

***WEST GEAUGA SCHOOL DISTRICT
GEAUGA COUNTY, OHIO***

AUDIT REPORT

FOR THE YEAR ENDED JUNE 30, 2007

Charles E. Harris and Associates, Inc.
Certified Public Accountants and Government Consultants



Mary Taylor, CPA
Auditor of State

Board of Education
West Geauga Local School District
8615 Cedar Road
Chesterland, Ohio 44026-3576

We have reviewed the *Independent Auditor's Report* of the West Geauga Local School District, Geauga County, prepared by Charles E. Harris & Associates, Inc., for the audit period July 1, 2006 through June 30, 2007. 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 Geauga Local School District is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

February 15, 2008

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**WEST GEAUGA SCHOOL DISTRICT
GEAUGA COUNTY
For the Year Ending June 30, 2007**

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WEST GEAUGA LOCAL SCHOOL DISTRICT
GEAUGA COUNTY
Schedule of Federal Awards Expenditures
For the Year Ended June 30, 2007

<u>Federal Grantor/ Pass-through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Receipts</u>	<u>Non-Cash Receipts</u>	<u>Expenditures</u>	<u>Non-Cash Expenditures</u>
U.S. Department of Agriculture						
<i>Pass through Ohio Department of Education</i>						
Food Distribution - Commodities - See Note 2	10.550	n/a	-	\$ 13,846	-	\$ 13,846
Nutrition Cluster:						
National School Lunch Program	10.555	047225-LLP4-2006	\$ 13,320	-	\$ 13,320	-
National School Lunch Program	10.555	047225-LLP4-2007	42,740	-	42,740	-
Total Nutrition Cluster			<u>56,060</u>	<u>-</u>	<u>56,060</u>	<u>-</u>
U.S. Department of Agriculture			56,060	13,846	56,060	13,846
U.S. Department of Education						
<i>Pass through Ohio Department of Education</i>						
IDEA - Part B - FY06	84.027	047225-6BSD-2006	7,220	-	9,519	-
IDEA - Part B - FY06	84.027	047225-6BSF-2006	46,978	-	37,405	-
IDEA - Part B - FY07	84.027	047225-6BSF-2007	488,484	-	505,250	-
Total IDEA - Part B			<u>542,682</u>	<u>-</u>	<u>552,174</u>	<u>-</u>
Drug - Free School Grant	84.186	047225-DRS1-2007	3,829	-	3,829	-
Innovative Education Program Strategies	84.298	047225-C2S1-2006	5,073	-	5,073	-
Innovative Education Program Strategies	84.298	047225-C2S1-2007	6,110	-	6,110	-
Total Innovative Education Program Strategies			<u>11,183</u>	<u>-</u>	<u>11,183</u>	<u>-</u>
Title IIA - FY06	84.367	047225-TRS1-2006	2,831	-	2,831	-
Title IIA - FY07	84.367	047225-TRS1-2007	51,313	-	51,313	-
Total Title II-A			<u>54,144</u>	<u>-</u>	<u>54,144</u>	<u>-</u>
Total U.S. Department of Education			<u>611,838</u>	<u>-</u>	<u>621,330</u>	<u>-</u>
TOTAL FEDERAL AWARDS EXPENDITURES			<u>\$ 667,898</u>	<u>\$ 13,846</u>	<u>\$ 677,390</u>	<u>\$ 13,846</u>

See Notes to the Schedule of Federal Awards Expenditures

**WEST GEAUGA LOCAL SCHOOL DISTRICT
GEAUGA COUNTY
Notes to the Schedule of Federal Awards Expenditures
For the Year Ended June 30, 2007**

1. SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Federal Awards Expenditures includes the federal grant activity of the District and is presented on the cash basis of accounting. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Certain revenues are recognized when received rather than when earned and certain expenditures are recognized when paid rather than when the obligation is incurred.

2. FOOD DISTRIBUTION - COMMODITIES

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

3. CHILD NUTRITION CLUSTER

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

4. CFDA – Catalog of Federal Domestic Assistance

5. N/A – Not applicable.

Rockefeller Building
614 W Superior Ave Ste 1242
Cleveland OH 44113-1306
Office phone - (216) 575-1630
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Charles E. Harris & Associates, Inc.
Certified Public Accountants

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

West Geauga Local School District
Gauga County
8615 Chardon Road
Chesterland, Ohio 44026

To the Board of Education:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the West Geauga Local School District, Gauga County, Ohio, as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 28, 2007, wherein we noted the District changed its method for accounting for compensated absences and early retirement incentive and converted various prior year advances to transfers. 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 District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the District's financial statements that is more than inconsequential will not be prevented or detected by the District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the District's internal control.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the audit committee, 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.

Charles E. Harris & Associates, Inc.

December 28, 2007

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Charles E. Harris & Associates, Inc.
Certified Public Accountants

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

West Geauga Local School District
Geauga County
8615 Cedar Road
Chesterland, Ohio 44026

To The Board of Education:

Compliance

We have audited the compliance of the West Geauga Local School District with the types of compliance requirements described in *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2007. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal program. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to 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 program occurred. An audit includes examining, on a test basis, evidence about the 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 District's compliance with those requirements.

In our opinion, the West Geauga Local School District, Geauga County, Ohio, complied, in all material respects, with the requirements referred to above that apply to its major federal program for the year ended June 30, 2007.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the 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, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance.

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

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

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

We have also audited financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the West Geauga Local School District, Geauga County, Ohio as of and for the year ended June 30, 2007, and have issued our report thereon dated December 28, 2007. Our audit was performed to form opinions on the financial statements. The accompanying federal awards receipts and expenditures schedule provides additional information as required by *OMB Circular A-133* and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended for the information and use of management, the Board of Education, the audit committee, 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.

Charles E. Harris & Associates, Inc.

December 28, 2007

**WEST GEAUGA LOCAL SCHOOL DISTRICT
GEAUGA COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A-133 SECTION .505
June 30, 2007**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	<i>Type of Financial Statement Opinion</i>	Unqualified
(d)(1)(ii)	<i>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</i>	No
(d)(1)(ii)	<i>Were there any other significant deficiencies reported at the financial statement level (GAGAS)?</i>	No
(d)(1)(iii)	<i>Was there any reported material non-compliance at the financial statement level (GAGAS)?</i>	No
(d)(1)(iv)	<i>Were there any material internal control weaknesses reported for major federal programs?</i>	No
(d)(1)(iv)	<i>Were there any other significant deficiencies reported for major federal programs?</i>	No
(d)(1)(v)	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified
(d)(1)(vi)	<i>Are there any reportable findings under Section .510</i>	No
(d)(1)(vii)	<i>Major Programs:</i>	IDEA - Part B CFDA# 84.027
(d)(1)(viii)	<i>Dollar Threshold: Type A\B Programs</i>	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	<i>Low Risk Auditee?</i>	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

**WEST GEAUGA LOCAL SCHOOL DISTRICT
 GEAUGA COUNTY
 June 30, 2007**

SCHEDULE OF PRIOR AUDIT FINDINGS

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
2006-1	Ohio Rev. Code Section 5705.39, total appropriations from each fund shall not exceed the total estimated revenue.	Yes	Finding no longer valid.
2006-2	Ohio Rev. Code Section 5705.41(B), no subdivision or taxing unit is to expend money unless it has been appropriated.	Yes	Finding no longer valid.

**WEST GEAUGA
LOCAL SCHOOL DISTRICT
CHESTERLAND, OHIO**



**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

West Geauga Local School District

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2007

<p>Prepared By: Lisa M. Colling, Treasurer and Treasurer's Office Staff</p>

West Geauga Local School District

Comprehensive Annual Financial Report
For The Year Ended June 30, 2007

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West Geauga Local School District

Comprehensive Annual Financial Report
For The Year Ended June 30, 2007

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West Geauga Local School District

Comprehensive Annual Financial Report
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INTRODUCTORY SECTION



Administrative Offices
8615 Cedar Road
Chesterland, Ohio 44026
(440) 729-5900
FAX (440) 729-5939

December 28, 2007

Board of Education Members
West Geauga Local School District

Ohio law (Ohio Administrative Code Section 117-2-03(B)) requires that all school districts file annual audited financial reports prepared on a GAAP (Generally Accepted Accounting Principles) basis with the Auditor of State within six months of the close of each fiscal year. This report is published to fulfill that requirement for the fiscal year ended June 30, 2007.

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

Charles E. Harris & Associates have issued an unqualified (“clean”) opinion on the West Geauga Local School District’s financial statements for the year ended June 30, 2007. The Independent Auditors’ Report is located at the front of the financial section of this report.

Management’s discussion and analysis (MD&A) immediately follows the independent auditor’s report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The School District

The West Geauga Local School District is located in western Geauga County and includes all of Chester and Russell townships and portions of surrounding townships (Munson, South Russell, and Hunting Valley). The school district operates two elementary schools (K-5), one middle school (6-8) and one high school (9-12).

West Geauga High School
13401 Chillicothe Road
Chesterland, Ohio 44026
(440) 729-5950
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West Geauga Middle School
8611 Cedar Road
Chesterland, Ohio 44026
(440) 729-5940
FAX (440) 729-5909

v

R.C. Lindsey Elementary
11844 Caves Road
Chesterland, Ohio 44026
(440) 729-5980
FAX (440) 729-5989

Westwood Elementary
13738 Caves Road
Novelty, Ohio 44072
(440) 729-5990
FAX (440) 729-5924

The school district is organized under Sections 2 and 3, Article VI of the Constitution of the State of Ohio. Under such laws, there is no authority for a school district to have a charter or adopt local laws. The legislative power of the school district is vested in the West Geauga Board of Education, consisting of five members elected at large for staggered four-year terms.

Statutorily, the school district operates under 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, to provide education services mandated by state and/or federal agencies.

Reporting Entity

The West Geauga Local School District has reviewed its reporting entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the school district for financial reporting purposes, management has considered its relationship with all departments, boards, organizations and agencies that make up the West Geauga Local School District.

Excluded from the reporting entity because they are fiscally independent of the school district are West Geauga Athletic Boosters, West Geauga Band Boosters, West Geauga Parent Teacher Organizations and the West Geauga Educational Foundation.

The school district is associated with four jointly governed organizations and one insurance purchasing pool. These organizations are the Lake Geauga Computer Association, the East Shore Regional Transportation System, the East Shore Center, the Ohio Schools Council, the West Geauga Joint Recreation Council and the Ohio School Boards Association Workers' Compensation Group Rating Plan.

A complete discussion of the school district's reporting entity is provided in Note 2 to the basic financial statements.

Local Economy

Chester and Russell townships are picturesque semi-rural residential communities with most of the residential areas zoned at three-acre minimums in Russell Township and three acre minimums in Chester Township. Housing types range from modest homes selling for \$150,000 to multi-million dollar homes. West Geauga Local School District residents also enjoy the presence of West Geauga Commons, a recreational park located in Russell Township. The school district includes small commercial districts located at the intersection of State Routes 306 and 87 in Russell Township and around the intersection of State Routes 306 and 322 in Chester Township.

The funding structure of public education in Ohio is such that school districts receive very little revenue growth as a result of inflationary increases in their tax base. This is a result of House Bill 920, which mandates that any reappraised property increases result in an approximately equal value decrease in millage. Currently, the voted permanent millage in the district has been reduced to the state minimum of 20 mills. As a result, West Geauga Local Schools, as well as school districts throughout Ohio, must place operating funding issues on the ballot at regular intervals (usually every three to four years) to keep pace with inflation and mandated programming and services.

Geauga County experienced a reappraisal of real estate in 2006 with tax collections beginning in January 2007. Since the school district is at the 20 mill floor, the lowest millage rate allowable by the State of Ohio, the school district's tax collections were raised to 20 mills in accordance with the law.

Long-Term Financial Planning

The challenge for West Geauga Local Schools to educate children on a stringent budget is getting even more difficult for our school district. The voters approved a renewal of 5.64 mill emergency operating levy in May 2007. The levy is raising \$3.7 million per year for five years. Tax collection begins in January 2008. Funds are being used to maintain current programs in the district. The school district received approximately 70.0% of its revenue from local taxes, 25.8% from the state and 3% from the federal government (based on FY06).

Major Initiatives

West Geauga Local Schools will continue to keep a tight watch on funds and will do so with little revenue growth from year to year (reason for emergency levies). Circumstances will necessitate continuing to manage our financial resources in a prudent and conservative manner coupled with additional levies to create revenue growth.

Relevant Financial Policies

Pursuant to statute, the state prescribes a uniform accounting system to standardize accounting classification and financial reporting for all governments in Ohio. The school district adopted and has been in conformance with that system beginning with the financial report for the 1983 fiscal year.

Internal Accounting and Budgetary Control

In developing the school district's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

The school 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.

Prior to the beginning of each fiscal year, the board of education adopts an appropriations measure for that fiscal year. By statute, permanent appropriations must be adopted upon receipt from the county auditor of an amended certificate of estimated resources based on final assessed values and tax rates.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The county auditor must certify that the board of education'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 object account level within a function and fund. All purchase order requests must be approved by the appropriate administrator and the superintendent and must be certified by the treasurer. Necessary funds are then encumbered, and purchase orders are released to vendors. Those requests, which exceed the available appropriation, are rejected until additional appropriations are secured.

The accounting system used by the school district provides interim financial reports, which detail fiscal year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date.

Each account administrator is provided with monthly reports showing the status of the budget accounts for which he/she is responsible. In addition, an online inquiry system is available at each administrative cost center.

The basis of accounting and the various funds and account groups utilized by West Geauga Local Schools are fully described in Note 2 of the financial statements. Additional information on the school district's budgetary accounting can also be found in Note 2.

Cash Management

The Board has established a cash management program that expedites the collection of local and state funds through electronic fund transfers and daily deposits. Funds are deposited in local financial institutions insured by the Federal Deposit Insurance Corporation as well as collateralized by investments in instruments issued by the United States Government or the State of Ohio.

Protection of the school district's deposits is provided by the Federal Deposit Insurance Corporation as well as by qualified securities pledged by the institution holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits. The face value of the pooled collateral must equal at least 105 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Board and designated third party trustees of the financial institution.

Awards and Acknowledgements

Instruction

The district's average daily student enrollment was 2,427 for fiscal year 2007. The West Geauga expenditure per pupil for fiscal year 2007 was \$10,885 compared to the state average at \$9,061. The district received an overall rating of "excellent" on the August 2007 Local Report Card issued by the Ohio Department of Education by scoring 29 out of 30 state indicators. Proficiency test results in comparison with the state for fiscal year 2007 are as follows:

		<u>WG 07</u>	<u>WG 06</u>	<u>State 07</u>
3 rd Grade	Reading	92.6%	92.5%	78.3%
	Mathematics	94.8%	86.2%	84.5%
4 th Grade	Reading	95.1%	94.4%	80.0%
	Writing	95.1%	98.1%	75.9%
	Mathematics	98.1%	96.3%	82.3%
5 th Grade	Reading	93.2%	91.0%	80.0%
	Mathematics	83.0%	89.3%	61.2%
	Science	89.8%		68.0%

		<u>WG 07</u>	<u>WG 06</u>	<u>State 07</u>
6 th Grade	Social Studies	83.5%		57.9%
	Reading	93.2%	94.2%	77.7%
	Mathematics	91.7%	85.3%	74.0%
7 th Grade	Reading	88.7%	87.8%	77.5%
	Mathematics	86.1%	80.0%	71.2%
	Writing	94.8%		81.1%
8 th Grade	Reading	93.4%	91.9%	80.2%
	Mathematics	85.6%	89.2%	71.5%
	Science	79.9%		62.7%
	Social Studies	57.5%		49.3%
10 th Grade OGT	Reading	96.4%	96.1%	86.9%
	Mathematics	97.7%	94.8%	81.2%
	Writing	98.6%	95.7%	89.0%
	Science	91.4%	92.6%	72.4%
	Social Studies	95.9%	94.8%	76.4%
11 th Grade OGT	Reading	96.8%	98.6%	92.8%
	Mathematics	95.9%	98.6%	88.8%
	Writing	98.2%	98.6%	93.4%
	Science	95.5%	97.6%	83.6%
	Social Studies	96.8%	97.2%	87.6%

Community

The mission of the West Geauga Local Schools is to help students reach their academic and career potential and pursue high ethical standards. To achieve this, we blend traditional practices with proven educational innovations, including technology, in an effort to achieve and maintain a standard of excellence.

While holding these high expectations for our students is not new, the way our schools' and student achievement is measured and reported has changed due to the new federal law known as the No Child Left Behind Act (NCLB). President George W. Bush signed NCLB into law in January 2002. The goal of this legislation is to improve the achievement of every child in every classroom in every school. As a result of this legislation, states are required to "raise the bar" by tracking adequate yearly progress (AYP) each year in order to meet the NCLB goal of having all students, including those with disabilities previously exempted, proficient in reading and math by the 2013-14 school year.

While AYP is based on state test results, we believe our students are learning much more than what's measured on a single test on a single day. And while the bar has been raised, making it more difficult to reach all 30 indicators, this new reporting system gives schools an opportunity to make sure that ALL students succeed by tracking and measuring individual student's progress.

The primary focus of West Geauga Local Schools continues to be on educational programming. The district's programming serves our students, parents and community in an effort to continuously improve. This process involves assessing current programs, identifying areas in which to improve, developing options, selecting the best options, gathering measurable data and analyzing the results.

Thus, the challenge to provide the funds for our own programs with limited funding, in addition to providing money for unfunded government mandates at a time when state financial support is stagnant, remains a priority for the district.

National Awards

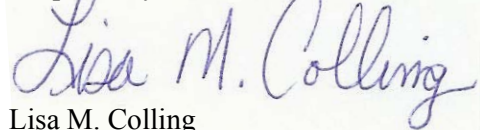
The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting for a Comprehensive Annual Financial Report. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

The school district was awarded the Certificate of Achievement for the fiscal year 2006 report. We believe that our current report conforms to the award requirements, and we are submitting it to GFOA for consideration.

The publication of this report significantly enhances the school district's accountability to the residents of the West Geauga Local School District. The preparation of this report would not have been possible without the work and support of Lennon & Company, CPA. In addition, the staff of the treasurer's office, various administrators and staff members of the school district, the Geauga County Auditor's Office staff and other outside agencies made possible the fair presentation of statistical data.

Finally, sincere appreciation is extended to the members of the West Geauga Board of Education for their support.

Respectfully submitted,



Lisa M. Colling
West Geauga Local School District Treasurer



Dr. Anthony Podojil
West Geauga Local School District Superintendent

Certificate of Achievement for Excellence in Financial Reporting

Presented to

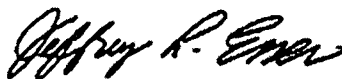
West Geauga Local School
District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2006

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

West Geauga Local School District

Principal Officials
June 30, 2007

Board of Education

Mr. Benjamin Pintabona..... President
Mrs. Sally Gillmore Vice President
Dr. William Beers..... Member
Mrs. Kathy Leavenworth Member
Mr. Dean Patterson Member

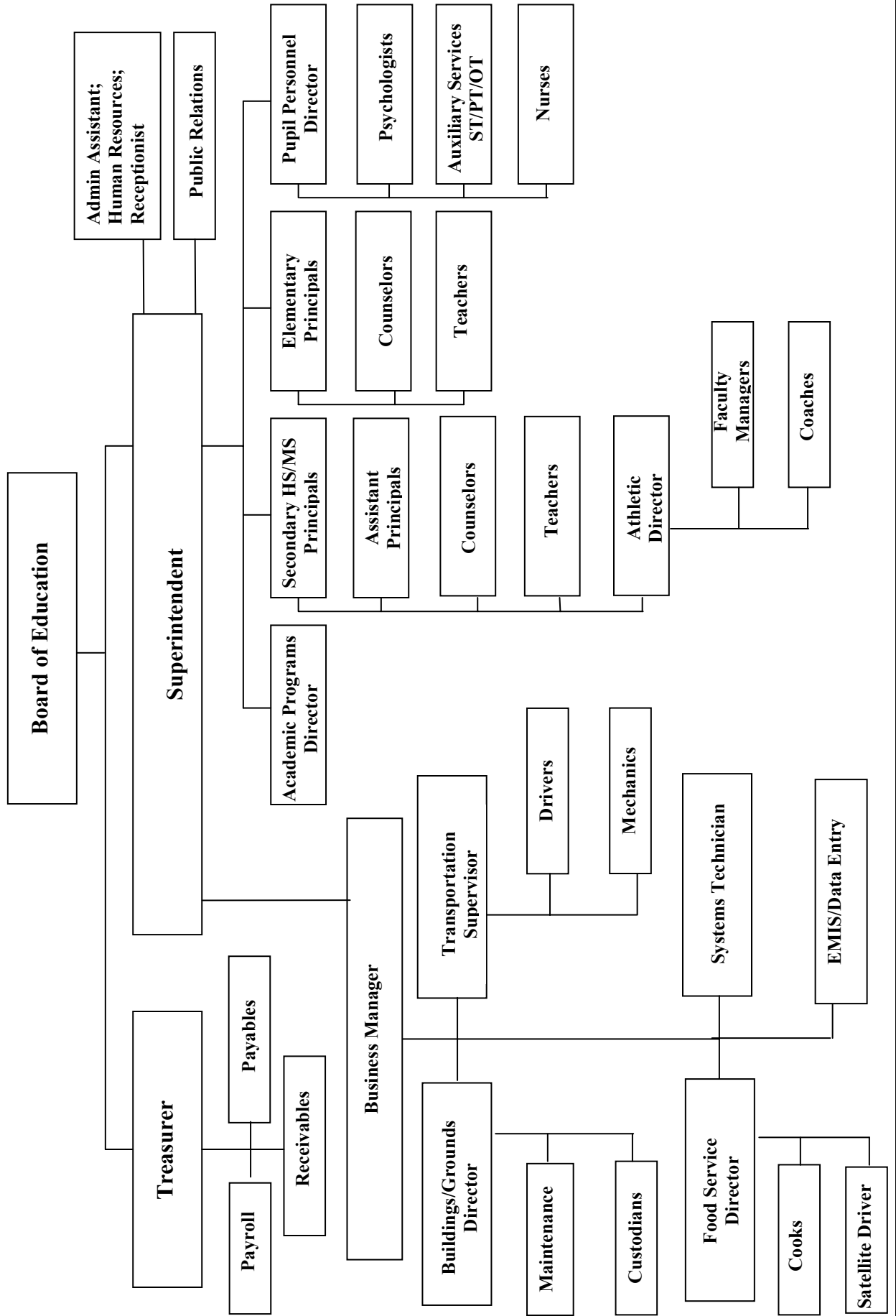
Treasurer

Mrs. Lisa M. Colling

Superintendent

Dr. Anthony Podojil

West Geauga Local School District





FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

West Geauga Local School District
Geauga County
8615 Chardon Road
Chesterland, Ohio 44026

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of West Geauga Local School District, Geauga County, Ohio, (the District) as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to 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.

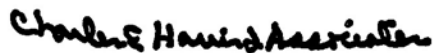
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the West Geauga Local School District, Geauga County, Ohio, as of June 30, 2007, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 3, the District changed its method of accounting for compensated absences and early retirement incentive. Also, the District converted several advances from prior years into transfers.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2007, on our consideration of the District's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal controls over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

The management's discussion and analysis information on is not a required part of the basic financial statements but are 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.

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and budgetary schedules and statistical section 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 budgetary 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 and statistical sections 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.

A handwritten signature in black ink that reads "Charles E. Harris". The signature is written in a cursive, slightly slanted style.

Charles E. Harris and Associates, Inc.
December 28, 2007

West Geauga Local School District
Management's Discussion and Analysis (Unaudited)

For the Fiscal Year Ended June 30, 2007

The discussion and analysis of the West Geauga Local School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2007. The intent of this discussion and analysis is to look at the District's financial performance as a whole. Readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for 2007 are as follows:

- In total, net assets increased \$4,424,036. Net assets of governmental activities increased \$4,414,793, a 223.6% increase from 2006. Net assets of business-type activities increased \$9,243, which represents a 0.66% increase from 2006.
- General revenues accounted for \$28,298,911 in revenue or 91.8% of all revenues. Program specific revenues in the form of charges for services, operating grants, contributions and interest, and capital grants and contributions accounted for \$2,543,732 in revenue or 9.6% of all revenues. The total of all revenues was \$30,842,643 for 2007.
- The District had \$25,509,896 of expenses related to government activities. \$1,832,576 of these expenses was offset by charges for services or operating and capital grants. General revenues supporting governmental activities (primarily property taxes, unrestricted grants and entitlements) of \$28,298,911 were adequate to provide for the balance of these programs resulting in a \$4,414,793 increase in net assets from \$1,974,793 in 2006 to \$6,389,586 in 2007.
- The District had \$908,711 of expenses related to business-type activities. \$711,156 of these expenses was offset by charges for services or operating grants. The transfer supporting business-type activities of \$206,798 was sufficient to provide for these programs resulting in a \$9,243 increase in net assets from \$1,393,670 in 2006 to \$1,402,913 in 2007.
- The District had two major governmental funds, the general fund and the debt service fund. The general fund had \$24,901,015 in revenues and \$22,755,452 in expenses. The general fund's balance increased \$1,722,982 from \$3,177,212 as of June 30, 2006 to \$4,900,194 at June 30, 2007. The debt service's fund balance increased \$51,464 from \$1,850,260 at June 30, 2006 to \$1,901,724 at June 30, 2007.

Using this Comprehensive Annual Financial Report

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

West Geauga Local School District
Management's Discussion and Analysis (Unaudited)

For the Fiscal Year Ended June 30, 2007

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 describe 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 non-major funds presented in total in one column. In the case of the District, the general fund and debt service funds are the most significant and the only funds reported as major funds.

Reporting the District as a Whole

The Statement of Net Assets and Statement of Activities

While reading these reports the most important questions asked about the District's finances are, "How did we do financially during 2007" and "Is the District better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the District as a whole and about its activities in a manner that helps to answer these questions. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by private sector corporations. All of the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid.

These two statements report the District's net assets and changes in those assets. The change in net assets provides the reader a tool to assist in determining whether the District's financial health is improving or diminishing. Non-financial factors such as property tax base, current property tax laws in Ohio which restrict revenue growth, student enrollment changes and facility conditions should be considered when reviewing the overall position of the District.

In the Statement of Net Assets and the Statement of Activities the District is divided into two types of activities, governmental activities and business-type activities. Governmental activities, the larger of the two, include instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities. Business-type activities include those services that are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided. Food services are included in business-type activities.

Reporting the District's Most Significant Funds

Fund Financial Statements

Our analysis of the District's major funds begins on page 8. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. The District's three types of funds, governmental, proprietary and fiduciary, use different accounting approaches as further described in the notes to the financial statements.

Governmental Funds

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and other financial assets that can readily be converted to cash.

West Geauga Local School District
Management's Discussion and Analysis (Unaudited)

For the Fiscal Year Ended June 30, 2007

The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or less financial resources available to spend in the near future to finance the District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the basic financial statements.

Proprietary Funds

Proprietary funds use the same basis of accounting as business-type activities; therefore the statements will essentially match the business-type activities portion of the entity-wide statements.

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, total assets exceeded liabilities by \$7,792,499 at June 30, 2007 and \$3,368,463 at June 30, 2006.

A comparative analysis of fiscal year 2007 to 2006 follows:

	Net Assets					
	Governmental Activities		Business-Type Activities		Total	
	2007	2006	2007	2006	2007	2006
Assets:						
Current assets	\$ 27,045,440	\$ 26,974,934	\$ 181,998	\$ 150,745	\$ 27,227,438	\$ 27,125,679
Capital assets	15,077,505	14,077,054	1,252,455	1,277,136	16,329,960	15,354,190
<i>Total assets</i>	<u>42,122,945</u>	<u>41,051,988</u>	<u>1,434,453</u>	<u>1,427,881</u>	<u>43,557,398</u>	<u>42,479,869</u>
Liabilities:						
Current liabilities	18,972,576	19,608,716	6,802	18,928	18,979,378	19,627,644
Long-term liabilities	16,760,783	19,468,479	24,738	15,283	16,785,521	19,483,762
<i>Total liabilities</i>	<u>35,733,359</u>	<u>39,077,195</u>	<u>31,540</u>	<u>34,211</u>	<u>35,764,899</u>	<u>39,111,406</u>
Net assets:						
Invested in capital						
assets, net of debt	2,092,443	1,837,934	1,252,455	1,277,136	3,344,898	3,115,070
Restricted	2,878,517	3,811,634	-	-	2,878,517	3,811,634
Unrestricted (Deficit)	1,418,626	(3,674,775)	150,458	116,534	1,569,084	(3,558,241)
<i>Total net assets</i>	<u>\$ 6,389,586</u>	<u>\$ 1,974,793</u>	<u>\$ 1,402,913</u>	<u>\$ 1,393,670</u>	<u>\$ 7,792,499</u>	<u>\$ 3,368,463</u>

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

The following table gives readers further details regarding the results of activities for the current and previous year and what makes up the changes in net assets.

West Geauga Local School District
Management's Discussion and Analysis (Unaudited)

For the Fiscal Year Ended June 30, 2007

Governmental Activities

	Changes in Net Assets			
	Governmental Activities		Business-type Activities	
	2007	2006	2007	2006
Revenue:				
Program revenues:				
Charges for services	\$ 578,843	\$ 498,113	\$ 645,703	\$ 630,337
Operating grants, contributions, and interest	1,227,306		65,453	
Capital grants and contributions	26,427	1,173,834	-	60,776
Total program revenue	<u>1,832,576</u>	<u>1,671,947</u>	<u>711,156</u>	<u>691,113</u>
General revenues:				
Property taxes	21,155,722	14,864,926	-	-
Grants and entitlements	6,597,341	6,652,326	-	-
Investment earnings	443,321	293,555	-	-
Miscellaneous	102,527	329,279	-	-
Total general revenue	<u>28,298,911</u>	<u>22,140,086</u>	<u>-</u>	<u>-</u>
Total revenue	<u>30,131,487</u>	<u>23,812,033</u>	<u>711,156</u>	<u>691,113</u>
Expenses:				
Instruction:				
Regular	10,353,894	9,838,234	-	-
Special	2,679,904	2,505,389	-	-
Vocational	180,952	185,821	-	-
Other	375,634	391,716	-	-
Support services:				
Pupils	1,919,449	1,790,903	-	-
Instructional staff	784,377	870,190	-	-
Board of education	48,817	44,858	-	-
Administration	1,835,968	1,640,485	-	-
Fiscal	779,457	735,376	-	-
Business	187,079	190,818	-	-
Operation and maintenance of plant	2,426,892	1,757,726	-	-
Pupil transportation	1,919,444	1,782,371	-	-
Central	91,810	67,306	-	-
Community services	516,393	472,983	-	-
Extracurricular activities	779,025	765,699	-	-
Facilities acquisition and construction services	-	977,742	-	-
Interest and fiscal charges	630,801	673,506	-	-
Food services	-	-	666,096	672,620
Uniform school supplies	-	-	242,615	189,780
Total expenses	<u>25,509,896</u>	<u>24,691,123</u>	<u>908,711</u>	<u>862,400</u>
Total excess of revenues over (under) expenses before transfers	<u>4,621,591</u>	<u>(879,090)</u>	<u>(197,555)</u>	<u>(171,287)</u>
Transfers	<u>(206,798)</u>	<u>(180,000)</u>	<u>206,798</u>	<u>180,000</u>
Changes in net assets	<u>\$ 4,414,793</u>	<u>\$ (1,059,090)</u>	<u>\$ 9,243</u>	<u>\$ 8,713</u>

West Geauga Local School District
Management's Discussion and Analysis (Unaudited)

For the Fiscal Year Ended June 30, 2007

Net assets of the District's governmental activities increased \$4,414,793. This increase was mainly due to an increase in property tax from the renewed 5.64 mill levy. Total governmental expenses of \$25,509,896 were primarily offset by program revenues of \$1,832,576 and general revenues of \$28,298,911. Program revenues supported 7.18% of the total governmental expenses.

The School District has carefully planned its financial existence by forecasting its revenues and expenses over the next five years. The School District's revenue growth is mostly dependent upon property tax increases. Property taxes made up 70.2% of revenues for governmental activities for the School District in fiscal year 2007. Although the School District relies heavily upon local property taxes to support its operations, the School District does actively solicit and receive additional grant and entitlement funds to help offset some operating cost.

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

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

West Geauga Local School District
Management's Discussion and Analysis (Unaudited)

For the Fiscal Year Ended June 30, 2007

	Governmental Activities			
	<u>Total Cost of Services 2007</u>	<u>Net Cost of Services 2007</u>	<u>Total Cost of Services 2006</u>	<u>Net Cost of Services 2006</u>
Program expenses:				
Instruction:				
Regular	\$ 10,353,894	\$ (9,874,288)	\$ 9,838,234	\$ (9,725,715)
Special	2,679,904	(2,621,800)	2,505,389	(1,865,313)
Vocational	180,952	(180,952)	185,821	(185,821)
Other	375,634	(375,634)	391,716	(386,681)
Support services:				
Pupils	1,919,449	(1,505,951)	1,790,903	(1,790,903)
Instructional staff	784,377	(766,962)	870,190	(813,826)
Board of education	48,817	(48,817)	44,858	(44,858)
Administration	1,835,968	(1,763,042)	1,640,485	(1,630,581)
Fiscal	779,457	(779,457)	735,376	(726,907)
Business	187,079	(187,079)	190,818	(190,818)
Operation and maintenance of plant	2,426,892	(2,419,196)	1,757,726	(1,332,168)
Pupil transportation	1,919,444	(1,880,363)	1,782,371	(1,772,959)
Central	91,810	(79,810)	67,306	(55,306)
Community services	516,393	(69,929)	472,983	(472,983)
Extracurricular activities	779,025	(493,239)	765,699	(373,089)
Facilities acquisition and construction services	-	-	977,742	(977,742)
Interest and fiscal charges	630,801	(630,801)	673,506	(673,506)
Total expenses	<u>\$ 25,509,896</u>	<u>\$ (23,677,320)</u>	<u>\$ 24,691,123</u>	<u>\$ (23,019,176)</u>

Business-Type Activities

Business-type activities include food service operation, uniform supplies, and adult education. These programs had revenues of \$711,156, expenses of \$908,711, and transfers-in of \$206,798 for fiscal year 2007, and revenues of \$691,113, expenses of \$862,400, and transfers-in of \$180,000 for fiscal year 2006. The food service operations had expenses of \$666,096, revenues of \$476,014, and transfers-in of \$200,000 for fiscal year 2007, and expenses of \$672,620, revenues of \$480,630, and transfers-in of \$175,000 for fiscal year 2006. This resulted in a increase to net assets for the fiscal year 2007 of \$9,918. The uniform supplies operations had expenses of \$242,615, revenues of \$235,142, and transfers-in of \$6,798 for fiscal year 2007, and expenses of \$189,780, revenues of \$210,483 and transfers-in of \$5,000 for fiscal year 2006. This resulted in a decrease to net assets for fiscal year 2007 of \$675. The adult education operations had no expenses or revenues for both fiscal years 2007 and 2006. Management assesses the performance of each of these funds to ensure that they are run efficiently.

The School District's Funds

The School District's governmental funds (as presented on the balance sheet on page 16) reported a combined fund balance of \$7,834,464, which is a \$617,332 increase from last year's total of \$7,217,132. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2007 and 2006.

West Geauga Local School District
 Management's Discussion and Analysis (Unaudited)

For the Fiscal Year Ended June 30, 2007

	Fund Balance <u>June 30, 2007</u>	Fund Balance <u>June 30, 2006</u>	Increase (Decrease) <u></u>
General, restated	\$ 4,900,194	\$ 3,177,212	\$ 1,722,982
Debt service	1,901,724	1,850,260	51,464
Other government	<u>1,032,546</u>	<u>2,189,660</u>	<u>(1,157,114)</u>
Total	<u>\$ 7,834,464</u>	<u>\$ 7,217,132</u>	<u>\$ 617,332</u>

General Fund

The School District's general fund balance increased by \$1,722,982 this was due to several factors. The table that follows assists in illustrating the financial activities and fund balance of the General Fund.

	2007 <u>Amount</u>	2006 <u>Amount</u>	Percent <u>Change</u>
Taxes	\$ 17,762,187	\$ 12,762,759	39.2%
Intergovernmental	6,502,543	6,269,394	3.7%
Interest	443,321	282,398	57.0%
Tuition and fees	140,103	104,667	33.9%
Extracurricular activities	1,650	1,375	20.0%
Charges for services	16,393	30,694	-46.6%
Rent	7,536	-	-
Miscellaneous	27,282	-	-
Refund of prior year expenditure	<u>-</u>	<u>278,481</u>	-100.0%
Total	<u>24,901,015</u>	<u>19,729,768</u>	

The property tax revenue increased \$4,999,428 primarily due to the renewed tax levy. Cash basis property tax revenue increased by approximately \$1.7 million. Interest increased \$160,923 due to increases in cash and investments mainly STAROhio. Charges for services decreased \$14,301 due to a decrease in miscellaneous fees.

West Geauga Local School District
 Management's Discussion and Analysis (Unaudited)

For the Fiscal Year Ended June 30, 2007

The table that follows assists in illustrating the expenditures of the general fund.

<u>Expenditures by Function</u>	<u>2007</u> <u>Amount</u>	<u>2006</u> <u>Amount</u>	<u>Percent</u> <u>Change</u>
Instruction	\$ 12,839,475	\$ 12,553,734	2.3%
Support services	9,209,407	8,519,166	8.1%
Extracurricular activities	466,458	477,256	-2.3%
Operation of non-instructional services	937	-	-
Capital outlay	239,175	-	-
Refund of prior year receipts	-	5,829	-100.0%
	<u>\$ 22,755,452</u>	<u>\$ 21,555,985</u>	

Expenditures are up \$721,274 or 3.3% over the prior year. This increase was not attributed to any one significant item.

Debt Service Fund

The District's debt service fund balance increased by \$51,464 due to an increase in property taxes. The revenues of the fund are property taxes, calculated by the county auditor, and state homestead and rollback money computed as a percentage of the tax due to the fund. The expenses of the fund include debt principal and interest payments as well as county auditor and treasurer fees. The remaining fund balance will be used to make upcoming debt payments as they become due.

Other Funds

Other governmental funds consist of special revenue and capital projects funds. The increase/decrease in fund balance is primarily due to project needs in the fiscal year.

General Fund Budget Information

The District's budget is prepared in accordance with Ohio law and is based on the cash basis of accounting, utilizing cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

The District utilizes the five-year forecast as the original document from which to form the operating budget. After updating of the forecast for changes in revenue and expenditure assumptions the operating budget begins at the school level. Each school in the district receives a per pupil allocation augmented with resources for special education students in the specific buildings. The departments then receive the remainder of funds to bring the budget into balance with the five-year forecast. The site and department budgets are reviewed periodically to ensure management becomes aware of any significant variations during the year.

For the general fund, final budget basis revenue was \$24,071,765, the original budget estimate of \$22,923,264. Of this \$1,148,501 difference, intergovernmental revenue was approximately \$573,478 over original estimates. The intergovernmental revenue line item fluctuates year to year and is budgeted on a conservative basis to avoid revenue overestimations. In addition, property tax revenue was approximately \$200,970 over original estimates.

West Geauga Local School District
Management's Discussion and Analysis (Unaudited)

For the Fiscal Year Ended June 30, 2007

The difference between the original budget appropriations and the final amended budget appropriations of the general fund were approximately \$1,087,810. Most of the decrease occurred in instruction and support services, which amounted to \$1,071,443.

Actual revenue of \$24,074,173, which increased slightly by \$2,408 from the final estimate and as a result of this, expenditures were carefully monitored and actual expenditures were \$130,364 under the budget.

Capital Assets

The School District had \$16,329,960 invested in capital assets net of depreciation, with \$15,077,505 attributed to governmental activities. Acquisition for governmental activities totaled \$1,813,796 and depreciation was \$809,054. The majority of the additions were represented by acquisition of building improvements, furniture and equipment, and vehicles. Detailed information regarding capital asset activities is included in the notes to the financial statement (Note 9).

Debt Administration

At June 30, 2007, the District had \$12,215,000 in outstanding bonds payable. Of this total, \$1,735,000 is due within one year and \$10,480,000 is due through fiscal year 2020. The District paid \$1,675,000 in principal on bonds outstanding during the fiscal year. Detailed information regarding long term debt and notes payable activity is included in the Note 15 to the basic financial statements.

Under current state statutes, the District's general obligation bonded debt issues are subject to a legal limitation based on 9% of the total value of real and personal property. At June 30, 2007, the District's general obligation debt was below the legal limit.

Restrictions and Other Limitations

With the renewal of the May 2007 emergency levy, the District is in a position to provide the same level of education for FY07 and FY08 with a minimal carryover balance. However, the future financial stability of the District is not without challenges.

The first challenge is for management to ensure resources can be preserved as long as possible. Operating and capital budgets are being utilized by management to manage financial resources effectively. The District has convened a Finance Advisory Community Team (FACT) to develop a financial strategy for the West Geauga Local School District that balances community resources and expectations with federal and state mandates and required academic outcomes.

West Geauga Local School District
Management's Discussion and Analysis (Unaudited)

For the Fiscal Year Ended June 30, 2007

The second challenge facing the District is based in the local economy. The District has experienced minimal growth during the past several years. Projections indicate that the growth rate of the District will remain level for the next five years. If this pattern changes, adjustments may have to be made to the financial models upon which time more information is known. Also, a sustained economic slowdown could result in revenue forecasts having to be revised downward. Either of these scenarios could cause the District to scale down the educational program offerings or seek additional resources.

Contacting the District's Financial Management

This financial report is designed to provide our citizen's, taxpayers, 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 Treasurer Lisa Colling, West Geauga Local School District, 8615 Cedar Road, Chesterland, Ohio 44026 or call (440) 729-5900.

West Geauga Local School District

Statement of Net Assets

June 30, 2007

	Primary Government		Total
	Governmental Activities	Business - Type Activities	
Assets:			
Equity in pooled cash and cash equivalents	\$ 6,347,924	\$ 159,616	\$ 6,507,540
Receivables:			
Accounts	52,308	2,912	55,220
Intergovernmental	42,411	1,061	43,472
Taxes	20,331,467	-	20,331,467
Prepaid items	46,323	-	46,323
Inventory held for resale	-	15,550	15,550
Materials and supplies inventory	-	2,859	2,859
Restricted assets:			
Cash with escrow agent	225,007	-	225,007
Capital assets:			
Nondepreciable capital assets	1,762,744	-	1,762,744
Depreciable capital assets, net	13,314,761	1,252,455	14,567,216
Total assets	<u>42,122,945</u>	<u>1,434,453</u>	<u>43,557,398</u>
Liabilities:			
Accounts payable	45,319	1,386	46,705
Accrued wages	1,414,768	232	1,415,000
Intergovernmental payable	782,527	5,184	787,711
Early retirement incentive payable	38,363	-	38,363
Compensated absences payable	57,518	-	57,518
Deferred revenue	16,537,994	-	16,537,994
Accrued interest payable	96,087	-	96,087
Long-term liabilities:			
Due within one year	2,729,106	1,469	2,730,575
Due in more than one year	14,031,677	23,269	14,054,946
Total liabilities	<u>35,733,359</u>	<u>31,540</u>	<u>35,764,899</u>
Net assets:			
Invested in capital assets, net of related debt	2,092,443	1,252,455	3,344,898
Restricted for:			
Capital projects	819,111	-	819,111
Debt service	1,835,052	-	1,835,052
Other purposes	224,354	-	224,354
Unrestricted	1,418,626	150,458	1,569,084
Total net assets	<u>\$ 6,389,586</u>	<u>\$ 1,402,913</u>	<u>\$ 7,792,499</u>

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

West Geauga Local School District

Statement of Activities

June 30, 2007

	Expenses	Program Revenues		
		Charges for Services	Operating Grants, Contributions and Interest	Capital Grants and Contributions
Governmental Activities:				
Instruction:				
Regular	\$ 10,353,894	\$ 276,947	\$ 202,659	\$ -
Special	2,679,904	-	58,104	-
Vocational	180,952	-	-	-
Other	375,634	-	-	-
Support services:				
Pupils	1,919,449	-	413,498	-
Instructional staff	784,377	-	17,415	-
Board of education	48,817	-	-	-
Administration	1,835,968	7,227	65,699	-
Fiscal	779,457	-	-	-
Business	187,079	-	-	-
Operation and maintenance of plant	2,426,892	7,696	-	-
Pupil transportation	1,919,444	12,654	-	26,427
Central	91,810	-	12,000	-
Operation of non-instructional services:				
Community services	516,393	-	446,464	-
Extracurricular activities	779,025	274,319	11,467	-
Interest and fiscal charges	630,801	-	-	-
Total governmental activities	25,509,896	578,843	1,227,306	26,427
Business-type Activities:				
Food service	666,096	410,561	65,453	-
Uniform supplies	242,615	235,142	-	-
Total Business-Type Activities	908,711	645,703	65,453	-
Totals	\$ 26,418,607	\$ 1,224,546	\$ 1,292,759	\$ 26,427

General Revenues:
 Property taxes levied for:
 General purposes
 Debt service
 Capital outlay
 Grants and entitlements not restricted to specific programs
 Investment earnings
 Miscellaneous
 Total general revenues

Transfers
 Total general revenues and transfers

Change in net assets

Net assets beginning of year, as restated
 Net assets end of year

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

Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (9,874,288)	\$ -	\$ (9,874,288)
(2,621,800)	-	(2,621,800)
(180,952)	-	(180,952)
(375,634)	-	(375,634)
(1,505,951)	-	(1,505,951)
(766,962)	-	(766,962)
(48,817)	-	(48,817)
(1,763,042)	-	(1,763,042)
(779,457)	-	(779,457)
(187,079)	-	(187,079)
(2,419,196)	-	(2,419,196)
(1,880,363)	-	(1,880,363)
(79,810)	-	(79,810)
(69,929)	-	(69,929)
(493,239)	-	(493,239)
(630,801)	-	(630,801)
<u>(23,677,320)</u>	<u>-</u>	<u>(23,677,320)</u>
-	(190,082)	(190,082)
-	(7,473)	(7,473)
-	(197,555)	(197,555)
<u>\$ (23,677,320)</u>	<u>\$ (197,555)</u>	<u>\$ (23,874,875)</u>
17,873,911	-	17,873,911
2,978,363	-	2,978,363
303,448	-	303,448
6,597,341	-	6,597,341
443,321	-	443,321
102,527	-	102,527
<u>28,298,911</u>	<u>-</u>	<u>28,298,911</u>
(206,798)	206,798	-
<u>28,092,113</u>	<u>206,798</u>	<u>56,597,822</u>
4,414,793	9,243	4,424,036
1,974,793	1,393,670	3,368,463
<u>\$ 6,389,586</u>	<u>\$ 1,402,913</u>	<u>\$ 7,792,499</u>

West Geauga Local School District

Balance Sheet - Governmental Funds

June 30, 2007

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Assets:				
Equity in pooled cash and cash equivalents	\$ 3,968,955	\$ 1,503,541	\$ 875,428	\$ 6,347,924
Receivables:				
Taxes	17,128,600	2,898,361	304,506	20,331,467
Accounts	50,649	-	1,659	52,308
Intergovernmental	-	-	42,411	42,411
Interfund	53,000	-	-	53,000
Prepaid items	46,323	-	-	46,323
Restricted assets:				
Cash with escrow agent	-	-	225,007	225,007
Total assets	<u>\$ 21,247,527</u>	<u>\$ 4,401,902</u>	<u>\$ 1,449,011</u>	<u>\$ 27,098,440</u>
Liabilities:				
Accounts payable	\$ 16,830	\$ -	\$ 28,489	\$ 45,319
Accrued wages	1,397,420	-	17,348	1,414,768
Interfund payable	-	-	53,000	53,000
Intergovernmental payable	770,834	-	11,693	782,527
Early retirement incentive payable	38,363	-	-	38,363
Compensated absences payable	57,518	-	-	57,518
Deferred revenue	14,066,368	2,500,178	305,935	16,872,481
Total liabilities	<u>16,347,333</u>	<u>2,500,178</u>	<u>416,465</u>	<u>19,263,976</u>
Fund balances:				
Reserved:				
Reserved for encumbrances	541,217	-	224,227	765,444
Reserved for property tax	3,062,392	398,183	-	3,460,575
Unreserved, undesignated, reported in:				
General fund	1,296,585	-	-	1,296,585
Special revenue funds	-	-	152,776	152,776
Debt service fund	-	1,503,541	-	1,503,541
Capital projects funds	-	-	655,543	655,543
Total fund balances	<u>4,900,194</u>	<u>1,901,724</u>	<u>1,032,546</u>	<u>7,834,464</u>
Total liabilities and fund balances	<u>\$ 21,247,527</u>	<u>\$ 4,401,902</u>	<u>\$ 1,449,011</u>	<u>\$ 27,098,440</u>

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

West Geauga Local School District

Reconciliation of Total Governmental Fund Balances to
Net Assets of Governmental Activities

June 30, 2007

Total governmental funds balances \$ 7,834,464

*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. 15,077,505

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

Property taxes	\$ 332,898	
Charges for services	1,467	
Intergovernmental	122	
Total	<u>334,487</u>	334,487

In the statement of activities, interest is accrued on outstanding bonds, notes and lease
purchase agreements, whereas in governmental funds, an interest expenditure is
reported when due. (96,087)

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

General obligation bonds	\$ (12,215,000)	
General obligation notes	(1,762,500)	
Lease purchase agreements	(1,205,069)	
Early retirement incentives payable	(38,363)	
Compensated absences	(1,539,851)	
Total	<u>(16,760,783)</u>	(16,760,783)

Net assets of governmental activities \$ 6,389,586

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

West Geauga Local School District

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds

For the Fiscal Year Ended June 30, 2007

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
<u>Revenues:</u>				
Taxes	\$ 17,762,187	\$ 3,016,546	\$ 301,228	\$ 21,079,961
Intergovernmental	6,502,543	227,061	1,124,215	7,853,819
Interest	443,321	-	8,416	451,737
Tuition and fees	140,103	-	3,625	143,728
Extracurricular activities	1,650	-	393,617	395,267
Gifts and donations	-	-	61,962	61,962
Charges for services	16,393	-	-	16,393
Rent	7,536	-	-	7,536
Miscellaneous	27,282	-	16,453	43,735
Total revenues	<u>24,901,015</u>	<u>3,243,607</u>	<u>1,909,516</u>	<u>30,054,138</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	9,684,136	-	242,083	9,926,219
Special	2,598,753	-	63,917	2,662,670
Vocational	180,952	-	-	180,952
Other	375,634	-	-	375,634
Support services:				
Pupils	1,484,623	-	415,721	1,900,344
Instructional staff	726,961	-	21,954	748,915
Board of education	38,274	-	-	38,274
Administration	1,835,006	-	75,081	1,910,087
Fiscal	736,097	29,446	9,443	774,986
Business	188,990	-	179	189,169
Operation and maintenance of plant	2,348,174	-	129,601	2,477,775
Pupil transportation	1,794,955	-	-	1,794,955
Central	56,327	-	24,000	80,327
Operation of non-instructional services:				
Community services	937	-	440,624	441,561
Extracurricular activities	466,458	-	285,189	751,647
Capital outlay	239,175	-	1,574,621	1,813,796
Debt service:				
Principal retirement	-	2,432,431	-	2,432,431
Interest and fiscal charges	-	730,266	-	730,266
Total expenditures	<u>22,755,452</u>	<u>3,192,143</u>	<u>3,282,413</u>	<u>29,230,008</u>
Excess of revenues over (under) expenditures	<u>2,145,563</u>	<u>51,464</u>	<u>(1,372,897)</u>	<u>824,130</u>
<u>Other financing sources (uses):</u>				
Transfers in	-	-	215,783	215,783
Transfers out	(422,581)	-	-	(422,581)
Total other financing sources (uses)	<u>(422,581)</u>	<u>-</u>	<u>215,783</u>	<u>(206,798)</u>
Net change in fund balances	1,722,982	51,464	(1,157,114)	617,332
Fund balances beginning of year	<u>3,177,212</u>	<u>1,850,260</u>	<u>2,189,660</u>	<u>7,217,132</u>
Fund balances end of year	<u>\$ 4,900,194</u>	<u>\$ 1,901,724</u>	<u>\$ 1,032,546</u>	<u>\$ 7,834,464</u>

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

West Geauga Local School District

Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities

For the Fiscal Year Ended June 30, 2007

Net change in fund balances - total governmental funds	\$	617,332
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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 capital assets is allocated over their estimated useful lives as depreciation expense.

In the current period, these amounts are:

Capital asset additions, net	\$	1,813,796	
Depreciation expense		<u>(809,054)</u>	
Excess of depreciation expense over net capital asset additions			1,004,742

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.			(4,291)
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These activities consist of:

Property taxes	\$	75,760	
Charges for services		1,467	
Intergovernmental		<u>122</u>	
Net change in deferred revenues during the year			77,349

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.			2,432,431
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Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Decrease in compensated absences	\$	187,765	
Decrease in accrued interest		<u>99,465</u>	
Total reduced expenditures			<u>287,230</u>

<i>Change in net assets of governmental activities</i>	<u>\$</u>		<u>4,414,793</u>
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The notes to the basic financial statements are an integral part of this statement.

West Geauga Local School District

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund

For the Fiscal Year Ended June 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>				
Taxes	\$ 16,732,444	\$ 16,933,414	\$ 16,938,060	\$ 4,646
Intergovernmental	5,926,996	6,500,474	6,502,543	2,069
Interest	152,945	447,025	442,751	(4,274)
Tuition and fees	86,500	142,632	140,956	(1,676)
Extracurricular activities	-	1,650	1,650	-
Charges for services	15,000	16,393	16,393	-
Rent	3,500	5,262	6,905	1,643
Miscellaneous	5,879	24,915	24,915	-
Total revenues	22,923,264	24,071,765	24,074,173	2,408
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	9,376,271	10,054,909	10,035,763	19,146
Special	4,077,900	2,654,019	2,654,019	-
Vocational	195,245	186,052	186,052	-
Other	458,903	426,972	410,634	16,338
Support services:				
Pupils	1,626,284	1,549,708	1,543,185	6,523
Instructional staff	808,852	770,766	767,310	3,456
Board of education	46,183	44,009	44,009	-
Administration	1,879,085	1,790,606	1,766,956	23,650
Fiscal	950,461	1,025,503	988,094	37,409
Business	230,088	219,254	208,077	11,177
Operation and maintenance of plant	2,319,079	2,269,657	2,264,649	5,008
Pupil transportation	1,949,418	1,857,627	1,851,426	6,201
Central	58,535	55,779	55,416	363
Operation of non-instructional services:				
Community services	-	2,000	937	1,063
Extracurricular activities	483,636	465,269	465,239	30
Capital outlay	125,664	125,664	125,664	-
Total expenditures	24,585,604	23,497,794	23,367,430	130,364
Excess of revenues over (under) expenditures	(1,662,340)	573,971	706,743	132,772
<u>Other financing sources (uses):</u>				
Refund of prior year expenditures	380,000	242,119	242,119	-
Refund of prior year receipts	(3,250)	(750)	(750)	-
Advances in	59,198	59,198	59,198	-
Advances out	-	(53,000)	(53,000)	-
Transfers out	(192,000)	(422,581)	(422,581)	-
Total other financing sources (uses)	243,948	(175,014)	(175,014)	-
Net change in fund balance	(1,418,392)	398,957	531,729	132,772
Fund balances at beginning of year	2,481,626	2,481,626	2,481,626	-
Prior year encumbrances appropriated	398,348	398,348	398,348	-
Fund balances at end of year	\$ 1,461,582	\$ 3,278,931	\$ 3,411,703	\$ 132,772

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

West Geauga Local School District

Statement of Fund Net Assets - Proprietary Funds

June 30, 2007

	Business-Type Activities			Total
	Food Service	Uniform Supplies	Adult Education	
<u>Assets:</u>				
Current assets:				
Equity in pooled cash and cash equivalents	\$ 42,261	\$ 117,343	\$ 12	\$ 159,616
Inventory held for resale	15,550	-	-	15,550
Material and supplies inventory	2,859	-	-	2,859
Accounts receivable	130	2,782	-	2,912
Intergovernmental receivable	1,061	-	-	1,061
Total current assets	61,861	120,125	12	181,998
Noncurrent assets:				
Depreciable capital assets, net	1,252,455	-	-	1,252,455
Total assets	\$ 1,314,316	\$ 120,125	\$ 12	\$ 1,434,453
<u>Liabilities:</u>				
Current liabilities:				
Accounts payable	\$ -	\$ 1,386	\$ -	\$ 1,386
Accrued wages	232	-	-	232
Intergovernmental payable	5,184	-	-	5,184
Compensated absences payable	1,469	-	-	1,469
Total current assets	6,885	1,386	-	8,271
Noncurrent liabilities:				
Compensated absences	23,269	-	-	23,269
Total liabilities	30,154	1,386	-	31,540
<u>Net assets:</u>				
Invested in capital assets, net of related debt	1,252,455	-	-	1,252,455
Unrestricted	31,707	118,739	12	150,458
Total net assets	\$ 1,284,162	\$ 118,739	\$ 12	\$ 1,402,913

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

West Geauga Local School District

Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Funds

For the Fiscal Year Ended June 30, 2007

	Business-Type Activities			Total
	Food Service	Uniform Supplies	Adult Education	
<u>Operating revenues:</u>				
Charges for services	\$ 130	\$ -	\$ -	\$ 130
Sales	410,431	235,142	-	645,573
Total operating revenues	<u>410,561</u>	<u>235,142</u>	<u>-</u>	<u>645,703</u>
<u>Operating expenses:</u>				
Salaries	218,383	560	-	218,943
Fringe benefits	122,211	-	-	122,211
Purchased services	299,925	320	-	300,245
Materials and supply	-	241,735	-	241,735
Depreciation	24,681	-	-	24,681
Other	896	-	-	896
Total operating expenses	<u>666,096</u>	<u>242,615</u>	<u>-</u>	<u>908,711</u>
Operating income	(255,535)	(7,473)	-	(263,008)
<u>Non-operating revenues:</u>				
Federal donated commodities	13,846	-	-	13,846
Intergovernmental	51,607	-	-	51,607
Total non-operating revenues	<u>65,453</u>	<u>-</u>	<u>-</u>	<u>65,453</u>
Income (loss) before transfers	<u>(190,082)</u>	<u>(7,473)</u>	<u>-</u>	<u>(197,555)</u>
Transfers in	200,000	6,798	-	206,798
Change in net assets	9,918	(675)	-	9,243
Net assets beginning of year, as restated	1,274,244	119,414	12	1,393,670
Net assets end of year	<u>\$ 1,284,162</u>	<u>\$ 118,739</u>	<u>\$ 12</u>	<u>\$ 1,402,913</u>

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

West Geauga Local School District

Statement of Cash Flows - Proprietary Funds

For the Fiscal Year Ended June 30, 2007

	Business-Type Activities			
	Food Service	Uniform Supplies	Adult Education	Total
<u>Cash flows from operating activities:</u>				
Cash received from customers	\$ 410,558	\$ 234,925	\$ -	\$ 645,483
Cash payments to suppliers for goods and services	(293,186)	(243,367)	-	(536,553)
Cash payments to employees for services	(233,434)	(560)	-	(233,994)
Cash payments for employee benefits	(110,040)	-	-	(110,040)
Net cash provided by (used for) operating activities	<u>(226,102)</u>	<u>(9,002)</u>	<u>-</u>	<u>(235,104)</u>
<u>Cash flows from noncapital financing activities:</u>				
Operating grants	57,486	-	-	57,486
Transfer in	200,000	6,798	-	206,798
Net cash provided by (used for) noncapital financing activities	<u>257,486</u>	<u>6,798</u>	<u>-</u>	<u>264,284</u>
Net increase (decrease) in cash and cash equivalents	31,384	(2,204)	-	29,180
Cash and cash equivalents at beginning of year	10,877	119,547	12	130,436
Cash and cash equivalents at end of year	<u>\$ 42,261</u>	<u>\$ 117,343</u>	<u>\$ 12</u>	<u>\$ 159,616</u>
<u>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</u>				
Operating income (loss)	\$ (255,535)	\$ (7,473)	\$ -	\$ (263,008)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	24,681	-	-	24,681
Federal donated commodities	13,846	-	-	13,846
Change in assets and liabilities:				
(Increase) decrease in assets:				
Accounts receivable	(3)	(1,798)	-	(1,801)
Inventory held for resale	(3,292)	-	-	(3,292)
Material and supplies inventory	(2,859)	-	-	(2,859)
Increase (decrease) in liabilities:				
Accounts payable	(60)	269	-	209
Accrued wages	232	-	-	232
Intergovernmental payable	(12,567)	-	-	(12,567)
Compensated absences payable	9,455	-	-	9,455
Total adjustments	<u>29,433</u>	<u>(1,529)</u>	<u>-</u>	<u>27,904</u>
Net cash provided by (used for) operating activities	<u>\$ (226,102)</u>	<u>\$ (9,002)</u>	<u>\$ -</u>	<u>\$ (235,104)</u>
Non-cash noncapital financing activities:				
Federal donated commodities	<u>\$ 13,846</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

West Geauga Local School District

Statement of Fiduciary Net Assets - Fiduciary Funds

June 30, 2007

	<u>Agency</u>
<u>Assets:</u>	
Equity in pooled cash and cash equivalents	<u>\$ 54,778</u>
<u>Liabilities:</u>	
Accounts payable	\$ 346
Due to students	<u>54,432</u>
Total liabilities	<u>\$ 54,778</u>

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

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Note 1: Description of the School District

The West Geauga Local School District (the “School District”) operates under a locally elected five-member Board form of government and provides educational services as authorized by State or federal agencies. The Board controls the School District’s four instructional facilities, staffed by 111 classified personnel, 158 certified teaching personnel including 18 administrative employees to provide services to students and other community members.

The School District is located in Geauga County, including all of Chesterland and Russell Townships and portions of Munson, South Russell, and Hunting Valley, Ohio. The enrollment for the School District during the 2007 fiscal year was 2,427. The School District operates two elementary schools (K-5), one middle school (6-8), and one high school (9-12).

Note 2: Summary of Significant Accounting Policies

The financial statements of the School District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued after November 30, 1989, to its governmental and business-type activities and to its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The more significant of the School District’s accounting policies are described below.

A. Reporting Entity

The reporting entity has been defined in accordance with GASB Statement No. 14, “The Financial Reporting Entity” and Statement No. 39, “Determining Whether Certain Organizations Are Component Units”. When applying these standards, management has considered all potential component units. Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization’s governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization’s resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the debt, the issuance of debt, or the levying of taxes. Based upon the application of these criteria, the School District has no component units. The financial statements of the reporting entity include only those of the School District (the primary government). The School District is not involved in the budgeting or the management of Parent-Teacher Organizations or booster clubs. The School District is also not responsible for any debt and has no influence over these organizations or clubs. The following organizations are described due to their relationship to the School District.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Jointly Governed Organizations

Lake Geauga Computer Association – The Lake Geauga Computer Association (the “LGCA”) is a jointly governed organization that was formed for the purpose of providing computer services for accounting, grading, scheduling, EMIS and other applications to its 18 member school districts. Each of the districts supports LGCA based upon a per pupil charge. The executive committee (governing board) consists of the superintendents and treasurers of the member school districts. The degree of control exercised by any participating school district is limited to its representation on the governing board. LGCA’s continued existence is not dependent on West Geauga Local School District’s continued participation. In fiscal year 2007, the School District paid \$86,885 to the Association. To obtain financial information, write to Lake Geauga Computer Association, 8140 Auburn Road, Painesville, Ohio 44077.

East Shore Regional Transportation System – The East Shore Regional Transportation System (“ESRTA”) is a jointly governed organization that was formed for the purpose of providing a transportation system for the handicapped children in the 16 member school districts. The transportation committee (governing board) consists of the superintendents of the member school districts. The degree of control exercised by any participating school district is limited to its representation on the governing board. ESRTA is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit or burden on the School District. To obtain financial information, write to Kirtland Board of Education, 9252 Chillicothe Road, Kirtland, Ohio 44094.

East Shore Center – The East Shore Center is a jointly governed organization that was formed for the purpose of providing special education for the handicapped children in the sixteen member school districts. The governing board consists of the superintendents of the member school districts. The degree of control exercised by any participating school district is limited to its representation of the government board. East Shore Center is not accumulating significant financial resources or experiencing fiscal distress, which would cause additional financial benefit or burden on the School District. Financial information can be obtained by writing the fiscal agent, East Shore SERRC, 7900 Euclid-Chardon Road, Kirtland, OH 44094.

Ohio Schools Council – The Ohio Schools Council Association (Council) is a jointly governed organization among school districts. The jointly governed organization was formed to bring quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council’s Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2007, the School District paid \$334,116 to the Council. Financial information can be obtained by contacting Albert G. Vasek, the Executive Secretary/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The School District participates in the Council’s electric purchase program which was implemented during fiscal year 1998. This program allows school districts to purchase electricity at reduced rates, if the school districts will commit to participating for an eight-year period. The participants make monthly payments based on estimated usage. Each June these estimated payments are compared to their actual usage for the year and any necessary adjustments are made.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Energy Acquisition Corp., a non-profit corporation with a self appointing board, issued \$119,140,000 in debt to prepurchase eight years of electricity from Cleveland Electric Illuminating (CEI) for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement, the School District is required to repay the savings to CEI and CEI will refund the remaining prepayment related to that participant to Energy Acquisition Corp.

The School District also participates in the Council's prepaid natural gas program which was implemented during fiscal year 2001. This program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. The participants make monthly payments based on estimated usage. Each month these estimated payments are compared to their actual usage and any necessary adjustments are made.

The City of Hamilton, a municipal corporation and political subdivision duly organized and existing under the laws of the State of Ohio, issued \$89,450,000 in debt to purchase twelve years of natural gas from CMS Energy Corporation for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement, the district is entitled to recover that amount, if any, of its contributions to the operating fund which are not encumbered for its share of program administrative costs.

West Geauga Joint Recreation Council – The West Geauga Joint Recreation Council (the "Council") is a jointly governed organization. The School District appoints one member of the six-member board. The purpose of the Council is to further athletic and recreational opportunities. The School District has not contributed to the Council in fiscal year 2007. The School District's degree of control is limited to its representation on the board. The Council's continued existence is not dependent on the School District's continued participation. To obtain financial information, write to West Geauga Joint Recreational Board, P.O. Box 384, Chesterland, Ohio 44026.

Insurance Rating Pool

The School District participates in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance rating 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.

B. Fund Accounting

The School District uses funds to maintain its financial records during the fiscal years. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain School 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 School District are grouped into the following categories governmental, proprietary and fiduciary.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

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

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

Debt Service Fund The debt service fund is used to account for the accumulation of resources, and the payment of, school improvement general obligation bond, or principal, interest, and related costs.

The other governmental funds of the School District account for financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary and trust funds and grants and other resources whose use is restricted to a particular purpose.

Proprietary Funds Proprietary funds are used to account for the School District's ongoing activities which are similar to those often found in the private sector where the determination of net income is necessary or useful to sound financial administration. The following are the School District's proprietary funds:

Enterprise Funds The enterprise funds are used to account for any activity for which a fee is charged to external users for goods and services. The School District's major enterprise funds are:

Food Service Fund This fund accounts for the financial transactions related to the food service operations of the School District.

Uniform Supplies Fund This fund accounts for the purchase and sale of school supplies for use in the School District. Profits derived from such sales are used for school purposes or activities connected with the school.

Adult Education Fund This fund accounts for educational opportunities offered on a tuition basis to preschoolers, youths and adults living within the community.

Fiduciary Funds Fiduciary funds reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. The School District has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's only agency fund accounts for resources that belong to the student bodies of the various schools, accounting for sales and other revenue generating activities.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

C. Basis of Presentation and Measurement Focus

The School District's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

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

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the School District and for each function or program of the School 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 grants 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 School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements. Fund financial statements report detailed information about the School District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Agency funds do not report a measurement focus as they do not report operations.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting.

Revenues - Exchange and Non-exchange Transactions

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

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. 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 fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year end: property taxes available as an advance, grants, investment earnings, tuition, student fees and rentals.

Unearned Revenue and Deferred Revenue

Deferred revenue and unearned revenue arise when assets are recognized before revenue recognition criteria have been satisfied. Property taxes (excluding delinquent taxes) for which there is an enforceable legal claim as of June 30, 2007, but which were levied to finance fiscal year 2008 operations, have been recorded as deferred revenue on the statement of net assets. Grants and entitlements received before the eligibility requirements are met are recorded as unearned revenue on the statement of net assets.

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

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Expenditures/Expenses

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as donated commodities revenue.

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

E. Budgets

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. The specific timetable for fiscal year 2007 is as follows:

1. Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The expressed purpose of this budget document is to reflect the need for existing (or increased) tax rates.
2. By no later than January 20, the Board-adopted budget is filed with the Geauga County Budget Commission for tax rate determination.
3. Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources, which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as a basis for the appropriation measure. On or about July 1, the Certificate is amended to include any unencumbered balances from the preceding year as reported by the School District Treasurer. The Certificate may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported in the budgetary statement reflect the amounts set forth in the original and final Amended Certificate issued for fiscal year 2007.
4. By July 1, the annual appropriation resolution is legally enacted by the Board of Education at the fund level for all funds, which is the legal level of budgetary control. (State statute permits a temporary appropriation to be effective until no later than October 1 of each year.) Resolution appropriations by fund must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

the appropriation totals.

5. All funds, other than agency funds, are legally required to be budgeted and appropriated. Short-term inter-fund loans are not required to be budgeted since they represent a temporary cash flow resource, and are intended to be repaid.
6. Any revisions that alter the legal level of budgetary control for a fund must be approved by the Board of Education.
7. Formal budgetary integration is employed as a management control device during the year for all funds, consistent with the general obligation bond indenture and other statutory provisions.
8. Appropriation amounts are as originally adopted, or as amended by the Board of Education through the year by supplemental appropriations, which either reallocated or increased the original appropriated amounts. All supplemental appropriations were legally enacted by the Board during fiscal 2007.
9. Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be re-appropriated. Cash disbursements plus encumbrances may not legally exceed budgeted appropriations at the legal level of budgetary control for the fund.

F. Cash and Cash Equivalents

To improve cash management, cash received by the School District is pooled. Interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements. Also, the School District has funds held by a fiscal agent in a lease purchase agreement. This account's balance is presented in the account "Cash with fiscal agents".

During fiscal year 2007, investments were limited to STAROhio (the State Treasury Asset Reserve of Ohio).

Under existing Ohio statutes, all investment earnings accrue to the general fund except those specifically related to certain trust funds, unless the Board specifically allows the interest to be recorded in other funds. The Board of Education has passed a resolution to allow interest to also be recorded in other funds as indicated in Note 6.

For presentation on the financial statements, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an original maturity of more than three months that are not made from the pool are reported as investments.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

G. Restricted Assets

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, laws of other governments, or imposed by enabling legislation.

H. Inventory

On the government-wide financial statements inventories are presented at cost on a first-in, first-out basis when used.

On fund financial statements, inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventories consist of donated food, purchased food, school supplies held for resale and expensed when used.

I. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported on the fund financial statements. Capital assets utilized by the food service enterprise fund are reported both in the business-type activities column of the government-wide statement of net assets and in the fund.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated fixed assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of \$1,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest incurred during the construction of capital assets utilized by the enterprise fund is also capitalized.

All reported capital assets, other than land, are depreciated. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental	Business-Type
	Activities	Activities
	Estimated Lives	Estimated Lives
Land Improvements	7-20 years	N/A
Buildings and Building Improvements	10-100 years	10-100 years
Furniture and Equipment	5-20 years	5-20 years
Vehicles	5-15 years	N/A

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

J. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables/payables”. These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

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

Sick leave benefits are accrued as a liability using the termination method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees’ wage rates at year end, taking into consideration any limits in the School District’s termination policy. The School District reports a liability for accumulated unused sick leave for classified, certified and administrative employees who will be eligible to retire at the end of the fiscal year.

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

Compensated absences are reported in the governmental funds only if they have matured. Thus, the only part of the compensated absence liability that would be reported in a governmental fund would be the amount of reimbursable unused leave payable to employees who had terminated their employment as of the end of the fiscal year. In the food service enterprise fund, the entire amount of compensated absences is recorded as a fund liability.

L. Accrued Liabilities and Long-Term Obligations

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

In general, governmental fund payables and accrued liabilities that once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

M. Fund Balance Reserves

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute.

N. Net Assets

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

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

O. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are sales for food service, classroom materials and fees for uniform school supplies, extracurricular activities and miscellaneous for adult education and miscellaneous for self-insurance program. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of the fund. Revenues and expenditures not meeting this definition are reported as non-operating.

P. Interfund Transactions

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Q. Estimates

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

Note 3: Change in Accounting Principle and Restatement of Fund Balances and Net Assets

For fiscal year 2007, the School District has implemented a new policy for calculating compensated absences. In prior years, the School District used the vesting method for estimating a liability for compensated absences and has decided to switch to the termination method. The termination method provides a more reasonable estimate of compensated absences and results in a significantly larger amount reported on the statement of net assets. This change requires a restatement of beginning balances for governmental net assets in the amount of \$1,347,655.

In addition, the Board has taken action on outstanding interfund loans due to the general fund from the food service and uniform supplies enterprise funds. The advances made in prior years have been reclassified as transfers and therefore will not be repaid. These assets and liabilities will be eliminated from the beginning balances and require a restatement of net assets. Two funds, reported as business-type, had interfund payables due to the general fund as follows:

<u>Business-type Activities</u>	<u>Amount</u>
Food service fund	\$ 25,000
Uniform supplies fund	74,000
Total	<u>\$ 99,000</u>

A summary of the restatements is as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
Net assets, June 30, 2006	\$ 3,421,448	\$ 1,294,670	\$ 4,716,118
Interfund payable/receivable	(99,000)	99,000	-
Compensated absences and early retirement incentives	<u>(1,347,655)</u>	<u>-</u>	<u>(1,347,655)</u>
Net assets, July 1, 2006	<u>\$ 1,974,793</u>	<u>\$ 1,393,670</u>	<u>\$ 3,368,463</u>

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Note 4: Accountability

Fund Deficits - The following funds had deficit fund balances/net assets at June 30, 2007:

Special revenue funds:		
Classroom reduction	\$	972
Miscellaneous state grants		26,992

The deficit fund balance in the miscellaneous state grant and classroom reduction special revenue funds were a result of the application of GAAP, namely accounts payable and encumbrances at June 30, 2007. These deficits will be eliminated with future revenues.

Note 5: Budgetary Basis of Accounting

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

The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - 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 that:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP basis).

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

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Net Change in Fund Balance

	<u>General</u>
GAAP basis	\$ 1,722,982
Increase (Decrease) Due To:	
Revenue accruals	(525,525)
Expenditure accruals	(108,476)
Encumbrances (budget basis) outstanding at year end	<u>(557,252)</u>
Budget basis	<u>\$ 531,729</u>

Note 6: Deposits and Investments

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

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

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

Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories.

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily;
4. Investment grade obligations of state and local governments, and public authorities;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and,
6. The State Treasurer's investment pool (STAROhio);

An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the School 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 qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Deposits

Custodial credit risk is the risk that in the event of bank failure, the School District's deposits may not be returned to it. Protection of the School District's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution, by surety company bonds or by a single collateral pool established by the financial institution. In accordance with Chapter 135 of the Ohio Revised Code, any public depository receiving deposits pursuant to an award of District funds shall be required to pledge as security for repayment of all public moneys. The School District's policy is to deposit money with financial institutions that are able to abide by the laws governing insurance and collateral of public funds.

As of June 30, the carrying amount of the School District's deposits was \$4,986,081. This amount includes \$225,007 held by a fiscal agent as part of a lease purchase agreement and equal to the remaining balance yet to be drawn. The School District's bank balance of \$5,344,492 was exposed to custodial credit risk as follows:

Uninsured and collateral held by pledging bank's trust department in the School District's name	\$ 4,819,485
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West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Investments

Investments are reported at fair value. As of June 30, 2007, the School District had the following investments:

<u>Investment type</u>	<u>Fair Value</u>	<u>Maturity</u>	<u>Rating</u>
STAROhio	\$ 1,801,244	N/A	AAAm ⁽¹⁾

⁽¹⁾ Standard and Poor's rating

STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with Securities Exchange Commission as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 2007.

Interest Rate Risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The School District's investment policy addresses interest rate risk requiring that the School District's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments, thereby avoiding that need to sell securities on the open market prior to maturity and by investing operating funds primarily in short-term investments. The School District investment policy also limits security purchases to those that mature five years unless specifically matched to a specific cash flow.

Credit Risk is addressed by the School District's investment policy by the requirements that all investments are authorized by Ohio Revised Code and that portfolio be diversified both by types of investment and issuer. All investments of the School District are registered and carry a rating AAA by Standard & Poor's.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2007 amounted to \$443,321, which includes \$156,659 assigned from other School District funds.

Note 7: Property Taxes

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

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the School District. Property tax revenue received during calendar 2007 for real and public utility property taxes represents collections of calendar 2006 taxes. Property tax payments received during calendar 2007 for tangible personal property (other than public utility property) are for calendar 2007 taxes.

2007 real property taxes are levied after April 1, 2007, on the assessed value listed as of January 1, 2007, the lien date. Assessed values are established by State law at 35% of appraised market value.

Public utility tangible property currently is assessed at varying percentages of true value; public utility real property is assessed at 35% of true value. 2007 public utility property taxes became a lien December 31, 2006, are levied after April 1, 2007, and are collected in 2007 with real property taxes.

2007 tangible personal property taxes are levied after April 1, 2006, on the value listed as of December 31, 2006. Collections are made in 2007. In prior years, tangible personal property was assessed at 25% of true value for capital assets and 23% of true value for inventory. The tangible personal property tax is being phased out – the assessment percentage for all property including inventory for 2006 is 18.75%. This will be reduced to 12.5% for 2007, 6.25% for 2008 and 0% for 2009.

The assessed values upon which fiscal year 2007 taxes were collected are:

	2007 First Half Collections		2006 Second Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$ 640,836,780	96.97%	\$ 639,887,180	96.79%
Public Utility Personal	17,516,110	2.65%	16,065,980	2.43%
Tangible Personal Property	2,478,680	0.38%	5,184,120	0.78%
Total Assessed Value	<u>\$ 660,831,570</u>	<u>100.00%</u>	<u>\$ 661,137,280</u>	<u>100.00%</u>
Tax rate per \$1,000 of Assessed Valuation	\$ 55.70		\$ 55.70	

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including West Geauga Local School District. The County Auditor periodically advances to the School District its portion of taxes. Second-half real property tax payments collected by the County by June 30, 2007, are available to finance fiscal year 2007 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, personal property and public utility taxes, which became measurable as of June 30, 2007 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, they are not intended to finance current fiscal year operations. The receivable is therefore offset by a credit to unearned revenue for that portion not intended to finance current year operations. The amount available to the School District as an advance at June 30, 2007, was \$3,460,576. \$3,062,393 was available to the general fund and \$398,183 was available to the bond retirement debt service fund.

Note 8: Receivables

Receivables at June 30, 2007, consisted of taxes and accounts (rent, student fees and intergovernmental receivables). All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes the stable condition of the state programs and the current fiscal year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables follows:

Governmental Activities:	
Nonmajor special revenue fund:	
Title VIB	\$ 42,411
Business-Type Activities:	
Food service	<u>1,061</u>
Total receivables	<u>\$ 43,472</u>

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Note 9: Capital Assets

Capital asset activity for the fiscal year ended June 30, 2007, was as follows:

	Balance 7/1/2006	Additions	Disposals	Balance 6/30/2007
Governmental Activities				
Capital assets, not being depreciated:				
Land	\$ 366,380	\$ -	\$ -	\$ 366,380
Construction in progress	329,120	1,067,244	-	1,396,364
Total capital assets, not being depreciated	<u>695,500</u>	<u>1,067,244</u>	<u>-</u>	<u>1,762,744</u>
Capital assets, being depreciated:				
Land improvements	2,620,256	-	-	2,620,256
Building and improvements	15,782,485	60,539	-	15,843,024
Furniture and equipment	4,435,495	585,326	(28,846)	4,991,975
Vehicles	2,290,255	100,687	-	2,390,942
Total capital assets, being depreciated	<u>25,128,491</u>	<u>746,552</u>	<u>(28,846)</u>	<u>25,846,197</u>
Less accumulated depreciation:				
Land improvements	(1,564,353)	(102,154)	-	(1,666,507)
Building and improvements	(5,462,563)	(239,755)	-	(5,702,318)
Furniture and equipment	(3,392,972)	(325,062)	24,555	(3,693,479)
Vehicles	(1,327,049)	(142,083)	-	(1,469,132)
Total accumulated depreciation	<u>(11,746,937)</u>	<u>(809,054)</u>	<u>24,555</u>	<u>(12,531,436)</u>
Total capital assets, being depreciated	<u>13,381,554</u>	<u>(62,502)</u>	<u>(4,291)</u>	<u>13,314,761</u>
Governmental activities capital assets, net	<u>\$ 14,077,054</u>	<u>\$ 1,004,742</u>	<u>\$ (4,291)</u>	<u>\$ 15,077,505</u>
	Balance 7/1/2006	Additions	Disposals	Balance 6/30/2007
Business-type Activities				
Building and improvements	\$ 1,694,925	\$ -	\$ -	\$ 1,694,925
Equipment	271,036	-	-	271,036
Total capital assets	<u>1,965,961</u>	<u>-</u>	<u>-</u>	<u>1,965,961</u>
Less accumulated depreciation:				
Building and improvements	(422,603)	(23,237)	-	(445,840)
Equipment	(266,222)	(1,444)	-	(267,666)
Total accumulated depreciation	<u>(688,825)</u>	<u>(24,681)</u>	<u>-</u>	<u>(713,506)</u>
Capital assets, net	<u>\$ 1,277,136</u>	<u>\$ (24,681)</u>	<u>\$ -</u>	<u>\$ 1,252,455</u>

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$ 451,294
Special	15,000
Support services:	
Pupils	3,305
Instructional staff	37,538
Board of education	10,543
Administration	17,933
Fiscal	3,067
Business	411
Operation and maintenance of plant	9,386
Pupil transportation	147,996
Central services	10,958
Community services	74,832
Extracurricular activities	<u>26,791</u>
 Total depreciation expense	 <u>\$ 809,054</u>

Note 10: Interfund Payables, Receivables and Transfers

Interfund receivable/payable consisted of the following at June 30, 2007 as reported on the fund statement:

Due to general fund from:	
Nonmajor governmental funds	\$ 53,000

The primary purpose of the interfund balances is to cover costs in specific funds where revenues were not received by June 30, 2007. These interfund balances will be repaid once the anticipated revenues are received.

Interfund transfers for the year ended June 30, 2007, consisted of the following:

Transfers from general fund to:	
Nonmajor governmental funds	\$ 215,783
Business-type activity funds:	
Food service fund	200,000
Uniform supplies fund	<u>6,798</u>
Total transfers from general fund	<u>\$ 422,581</u>

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the fund collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Note 11: Risk Management

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. Professional liability insurance is provided by a major carrier and has limits of \$1,000,000 for each occurrence and \$3,000,000 general aggregate, including employee benefit liability limits, qualified school groups, and employers' liability.

Property and fleet insurance is provided by a major carrier. Property insurance includes boiler and machinery coverage as well as commercial inland marine coverage with a blanket limit of \$36,911,000 with a \$2,500 deductible. Fleet insurance has a limit of \$1,000,000 with a \$100 deductible for comprehensive and \$250 for collision coverage.

Settled claims have not exceeded coverage in any of the last three years. There has not been a significant reduction in coverage from the prior year.

B. Medical

The School District has elected to contract with a major carrier to provide medical benefits for employees through a fully insured program. The maintenance of these benefits is accounted for in the general fund.

C. Workers' Compensation

For fiscal year 2007, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance rating pool (Note 2). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. 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.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

Note 12: Defined Benefit Pension Plans

A. School Employees Retirement System

The School 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 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2007, 10.68 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2007, 2006 and 2005 were \$359,873, \$463,187 and \$467,934 respectively; 35.4 percent has been contributed for fiscal year 2007 and 100 percent for fiscal years 2006 and 2005.

B. State Teachers Retirement System

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

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. 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.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

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

For the fiscal year ended June 30, 2007, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2006, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2007, 2006, and 2005 were \$1,388,229, \$1,441,340, and \$1,427,235 respectively; 82.6 percent has been contributed for fiscal year 2007 and 100 percent for fiscal years 2006 and 2005. Contributions to the DC and Combined Plans for fiscal year 2007 were \$11,710 made by the School District and \$32,616 made by the plan members.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 2007, three members of the Board of Education have elected Social Security. The Board's liability is 6.2 % of wages paid. The remaining Board members contribute to SERS.

Note 13: Post-Employment Benefits

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

All STRS Ohio retirees who participated in the DB or Combined Plans and their dependents are eligible for health care coverage. The STRS Ohio Board has statutory authority over how much, if any, of the health care cost will be absorbed by STRS Ohio. All 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, 2007, the STRS Board allocated employer contributions equal to one percent of covered payroll to the Health Care Stabilization Fund. For the School District, this amount equaled \$106,787 for fiscal year 2007.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

STRS Ohio pays health care benefits from the Health Care Stabilization Fund. At June 30, 2006, (the latest information available) the balance in the Fund was \$3.5 billion. For the year ended June 30, 2006, net health care costs paid by STRS were \$282,743,000 and STRS had 119,184 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, and to disability and survivor benefit recipients. All retirees and beneficiaries are required to pay a portion of their health care premium. The portion is based on years of service, Medicare eligibility, and retirement status.

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, 2007, employer contributions to fund health care benefits were 3.32 percent of covered payroll, compared to 3.42 percent of covered payroll for fiscal year 2006. 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 2007, the minimum pay was established at \$35,800. However, the surcharge is capped at two percent of each employer's SERS salaries. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 2007 fiscal year equaled \$181,001.

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 projected claims less premium contributions for the next year. Expenses for health care at June 30, 2006, (the latest information available), were \$158,751,207. At June 30, 2006, SERS had net assets available for payment of health care benefits of \$295.6 million. SERS has 59,492 participants eligible to receive benefits.

Note 14: Employee Benefits

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers and most administrators do not earn vacation time. All certified and classified employees earn sick leave at the rate of one and one-fourth days per month. Upon retirement, payment is made to classified employees for one-fourth of their accumulated sick leave with a maximum accumulation of 250 days. Classified employees are paid within 120 days of the retirement date. Upon retirement, payment is made to certified employees for one-fourth of their accumulated sick leave with a maximum accumulation of 247 days. Certified employees are paid over a three year period with the first payment deferred until August of the year following their effective retirement date. Upon retirement, payment is made to administrators for a scheduled percentage based upon their years of West Geauga service.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

B. Early Retirement Incentive

The West Geauga Local School District Board of Education approved an Early Retirement Incentive program in fiscal year 1998 for certified employees. The Retirement Incentive is based upon first-time retirement eligibility under STRS and notification of retirement in writing by March 15. The retirement incentive is paid in two installments in August of each year following the effective retirement date. Classified employees also receive a retirement incentive that is paid in January of the year following the date of retirement as long as the employees meet the criteria for retirement and notifies the Board on or before June 30. The payments are made from the general fund.

Note 15: Long-Term Obligations

The original issue date, interest rates, and original issuance amount for each of the City's bonds follows:

<u>Debt Issue</u>	<u>Original Issue Date</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>
General Obligation Bonds:			
Public Library	1986	7.625%	\$ 630,000
School Improvement Refunding	2001	4.9% - 8.25%	4,360,000
School Improvement Refunding	2004	3.5% - 3.95%	8,425,000
Various Purpose Improvement	2005	3% - 5.25%	2,275,000
Lease Purchase Agreements:			
Bleachers	2006	4.739%	440,000
Roof	2006	4.739%	935,000

The changes in long-term obligations of the School District during fiscal year 2007 were as follows:

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

	Restated Balance 7/1/2006	Increases	Decreases	Balance 6/30/2007	Amounts Due Within One Year
Governmental Activities:					
<u>General Obligation Bonds</u>					
Public Library	\$ 280,000	\$ -	\$ (70,000)	\$ 210,000	\$ 70,000
School Improvement Refunding	4,360,000	-	-	4,360,000	-
School Improvement Refunding	7,125,000	-	\$ (1,470,000)	5,655,000	1,525,000
Various Purpose Improvement	<u>2,125,000</u>	<u>-</u>	<u>(135,000)</u>	<u>1,990,000</u>	<u>140,000</u>
Total General Obligation Bonds	<u>13,890,000</u>	<u>-</u>	<u>(1,675,000)</u>	<u>12,215,000</u>	<u>1,735,000</u>
<u>Other Long-term Obligations</u>					
Note payable	2,350,000	-	(587,500)	1,762,500	587,500
Lease purchase agreements:					
Bleachers	440,000	-	(54,378)	385,622	56,986
Roof	935,000	-	(115,553)	819,447	121,094
Compensated absences	1,628,915	379,584	(468,648)	1,539,851	190,163
Early retirement incentives	<u>137,064</u>	<u>25,000</u>	<u>(123,701)</u>	<u>38,363</u>	<u>38,363</u>
Total Other Long-term Obligation	<u>5,490,979</u>	<u>404,584</u>	<u>(1,349,780)</u>	<u>4,545,783</u>	<u>994,106</u>
Total Governmental Activities	<u>\$ 19,380,979</u>	<u>\$ 404,584</u>	<u>\$ (3,024,780)</u>	<u>\$ 16,760,783</u>	<u>\$ 2,729,106</u>
Business-type Activities:					
Compensated absences	<u>\$ 15,283</u>	<u>\$ 9,455</u>	<u>\$ -</u>	<u>\$ 24,738</u>	<u>\$ 1,469</u>

The bonds and loan will be paid from the debt service fund. Compensated absences and special termination benefits will be paid from the fund from which the person is paid, which is primarily the general fund.

In 2001, the School District defeased a portion of a General Obligation Bond issue by placing the proceeds of the new bonds in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the 1994 school improvement bonds. For financial reporting purposes, these bonds are considered to be defeased and the liability for the refunded portion of these bonds has been removed from the general long-term obligations account group. As of June 30, 2007, the amount of defeased debt outstanding amounted to \$595,000.

During fiscal year 2005, the School District refunded School Improvement Bonds which were originally issued in 1994 at rates of 3.80% - 8.10% and were due in 2012. The Refunding Bonds were issued in October 2004 in the amount of \$8,425,000 at rates of 3.50%-3.95% and are due in 2012.

In 2005, the School District issued \$2,275,000 of Various Purpose Improvement Bonds. A portion of the Bond proceeds paid off the Various Purpose Improvement Notes issued during 2004. The monies will be used as part of the House Bill 264 Energy Conservation Project at the School District.

The \$1,762,500 general obligation note was issued during June 2005 and will mature in December 2009 with an interest rate of 4.00%.

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

In 2006, the School District entered into two lease purchase agreements for \$1,375,000. The monies will be used for construction on the roof and bleachers.

The School District's overall legal debt margin was \$49,161,565 with an unvoted debt margin of \$660,832 at June 30, 2007. Principal and interest requirements to retire the bonds outstanding and the tax anticipation note at June 30, 2007, are as follows:

Fiscal Year	Principal			Interest			Total
	General Obligation Bonds	General Obligation Notes	Lease Purchase Agreements	General Obligation Bonds	General Obligation Notes	Lease Purchase Agreements	
2008	\$ 1,735,000	\$ 587,500	\$ 178,080	\$ 519,735	\$ 58,750	\$ 55,028	\$ 3,134,093
2009	1,780,000	587,500	186,620	450,656	35,250	46,488	3,086,514
2010	1,905,000	587,500	195,569	372,461	11,750	37,538	3,109,818
2011	1,920,000	-	204,948	288,846	-	28,160	2,441,954
2012	2,005,000	-	214,776	202,085	-	18,331	2,440,192
2013-2017	2,420,000	-	225,076	237,587	-	8,032	2,890,695
2018-2020	450,000	-	-	28,125	-	-	478,125
Total	<u>\$ 12,215,000</u>	<u>\$ 1,762,500</u>	<u>\$ 1,205,069</u>	<u>\$ 2,099,495</u>	<u>\$ 105,750</u>	<u>\$ 193,577</u>	<u>\$ 17,581,391</u>

Note 16: Contingencies

A. Grants

The School District received financial assistance from federal and state 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 adverse effect on the overall financial position of the school district at June 30, 2007.

B. Litigation

The School District is party to legal proceedings. The School District management is of the opinion that ultimate disposition of these legal proceedings will not have a material effect, if any, on the financial condition of the School District.

Note 17: Set Aside Calculations

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

West Geauga Local School District

Notes to Basic Financial Statements

June 30, 2007

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

	Capital Improvement Reserve	Textbook/ Instructional Materials Reserve
Set-aside reserve balance as of June 30, 2006	\$ -	\$ (61,223)
Current year set-aside requirement	379,089	379,089
Qualifying disbursements	<u>(608,621)</u>	<u>(319,383)</u>
Total	<u>\$ (229,532)</u>	<u>\$ (1,517)</u>
Set-aside balance carried forward to future fiscal years	<u>\$ -</u>	<u>\$ (1,517)</u>
Set-aside reserve cash balance as of June 30, 2007	<u>\$ -</u>	<u>\$ -</u>

Although the School District had qualifying disbursements during the fiscal year that reduced the set-aside amount to below zero for the capital acquisition set-aside, this amount may not be used to reduce the set-aside requirements of future years. This negative balance is therefore not presented as being carried forward to future years. No reserve balance for the two set-asides is necessary at the end of the fiscal year.

**Combining Statements and
Individual Fund Schedules**

West Geauga Local School District

Combining Statements - Nonmajor Funds

Nonmajor Special Revenue Funds

Special Trust Fund This fund accounts for monies from local donations for the purpose of scholarships for students.

Rotary Fund This fund accounts for monies from local sources which provides for field trips for the students.

Public School Support Fund This fund accounts for school site sales revenue and expenditures for field trips, assemblies, and other activity costs.

Other Grants Fund This fund accounts for monies received to promote community involvement and to support activities between the school and community.

Education Foundation Fund This fund accounts for local monies received for specific grant requests made by staff members to the Educational Foundation.

District Managed Activities Fund This fund accounts for gate receipts and other revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's athletic program and transportation of the band to and from athletic events.

Auxiliary Services Fund This fund accounts for State monies used to provide services and materials for pupils attending non-public schools within the School District.

Management Information Systems Fund This fund accounts for State monies which support the development of hardware and software or other costs associated with the requirements of the management information system.

Entry Year Programs To implement entry-year programs pursuant to Section 3317.024(T) of the Revised Code.

Data Communication Fund This fund accounts for State monies appropriated for Ohio Educational Computer Network Connections.

SchoolNet Professional Development Fund This fund accounts for State monies to assist staff in gaining knowledge of technology.

Ohio Reads Fund This fund accounts for State monies to improve reading outcomes, especially on the fourth grade reading proficiency and for volunteer coordinators in public schools and costs associated with volunteer coordination, for background checks for volunteers, to evaluate the Ohio Reads Program, and for operating expenses associated with administering the program.

Disability Access Grant Fund This fund accounts for State monies to make school buildings more accessible to students with disabilities.

Miscellaneous State Grants Fund This fund accounts for other State Grants which are not required to be accounted for in a separate fund.

West Geauga Local School District

Combining Statements - Nonmajor Funds

Nonmajor Special Revenue Funds (continued)

Title VI-B Fund This fund accounts for Federal monies used to assist schools in the identification of handicapped children, development of procedural safeguards, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Title III Limited English Proficiency Funds to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency. These programs provide structured English language instruction, with respect to the years of study to which the program is applicable, and instruction in the child's native language to the extent necessary to allow a child to achieve competence in English. The instruction must incorporate the cultural heritage of these children and of other children in American society. The instruction must be, to the extent necessary, in all courses or subjects of study which will allow a child to meet grade promotion and graduation standards.

Title V Fund This fund accounts for Federal monies used to support the implementation of a variety of programs such as computer education, gifted and talented programs, in-service and staff development.

Drug Free Schools Fund This fund accounts for Federal monies used to support the implementation of programs for drug abuse education and prevention.

Classroom Reduction Fund This fund accounts for Federal monies to hire additional classroom teachers in grades 1-3, so that the number of students per teacher will be reduced.

Nonmajor Capital Projects Fund

Permanent Improvement Fund This fund accounts for property taxes levied to be used for various capital improvements within the School District.

West Geauga Local School District

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2007

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
<u>Assets:</u>			
Equity in pooled cash and cash equivalents	\$ 273,506	\$ 601,922	\$ 875,428
Cash and cash equivalents:			
Receivables:			
Taxes	-	304,506	304,506
Accounts	1,659	-	1,659
Intergovernmental	42,411	-	42,411
Restricted assets:			
Cash with escrow agent	-	225,007	225,007
Total assets	<u>\$ 317,576</u>	<u>\$ 1,131,435</u>	<u>\$ 1,449,011</u>
<u>Liabilities and fund equity:</u>			
<u>Liabilities:</u>			
Accounts payable	\$ 11,181	\$ 17,308	\$ 28,489
Accrued wages	17,348	-	17,348
Interfund payable	53,000	-	53,000
Intergovernmental payable	11,693	-	11,693
Deferred revenue	1,429	304,506	305,935
Total liabilities	<u>94,651</u>	<u>321,814</u>	<u>416,465</u>
<u>Fund balance:</u>			
Reserved for encumbrances	70,149	154,078	224,227
Unreserved:			
Undesignated, reported in:			
Special revenue funds	152,776	-	152,776
Capital projects funds	-	655,543	655,543
Total fund balances	<u>222,925</u>	<u>809,621</u>	<u>1,032,546</u>
Total liabilities and fund balances	<u>\$ 317,576</u>	<u>\$ 1,131,435</u>	<u>\$ 1,449,011</u>

West Geauga Local School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
Nonmajor Governmental Funds

For the Fiscal Year Ended June 30, 2007

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
<u>Revenues:</u>			
Taxes	\$ -	\$ 301,228	\$ 301,228
Intergovernmental	1,050,970	73,245	1,124,215
Interest	8,416	-	8,416
Tuition and fees	3,625	-	3,625
Extracurricular activities	393,617	-	393,617
Gifts and donations	61,962	-	61,962
Miscellaneous	14,453	2,000	16,453
Total revenues	<u>1,533,043</u>	<u>376,473</u>	<u>1,909,516</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	235,447	6,636	242,083
Special	63,917	-	63,917
Support services:			
Pupils	415,721	-	415,721
Instructional staff	14,812	7,142	21,954
Administration	75,081	-	75,081
Fiscal	-	9,443	9,443
Business	-	179	179
Operation and maintenance of plant	-	129,601	129,601
Central	24,000	-	24,000
Operation of non-instructional services:			
Operation of community services	440,624	-	440,624
Extracurricular activities	277,739.00	7,450	285,189
Capital outlay	32,422	1,542,199	1,574,621
Total expenditures	<u>1,579,763</u>	<u>1,702,650</u>	<u>3,282,413</u>
Excess of revenues over (under) expenditures	<u>(46,720)</u>	<u>(1,326,177)</u>	<u>(1,372,897)</u>
<u>Other financing sources (uses):</u>			
Transfers in	15,783	200,000	215,783
Total other financing sources (uses)	<u>15,783</u>	<u>200,000</u>	<u>215,783</u>
Net change in fund balances	(30,937)	(1,126,177)	(1,157,114)
Fund balances at beginning of year	253,862	1,935,798	2,189,660
Fund balances at end of year	<u>\$ 222,925</u>	<u>\$ 809,621</u>	<u>\$ 1,032,546</u>

West Geauga Local School District

Combining Balance Sheet - Nonmajor Special Revenue Funds

June 30, 2007

	Special Trust	Rotary	Public School Support	Other Grants
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 53,185	\$ 24,922	\$ 22,048	\$ 17,505
<u>Receivables:</u>				
Accounts	-	-	-	-
Intergovernmental	-	-	-	-
Total assets	\$ 53,185	\$ 24,922	\$ 22,048	\$ 17,505
 <u>Liabilities and fund equity :</u>				
<u>Liabilities:</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ 80
Accrued wages	-	-	-	-
Interfund payable	-	3,000	-	-
Intergovernmental payable	-	823	-	-
Deferred revenue	-	-	-	-
Total liabilities	-	3,823	-	80
 <u>Fund equity:</u>				
<u>Fund balances:</u>				
Reserved for encumbrances	394	7,080	195	4,811
<u>Unreserved:</u>				
Undesignated, reported in:				
Special revenue funds	52,791	14,019	21,853	12,614
Total fund balances	53,185	21,099	22,048	17,425
Total liabilities and fund balances	\$ 53,185	\$ 24,922	\$ 22,048	\$ 17,505

<u>Education Foundation</u>	<u>District Managed Activities</u>	<u>Auxiliary Services</u>	<u>Management Information Systems</u>	<u>Entry Year Programs</u>	<u>Data Communication</u>	<u>School Net Professional Development</u>
\$ 4,874	\$ 86,720	\$ 30,346	\$ 4	\$ 1,600	\$ -	\$ -
-	1,659	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 4,874</u>	<u>\$ 88,379</u>	<u>\$ 30,346</u>	<u>\$ 4</u>	<u>\$ 1,600</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 889	\$ 3,622	\$ 6,590	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	233	-	-	-	-
-	1,307	-	-	-	-	-
<u>889</u>	<u>4,929</u>	<u>6,823</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
188	11,012	23,207	-	-	-	-
3,797	72,438	316	4	1,600	-	-
<u>3,985</u>	<u>83,450</u>	<u>23,523</u>	<u>4</u>	<u>1,600</u>	<u>-</u>	<u>-</u>
<u>\$ 4,874</u>	<u>\$ 88,379</u>	<u>\$ 30,346</u>	<u>\$ 4</u>	<u>\$ 1,600</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

West Geauga Local School District

Combining Balance Sheet - Nonmajor Special Revenue Funds

June 30, 2007

	Ohio Reads	Diability Access Grant	Miscellaneous State Grants	Title VI-B
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ -	\$ -	\$ 21	\$ 32,234
<u>Receivables:</u>				
Accounts	-	-	-	-
Intergovernmental	-	-	-	42,411
Total assets	\$ -	\$ -	\$ 21	\$ 74,645
 <u>Liabilities and fund equity :</u>				
<u>Liabilities:</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued wages	-	-	17,348	-
Interfund payable	-	-	-	50,000
Intergovernmental payable	-	-	9,665	-
Deferred revenue	-	-	-	122
Total liabilities	-	-	27,013	50,122
 <u>Fund equity:</u>				
<u>Fund balances:</u>				
Reserved for encumbrances	-	-	-	23,262
<u>Unreserved:</u>				
Undesignated, reported in:				
Special revenue funds	-	-	(26,992)	1,261
Total fund balances	-	-	(26,992)	24,523
Total liabilities and fund balances	\$ -	\$ -	\$ 21	\$ 74,645

Title III Limited English Proficiency	Title V	Drug-Free Schools	Classroom Reduction	Total Nonmajor Special Revenue Funds
\$ 47	\$ -	\$ -	\$ -	\$ 273,506
-	-	-	-	1,659
-	-	-	-	42,411
<u>\$ 47</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 317,576</u>
\$ -	\$ -	\$ -	\$ -	\$ 11,181
-	-	-	-	17,348
-	-	-	-	53,000
-	-	-	972	11,693
-	-	-	-	1,429
<u>-</u>	<u>-</u>	<u>-</u>	<u>972</u>	<u>94,651</u>
-	-	-	-	70,149
47	-	-	(972)	152,776
<u>47</u>	<u>-</u>	<u>-</u>	<u>(972)</u>	<u>222,925</u>
<u>\$ 47</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 317,576</u>

West Geauga Local School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds

For the Fiscal Year Ended June 30, 2007

	Special Trust	Rotary	Public School Support	Other Grants
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Interest	3,042	-	-	-
Tuition and fees	-	3,625	-	-
Extracurricular activities	-	121,753	-	500
Gifts and donations	475	6,612	21,569	11,106
Miscellaneous	-	-	14,453	-
Total revenues	<u>3,517</u>	<u>131,990</u>	<u>36,022</u>	<u>11,606</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	-	135,534	8,645	9,804
Special	-	-	-	-
Support services:				
Pupils	429	-	-	-
Instructional staff	-	-	-	-
Administration	-	5,073	13,675	-
Central	-	-	-	-
Operation of community services	1,006	-	-	2,831
Extracurricular activities	-	-	-	675
Capital outlay	-	-	3,562	1,211
Total expenditures	<u>1,435</u>	<u>140,607</u>	<u>25,882</u>	<u>14,521</u>
Excess of revenues over (under) expenditures	<u>2,082</u>	<u>(8,617)</u>	<u>10,140</u>	<u>(2,915)</u>
<u>Other financing sources (uses):</u>				
Transfers in	-	8,283	-	-
Total other financing sources (uses)	<u>-</u>	<u>8,283</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2,082	(334)	10,140	(2,915)
Fund balances at beginning of year	51,103	21,433	11,908	20,340
Fund balances at end of year	<u>\$ 53,185</u>	<u>\$ 21,099</u>	<u>\$ 22,048</u>	<u>\$ 17,425</u>

Education Foundation	District Managed Activities	Auxiliary Services	Management Information Systems	Entry Year Programs	Data Communication	School Net Professional Development
\$ -	\$ -	\$ 414,927	\$ 8,305	\$ -	\$ 12,000	\$ 3,300
-	-	5,374	-	-	-	-
-	-	-	-	-	-	-
-	271,364	-	-	-	-	-
10,732	11,468	-	-	-	-	-
-	-	-	-	-	-	-
<u>10,732</u>	<u>282,832</u>	<u>420,301</u>	<u>8,305</u>	<u>-</u>	<u>12,000</u>	<u>3,300</u>
10,571	-	6,823	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	5,260
-	-	-	8,381	-	-	-
-	-	-	-	-	24,000	-
376	-	416,126	-	-	-	-
254	276,810	-	-	-	-	-
1,799	4,750	21,100	-	-	-	-
<u>13,000</u>	<u>281,560</u>	<u>444,049</u>	<u>8,381</u>	<u>-</u>	<u>24,000</u>	<u>5,260</u>
<u>(2,268)</u>	<u>1,272</u>	<u>(23,748)</u>	<u>(76)</u>	<u>-</u>	<u>(12,000)</u>	<u>(1,960)</u>
-	7,500	-	-	-	-	-
-	7,500	-	-	-	-	-
(2,268)	8,772	(23,748)	(76)	-	(12,000)	(1,960)
<u>6,253</u>	<u>74,678</u>	<u>47,271</u>	<u>80</u>	<u>1,600</u>	<u>12,000</u>	<u>1,960</u>
<u>\$ 3,985</u>	<u>\$ 83,450</u>	<u>\$ 23,523</u>	<u>\$ 4</u>	<u>\$ 1,600</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

West Geauga Local School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds

For the Fiscal Year Ended June 30, 2007

	Ohio Reads	Diability Access Grant	Miscellaneous State Grants	Title VI-B
<u>Revenues:</u>				
Intergovernmental	\$ 4,000	\$ 7,221	\$ 8,769	\$ 530,737
Interest	-	-	-	-
Tuition and fees	-	-	-	-
Extracurricular activities	-	-	-	-
Gifts and donations	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>4,000</u>	<u>7,221</u>	<u>8,769</u>	<u>530,737</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	3,960	-	2,399	-
Special	-	-	8,557	55,360
Support services:				
Pupils	-	-	21,810	393,482
Instructional staff	-	181	-	1,627
Administration	-	-	3,152	44,800
Central	-	-	-	-
Operation of community services	-	-	-	20,285
Extracurricular activities	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>3,960</u>	<u>181</u>	<u>35,918</u>	<u>515,554</u>
Excess of revenues over (under) expenditures	<u>40</u>	<u>7,040</u>	<u>(27,149)</u>	<u>15,183</u>
<u>Other financing sources (uses):</u>				
Transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	40	7,040	(27,149)	15,183
Fund balances at beginning of year	(40)	(7,040)	157	9,340
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (26,992)</u>	<u>\$ 24,523</u>

Title III Limited English Proficiency	Title V	Drug-Free Schools	Classroom Reduction	Total Nonmajor Special Revenue Funds
\$ 459	\$ 6,110	\$ 3,829	\$ 51,313	\$ 1,050,970
-	-	-	-	8,416
-	-	-	-	3,625
-	-	-	-	393,617
-	-	-	-	61,962
-	-	-	-	14,453
<u>459</u>	<u>6,110</u>	<u>3,829</u>	<u>51,313</u>	<u>1,533,043</u>
303	453	2,798	54,157	235,447
-	-	-	-	63,917
-	-	-	-	415,721
185	5,657	1,031	871	14,812
-	-	-	-	75,081
-	-	-	-	24,000
-	-	-	-	440,624
-	-	-	-	277,739
-	-	-	-	32,422
<u>488</u>	<u>6,110</u>	<u>3,829</u>	<u>55,028</u>	<u>1,579,763</u>
<u>(29)</u>	<u>-</u>	<u>-</u>	<u>(3,715)</u>	<u>(46,720)</u>
-	-	-	-	15,783
-	-	-	-	15,783
(29)	-	-	(3,715)	(30,937)
76	-	-	2,743	253,862
<u>\$ 47</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (972)</u>	<u>\$ 222,925</u>

West Geauga Local School District

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Taxes	\$ 2,942,318	\$ 2,942,318	\$ -
Intergovernmental	227,061	227,061	-
Total revenues	<u>3,169,379</u>	<u>3,169,379</u>	<u>-</u>
<u>Expenditures:</u>			
Current:			
Support services:			
Fiscal	29,449	29,446	3
Debt service:			
Principal retirement	2,432,431	2,432,431	-
Interest and fiscal charges	730,266	730,266	-
Total expenditures	<u>3,192,146</u>	<u>3,192,143</u>	<u>3</u>
Net change in fund balance	(22,767)	(22,764)	3
Fund balance at beginning of year	1,526,305	1,526,305	-
Fund balance at end of year	<u>\$ 1,503,538</u>	<u>\$ 1,503,541</u>	<u>\$ 3</u>

West Geauga Local School District

Special Trust - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Interest	\$ 3,042	\$ 3,042	\$ -
Gifts and donations	475	475	-
Total revenues	<u>3,517</u>	<u>3,517</u>	<u>-</u>
<u>Expenditures:</u>			
Current:			
Support services:			
Pupils	500	429	71
Operation of non-instructional services:			
Community service	2,125	1,625	500
Total expenditures	<u>2,625</u>	<u>2,054</u>	<u>571</u>
Net change in fund balance	892	1,463	571
Fund balance at beginning of year	51,103	51,103	-
Prior year encumbrances appropriated	225	225	-
Fund balance at end of year	<u>\$ 52,220</u>	<u>\$ 52,791</u>	<u>\$ 571</u>

West Geauga Local School District

Rotary - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Extracurricular activities	\$ 121,753	\$ 121,753	\$ -
Gifts and donations	6,612	6,612	-
Tuition and fees	3,625	3,625	-
Total revenues	<u>131,990</u>	<u>131,990</u>	<u>-</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	154,573	142,486	12,087
Support services:			
Administration	4,250	4,250	-
Total expenditures	<u>158,823</u>	<u>146,736</u>	<u>12,087</u>
Excess of revenues over (under) expenditures	<u>(26,833)</u>	<u>(14,746)</u>	<u>12,087</u>
<u>Other financing sources (uses):</u>			
Refund of prior year expenditures	96	96	-
Refund of prior year receipts	(150)	(150)	-
Advances in	3,000	3,000	-
Advances out	(5,120)	(5,120)	-
Transfers in	8,283	8,283	-
Total other financing sources (uses)	<u>6,109</u>	<u>6,109</u>	<u>-</u>
Net change in fund balance	(20,724)	(8,637)	12,087
Fund balance at beginning of year	17,279	17,279	-
Prior year encumbrances appropriated	9,200	9,200	-
Fund balance at end of year	<u>\$ 5,755</u>	<u>\$ 17,842</u>	<u>\$ 12,087</u>

West Geauga Local School District

Public School Support - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Gifts and donations	\$ 21,569	\$ 21,569	\$ -
Miscellaneous	14,363	14,453	90
Total revenues	<u>35,932</u>	<u>36,022</u>	<u>90</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	21,143	12,270	8,873
Support services:			
Administration	18,031	14,521	3,510
Total expenditures	<u>39,174</u>	<u>26,791</u>	<u>12,383</u>
Net change in fund balance	(3,242)	9,231	12,473
Fund balance at beginning of year	10,484	10,484	-
Prior year encumbrances appropriated	2,138	2,138	-
Fund balance at end of year	<u>\$ 9,380</u>	<u>\$ 21,853</u>	<u>\$ 12,473</u>

West Geauga Local School District

Other Grants - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Extracurricular activities	\$ 500	\$ 500	\$ -
Gifts and donations	11,106	11,106	-
Total revenues	<u>11,606</u>	<u>11,606</u>	<u>-</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	12,978	12,049	929
Special	4,310	4,310	-
Support services:			
Instructional staff	1,139	626	513
Operation and maintenance of plant	738	205	533
Operation of non-instructional services:			
Community service	6,270	4,140	2,130
Extracurricular activities	4,333	2,388	1,945
Total expenditures	<u>29,768</u>	<u>23,718</u>	<u>6,050</u>
Excess of revenues over (under) expenditures	<u>(18,162)</u>	<u>(12,112)</u>	<u>6,050</u>
<u>Other financing sources (uses):</u>			
Refund of prior year receipts	<u>(1,234)</u>	<u>(1,234)</u>	<u>-</u>
Net change in fund balance	(19,396)	(13,346)	6,050
Fund balance at beginning of year	20,379	20,379	-
Prior year encumbrances appropriated	5,580	5,580	-
Fund balance at end of year	<u>\$ 6,563</u>	<u>\$ 12,613</u>	<u>\$ 6,050</u>

West Geauga Local School District

Education Foundation - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Gifts and donations	\$ 10,732	\$ 10,732	\$ -
<u>Expenditures:</u>			
<u>Current:</u>			
Instruction:			
Regular	10,352	9,897	455
Support services:			
Pupils	250	-	250
Operation of non-instructional services:			
Community service	530	376	154
Extracurricular activities	366	254	112
Total expenditures	<u>11,498</u>	<u>10,527</u>	<u>971</u>
Excess of revenues over (under) expenditures	<u>(766)</u>	<u>205</u>	<u>971</u>
<u>Other financing sources (uses):</u>			
Refund of prior year receipts	<u>(3,861)</u>	<u>(3,861)</u>	<u>-</u>
Net change in fund balance	(4,627)	(3,656)	971
Fund balance at beginning of year	6,128	6,128	-
Prior year encumbrances appropriated	1,325	1,325	-
Fund balance at end of year	<u>\$ 2,826</u>	<u>\$ 3,797</u>	<u>\$ 971</u>

West Geauga Local School District

District Managed Activities - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Extracurricular activities	\$ 266,053	\$ 271,424	\$ 5,371
Gifts and donations	12,249	11,468	(781)
Total revenues	<u>278,302</u>	<u>282,892</u>	<u>4,590</u>
<u>Expenditures:</u>			
Current:			
Extracurricular activities	357,739	292,269	65,470
Excess of revenues over (under) expenditures	<u>(79,437)</u>	<u>(9,377)</u>	<u>70,060</u>
<u>Other financing sources (uses):</u>			
Refund of prior year expenditures	409	409	-
Refund of prior year receipts	(259)	(259)	-
Transfers in	63,170	63,170	-
Transfers out	<u>(55,670)</u>	<u>(55,670)</u>	<u>-</u>
Total other financing sources (uses)	<u>7,650</u>	<u>7,650</u>	<u>-</u>
Net change in fund balance	(71,787)	(1,727)	70,060
Fund balance at beginning of year	66,607	66,607	-
Prior year encumbrances appropriated	8,355	8,355	-
Fund balance at end of year	<u>\$ 3,175</u>	<u>\$ 73,235</u>	<u>\$ 70,060</u>

West Geauga Local School District

Auxiliary Services - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 414,927	\$ 414,927	\$ -
Interest	5,374	5,374	-
Total revenues	<u>420,301</u>	<u>420,301</u>	<u>-</u>
<u>Expenditures:</u>			
Current:			
Operation of non-instructional services:			
Community service	535,534	534,771	763
Excess of revenues over (under) expenditures	<u>(115,233)</u>	<u>(114,470)</u>	<u>763</u>
<u>Other financing sources (uses):</u>			
Refund of prior year expenditures	80	80	-
Net change in fund balance	(115,153)	(114,390)	763
Fund balance at beginning of year	38,830	38,830	-
Prior year encumbrances appropriated	76,333	76,333	-
Fund balance at end of year	<u>\$ 10</u>	<u>\$ 773</u>	<u>\$ 763</u>

West Geauga Local School District

Management Information Systems - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 8,305	\$ 8,305	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Administration	8,455	8,451	4
Net change in fund balance	(150)	(146)	4
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	150	150	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 4</u>	<u>\$ 4</u>

West Geauga Local School District

Entry Year Programs - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	1,600	1,600	-
Fund balance at end of year	<u>\$ 1,600</u>	<u>\$ 1,600</u>	<u>\$ -</u>

West Geauga Local School District

Data Communication - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 12,000	\$ 12,000	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Central	24,000	24,000	-
Net change in fund balance	(12,000)	(12,000)	-
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	12,000	12,000	-
Fund balance at end of year	\$ -	\$ -	\$ -

West Geauga Local School District

SchoolNet Professional Development - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 3,300	\$ 3,300	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Instructional staff	5,260	5,260	-
Net change in fund balance	(1,960)	(1,960)	-
Fund balance at beginning of year	1,960	1,960	-
Fund balance at end of year	\$ -	\$ -	\$ -

West Geauga Local School District

Ohio Reads - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 4,000	\$ 4,000	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	4,000	4,000	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ -

West Geauga Local School District

Disability Access Grant - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 7,221	\$ 7,221	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Instructional staff	9,519	9,519	-
Excess of revenues over (under) expenditures	(2,298)	(2,298)	-
<u>Other financing sources (uses):</u>			
Advances out	(7,221)	(7,221)	-
Net change in fund balance	(9,519)	(9,519)	-
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	9,519	9,519	-
Fund balance at end of year	\$ -	\$ -	\$ -

West Geauga Local School District

Miscellaneous State Grants - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 8,769	\$ 8,769	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	2,372	2,351	21
Support services:			
Pupils	6,554	6,554	-
Total expenditures	8,926	8,905	21
Net change in fund balance	(157)	(136)	21
Fund balance at beginning of year	157	157	-
Fund balance at end of year	\$ -	\$ 21	\$ 21

West Geauga Local School District

Title VI-B - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 535,462	\$ 535,462	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	75,132	74,194	938
Support services:			
Pupils	424,455	423,944	511
Instructional staff	4,221	1,627	2,594
Administration	46,964	46,867	97
Operation of non-instructional services:			
Community service	20,573	20,285	288
Total expenditures	<u>571,345</u>	<u>566,917</u>	<u>4,428</u>
Excess of revenues over (under) expenditures	<u>(35,883)</u>	<u>(31,455)</u>	<u>4,428</u>
<u>Other financing sources (uses):</u>			
Advances in	50,000	50,000	-
Advances out	(41,784)	(41,784)	-
Total other financing sources (uses)	<u>8,216</u>	<u>8,216</u>	<u>-</u>
Net change in fund balance	(27,667)	(23,239)	4,428
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	32,211	32,211	-
Fund balance at end of year	<u>\$ 4,544</u>	<u>\$ 8,972</u>	<u>\$ 4,428</u>

West Geauga Local School District

Title III Limited English Proficiency - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 459	\$ 459	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	274	227	47
Support services:			
Instructional staff	185	185	-
Total expenditures	459	412	47
Excess of revenues over (under) expenditures	-	47	47
<u>Other financing sources (uses):</u>			
Refund of prior year receipts	(76)	(76)	-
Net change in fund balance	(76)	(29)	47
Fund balance at beginning of year	76	76	-
Fund balance at end of year	\$ -	\$ 47	\$ 47

West Geauga Local School District

Title V - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 11,183	\$ 11,183	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	3,598	3,598	-
Support services:			
Instructional staff	5,657	5,657	-
Operation of non-instructional services:			
Community service	1,928	1,928	-
Total expenditures	11,183	11,183	-
Excess of revenues over (under) expenditures	-	-	-
<u>Other financing sources (uses):</u>			
Advances out	(5,073)	(5,073)	-
Net change in fund balance	(5,073)	(5,073)	-
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	5,073	5,073	-
Fund balance at end of year	\$ -	\$ -	\$ -

West Geauga Local School District

Drug Free Schools Grant - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 3,829	\$ 3,829	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	2,798	2,798	-
Support services:			
Instructional staff	1,031	1,031	-
Total expenditures	3,829	3,829	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ -

West Geauga Local School District

Classroom Reduction - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 54,144	\$ 54,144	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	53,273	53,273	-
Support services:			
Instructional staff	871	871	-
Total expenditures	54,144	54,144	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ -

West Geauga Local School District

Permanent Improvement Fund - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Taxes	\$ 301,228	\$ 301,228	\$ -
Intergovernmental	73,245	73,245	-
Miscellaneous	2,000	2,000	-
Total revenues	<u>376,473</u>	<u>376,473</u>	<u>-</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	6,571	6,571	-
Support services:			
Instructional staff	7,142	7,142	-
Fiscal	9,443	9,443	-
Business	179	179	-
Operation and maintenance of plant	317,806	277,909	39,897
Extracurricular activities	14,900	14,900	-
Capital outlay	1,543,147	1,543,147	-
Total expenditures	<u>1,899,188</u>	<u>1,859,291</u>	<u>39,897</u>
Excess of revenues over (under) expenditures	<u>(1,522,715)</u>	<u>(1,482,818)</u>	<u>39,897</u>
<u>Other financing sources (uses):</u>			
Premium on bonds and notes issued	1,149,993	1,149,993	-
Transfers in	200,000	200,000	-
Total other financing sources (uses)	<u>1,349,993</u>	<u>1,349,993</u>	<u>-</u>
Net change in fund balance	(172,722)	(132,825)	39,897
Fund balance at beginning of year	186,230	186,230	-
Prior year encumbrances appropriated	377,438	377,438	-
Fund balance at end of year	<u>\$ 390,946</u>	<u>\$ 430,843</u>	<u>\$ 39,897</u>

West Geauga Local School District

Food Service - Enterprise Fund

Schedule of Revenues, Expense and Changes in Fund Equity -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Sales	\$ 410,073	\$ 410,558	\$ 485
<u>Operating expenses:</u>			
Salaries	233,434	233,434	-
Fringe benefits	111,084	110,040	1,044
Purchased services	328,763	292,340	36,423
Capital outlay replacement	1,204	1,204	-
Other	896	896	-
Total operating expenses	675,381	637,914	37,467
Operating income/(loss)	(265,308)	(227,356)	37,952
<u>Non-operating revenues/(expenses):</u>			
Federal and state subsidies	57,486	57,486	-
Income/(loss) before transfers	(207,822)	(169,870)	37,952
<u>Other financing sources (uses):</u>			
Transfers in	200,000	200,000	-
Net change in fund equity	(7,822)	30,130	37,952
Fund equity at beginning of year	10,477	10,477	-
Prior year encumbrances appropriated	400	400	-
Fund equity at end of year	<u>\$ 3,055</u>	<u>\$ 41,007</u>	<u>\$ 37,952</u>

West Geauga Local School District

Uniform School Supplies - Enterprise Fund

Schedule of Revenues, Expense and Changes in Fund Equity -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Sales	\$ 230,564	\$ 234,925	\$ 4,361
<u>Operating expenses:</u>			
Salaries	560	560	-
Purchased services	320	320	-
Materials and supplies	259,796	242,914	16,882
Capital outlay	750	750	-
Total operating expenses	261,426	244,544	16,882
Income/(loss) before transfers	(30,862)	(9,619)	21,243
<u>Other financing sources (uses):</u>			
Transfers in	6,798	6,798	-
Net change in fund equity	(24,064)	(2,821)	21,243
Fund equity at beginning of year	118,797	118,797	-
Prior year encumbrances appropriated	750	750	-
Fund equity at end of year	\$ 95,483	\$ 116,726	\$ 21,243

West Geauga Local School District

Adult Education - Enterprise Fund

Schedule of Revenues, Expense and Changes in Fund Equity -
Budget (Non-GAAP Basis) and Actual

For the Fiscal Year Ended June 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Total operating revenues	\$ -	\$ -	\$ -
<u>Operating expenses:</u>			
Total operating expenses	-	-	-
Net change in fund equity	-	-	-
Fund equity at beginning of year	12	12	-
Fund equity at end of year	<u>\$ 12</u>	<u>\$ 12</u>	<u>\$ -</u>

West Geauga Local School District

Statement of Changes in Assets and Liabilities - Agency Fund

For the Fiscal Year Ended June 30, 2007

	Beginning Balance July 1, 2006	Additions	Deductions	Ending Balance June 30, 2007
Student Activities:				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 46,775	\$ 134,567	\$ 126,564	\$ 54,778
<u>Liabilities:</u>				
Accounts payable	\$ 467	\$ 346	\$ 467	\$ 346
Due to students	46,308	134,221	126,097	54,432
Total liabilities	\$ 46,775	\$ 134,567	\$ 126,564	\$ 54,778

STATISTICAL SECTION

West Geauga Local School District

June 30, 2007

This part of the West Geauga 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 School District's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	S2 - S8
Revenue Capacity These schedules contain information to help the reader assess the School District's most significant local revenue source, the property tax.	S9 - S14
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S15 - S18
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	S19 - S20
Operating Information These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S21 - S27

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

West Geauga Local School District

Net Assets by Component - Last Five Fiscal Years (1)

June 30, 2007

Table 1

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Governmental activities:					
Invested in capital assets, net of related debt	\$ 974,708	\$ 1,660,293	\$ 705,718	\$ 1,837,934	\$ 2,092,443
Restricted for:					
Capital projects	339,551	-	1,608,274	1,935,798	819,111
Debt service	1,444,674	1,477,350	2,128,389	1,850,260	1,835,052
Other purposes	50,787	63,535	22,985	25,576	224,354
Unrestricted (deficit)	<u>(2,454,790)</u>	<u>(2,657,113)</u>	<u>15,172</u>	<u>(3,674,775)</u>	<u>1,418,626</u>
Total net assets - governmental activities	<u>354,930</u>	<u>544,065</u>	<u>4,480,538</u>	<u>1,974,793</u>	<u>6,389,586</u>
Business-type activities:					
Invested in capital assets, net of related debt	-	595,066	1,302,145	1,277,136	1,252,455
Unrestricted (deficit)	<u>620,476</u>	<u>(27,424)</u>	<u>(16,188)</u>	<u>116,534</u>	<u>150,458</u>
Total net assets - business - type activities	<u>620,476</u>	<u>567,642</u>	<u>1,285,957</u>	<u>1,393,670</u>	<u>1,402,913</u>
Primary government:					
Invested in capital assets, net of related debt	974,708	2,255,359	2,007,863	3,115,070	3,344,898
Restricted for:					
Debt service	1,444,674	1,477,350	2,128,389	1,850,260	1,835,052
Capital projects	339,551	-	1,608,274	1,935,798	819,111
Other purposes	50,787	63,535	22,985	25,576	224,354
Unrestricted (deficit)	<u>(1,834,314)</u>	<u>(2,684,537)</u>	<u>(1,016)</u>	<u>(3,558,241)</u>	<u>1,569,084</u>
Total net assets - primary government	<u>\$ 975,406</u>	<u>\$ 1,111,707</u>	<u>\$ 5,766,495</u>	<u>\$ 3,368,463</u>	<u>\$ 7,792,499</u>

(1) Will be reported for the last ten years when there are enough years of information available.

West Geauga Local School District

Changes in Net Assets - Last Five Fiscal Years (1)

June 30, 2007

Table 2

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Expenses					
Governmental activities:					
Regular instruction	\$ 9,252,284	\$ 9,791,785	\$ 10,173,341	\$ 11,284,889	\$ 10,353,894
Special instruction	1,679,235	2,185,290	2,288,866	2,505,389	2,679,904
Vocational instruction	261,332	342,768	390,495	185,821	180,952
Other instruction	328,953	546,664	322,298	391,716	375,634
Pupil	1,660,194	1,813,446	1,700,703	1,790,903	1,919,449
Instructional staff	790,613	803,286	814,183	870,190	784,377
Board of education	62,082	64,333	51,367	44,858	48,817
Administration	2,451,753	1,667,237	1,612,665	1,640,485	1,835,968
Fiscal	506,582	578,176	590,209	735,376	779,457
Business	169,774	163,048	169,750	190,818	187,079
Operation and maintenance of plant	2,103,318	2,089,865	2,819,479	1,757,726	2,426,892
Pupil transportation	1,560,380	1,740,675	1,761,637	1,782,371	1,919,444
Central services	96,266	95,619	78,217	67,306	91,810
Community services	521,942	526,011	441,421	472,983	516,393
Extracurricular activities	695,640	766,421	735,399	765,699	779,025
Facilities acquisition and construction services	-	-	44,011	977,742	-
Interest and fiscal charges	952,036	1,005,459	812,376	673,506	630,801
Total governmental activities expenses	23,092,384	24,180,083	24,806,417	26,137,778	25,509,896
Business-type activities:					
Food service	444,457	505,037	681,896	647,620	666,096
Uniform school supplies	160,824	164,637	179,733	115,780	242,615
Adult education	5,732	2	-	-	-
Total business-type activities expenses	611,013	669,676	861,629	763,400	908,711
Total primary government expenses	\$ 23,703,397	\$ 24,849,759	\$ 25,668,046	\$ 26,901,178	\$ 26,418,607
Program revenues					
Governmental activities:					
Charges for services:					
Regular instruction	\$ 2,151,924	\$ 152,457	\$ 342,736	\$ 81,152	\$ 276,947
Special instruction	6,475	9,987	8,343	-	-
Other instruction	-	-	-	5,035	-
Pupil support	3,600	-	-	-	-
Board of education	640,027	12,422	-	-	-
Administration	-	-	-	9,904	7,227
Operation and maintenance of plant	-	-	-	-	7,696
Pupil transportation	8,282	5,238	11,777	9,412	12,654
Community services	35,088	3,401	16,383	-	-
Extracurricular activities	253,225	314,563	311,563	392,610	274,319
Operating grants and contributions:					
Regular instruction	134,587	80,831	48,126	31,367	202,659
Special instruction	296,389	314,372	532,114	640,076	58,104
Vocational instruction	28,202	-	-	-	-
Pupils	-	-	-	-	413,498
Instructional staff support	54,115	62,625	71,304	56,364	17,415
Administration	-	-	-	-	65,699
Fiscal	9,560	9,308	7,982	8,469	-
Operation and maintenance of plant	406,911	435,454	431,366	425,558	-

(Continued)

West Geauga Local School District

Changes in Net Assets - Last Five Fiscal Years (1)

June 30, 2007

Table 2

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Pupil transportation	41,079	-	-	-	-
Central	7,000	12,000	12,000	12,000	12,000
Community services	-	-	-	-	446,464
Extracurricular activities	-	-	-	-	11,467
Capital grants and contributions:					
Pupil transportation	-	-	-	-	26,427
Total governmental activities program revenues	4,076,464	1,412,658	1,793,694	1,671,947	1,832,576
Business-type activities:					
Charges for services:					
Food service	394,619	409,201	420,539	419,854	410,561
Uniform school supplies	166,435	171,497	169,299	210,483	235,142
Adult education	3,840	2,000	-	-	-
Operating grants and contributions:					
Food service	29,445	34,111	43,189	60,776	65,453
Total business-type activities program revenues	594,339	616,809	633,027	691,113	711,156
Total primary government program revenues	\$ 4,670,803	\$ 2,029,467	\$ 2,426,721	\$ 2,363,060	\$ 2,543,732
Net (expense)/revenue					
Governmental activities	\$ (19,015,920)	\$ (22,767,425)	\$ (23,012,723)	\$ (24,465,831)	\$ (23,677,320)
Business-type activities	(16,674)	(52,867)	(228,602)	(72,287)	(197,555)
Total primary government net (expense)/revenue	\$ (19,032,594)	\$ (22,820,292)	\$ (23,241,325)	\$ (24,538,118)	\$ (23,874,875)
General revenues and other changes in net assets					
Governmental activities:					
Property taxes levied for:					
General purposes	\$ 12,431,877	\$ 12,369,741	\$ 17,665,219	\$ 12,786,535	\$ 17,873,911
Debt service	33,974	3,516,457	3,156,687	1,783,847	2,978,363
Capital projects	504,592	556,237	649,873	294,544	303,448
Grants and entitlements not restricted					
to specific programs	6,194,312	6,356,770	6,381,823	6,652,326	6,597,341
Earnings on investments	59,244	42,538	117,274	293,555	443,321
Miscellaneous	116,479	114,817	86,891	329,279	102,527
Transfers	-	-	(170,000)	(180,000)	(206,798)
Total governmental activities	19,340,478	22,956,560	27,887,767	21,960,086	28,092,113
Business-type activities:					
Earnings on investments	66	33	-	-	-
Miscellaneous	-	-	19,029	-	-
Transfers	-	-	170,000	180,000	206,798
Total business-type activities	66	33	189,029	180,000	206,798
Total primary government	\$ 19,340,544	\$ 22,956,593	\$ 28,076,796	\$ 22,140,086	\$ 28,298,911
Change in net assets					
Governmental activities	\$ 324,558	\$ 189,135	\$ 4,875,044	\$ (2,505,745)	\$ 4,414,793
Business-type activities	(16,608)	(52,834)	(39,573)	107,713	9,243
Total primary government change in net assets	\$ 307,950	\$ 136,301	\$ 4,835,471	\$ (2,398,032)	\$ 4,424,036

(1) Will be reported for the last ten years when there are enough years of information available.

West Geauga Local School District

Program Revenues of Governmental Activities by Function/Program - Last Five Fiscal Years (1)

June 30, 2007

Table 3

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Governmental activities:					
Instruction:					
Regular	\$ 2,286,511	\$ 233,288	\$ 390,862	\$ 112,519	\$ 479,606
Special	302,864	324,359	540,457	640,076	58,104
Vocational	28,202	-	-	-	-
Other	-	-	-	5,035	-
Support services:					
Pupil	3,600	-	-	-	413,498
Instructional staff	54,115	62,625	71,304	56,364	17,415
Board of education	640,027	12,422	-	-	-
Administration	-	-	-	9,904	72,926
Fiscal	9,560	9,308	7,982	8,469	-
Operation and maintenance of plant	406,911	435,454	431,366	425,558	7,696
Pupil transportation	49,361	5,238	11,777	9,412	39,081
Central	7,000	12,000	12,000	12,000	12,000
Community services	35,088	3,401	16,383	-	446,464
Extracurricular activities	253,225	314,563	311,563	392,610	285,786
Total governmental activities	<u>4,076,464</u>	<u>1,412,658</u>	<u>1,793,694</u>	<u>1,671,947</u>	<u>1,832,576</u>
Business-type activities:					
Food service	424,064	443,312	463,728	480,630	476,014
Uniform school supplies	166,435	171,497	169,299	210,483	235,142
Adult education	3,840	2,000	-	-	-
Total business-type activities	<u>594,339</u>	<u>616,809</u>	<u>633,027</u>	<u>691,113</u>	<u>711,156</u>
Total primary governmental program revenues	<u>\$ 4,670,803</u>	<u>\$ 2,029,467</u>	<u>\$ 2,426,721</u>	<u>\$ 2,363,060</u>	<u>\$ 2,543,732</u>

(1) Will be reported for the last ten years when there are enough years of information available.

West Geauga Local School District

Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years

June 30, 2007

Table 4

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Revenues										
Taxes	\$ 11,636,926	\$ 11,631,598	\$ 13,369,709	\$ 14,531,836	\$ 13,754,881	\$ 13,015,191	\$ 16,412,828	\$ 21,457,011	\$ 14,841,150	\$ 21,079,961
Intergovernmental	5,518,834	5,573,640	5,971,627	6,209,962	6,312,409	7,144,536	7,298,979	7,484,715	7,749,341	7,853,819
Tuition and fees	8,875	28,799	30,146	25,955	28,643	1,993,399	9,987	48,474	109,702	143,728
Transportation fees	-	-	-	-	-	8,282	5,238	11,777	-	-
Interest	310,252	268,803	275,596	330,107	120,531	59,244	42,538	117,274	293,555	451,737
Extracurricular activities	151,525	257,183	297,691	285,669	351,558	333,599	402,083	395,234	373,647	395,267
Gifts and donations	-	39,787	56,427	101,418	-	-	-	-	-	61,962
Rent	-	14,723	16,812	24,851	-	-	-	-	-	7,536
Charges for services	-	-	-	-	-	-	18,204	21,095	-	16,393
Classroom materials and fees	-	22,228	11,916	16,480	-	-	-	-	-	-
Miscellaneous	-	58,461	29,512	37,465	167,316	201,843	108,775	125,441	143,496	43,735
Refund for prior year expenditures	-	-	-	-	14,001	54,272	17,218	153,489	287,072	-
Total revenues	17,626,412	17,895,222	20,059,436	21,563,743	20,749,339	22,810,366	24,315,850	29,814,510	23,797,963	30,054,138
Expenditures										
Current:										
Instruction:										
Regular	7,530,464	7,312,412	7,675,697	7,957,835	8,568,229	8,807,196	9,224,754	9,660,731	9,810,466	9,926,219
Special	688,995	1,277,072	1,158,662	1,462,611	1,499,810	1,699,336	2,148,161	2,290,299	2,540,051	2,662,670
Vocational	123,647	128,420	276,151	333,248	210,065	255,184	336,620	374,643	196,594	180,952
Other	488,820	-	-	-	147,317	328,953	546,664	322,298	391,716	375,634
Support services:										
Pupils	954,689	968,874	1,103,886	1,445,722	1,489,124	1,655,603	1,771,572	1,721,167	1,817,375	1,900,344
Instructional staff	621,998	472,815	578,159	742,306	808,079	751,703	782,377	818,954	857,253	748,915
Board of education	49,905	43,823	27,701	60,929	41,356	38,617	40,868	31,984	34,315	38,274
Administration	1,263,971	1,392,730	1,608,508	2,055,134	1,789,320	1,840,156	1,633,792	1,643,107	1,711,426	1,910,087
Fiscal	320,085	324,791	428,941	462,425	506,482	503,578	570,535	585,373	744,869	774,986
Business	105,022	63,696	55,095	130,595	145,290	168,347	162,249	167,507	191,854	189,169
Operation and maintenance of plant	1,790,069	1,792,300	1,749,643	2,029,836	2,232,246	2,289,873	2,203,188	3,088,188	2,206,736	2,477,775
Pupil transportation	1,083,192	1,045,813	1,144,946	1,194,197	1,539,042	1,536,060	1,697,636	1,665,844	1,888,445	1,794,955
Central	106,647	83,099	87,600	92,200	94,443	81,499	81,448	64,649	56,040	80,327

(Continued)

West Geauga Local School District

Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years

June 30, 2007

Table 4

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Operation of non-instructional services:										
Community services	439,960	458,488	461,649	607,342	536,993	572,078	575,105	502,142	425,148	441,561
Extracurricular activities	528,937	579,119	605,902	688,894	746,504	676,093	760,813	747,934	748,321	751,647
Capital outlay	352,128	240,034	1,906,580	792,195	-	-	-	44,011	977,742	1,813,796
Debt service:										
Principal retirement	815,000	935,000	1,122,504	1,305,000	540,000	1,100,000	1,215,000	9,735,000	1,520,000	2,432,431
Interest and fiscal charges	1,216,442	1,192,343	-	1,162,207	1,007,329	962,491	884,484	777,563	754,886	730,266
Refund of prior year receipts	-	-	-	-	3,389	16,322	4,110	716	9,706	-
Total expenditures	18,479,971	18,310,829	19,991,624	22,522,676	21,905,018	23,283,089	24,639,376	34,242,110	26,882,943	29,230,008
Excess of revenues over (under) expenditures	(853,559)	(415,607)	67,812	(958,933)	(1,155,679)	(472,723)	(323,526)	(4,427,600)	(3,084,980)	824,130
Other financing sources (uses)										
Issuance of bonds	-	-	-	4,605,209	-	-	-	10,700,000	-	-
Issuance of lease purchase agreement	-	-	-	-	-	-	-	-	1,375,000	-
Issuance of notes	-	-	-	-	-	-	-	2,350,000	-	-
Payment to refunded bond escrow agent	-	-	-	(4,497,637)	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	192,000	-	-	-	-	-	-
Transfers in	1,311,933	-	542,792	-	141,138	142,545	2,340,308	18,466	591	215,783
Transfers out	(1,343,245)	(50,000)	(602,792)	-	(141,138)	(145,545)	(2,340,308)	(188,466)	(180,591)	(422,581)
Total other financing sources (uses)	(31,312)	(50,000)	(60,000)	299,572	-	(3,000)	-	12,880,000	1,195,000	(206,798)
Net change in fund balances	<u>\$ (884,871)</u>	<u>\$ (465,607)</u>	<u>\$ 7,812</u>	<u>\$ (659,361)</u>	<u>\$ (1,155,679)</u>	<u>\$ (475,723)</u>	<u>\$ (323,526)</u>	<u>\$ 8,452,400</u>	<u>\$ (1,889,980)</u>	<u>\$ 617,332</u>
Debt service as a percentage of noncapital expenditures	11.21%	11.77%	6.21%	11.35%	7.06%	8.86%	8.52%	30.74%	8.78%	11.54%

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West Geauga Local School District

Fund Balances, Governmental Funds - Last Ten Fiscal Years

June 30, 2007

Table 5

	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
General fund										
Reserved	\$ 1,512,668	\$ 1,546,728	\$ 1,572,908	\$ 1,269,308	\$ 915,547	\$ 1,222,531	\$ 1,542,114	\$ 5,608,433	\$ 2,598,257	\$ 3,603,609
Unreserved (deficit)	<u>(194,170)</u>	<u>(419,761)</u>	<u>109,096</u>	<u>(133,876)</u>	<u>(761,602)</u>	<u>(1,544,498)</u>	<u>(1,454,105)</u>	<u>(325,413)</u>	<u>578,955</u>	<u>1,296,585</u>
Total general fund	<u>1,318,498</u>	<u>1,126,967</u>	<u>1,682,004</u>	<u>1,135,432</u>	<u>153,945</u>	<u>(321,967)</u>	<u>88,009</u>	<u>5,283,020</u>	<u>3,177,212</u>	<u>4,900,194</u>
All other governmental funds										
Reserved	934,776	713,069	1,016,130	771,279	1,345,910	1,543,983	897,784	3,575,172	3,666,748	622,410
Unreserved, undesignated, Reported in:										
Special revenue funds	238,210	205,342	246,986	308,020	211,839	145,856	185,918	124,912	186,942	152,776
Debt service fund	-	-	-	-	-	-	-	-	-	1,503,541
Capital projects funds	<u>892,181</u>	<u>909,162</u>	<u>114,064</u>	<u>187,510</u>	<u>370,269</u>	<u>241,367</u>	<u>114,002</u>	<u>223,008</u>	<u>186,230</u>	<u>655,543</u>
Total all other governmental funds	<u>2,065,167</u>	<u>1,827,573</u>	<u>1,377,180</u>	<u>1,266,809</u>	<u>1,928,018</u>	<u>1,931,206</u>	<u>1,197,704</u>	<u>3,923,092</u>	<u>4,039,920</u>	<u>2,934,270</u>
Total governmental funds	<u>\$ 3,383,665</u>	<u>\$ 2,954,540</u>	<u>\$ 3,059,184</u>	<u>\$ 2,402,241</u>	<u>\$ 2,081,963</u>	<u>\$ 1,609,239</u>	<u>\$ 1,285,713</u>	<u>\$ 9,206,112</u>	<u>\$ 7,217,132</u>	<u>\$ 7,834,464</u>

West Geauga Local School District

Assessed and Estimated Actual Value of Taxable Property

Last Ten Collection Years

Table 6

Collection Year	Real Property		Public Utility Property		Tangible Personal Property		Total		Ratio	Weighted Average Tax Rate
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value		
2007	\$ 640,836,780	\$ 1,830,962,229	\$ 17,516,110	\$ 19,904,670	\$ 2,478,680	\$ 9,914,720	\$ 660,831,570	\$ 1,860,781,619	35.51%	\$ 55.70
2006	639,887,180	1,828,249,086	16,065,980	18,257,340	5,184,420	20,737,680	661,137,580	1,867,244,106	35.41%	55.70
2005	573,741,140	1,639,260,400	17,117,120	19,451,272	6,360,100	25,440,400	597,218,360	1,684,152,072	35.46%	53.25
2004	566,927,270	1,619,792,200	17,311,410	19,672,057	8,610,270	34,441,080	592,848,950	1,673,905,337	35.42%	53.45
2003	558,995,410	1,597,129,743	17,196,620	19,541,613	8,511,190	34,044,760	584,703,220	1,650,716,115	35.42%	50.00
2002	507,603,620	1,450,296,057	18,999,890	21,590,784	8,432,440	33,729,760	535,035,950	1,505,616,601	35.54%	50.77
2001	501,425,900	1,432,645,429	22,866,870	25,985,080	7,559,400	30,237,600	531,852,170	1,488,868,109	35.72%	50.77
2000	494,080,470	1,411,658,486	23,719,970	26,954,511	7,462,270	29,849,080	525,262,710	1,467,462,077	35.79%	53.24
1999	420,639,630	1,201,827,514	25,496,420	28,973,205	7,777,070	31,108,280	453,913,120	1,261,908,999	35.97%	50.30
1998	415,476,820	1,187,076,629	25,762,260	29,275,295	6,851,410	27,405,640	448,090,490	1,243,757,564	36.03%	50.30

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(1) 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% 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% of true value for railroad property to 88% for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25% for machinery and equipment and 23% for inventories. General business tangible personal property tax is being phased out beginning in 2006. The listing percentage is 18.75% for 2006, 12.5% for 2007, 6.25% 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%, the 2 1/2% and the homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial/industrial property has been eliminated.

Source: Geauga County Auditor. Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Auditor.

West Geauga Local School District

Property Tax Rates - Direct and Overlapping Governments

Last Ten Years

Table 7

Year	School Levy	Recreation District	Russell Township	Library	Country Levy	Total Levy	Debt Service Included in Total Levy		
							School	County	Total
2007	\$ 55.70	\$ 0.20	\$ 22.10	\$ 1.00	\$ 15.10	\$ 94.10	\$ 3.10	\$ 0.50	\$ 3.60
2006	55.70	0.20	21.09	1.00	15.10	93.09	3.10	0.50	3.60
2005	53.25	0.20	21.09	1.00	15.10	90.64	3.55	0.30	3.85
2004	53.45	0.20	21.09	1.00	15.10	90.84	3.55	0.30	3.85
2003	50.00	0.20	21.09	1.00	14.60	86.89	3.55	0.30	3.85
2002	50.77	0.20	21.09	1.00	14.40	87.46	4.05	0.30	4.35
2001	50.77	0.20	20.15	1.00	13.40	85.52	4.05	0.30	4.35
2000	53.24	0.20	20.15	1.00	12.65	87.24	4.05	0.30	4.35
1999	50.30	0.20	20.15	1.00	12.45	84.10	4.05	0.30	4.35
1998	50.30	0.20	20.15	1.00	12.45	84.10	4.05	0.30	4.35

Source: Geauga County Auditor. Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Auditor.

West Geauga Local School District

Property Tax Levies and Collections - Real and Tangible Personal Property (1)

Last Ten Years

Table 8

Year (2)	Current Levy	Delinquent Levy (3)	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection as a Percent of Current Levy
2006	\$ 22,969,920	\$ 684,742	\$ 23,654,662	\$ 21,989,239	95.73%	\$ 487,531	\$ 22,476,770	97.85%
2005	19,069,597	733,130	19,802,727	18,578,759	97.43%	543,808	19,122,567	100.28%
2004	18,987,484	737,347	19,724,831	18,518,737	97.53%	504,130	19,022,867	100.19%
2003	16,700,725	514,487	17,215,212	16,262,840	97.38%	293,960	16,556,800	99.14%
2002	15,769,050	484,802	16,253,852	15,477,378	98.15%	295,452	15,772,830	100.02%
2001	15,776,428	518,965	16,295,393	15,535,593	98.47%	267,483	15,803,076	100.17%
2000	16,877,420	481,787	17,359,207	16,565,053	98.15%	271,805	16,836,858	99.76%
1999	13,375,368	410,467	13,785,835	13,159,668	98.39%	203,549	13,363,217	99.91%
1998	12,860,499	447,441	13,307,940	12,684,228	98.63%	248,945	12,933,173	100.57%
1997	12,867,917	472,056	13,339,973	12,658,026	98.37%	251,248	12,909,274	100.32%
1996	12,038,930	431,117	12,470,047	11,828,361	98.25%	203,844	12,032,205	99.94%

Source: Geauga County Auditor. Data is presented on a calendar year basis because that is the manner in which the information is maintained by the Auditor.

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) Represents collection year. 2007 information cannot be presented because all collections have not been made by June 30.
- (3) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions are brought on in one lump sum.

West Geauga Local School District

Principal Taxpayers: Real Estate Tax

As of December 31, 2006 and December 31, 1999

Table 9

<u>December 31, 2006</u>			
<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Rank</u>	<u>Percent of Total Assessed Value</u>
Petronzio Management	\$ 1,663,080	1	0.26%
Consolidated Investment	1,621,010	2	0.25%
Lucia S. Nash	1,407,290	3	0.22%
West Geauga Plaza LLC	1,396,500	4	0.22%
Angelo & Anna Cianci	1,259,940	5	0.20%
TGUJ, LTD.	1,154,290	6	0.18%
Robert Vadas	969,720	7	0.15%
Pitorak & Coenen	966,560	8	0.15%
David Paul Miller	962,220	9	0.15%
Gary Waxman	940,910	10	0.15%
Total	\$ 12,341,520		1.93%
Total assessed valuation	\$ 640,836,780		

<u>December 31, 1999</u>			
<u>Name of Taxpayer</u>	<u>Assessed Value (2)</u>	<u>Rank</u>	<u>Percent of Total Assessed Value</u>
Petronzio Management	\$ 1,542,040	1	0.37%
Consolidated Investment	1,323,010	2	0.31%
West Geauga Plaza LLC	1,312,510	3	0.31%
Lucia S. Nash	1,280,070	4	0.30%
Leigh A. Bennett	831,260	5	0.20%
John R. Fairfield	708,270	6	0.17%
Larry J. Pitorak	653,110	7	0.16%
Edward S. Rosenthal	553,810	8	0.13%
Phillip D. Ashkettle	549,500	9	0.13%
Orchard Hills Golf Club	544,680	10	0.13%
Total	\$ 9,298,260		2.21%
Total assessed valuation	\$ 420,639,630		

Source: Geauga County Auditor.

(1) Assessed values are for the 2007 collection year.

(2) Assessed values are for the 2000 collection year.

Note: Information prior to 1999 was not available.

West Geauga Local School District

Principal Taxpayers: Tangible Personal Property Tax

As of December 31, 2006 and December 31, 1999

Table 10

<u>Name of Taxpayer</u>	<u>December 31, 2006</u>		
	<u>Assessed Value (1)</u>	<u>Rank</u>	<u>Percent of Total Assessed Value</u>
Riser Foods, Inc.	\$ 561,390	1	10.83%
Truline Industries, Inc.	512,340	2	9.88%
Channel Products, Inc.	483,550	3	9.33%
Parnassos LP	408,380	4	7.88%
Discount Drug Mart, Inc.	291,700	5	5.63%
JGB Distributing, Inc.	188,970	6	3.64%
Admar Distributing Company, Inc.	173,470	7	3.35%
Revco Discount Drug Center, Inc.	165,040	8	3.18%
Freedom Excavating, LLC	137,410	9	2.65%
HF Group, LLC	135,800	10	2.62%
Total	\$ 3,058,050		58.99%
Total assessed valuation	\$ 5,184,420		

<u>Name of Taxpayer</u>	<u>December 31, 1999</u>		
	<u>Assessed Value (2)</u>	<u>Rank</u>	<u>Percent of Total Assessed Value</u>
Truline Industries, Inc.	\$ 499,830	1	6.43%
Channel Products, Inc.	440,000	2	5.66%
Discount Drug Mart, Inc.	275,930	3	3.55%
Timothy A. Bacon Company	251,280	4	3.23%
Admar Distributing Company, Inc.	208,110	5	2.68%
Revco Discount Drug Center, Inc.	202,930	6	2.61%
General Bookbinding Company	200,460	7	2.58%
Parnassos LP	183,110	8	2.35%
OCI Leasing, Inc.	155,140	9	1.99%
Bloom Brother Supply, Inc.	134,900	10	1.73%
Total	\$ 2,551,690		32.81%
Total assessed valuation	\$ 7,777,070		

Source: Geauga County Auditor.

(1) Assessed values are for the 2006 collection year.

(2) Assessed values are for the 2000 collection year.

Note: Information prior to 1999 was not available.

West Geauga Local School District

Principal Taxpayers: Public Utilities Tax

As of December 31, 2006 and December 31, 1999

Table 11

<u>Name of Taxpayer</u>	<u>December 31, 2006</u>		
	Assessed <u>Value (1)</u>	<u>Rank</u>	Percent of Total Assessed <u>Value</u>
Cleveland Electric Illuminating Company	\$ 10,666,674	1	66.39%
American Transmission	3,382,610	2	21.05%
Ohio Bell Telephone Company	1,218,882	3	7.59%
East Ohio Gas Company	810,670	4	5.05%
Western Reserve Telephone Company	737,972	5	4.59%
Total	<u>\$ 16,816,807</u>		<u>104.67%</u>
Total assessed valuation	<u>\$ 16,065,980</u>		

<u>Name of Taxpayer</u>	<u>December 31, 1999</u>		
	Assessed <u>Value (2)</u>	<u>Rank</u>	Percent of Total Assessed <u>Value</u>
Cleveland Electric Illuminating Company	\$ 16,870,510	1	66.17%
East Ohio Gas Company	2,429,090	2	9.53%
Ohio Bell Telephone Company	2,308,670	3	9.05%
Western Reserve Telephone Company	1,033,970	4	4.06%
GTE North, Inc.	550,310	5	2.16%
Total	<u>\$ 23,192,550</u>		<u>90.96%</u>
Total assessed valuation	<u>\$ 25,496,420</u>		

Source: Geauga County Auditor.

(1) Assessed values are for the 2007 collection year.

(2) Assessed values are for the 2000 collection year.

Note: Information prior to 1999 was not available.

West Geauga Local School District

Computation of Direct and Overlapping Debt

June 30, 2007

Table 12

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
Direct:			
West Geauga Local School District	<u>\$ 12,215,000</u>	100.00%	<u>\$ 12,215,000</u>
Overlapping:			
Geauga County	<u>9,413,586</u>	26.23%	<u>2,469,184</u>
Total	<u><u>\$ 21,628,586</u></u>		<u><u>\$ 14,684,184</u></u>

Source: Geauga County Auditor.

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2007 collection year.

West Geauga Local School District

Ratio of Outstanding Debt by Type

Last Ten Fiscal Years

Table 13

Fiscal Year	Governmental Activities				Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Energy Conservation Bonds	Tax Anticipation Notes	Lease Purchase Agreements			
2007	\$ 12,215,000	\$ -	\$ 1,762,500	\$ 1,205,069	\$ 15,182,569	NA	\$ 901.52
2006	13,890,000	-	2,350,000	1,375,000	17,615,000	NA	1,045.96
2005	15,410,000	-	2,350,000	-	17,760,000	2.25%	1,054.57
2004	14,365,000	80,000	-	-	14,445,000	2.00%	857.73
2003	15,500,000	160,000	-	-	15,660,000	2.04%	929.87
2002	16,520,000	240,000	-	-	16,760,000	2.73%	995.19
2001	16,980,000	320,000	-	-	17,300,000	2.56%	1,027.25
2000	18,220,000	400,000	-	-	18,620,000	2.74%	1,105.64
1999	19,205,000	480,000	-	-	19,685,000	3.04%	1,117.70
1998	20,060,000	560,000	-	-	20,620,000	3.17%	1,182.48

NA - Information not available.

West Geauga Local School District

Ratio of Net General Obligation Bonded Debt to Assessed Value and Bonded Debt per Capita

Last Ten Fiscal Years

Table 14

Fiscal Year	Net General Obligation Bonded Debt (1)	Assessed Value	Population (2)	Ratio of Net Debt to Assessed Value	Net Debt Per Capita
2007	\$ 10,313,276	\$ 660,831,570	16,841	1.56%	\$ 612.39
2006	12,039,740	661,137,580	16,841	1.82%	714.91
2005	13,281,611	597,218,360	16,841	2.22%	788.65
2004	13,651,053	592,848,950	16,841	2.30%	810.58
2003	14,240,902	584,703,220	16,841	2.44%	845.61
2002	15,511,014	535,035,950	16,841	2.90%	921.03
2001	16,686,029	531,852,170	16,841	3.14%	990.80
2000	17,873,065	525,262,710	16,841	3.40%	1,061.28
1999	19,315,369	453,913,120	17,612	4.26%	1,096.72
1998	20,020,200	448,090,490	17,438	4.47%	1,148.08

Sources:

(1) School District records.

(2) U.S. Census Data.

West Geauga Local School District

Computation of Legal Debt Margin

Last Ten Fiscal Years

	1998	1999	2000	2001	2002
Assessed valuation	<u>\$ 448,090,490</u>	<u>\$ 453,913,120</u>	<u>\$ 525,262,710</u>	<u>\$ 531,852,170</u>	<u>\$ 536,035,950</u>
Debt limit - 9% of assessed value	40,328,144	40,852,181	47,273,644	47,866,695	48,243,236
Amount of debt applicable to debt limit:					
General obligation bonds	20,060,000	19,205,000	18,220,000	16,980,000	16,520,000
Energy conservation bonds	560,000	480,000	400,000	320,000	240,000
Less: amount available in debt service fund	<u>(599,800)</u>	<u>(369,361)</u>	<u>(746,935)</u>	<u>(613,971)</u>	<u>(1,248,986)</u>
Total amount of debt subject to the limit	<u>20,020,200</u>	<u>19,315,639</u>	<u>17,873,065</u>	<u>16,686,029</u>	<u>15,511,014</u>
Exemptions:					
Energy conservation bonds	<u>560,000</u>	<u>480,000</u>	<u>400,000</u>	<u>320,000</u>	<u>240,000</u>
Amount of debt subject to the limit	<u>19,460,200</u>	<u>18,835,639</u>	<u>17,473,065</u>	<u>16,366,029</u>	<u>15,271,014</u>
Overall debt margin	<u>\$ 20,867,944</u>	<u>\$ 22,016,542</u>	<u>\$ 29,800,579</u>	<u>\$ 31,500,666</u>	<u>\$ 32,972,222</u>
Debt limit - .10% of assessed value (1)	\$ 448,090	\$ 453,913	\$ 525,263	\$ 531,852	\$ 536,036
Amount of debt applicable	-	-	-	-	-
Unvoted debt margin	<u>\$ 448,090</u>	<u>\$ 453,913</u>	<u>\$ 525,263</u>	<u>\$ 531,852</u>	<u>\$ 536,036</u>
Additional limit for unvoted energy conservation bonds:					
Debt limit -.9% of assessed valuation	\$ 4,032,814	\$ 4,085,218	\$ 4,727,364	\$ 4,786,670	\$ 4,824,324
Energy conservation bonds	<u>560,000</u>	<u>480,000</u>	<u>400,000</u>	<u>320,000</u>	<u>240,000</u>
Additional unvoted debt margin	<u>\$ 3,472,814</u>	<u>\$ 3,605,218</u>	<u>\$ 4,327,364</u>	<u>\$ 4,466,670</u>	<u>\$ 4,584,324</u>

Sources: School District Financial Records.

(1) Ohio Bond law sets an overall limit of 9% for total debt and 1/10 of 1% for unvoted debt.

Table 15

2003	2004	2005	2006	2007
<u>\$ 584,703,220</u>	<u>\$ 592,848,950</u>	<u>\$ 597,218,360</u>	<u>\$ 661,137,580</u>	<u>\$ 660,831,570</u>
52,623,290	53,356,406	53,749,652	59,502,382	59,474,841
15,500,000	14,365,000	15,410,000	13,890,000	12,215,000
160,000	80,000	-	-	-
<u>(1,419,098)</u>	<u>(793,947)</u>	<u>(2,128,389)</u>	<u>(1,850,260)</u>	<u>(1,901,724)</u>
<u>14,240,902</u>	<u>13,651,053</u>	<u>13,281,611</u>	<u>12,039,740</u>	<u>10,313,276</u>
160,000	80,000	-	-	-
<u>14,080,902</u>	<u>13,571,053</u>	<u>13,281,611</u>	<u>12,039,740</u>	<u>10,313,276</u>
<u>\$ 38,542,388</u>	<u>\$ 39,785,353</u>	<u>\$ 40,468,041</u>	<u>\$ 47,462,642</u>	<u>\$ 49,161,565</u>
\$ 584,703	\$ 592,849	\$ 597,218	\$ 661,138	\$ 660,832
-	-	-	-	-
<u>\$ 584,703</u>	<u>\$ 592,849</u>	<u>\$ 597,218</u>	<u>\$ 661,138</u>	<u>\$ 660,832</u>
\$ 5,262,329	\$ 5,335,641	\$ 5,374,965	\$ 5,950,238	\$ 5,947,484
160,000	80,000	-	-	-
<u>\$ 5,102,329</u>	<u>\$ 5,255,641</u>	<u>\$ 5,374,965</u>	<u>\$ 5,950,238</u>	<u>\$ 5,947,484</u>

West Geauga Local School District

Demographic Statistics

Last Ten Fiscal Years

Table 16

Year	Geauga County Population (1)	West Geauga LSD Area Population (2)	West Geauga LSD Area Personal Income	West Geauga LSD Area Personal Income Per Capita (3)	Geauga County School Enrollment (4)	Unemployment Rate (5)
2007	95,676	16,841	NA	NA	2,427	4.30%
2006	95,218	16,841	NA	NA	2,485	4.20%
2005	94,602	16,841	\$ 788,046,215	\$ 46,793	2,517	4.20%
2004	93,941	16,841	724,004,791	42,991	2,530	3.70%
2003	92,980	16,841	767,068,185	45,548	2,650	3.70%
2002	92,180	16,841	613,927,935	36,454	2,552	3.60%
2001	90,895	16,841	675,053,427	40,084	2,523	2.70%
2000	89,598	16,841	678,691,886	40,300	2,423	2.80%
1999	87,913	17,612	647,458,650	36,762	2,377	3.00%
1998	86,054	17,438	650,585,616	37,308	2,422	3.50%

Sources:

(1) Estimated figure from the U.S. Census Bureau

(2) U.S. Census Bureau

(3) U.S. Census Bureau. Information presented is for Chesterland. Information for the townships of Munson, Russell and Hunting Valley Village were not available.

(4) School District records.

(5) Ohio Bureau of Employment Services.

NA - Information not available.

West Geauga Local School District

Principal Employers

2006 and 1997

Table 17

Employer	Nature of Business	<u>2006</u>		Percentage of Total Employment
		Number of Employees	Rank	
Kraftmaid Cabinetry Inc.	Manufacturer	2,879	1	31.95%
Gauga Lake & Wildwater Kingdom	Amusement Park	1,728	2	19.17%
Gauga County	Government	1,086	3	12.05%
University Hospital	Hospital	745	4	8.27%
Great Lakes Cheese	Cheese Packager	542	5	6.01%
Kenston Local School District	School district	535	6	5.94%
Chardon Local School District	School district	427	7	4.74%
Dillen Products	Manufacturer	408	8	4.53%
Johnson Rubber	Manufacturer	341	9	3.78%
Walmart - Middlefield	Retailer	321	10	3.56%
Total		<u>9,012</u>		<u>100.00%</u>

Employer	Nature of Business	<u>1997</u>		Percentage of Total Employment
		Number of Employees	Rank	
Gauga Lake	Amusement Park	2,100	1	27.44%
Kraftmaid, Inc.	Manufacturer	1,461	2	19.09%
Gauga County	Government	994	3	12.99%
Duramax, Inc.	Manufacturer	715	4	9.34%
Gauga Hospital	Hospital	600	5	7.84%
Burton Rubber Processing	Manufacturer	500	6	6.53%
Great Lakes Cheese	Cheese Packager	367	7	4.80%
Metzenbaum Sheltered Industries	Packaging/Assembly	350	8	4.57%
Kinetico Inc.	Manufacturer	300	9	3.92%
Carlisle Corp.	Manufacturer	265	10	3.46%
Total		<u>7,652</u>		<u>100.00%</u>

Source: Gauga County Auditor.

West Geauga Local School District

Building Statistics by Function/Program

June 30, 2007

Table 18

Lindsey Elementary School

Constructed in 1965 with an addition in 1969 & 1996

Total Building Square Footage	58,106
Enrollment Grades K-5	476
Student Capacity	534
Regular Instruction Classrooms	27
Regular Instruction Teachers	26
Special Instruction Teachers	2

Westwood Elementary School

Constructed in 1959 with an addition in 1960 & 1996

Total Building Square Footage	60,400
Enrollment Grades K-5	431
Student Capacity	575
Regular Instruction Classrooms	26
Regular Instruction Teachers	26
Special Instruction Teachers	2

West Geauga Middle School

Constructed in 1962 with additions in 1963, 1964, & 1996

Total Building Square Footage	113,416
Enrollment Grades 6-8	656
Student Capacity	727
Regular Instruction Classrooms	57
Regular Instruction Teachers	38
Special Instruction Teachers	2

West Geauga High School

Constructed in 1954 with additions in 1956,1958,1961,1966,1969,& 1996.

Total Building Square Footage	162,520
Enrollment Grades 9-12	925
Student Capacity	1,003
Regular Instruction Classrooms	61
Regular Instruction Teachers	47
Special Instruction Teachers	2

Source: West Geauga Local School District.

West Geauga Local School District

Per Pupil Cost

Last Ten Fiscal Years

Table 19

<u>Year</u>	<u>Government wide Expenditures (1)</u>	<u>Average Daily Student Enrollment (2)</u>	<u>Per Pupil Cost</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil/Teacher Ratio</u>	<u>Students Receiving Reduced or No Cost Lunches</u>	<u>% of Students Receiving Reduced or No Cost Lunches</u>
2007	\$ 26,418,607	2,427	\$ 10,885	0.55%	145	16.74	135	5.56%
2006	26,901,178	2,485	10,825	6.15%	144	17.31	119	4.79%
2005	25,668,046	2,517	10,198	3.83%	148	17.06	105	4.17%
2004	24,849,759	2,530	9,822	9.81%	148	17.09	86	3.40%
2003	23,703,397	2,650	8,945	24.03%	160	16.53	80	3.02%
2002	18,404,284	2,552	7,212	0.64%	154	16.57	73	2.86%
2001	18,080,199	2,523	7,166	9.06%	148	17.05	59	2.34%
2000	15,921,072	2,423	6,571	3.68%	NA	NA	51	2.10%
1999	15,063,888	2,377	6,337	2.82%	NA	NA	68	2.86%
1998	14,928,331	2,422	6,164	3.16%	NA	NA	NA	NA

Source: School District Records, Ohio Department of Education.

(1) Note: Years 1997 - 2002, are presented based on general fund expenditures, the remaining years are based on government wide expenditures.

(2) Based upon EMIS information provided to the Ohio Department of Education.

NA - Information not available.

West Geauga Local School District

School District Employees by Function/Program

Last Three Fiscal Years

Table 20

<u>Function/Program</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Regular instruction			
Elementary classroom teachers	48	46	55
Middle school classroom teachers	36	34	35
High school classroom teachers	47	47	45
Special instruction			
Elementary classroom teachers	8	9	8
Gifted education teachers	5	6	6
Middle school classroom teachers	4	4	6
High school classroom teachers	1	1	5
Tutors	3	4	3
Vocational instruction - HS classroom teachers	2	1	1
Pupil support services			
Guidance counselors	6	5	8
Nurses	3	2	2
Admin - psychologists	2	2	2
Speech and language pathologists	2	1	1
Non-teaching support staff elementary	11	11	11
Non-teaching support staff middle school	3	3	3
Non-teaching support staff high school	3	3	3
Admin - central (contract)	1	1	1
Instructional support service			
Librarians	1	1	3
Non-teaching support staff elementary	2	2	2
Non-teaching support staff high school	1	1	1
Admin - central	1	1	1
Administration			
Admin - elementary	2	2	2
Admin - middle school	2	2	2
Admin - high school	2	2	2
Staff - central	7	6	1
Admin - central	1	1	1
Fiscal			
Staff - central	3	3	3
Admin - central	1	1	1
Business - central	2	2	2
Operation of plant			
Custodial department	19	17	16
Maintenance department	3	3	3
Admin - central	1	1	1
Support services - transportation			
Bus drivers	35	35	34
Bus aides	1	1	1
Mechanics	2	2	2
Admin - central	2	2	2
Food service program			
Elementary	3	3	3
Middle school	3	3	3
High school cooks	11	10	10
Admin - central (contract)	1	1	1
Extracurricular - athletic department	1	1	1
Totals	<u>244</u>	<u>283</u>	<u>293</u>

Source: Treasurer's Office, West Geauga Local School District.

West Geauga Local School District

Teachers' Salaries

Last Ten Fiscal Years Table 21

Fiscal <u>Year</u>	West Geauga Local School Average <u>Salary</u>	Statewide Average <u>Salary</u>
1998	NA	NA
1999	NA	NA
2000	NA	NA
2001	\$ 44,789	\$ 42,995
2002	45,698	43,755
2003	46,947	45,645
2004	50,125	47,659
2005	52,721	49,438
2006	55,404	50,772
2007	57,531	53,536

Source: Ohio Department of Education.

NA - Information is not available.

West Geauga Local School District

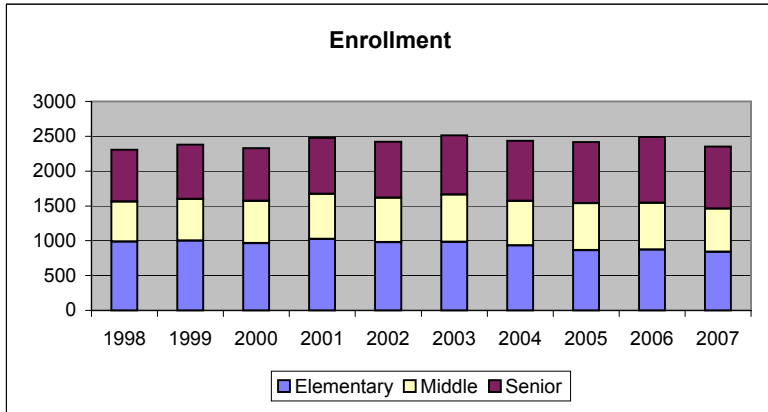
Enrollment Statistics

Last Ten Fiscal Years

Table 22

<u>Fiscal Year</u>	<u>Elementary Schools</u>	<u>Middle School</u>	<u>High School</u>	<u>Total</u>
1998	987	577	741	2,305
1999	1002	597	779	2,378
2000	963	608	758	2,329
2001	1,023	647	805	2,475
2002	977	642	802	2,421
2003	985	679	847	2,511
2004	931	640	864	2,435
2005	862	678	877	2,417
2006	875	668	947	2,490
2007	841	619	891	2,351

Source: Ohio Department of Education.



West Geauga Local School District

Average Number of Students per Teacher

Last Ten Fiscal Years

Table 23

Fiscal <u>Year</u>	West Geauga LSD <u>Average</u>	State <u>Average</u>
1998	20.00	20.40
1999	19.20	18.60
2000	20.70	18.10
2001	17.70	18.00
2002	17.60	16.90
2003	17.70	16.50
2004	20.20	18.50
2005	20.10	18.50
2006	20.10	18.60
2007	19.30	19.60

Source: Ohio Department of Education.

West Geauga Local School District

Attendance and Graduation Rates

Last Ten Fiscal Years

Table 24

<u>Fiscal Year</u>	<u>West Geauga LSD Attendance Rate</u>	<u>State Average</u>	<u>West Geauga LSD Graduation Rate</u>	<u>State Average</u>
1998	95.40%	93.60%	91.80%	79.90%
1999	95.20%	93.50%	93.20%	81.40%
2000	96.10%	93.60%	93.70%	80.70%
2001	95.60%	93.90%	97.40%	81.20%
2002	95.70%	94.30%	97.00%	82.80%
2003	95.60%	94.50%	99.00%	83.90%
2004	95.70%	94.50%	96.30%	84.30%
2005	95.30%	94.30%	97.70%	85.90%
2006	95.20%	94.10%	98.20%	86.20%
2007	95.30%	94.10%	NA	86.10%

Source: Ohio Department of Education.

NA - Information is not available.



Mary Taylor, CPA
Auditor of State

WEST GEAUGA LOCAL SCHOOL DISTRICT

GEAUGA 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 6, 2008**