges	<u>468,029</u>	<u>530,913</u>	<u>(468,029)</u>	<u>(530,913)</u>
Total Expenses	<u>\$74,866,660</u>	<u>\$78,158,848</u>	<u>(\$65,544,947)</u>	<u>(\$70,062,295)</u>

The District's Funds

Information about the District's major fund is presented in the Fund Financial Statements (see Table of Contents). These funds are accounted for using the modified accrual basis of accounting. As the major fund, the General Fund had \$70,608,359 in revenues and \$67,186,117 in expenditures. The General Fund's balance at year end was \$3,529,563.

The District's general fund balance increased by \$3,407,242. The increase in fund balance can be attributed to the increased collection of property taxes. This fiscal year has the first full year of collections of a 7.95 mill property tax.

General Fund Budgeting Highlights

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

During the course of fiscal 2006, the District amended its general fund budget; however these amendments were not significant. The District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management. During the course of the year, the District revised the budget in an attempt to deal with unexpected changes in state revenues and subsequently reduced expenditures.

For the General Fund, budget basis (actual) revenue was \$68,920,426, over the original budget estimates of \$67,404,221. Of this \$1,516,205 difference, most was due to taxes.

The District's ending unobligated cash balance for the General Fund was \$2,060,296 above the original budgeted amount.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2006, the District had \$23,465,692 invested in land, buildings and equipment. Table 4 shows fiscal 2006 balances compared to fiscal 2005:

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

	<u>Governmental Activities</u>	
	<u>2005</u>	<u>2006</u>
Land	\$4,233,242	\$4,333,446
Buildings and Improvements	18,278,125	17,561,960
Equipment	720,401	1,417,973
Vehicles	<u>159,611</u>	<u>152,313</u>
Total Net Assets	<u>\$23,391,379</u>	<u>\$23,465,692</u>

The increase in capital assets is due to \$541,149 in additions, net offset by the recognition of \$567,040 in depreciation, net. Detailed information on capital assets can be found in note 7 on page 29.

Debt

At June 30, 2006, the District had \$15,378,649 in bonds and capital leases outstanding, \$673,529 due within one year. Table 5 summarizes debt outstanding at year end.

Table 5
Outstanding Debt, at Year End

	Governmental Activities <u>2005</u>	Governmental Activities <u>2006</u>
Bonds Payable:		
School Improvement Bonds	\$435,000	\$0
School Improvement Bonds	100,000	0
School Improvement Refund 2002	<u>9,490,000</u>	<u>8,610,000</u>
Total Bonds Payable	10,025,000	8,610,000
Capital Leases Payable:	<u>6,476,994</u>	<u>6,768,649</u>
Total Outstanding Debt at Year End	<u>\$16,501,994</u>	<u>\$15,378,649</u>

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

Detailed information relating to the capital assets and debt is presented in the notes to the basic financial statements beginning with note 8 on page 30.

For the Future

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

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

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

Contacting the District's Financial Management

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

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
STATEMENT OF NET ASSETS
JUNE 30, 2006

	Governmental Activities
ASSETS:	
Equity in pooled cash and investments	\$7,999,983
Receivables:	
Taxes	44,013,246
Accounts	188,150
Intergovernmental	1,103,232
Materials and supplies inventory	30,293
Nondepreciable capital assets	4,333,446
Depreciable capital assets, net	<u>19,132,246</u>
 TOTAL ASSETS	 <u><u>\$76,800,596</u></u>
LIABILITIES:	
Accounts payable	\$735,735
Accrued wages and benefits	5,840,716
Unearned revenue	32,984,787
Intergovernmental payable	1,441,634
Accrued interest payable	27,727
Noncurrent Liabilities:	
Long-term liabilities	
Due within one year	1,089,817
Due within more than one year	<u>17,013,845</u>
 TOTAL LIABILITIES	 <u>59,134,261</u>
NET ASSETS:	
Invested in capital assets, net of related debt	6,964,535
Restricted for:	
Debt Service	2,698,825
Capital Projects	1,606,504
Other Purposes	2,113,497
Unrestricted	<u>4,282,974</u>
 TOTAL NET ASSETS	 <u><u>\$17,666,335</u></u>

See Notes to the Basic Financial Statements

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF ACTIVITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating Grants</u>	<u>Capital Grants</u>	<u>Revenue and Changes</u>
		<u>Services and Sales</u>	<u>and Contributions</u>	<u>and Contributions</u>	<u>in Net Assets</u>
					<u>Governmental</u>
					<u>Activities</u>
Governmental activities:					
Instruction:					
Regular	\$36,974,721	\$893,299	\$700,581	\$0	(\$35,380,841)
Special	9,449,846	168,586	1,373,332	0	(7,907,928)
Vocational	145,472	0	0	0	(145,472)
Support services:					
Pupil	4,565,778	0	87,713	0	(4,478,065)
instructional staff	3,105,338	0	1,796,645	0	(1,308,693)
General administration	57,165	0	0	0	(57,165)
School administration	5,572,762	0	282,859	0	(5,289,903)
Fiscal	1,505,909	0	0	0	(1,505,909)
Business	45,140	0	0	0	(45,140)
Operations & maintenance	5,154,602	30,976	25,713	0	(5,097,913)
Pupil transportation	6,186,960	0	0	50,742	(6,136,218)
Central	1,134,802	0	0	0	(1,134,802)
Non-instructional services	2,475,124	1,486,946	703,253	0	(284,925)
Extracurricular activities	1,254,316	495,908	0	0	(758,408)
Debt service:					
Interest and fiscal charges	530,913	0	0	0	(530,913)
Total governmental activities	\$78,158,848	\$3,075,715	\$4,970,096	\$50,742	(\$70,062,295)

General revenues:	
Property taxes levied for:	
General purposes	41,132,985
Debt Service	1,517,228
Capital Projects	1,754,081
Grants and entitlements not restricted to specific programs -	29,461,282
Earnings on investments	521,252
Other revenues	1,000,088
Total general revenues	75,386,916
Change in net assets	5,324,621
Net assets beginning of year	12,341,714
Net assets end of year	17,666,335

See Notes to the Basic Financial Statements

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 JUNE 30, 2006

	General Fund	Other Governmental Funds	Total Governmental Funds
ASSETS:			
Equity in pooled cash and investments	\$3,172,004	\$4,827,979	\$7,999,983
Receivables:			
Taxes	40,285,943	3,727,303	44,013,246
Accounts	152,874	35,276	188,150
Interfund	70,006	0	70,006
Intergovernmental	0	1,103,232	1,103,232
Inventory	0	30,293	30,293
TOTAL ASSETS	\$43,680,827	\$9,724,083	\$53,404,910
LIABILITIES AND FUND BALANCE:			
Liabilities:			
Accounts payable	\$582,962	\$152,773	735,735
Accrued wages and benefits	5,501,860	338,856	5,840,716
Interfund payable	0	70,006	70,006
Intergovernmental payable	1,357,997	83,637	1,441,634
Compensated absences payable	203,402	2,242	205,644
Deferred revenue	32,505,043	3,517,988	36,023,031
Total liabilities	40,151,264	4,165,502	44,316,766
Fund Balances			
Reserved-			
Reserved for encumbrances	245,646	500,677	746,323
Reserved for inventory	0	30,293	30,293
Reserved for property tax advances	7,780,900	778,900	8,559,800
Unreserved, Undesignated, Reported in:			
General Fund	(4,496,983)	0	(4,496,983)
Special Revenue Funds	0	1,256,603	1,256,603
Debt Service Fund	0	2,180,075	2,180,075
Capital Projects Funds	0	812,033	812,033
Total fund balances	3,529,563	5,558,581	9,088,144
TOTAL LIABILITIES AND FUND BALANCES	\$43,680,827	\$9,724,083	\$53,404,910

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE TO
 NET ASSETS OF GOVERNMENTAL ACTIVITIES
 JUNE 30, 2006

Total Governmental Fund Balance \$9,088,144

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

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

Land and improvements	4,333,446	
Buildings and improvements	33,457,644	
Furniture and equipment	2,612,194	
Vehicles	433,340	
Accumulated depreciation	<u>(17,370,932)</u>	
Total Capital Assets		23,465,692

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

Taxes - delinquent receivables	2,468,699	
Intergovernmental	<u>569,585</u>	
Total		3,038,284

In the statement of net assets, interest is accrued, whereas in the
 governmental funds interest is reported as a liability only when it will
 require the use of current financial resources (27,727)

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

Bonds payable	8,610,000	
Capital lease payable	6,768,649	
Unamortized premium on bonds	1,122,508	
Compensated absences	<u>1,396,901</u>	
Total		<u>(17,898,058)</u>

Net Assets of Governmental Activities \$17,666,335

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	General Fund	Other Governmental Funds	Total Governmental Funds
Revenues:			
From local sources:			
Taxes	\$40,162,854	\$3,149,553	\$43,312,407
Tuition and fees	380,456	793,195	1,173,651
Charges for services	464	1,521,805	1,522,269
Earnings on investments	493,938	27,314	521,252
Extracurricular activities	30,976	523,384	554,360
Other local revenues	423,514	424,252	847,766
Intergovernmental	29,116,157	5,442,666	34,558,823
Total revenues	<u>70,608,359</u>	<u>11,882,169</u>	<u>82,490,528</u>
Expenditures:			
Current:			
Instruction:			
Regular	34,142,078	1,898,254	36,040,332
Special	7,977,900	1,482,001	9,459,901
Vocational	145,472	0	145,472
Support services:			
Pupil	4,069,765	453,716	4,523,481
Instructional staff	1,378,089	1,713,831	3,091,920
General administration	57,165	0	57,165
School administration	5,179,636	280,485	5,460,121
Fiscal	1,458,343	39,854	1,498,197
Business	44,110	0	44,110
Operations & maintenance	4,662,233	1,088,552	5,750,785
Pupil transportation	6,184,940	0	6,184,940
Central	857,685	334,796	1,192,481
Non-instructional services	0	2,476,785	2,476,785
Extracurricular activities	934,092	317,504	1,251,596
Capital outlay	638	139,277	139,915
Debt service:			
Principal retirement	81,648	1,487,925	1,569,573
Interest and fiscal charges	12,323	593,404	605,727
Total expenditures	<u>67,186,117</u>	<u>12,306,384</u>	<u>79,492,501</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,422,242</u>	<u>(424,215)</u>	<u>2,998,027</u>
Other financing sources (uses):			
Inception of capital lease	0	597,574	597,574
Transfers in	0	15,750	15,750
Transfers out	(15,000)	(750)	(15,750)
Total other financing sources (uses)	<u>(15,000)</u>	<u>612,574</u>	<u>597,574</u>
Net change in fund balances	3,407,242	188,359	3,595,601
Fund balances, July 1	122,321	5,370,222	5,492,543
Fund balance, June 30	<u>\$3,529,563</u>	<u>\$5,558,581</u>	<u>\$9,088,144</u>

See Notes to the Basic Financial Statements

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006

Net Change in Fund Balance - Total Governmental Funds \$3,595,601

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.

Capital asset additions	1,059,753	
Depreciation expense	(965,040)	
Total Capital Assets	94,713	94,713

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

Delinquent property taxes	1,091,887	
Intergovernmental	(229,852)	
Total	862,035	862,035

Proceeds from debt issues are an other financing source in the funds, but a debt issue increases long-term liabilities in the statement of net assets

(597,574)

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

Bond principal	1,415,000	
Lease principal	154,573	
Lease early termination	151,346	
Total	1,720,919	1,720,919

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

4,138

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

70,676

The statement of activities reports losses arising from the trade-in of existing capital assets to acquire new capital assets. Conversely, governmental funds do not report any gain or loss on a trade-in of capital assets

(20,400)

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

(405,487)

Change in net assets of governmental activities

\$5,324,621

See Notes to the Basic Financial Statements

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

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$37,139,281	\$38,620,354	\$38,620,354	\$0
Tuition and fees	256,136	268,109	268,109	0
Investment earnings	404,425	455,405	455,405	0
Intermediate	250,000	250,000	250,000	0
Intergovernmental	29,129,379	29,116,158	29,116,158	0
Other revenues	225,000	210,400	210,400	0
Total revenues	<u>67,404,221</u>	<u>68,920,426</u>	<u>68,920,426</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	33,364,781	34,001,407	34,001,407	0
Special	7,766,804	8,057,547	8,057,547	0
Vocational	111,205	145,472	145,472	0
Support services:				
Pupil	4,228,800	4,085,104	4,085,104	0
Instructional staff	1,440,910	1,343,183	1,343,183	0
General administration	47,584	58,900	58,900	0
School administration	5,208,216	5,176,587	5,176,587	0
Fiscal	1,532,560	1,478,132	1,478,132	0
Business	42,600	44,215	44,215	0
Operations and maintenance	4,818,898	4,782,620	4,782,620	0
Pupil transportation	6,301,251	6,228,078	6,228,078	0
Central	712,231	844,334	844,334	0
Extracurricular activities	810,419	934,762	934,762	0
Total expenditures	<u>66,386,259</u>	<u>67,180,341</u>	<u>67,180,341</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,017,962</u>	<u>1,740,085</u>	<u>1,740,085</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances in	96,454	96,454	96,454	0
Advances (out)	0	(70,007)	(70,007)	0
Transfers (out)	0	(15,000)	(15,000)	0
Total other financing sources (uses)	<u>96,454</u>	<u>11,447</u>	<u>11,447</u>	<u>0</u>
Net change in fund balance	<u>1,114,416</u>	<u>1,751,532</u>	<u>1,751,532</u>	<u>0</u>
Fund balance - beginning	308,764	308,764	308,764	0
Prior year encumbrances appropriated	283,139	283,139	283,139	0
Fund balance - ending	<u>\$1,706,319</u>	<u>\$2,343,435</u>	<u>\$2,343,435</u>	<u>\$0</u>

See Notes to the Basic Financial Statements

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 JUNE 30, 2006

	<u>Private Purpose Trust</u>	<u>Agency</u>
ASSETS:		
Equity in pooled cash and investments	<u>\$4,681</u>	<u>\$94,588</u>
LIABILITIES:		
Due to student groups	<u>\$0</u>	<u>\$94,588</u>
TOTAL LIABILITIES	<u>0</u>	<u>\$94,588</u>
NET ASSETS:		
Held in trust	<u>4,681</u>	
TOTAL NET ASSETS	<u>\$4,681</u>	

See Notes to the Basic Financial Statements.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 FIDUCIARY FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Private Purpose Trust</u>
Additions:	
Earnings on investments	\$67
Donations	<u>100</u>
Total additions	<u>167</u>
Deductions:	
Award	<u>75</u>
Change in net assets	92
Net assets beginning of year	<u>4,589</u>
Net assets end of year	<u><u>\$4,681</u></u>

See Notes to the Basic Financial Statements

**WEST CLERMONT LOCAL SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2006**

1. DESCRIPTION OF THE DISTRICT

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

The District operates under a locally elected five-member Board form of government and provides educational services as mandated by state and/or federal agencies. This Board of Education controls the District's twelve instructional/support facilities staffed by 249 non-certified and 595 certificated personnel who provide services to students and other community members.

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

The District is located in western Clermont County, including portions of Union and Pierce townships. It is the 23rd largest in the state of Ohio (among 611 school districts) in terms of enrollment and the largest in Clermont County. It currently operates 8 elementary schools, 2 middle schools, 2 comprehensive high schools, and 1 administrative building.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

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

Potential component units were reviewed for possible inclusion in the reporting entity. Component units are legally separate organizations for which the District is financially

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

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

The following activities are included within the reporting entity:

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

The District is associated with four organizations; two of which are defined as jointly governed organizations, one as an insurance purchasing pool, and one as a public entity risk pool. These organizations include the Hamilton Clermont Cooperative Association/Unified Purchasing, Great Oaks Joint Vocational School, the Ohio School Boards Association Workers' Compensation Group Rating Plan, and the Clermont County Health Trust.

MEASUREMENT FOCUS

Government-wide Financial Statements

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

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

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

Fund Financial Statements

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

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

FUND ACCOUNTING

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

Governmental Funds

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

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

Fiduciary Funds

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

3. BASIS OF ACCOUNTING

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

Revenues – Exchange and Non-exchange Transactions

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

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

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

Deferred Revenue

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

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

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

Expenditures

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

CASH AND CASH EQUIVALENTS

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

The District has invested funds in Money Market Funds, Federal Agency Securities and in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2006. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2A7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2006.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue during fiscal year 2006 amounted to \$521,319.

INVENTORY

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

CAPITAL ASSETS

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

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

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

COMPENSATED ABSENCES

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

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

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

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

NET ASSETS

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

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

INTERFUND ACTIVITY

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

FUND EQUITY

Reserved fund balances indicate a portion of fund equity which is not available for current appropriation or is legally segregated for a specific use. Fund balances are reserved for encumbrances, inventory and property taxes. The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The unreserved portion of fund equity, reflected for the Governmental Funds, is available for use within the specific purpose of those funds.

4. CASH AND CASH EQUIVALENTS

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

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

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

Inactive Monies – Those monies not required for use within the current two year period of designated depositories. Ohio law permits inactive monies to be deposited or invested as certificates of deposit maturing not later than the end of the current period of

designated depositories, or as savings or deposit accounts, including, but not limited to passbook accounts.

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

- (1) Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.
- (2) Bonds, notes, debentures, or other obligations or securities issued by any federal governmental agency.
- (3) Repurchase agreements in the securities enumerated above.
- (4) Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificates of deposit maturing not more than one year from date of deposit, or by savings or deposit accounts, including, but limited to, passbook accounts.
- (5) Bonds and other obligations of the State of Ohio.
- (6) The Ohio State Treasurer's investment pool (STAR Ohio).
- (7) Commercial paper and banker's acceptances which meet the requirements established by Ohio Revised Code, Sec. 135.142.

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

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements" and amended by GASB Statement No. 40 "Deposit and Investment Risk Disclosures".

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned. The District's custodial credit risk policy requires that deposits be collateralized as required by ORC Chapter 135. At year-end, \$3,778,122 of the District's bank balance of \$3,878,122 was exposed to custodial credit risk since it was uninsured and collateralized with securities held by the pledging financial institutions' trust department or agent, but not in the District's name.

Investments

The District's investment in the Ohio State Treasury Pool and Money Market (STAROhio) is not evidenced by securities that exist in physical or book entry form. Investments in STAROhio were rated AAA by Standard & Poor's. The fair value of the District's investment in STAROhio is \$4,600,324 at June 30, 2006.

Ohio Revised Code Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of specific securities. Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that at all times the total value of the securities so pledged is at least equal to 105% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance.

5. PROPERTY TAXES

Real property taxes collected in 2006 were levied in April on the assessed values as of January 1, 2005, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. A re-evaluation of real property is required to be completed no less than every six years, with a statistical update every third year.

Tangible personal property tax is assessed on equipment and inventory held by businesses. Tangible property is assessed at 25 percent of true value (as defined). In 2006, each business was eligible to receive a \$10,000 exemption in assessed value which was reimbursed by the State.

Real property taxes are payable annually or semi-annually. In 2006, if paid annually, payment was due by January 20th. If paid semi-annually, the first payment (at least 1/2 amount billed) was due January 20th with the remainder due on June 20th.

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

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable at June 30, 2006 and for

which there is an enforceable legal claim. Delinquent property taxes collected within 60 days are included as a receivable and tax revenue as of June 30, 2006. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is available to finance current year operations. The receivable is, therefore, offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2006, was \$7,780,900 for General Fund and \$778,900 for other Governmental Funds and is recognized as revenue, with a corresponding reserve to fund balance since the Board did not appropriate these receivables for fiscal year 2006 operations.

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

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

	<u>Amount</u>
Agricultural/Residential and Other Real Estate	\$1,263,162,920
Public Utility Personal	39,731,820
Tangible Personal Property	<u>72,136,939</u>
Total	<u>\$1,375,031,679</u>

6. RECEIVABLES

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

7. CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Government Activities				
<i>Capital assets not being depreciated:</i>				
Land	\$4,233,242	\$100,204	\$0	\$4,333,446
<i>Capital assets being depreciated:</i>				
Buildings & Improvements	33,457,644	0	0	33,457,644
Equipment	2,094,044	936,550	418,400	2,612,194
Vehicles	<u>410,341</u>	<u>22,999</u>	<u>0</u>	<u>433,340</u>
Totals at Historical Cost	<u>\$40,195,271</u>	<u>\$1,059,753</u>	<u>\$418,400</u>	<u>\$40,836,624</u>
Less Accumulated Depreciation:				
Buildings & Improvements	\$15,179,519	\$716,165	\$0	\$15,895,684
Equipment	1,373,643	218,578	398,000	1,194,221
Vehicles	<u>250,730</u>	<u>30,297</u>	<u>0</u>	<u>281,027</u>
Total Accumulated Depreciation	<u>\$16,803,892</u>	<u>\$965,040</u>	<u>\$398,000</u>	<u>\$17,370,932</u>
Governmental Activities Capital Assets, Net	<u>\$23,391,379</u>	<u>\$94,713</u>	<u>\$20,400</u>	<u>\$23,465,692</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$752,897
Special	1,015
Support Services:	
Pupils	1,644
Instructional Staff	2,830
School Administration	79,174
Fiscal	5,210
Business	1,110
Operations and Maintenance	67,443
Pupil Transportation	2,020
Central	11,154
Operation of Non-Instructional Services:	
Extracurricular Activities:	<u>7,521</u>
Total Depreciation Expense	<u>\$965,040</u>

8. LONG-TERM LIABILITIES

	<u>Original Issue</u>	<u>Maturity Dates</u>	<u>Beginning Balance Outstanding</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance Outstanding</u>	<u>Due In One Year</u>
<u>Governmental Activities:</u>							
<u>General Obligation Bonds:</u>							
School Improvement 1995 6.76%	\$2,600,000	2/01/05	\$100,000	\$ 0	\$100,000	\$0	0
School Improvement 1995 6.06%	13,000,000	2/01/05	435,000	0	435,000	0	0
School Improvement Refund 2002 2.00%-4.25%	11,075,000	2/01/19	9,490,000	0	880,000	8,610,000	510,000
Less deferred amounts:							
Unamortized Premiums			<u>1,193,185</u>	<u>0</u>	<u>70,667</u>	<u>1,122,508</u>	<u>0</u>
Total General Obligation Bonds			11,218,185	0	1,485,669	9,732,508	510,000
Compensated Absences			1,272,725	535,424	205,644	1,602,505	416,288
Capital Leases			<u>6,476,994</u>	<u>597,574</u>	<u>305,919</u>	<u>6,768,649</u>	<u>163,529</u>
Total Governmental Activities Long-Term Liabilities			<u>\$18,967,904</u>	<u>\$1,132,998</u>	<u>\$1,997,240</u>	<u>\$18,103,662</u>	<u>\$1,089,817</u>

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

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

<u>Fiscal Year</u> <u>Ending June 30.</u>	<u>General Obligation Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$510,000	\$326,985	\$836,985
2008	535,000	314,560	849,560
2009	560,000	293,873	853,873
2010	630,000	270,423	900,423
2011	665,000	250,166	915,166
2012-2016	1,720,000	2,452,390	4,172,390
2017-2020	<u>3,990,000</u>	<u>413,800</u>	<u>4,403,800</u>
Totals	<u>\$8,610,000</u>	<u>\$4,322,197</u>	<u>\$12,932,197</u>

9. PRIOR YEAR DEFEASANCE OF DEBT

In prior years, the District defeased certain general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included on the District's financial statements. On June 30, 2006, \$11.075 million of bonds outstanding are considered defeased.

10. LEASES

CAPITAL LEASES

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

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

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Payment</u>
2007	\$453,204
2008	2,891,796
2009	349,760
2010	351,489
2011	327,406
2012-2016	3,759,168
2017-2019	<u>262,142</u>
Total Minimum Lease Payments	8,394,965
Less: Amount Representing Interest	<u>(1,626,316)</u>
Present Value of Minimum Lease Payments	<u>\$6,768,649</u>

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

Land	\$2,302,349
Buildings and Improvements	5,277,000
Equipment	597,574

During 2006, the District has entered into a capital leases for a total of 24 copiers, which will be used throughout the District. As part of this new lease agreement the contracting company released the District from a prior lease that had \$151,346 in principal payments remaining at the time of termination. The copier lease has an interest rate of 6.57% and is paid (both principal and interest) monthly for 60 months. In prior years, the District has also entered into other capital leases with the Rickenbacker Port Authority (RPA). Two leases were for an addition to Amelia High School consisting of ten classrooms, one multipurpose room with related fixtures, roof improvements to buildings and energy conservation measures throughout the District. The third RPA capital lease was used to purchase 47.083 acres of land on Elick Road in Union Township. The RPA capital leases will have variable interest rates which will be paid either monthly or every six months depending on the lease agreement. The \$2,838,000 RPA capital lease will pay interest every six months and will have one principal payment due on December 1, 2014. The \$2,439,000 RPA capital lease will pay interest monthly and will have one principal payment due on December 1, 2007. The \$1,022,000 RPA capital lease will pay interest monthly and will pay principal yearly due on January 1 until 2019.

11. PENSION PLANS

SCHOOL EMPLOYEES RETIREMENT SYSTEM

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

Plan members are required to contribute 10% of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2006, 2005, and 2004 were \$1,108,002, \$1,097,952, and \$993,924, respectively; 49% has been contributed for fiscal year 2006 and 100% for fiscal years 2005 and 2004.

STATE TEACHERS RETIREMENT SYSTEM

The District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 East Broad Street, Columbus, Ohio 43215-3371 or by calling (614) 227-4090.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB Plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5% of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

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

The District's required contributions for pension obligations for the fiscal years ended June 30, 2006, 2005, and 2004 were \$4,709,994, \$4,550,136, and \$4,707,972, respectively; 81% has been contributed for fiscal year 2006 and 100% for fiscal years 2005 and 2004.

12. POST EMPLOYMENT BENEFITS

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

All STRS Ohio benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Ohio Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS Ohio funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2006, the STRS Ohio Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$336,428 for the fiscal year 2006.

STRS Ohio pays health care benefits from the Health Care Reserve Fund. The balance in the fund was \$3.3 billion at June 30, 2005. For the year ended June 30, 2005, net health care costs paid by STRS Ohio were \$254.8 million and STRS Ohio had 115,000 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, disability, and survivor benefit recipients. Effective January 1, 2004, all retirees and beneficiaries are required to pay a portion of their health care premium. The portion is based upon years of service, Medicare eligibility and retirement status. A safety net is in place for retirees whose household income falls below federal poverty levels. Premiums are reduced by 50% for those who apply.

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2005, employer contributions to fund health care benefits were 3.43 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2006, the minimum pay was established at \$27,400. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 2006 fiscal year equaled \$418,232.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of the annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2005, were \$178.2 million and the target level was \$238.2 million. At June 30, 2005, SERS had net assets available for payment of health care benefits of 267.5 million. SERS has approximately 58,000 participants currently receiving health care benefits.

13. CONTINGENT LIABILITIES

GRANTS

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds.

However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District as of June 30, 2006.

LITIGATION

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

14. JOINTLY GOVERNED ORGANIZATIONS

The Hamilton Clermont Cooperative Association/Unified Purchasing Association

The Hamilton Clermont Cooperative Association/Unified Purchasing Association is a jointly governed organization among a two county consortium of school districts. The Unified Purchasing Cooperative was organized under the Hamilton Clermont Cooperative Association to benefit member districts with a more economically sound purchasing mechanism for general school, office and cafeteria supplies. The Unified Purchasing Cooperative organization is

governed by representatives from each of the governments that create the organization, but there is no ongoing financial interest or responsibility by the participating governments. Complete financial statements for H/CCA can be obtained from their administrative offices at 7615 Harrison Avenue, Cincinnati, Ohio 45231.

The Great Oaks Joint Vocational School District

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

15. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft, damage to or destruction of assets, errors and omissions, employee injuries, and natural disasters. The District addresses these risks by maintaining a comprehensive risk management program through the purchase of various types of liability, inland marine, and property insurance from private carriers. Settled claims have not exceeded commercial coverage in any of the past three years. A summary of significant coverage, which has not been significantly reduced from 2005, follows:

Building Contents-replacement cost (\$2,500 deductible)	\$110,589,600
Inland Marine Coverage (\$1,000 deductible)	338,800
Boiler and Machinery (\$1,000 deductible)	13,800,000
Automobile Liability (\$2,500 deductible)	2,000,000
Earthquake (\$2,500 deductible)	10,000,000
General Liability Per Occurrence	1,000,000
Employee Benefit Liability Total Per Year (Aggregate)	1,000,000

16. INSURANCE PURCHASING POOL

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

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

The Clermont County Health Trust (the Trust), an insurance purchasing pool, is a health trust formed to provide affordable and desirable dental, life, medical, and other disability group insurance for member's employees, eligible dependents and designated beneficiaries of such employees. The Board of Directors consists of one representative from each of the participating members and are elected by the vote of a majority of the member school districts. The District pays premiums to a third party administrator, McElroy Minister, which in turn buys the insurance policies from various insurance companies. Upon termination, the District shall be responsible for prompt payment of all plan liabilities accruing as a result of such termination and maintain no right to any assets of the Trust. The District may terminate participation in the Trust for the benefit if its employees upon written notice to the Trustee delivered at least sixty days prior to the annual review date of the policy. Financial information can be obtained from the Clermont County Health Trust at P.O. Box 526 Middletown, Ohio 45042.

17. BUDGETARY PROCESS

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

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

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

While the District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Combined 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:

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

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

Net Change in Fund Balance	
	<u>General</u>
GAAP Basis	3,407,242
Net Adjustment for Revenue Accruals	(1,687,933)
Net Adjustment for Expenditure Accruals	834,383
Net Adjustment for Other Financial Sources/Uses Accruals	26,447
Encumbrances	<u>(828,607)</u>
Budget Basis	<u>1,751,532</u>

18. COMPLIANCE AND ACCOUNTABILITY

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

<u>Fund</u>	<u>Deficit</u>
Special Revenue:	
Poverty Based Assistance	\$85
Title I	21,955

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

19. FUND BALANCE RESERVES FOR SET-ASIDES

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

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

	<u>Textbooks</u>	<u>Capital Acquisition</u>
Set-aside Reserve Balance as of June 30, 2005	(\$405,621)	\$ 0
Current Year Set-aside Requirement	1,296,626	1,296,626
Qualified Disbursements	(1,131,483)	(3,084,299)
Current Year Offsets	<u>0</u>	<u>0</u>
Set-Aside Cash Carried Forward to Future Years	(\$240,478)	\$ 0
Set-Aside Reserve Balance as of June 30, 2006	<u>\$ 0</u>	<u>\$ 0</u>

Qualified disbursements and offset credits for capital activity during the year exceeded the amount required for the set-aside. Qualifying disbursements and carryover from prior years for textbooks totaled \$1,537,104, resulting in \$240,478 for carryover to offset textbook requirements in future years.

20. INTERFUND BALANCES/TRANSFERS

As of June 30, 2006, interfund transactions and interfund receivables and payables were as follows:

Fund Type/Fund	Interfund		Transfers	
	Receivable	Payable	In	Out
General	\$70,006	\$0	\$0	\$15,000
Nonmajor Funds:				
Public School Support	0	0	0	750
District Managed Student Activities	0	0	15,000	0
Innovative Programs	0	50,763	0	0
Drug Free Schools	0	10088	0	0
Preschool Grant	0	242	0	0
Improving Teacher Quality	0	8913	0	0
Food Service	0	0	750	0
Total Nonmajor Funds	0	70,006	15,750	750
Total All Funds	\$70,006	\$70,006	\$15,750	\$15,750

Interfund balance/transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorization; to segregate and to return money to the fund from which it was originally provided once a project is completed.

**Combining Statements
and Individual
Fund Schedules**

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NONMAJOR GOVERNMENTAL FUNDS

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

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

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

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

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

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

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

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

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

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

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

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

Summer Intervention: To account for state funds, related to the District's Summer Intervention Program.

Career Education: To account for state funds related to the career education state grant.

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

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

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

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

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

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

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

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

E-rate: To account for federal funds, which are used for the E-rate program.

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

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

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

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

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

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

Permanent Improvement: To account for all transactions relating to the improvements made to existing District facilities.

SchoolNet: To account for state funds received for the purchase of computer technology for all classrooms in kindergarten through fourth grade.

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2006

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS:				
Equity in pooled cash and investments	\$1,614,152	\$2,180,075	\$1,033,752	\$4,827,979
Receivables:				
Taxes	0	1,331,180	2,396,123	3,727,303
Accounts	33,574	0	1,702	35,276
Intergovernmental	1,103,232	0	0	1,103,232
Inventory	30,293	0	0	30,293
TOTAL ASSETS	\$2,781,251	\$3,511,255	\$3,431,577	\$9,724,083
LIABILITIES AND FUND BALANCE:				
Liabilities:				
Accounts payable	\$100,902	\$0	\$51,871	152,773
Accrued wages and benefits	338,856	0	0	338,856
Interfund payable	70,006	0	0	70,006
Intergovernmental payable	83,637	0	0	83,637
Compensated absences payable	2,242	0	0	2,242
Deferred revenue	569,585	1,053,180	1,895,223	3,517,988
Total liabilities	1,165,228	1,053,180	1,947,094	4,165,502
Fund Balances				
Reserved-				
Reserved for encumbrances	329,127	0	171,550	500,677
Reserved for inventory	30,293	0	0	30,293
Reserved for property tax advances	0	278,000	500,900	778,900
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	1,256,603	0	0	1,256,603
Debt Service Fund	0	2,180,075	0	2,180,075
Capital Projects Funds	0	0	812,033	812,033
Total fund balances	1,616,023	2,458,075	1,484,483	5,558,581
TOTAL LIABILITIES AND FUND BALANCES	\$2,781,251	\$3,511,255	\$3,431,577	\$9,724,083

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
From local sources:				
Taxes	\$0	\$1,517,493	\$1,632,060	\$3,149,553
Tuition and fees	793,195	0	0	793,195
Charges for services	1,521,805	0	0	1,521,805
Earnings on investments	9,034	0	18,280	27,314
Extracurricular activities	523,384	0	0	523,384
Other local revenues	424,252	0	0	424,252
Intergovernmental	5,178,696	162,887	101,083	5,442,666
Total revenues	<u>8,450,366</u>	<u>1,680,380</u>	<u>1,751,423</u>	<u>11,882,169</u>
Expenditures:				
Current:				
Instruction:				
Regular	1,635,154	0	263,100	1,898,254
Special	1,482,001	0	0	1,482,001
Support services:				
Pupil	453,716	0	0	453,716
Instructional staff	1,711,403	0	2,428	1,713,831
School administration	280,485	0	0	280,485
Fiscal	0	21,821	18,033	39,854
Operations & maintenance	35,980	0	1,052,572	1,088,552
Central	0	0	334,796	334,796
Non-instructional services	2,476,785	0	0	2,476,785
Extracurricular activities	317,504	0	0	317,504
Capital outlay	0	0	139,277	139,277
Debt service:				
Principal retirement	0	1,415,000	72,925	1,487,925
Interest and fiscal charges	0	355,964	237,440	593,404
Total expenditures	<u>8,393,028</u>	<u>1,792,785</u>	<u>2,120,571</u>	<u>12,306,384</u>
Excess (deficiency) of revenues over (under) expenditures	<u>57,338</u>	<u>(112,405)</u>	<u>(369,148)</u>	<u>(424,215)</u>
Other financing sources (uses):				
Inception of capital lease	0	0	597,574	597,574
Transfers in	15,750	0	0	15,750
Transfers out	(750)	0	0	(750)
Total other financing sources (uses)	<u>15,000</u>	<u>0</u>	<u>597,574</u>	<u>612,574</u>
Net change in fund balances	72,338	(112,405)	228,426	188,359
Fund balances, July 1	1,543,685	2,570,480	1,256,057	5,370,222
Fund balance, June 30	<u>\$1,616,023</u>	<u>\$2,458,075</u>	<u>\$1,484,483</u>	<u>\$5,558,581</u>

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2006

	Mental Health	Public School Support	Other Grants	District Managed Student Activities	Auxiliary Services
ASSETS:					
Equity in pooled cash and investments	\$2,260	\$250,942	\$202,085	\$136,789	\$215,875
Receivables:					
Accounts	0	1,634	0	4,926	0
Intergovernmental	0	0	0	0	0
Inventory	0	0	0	0	0
TOTAL ASSETS	<u>\$2,260</u>	<u>\$252,576</u>	<u>\$202,085</u>	<u>\$141,715</u>	<u>\$215,875</u>
LIABILITIES AND FUND BALANCE:					
Liabilities:					
Accounts payable	\$0	\$21,347	\$17,650	\$1,727	\$39,415
Accrued wages and benefits	0	0	0	0	32,746
Interfund payable	0	0	0	0	0
Intergovernmental payable	0	0	0	0	8,082
Compensated absences payable	0	0	0	0	0
Deferred revenue	0	0	0	0	0
Total liabilities	<u>0</u>	<u>21,347</u>	<u>17,650</u>	<u>1,727</u>	<u>80,243</u>
Fund Balances					
Reserved-					
Reserved for encumbrances	130	10,750	21,252	58,517	104,376
Reserved for inventory	0	0	0	0	0
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	2,130	220,479	163,183	81,471	31,256
Total fund balances	<u>2,260</u>	<u>231,229</u>	<u>184,435</u>	<u>139,988</u>	<u>135,632</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$2,260</u>	<u>\$252,576</u>	<u>\$202,085</u>	<u>\$141,715</u>	<u>\$215,875</u>

<u>Education Management Information System</u>	<u>Entry Year Programs</u>	<u>Poverty Based Assistance</u>	<u>Network Connectivity</u>	<u>SchoolNet Professional Development</u>	<u>OhioReads</u>	<u>Summer Intervention</u>	<u>Career Education</u>
\$39,568	\$1,465	\$13,018	\$33,484	\$1,240	\$3,387	\$0	\$1,555
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>\$39,568</u>	<u>\$1,465</u>	<u>\$13,018</u>	<u>\$33,484</u>	<u>\$1,240</u>	<u>\$3,387</u>	<u>\$0</u>	<u>\$1,555</u>
\$1,048	\$0	\$0	\$461	\$0	\$0	\$0	\$0
0	0	10,509	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	2,594	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>1,048</u>	<u>0</u>	<u>13,103</u>	<u>461</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
1,219	715	0	1,154	1,240	0	0	0
0	0	0	0	0	0	0	0
<u>37,301</u>	<u>750</u>	<u>(85)</u>	<u>31,869</u>	<u>0</u>	<u>3,387</u>	<u>0</u>	<u>1,555</u>
<u>38,520</u>	<u>1,465</u>	<u>(85)</u>	<u>33,023</u>	<u>1,240</u>	<u>3,387</u>	<u>0</u>	<u>1,555</u>
<u>\$39,568</u>	<u>\$1,465</u>	<u>\$13,018</u>	<u>\$33,484</u>	<u>\$1,240</u>	<u>\$3,387</u>	<u>\$0</u>	<u>\$1,555</u>

Continued

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS - (Concluded)
 JUNE 30, 2006

	Miscellaneous State Grants	Title VIB	Vocational Education	Title III	Title I	Title VI Innovative Projects
ASSETS:						
Equity in pooled cash and investments	\$2,976	\$68,716	\$12,310	\$99	\$26,731	\$8,719
Receivables:						
Accounts	0	0	0	0	0	0
Intergovernmental	0	305,813	0	0	278,195	75,045
Inventory	0	0	0	0	0	0
TOTAL ASSETS	\$2,976	\$374,529	\$12,310	\$99	\$304,926	\$83,764
LIABILITIES AND FUND BALANCE:						
Liabilities:						
Accounts payable	\$0	\$6,724	\$364	\$0	\$2,133	\$0
Accrued wages and benefits	0	82,590	0	0	128,250	0
Interfund payable	0	0	0	0	0	50,763
Intergovernmental payable	0	20,385	0	0	31,655	0
Compensated absences payable	0	0	0	0	0	0
Deferred revenue	0	100,762	0	0	164,843	24,282
Total liabilities	0	210,461	364	0	326,881	75,045
Fund Balances						
Reserved-						
Reserved for encumbrances	266	36,484	3,948	99	0	8,719
Reserved for inventory	0	0	0	0	0	0
Unreserved, Undesignated, Reported in:						
Special Revenue Funds	2,710	127,584	7,998	0	(21,955)	0
Total fund balances	2,976	164,068	11,946	99	(21,955)	8,719
TOTAL LIABILITIES AND FUND BALANCES	\$2,976	\$374,529	\$12,310	\$99	\$304,926	\$83,764

Drug Free Schools	Preschool Grant	E-rate	Improving Teacher Quality	Miscellaneous Federal Grants	Food Service	Uniform School Supply	Total Nonmajor Special Revenue Funds
\$9,027	\$0	\$59,195	\$44,414	\$2,556	\$225,068	\$252,673	\$1,614,152
0	0	0	0	0	669	26,345	33,574
20,554	4,076	0	319,755	14,698	85,096	0	1,103,232
0	0	0	0	0	30,293	0	30,293
<u>\$29,581</u>	<u>\$4,076</u>	<u>\$59,195</u>	<u>\$364,169</u>	<u>\$17,254</u>	<u>\$341,126</u>	<u>\$279,018</u>	<u>\$2,781,251</u>

\$0	\$0	\$0	\$3,191	\$0	\$5,410	\$1,432	\$100,902
0	0	0	0	0	84,761	0	338,856
10,088	242	0	8,913	0	0	0	70,006
0	0	0	0	0	20,921	0	83,637
0	0	0	0	0	2,242	0	2,242
9,864	0	0	255,136	14,698	0	0	569,585
<u>19,952</u>	<u>242</u>	<u>0</u>	<u>267,240</u>	<u>14,698</u>	<u>113,334</u>	<u>1,432</u>	<u>1,165,228</u>

9,026	0	0	41,224	1,381	11,924	16,703	329,127
0	0	0	0	0	30,293	0	30,293
603	3,834	59,195	55,705	1,175	185,575	260,883	1,256,603
9,629	3,834	59,195	96,929	2,556	227,792	277,586	1,616,023
<u>\$29,581</u>	<u>\$4,076</u>	<u>\$59,195</u>	<u>\$364,169</u>	<u>\$17,254</u>	<u>\$341,126</u>	<u>\$279,018</u>	<u>\$2,781,251</u>

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Mental Health	Public School Support	Other Grants	District Managed Student Activities	Auxiliary Services
Revenues:					
From local sources:					
Tuition and fees	\$0	\$49,900	\$0	\$0	\$0
Charges for services	0	581	34,278	0	0
Earnings on investments	0	0	0	0	4,394
Extracurricular activities	0	139,466	28,000	355,918	0
Other local revenues	0	227,772	189,195	0	0
Intergovernmental	30,000	0	0	0	587,059
Total revenues	30,000	417,719	251,473	355,918	591,453
Expenditures:					
Current:					
Instruction:					
Regular	0	33,684	193,711	0	478,907
Special	1,092	1,080	0	0	49,700
Support services:					
Pupil	950	380,822	0	0	33,844
Instructional staff	30,000	7,925	51,302	0	11,268
School administration	0	0	0	0	293
Operations & maintenance	0	0	0	0	0
Non-instructional services	0	0	0	0	0
Extracurricular activities	0	0	0	317,504	0
Total expenditures	32,042	423,511	245,013	317,504	574,012
Excess (deficiency) of revenues over (under) expenditures	(2,042)	(5,792)	6,460	38,414	17,441
Other financing sources (uses):					
Transfers in	0	0	0	15,000	0
Transfers out	0	(750)	0	0	0
Total other financing sources (uses)	0	(750)	0	15,000	0
Net change in fund balances	(2,042)	(6,542)	6,460	53,414	17,441
Fund balances, July 1	4,302	237,771	177,975	86,574	118,191
Fund balance, June 30	\$2,260	\$231,229	\$184,435	\$139,988	\$135,632

Education Management Information System	Entry Year Programs	Poverty Based Assistance	Network Connectivity	SchoolNet Professional Development	OhioReads	Summer Intervention	Career Education
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
30,201	17,550	106,598	36,000	6,300	14,000	61,099	0
<u>30,201</u>	<u>17,550</u>	<u>106,598</u>	<u>36,000</u>	<u>6,300</u>	<u>14,000</u>	<u>61,099</u>	<u>0</u>
0	0	2,675	29,792	0	0	80,566	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	3,355
19,141	17,203	99,418	0	6,548	14,547	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>19,141</u>	<u>17,203</u>	<u>102,093</u>	<u>29,792</u>	<u>6,548</u>	<u>14,547</u>	<u>80,566</u>	<u>3,355</u>
11,060	347	4,505	6,208	(248)	(547)	(19,467)	(3,355)
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
11,060	347	4,505	6,208	(248)	(547)	(19,467)	(3,355)
27,460	1,118	(4,590)	26,815	1,488	3,934	19,467	4,910
<u>\$38,520</u>	<u>\$1,465</u>	<u>(\$85)</u>	<u>\$33,023</u>	<u>\$1,240</u>	<u>\$3,387</u>	<u>\$0</u>	<u>\$1,555</u>

Continued

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS - (Concluded)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Miscellaneous State Grants	Title VI B	Vocational Education	Title III	Title I	Title VI Innovative Projects
Revenues:						
From local sources:						
Tuition and fees	\$0	\$0	\$0	\$0	\$0	\$0
Charges for services	0	0	0	0	0	0
Earnings on investments	0	0	0	0	0	0
Extracurricular activities	0	0	0	0	0	0
Other local revenues	0	0	0	0	0	0
Intergovernmental	6,656	1,974,327	23,518	29,804	1,005,499	66,502
Total revenues	<u>6,656</u>	<u>1,974,327</u>	<u>23,518</u>	<u>29,804</u>	<u>1,005,499</u>	<u>66,502</u>
Expenditures:						
Current:						
Instruction:						
Regular	15,132	61,799	0	0	0	37,040
Special	0	432,665	0	29,119	968,345	0
Support services:						
Pupil	0	0	13,270	0	0	0
Instructional staff	4,618	1,070,535	0	586	137,362	25,776
School administration	0	161,732	0	0	76,745	0
Operations & maintenance	0	0	0	0	0	0
Non-instructional services	0	70,599	0	0	12,903	2,645
Extracurricular activities	0	0	0	0	0	0
Total expenditures	<u>19,750</u>	<u>1,797,330</u>	<u>13,270</u>	<u>29,705</u>	<u>1,195,355</u>	<u>65,461</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(13,094)</u>	<u>176,997</u>	<u>10,248</u>	<u>99</u>	<u>(189,856)</u>	<u>1,041</u>
Other financing sources (uses):						
Transfers in	0	0	0	0	0	0
Transfers out	0	0	0	0	0	0
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net change in fund balances	<u>(13,094)</u>	<u>176,997</u>	<u>10,248</u>	<u>99</u>	<u>(189,856)</u>	<u>1,041</u>
Fund balances, July 1	16,070	(12,929)	1,698	0	167,901	7,678
Fund balance, June 30	<u>\$2,976</u>	<u>\$164,068</u>	<u>\$11,946</u>	<u>\$99</u>	<u>(\$21,955)</u>	<u>\$8,719</u>

Drug Free Schools	Preschool Grant	E-rate	Improving Teacher Quality	Miscellaneous Federal Grants	Food Service	Uniform School Supply	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$743,295	\$793,195
0	0	0	0	0	1,486,946	0	1,521,805
0	0	0	0	0	4,640	0	9,034
0	0	0	0	0	0	0	523,384
0	0	0	0	0	6,761	524	424,252
36,674	95,405	25,713	206,398	10,472	808,921	0	5,178,696
<u>36,674</u>	<u>95,405</u>	<u>25,713</u>	<u>206,398</u>	<u>10,472</u>	<u>2,307,268</u>	<u>743,819</u>	<u>8,450,366</u>
4,705	0	0	0	4,292	0	692,851	1,635,154
0	0	0	0	0	0	0	1,482,001
21,475	0	0	0	0	0	0	453,716
0	46,483	0	165,778	2,913	0	0	1,711,403
0	41,715	0	0	0	0	0	280,485
0	0	0	0	0	35,980	0	35,980
865	0	0	0	2,842	2,386,931	0	2,476,785
0	0	0	0	0	0	0	317,504
<u>27,045</u>	<u>88,198</u>	<u>0</u>	<u>165,778</u>	<u>10,047</u>	<u>2,422,911</u>	<u>692,851</u>	<u>8,393,028</u>
<u>9,629</u>	<u>7,207</u>	<u>25,713</u>	<u>40,620</u>	<u>425</u>	<u>(115,643)</u>	<u>50,968</u>	<u>57,338</u>
0	0	0	0	0	750	0	15,750
0	0	0	0	0	0	0	(750)
0	0	0	0	0	750	0	15,000
9,629	7,207	25,713	40,620	425	(114,893)	50,968	72,338
0	(3,373)	33,482	56,309	2,131	342,685	226,618	1,543,685
<u>9,629</u>	<u>\$3,834</u>	<u>\$59,195</u>	<u>\$96,929</u>	<u>\$2,556</u>	<u>\$227,792</u>	<u>\$277,586</u>	<u>\$1,616,023</u>

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 JUNE 30, 2006

	Permanent Improvement	SchoolNet	Total Nonmajor Capital Projects Funds
ASSETS:			
Equity in pooled cash and investments	\$1,033,752	\$0	\$1,033,752
Receivables:			
Taxes	2,396,123	0	2,396,123
Accounts	1,702	0	1,702
TOTAL ASSETS	<u><u>\$3,431,577</u></u>	<u><u>\$0</u></u>	<u><u>\$3,431,577</u></u>
LIABILITIES AND FUND BALANCE:			
Liabilities:			
Accounts payable	\$51,871	\$0	51,871
Deferred revenue	1,895,223	0	1,895,223
Total liabilities	<u>1,947,094</u>	<u>0</u>	<u>1,947,094</u>
Fund Balances			
Reserved-			
Reserved for encumbrances	171,550	0	171,550
Reserved for property tax advances	500,900	0	500,900
Unreserved, Undesignated, Reported in: Capital Projects Funds	<u>812,033</u>	<u>0</u>	<u>812,033</u>
Total fund balances	<u>1,484,483</u>	<u>0</u>	<u>1,484,483</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$3,431,577</u></u>	<u><u>\$0</u></u>	<u><u>\$3,431,577</u></u>

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECTS FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Permanent Improvement	SchoolNet	Total Nonmajor Capital Projects Funds
Revenues:			
From local sources:			
Taxes	\$1,632,060	\$0	\$1,632,060
Earnings on investments	18,280	0	18,280
Intergovernmental	101,083	0	101,083
Total revenues	<u>1,751,423</u>	<u>0</u>	<u>1,751,423</u>
Expenditures:			
Current:			
Instruction:			
Regular	263,100	0	263,100
Support services:			
Instructional staff	0	2,428	2,428
Fiscal	18,033	0	18,033
Operations & maintenance	1,052,572	0	1,052,572
Central	334,318	478	334,796
Capital Outlay	139,277	0	139,277
Debt service:			
Principal retirement	72,925	0	72,925
Interest and fiscal charges	237,440	0	237,440
Total expenditures	<u>2,117,665</u>	<u>2,906</u>	<u>2,120,571</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(366,242)</u>	<u>(2,906)</u>	<u>(369,148)</u>
Other financing sources:			
Inception of capital lease	597,574	0	597,574
Total other financing sources	<u>597,574</u>	<u>0</u>	<u>597,574</u>
Net change in fund balances	231,332	(2,906)	228,426
Fund balances, July 1	1,253,151	2,906	1,256,057
Fund balance, June 30	<u>\$1,484,483</u>	<u>\$0</u>	<u>\$1,484,483</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Mental Health Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$2,200	\$30,000	\$30,000	\$0
Total revenues	<u>2,200</u>	<u>30,000</u>	<u>30,000</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Special	100	1,222	1,222	0
Support services:				
Pupil	100	950	950	0
Instructional staff	2,000	30,000	30,000	0
Total expenditures	<u>2,200</u>	<u>32,172</u>	<u>32,172</u>	<u>0</u>
Net change in fund balance	<u>0</u>	<u>(2,172)</u>	<u>(2,172)</u>	<u>0</u>
Fund balance - beginning	4,299	4,299	4,299	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u>\$4,299</u>	<u>\$2,127</u>	<u>\$2,127</u>	<u>\$0</u>

West Clermont Local School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Public School Support Special Revenue Fund
For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Tuition and fees	\$70,000	\$48,927	\$48,927	\$0
Extracurricular activities	160,000	148,763	148,763	0
Other revenues	205,000	235,326	235,326	0
Total revenues	<u>435,000</u>	<u>433,016</u>	<u>433,016</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	51,102	33,919	33,919	0
Special	1,597	1,080	1,080	0
Support services:				
Pupil	396,866	404,656	404,656	0
Instructional staff	10,095	7,927	7,927	0
Extracurricular Activities:				
Co-Curricular Activities	0	38	38	0
Total expenditures	<u>459,660</u>	<u>447,620</u>	<u>447,620</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(24,660)</u>	<u>(14,604)</u>	<u>(14,604)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(750)	(750)	(750)	0
Total other financing sources (uses)	<u>(750)</u>	<u>(750)</u>	<u>(750)</u>	<u>0</u>
Net change in fund balance	<u>(25,410)</u>	<u>(15,354)</u>	<u>(15,354)</u>	<u>0</u>
Fund balance - beginning	203,783	203,783	203,783	0
Prior year encumbrances appropriated	30,410	30,410	30,410	0
Fund balance - ending	<u>\$208,783</u>	<u>\$218,839</u>	<u>\$218,839</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Other Grants Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Miscellaneous revenue	\$325,000	\$251,139	\$251,139	\$0
Other revenue	0	334	334	0
Total revenues	<u>325,000</u>	<u>251,473</u>	<u>251,473</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	225,298	221,068	221,068	0
Support services:				
Instructional staff	62,024	51,666	51,666	0
Total expenditures	<u>287,322</u>	<u>272,734</u>	<u>272,734</u>	<u>0</u>
Net change in fund balance	<u>37,678</u>	<u>(21,261)</u>	<u>(21,261)</u>	<u>0</u>
Fund balance - beginning	167,124	167,124	167,124	0
Prior year encumbrances appropriated	17,322	17,322	17,322	0
Fund balance - ending	<u>\$222,124</u>	<u>\$163,185</u>	<u>\$163,185</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 District Managed Student Activities Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Extracurricular Activities	\$249,508	\$364,701	\$364,701	\$0
Other revenues	492	723	723	0
Total revenues	<u>250,000</u>	<u>365,424</u>	<u>365,424</u>	<u>0</u>
EXPENDITURES				
Current:				
Extracurricular activities	323,983	377,945	377,945	0
Total expenditures	<u>323,983</u>	<u>377,945</u>	<u>377,945</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(73,983)</u>	<u>(12,521)</u>	<u>(12,521)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	0	15,000	15,000	0
Total other financing sources (uses)	<u>0</u>	<u>15,000</u>	<u>15,000</u>	<u>0</u>
Net change in fund balance	<u>(73,983)</u>	<u>2,479</u>	<u>2,479</u>	<u>0</u>
Fund balance - beginning	65,081	65,081	65,081	0
Prior year encumbrances appropriated	8,983	8,983	8,983	0
Fund balance - ending	<u>\$81</u>	<u>\$76,543</u>	<u>\$76,543</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Auxiliary Services Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Investment earnings	\$3,168	\$4,394	\$4,394	\$0
Intergovernmental	656,832	587,059	587,059	0
Total revenues	<u>660,000</u>	<u>591,453</u>	<u>591,453</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	701,054	631,391	631,391	0
Special	61,482	49,700	49,700	0
Support services:				
Pupil	42,676	35,522	35,522	0
Instructional Staff	12,007	9,732	9,732	0
School Administration	1,735	293	293	0
Total expenditures	<u>818,954</u>	<u>726,638</u>	<u>726,638</u>	<u>0</u>
Net change in fund balance	<u>(158,954)</u>	<u>(135,185)</u>	<u>(135,185)</u>	<u>0</u>
Fund balance - beginning	63,314	63,314	63,314	0
Prior year encumbrances appropriated	143,954	143,954	143,954	0
Fund balance - ending	<u>\$48,314</u>	<u>\$72,083</u>	<u>\$72,083</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Education Management Information System Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES				
Intergovernmental	\$30,000	\$30,201	\$30,201	\$0
Total revenues	<u>30,000</u>	<u>30,201</u>	<u>30,201</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Instructional staff	34,721	20,360	20,360	0
Total expenditures	<u>34,721</u>	<u>20,360</u>	<u>20,360</u>	<u>0</u>
Net change in fund balance	<u>(4,721)</u>	<u>9,841</u>	<u>9,841</u>	<u>0</u>
Fund balance - beginning	23,739	23,739	23,739	0
Prior year encumbrances appropriated	3,721	3,721	3,721	0
Fund balance - ending	<u>\$22,739</u>	<u>\$37,301</u>	<u>\$37,301</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Entry Year Programs Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$36,000	\$17,550	\$17,550	\$0
Total revenues	<u>36,000</u>	<u>17,550</u>	<u>17,550</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Instructional staff	37,132	18,948	18,948	0
Total expenditures	<u>37,132</u>	<u>18,948</u>	<u>18,948</u>	<u>0</u>
Net change in fund balance	<u>(1,132)</u>	<u>(1,398)</u>	<u>(1,398)</u>	<u>0</u>
Fund balance - beginning	16	16	16	0
Prior year encumbrances appropriated	2,132	2,132	2,132	0
Fund balance - ending	<u>\$1,016</u>	<u>\$750</u>	<u>\$750</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Poverty Based Assessment Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES				
Intergovernmental	\$108,000	\$106,598	\$106,598	\$0
Total revenues	<u>108,000</u>	<u>106,598</u>	<u>106,598</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	3,000	2,675	2,675	0
Support services:				
Instructional staff	120,766	99,513	99,513	0
Total expenditures	<u>123,766</u>	<u>102,188</u>	<u>102,188</u>	<u>0</u>
Net change in fund balance	<u>(15,766)</u>	<u>4,410</u>	<u>4,410</u>	<u>0</u>
Fund balance - beginning	8,606	8,606	8,606	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u>(\$7,160)</u>	<u>\$13,016</u>	<u>\$13,016</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Network Connectivity Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$36,000	\$36,000	\$36,000	\$0
Total revenues	<u>36,000</u>	<u>36,000</u>	<u>36,000</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	59,805	43,120	43,120	0
Total expenditures	<u>59,805</u>	<u>43,120</u>	<u>43,120</u>	<u>0</u>
Net change in fund balance	<u>(23,805)</u>	<u>(7,120)</u>	<u>(7,120)</u>	<u>0</u>
Fund balance - beginning	13,185	13,185	13,185	0
Prior year encumbrances appropriated	<u>25,805</u>	<u>25,805</u>	<u>25,805</u>	<u>0</u>
Fund balance - ending	<u><u>\$15,185</u></u>	<u><u>\$31,870</u></u>	<u><u>\$31,870</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 SchoolNet Professional Development Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES				
Intergovernmental	\$8,500	\$6,300	\$6,300	\$0
Total revenues	<u>8,500</u>	<u>6,300</u>	<u>6,300</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Instructional staff	9,315	7,789	7,789	0
Total expenditures	<u>9,315</u>	<u>7,789</u>	<u>7,789</u>	<u>0</u>
Net change in fund balance	<u>(815)</u>	<u>(1,489)</u>	<u>(1,489)</u>	<u>0</u>
Fund balance - beginning	1,174	1,174	1,174	0
Prior year encumbrances appropriated	315	315	315	0
Fund balance - ending	<u>\$674</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Ohio Reads Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$13,000	\$14,000	\$14,000	\$0
Total revenues	<u>13,000</u>	<u>14,000</u>	<u>14,000</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Instructional staff	15,000	14,546	14,546	0
Total expenditures	<u>15,000</u>	<u>14,546</u>	<u>14,546</u>	<u>0</u>
Net change in fund balance	<u>(2,000)</u>	<u>(546)</u>	<u>(546)</u>	<u>0</u>
Fund balance - beginning	3,934	3,934	3,934	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance - ending	<u><u>\$1,934</u></u>	<u><u>\$3,388</u></u>	<u><u>\$3,388</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Summer Intervention Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$110,000	\$61,099	\$61,099	\$0
Total revenues	<u>110,000</u>	<u>61,099</u>	<u>61,099</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction				
Regular	136,051	88,106	88,106	0
Total expenditures	<u>136,051</u>	<u>88,106</u>	<u>88,106</u>	<u>0</u>
Net change in fund balance	<u>(26,051)</u>	<u>(27,007)</u>	<u>(27,007)</u>	<u>0</u>
Fund balance - beginning	8,956	8,956	8,956	0
Prior year encumbrances appropriated	18,051	18,051	18,051	0
Fund balance - ending	<u>\$956</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Career Education Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$8,500	\$0	\$0	\$0
Total revenues	<u>8,500</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Pupil	3,400	3,354	3,354	0
Total expenditures	<u>3,400</u>	<u>3,354</u>	<u>3,354</u>	<u>0</u>
Net change in fund balance	<u>5,100</u>	<u>(3,354)</u>	<u>(3,354)</u>	<u>0</u>
Fund balance - beginning	4,910	4,910	4,910	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance - ending	<u><u>\$10,010</u></u>	<u><u>\$1,556</u></u>	<u><u>\$1,556</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Miscellaneous State Grants Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$8,500	\$6,656	\$6,656	\$0
Total revenues	<u>8,500</u>	<u>6,656</u>	<u>6,656</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	19,767	15,398	15,398	0
Support services:				
Instructional staff	4,419	4,619	4,619	0
Total expenditures	<u>24,186</u>	<u>20,017</u>	<u>20,017</u>	<u>0</u>
Net change in fund balance	<u>(15,686)</u>	<u>(13,361)</u>	<u>(13,361)</u>	<u>0</u>
Fund balance - beginning	10,383	10,383	10,383	0
Prior year encumbrances appropriated	5,688	5,688	5,688	0
Fund balance - ending	<u>\$385</u>	<u>\$2,710</u>	<u>\$2,710</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title VI-B Innovative Projects Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$2,000,000	\$1,930,837	\$1,930,837	\$0
Total revenues	<u>2,000,000</u>	<u>1,930,837</u>	<u>1,930,837</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	47,718	64,435	64,435	0
Special	471,452	434,847	434,847	0
Support services:				
Instructional staff	1,219,502	1,113,089	1,113,089	0
School administration	110,312	162,435	162,435	0
Community services	103,069	70,599	70,599	0
Total expenditures	<u>1,952,053</u>	<u>1,845,405</u>	<u>1,845,405</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>47,947</u>	<u>85,432</u>	<u>85,432</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances (out)	(94,314)	(94,314)	(94,314)	0
Total other financing sources (uses)	<u>(94,314)</u>	<u>(94,314)</u>	<u>(94,314)</u>	<u>0</u>
Net change in fund balance	<u>(46,367)</u>	<u>(8,882)</u>	<u>(8,882)</u>	<u>0</u>
Fund balance - beginning	3,025	3,025	3,025	0
Prior year encumbrances appropriated	31,367	31,367	31,367	0
Fund balance - ending	<u>(\$11,975)</u>	<u>\$25,510</u>	<u>\$25,510</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Vocational Educational Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES				
Intergovernmental	\$15,000	\$23,518	\$23,518	\$0
Total revenues	<u>15,000</u>	<u>23,518</u>	<u>23,518</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Pupil	13,500	17,218	17,218	0
Total expenditures	<u>13,500</u>	<u>17,218</u>	<u>17,218</u>	<u>0</u>
Net change in fund balance	<u>1,500</u>	<u>6,300</u>	<u>6,300</u>	<u>0</u>
Fund balance - beginning	1,699	1,699	1,699	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance - ending	<u>\$3,199</u>	<u>\$7,999</u>	<u>\$7,999</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title III Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$29,804	\$29,804	\$29,804	\$0
Total revenues	<u>29,804</u>	<u>29,804</u>	<u>29,804</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Special	29,210	29,218	29,218	0
Support services:				
Instructional staff	594	586	586	0
Total expenditures	<u>29,804</u>	<u>29,804</u>	<u>29,804</u>	<u>0</u>
Net change in fund balance	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance - beginning	0	0	0	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance - ending	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title I Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$825,000	\$1,081,933	\$1,081,933	\$0
Total revenues	<u>825,000</u>	<u>1,081,933</u>	<u>1,081,933</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Special	702,393	926,558	926,558	0
Support services:				
Instructional staff	80,393	143,575	143,575	0
School administration	31,247	76,745	76,745	0
Community services	3,440	16,620	16,620	0
Total expenditures	<u>817,473</u>	<u>1,163,498</u>	<u>1,163,498</u>	<u>0</u>
Net change in fund balance	<u>7,527</u>	<u>(81,565)</u>	<u>(81,565)</u>	<u>0</u>
Fund balance - beginning	94,942	94,942	94,942	0
Prior year encumbrances appropriated	7,473	7,473	7,473	0
Fund balance - ending	<u>\$109,942</u>	<u>\$20,850</u>	<u>\$20,850</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title VI Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$45,000	\$15,739	\$15,739	\$0
Total revenues	<u>45,000</u>	<u>15,739</u>	<u>15,739</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	22,637	45,458	45,458	0
Support services:				
Instructional staff	7,175	26,076	26,076	0
Community services	257	2,645	2,645	0
Total expenditures	<u>30,069</u>	<u>74,179</u>	<u>74,179</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>14,931</u>	<u>(58,440)</u>	<u>(58,440)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances in	0	50,763	50,763	0
Total other financing sources (uses)	<u>0</u>	<u>50,763</u>	<u>50,763</u>	<u>0</u>
Net change in fund balance	<u>14,931</u>	<u>(7,677)</u>	<u>(7,677)</u>	<u>0</u>
Fund balance - beginning	6,308	6,308	6,308	0
Prior year encumbrances appropriated	1,369	1,369	1,369	0
Fund balance - ending	<u>\$22,608</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Drug Free Schools Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$45,000	\$25,984	\$25,984	\$0
Total revenues	<u>45,000</u>	<u>25,984</u>	<u>25,984</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	5,650	4,705	4,705	0
Support services:				
Pupil	30,550	29,350	29,350	0
Community services	1,800	2,017	2,017	0
Total expenditures	<u>38,000</u>	<u>36,072</u>	<u>36,072</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,000</u>	<u>(10,088)</u>	<u>(10,088)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances in	0	10,088	10,088	0
Total other financing sources (uses)	<u>0</u>	<u>10,088</u>	<u>10,088</u>	<u>0</u>
Net change in fund balance	<u>7,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance - beginning	0	0	0	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u>\$14,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Preschool Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$100,000	\$91,329	\$91,329	\$0
Total revenues	<u>100,000</u>	<u>91,329</u>	<u>91,329</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Instructional staff	51,000	51,679	51,679	0
School administration	40,300	41,714	41,714	0
Total expenditures	<u>91,300</u>	<u>93,393</u>	<u>93,393</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,700</u>	<u>(2,064)</u>	<u>(2,064)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances in	0	242	242	0
Total other financing sources (uses)	<u>0</u>	<u>242</u>	<u>242</u>	<u>0</u>
Net change in fund balance	<u>8,700</u>	<u>(1,822)</u>	<u>(1,822)</u>	<u>0</u>
Fund balance - beginning	1,822	1,822	1,822	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u>\$10,522</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 E-rate Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$35,000	\$25,713	\$25,713	\$0
Total revenues	<u>35,000</u>	<u>25,713</u>	<u>25,713</u>	<u>0</u>
EXPENDITURES				
Current:				
Central	33,800	0	0	0
Total expenditures	<u>33,800</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net change in fund balance	<u>1,200</u>	<u>25,713</u>	<u>25,713</u>	<u>0</u>
Fund balance - beginning	33,482	33,482	33,482	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance - ending	<u>\$34,682</u>	<u>\$59,195</u>	<u>\$59,195</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Improving Teacher Quality Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$310,000	\$141,779	\$141,779	\$0
Total revenues	<u>310,000</u>	<u>141,779</u>	<u>141,779</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Instructional staff	334,721	227,092	227,092	0
Total expenditures	<u>334,721</u>	<u>227,092</u>	<u>227,092</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(24,721)</u>	<u>(85,313)</u>	<u>(85,313)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances in	0	8,913	8,913	0
Total other financing sources (uses)	<u>0</u>	<u>8,913</u>	<u>8,913</u>	<u>0</u>
Net change in fund balance	<u>(24,721)</u>	<u>(76,400)</u>	<u>(76,400)</u>	<u>0</u>
Fund balance - beginning	41,679	41,679	41,679	0
Prior year encumbrances appropriated	34,721	34,721	34,721	0
Fund balance - ending	<u>\$51,679</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Miscellaneous Federal Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$60,000	\$12,612	\$12,612	\$0
Total revenues	<u>60,000</u>	<u>12,612</u>	<u>12,612</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	15,033	5,092	5,092	0
Support services:				
Instructional staff	5,070	2,913	2,913	0
Administration	3,514	581	581	0
Community services	4,516	2,842	2,842	0
Total expenditures	<u>28,133</u>	<u>11,428</u>	<u>11,428</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>31,867</u>	<u>1,184</u>	<u>1,184</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Advances (out)	(2,140)	(2,140)	(2,140)	0
Total other financing sources (uses)	<u>(2,140)</u>	<u>(2,140)</u>	<u>(2,140)</u>	<u>0</u>
Net change in fund balance	<u>29,727</u>	<u>(956)</u>	<u>(956)</u>	<u>0</u>
Fund balance - beginning	0	0	0	0
Prior year encumbrances appropriated	2,133	2,133	2,133	0
Fund balance - ending	<u>\$31,860</u>	<u>\$1,177</u>	<u>\$1,177</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Food Service Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Investment earnings	\$4,100	\$4,269	\$4,269	\$0
Intergovernmental	533,000	578,021	578,021	0
Charges for services	1,492,400	1,486,946	1,486,946	0
Other revenues	20,500	6,463	6,463	0
Total revenues	<u>2,050,000</u>	<u>2,075,699</u>	<u>2,075,699</u>	<u>0</u>
EXPENDITURES				
Current:				
Food service operation	<u>2,019,127</u>	<u>2,215,507</u>	<u>2,215,507</u>	<u>0</u>
Total expenditures	<u>2,019,127</u>	<u>2,215,507</u>	<u>2,215,507</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,015,027)</u>	<u>(139,808)</u>	<u>(139,808)</u>	<u>0</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>0</u>	<u>750</u>	<u>750</u>	<u>0</u>
Total other financing sources (uses)	<u>0</u>	<u>750</u>	<u>750</u>	<u>0</u>
Net change in fund balance	<u>30,873</u>	<u>(139,058)</u>	<u>(139,058)</u>	<u>0</u>
Fund balance - beginning	327,670	327,670	327,670	0
Prior year encumbrances appropriated	<u>19,127</u>	<u>19,127</u>	<u>19,127</u>	<u>0</u>
Fund balance - ending	<u>\$377,670</u>	<u>\$207,739</u>	<u>\$207,739</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Uniform School Supply Special Revenue Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	\$670,000	\$734,873	\$734,873	\$0
Other revenue	0	522	522	0
Total revenues	<u>670,000</u>	<u>735,395</u>	<u>735,395</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	668,126	713,266	713,266	0
Total expenditures	<u>668,126</u>	<u>713,266</u>	<u>713,266</u>	<u>0</u>
Net change in fund balance	<u>1,874</u>	<u>22,129</u>	<u>22,129</u>	<u>0</u>
Fund balance - beginning	194,276	194,276	194,276	0
Prior year encumbrances appropriated	18,126	18,126	18,126	0
Fund balance - ending	<u>\$214,276</u>	<u>\$234,531</u>	<u>\$234,531</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Debt Service Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$1,782,576	\$1,568,893	\$1,568,893	\$0
Intergovernmental	225,900	162,887	162,887	0
Total revenues	<u>2,008,476</u>	<u>1,731,780</u>	<u>1,731,780</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Fiscal	67,991	21,821	21,821	0
Debt Service:				
Principal	1,415,000	1,415,000	1,415,000	0
Interest	289,560	355,962	355,962	0
Total expenditures	<u>1,772,551</u>	<u>1,792,783</u>	<u>1,792,783</u>	<u>0</u>
Net change in fund balance	<u>235,925</u>	<u>(61,003)</u>	<u>(61,003)</u>	<u>0</u>
Fund balance - beginning	2,241,080	2,241,080	2,241,080	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u><u>\$2,477,005</u></u>	<u><u>\$2,180,077</u></u>	<u><u>\$2,180,077</u></u>	<u><u>\$0</u></u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Permanent Improvement Capital Projects Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	1,113,150	1,131,160	1,131,160	\$0
Investment earnings	\$15,990	\$16,578	\$16,578	0
Intergovernmental	\$100,860	\$101,083	\$101,083	0
Total revenues	<u>1,230,000</u>	<u>1,248,821</u>	<u>1,248,821</u>	<u>0</u>
EXPENDITURES				
Current:				
Instruction:				
Regular	239,436	298,371	298,371	0
Support services:				
Fiscal	28,864	18,033	18,033	0
Operations and maintenance	198,708	592,631	592,631	0
Central	336,924	372,496	372,496	0
Facilities Acquisition and Construction				
Site Acquisition	101,443	100,204	100,204	0
Site Improvement	4,868	3,030	3,030	0
Arch and Engineering Services	30,000	32,000	32,000	0
Building Improvement	57,973	36,043	36,043	0
Capital Outlay				
Debt Service				
Principal	56,000	56,000	56,000	0
Interest	230,941	230,941	230,941	0
Total expenditures	<u>1,285,157</u>	<u>1,739,749</u>	<u>1,739,749</u>	<u>0</u>
Net change in fund balance	<u>(55,157)</u>	<u>(490,928)</u>	<u>(490,928)</u>	<u>0</u>
Fund balance - beginning	1,216,104	1,216,104	1,216,104	0
Prior year encumbrances appropriated	85,157	85,157	85,157	0
Fund balance - ending	<u>\$1,246,104</u>	<u>\$810,333</u>	<u>\$810,333</u>	<u>\$0</u>

West Clermont Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 SchoolNet Capital Projects Fund
 For the Fiscal Year Ended June 30, 2006

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Intergovernmental	\$85,000	\$0	\$0	\$0
Total revenues	<u>85,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXPENDITURES				
Current:				
Support services:				
Instructional staff	73,402	2,428	2,428	0
Central	14,504	478	478	0
Total expenditures	<u>87,906</u>	<u>2,906</u>	<u>2,906</u>	<u>0</u>
Net change in fund balance	<u>(2,906)</u>	<u>(2,906)</u>	<u>(2,906)</u>	<u>0</u>
Fund balance - beginning	2,906	2,906	2,906	0
Prior year encumbrances appropriated	0	0	0	0
Fund balance - ending	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

WEST CLERMONT LOCAL SCHOOL DISTRICT, OHIO
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Student Activity			
	Beginning Balance	Additions	Deductions	Ending Balance
ASSETS:				
Equity in pooled cash and investments	\$107,926	\$184,923	\$198,261	\$94,588
TOTAL ASSETS	<u>\$107,926</u>	<u>\$184,923</u>	<u>\$198,261</u>	<u>\$94,588</u>
LIABILITIES AND FUND BALANCE:				
Due to student groups	\$107,926	\$184,923	\$198,261	\$94,588
TOTAL LIABILITIES	<u>\$107,926</u>	<u>\$184,923</u>	<u>\$198,261</u>	<u>\$94,588</u>
	District Agency			
	Beginning Balance	Additions	Deductions	Ending Balance
ASSETS:				
Equity in pooled cash and investments	\$3,533	\$0	\$3,533	\$0
TOTAL ASSETS	<u>\$3,533</u>	<u>\$0</u>	<u>\$3,533</u>	<u>\$0</u>
LIABILITIES AND FUND BALANCE:				
Other liabilities	\$3,533	\$0	\$3,533	\$0
TOTAL LIABILITIES	<u>\$3,533</u>	<u>\$0</u>	<u>\$3,533</u>	<u>\$0</u>
	Total Agency Funds			
	Beginning Balance	Additions	Deductions	Ending Balance
ASSETS:				
Equity in pooled cash and investments	\$111,459	\$184,923	\$201,794	\$94,588
TOTAL ASSETS	<u>\$111,459</u>	<u>\$184,923</u>	<u>\$201,794</u>	<u>\$94,588</u>
LIABILITIES AND FUND BALANCE:				
Due to student groups	\$107,926	\$184,923	\$198,261	\$94,588
Other liabilities	3,533	0	3,533	0
TOTAL LIABILITIES	<u>\$111,459</u>	<u>\$184,923</u>	<u>\$201,794</u>	<u>\$94,588</u>

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Statistical Section

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

Contents

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Economic and Demographic Information

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

Operating Information

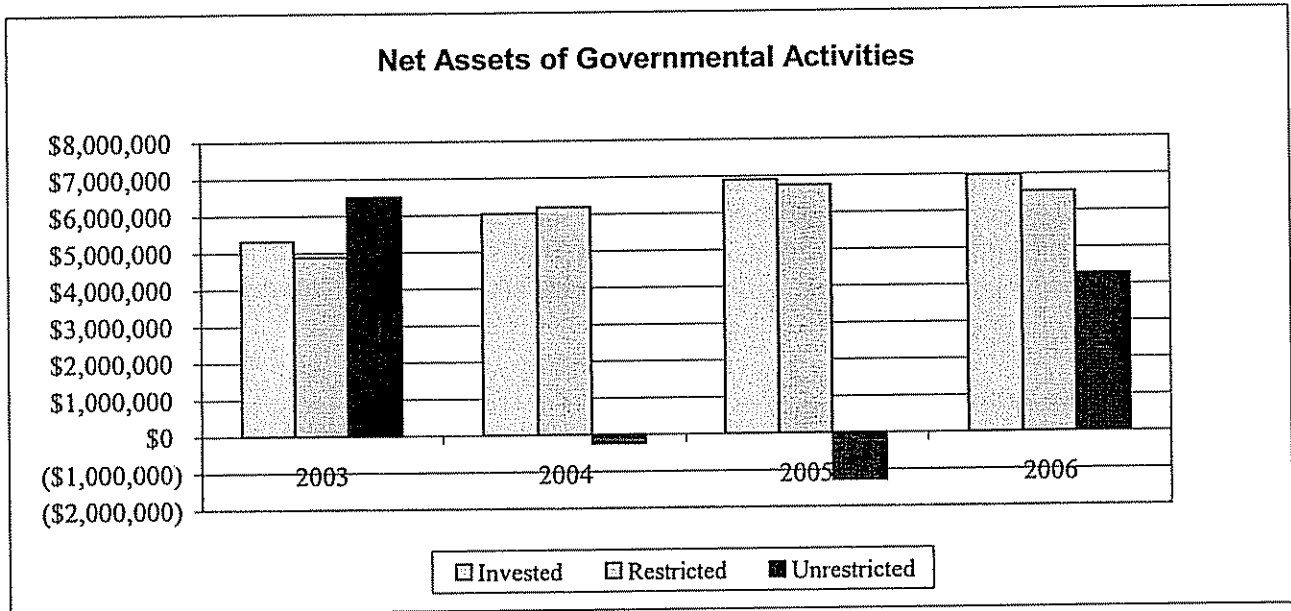
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

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

West Clermont Local School District
Net Assets by Component
Last Four Fiscal Years
(accrual basis of accounting)

TABLE 1

	2003	2004	2005	2006
Governmental Activities:				
Invested in Capital Assets, Net of Related Debt	\$5,314,178	\$6,029,065	\$6,889,385	\$6,964,535
Restricted for:				
Capital Projects	1,881,801	1,869,061	1,256,057	1,606,504
Debt Service	1,747,145	2,114,136	2,811,495	2,698,825
Set-Aside	0	233,129	0	0
Other Purposes	1,242,865	1,979,623	2,670,671	2,213,497
Unrestricted (Deficit)	6,496,030	(242,712)	(1,285,894)	4,282,974
Total Net Assets	\$16,682,019	\$11,982,302	\$12,341,714	\$17,766,335



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

TABLE 2

	2003	2004	2005	2006
Expenses				
Instruction:				
Regular	\$33,935,733	\$34,850,920	\$36,084,853	\$36,974,721
Special	7,765,606	8,453,457	9,167,892	9,449,846
Vocational	58,022	7,839	113,405	145,472
Support services:				
Pupil	3,396,321	4,318,278	4,253,465	4,565,778
Instructional staff	2,513,051	2,372,470	2,887,397	3,105,338
General administration	59,854	67,758	41,272	57,165
School administration	4,400,562	4,479,330	5,473,982	5,572,762
Fiscal	1,309,410	1,412,765	1,328,772	1,505,909
Business	41,130	41,386	45,743	45,140
Operations & maintenance	5,067,598	4,052,623	5,011,415	5,154,602
Pupil transportation	5,561,785	5,876,983	6,018,844	6,186,960
Central	783,693	871,925	702,041	1,134,802
Non-instructional services	2,283,712	2,572,351	2,052,972	2,475,124
Extracurricular activities	1,128,041	1,188,731	1,216,578	1,254,316
Interest and fiscal charges	884,553	1,892,015	468,029	530,913
<i>Total Expenses</i>	<u>69,189,071</u>	<u>72,458,831</u>	<u>74,866,660</u>	<u>78,158,848</u>
Program Revenues				
Charges for services				
Instruction:				
Regular	353,446	535,114	740,108	893,299
Special	197	344	101,295	168,586
Support services:				
Pupil	147,584	258,819	0	0
Instructional staff	23,264	39,709	0	0
School administration	1,899	33,953	0	0
Operations & maintenance	111,714	108,960	81,861	30,976
Non-instructional services	1,734,992	1,429,251	1,392,806	1,486,946
Extracurricular activities	135,805	242,586	489,287	495,908

(continued)

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

TABLE 2
(Continued)

	2003	2004	2005	2006
Operating Grants and Contributions				
Instruction:				
Regular	\$1,379,280	\$1,044,510	\$1,467,280	\$700,581
Special	979,714	1,465,044	1,212,231	1,373,332
Support services:				
Pupil	293,500	151,790	1,194,802	87,713
Instructional staff	899,117	1,416,594	1,716,533	1,796,645
School administration	60,229	69,183	46,358	282,859
Operations and maintenance	0	0	0	25,713
Central	53,497	55,407	33,482	0
Non-instructional services	499,504	581,718	709,025	703,253
Capital Grants and Contributions				
Instruction:				
Regular	0	0	55,987	0
Support services:				
Instructional staff	135,900	0	22,973	0
Pupil transportation	120,076	61,292	57,685	50,742
<i>Total Program Revenues</i>	<u>6,929,718</u>	<u>7,494,274</u>	<u>9,321,713</u>	<u>8,096,553</u>
<i>Net Expense</i>	<u>(62,259,353)</u>	<u>(64,964,557)</u>	<u>(65,544,947)</u>	<u>(70,062,295)</u>
General Revenues				
Property Taxes Levied for:				
General Purposes	\$27,734,576	\$30,042,133	\$35,490,717	\$41,132,985
Debt Service	1,699,637	1,864,387	1,866,544	1,517,228
Capital Projects	0	0	0	1,754,081
Grants and Entitlements not				
Restricted to Specific Programs	26,427,713	27,430,700	27,451,955	29,461,282
Earnings on investments	507,600	202,844	208,694	521,252
Other revenues	729,512	724,776	886,449	1,000,088
<i>Total General Revenues</i>	<u>57,099,038</u>	<u>60,264,840</u>	<u>65,904,359</u>	<u>75,386,916</u>
<i>Change in Net Assets</i>	<u><u>(\$5,160,315)</u></u>	<u><u>(\$4,699,717)</u></u>	<u><u>\$359,412</u></u>	<u><u>\$5,324,621</u></u>

West Clermont Local School District

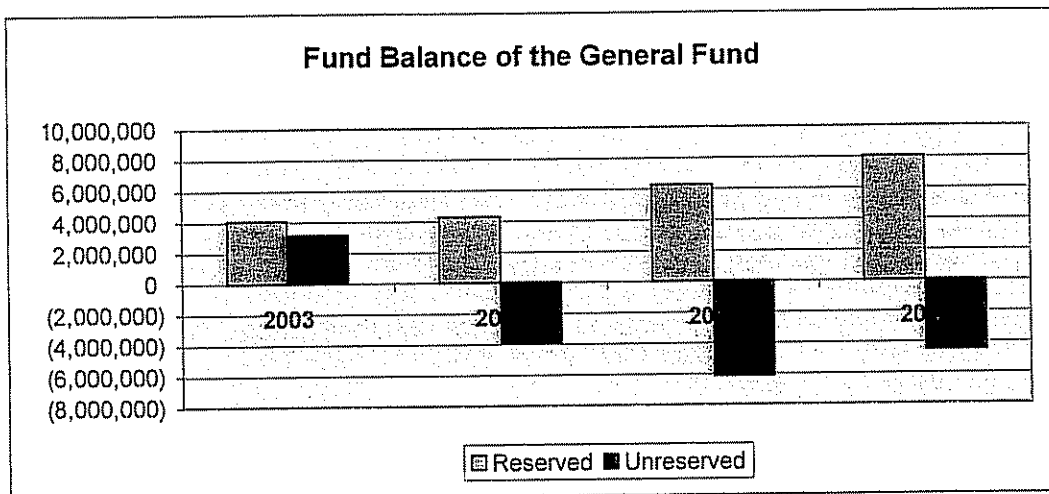
TABLE 3

Fund Balances, Governmental Funds

Last Four Fiscal Years

(modified accrual basis of accounting)

	2003	2004	2005	2006
General Fund				
Reserved	\$4,053,978	\$4,263,459	\$6,238,400	\$8,026,546
Unreserved	3,138,807	(3,907,137)	(6,116,079)	(4,496,983)
Total General Fund	<u>7,192,785</u>	<u>356,322</u>	<u>122,321</u>	<u>3,529,563</u>
All Other Governmental Funds				
Reserved	510,096	552,036	627,142	1,309,870
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	1,171,075	880,342	1,282,991	1,256,603
Debt Service Funds	1,574,375	1,821,237	2,241,080	2,180,075
Capital Projects Funds	1,878,897	1,866,661	1,219,009	812,033
Total All Other Governmental Funds	<u>5,134,443</u>	<u>5,120,276</u>	<u>5,370,222</u>	<u>5,558,581</u>
Total Governmental Funds	<u>\$12,327,228</u>	<u>\$5,476,598</u>	<u>\$5,492,543</u>	<u>\$9,088,144</u>



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

TABLE 4

	2003	2004	2005	2006
Revenues				
From local sources:				
Taxes	\$29,434,214	\$30,215,587	\$37,671,422	\$43,312,407
Tuition and fees	213,722	226,705	908,968	1,173,651
Charges for services	1,734,992	1,838,371	1,393,810	1,522,269
Earnings on investments	507,599	202,844	208,694	521,252
Extracurricular activities	446,618	440,828	510,368	554,360
Other local revenues	866,031	867,800	485,509	847,766
Intergovernmental	30,765,356	31,662,295	34,263,638	34,558,823
<i>Total Revenues</i>	<u>63,968,532</u>	<u>65,454,430</u>	<u>75,442,409</u>	<u>82,490,528</u>
Expenditures				
Current:				
Instruction:				
Regular	33,106,758	34,247,847	35,318,251	36,040,332
Special	7,763,657	8,385,232	9,041,995	9,459,901
Vocational	58,122	8,238	113,405	145,472
Support Services:				
Pupil	3,395,332	4,273,396	4,317,013	4,523,481
Instructional Staff	2,513,327	2,385,337	2,892,962	3,091,920
General administration	59,854	67,758	41,272	57,165
School administration	4,600,273	4,413,504	5,424,094	5,460,121
Fiscal	1,319,192	1,419,510	1,326,283	1,498,197
Business	39,702	41,244	44,298	44,110
Operation & maintenance	5,086,951	4,729,778	5,025,574	5,750,785
Pupil transportation	5,559,765	5,874,963	5,910,961	6,184,940
Central	898,200	856,553	736,602	1,192,481
Non-instructional services	2,283,712	2,455,673	1,924,854	2,474,743
Extracurricular Activities	1,121,890	1,181,004	1,209,245	1,253,638
Capital Outlay	0	37,127	0	139,915
Debt Service:				
Principal retirement	530,793	2,368,036	1,501,791	1,569,573
Interest and fiscal charges	886,911	581,860	597,864	605,727
<i>Total Expenditures</i>	<u>69,224,439</u>	<u>73,327,060</u>	<u>75,426,464</u>	<u>79,492,501</u>
<i>Excess of Revenues Over</i> <i>(Under) Expenditures</i>	<u>(5,255,907)</u>	<u>(7,872,630)</u>	<u>15,945</u>	<u>2,998,027</u>
Other Financing Sources (Uses)				
Refunding bonds issued	11,075,000	0	0	0
Payment to refunding bond escrow	(11,075,000)	0	0	0
Inception of capital lease	457,906	1,022,000	0	597,574
Transfers in	17,000	30,000	249,489	15,750
Transfers out	(17,000)	(30,000)	(249,489)	(15,750)
<i>Total Other Financing Sources (Uses)</i>	<u>457,906</u>	<u>1,022,000</u>	<u>0</u>	<u>597,574</u>
<i>Net Change in Fund Balances</i>	<u>(\$4,798,001)</u>	<u>(\$6,850,630)</u>	<u>\$15,945</u>	<u>\$3,595,601</u>
Debt Service as a Percentage of Noncapital Expenditures	2.1%	4.2%	2.9%	2.8%

TABLE 5

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

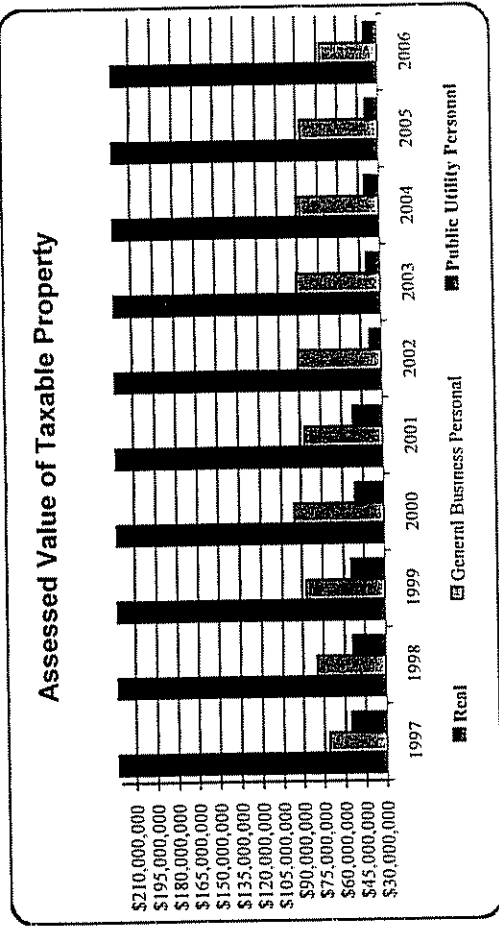
Collection Year	Real Property			Tangible Personal Property		Tangible Personal Property		Tangible Personal Property		Total	
	Assessed Value	Estimated Actual Value		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
		Residential/Agricultural	Commercial/Industrial/PU								
1997	\$489,940,760	\$250,384,590	\$2,115,215,286	\$55,245,880	552,45880	\$71,233,861	\$220,983,520	\$866,805,091	\$2,391,444,686		
1998	\$509,346,480	\$254,205,280	2,181,576,457	53,707,970	53707970	79,981,219	214,831,880	897,240,949	2,450,116,307		
1999	\$530,680,870	\$262,460,610	2,266,118,514	54,101,830	54101830	87,015,507	216,407,320	934,258,817	2,536,627,664		
2000	\$609,520,290	\$275,814,520	2,529,528,029	50,628,330	67504440	94,801,807	202,513,320	1,030,764,947	2,799,545,789		
2001	\$631,646,120	\$280,803,370	2,606,998,543	51,541,320	68721760	87,047,410	206,165,280	1,051,038,220	2,881,885,583		
2002	\$658,355,070	\$289,360,120	2,707,757,686	38,281,430	51041907	90,350,035	153,125,720	1,076,346,655	2,911,925,313		
2003	\$747,019,290	\$328,607,670	3,073,219,886	39,994,710	53,326,280	90,784,277	159,978,840	1,206,405,947	3,286,525,006		
2004	\$770,860,380	\$331,454,780	3,149,471,886	40,394,750	52,859,667	87,598,060	161,579,000	1,230,307,970	3,363,910,553		
2005	\$793,478,130	\$335,850,980	3,226,654,600	39,249,410	52,332,547	86,719,042	156,997,640	1,255,297,562	3,435,984,787		
2006	\$893,131,640	\$370,031,280	3,609,036,914	39,731,820	52,975,760	72,136,939	158,927,280	1,375,031,679	3,820,939,954		

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

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

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

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



West Clermont Local School District
Property Tax Rates
(per \$1,000 of assessed value)
2006

TABLE 6

Unvoted Millage			
Operating	2.4		
Permanent Improvement	1.8		
Debt	0.0		
		Residential & Agricultural Real	Commercial/Industrial & Public Utility Real
			General Business & Public Utility Personal
Voted Millage - by levy:			
1976 Operating - continuing	9.3	9.7	29.6
1988 Operating - continuing	3.7	4.2	6.9
1994 Bond Issue 24 Years	1.0	1.0	1.0
1997 Operating - continuing	4.6	4.9	6.9
2004 Five Year Emergency Operating	7.5	7.5	7.5
Total voted millage by type of property	30.3	27.3	51.9

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

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

West Clermont Local School District

TABLE 7

Principal Taxpayers

Real Estate Tax

Name of Taxpayer	2006	
	Assessed Value	Percent of Real Property Assessed Value
CBL Eastgate Mall LLC	\$18,811,380	1.49%
KRG Eastgate Pavillion LLC	9,621,390	0.76%
Midland Company	7,826,120	0.62%
Amerishop Biggs Place LLC	7,231,350	0.57%
OTR	6,652,220	0.53%
Regency Centers LP	5,587,820	0.44%
Eastgate Company Partnership	4,642,390	0.37%
Meijer Stores Limited Partnership	4,585,000	0.36%
Edward Rose Assoc. Inc.	4,546,040	0.36%
Fox Chase North LLC	4,489,250	0.36%
Totals	<u>73,992,960</u>	5.86%
Total Assessed Valuation	<u>1,262,508,725</u>	

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

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

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

TABLE 8

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
1997	\$23,897,763	\$22,179,707	92.81	\$504,677	\$22,684,384	94.92
1998	25,023,325	23,395,073	93.49	967,477	24,362,550	97.36
1999	25,357,215	23,839,127	94.01	575,552	24,414,679	96.28
2000	36,562,659	24,887,230	68.07	765,246	25,652,476	70.16
2001	27,199,570	25,755,144	94.69	703,294	26,458,438	97.28
2002	27,422,382	25,918,595	94.52	685,383	26,603,978	97.02
2003	28,817,965	26,987,672	93.65	731,159	27,718,831	96.19
2004	29,724,456	28,019,478	94.26	803,689	28,823,167	96.97
2005	39,649,388	37,748,646	95.21	956,579	38,705,225	97.62
2006	42,193,863	39,641,197	93.95	952,402	40,593,599	96.21

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

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

(2) The 2006 information cannot be presented because all collections have not been made by June 30, 2006

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

TABLE 9

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

Fiscal Year	Population (1)	Estimated Actual Value of Taxable Property(2)	General Bonded Debt			General Debt			Ratio of General Debt to Estimated Actual Value	General Debt Per Capita	
			General Bonded Debt Outstanding	Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt per Capita	General Bonded Debt Outstanding	Capital Leases	Total Debt			
1997	172,010	a	\$866,805,091	\$15,005,000	1.73%	\$87.23	\$15,005,000	\$0	\$15,005,000	1.73%	\$87.23
1998	174,320	a	897,240,949	14,650,000	1.63%	84.04	14,650,000	0	14,650,000	1.63%	84.04
1999	175,960	a	934,258,817	14,280,000	1.53%	81.15	14,280,000	0	14,280,000	1.53%	81.15
2000	182,660	a	1,030,764,947	13,890,000	1.35%	76.04	13,890,000	0	13,890,000	1.35%	76.04
2001	184,320	b	1,051,038,220	13,480,000	1.28%	73.13	13,480,000	0	13,480,000	1.28%	73.13
2002	184,030	b	1,076,346,655	13,050,000	1.21%	70.91	13,050,000	3,847,000	16,897,000	1.57%	91.82
2003	191,000	b	1,206,405,947	12,595,000	1.04%	65.94	12,595,000	6,716,821	19,311,821	1.60%	101.11
2004	191,000	b	1,230,307,970	11,365,000	0.92%	58.50	11,365,000	6,638,785	18,003,785	1.46%	94.26
2005	191,000	b	1,255,297,562	10,025,000	0.80%	52.49	10,025,000	6,476,994	16,501,994	1.31%	86.40
2006	191,000	b	1,375,031,679	8,610,000	0.63%	45.08	8,610,000	6,768,649	15,378,649	1.12%	80.52

Sources: (1) U.S. Bureau of Census, Census of Population

(a) 1990 Federal Census

(b) 2000 Federal Census

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

West Clermont Local School District
*Computation of Direct and Overlapping
 Debt Attributable to Governmental Activities
 June 30, 2006*

TABLE 10

	Debt Attributable to Governmental Activities	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct Debt			
West Clermont Local School District	\$8,610,000	100.00%	\$8,610,000
Overlapping Debt:			
Payable from Property Taxes			
Clermont County	\$16,837,670	32.63%	\$5,494,132
Amelia Village	\$69,000	100.00%	69,000
Batavia Township	\$1,000,000	45.15%	451,500
Union Township	\$15,319,486	89.54%	13,717,068
Great Oaks Career Center JSVD	\$3,325,000	7.06%	234,745
Payable from Other Sources:			
Clermont County Special Assessment Bonds	<u>\$5,200,330</u>	32.63%	<u>1,696,867</u>
Total Overlapping Debt:	\$41,751,486		\$21,663,312
Total Direct and Overlapping Debt	\$50,361,486		\$30,273,312
Total Direct and Overlapping Debt	<u>\$50,361,486</u>		<u>\$30,273,312</u>

Source: Office of the Auditor, Clermont County, Ohio

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

	1998	1999	2000	2001	2002	2003	2004	2005	2006
Tax Valuation	\$897,240,949	\$934,258,817	\$1,030,764,947	\$1,051,038,220	\$1,076,346,655	\$1,206,405,947	\$1,230,307,970	\$1,255,297,562	\$1,375,031,679
Debt Limit - 9% of Taxable Valuation (1)	\$80,751,685	\$84,083,294	\$92,768,845	\$94,593,440	\$96,871,199	\$108,576,535	\$110,727,717	\$112,976,781	\$123,752,851
Amount of Debt Applicable to Debt Limit	14,650,000	14,280,000	13,890,000	13,480,000	13,050,000	12,595,000	11,365,000	10,025,000	8,610,000
General Obligation Bonds	(48,356)	171,747	503,093	744,521	1,072,589	1,747,375	2,063,437	2,570,480	2,570,480
Less Amount Available in Debt Service									
Amount of Debt Subject to Limit	14,698,356	14,108,253	13,386,907	12,735,479	11,977,411	10,847,625	9,301,563	7,454,520	6,039,520
Legal Debt Margin	\$66,053,329	\$69,975,041	\$79,381,938	\$81,857,961	\$84,893,788	\$97,728,910	\$101,426,154	\$105,522,261	\$117,713,331
Legal Debt Margin as a Percentage of the Debt Limit	81.80%	83.22%	85.57%	86.54%	87.64%	90.01%	91.60%	93.40%	95.12%
Unvoted Debt Limit - 10% of Taxable Valuation (1)	\$897,241	\$934,259	\$1,030,765	\$1,051,038	\$1,076,347	\$1,206,406	\$1,230,308	\$1,255,298	\$1,375,032
Amount of Debt Subject to Limit	0	0	0	0	0	0	0	0	0
Unvoted Legal Debt Margin	\$897,241	\$934,259	\$1,030,765	\$1,051,038	\$1,076,347	\$1,206,406	\$1,230,308	\$1,255,298	\$1,375,032
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Source: Clermont County Auditor and School District Financial Records

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

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

TABLE 12

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u> <u>(in thousands)</u>	<u>Per Capita</u> <u>Personal</u> <u>Income</u>	<u>Unemployment</u> <u>Rate (3)</u>
1997	\$172,010	\$928,898,906	\$5,400	4.10%
1998	174,320	1,057,737,394	6,068	3.50%
1999	175,960	1,115,108,125	6,337	3.70%
2000	182,660	1,207,687,058	6,612	3.30%
2001	184,320	1,217,020,322	6,603	4.10%
2002	184,320	1,199,116,444	6,506	4.50%
2003	191,000	1,314,737,733	6,883	4.50%
2004	191,000	1,376,899,103	7,209	5.50%
2005	191,000	0	0	5.50%
2006	191,000	0	0	4.80%

Sources: 1) U.S. Census
 2) Ohio Department of Taxation
 3) Ohio Bureau of Employment Services, rates for Clermont County

Employer	Nature of Business	2006		Percentage of Total Employment
		Number of Employees	Rank	
The Midland Company	Financial	1,200	1	1.64%
West Clermont Local S.D.	Education	922	2	1.26%
Cinergy Corp	Energy	450	3	0.62%
3M Precision Optics	Manufacturing	400	4	0.55%
Total Quality Logistics	Technology	400	5	0.55%
Jeff Wyler Automotive	Sales	350	6	0.48%
KDI Precision Products	Manufacturing	313	7	0.43%
Biggs	Food Retailer	250	8	0.34%
Eastgate Health Care & Rehab.	Health Care	250	9	0.34%
Child Focus	Education	245	10	0.34%
Total		<u>4,780</u>		<u>6.55%</u>
Total Employment within the School District		<u>72,989</u>		

Source: Clermont County Chamber of Commerce

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

TABLE 14

Function/Program	2004	2005	2006
Regular Instruction			
Elementary Classroom Teachers	210.50	209.00	208.50
Middle School Classroom Teachers	99.00	100.00	100.00
High School Classroom Teachers	148.50	149.00	148.50
Special Instruction			
Classroom Teachers	79.50	70.50	65.50
Gifted Education Teachers	7.00	7.00	7.00
Pupil Support Services			
Guidance Counselors	14.00	14.00	14.00
Health Services	15.00	15.00	15.00
Psychological Services	6.00	6.00	6.00
Staff Support Services			
Curriculum & Staff Support	25.00	25.00	25.00
Educational Media Services	10.00	10.00	10.00
Building Administrators			
Elementary Principals	8.00	8.00	8.00
Middle School Principals	4.00	4.00	4.00
High School Principals	8.00	8.00	8.00
Fiscal			
Office of the Treasurer	7.00	7.00	7.00
Operation of Plant			
Custodians	49.00	48.00	47.00
Maintenance	9.00	9.00	9.00
Central Support Services			
Technology	7.00	7.00	6.00
Food Service Program			
Cafeteria	66.00	64.00	64.50
Extra Curricular Activities			
Athletic Directors	4.00	4.00	4.00

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

Information prior to 2004 is not available.

Source: School District Records

Note: The District contracts for transportation, therefore, there are no bus drivers employed.

West Clermont Local School District
Building Statistics

	2006	2006
Amelia Elementary School		
Date of Original Building	1932	1968
Total Building Square Footage	55,554	44,254
Enrollment	618	520
Grades Housed	K-5	K-5
Percentage of Free & Reduced Applications	28%	16%
Brantner Elementary School		
Date of Original Building	1963	1936
Total Building Square Footage	47,927	53,712
Enrollment	536	477
Grades Housed	PreK-5	PreK-5
Percentage of Free & Reduced Applications	29%	47%
Clough Pike Elementary School		
Date of Original Building	1968	1961
Total Building Square Footage	44,272	91,452
Enrollment	579	1,010
Grades Housed	PreK-5	6-8
Percentage of Free & Reduced Applications	11%	28%
Holly Hill Elementary School		
Date of Original Building	1982	1963
Total Building Square Footage	48,145	88,753
Enrollment	339	1,014
Grades Housed	K-5	6-8
Percentage of Free & Reduced Applications	47%	17%
Merwin Elementary School		
Date of Original Building	1969	1960
Total Building Square Footage	54,974	146,799
Enrollment	702	1,200
Grades Housed	K-5	9-12
Percentage of Free & Reduced Applications	13%	16%
Summerside Elementary School		
Date of Original Building	1951	1963
Total Building Square Footage	49,793	204,534
Enrollment	624	1,395
Grades Housed	K-5	9-12
Percentage of Free & Reduced Applications	27%	11%
Amelia Middle School		
Date of Original Building		
Total Building Square Footage		
Enrollment		
Grades Housed		
Percentage of Free & Reduced Applications		
Amelia High School		
Date of Original Building		
Total Building Square Footage		
Enrollment		
Grades Housed		
Percentage of Free & Reduced Applications		
Glen Este Middle School		
Date of Original Building		
Total Building Square Footage		
Enrollment		
Grades Housed		
Percentage of Free & Reduced Applications		
Glen Este High School		
Date of Original Building		
Total Building Square Footage		
Enrollment		
Grades Housed		
Percentage of Free & Reduced Applications		
Willowville Elementary School		
Date of Original Building		
Total Building Square Footage		
Enrollment		
Grades Housed		
Percentage of Free & Reduced Applications		
Withamsville Elementary School		
Date of Original Building		
Total Building Square Footage		
Enrollment		
Grades Housed		
Percentage of Free & Reduced Applications		

West Clermont Local School District
 Operating Statistics
 Last Four Fiscal Years

TABLE 16

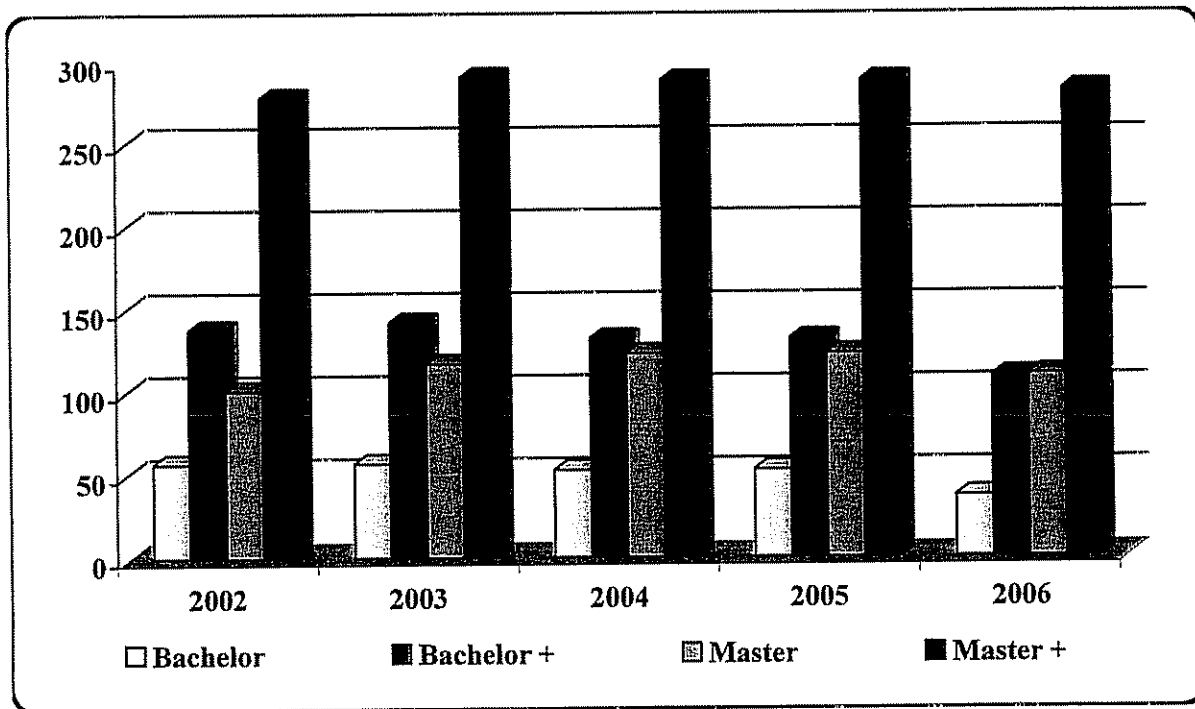
Fiscal Year	Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio
2003	\$69,189,071	8,738	\$7,918		509	17.2
2004	72,458,831	9,183	7,891	-0.35%	506	18.1
2005	74,866,660	9,005	8,314	5.37%	500	18.0
2006	78,158,848	9,014	8,671	4.29%	510	17.7

Source: School District Records. Expense information is not available prior to 2003.

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

TABLE 17

Degree	2002	2003	2004	2005	2006
Bachelor's Degree	57	57	53	53	37
Bachelor + 15	138	142	132	132	109
Master's Degree	101	117	123	123	110
Master + 15	102	100	98	98	92
Master + 30	176	190	190	190	190
Total	574	606	596	596	538



Source: School District Records. Information prior to 2002 is not available

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Mary Taylor, CPA
Auditor of State

WEST CLERMONT LOCAL SCHOOL DISTRICT

CLERMONT COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
MARCH 13, 2007**